



ΚΩΝ. ΚΑΡΑΣΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

C. CARDASSILARIS & SONS "CARDICO"



ΚΩΝ. ΚΑΡΑΣΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

Annual Bulletin

2007

JUNE 2008



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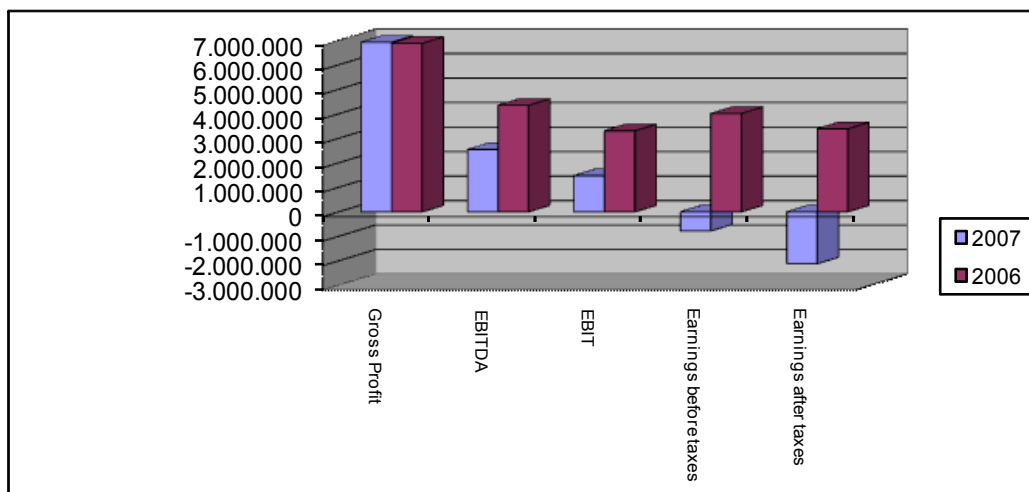
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1. SUMMARY FINANCIAL RESULTS

1.1 Summary financial results of Cardico S.A.

Summarized Income Statement of Cardico S.A		
Amounts in euro	1/1 - 31/12/2007	1/1 - 31/12/2006
Sales	55.352.577	59.464.756
Cost of goods sold	(48.428.316)	(52.588.626)
Gross Profit	6.924.261	6.876.130
Earnings Before Taxes Financing and Investments Results, Depreciations and Amortizations	2.546.445	4.347.079
Earnings Before Taxes Financing and Investments Results	1.479.277	3.309.046
Earnings before taxes	(779.635)	4.014.192
Earnings after taxes	(2.118.118)	3.387.855
Basic Earnings per share	(0,10)	0,16

Diagrammatic depiction of the Company's financial results for the period 2006-2007:



Summarized balance sheet of Cardico S.A		
amounts in euro	31/12/2007	31/12/2006
Non – current assets	92.911.097	98.714.143
current assets	40.514.611	43.923.906
total assets	133.425.709	142.638.050
EQUITY & LIABILITIES		
Equity	42.663.991	52.752.145
Total long – term liabilities	15.539.066	29.437.037
Total Short – term Liabilities	75.222.651	60.448.868
Total Equity & Liabilities	133.425.709	142.638.050

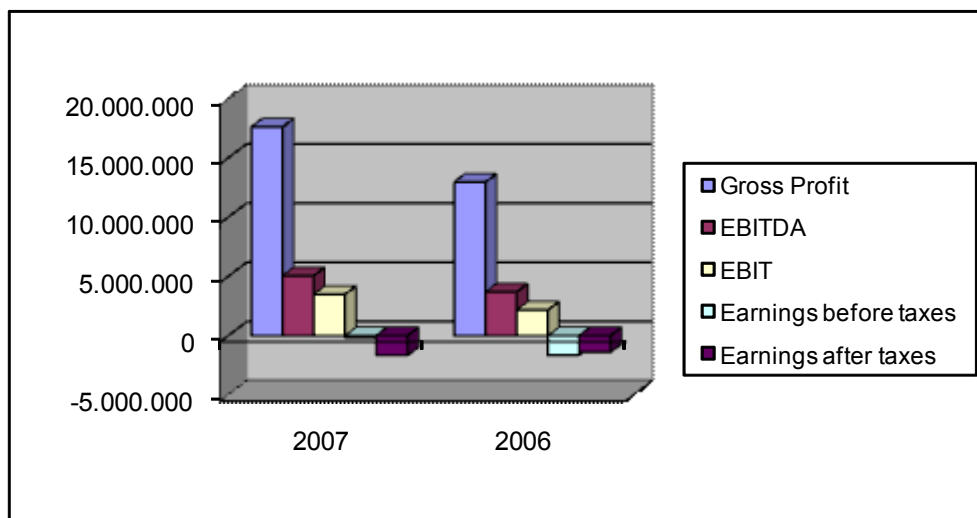


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1.2 Summarized consolidated results.

