



**CH. K. TEGOPOULOS EDITIONS S.A.**

**INTERIM FINANCIAL STATEMENTS  
OF THE COMPANY & THE GROUP  
1<sup>ST</sup> JANUARY 2007 - 31<sup>ST</sup> MARCH 2007  
ACCORDING TO THE INTERNATIONAL FINANCIAL REPORTING  
STANDARDS (IFRS)**

## CONTENTS

	<u>PAGE</u>
• INTERIM BALANCE SHEET OF THE GROUP & COMPANY.....	3
• INTERIM INCOME STATEMENT OF THE GROUP & COMPANY .....	4
• INTERIM CASH FLOW STATEMENT OF THE GROUP & COMPANY .....	5
• INTERIM STATEMENT OF CHANGES IN EQUITY OF THE GROUP .....	6
• INTERIM STATEMENT OF CHANGES IN EQUITY OF THE COMPANY.....	7
• NOTES TO THE INTERIM FINANCIAL STATEMENTS.....	8
<b>1. GENERAL INFORMATION</b> .....	8
1.1 DESCRIPTION OF THE PARENT COMPANY & GROUP .....	8
<b>2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES         OF THE PARENT COMPANY &amp; GROUP</b> .....	9
2.1 BASIS OF A PREPARATION .....	9
2.1.1 Historical Cost Convention .....	9
2.1.2 Consolidation .....	9
2.1.3 Depreciation .....	10
2.1.4 Property, plant and equipment (measurement).....	11
2.1.5 Taxation.....	11
2.1.6 Inventories (merchandise-products-disposals-spare parts).....	12
2.1.7 Revenue .....	12
2.1.8 Impairment of assets.....	12
2.1.9 Trade receivables.....	13
2.1.10 Creditors .....	13
2.1.11 Employee benefits .....	13
2.1.12 Investments.....	13
2.1.13 Government grants .....	14
2.2 CONSOLIDATED COMPANIES & CONSOLIDATION METHOD .....	14
2.2.1 Subsidiaries .....	14
2.2.2 Associates .....	15
2.3 SEGMENT REPORTING.....	17
a) Publishing.....	17
b) Printing.....	17
<b>3. FINANCIAL RISK MANAGEMENT</b> .....	18
3.1 Credit risk.....	18
3.2 Liquidity risk .....	18
3.3 Cash flow risk.....	18
<b>4. SIGNIFICANT ACCOUNTING ESTIMATES AND         JUDGMENTS OF MANAGEMENT</b> .....	18
<b>5. ANALYSIS OF BALANCE SHEET DATA</b> .....	19
5.1 Property, plant and equipment.....	19
5.2 Available-for-sale financial assets (non-current) .....	20

5.3	Deferred Income Tax.....	20
5.4	Other Receivables.....	21
5.5	Inventories.....	21
5.6	Trade and other receivables.....	21
5.7	Cash and cash equivalents.....	21
5.8	Share Capital (equity).....	21
5.9	Long-term Borrowings.....	21
5.10	Provisions for benefits to the employees.....	22
5.11	Other provisions.....	22
5.12	Grants for investments in Assets.....	22
5.13	Trade and other payables.....	23
5.14	Current Income Tax.....	23
5.15	Short-term borrowings.....	23
5.16	Provisions & other liabilities.....	23
<b>6.</b>	<b>ANALYSIS OF ALL INCOME STATEMENT ACCOUNTS.....</b>	<b>24</b>
6.1	Revenue – Other operating income.....	24
6.2	Cost of sales.....	24
6.3	Other operating income.....	24
6.4	Selling and marketing costs.....	24
6.5	Administrative expenses.....	24
6.6	Finance costs.....	25
6.7	Results from associates.....	25
6.8	INCOME TAX ANALYSIS.....	25
6.9	Analysis of earnings per share.....	26
<b>7.</b>	<b>ANALYSIS OF COMMITMENTS.....</b>	<b>26</b>
<b>8.</b>	<b>RELATED - PARTY TRANSACTIONS.....</b>	<b>26</b>
8.1	Transactions with subsidiaries, associates & other related - parties.....	26
8.2	Board of Directors Fees.....	27
8.3	Key Management Fees.....	27
<b>9.</b>	<b>EVENTS AFTER THE BALANCE SHEET DATE.....</b>	<b>27</b>
<b>10.</b>	<b>APPROVAL OF FINANCIAL STATEMENTS.....</b>	<b>27</b>

