



# PROET S.A.

Number 27859/01AT/B/92/40/03 in the register of Societes Anonymes  
80, AMAROUSSIOU-HALANDRIOU STR., 151 25, MAROUSI

Annual Financial Statements for the period ended December 31, 2005

(published in accordance with Law 2190, article 135 on companies preparing annual financial accounts, both consolidated and non-consolidated, under IAS & IFRS)

The figures and information illustrated below aim to provide a summary view of the financial position and results of PROET S.A.. We advise readers seeking a complete view of the Company's financial position and results to access the annual financial accounts prepared under IAS & IFRS and the auditor's report. This information is accessible on the Company's web site.

## CORPORATE INFORMATION

|  |   |   |
|--|---|---|
| Board of Directors   | : | President: Andreas Stephanides<br>Vice President: Konstantinos Kouvaras<br>Technical Director: Dimitris Pantakas<br>Directors: Christos Joannou, Konstantinos Mitzalis, Dimitris Mavromatis, Emmanouil Koundourakis |
| Type of Financial Accounts (which this financial statement draws upon)                             | : | Annual Financial Accounts 2005  |
| Date of Authorisation of the Annual Financial Accounts (which this financial statement draws upon) | : | March 24, 2006  |
| Public Certified Accountant  | : | Venetia Triantopoulou - Anastasopoulou - R.N. 12391   |
| Auditing Firm  | : | BKR PROTYPOS ELEGKTIKI S.A.   |
| Type of Auditor's Review Report  | : | <b>Unqualified Opinion</b>  |
| Website address for accessing the Annual Accounts  | : | <a href="http://www.jp-avax.gr">www.jp-avax.gr</a>  |