Consolidated income statement		
Ammounts in euro	1/1 - 31/12/2007	1/1 - 31/12/2006
Sales	145.541.001	171.918.019
Cost of goods sold	(127.925.912)	(158.953.286)
Gross Profit	17.615.090	12.964.733
Earnings Before Taxes Financing and Investments Results, Depreciations and Amortizations	5.070.249	3.695.204
Earnings Before Taxes Financing and Investments Results	3.492.074	2.176.219
Earnings before taxes	(154.795)	(1.616.592)
Earnings after taxes	(1.652.980)	(1.380.925)
Allocated to :		
The parent's shareholders	(1.956.154)	(1.858.568)
Minority interest	303.175	477.644
Basic Earnings per share	(0,09)	(0,09)

Diagrammatic depiction of the Group's financial results for the period 2006-2007:



Consolidated Balance Sheet		
ammounts in euro	31/12/2007	31/12/2006
Non – current assets	58.083.640	51.598.668
current assets	71.778.815	77.720.002
total assets	129.862.455	129.318.670
EQUITY & LIABILITIES		
Equity	20.348.491	21.175.893
Total long – term liabilities	11.907.060	23.074.633
Total Short – term Liabilities	97.606.905	85.068.143
Total Equity & Liabilities	129.862.455	129.318.670



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2. INFORMATION ON THE STRUCTURE OF THE ANNUAL BULLETIN AND THE COMPANY'S AUDITORS.

2.1 Introduction

The Annual Bulletin includes information about the financial status, the evolution of the activities and the results of "K.Cardasilaris & Sons S.A." (onwards the company) and of the Group of Companies "K.Cardasilaris & Sons" (onwards the Group), that are necessary for the sufficient update of the investors.

Editing and distributing of the bulletin was made under the provisions of the current law and in particular under the Presidential Decree 348/1985, and the decisions No 5/204/14.11.2000 and 7/372/15.02.2006 of the board of the Capital markets Committee. The present bulletin is distributed free of charge.

2.2 Editors

Responsible for editing the bulletin and for the accuracy of the information included in it are:

- I. Mr. Kardasilaris Nikolaos CEO, resident of Athens, Address: 2 Karageorgi Servias St. (Syntagma Square) P.C. 106-52
Ph. No. 210 321 9373, 210 3317089
- II. Mr Tsakiris Evangelos, Financial Manager, resident of Athens, Address: 2 Karageorgi Servias St. (Syntagma Square) P.C. 106-52
Ph. No. 210 321 9373, 210 3317089

The board of Directors of the Company states that all its members have knowledge of the information included in the bulleting and together with its editors confirm that:

- I. All the information and elements included in the Annual Bulletin are true, accurate, complete, correct and clear.
- II. There is no other information and no other events have taken place, the blanketing or the skipping of which could lead to misleading part or the whole of the information included in the bulletin.

2.3 Information

The shareholders and investors who are interested for further information, they can address to:

- a) company's branch, which is located at the 2nd kilometer of regional Road Inois - Sximatariou, prefecture Viotia. Telephone numbers: 22620-47700, fax 22620 - 57112 (Mrs. Karanasou Eleni)
- b) At the company's website www.cardico.com



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2.4 Auditors

The company is audited from Chartered Auditors Accountants. The audit of the company for the period 2006 was performed by the Certified Auditor Accountant Mr. Konstatntinou Sotirios (SOEL No 13671) of Grant Thornton.

The rest companies of the Group are also audited from Chartered Auditors Accountants. In particular:

- ECHALIE S.A (France), GRANT THORNTON
- TESCO S.A (England), SPW CHARTERED ACCOUNTANTS
- XIROFROUT S.A. (Greece), GRANT THORNTON
- SIFAKIS S.A (Greece), GRANT THORNTON
- NUT COMPANY LTD (Greece). This company is under liquidation process since 1/1/2004 because its productive activity has been made from the Parent Company at its new factory at Sximatari region. The charged manager of the liquidation procedure is Mr. Farmakis Nikolaos.
- SDOUKOS A.V.E.E (Greece) is consolidated with net equity method. Mr. Papakonstantinou Panagiotis S.O.L.
- CARDICO SRL, AUDIT REGULATOR - GD
- CARDICO LTD, BELLSTOUNE & COMPANY LTD

2.5 Fiscal years that have not been inspected by tax Authorities

The fiscal years that have not been tax- inspected are as follows:

COMPANY	NON-INSPECTED FISCAL YEARS
CARDICO S.A.	2006-2007
NUT COMPANY LTD	2002-2007
XIROFROUT S.A.	2007
SIFAKIS A.E.	2003-2007
SDOUKOS ANT. LTD	2003-2007

For the fiscal years mentioned in the above matrix, there is a possibility for further taxes or fines to be imposed when the tax inspection will take place and is finalized. The company estimates yearly the possible further tax liabilities that are likely to occur during the inspection of the past fiscal years, taking into account the appropriate provisions where that is considered necessary.