**INTERIM BALANCE SHEET**

		THE GROUP		THE COMPANY	
	notes	31.03.2007	31.12.2006	31.03.2007	31.12.2006
<b>ASSETS</b>					
<b>Non current assets</b>					
Tangible assets	5.1	65.833.573,72	66.793.883,79	65.833.537,51	66.793.883,58
Investments in subsidiaries	2.2.1	0,00	0,00	0,00	0,00
Investments in associates	2.2.2	2.916.795,22	3.200.579,29	2.292.786,00	2.436.786,00
Financial assets available for sale	5.2	4.974.174,57	5.171.293,84	4.974.174,57	5.171.293,84
Deffered income tax	5.3	2.014.356,65	1.772.264,49	1.543.126,22	1.312.609,27
Other receivables	5.4	21.135,42	21.135,42	21.145,18	21.145,18
<b>Total of non current assets</b>		<b>75.759.999,58</b>	<b>76.959.156,83</b>	<b>74.664.769,48</b>	<b>75.735.717,87</b>
<b>Current assets</b>					
Inventories	5.5	3.953.673,15	3.116.833,22	3.951.533,57	3.114.693,64
Trade and other receivables	5.6	36.614.609,83	34.935.323,79	36.583.325,41	34.909.678,94
Financial assets available for sale	5.2	0,00	0,00	0,00	0,00
Cash and cash equivalents	5.7	2.012.257,11	2.356.130,12	1.108.049,80	1.570.721,72
<b>Total of current assets</b>		<b>42.580.540,09</b>	<b>40.408.287,13</b>	<b>41.642.908,78</b>	<b>39.595.094,30</b>
<b>Total of assets</b>		<b>118.340.539,67</b>	<b>117.367.443,96</b>	<b>116.307.678,26</b>	<b>115.330.812,17</b>
<b>OWN CAPITAL AND LIABILITIES</b>					
<b>OWN CAPITAL</b>					
Share capital	5.8	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	0,00	0,00	0,00
Reserves at fair value		13.768.647,13	13.616.289,60	14.043.701,20	13.769.736,59
Other reserves		-705.267,41	-705.267,41	-706.466,64	-706.466,64
Retained earnings		-24.787.384,96	-24.596.794,17	-24.903.359,61	-24.622.777,25
<b>Own capital given to the shareholders of the company</b>		<b>66.946.079,85</b>	<b>66.984.313,11</b>	<b>67.103.960,04</b>	<b>67.110.577,79</b>
Minority rights		177.926,80	178.260,64	0,00	0,00
<b>Total of own capital</b>		<b>67.124.006,65</b>	<b>67.162.573,75</b>	<b>67.103.960,04</b>	<b>67.110.577,79</b>
<b>LIABILITIES</b>					
<b>Long term liabilities</b>					
Long term bank loans	5.9	6.047.972,51	6.061.607,73	6.047.972,51	6.061.607,73
Other long term liabilities		0,00	0,00	0,00	0,00
Deffered income tax	5.3	0,00	0,00	0,00	0,00
Provisions for benefits to the employees	5.10	11.446.840,44	11.064.121,53	9.712.635,36	9.376.217,30
Other provisions	5.11	3.057.841,71	3.152.840,21	3.057.841,71	3.152.840,21
Grants of assets	5.12	2.118.701,58	2.203.161,03	2.118.701,58	2.203.161,03
<b>Total of long term liabilities</b>		<b>22.671.356,24</b>	<b>22.481.730,50</b>	<b>20.937.151,16</b>	<b>20.793.826,27</b>
<b>Short term liabilities</b>					
Suppliers and other liabilities	5.13	17.444.625,98	18.315.021,67	17.166.016,26	18.018.290,07
Current income tax		0,00	0,00	0,00	0,00
Short term loans	5.15	11.100.550,80	9.239.822,27	11.100.550,80	9.239.822,27
Provisions and other liabilities	5.17	0,00	168.295,77	0,00	168.295,77
<b>Total of short term liabilities</b>		<b>28.545.176,78</b>	<b>27.723.139,71</b>	<b>28.266.567,06</b>	<b>27.426.408,11</b>
<b>Total of liabilities</b>		<b>51.216.533,02</b>	<b>50.204.870,21</b>	<b>49.203.718,22</b>	<b>48.220.234,38</b>
<b>Total of own capital and liabilities</b>		<b>118.340.539,67</b>	<b>117.367.443,96</b>	<b>116.307.678,26</b>	<b>115.330.812,17</b>

## INTERIM INCOME STATEMENT

		<b>THE GROUP</b>	
	NOTES	<b>01.01. - 31.03.2007</b>	<b>01.01. - 31.03.2006</b>
Sales	6.1	26.949.893,72	26.972.477,11
Cost of sales	6.2	-20.430.769,28	-20.572.289,92
<b>Mixed operating results</b>		<b>6.519.124,44</b>	<b>6.400.187,19</b>
Other operating results	6.3	273.888,33	218.080,77
Administrative expenses	6.4	-5.485.818,88	-8.057.331,53
Disposal expenses	6.5	-966.449,99	-1.181.531,09
<b>Financial results (net)</b>	6.6	<b>-284.499,82</b>	<b>858.357,50</b>
Earnings from related companies	6.7	-18.176,99	68.329,03
<b>TOTAL NET RESULTS ( before taxes)</b>		<b>38.067,09</b>	<b>-1.693.908,13</b>
Income tax	6.8	-228.991,72	23.232,57
<b>NET RESULT (LOSS) FOR THE PERIOD</b>		<b>190.924,63</b>	<b>-1.670.675,56</b>
<b>Divided in:</b>			
Shareholder's of the company		-190.590,79	-1.670.665,31
Minority Rights		-333,84	-10,25
<b>GAINS / (LOSS) AFTER TAXES PER SHARE</b>		<b>-190.924,63</b>	<b>-1670.675,56</b>
Basic		-0,003	-0,031
		<b>THE COMPANY</b>	
	NOTES	<b>01.01. - 31.03.2007</b>	<b>01.01. - 31.03.2006</b>
Sales	6.1	26.938.463,42	26.966.005,72
Cost of sales	6.2	-19.830.842,62	-20.211.290,20
<b>Mixed operating results</b>		<b>7.107.620,80</b>	<b>6.754.715,52</b>
Other operating results	6.3	275.161,91	219.275,19
Administrative expenses	6.4	-6.165.578,69	-8.619.086,57
Disposal expenses	6.5	-974.538,71	-1.137.122,13
<b>Financial results (net)</b>	6.6	<b>-282.680,74</b>	<b>858.932,62</b>
Earnings from related companies	6.7	0,00	0,00
<b>TOTAL NET RESULTS ( before taxes)</b>		<b>-40.015,43</b>	<b>-1.923.285,37</b>
Income tax	6.8	-240.566,93	9.119,84
<b>NET RESULT (LOSS) FOR THE PERIOD</b>		<b>-280.582,36</b>	<b>-1.914.165,53</b>
Basic		-0,005	-0,035

