

"FOLLI - FOLLIE" AE

Companies Register No. 18989/06/B/89/17

CONDENSED FINANCIAL DATA AND INFORMATION FOR THE YEAR FROM 1 JANUARY 2005 TO 31 DECEMBER 2005

(Published according to L. 2190, article 135 for enterprises that prepare annual financial statements, consolidated and unconsolidated, according to International Financial Reporting Standards - IFRS)

Company name: FOLLI-FOLLIE AE
 Registered Office: 23rd Km Athens - Lamia National Road - Aq. Stefanos
 Supervisory Authority: MINISTRY OF DEVELOPMENT/General Secretariat of Commerce,
 Societes Anonymes of the Ministry of Development
 Board of Directors: Dimitrios Koutsolioutsos - Georgios Koutsolioutsos
 Aikaterini Koutsolioutsou - Zaharias Mantzavinos
 Elias Koufoukouris - Haralambos Papadopoulos
 Closing Date of Current Year: 31 December 2005
 Auditing Company: SOL S.A. Certified Public Accountants Auditors
 ASSOCIATED CERTIFIED PUBLIC ACCOUNTANTS
 Certified Public Accountant Auditor: Dimitrios I. Iakovidis
 Type of Auditors' Report: Unqualified
 Date of Approval:
 of Annual Financial Statements
 (from which this data has been extracted): 15 March 2006
 Internet address: www.follifollie.com



The following data and information aim at providing a general knowledge for the financial position and the results of operations of "FOLLI - FOLLIE" A.E. Therefore, it is recommended, the reader who seeks to have an overview of the financial position and results of the company, before proceeding to any kind of investment decision or other transaction with the Company, must visit the Company's web site, at the internet address www.follifollie.com where are posted the Annual Financial Statements prepared according to the International Financial Reporting Standards accompanied with the Auditors' Report of the Certified Public Accountant

DATA FROM CASH FLOW STATEMENT

Amounts reported in Euro

	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Cash Flows related to Operating Activities				
Net Profit before taxes	70.054.581,57	66.201.485,91	18.788.999,81	13.950.886,10
Adjustments in respect of non-cash transactions:				
Depreciation and Amortisation	3.082.378,44	3.392.365,17	949.794,62	982.516,88
Provisions	1.188.610,09	516.389,20	854.320,94	215.416,00
Cash flows from investing activities	-11.528.844,11	-13.060.830,09	-12.083.378,02	-8.132.250,54
Debit interest and similar expenses	4.724.103,21	5.175.940,72	4.668.063,61	4.433.504,84
Operating profit before adjustments of working capital	67.520.829,20	62.225.350,91	13.177.800,96	11.450.073,28
Decrease/(increase) of Inventories	-21.232.011,83	-9.512.471,48	-2.703.139,87	-1.168.287,20
Decrease/(increase) of Receivables	-28.318.885,55	-15.465.992,28	-5.921.292,33	2.755.388,29
Increase/(decrease) of payable accounts (except Banks)	2.751.752,10	-4.598.435,14	1.573.232,40	-6.122.812,41
Interest paid and similar expenses	-5.148.235,89	-5.462.893,07	-4.950.020,20	-4.641.545,26
Income Tax paid	-11.332.373,00	-10.028.849,01	-1.950.571,40	-991.294,75
Net cash inflows/(outflows) from Operating Activities	4.241.075,03	17.156.709,93	-773.990,44	1.281.521,95
Cash Flows related to Investing Activities				
Acquisition of subsidiaries, associates and other investments			-1.772.539,39	-1.555.512,00
Purchases of tangible and intangible assets	-10.272.671,44	-12.238.235,89	-1.982.571,72	-11.845.985,40
Proceeds from sale of tangible and intangible assets	95.690,76	766.842,72	12.007,22	682.642,72
Proceeds from sale of financial assets	643.044,41	13.696,72	643.044,41	13.696,72
Dividends received	9.164.303,46	7.800.000,00	9.735.942,50	8.128.542,08
Interest received	424.132,68	286.952,35	281.956,59	208.040,42
Decrease/(increase) of other long-term receivables	1.272.691,65	-2.911.833,46	-42.682,56	21.852,98
Net cash inflows/(outflows) from Investing Activities	1.327.191,52	-6.282.777,56	6.875.157,05	-4.346.722,48
Cash Flows related to Financing Activities				
Cash received from issue of share capital				9.301.367,57
Proceeds from borrowings	1.010.172,79	7.122.287,74	-27.604,87	-118.039,99
Repayment of borrowings			-123.547,81	-4.304.785,55
Payments for leases	-632.199,66	-852.913,60	-7.211.863,40	-4.878.542,03
Dividends paid	-8.069.321,96	-4.304.785,55	-7.363.016,08	-4.878.542,03
Net cash inflows/(outflows) from Financing Activities	-7.691.348,83	1.964.588,59	-1.261.849,47	1.813.341,50
Net increase/(decrease) in cash and cash equivalents	-2.123.082,28	12.838.520,96	14.509.511,69	12.696.170,19
Cash and cash equivalents at the beginning of the year	33.723.558,93	23.524.369,13	13.247.662,22	14.509.511,69
Effect of exchange rate changes on cash and cash equivalents	2.291.692,88	-2.639.331,16		
Cash and cash equivalents at the end of the year	33.892.169,53	33.723.558,93		