2.6 Information About Public Offers

During the previous and the current fiscal year the company didn't submit any public offers for the buyout or the trade of stocks of other companies. Also no similar offers were made by third parties for the buyout or trade of stocks of the company.

2.7 Company's Cases on the Cause list

Against the company there are legal claims: a) of a company named "Hellenic Investments SA - Investment Consultants" which arises from signed agreements pertaining to the supervision of the construction of the new plant in Schimatari. Due to No 5/2007 decision of Technical Chamber of Greece, which partly approves this claim, CARDICO S.A. must compensate the litigant with € 70.223.78. According to the company's legal consultant it is highly likely that the above claims be rejected. Against the above decision of T.C.G. CARDICO S.A. has lodged an appeal on Court on 30.4.2007 which was discussed on 25.9.2007 but no decision has been made. According to the company's legal consultant it is highly likely that the above claims against CARDICO S.A. will be rejected. B) of company named "Hellenic Investments SA - Investment Consultants" of total amount €200.000 plus the proportional interest expense. The trial, which was arranged to be judged on 8.11.2007, has been suspended for 5.3.2009. According to the company's legal consultant it is highly likely that the above claims against CARDICO S.A. will be rejected. C) Of a company named KENTFORD LIMITED with seat in Ireland and in Moldavia of total amount €12.715.689. At the 10/09/2001 were signed a contract between Mrs. Kardasilaris and Sons S.A and the above company for the transfer of a Moldavian company of her property named KENTFORD SRL against price USD 200.000. Mrs. Kardasilaris and Sons [AEBE] in year 2002 withdrew the agreement concerning the acquiring of buying the shares of company KENTFORD SRL, as it was initially provided by the convention, after the weakness of the co-contractor company to ensure us for the safety of the undertaking. This weakness resulted to our company decision not to remain in the unstable commercial market of Moldavia as exporter. According to the company's legal consultant the above claim is not to flourish. The case has been arranged to be discussed on 26.2.2009. According to the company's legal consultant the above claims against CARDICO S.A. will be rejected.

In favour of the company there are legal claims: a) against a company named "Hellenic Investments SA - Investment Consultants". CARDICO S.A. claim a total amount of €1.491.866,61 as compensation for litigant's non-compliance with its contractual obligations during the construction of the new plant in Schimatari. This case is in progress. According to the company's legal consultant it is highly likely that a total amount of €700.000-900.000 will be awarded in favour of CARDICO S.A.. b) Against Dimitrios Zisis of company KENTFORD LIMITED and against company KENTFORD SRL of total amount €5.000.000 for defamation. The case will be discussed on court on 26.2.2009. According to the company's legal consultant it is highly likely that the case will be accepted in favour of CARDICO S.A. as a whole.

Other than the above there are no cases under dispute or arbitration which might have a significant effect on the financial situation or operation of the Group.



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3.COMPANY INFORMATION

3.1 General Information

The company C. CARDASSILARIS & SONS – CARDICO S.A. is a societe anonyme and constitutes the group’s parent company. It was established with its present legal status on 30.01.1980 after the merge of the companies C. N. CARDASSILARIS & SON and C. CARDASSILARIS & SONS S.A. (FEK issue S.A. and L.T.D. 33/05.01.1980). The company is registered in the Records of Societe Anonyme, number 3760/06/β/86/05. The company’s duration has been set at fifty years and ends on 05.01.2031 according to article 2 in its statutes.

The Group’s headquarters are located in Athens, on Karageorgi Servias 2 street (Syntagma Square), Zip Code 105 62. The company’s administrative, commercial and productive activities take place to the company’s factory, which operates as branch at the 2nd kilometer of regional Road Inois – Sximatariou, prefecture Viotia and supervised from D.O.Y. Thevon.

The company belongs to the below categories: Supplies industries producing chocolate and pastries, wholesalers of dried nuts, units processing dried nuts, super market chains and big stores selling in retail dried nuts. Additionally the company elaborates and trades in pastry items.