**INTERIM CASH FLOW STATEMENT**

	THE GROUP		THE COMPANY	
	31.03.2007	31.03.2006	31.03.2007	31.03.2006
<b><u>Operating activities</u></b>				
Profit before taxes	38.067,09	-1.693.908,13	-40.015,43	-1.923.285,37
Plus/ minus adjustments for:				
Depreciations	1.025.397,34	1.122.171,15	1.025.397,34	1.122.171,15
Provisions	414.718,91	249.928,70	368.418,06	285.220,22
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	14.917,30	-1.141.025,67	-3.259,69	-1.071.826,69
Debit interest and similar expenses	287.759,51	214.339,14	285.940,43	212.894,07
Plus/Minus adjustments due to exchanges in working capital or that are related to the operating activities :				
Decrease / Increase of Inventories	-1.253.973,11	62.451,01	-1.251.118,49	67.121,40
Decrease / Increase of Receivables	4.365.717,61	6.326.508,91	4.365.789,23	6.197.228,39
Decrease / Increase of payable accounts (except banks)	1.128.302,25	-3.353.097,04	1.177.405,77	-3.270.812,30
Minus:				
Credit interest and similar expenses given	-214.339,14	-13.474,73	-212.894,07	-12.107,73
Paid income tax	-1.487.400,73	-171.968,05	-1.474.916,32	-128.940,35
<b>Total inflows / outflows generated form operating activities (a)</b>	<b>1.289.812,07</b>	<b>3.851.582,39</b>	<b>1.229.439,50</b>	<b>3.762.863,57</b>
<b><u>Investing Activities</u></b>				
Purchase of subsidiaries , associates and other investments	-68.436,00	-201.180,05	-68.436,00	-201.180,05
Purchase of tangible and intangible assets	1.400,00	0,00	1.400,00	0,00
Proceeds from sale of tangible and intangible assets	36.000,00	14.236.800,01	36.000,00	14.236.800,01
Interest received	3.259,69	12.696,64	3.259,69	11.826,69
Dividends received	0,00	0,00	0,00	0,00
<b>Total inflows / outflows generated form investing activities (b)</b>	<b>-27.776,31</b>	<b>14.048.316,60</b>	<b>-27.776,31</b>	<b>14.047.446,65</b>
<b><u>Financing Activities</u></b>				
Proceeds from increase of participial capital	0,00	0,00	0,00	0,00
Proceeds from issuance of loans	6.009.282,58	1.565.077,60	6.009.282,58	1.565.077,60
Repayment of loans	-4.263.554,05	-13.500.738,11	-4.263.554,05	-13.500.738,11
Repayment of finance lease liabilities (annuity)	-16.596,19	-16.179,35	-16.596,19	-16.179,35
Capital Return	0,00	-112,84	0,00	0,00
Dividends paid	-9,15	0,00	-9,15	-112,84
<b>Total of inflows / outflows generated from financing activities (c)</b>	<b>1.729.123,19</b>	<b>-11.951.952,70</b>	<b>1.729.123,19</b>	<b>-11.951.952,70</b>
<b>Net increase / decrease in cash and cash equivalents for the period (a)+(b)+(c)</b>	<b>-343.873,01</b>	<b>3.386.175,97</b>	<b>-462.671,92</b>	<b>3.324.933,45</b>
<b>Cash and cash equivalents at the starting period</b>	<b>2.356.130,12</b>	<b>3.526.253,80</b>	<b>1.570.721,72</b>	<b>2.732.613,24</b>
<b>Cash and cash equivalents at the closing period</b>	<b>2.012.257,11</b>	<b>6.912.429,77</b>	<b>1.108.049,80</b>	<b>6.057.546,69</b>

**INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD THAT ENDED ON THE 31.03.2007**

**THE GROUP**

	Share capital	Above par	Own shares	Inventories at fair value	Other inventories	Retained earnings	Minority Rights	Total of equity
<b>Balance 01.01.2006</b>	<b>27.273.817,00</b>	<b>51.396.268,09</b>	<b>-1.085.311,77</b>	<b>9.866.605,14</b>	<b>-571.340,54</b>	<b>-18.330.533,41</b>	<b>169.739,25</b>	<b>68.719.243,76</b>
- Valuation of available for sale financial assets				2.072.291,57				2.072.291,57
<b>Net profit (loss) recognised in equity</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>2.072.291,57</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>2.072.291,57</b>
- Profit /loss for the period						-1.670.665,31	-10,25	-1.670.675,56
<b>Total profit/ loss for the period</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>2.072.291,57</b>	<b>0,00</b>	<b>-1.670.665,31</b>	<b>-10,25</b>	<b>401.616,01</b>
Own Shares			1.085.311,77		-133.926,87			951.384,90
<b>Balance 31.03.2006</b>	<b>27.273.817,00</b>	<b>51.396.268,09</b>	<b>0,00</b>	<b>11.938.896,71</b>	<b>-705.267,41</b>	<b>-20.001.198,72</b>	<b>169.729,00</b>	<b>70.072.244,67</b>
<b>Balance 01.01.2007</b>	<b>27.273.817,00</b>	<b>51.396.268,09</b>	<b>0,00</b>	<b>13.616.289,60</b>	<b>-705.267,41</b>	<b>-24.596.794,17</b>	<b>178.260,64</b>	<b>67.162.573,75</b>
- Readjustment of tangible assets				471.083,88				471.083,88
- Valuation of available for sale financial assets				-197.119,27				-197.119,27
- changes of relative companies directly to the own capital				-121.607,08				-121.607,08
<b>Net profit (loss) recognised in equity</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>152.357,53</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>152.357,53</b>
- Profit /loss for the period						-190.590,79	-333,84	-190.924,63
<b>Total profit/ loss for the period</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>152.357,53</b>	<b>0,00</b>	<b>-190.590,79</b>	<b>-333,84</b>	<b>38.567,10</b>
<b>Balance 31.03.2007</b>	<b>27.273.817,00</b>	<b>51.396.268,09</b>	<b>0,00</b>	<b>13.768.647,13</b>	<b>-705.267,41</b>	<b>-24.787.384,96</b>	<b>177.926,80</b>	<b>67.124.006,65</b>

**INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD THAT ENDED ON THE 31.03.2007**

**THE COMPANY**

	Share capital	Above par	Own shares	Inventories at fair value	Other inventories	Retained earnings	Total of equity
<b>Balance 01.01.2006</b>	<b>27.273.817,00</b>	<b>51.396.268,09</b>	<b>-1.085.311,77</b>	<b>10.020.052,13</b>	<b>-572.539,77</b>	<b>-18.574.482,16</b>	<b>68.457.803,52</b>
- Readjustment of tangible assets				2.072.291,57			2.072.291,57
<b>Net profit (loss) recognised in equity</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>2.072.291,57</b>	<b>0,00</b>	<b>0,00</b>	<b>2.072.291,57</b>
- Profit /loss for the period						-1.914.165,53	-1.914.165,53
<b>Total profit/ loss for the period</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>2.072.291,57</b>	<b>0,00</b>	<b>-1.914.165,53</b>	<b>158.126,04</b>
- Own Shares			1.085.311,77		-133.926,87		951.384,90
<b>Balance 31.03.2006</b>	<b>27.273.817,00</b>	<b>51.396.268,09</b>	<b>0,00</b>	<b>12.092.343,70</b>	<b>-706.466,64</b>	<b>-20.488.647,69</b>	<b>69.567.314,46</b>
<b>Balance 01.01.2007</b>	<b>27.273.817,00</b>	<b>51.396.268,09</b>	<b>0,00</b>	<b>13.769.736,59</b>	<b>-706.466,64</b>	<b>-24.622.777,25</b>	<b>67.110.577,79</b>
- Readjustment of tangible assets				471.083,88			471.083,88
- Valuation of available for sale financial assets				-197.119,27			-197.119,27
<b>Net profit (loss) recognised in equity</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>273.964,61</b>	<b>0,00</b>	<b>0,00</b>	<b>273.964,61</b>
- Profit /loss for the period						-280.582,36	-280.582,36
<b>Total profit/ loss for the period</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>273.964,61</b>	<b>0,00</b>	<b>-280.582,36</b>	<b>-6.617,75</b>
<b>Balance 31.03.2007</b>	<b>27.273.817,00</b>	<b>51.396.268,09</b>	<b>0,00</b>	<b>14.043.701,20</b>	<b>-706.466,64</b>	<b>-24.903.359,61</b>	<b>67.103.960,04</b>



**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 2007 – 31st March 2007**  
**(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](http://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 Middle 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 1<sup>st</sup> of January 2004.

The company until the 21<sup>st</sup> 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 1<sup>st</sup> 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.

Decreases in the carrying amount arising on revaluation, are recognised in expenses after firstly writing off any set up revaluation surplus for the specific asset.

#### **2.1.5 Taxation**

Income tax is calculated on the taxable profit for the period with the each time effective rate (25% for the year 2007, 29% for the year 2006). 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 31.03.2007.

### **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. These include the use of recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and option pricing models refined to reflect the issuer's specific circumstances.

### **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 waste.

In the table below all the subsidiaries are presented.

**CH. K. TEGOPOULOS EDITIONS S.A.**  
**INTERIM FINANCIAL STATEMENTS**  
**01.01.2007 – 31.03.2007**

a/a	Sector	Company	Percentage of participation	Country	Activity	Method of Consolidation
1.	PRINTING	FOTOKDOTIKI 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**

**01.01.2007 – 31.03.2007**

a/a	Investments in subsidiaries	Percentage of participation	Obtain value	Impairment		Accounting value 31.03.2007
				Until 31.12.2004	Until 31.12.2005	
1.	FOTOKDOTIKI 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
	<b>TOTAL</b>		<b>1.004.315,43</b>	<b>884.315,43</b>	<b>120.000,00</b>	<b>0,00</b>

**01.01.2006 – 31.03.2006**

a/a	Investments in subsidiaries	Percentage of participation	Obtain value	Impairment		Accounting value 31.12.2006
				Until 31.12.2004	Until 31.12.2005	
1.	FOTOKDOTIKI 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
	<b>ΣΥΝΟΛΟ</b>		<b>1.004.315,43</b>	<b>884.315,43</b>	<b>120.000,00</b>	<b>0,00</b>

**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 relative 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

31.03.2007

31.12.2006

a/a	Investments in subsidiaries	Accounting value 01.01.2007	Profit /loss share	Accounting value 31.03.2007	Accounting value 01.01.2006	Profit /loss share	Accounting value 31.12.2006
1.	MEDIATEL S.A.	1.191.508,77	-404.144,07	787.364,70	1.241.875,40	-50.366,63	1.191.508,77
2.	ARGOS S.A.	1.867.826,56	120.360,00	1.988.186,56	1.646.869,08	220.957,48	1.867.826,56
3.	MEDIA CALL CENTER S.A.	-	-	-	53.949,20	-53.949,20	0,00
4.	PLANATECH S.A.	141.243,96	0,00	141.243,96	125.247,97	15.995,99	141.243,96
	<b>TOTAL</b>	<b>3.344.579,29</b>	<b>-427.784,07</b>	<b>2.916.795,22</b>	<b>3.067.941,65</b>	<b>132.637,64</b>	<b>3.200.579,29</b>

### THE COMPANY

31.03.2007

31.12.2006

a/a	Investments on subsidiaries	Obtain value	Disposal	Accounting value 31.03.2007	Obtain value	Impairment	Accounting value 31.12.2006
1.	MEDIATEL S.A.	1.108.800,00	-	1.108.800,00	1.108.800,00	-	1.108.800,00
2.	ARGOS S.A.	1.063.986,00	-	1.063.986,00	1.063.986,00	-	1.063.986,00
3.	MEDIA CALL CENTER S.A.	-	-	-	144.000,00	-	144.000,00
4.	PLANATECH S.A.	120.000,00	-	120.000,00	420.000,00	-300.000,00	120.000,00
	<b>TOTAL</b>	<b>2.436.786,00</b>	<b>144.000,00</b>	<b>2.292.786,00</b>	<b>2.736.786,00</b>	<b>-300.000,00</b>	<b>2.436.786,00</b>

In March 2007 the company sold its percentage of participation (20%) of the relative company “MEDIA CALL CENTER S.A” in the amount of € 144.000,00. The mentioned percentage was sold to the company MEDIATEL S.A.. the amount of selling €144.000,00 is equal to the historical value of acquisition of the mentioned relative company. Consequently, as far as it concerns the parent company’s Balance

Sheet the result from the sale is equal to zero. On a consolidated basis a profit of € 144.000,00 comes up and the investment was fully impaired in the use 2006 due to accumulated loss of the relative company.

### 2.3 INFORMATION BY SECTOR

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

#### A) Publishing

The main activity of the company is editions. Edits the most important Greek political newspapers ELEFTHEROTYPIA and KYRIAKATIKI 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 brochure

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 31.03.2007 and its comparative period 31.03.2006.