| <b>BALANCE SHEET</b><br>amounts in € '000  |   |                          | <b>INCOME STATEMENT</b><br>amounts in € '000 |                   |  |
|--|---|--------------------------|--|-------------------|--|
| COMPANY  |   |                          | COMPANY                                      |                   |  |
|  | 31/12/2005  | 31/12/2004               | 1/1-31/12/2005                               | 1/1-31/12/2004    |  |
| <b>ASSETS</b>  |   |                          |  |                   |  |
| Non-current Assets   | 1.389   | 1.514                    | 8.930  | 9.290             |  |
| Inventories  | 2.486   | 2.209                    | (8.202)                                      | (8.502)           |  |
| Trade and other receivables  | 5.464   | 3.128                    | <b>728</b>                                   | <b>788</b>        |  |
| Cash and cash equivalents  | 14  | 123                      |  |                   |  |
| <b>TOTAL ASSETS</b>  | <b>9.353</b>  | <b>6.975</b>             |  |                   |  |
| <b>LIABILITIES</b>   |   |                          |  |                   |  |
| Non-current Liabilities  | 125   | 120                      | (33)   | (117)             |  |
| Bank overdrafts and loans  | 1.388   | -                        | (492)  | (484)             |  |
| Other current Liabilities  | 2.516   | 1.395                    | (466)  | (524)             |  |
| <b>Total Liabilities (a)</b>   | <b>4.029</b>  | <b>1.515</b>             | <b>(75)</b>                                  | <b>(10)</b>       |  |
| Equity attributable to equity holders of the parent  | 5.324   | 5.460                    |  |                   |  |
| <b>Total Equity (b)</b>  | <b>5.324</b>  | <b>5.460</b>             |  |                   |  |
| <b>TOTAL LIABILITIES AND EQUITY (a+b)</b>  | <b>9.353</b>  | <b>6.975</b>             |  |                   |  |
| <b>STATEMENT OF CHANGES IN EQUITY</b><br>amounts in € '000   |   |                          |  |                   |  |
| COMPANY  |   |                          |  |                   |  |
|  | 31/12/2005  | 31/12/2004               |  |                   |  |
| Equity balance at the beginning of period (1/1/05 and 1/1/04 respectively)   | 5.460   | 5.557                    |  |                   |  |
| Net profit/(loss) per income statement, after tax  | (136)   | (97)                     |  |                   |  |
| Equity balance at the end of period (31/12/05 and 31/12/04 respectively)   | <b>5.324</b>  | <b>5.460</b>             |  |                   |  |
| <b>COMPANY'S STRUCTURE</b>   |   |                          |  |                   |  |
| The associate company of PROET which is included in the consolidated financial statements of the parent company J&P-AVAX, is:  |   |                          |  |                   |  |
| <b>Equity Consolidation method (associates)</b>  |   |                          |  |                   |  |
| SY-PRO AVEE, Athens  | 25%   |                          |  |                   |  |
| <b>NOTES TO THE ACCOUNTS</b>   |   |                          |  |                   |  |
| 1  | The accounting policies applied in preparing the financial statements are the same as those applied for last year's comparatives.   |                          |  |                   |  |
| 2  | The Company has been tax audited up to year 2002.   |                          |  |                   |  |
| 3  | There is no collateral security on the company's fixed assets   |                          |  |                   |  |
| 4  | There are no cases under dispute of arbitrage as well as judicial decisions, which might cause important implications in the financial condition or operation of the company  |                          |  |                   |  |
| 5  | The Company's sales from and to affiliated companies (as defined in IAS 24) cumulatively from the start of the fiscal year amount to €5.751 thousand.<br>The balance of the Company's receivables from and payables to affiliated companies (as defined in IAS 24) at the end of the fiscal year, amount to €82 thousand and €6 thousand, respectively. |                          |  |                   |  |
| 6  | Number of employees at the end of the reporting period:   |                          |  |                   |  |
|  | COMPANY   |                          |  |                   |  |
|  | 31/12/2005  | 31/12/2004               |  |                   |  |
| Salaried personnel   | 35  | 24                       |  |                   |  |
| Wages-paid personnel   | 46  | 40                       |  |                   |  |
| <b>Total</b>   | <b>81</b>   | <b>64</b>                |  |                   |  |
| 7  | Earnings per share are calculated using the weighted average number of shares for the period  |                          |  |                   |  |
| 8  | The Board of Directors approved the above financial statements on March 24, 2006  |                          |  |                   |  |
| <b>CASH FLOW STATEMENT</b><br>amounts in € '000  |   |                          |  |                   |  |
| COMPANY  |   |                          |  |                   |  |
|  | 1/1-31/12/2005  | 1/1-31/12/2004           |  |                   |  |
| <b>Cash Flow from Operating Activities</b>   |   |                          |  |                   |  |
| <b>Loss before tax</b>   | <b>-135</b>   | <b>-26</b>               |  |                   |  |
| <i>Adjustments for:</i>  |   |                          |  |                   |  |
| Depreciation   | 176   | 220                      |  |                   |  |
| Provisions   | 5   | (22)                     |  |                   |  |
| Interest income  | -   | (7)                      |  |                   |  |
| Interest expense   | 60  | 22                       |  |                   |  |
| <b>Change in working capital</b>   |   |                          |  |                   |  |
| (Increase)/decrease in inventories   | (277)   | (1.041)                  |  |                   |  |
| (Increase)/decrease in trade and other receivables   | (2.337)   | 282                      |  |                   |  |
| Increase/(decrease) in payables  | 1.121   | (302)                    |  |                   |  |
| Interest paid  | (60)  | (23)                     |  |                   |  |
| Income taxes paid  | -1  | -204                     |  |                   |  |
| <b>Cash Flow from Operating Activities (a)</b>   | <b>(1.448)</b>  | <b>(1.101)</b>           |  |                   |  |
| <b>Cash Flow from Investing Activities:</b>  |   |                          |  |                   |  |
| Purchase of tangible and intangible assets   | (91)  | (52)                     |  |                   |  |
| Acquisition of subsidiaries, associates, JVs and other investments   | 42  | 35                       |  |                   |  |
| Interest received  | -   | 7                        |  |                   |  |
| <b>Cash Flow from Investing Activities (b)</b>   | <b>(49)</b>   | <b>(10)</b>              |  |                   |  |
| <b>Cash Flow from Financing Activities</b>   |   |                          |  |                   |  |
| Proceeds from loans  | 1.388   | -                        |  |                   |  |
| <b>Cash Flow from Financing Activities (c)</b>   | <b>1.388</b>  | <b>-</b>                 |  |                   |  |
| <b>Net increase in cash and cash equivalents (a)+(b)+(c)</b>   | <b>(109)</b>  | <b>(1.111)</b>           |  |                   |  |
| <b>Cash and cash equivalents at the beginning of the period</b>  | <b>123</b>  | <b>1.234</b>             |  |                   |  |
| <b>Cash and cash equivalents at the end of the period</b>  | <b>14</b>   | <b>123</b>               |  |                   |  |
| <b>RECONCILIATION OF EQUITY BETWEEN GREEK GENERAL ACCEPTED ACCOUNTING PRACTICES (GR.G.A.A.P.) AND INTERNATIONAL ACCOUNTING STANDARDS (I.A.S.) &amp; INTERNATIONAL FINANCIAL REPORTING STANDARDS (I.F.R.S.) AT THE BEGINNING OF THE PERIOD (1/1/2004 AND 1/1/2005 RESPECTIVELY)</b> |   |                          |  |                   |  |
| COMPANY  |   |                          |  |                   |  |
|  | 1/1/2005  | 1/1/2004                 |  |                   |  |
| <b>Equity balance, according to GR G.A.A.P.</b>  | <b>6.037</b>  | <b>6.093</b>             |  |                   |  |
| Derecognition of intangible assets, according to I.A.S. & I.F.R.S.   | -16   | -21                      |  |                   |  |
| Recognition of provisions, according to I.A.S. & I.F.R.S.  | (507)   | (506)                    |  |                   |  |
| Application of I.A.S. 31 (on consolidation of Joint Ventures)  | (18)  | 25                       |  |                   |  |
| Reclassification of tangible asset revaluation reserves, as per tax legislation  | (15)  | -                        |  |                   |  |
| Revision of the policy for recognition of government grants (reclassification from net equity to deferred income)  | (21)  | (34)                     |  |                   |  |
| <b>Equity balance, according to I.A.S. &amp; I.F.R.S.</b>  | <b>5.460</b>  | <b>5.557</b>             |  |                   |  |
| Marousi, March 24 2006   |   |                          |  |                   |  |
| THE PRESIDENT  | VICE PRESIDENT  | DIRECTOR-GENERAL MANAGER | FINANCE MANAGER                              | SENIOR ACCOUNTANT |  |
| ANDREAS STEPHANIDES  | KONSTANTINOS KOUVARAS   | DIMITRIS MAVROMATIS      | ATHINA ELIADES                               | IOANNIS MPARTZAS  |  |