At the article 2 in its statutes is referred its main activity:

1. The company’s main activities are:
 - a) importing, exporting and processing nut products, deputation of foreign and regional groups, participation in other companies of variant activities.
 - b) processing and trading of pastries and food products.
 - c) the exploitation of real estate in general, the trading of real estate and the leasing of real estate to others.
 - d) the agrarian exploitation for the creation of plantation or other nut products at own land or leased land.
2. For the achievement of its purpose, the Company is enabled to create subsidiaries, branches or agencies in the country or in a foreign country.

3.2 Business activities

CARDICO with its vertically organized procedures at its new technologically modern factory imports and exports the raw materials, processes and distributes nuts of supreme quality to Greece and to the rest of the world.



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The imports of the products arrive from the countries of origin after having sustained a series of quality controls by the producers at the countries of origin. Some of these countries are:

- USA: Almond kernels, Walenut kernerls, Pistachios
- TURKEY: Hazelnut kernels, Almond kernels
- MOLDAVIA: Walenut kernerls
- ARGENTINA: Peanuts
- CHINA: Peanuts
- INDIA: Cashews

The business activities of the company are both *industrial* and *commercial*.

The *industrial* activities have to do with the sales of products that have sustained processing in the industrial units of CARDICO factory, such as the blanching of almond kernel, salting - roasting, standardization - packaging. In each case and in all stages of import and processing, the products undergo detailed quality control, so as reach the customers and the end consumers in the outmost excellent condition.

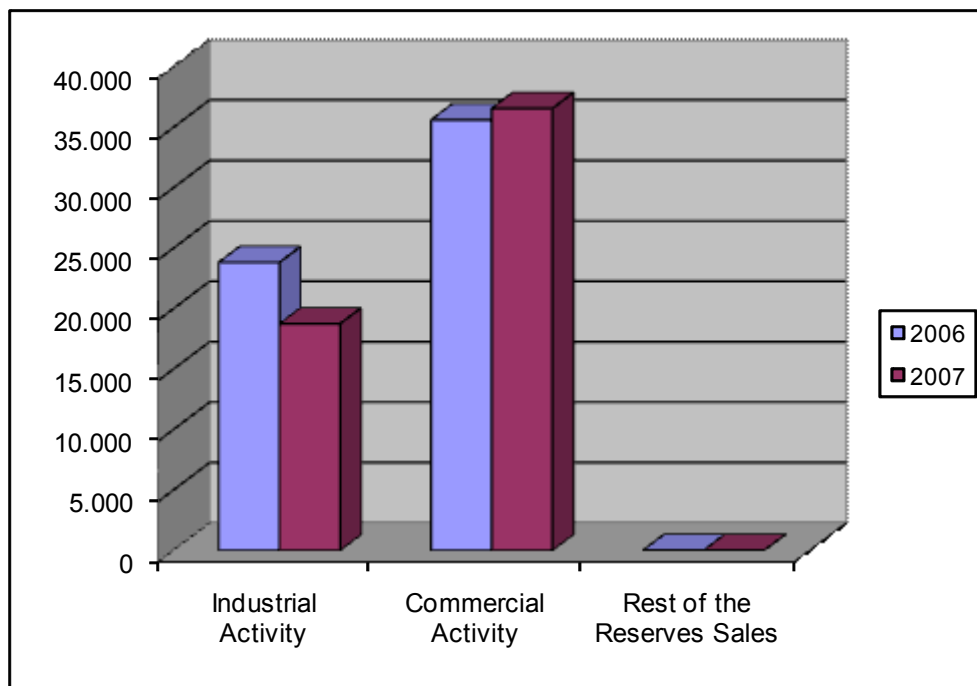
The *commercial* activities have to do with the sales of nuts that have sustained a slight processing in the industrial units of CARDICO factory. The products are either resold as raw materials, or processed and sold in consumer packaging. The destinations of the products are Greece, as well as 26 countries more countries (e.g. Italy, France, Spain, Portugal, Germany, Great Britain etc.)

In the following index the business activities are allocated in industrial, commercial and other activities for the period 2006-2007:

Allocation of				
Company Business Activities				
(amounts in thousand euros)	2006	%	2007	%
Industrial Activity	23.828	40,07%	18.758	33,89%
Commercial Activity	35.608	59,88%	36.569	66,07%
Other Activities	28	0,05%	25	0,05%
Total Revenue	59.464	100%	55.352	100%

As it appears in the above matrix the Company's revenue from industrial activities is decreased during the year showing a decrease from 2006 to 2007 of 21,28% (23.828 th. euros in 2006, 18.758 th. euros in 2007). The revenue from commercial activities increased during the year showing an increase of 2,7% (35.608 th. euros in 2006, 36.569 th. euros in 2007). The revenue from other activities decreased in 2007 compared to 2006 showing a decrease of 10,7% (28 th. euros in 2006, 25 th. euros in 2007).