#### **Information by sector for the group (31.03.2007)**

amounts in euro

01.01. – 31.03.2007	Editions	Printings	Total
PROCEEDS			
Total of sales	24.077.390,23	3.975.849,07	28.053.239,30
Interfirm sales	1.273,58	1.102.072,00	1.103.345,58
Net sales	24.076.116,65	2.873.777,07	26.949.893,72
Results by sector	-564.972,40	631.827,97	66.855,57

#### **Information by sector for the group (31.03.2006)**

amounts in euro

01.01. – 31.03.2006	Editions	Printings	Total
PROCEEDS			
Total of sales	24.712.478,10	3.330.806,20	28.043.284,30
Interfirm sales	1.194,42	1.069.612,77	1.070.807,19
Net sales	24.711.283,68	2.261.193,43	26.972.477,11
Results by sector	-3.033.108,32	194.432,89	-2.838.675,43

### **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**

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.- 31.03.2007 )									
THE GROUP									
	CHANGES OF TANGIBLE ASSETS				DEPRECIATIONS				NET UNDEPRECIATED VALUE 31.03.2007
	REMAIN 31/12/2006	INSERTIONS OF USE	DEDUCTIONS OF USE	TOTAL 31/03/2007	REMAIN OF DEPRECIATION 1/1/2007	INSERTIONS OF USE	DEDUCTIONS OF USE	TOTAL OF DEPRECIATIONS 31/03/2007	
COURTS - PROPERTY	14.310.335,00	0,00	0,00	14.310.335,00	0,00	0,00	0,00	0,00	14.310.335,00
BUILDINGS & INSTALLATIONS	33.203.070,67	33.187,50	0,00	33.236.258,17	2.073.321,35	199.342,85	0,00	2.272.664,20	30.963.593,97
EQUIPMENT & TECHN. INSTALLATIONS	37.780.254,37	587,00	0,00	37.780.841,37	17.454.968,99	731.084,17	0,00	18.186.053,16	19.594.788,21
MEANS OF TRANSPORT	610.205,71	7.568,00	5.655,00	612.118,71	421.121,05	12.304,39	2.199,81	431.225,63	180.893,08
FURNITURE & OTHER EQUIPMENT	7.234.227,19	27.744,13	650,63	7.261.320,69	6.394.797,76	82.595,47	0,00	6.477.393,23	783.927,46
<b>TOTAL</b>	<b>93.138.092,94</b>	<b>69.086,63</b>	<b>6.305,63</b>	<b>93.200.873,94</b>	<b>26.344.209,15</b>	<b>1.025.326,88</b>	<b>2.199,81</b>	<b>27.367.336,22</b>	<b>65.833.537,72</b>
THE COMPANY									
	CHANGES OF TANGIBLE ASSETS				DEPRECIATIONS				NET UNDEPRECIATED VALUE 31.03.2007
	REMAIN 31/12/2006	INSERTIONS OF USE	DEDUCTIONS OF USE	TOTAL 31/03/2007	REMAIN OF DEPRECIATION 1/1/2007	INSERTIONS OF USE	DEDUCTIONS OF USE	TOTAL OF DEPRECIATIONS 31/03/2007	
COURTS - PROPERTY	14.310.335,00	0,00	0,00	14.310.335,00	0,00	0,00	0,00	0,00	14.310.335,00
BUILDINGS & INSTALLATIONS	33.203.070,67	33.187,50	0,00	33.236.258,17	2.073.321,35	199.342,85	0,00	2.272.664,20	30.963.593,97
EQUIPMENT & TECHN. INSTALLATIONS	37.780.254,37	587,00	0,00	37.780.841,37	17.454.968,99	731.084,17	0,00	18.186.053,16	19.594.788,21
MEANS OF TRANSPORT	610.205,71	7.568,00	5.655,00	612.118,71	421.121,05	12.304,39	2.199,81	431.225,63	180.893,08
FURNITURE & OTHER EQUIPMENT	7.232.947,41	27.093,50	650,63	7.259.390,28	6.393.518,19	82.595,47	650,63	6.475.463,03	783.927,25
<b>TOTAL</b>	<b>93.136.813,16</b>	<b>68.436,00</b>	<b>6.305,63</b>	<b>93.198.943,53</b>	<b>26.342.929,58</b>	<b>1.025.326,88</b>	<b>2.850,44</b>	<b>27.365.406,02</b>	<b>65.833.537,51</b>

## 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

α/α	FINANCIAL ASSETS AVAILABLE FOR SALE	PERCENTAGE OF PARTICIPATION	ACCOUNTING VALUE	
			31.03.2007	31.12.2006
1.	EMFASIS EDITIONS S.A.	9,375%	187.357,25	206.092,71
2.	THLETYPOS S.A.	2,680%	4.139.001,00	4.378.143,28
3	SHARES OF MUTUAL FUND EUROBANK S.A.		647.816,32	587.057,85
	<b>TOTAL</b>		<b>4.974.174,57</b>	<b>5.171.293,84</b>

### THE COMPANY

α/α	FINANCIAL ASSETS AVAILABLE FOR SALE	PERCENTAGE OF PARTICIPATION	ACCOUNTING VALUE	
			31.03.2007	31.12.2006
1.	EMFASIS EDITIONS S.A.	9,375%	187.357,25	206.092,71
2.	THLETYPOS S.A.	2,680%	4.139.001,00	4.378.143,28
3.	SHARES OF MUTUAL FUND EUROBANK S.A.		647.816,32	587.057,85
	<b>TOTAL</b>		<b>4.974.174,57</b>	<b>5.171.293,84</b>

The shares of THLETYPOS S.A. and the Mutual Fund are pictured in the non circulated financial assets as the Management does not know when will they be liquidated.

## 5.3 Deferred Income Tax

	THE GROUP		THE COMPANY	
	31/3/2007	31/12/2006	31/3/2007	31/12/2006
<b>Receivables</b>				
FROM PROVISIONS OF DOUBTFUL ACCOUNTS	604.314,10	604.314,10	604.314,10	604.314,10
FROM TAXATION LOSS FOR THE USE 2006-2005	2.178.397,86	2.178.397,86	2.178.397,86	2.178.397,86
FROM RETIREMENT BENEFITS	2.899.389,28	3.178.758,24	2.428.157,85	2.719.103,02
<b>TOTAL</b>	<b>5.682.101,24</b>	<b>5.961.470,20</b>	<b>5.210.870,81</b>	<b>5.501.814,98</b>
<b>Liabilities</b>				
FROM ADJUSTMENTS OF COURTS	2.260.279,26	2.621.923,94	2.260.279,26	2.621.923,94
FROM ADJUSTMENTS OF BUILDINGS	683.995,03	793.434,23	683.995,03	793.434,23
FROM DEPRECIATIONS OF BULDINGS	723.470,30	773.847,54	723.470,30	773.847,54
<b>TOTAL</b>	<b>3.667.744,59</b>	<b>4.189.205,71</b>	<b>3.667.744,59</b>	<b>4.189.205,71</b>
<b>SET – OFF TOTAL</b>	<b>2.014.356,65</b>	<b>1.772.264,49</b>	<b>1.543.126,22</b>	<b>1.312.609,27</b>

The deffered income tax is checked set- off (receivables – liabilities) and the remaining tax that comes up (credit – debit) is displayed in the Asset or the Liability.