BALANCE SHEET

Amounts reported in Euro

	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
ASSETS				
Tangible Assets	28.269.571,73	20.297.157,41	17.175.960,39	16.178.310,13
Investments in PPE	15.380.000,00	13.833.101,12	15.380.000,00	13.833.101,12
Intangible Assets	4.185.089,70	4.842.688,58	750.442,44	873.322,82
Investments in associates	40.395.445,88	40.296.399,36	159.505.501,95	157.732.962,56
Deferred income tax assets	2.660.750,50	2.708.904,28	703.225,42	889.063,28
Other long term receivables	6.838.204,67	7.376.012,55	419.574,43	230.891,87
Total non-current assets (a)	98.729.062,48	89.354.263,30	193.934.704,63	189.737.651,78
Inventories	71.758.898,21	46.715.326,33	14.134.365,54	11.931.225,67
Trade Receivables	121.290.148,36	82.543.791,12	18.872.475,88	12.872.890,96
Other Receivables	6.199.578,58	4.702.838,51	2.395.951,33	2.473.080,31
Other financial assets at fair value through profit or loss	2.921.508,63	2.764.756,74	2.921.508,63	2.764.756,74
Cash and cash equivalents	33.892.169,63	33.723.558,93	13.247.662,22	14.509.511,69
Total current assets (b)	236.062.293,41	170.450.271,63	51.571.963,60	44.551.447,37
TOTAL ASSETS (a) + (b)	334.791.355,89	259.804.534,93	245.506.668,23	234.289.099,15
LIABILITIES				
Non-current liabilities				
Long-term borrowings	125.149.592,17	120.135.587,74	119.499.958,91	119.499.958,91
Retirement benefit obligations	3.356.944,74	3.068.805,44	540.126,00	482.542,29
Deferred income tax liabilities	1.047.943,78	495.035,15	1.035.080,14	486.325,90
Provisions for other liabilities and charges	4.054.878,43	3.542.063,70	698.272,82	836.873,79
Total non-current liabilities	133.609.359,12	127.241.492,03	121.773.437,87	121.305.700,89
Current liabilities				
Trade payables	15.829.100,60	13.252.975,46	3.487.817,55	2.203.405,10
Short-term Borrowings	5.047.457,92	5.252.135,03	4.863.495,62	4.891.100,49
Other current liabilities	18.332.977,03	18.148.870,12	6.052.479,60	4.539.842,56
Total current liabilities	39.209.535,55	36.654.980,61	14.403.792,77	11.634.348,15
Total Liabilities (a)	172.818.894,67	163.896.472,64	136.177.230,64	132.940.049,04
EQUITY				
Share capital	9.884.062,50	9.884.062,50	9.884.062,50	9.884.062,50
Share premium	62.531.731,47	62.531.731,47	62.531.731,47	62.531.731,47
Other reserves	24.513.525,66	23.017.890,72	19.679.018,84	19.679.018,84
Retained earnings	161.106.539,24	115.624.130,22	17.234.624,78	9.254.235,30
Exchange differences	-12.980.009,96	-30.831.648,26		
Other capital and reserves attributable to equity holders of the Company	-88.927.927,73	-88.927.927,73		
Total capital and reserves attributable to equity holders of the Company (b)	156.127.921,18	91.298.238,92	109.329.437,59	101.349.048,11
Minority interest (c)	5.844.540,04	4.609.823,37	0,00	0,00
Total Equity (d) = (b)+(c)	161.972.461,22	95.908.062,29	109.329.437,59	101.349.048,11
TOTAL EQUITY AND LIABILITIES (e) = (a)+(d)	334.791.355,89	259.804.534,93	245.506.668,23	234.289.099,15