Diagrammatic Depiction of Revenue allocated in Business activities:



The company can produce or process the following products:

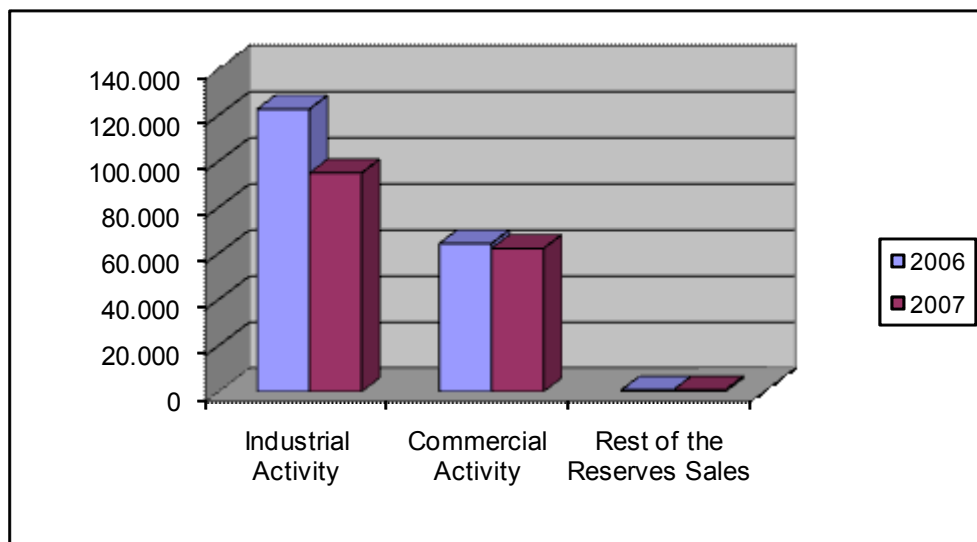
- Almonds Raw- Blanched Almonds Raw
- Walnut raw
- Hazel nut raw
- Hazel nut paste
- Pistachios - Pistachios Raw
- Sunflower seeds
- Peanuts
- Cashews
- Plums
- Chick peas
- Various snacks and crackers.
- Pumpkinseeds
- Pastry products

In the following matrix the revenue of the Group is allocated in industrial, commercial, and other activities for the period 2006-2007 (It is noted that the deletion of the intra-company transactions of 15.804 th. euros in 2006 and 12.310 th. euros in 2007 have not been taken into consideration)

Allocation of Group's Business Activities				
(amounts in thousand euros)	2006	%	2007	%
Industrial Activity	122.673	65,35%	94.914	60,13%
Commercial Activity	64.324	34,27%	62.161	39,38%
Other Activities	725	0,39%	776	0,49%
Total Revenue	187.722	100%	157.851	100%

As it appears in the above index the revenue from industrial activity decreased during the year showing a decrease from 2006 to 2007 of 22,63% (122.673 th. in 2006, 94.914 th. in 2007). The revenue from commercial activity decreased during the year showing a decrease from 2006 to 2007 of 3,36% (64.324 th. in 2006, 62.161 th. in 2007). The revenue from other activities increased during the year showing an increase from 2006 to 2007 of 7,03% (725 th. in 2006, 776 th. in 2007).

Diagrammatic Depiction of Revenue allocated in Business activities:



3.3 Network

CARDICO has got the largest exemplary organized distribution network of nuts in Greece. CARDICO constantly expands its business activities in the wholesale market



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B2B (Business to Business) as well as in the retail market B2C (Business to Consumer) not only in the Greek market, but also to the European and international ones.

3.3.1. Network in Greece

A) Supermarket

CARDICO is the largest and most reliable supplier of nut of the biggest Greek supermarket chains. CARDICO packages its products in the supermarket label (private label), offering to the consumer the well known incomparable quality of its products, in new innovative packaging. The supermarket chains with which CARDICO cooperates are:



B) Wholesalers – Distributors – Craftsmanship

For the promotion of its products beyond the market of the supermarkets and in order that the quality of CARDICO reaches the most remote sales point, the company has created a network of exclusive co operations all over the dominion.

The distribution of the products takes place:

- In large packaging - in bulk, so that the craftsmen repackage and resell the products.
- In packages for the retail market, so that the wholesaler - distributor promotes to smaller sales points.