#### 5.4 Other receivables

	THE GROUP		THE COMPANY	
	31.03.2007	31.12.2006	31.03.2007	31.12.2006
Given guarantees				
	<b>21.135,42</b>	<b>21.135,42</b>	<b>21.145,18</b>	<b>21.145,18</b>

#### 5.5 Inventories

Merchandise	808.752,90	639.581,04	808.752,90	639.581,04
Finished goods	1.030.736,00	452.950,48	1.030.736,00	452.950,48
Sub products	3.602,36	21.793,25	3.602,36	21.793,25
Raw & auxiliary materials	1.080.112,29	1.054.059,38	1.077.972,71	1.051.919,80
Consumables	312.963,98	276.565,88	312.963,98	276.565,88
Spare Parts	717.505,62	671.883,19	717.505,62	671.883,19
<b>TOTAL</b>	<b>3.953.673,15</b>	<b>3.116.833,22</b>	<b>3.951.533,57</b>	<b>3.114.693,64</b>

#### 5.6 Trade & Other receivables

Trade receivables	14.611.597,51	14.959.199,84	14.580.787,88	14.934.029,78
Notes receivables	16.187,10	16.187,10	16.187,10	16.187,10
Cheques receivables	5.525.302,35	7.367.099,50	5.525.302,35	7.367.099,50
Cheques overdue	1.913.847,50	1.858.577,05	1.913.847,50	1.858.577,05
Cheques pledged	10.388.831,67	7.156.533,57	10.388.831,67	7.156.533,57
Loans to personnel	15.062,38	13.557,96	15.062,38	13.557,96
Receivables due from Greek Government	1.101.003,45	1.099.379,19	1.100.528,66	1.098.904,40
Other receivables	2.237.377,41	2.098.433,74	2.237.377,41	2.098.433,74
Transit debit balances	456.634,72	228.643,19	456.634,72	228.643,19
Blocked deposits	348.765,74	137.712,65	348.765,74	137.712,65
<b>TOTAL</b>	<b>36.614.609,83</b>	<b>34.935.323,79</b>	<b>36.583.325,41</b>	<b>34.909.678,94</b>

#### 5.7 Cash and Cash Equivalents

Cash in hand	63.929,72	113.160,25	58.380,05	106.656,87
Current and time deposits	1.948.327,39	2.242.969,87	1.049.669,75	1.464.064,85
<b>TOTAL</b>	<b>2.012.257,11</b>	<b>2.356.130,12</b>	<b>1.108.049,80</b>	<b>1.570.721,72</b>

#### 5.8 Share Capital

Divided into 54.547.634 common nominal shares with value per share 0,50 € Further analysis in the statement of changes of own capitals.	<b>27.273.817,00</b>	<b>27.273.817,00</b>	<b>27.273.817,00</b>	<b>27.273.817,00</b>
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#### 5.9 Long term bank loans

	<b>6.047.972,51</b>	<b>6.061.607,73</b>	<b>6.047.972,51</b>	<b>6.061.607,73</b>
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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 :

- a) Issue of a debenture loan of Euro 20 million, ( remaining amount on the 31.03.2007 €2.250.000,00) 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. and
- b) Issue of a debenture loan of Euro 10 million, ( remaining amount on the 31.03.2007 €5.830.000), 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 with a balance at 31.03.2007 of €8.850.550,80.

In detail the loans are as following:

TYPE OF LOAN	Debenture Loan 20million €	Debenture Loan 10 million €	Working Capital	Leasing	Total
Long term Bank Loan	-	5.830.000,00	-	217.972,51	6.047.972,51
Short term bank Loan (5.15 note)	2.250.000,00	-	8.850.550,80	-	11.100.550,80
<b>TOTAL</b>	<b>2.250.000,00</b>	<b>5.830.000,00</b>	<b>8.850.550,80</b>	<b>217.972,51</b>	<b>17.148.523,31</b>

### 5.10 Provisions for benefits to the employees

	THE GROUP		THE COMPANY	
	31.03.2007	31.12.2006	31.03.2007	31.12.2006
Provisions for compensation of employees	11.446.840,44	11.064.121,53	9.712.635,36	9.376.217,30

The average of the employed personnel in the end of the current use is for the company 980 individuals (608 employees, 142 workers & 230 part time working) and for the group 1.188 individuals (816 employees, 142 workers & 230 part time working) . 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 31/03/2007 has been accounting written and is included in the financial statements according to the IFRS 19.

### 5.11 Other provisions

Provisions for bad receivables	2.583.841,71	2.583.841,71	2.583.841,71	2.583.841,71
Provisions for tax audit differences	474.000,00	442.000,00	474.000,00	442.000,00
Provisions for Property Tax 2006	0,00	126.998,50	0,00	126.998,50
<b>TOTAL</b>	<b>3.057.841,71</b>	<b>3.152.840,21</b>	<b>3.057.841,71</b>	<b>3.152.840,21</b>

### 5.12 Grants of Property, Plant & equipment

<b>TOTAL</b>	<b>2.118.701,58</b>	<b>2.203.161,03</b>	<b>2.118.701,58</b>	<b>2.203.161,03</b>
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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 of €2.289.069,73 in 1999 and 2001. The depreciated grants of asset are presented in the following chart:

Initial Grant	4.578.136,46	4.578.139,46	4.578.137,46	4.578.139,46
Minus Depreciations	2.459.434,88	2.374.978,43	2.459.435,88	2.374.978,43
Undepreciated amount	<b>2.118.701,58</b>	<b>2.203.161,03</b>	<b>2.118.701,58</b>	<b>2.203.161,03</b>