ADDITIONAL DATA AND INFORMATION

- The same Accounting Policies have been followed as for the Balance Sheet at 31.12.2004. The Group applies the IFRS from 1 January 2005.
- There are no real liens on non-current assets or property.
- There are no disputed or under arbitration cases of national or administrative courts that may have a material effect on the financial position of the Company.
- The personnel employed in the Group, as at 31.12.2005, amounted to 912 and in the Company to 276 persons.
- The amounts of Purchases and Sales of the Company, to and from the related parties as these are defined in IAS 24, accumulatively from the opening balance of the period 1.1.2005 to 31.12.2005 amount to € 1.414.121,63 and € 12.959.253,70, respectively. The receivables and payables balances of the above Companies, as at 31.12.2005, amount to € 11.658.616,94 and € 7.773,76 respectively.
- The year's consolidation amounted to: a) for the Group, € 9.198.514,84 and b) for the Company, € 84.064,93.
- For the un-audited tax years of the parent company and its subsidiaries where the possibility exists for tax audit differences to arise it has been performed a relative provision.
- The Company at 14.7.2005 acquired the remaining 60% of the company MFK FASHION INV. Ltd. Thus, its financial data has been incorporated as of 31.12.2005 by the full consolidation method for the after the above-mentioned time period. The effect of this change was insignificant.
- In the consolidated financial statements are included the following companies:

COMPANY	REGISTERED OFFICE	% PARTICIPATION	RELATION PARENT	RELIATION THE CONSOLIDATION METHOD	UN-AUDITED TAX YEARS
FOLLI FOLLIE HONG KONG LTD	HONG KONG	99,99%	Direct	Full	1999-2005
FOLLI FOLLIE UK LTD	LONDON	99,99%	Direct	Full	2004-2005
FOLLI FOLLIE FRANCE SA	PARIS	99,94%	Direct	Full	2003-2005
FOLLI FOLLIE SPAIN SA	MADRID	100%	Direct	Full	2002-2005
FOLLI FOLLIE CZECH SRO	PRAGUE	100%	Direct	Full	2001-2005
FOLLI FOLLIE POLAND SZOO	WARSAW	100%	Direct	Full	2001-2005
FOLLI FOLLIE SLOVAKIA SRO	BRATISLAVA	100%	Direct	Full	2001-2005
FOLLI FOLLIE GERMANY GmbH	TRAUNSTAIN	100%	Direct	Full	2005
MFK FASHION INV. Ltd.	LIMASSOL	100%	Direct	Full	2002-2005
FOLLI FOLLIE JAPAN LTD	TOKYO	40%	Direct	Full	2001-2005
FOLLI FOLLIE ASIA LTD	HONG KONG	99,99%	Indirect	Full	2001-2005
FOLLI FOLLIE TAIWAN LTD	TAIPEI	99,99%	Indirect	Full	2004-2005
FOLLI FOLLIE KOREA LTD	SEOUL	99,99%	Indirect	Full	2003-2005
FOLLI FOLLIE SINGAPORE LTD	SINGAPORE	99,99%	Indirect	Full	2004-2005
BLUEFOL GUAM LTD	GUAM	99,99%	Indirect	Full	1999-2005
BLUEFOL HAWAII LTD	HAWAII	99,99%	Indirect	Full	2000-2005
BLUEFOL HONG KONG LTD	HONG KONG	99,99%	Indirect	Full	2001-2005
FOLLI FOLLIE MALAYSIA LTD	KUALA LUMPUR	99,99%	Indirect	Full	2004-2005
BLUEFOL THAILAND LTD	BANGKOK	99,99%	Indirect	Full	2001-2005
HELLENIC DUTY FREE SHOPS	ATHENS	24,68%	Direct	Net Equity	

Ag. Stefanos, 16/03/2006

THE CHAIRMAN OF THE BOARD OF DIRECTORS

THE VICE CHAIRMAN OF THE B. OF D.

THE FINANCE - TAX ADVISOR

THE HEAD OF ACCOUNTS DEPT.

DIMITRIOS G. KOUTSOLIOUTSOS
ID.No. H 159150

GEORGIOS D. KOUTSOLIOUTSOS
ID.No. E 433750

IOANNIS D. ZANNOS
ID.No. K 004406

GEORGIOS D. ALAVANOS
ID.No. P 520955
H.E.C. Licence No. 0008211/A' Class