C) Industry



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CARDICO supplies with nuts of exceptional quality the largest confectionary industries in Greece, as well as the industries of production of cereals, musli and "snack bars.

3.3.2 International Network

The philosophy and the strategy of CARDICO overseas, aim to firm cooperation with serious distribution houses, well known supermarket chains and large confectionary industries.

Some countries where CARDICO carries out its business activities are:

- Holland
- France
- Great Britain
- Portugal
- Spain
- Romania
- Germany
- Italy
- Sweden
- Austria



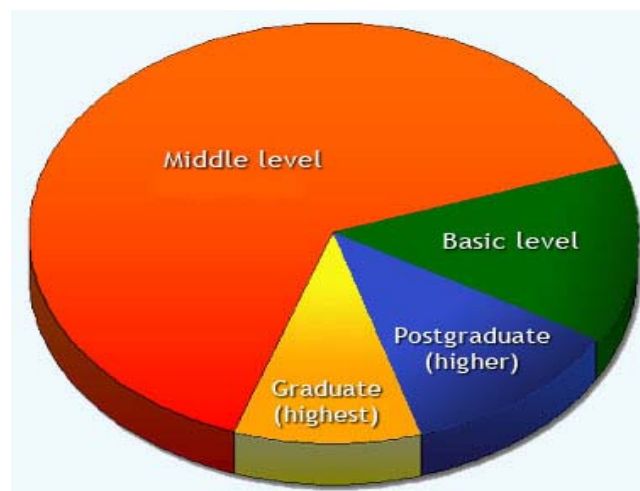
3.4 Human Resources

The personnel of the Group on 31/12/2007 were 209 employees, as analyzed below:

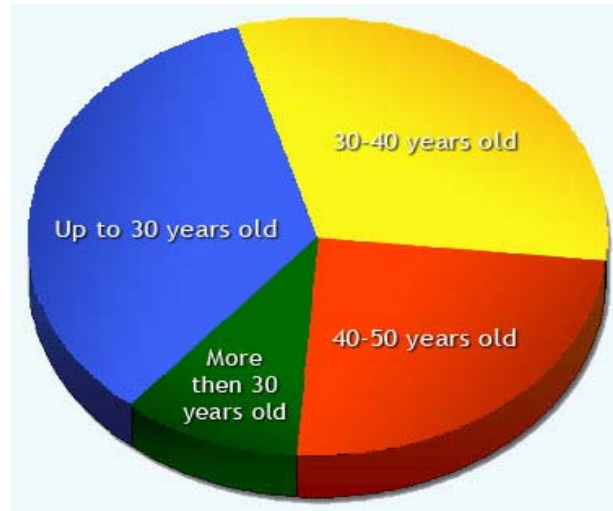
- Parent: 102 persons
- Echalie: 40 persons
- Tesco: 12 persons
- Sifakis: 36 persons
- Xirofrou: 3 persons
- Nut Company: 0 persons
- Cardico Georgia: 10 persons
- Cardico Moldavia: 6 persons

Charts below represent the employee's allocation, based on their educational background and their age.

Employees' allocation according to their educational background:



Employees' allocation according to their age:



3.5 History

Although the company got its present legal status in 1980, the family of Kardasilaris is operating in the dry fruit and nuts field since 1862. Based on the island of Chios, exporting to all European countries and the Indies. Later on the activity expanded to the rest of Greece by opening franchises in various towns.

The most important dates in the company's evolution are the following:

1968:

The company "C. Cardassilaris & Son OE" is founded in Pireaus.

1976:

The company moves its registered office from Pireus to Athens Greece.

1980:

The company, in its present legal status, "C. Cardassilaris & Sons AEVE" is founded having its headquarters situated at Rouf in an industrial unit of 6,000 square meters.

1996:

- The company stock is quoted in the Parallel Market of the Athens Stock Exchange.
- Participation in the foundation of the subsidiary NUT COMPANY AEDET based in Messini Messinias. The activities of the company are the processing and packaging of peanuts and cashews.

1997:

- Acquisition of the 52.50% of the capital stock of XIROFROUT AE, for further strengthening of the activities of CARDICO in the retail business. The business activities of the company are the trade - distribution of nuts, chocolate products and confectionary raw materials



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1998:

- Foundation and participation possessing the 75% of the capital stock of the subsidiary CARDICO SRL MOLDAVIA. The activities of the company are the processing and distribution of the local production of walnuts.
- Expansion of the production capacity of the factory by creating an extra 4000 square meters at ROUF with a processing capacity of 5 tons of nuts per hour.