### 5.13 Trade payables and other short term liabilities

	THE GROUP		THE COMPANY	
	31.03.2007	31.12.2006	31.03.2007	31.12.2006
<b>Trade Payables</b>				
It concerns liabilities from usual transactions of the company	<b>5.981.584,27</b>	<b>5.478.544,19</b>	<b>5.833.276,95</b>	<b>5.391.549,79</b>
<b>Creditors</b>				
Wages payables	132.586,86	218.656,13	134.326,86	218.656,13
Dividends payable	155.679,88	155.689,03	134.179,88	134.189,03
Guarantee beneficiaries	28.285,67	28.285,67	28.487,14	27.896,42
Cheques payable	8.146.171,18	9.939.097,65	8.146.171,18	9.939.097,65
Outstanding bank credits	50.556,37	45.627,13	50.556,37	45.627,13
Other liabilities	1.181.974,84	58.113,52	1.174.358,90	51.088,30
	<b>9.695.254,80</b>	<b>10.445.469,13</b>	<b>9.668.080,33</b>	<b>10.416.554,66</b>
<b>Liabilities form taxes – duties</b>				
V.A.T.	223.707,87	106.972,02	221.847,71	112.847,64
Payroll tax – ER's Contributions	385.313,60	627.743,38	364.940,39	778.295,04
Other Taxes and Duties	136.319,28	209.942,75	133.703,00	18.202,78
Stamp tax	1.082,13	3.345,77	1.082,13	3.344,29
	<b>746.422,88</b>	<b>948.003,92</b>	<b>721.573,23</b>	<b>912.689,75</b>
<b>Social Security</b>				
Social Security Institution	257.366,89	525.438,93	239.700,97	493.072,67
Other pension funds of Main Insurance	207.053,93	392.975,93	157.428,17	301.176,027
Auxiliary Insurance Pension Funds	57.151,96	109.468,98	46.165,33	88.126,59
AD stamp Tax	499.791,28	415.120,59	499.791,28	415.120,59
	<b>1.021.364,03</b>	<b>1.443.004,43</b>	<b>943.085,75</b>	<b>1.297.495,87</b>
<b>TOTAL</b>	<b>17.444.625,98</b>	<b>18.315.021,67</b>	<b>17.166.016,26</b>	<b>18.018.290,07</b>

### 5.14 Current Income Tax

Non existing	0,00	0,00	0,00	0,00
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### 5.15 Short Term Bank Loans

TOTAL	<b>11.100.550,80</b>	<b>9.239.822,27</b>	<b>11.100.550,80</b>	<b>9.239.822,27</b>
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### 5.16 Provisions & Other Liabilities

	<b>0,00</b>	<b>168.295,77</b>	<b>0,00</b>	<b>168.295,77</b>
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## 6. ANALYSIS OF THE REVENUE ACCOUNTS

### 6.1 Revenue and other Operating Income

	THE GROUP		THE COMPANY	
	31.03.2007	31.03.2006	31.03.2007	31.03.2006
Income from sale of newspapers e.t.c.	14.506.136,00	14.819.043,09	14.494.705,70	14.812.571,70
Income from rendered services (entries)	10.867.612,01	9.094.887,74	10.867.612,01	9.094.887,74
Income from sales of Merchandise	1.300.949,95	2.870.271,34	1.300.949,95	2.870.271,34
Income from sales of other inventories	275.195,76	188.274,94	275.195,76	188.274,94
<b>TOTAL</b>	<b>26.949.893,72</b>	<b>26.972.477,11</b>	<b>26.938.463,42</b>	<b>26.966.005,72</b>

### 6.2 Sales Cost

Cost of Inventories	6.423.468,13	6.910.552,08	6.420.832,19	6.909.257,80
Payroll costs	8.063.055,09	7.088.222,27	7.144.548,43	6.326.674,32
Wages and expenses of third parties	2.883.219,98	2.850.214,01	3.325.038,27	3.207.921,60
Utilities of third parties	731.048,00	461.476,43	731.381,18	461.476,43
Taxes – duties	19.054,16	272.286,75	19.054,16	272.286,50
Other expenses	546.383,95	1.699.084,02	471.749,27	1.707.927,42
Interests and similar expenses	0,00	0,00	0,00	0,00
Depreciation of PPE	998.121,77	1.040.525,66	998.121,77	1.040.525,66
Special expenses	417.056,65	0,00	417.056,65	0,00
Operating Provisions	349.361,55	249.928,70	303.060,70	285.220,22
<b>TOTAL</b>	<b>20.430.769,28</b>	<b>20.572.289,92</b>	<b>19.830.842,62</b>	<b>20.211.290,20</b>

### 6.3 Other operating Income

Income from side business	<b>273.888,33</b>	<b>218.080,77</b>	<b>275.161,91</b>	<b>219.275,19</b>
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### 6.4 Disposal expenses

Wages and expenses of personnel	298.898,00	729.344,71	298.898,00	650.985,01
Wages and expenses of third parties	3.787.439,81	5.204.874,51	4.391.111,32	5.858.096,74
Utilities of third parties	27.183,28	40.505,32	27.195,67	40.505,32
Taxes – duties	18.623,15	35.797,32	18.623,15	35.797,32
Other expenses	1.280.626,80	2.024.275,05	1.356.702,70	2.011.167,56
Interests and similar expenses	0,00	0,00	0,00	0,00
Depreciation of PPE	7.690,48	22.534,62	7.690,48	22.534,62
Provisions of disposal	65.357,36	0,00	65.357,36	0,00
<b>TOTAL</b>	<b>5.485.818,88</b>	<b>8.057.331,53</b>	<b>6.165.578,69</b>	<b>8.619.086,57</b>

### 6.5 Administrative expenses

Wages and expenses of personnel	613.103,45	631.465,74	613.103,45	563.622,01
Wages and expenses of third parties	193.502,78	196.000,69	210.044,13	220.599,17
Utilities of third parties	70.905,09	103.765,19	70.559,50	103.765,19
Taxes – duties	7.219,39	14.330,51	7.219,39	14.330,51
Other expenses	62.134,19	179.718,30	54.027,15	178.554,59
Interests and similar expenses	0,00	0,00	0,00	0,00
Depreciation of PPE	19.585,09	56.250,66	19.585,09	56.250,66
<b>TOTAL</b>	<b>966.449,99</b>	<b>1.181.531,09</b>	<b>974.538,71</b>	<b>1.137.122,13</b>