1999:

- Acquisition of the 35% of the capital stock of the company ANT. SDOUKOS AVEE - KAFE AROMA, based at Ioannina. The activities of the company are the processing and distribution of Greek Coffee and Nuts.
- Acquisition of the 6.83% of the capital stock of COFFEEWAY CONNECTION AEVE based in Athens.
- Foundation of the subsidiary company CARDICO GEORGIA, based in Zugdidi, Georgia. The activities of the company are the processing of the local production of hazelnuts.
- Acquisition of the 51% of the capital stock of the distribution company of STARFOODS DISTRIBUTION SA, based in Czech, Prague. The activities of the company are the distribution of nuts, croissants, chips, wines and other food products.
- Acquisition of the 15% of the capital stock of the distribution company of STARFOODS DISTRIBUTION SA, based in Tomarzow Mazowiesky, Poland. The activities of the company are the distribution of nuts, croissants, chips, wines and other food products.
- Acquisition of the 51% of the capital stock of KENKKO COMMODITIES LTD based in London.
- Creation of a new production plant in Moldavia, an investment that was completely funded by the increase of the capital stock.

2000:

- SIFAKIS S.A., based in Heraklion, Crete. The activities of the company are the processing, trade and distribution of nuts, confectionary products and snacks to the market.
- Acquisition of the 49.97% of the capital stock of the company TROFINO EPE, based in Pyrgos Helias, Patra. The activities of the company are the processing and trading of nuts and cereals.
- Foundation of the company KARDALCO LTD, based in Giresum, Turkey. The activities of the company are the processing and packaging of hazelnut paste.
- Acquisition of the 100% of the capital stock of the company ECHALIE SA based in Paris, France. The activities of the company are the processing and production of nuts and dried fruit. ECHALIE S.A. is the largest company in its field in France.

2001:

- The participation in «STAR FOODS DISTRIBUTION AS» Chez-Republic was increased from 51,00% to 75,54%.



ΚΩΝ. ΚΑΡΑΓΙΑΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

- The participation in «SDOUKOS ANT. AVEE» was decreased from 35,00% to 24,92%.
- The Authorities of Voiotia prefecture permit with the No. 128/18-6-2001 construction licence the construction of the new plant by the company on privately owned ground situated at the 2nd klm of the peripheral road Oinoi-Shimatari αποθηκών) in place Rahili.

2002:

- Sold privately owned land situated in Rouf, then the company leased the land with the right to buy it back in 15 years.
- Bought Land of 15.387,51 square meters, next to already privately owned land.
- Beginning of the construction activities of the new factory at Schimatari Viotias
- «KENTFORD INVESTMENTS SRL» of Moldova valued at 223.037,42 euros was deleted from participation because the ordinary procedures of the buyout that stated in 2001 were no completed due to the opposing side's fault.

2003:

- Bought land of 8.860 s.m. and the industrial building situated on it of 3.470 s.m. at Prefecture of Ilia (Alpochorio).
- The construction of the new plant in Schimatari was approved for funding from the programs of the Third Community Support Framework
- The fire at 20-1-2003 destroyed completely the plant A' of the company. Any losses in values were covered by the insurance payments.

2004:

- Newly build plant at Schimatari Voiotias was completed. Also the installation of machinery and equipment was completed as well offices and storage rooms. Total size is 20.790 s.m. and accounting value 19.074.000 euros, while the value of the machinery and equipment (both old and new) is 7.824.000 euros.
- The company starts its activities at its new technologically modern factory of 20.900 square meters, located in an area of 85.000 square meters.
- Dissolution and liquidation of STARFOODS DISTRIBUTION SA Czech, since the entry of Czech into the European Union simplified the procedures for exporting goods to the country.
- Dissolution and liquidation of TROFINO EPE, since the production line moved to the new factory at Schimatari..

2005:

COFFEE CONNECTION S.A. was sold for € 461.528,98.

2006:

Sold the participation in STAR FOODS DISTRIBUTION A.S for € 4.123.843,84.
Beginning of the implementation of the new expansion plan of the company that has as a target the complete entry of the company in the retail markets of the Eastern Europe, Russia and Middle East.



ΚΩΝ. ΚΑΡΑΪΤΑΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

2007:

Prospects of entering the dried fruits market with new innovative packaging.
Entering new european retail chains with private label packaging.