## 6.6 Financial Results

	THE GROUP		THE COMPANY	
	31.03.2007	31.03.2006	31.03.2007	31.03.2006
Debit Interest and other expenses	-287.759,51	-214.339,14	-285.940,43	-212.894,07
Income from sale of THLETYPOS S.A. Shares	0,00	1.060.000,00	0,00	1.060.000,00
Income from Dividends	0,00	0,00	0,00	0,00
Income from securities	0,00	0,00	0,00	0,00
Credit interests and other expenses	3.259,69	12.696,64	3.259,69	11.826,69
<b>TOTAL</b>	<b>-284.499,82</b>	<b>858.357,50</b>	<b>-282.680,74</b>	<b>858.932,62</b>

## 6.7 Income from associate companies

MEDIATEL S.A.	-282.536,99	3.844,10	0,00	0,00
ARGOS S.A.	120.360,00	84.459,48	0,00	0,00
MEDIA CALL CENTER S.A.	144.000,00	-19.974,55	0,00	0,00
PLANATECH S.A.	0,00	0,00	0,00	0,00
<b>TOTAL</b>	<b>-18.176,99</b>	<b>68.329,03</b>	<b>0,00</b>	<b>0,00</b>

## 6.8. INCOME TAX ANALYSIS

	THE GROUP		THE COMPANY	
	31/03/2007	31/03/2006	31/3/2007	31/3/2006
<b><u>EXPENSES</u></b>				
BUILDING DEPRECIATIONS	56.360,35	59.674,02	56.360,35	59.674,02
FROM CHANGE OF TAX RATES – PROVISION OF DEPRECIATION DIFFERENCE	-106.737,59	0,00	-106.737,59	0,00
<b>TOTAL</b>	<b>-50.377,24</b>	<b>59.674,02</b>	<b>-50.377,24</b>	<b>59.674,02</b>
<b><u>INCOME</u></b>				
PROVISION OF COMPENSATION OF PERSONNEL FOR THE USE FORM CHANGE OF DEFERRED TAX LIABILITIES OF PROVISION OF COMPENSATION OF PERSONELLE DUE TO CHANGE OF TAX RATES	95.679,73	82.906,59	84.104,52	68.793,86
	-375.048,69	0,00	-375.048,69	0,00
<b>TOTAL</b>	<b>-279.368,96</b>	<b>82.906,59</b>	<b>-290.944,17</b>	<b>68.793,86</b>
<b>TOTAL OF INCOME TAX</b>	<b>-228.991,72</b>	<b>23.232,57</b>	<b>-240.566,93</b>	<b>9.119,84</b>

The company's earnings were taxed for the year 2007 with the tax rate applicable 25% and for the year 2006 with 29% 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 474.000,00 € for the uses 2002-2007 (31.03.2007).

## 6. 9. Analysis of earnings per share

	THE GROUP		THE COMPANY	
	31/3/2007	31/3/2006	31/3/2007	31/3/2006
Profit / (loss) for the period after taxes	-190.590,79	-1.670.665,31	-280.582,36	-1.914.165,53
Stabilized average number of common shares	54.547.634	54.547.634	54.547.634	54.547.634
Profit /(loss) per share in euro	-0,003	-0,031	-0,005	-0,035

## 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>BUYINGS FROM ASSOCIATES &amp; SUBSIDIARIES 01.01.-31.03.2007</u>	<u>SALES TOWARDS ASSOCIATES &amp; SUBSIDIARIES 01.01.- 31.03.2007</u>	<u>REMAINING AMOUNT 31/03/2007</u>		<u>GIVEN GUARANTEES</u>
			<u>PROVISIONS</u>	<u>LIABILITIES</u>	
MEDIATEL S.A	0,00	58.197,89	74.449,61	0,00	-
PLANATECH S.A	0,00	20.045,04	429.999,27	0,00	770.000,00
MEDIA CALL CENTER S.A	0,00	29.843,06	178.087,38	0,00	-
ARGOS S.A.	4.111.196,32	0,00	21.613,15	0,00	-
	<b>4.111.196,32</b>	<b>108.085,99</b>	<b>704.149,41</b>	<b>0,00</b>	<b>770.000,00</b>
<u>B . SUBSIDIARIES</u>					
FOTOEKDOTIKI S.A.	1.102.072,00	885,00	18.636,36	166.199,11	-
EPSILON NET AEBE	0,00	388,58	403,07	0,00	-
EPSILON GRAPHIC ARTS S.A.	0,00	0,00	0,00	1,76	-
	<b>1.102.072,00</b>	<b>1.273,58</b>	<b>19.039,43</b>	<b>166.200,87</b>	<b>-</b>

## **8.2 Payments of the Board of Directors**

The payments of the executive and non executive members of the Board of Directors did not receive any payment for this membership for the period from 01.01.2007 – 31.03.2007. For their membership as executive cadres of the company received the amount of €189.208,62.

The independent non executive members of the Board of Directors for the period from 01.01.2007 - 31.03.2007 did not receive any payment.

## **8.3 Payments of the Managers**

The payments of the Managers during the period from 01.01.2007 – 31.03.2007 were amounting the total of 399.625,81 €

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

- On the 11.04.2007 a contract was signed between the company and the National Bank of Greece concerning an open current account amounting five million euros covered 100% with clients cheques.
- On the 16.05.2007 a contract was signed between the company and the ALPHA BANK concerning an open current account amounting five million euros covered 100% with clients cheques for debit remainig amount over 2 million euros.
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## **10. 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 22<sup>nd</sup> of May 2007.

Athens 22<sup>nd</sup> of May 2007

**CHAIRMAN OF THE BOARD**

**OF DIRECTORS**

**VICE PRESIDENT**

**MANAGING DIRECTOR**

**Athanasios St. Tegopoulos**  
**X 080928/2004**

**Dionissios Char. Avgoustiniatos**  
**A 092664/1961**

**Eleni Chr. Tegopoulou**  
**N 032130/1984**

**ACCOUNTS D.p.t**  
**DIRECTOR**

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

**Vassilios Tsabokas**  
**N 244187/1983**

**Evangelos Tatsis**  
**P 673041/1994**