3.6 Usage of capital raised by the Capital Increase in the year 1999

Capital raised during the last capital increase as the AGM, that took place at 07.06.1999, decided mounted to 4.436.830,52 euros (1.007.900 shares at 4,40 euros each.) after reducing the value of the appropriate expenses. In accordance with the appropriate report of the increase, the capital was supposed to be distributed as follows:

1. 1.496.698,46 euros (about 33,7% of the increase income) was provided to be spent in order for the company to participate in the capital increases of the subsidiary CARDICO Moldova SRL and the newly founded subsidiary CARDICO Georgia. More specifically:
 - a) 704.328,69 euros (about 800.000 USD) was provided to be spent for the capital increase of CARDICO Moldova SRL. The above mentioned increase would fund the construction of a new plant next to the one already existing, and the supply of new machinery. Also it would fund the updating and improvement of the current factory of the subsidiary in Moldova.
 - b) 792.369,77 euros (about 900.000 USD.) was provided to be spent for the capital increase of CARDICO Georgia. Th capital would fund the purchase of a plant in the town Zugdidi of Georgia, the renovation of the building and the supply of new and novel machinery. (productive use).
2. 286.133,53 euros (about 6,5% of the increase income) was provided to be spent for the buyout of 35% of the share capital of "SDOUKOS IOANNISS S.A" based in Ioannina, a company with the brand name "Sdoukos Antonios Café Aroma S.A."
3. 352.164,34 euros (about 7,9% of the increase income) was provided to be spent for the improvement of the Company's plant ,the modernization of the chemical laboratory and the entrance in new chocolate and pastry products.
4. 117.388,11 euros (about 2,7% of the increase income) was provide to be spent for the purchase of new IT equipment and software.
5. 146.735,14 euros (about 3,3% of the increase income) was provided to be spent for the modernization of the plant of the subsidiary NUT COMPANY A.E.B.E.T. in Kalamata.
6. The rest 2.036.683,79 euros (about 45,9% of the income increase) was provided to be spent in order for the company to reduce the short-term loans

All the above investments were completed within 1999 and 2000.



ΚΩΝ. ΚΑΡΔΑΣΙΛΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

4. CORPORATE GOVERNANCE

The company has adopted the Principles of Corporate Governance as those are applicable in the context of Greek law and international practices. Corporate Governance as a set of rules, principles and mechanisms of controls based on which the company is organized and managed is intended to promote transparency towards investors as well as to safeguard the interests of shareholders and all persons involved in its operation.

The internal controls department is intended to perform objective internal and external audits and ensure the effective communication between auditing bodies and the Board of Directors. Its duties are also to ensure compliance with the rules of Corporate Governance and the appropriate operation of the Internal Controls System and the supervision of work carried out by the Department of Internal Controls of the company.

Internal controls is a prerequisite of Corporate Governance. The Department of Internal Controls of CARDICO SA is an independent organizational unit which reports to the company's Board of Directors. Its duties also include the evaluation and improvement of risk management systems and internal controls system, as well as the ensuring of compliance with established policies according to the Company's Internal Regulation for Operation and laws applicable.

Since 2001 the company has had an Internal Controls department. Head of this department is Mr. Stavros Christakakis who is fully and exclusively employed.

4.1 Management of the Company

The Board of Directors of Cardico s.a is consisted of seven members. The service of the members is five year.

The members of Board of Directors are:

KARDASILARIS NIKOLAOS	Chairman
KARDASILARIS IOANNIS	Managing Director
KARDASILARIS GEORGIOS	Managing Director
LIZARDOU MIRTOULA	Executive Member
MINETA ERASMIA	Independent Non-executive Member
BASILEIOY STAYROS	Independent Non-executive Member
SOYLITIS KONSTANTINOS	Independent Non-executive Member



ΚΩΝ. ΚΑΡΔΑΣΙΛΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

The company is represented and bounded by:

- **Kardasilaris Nikolaos** - chairman.
- **Kardasilaris Ioannis** – managing director.
- **Kardasilaris Georgios** – managing director.

As follow:

- Toward banks with the signature of checks and notes two of the above are needed.
- For all the other purposes one of the above is needed.

It is noted that the Board of Directors members, as the management staff of the Company have the Greek nationality. It is also mentioned that no one of them has been condemned due to illegal matters or financial crimes and no one of them is accused for actions which concern bankruptcy, criminal action and execution forbiddance of business activity, exchange market activity and other managerial job restrictions.

It is noted that Nikolaos, Ioannis and Georgios Kardasilaris are brothers. Among the members of the Board of Directors and the managers of the Company there are not any familiar relations.

The supervisory personnel of the Company is:

Kardasilaris Nikolaos, businessman, Chairman of Board of Directors. Born in 1948. He has studied economics in Economic University of Athens. He is one of the founders of the Company. He speaks fluently English. He has the oversight of the Financial Management of the Company

Kardasilaris Ioannis, businessman, Managing Director of the Company. Born in 1951. He has studied economics in Economic University of Athens. He is also one of the founders of the Company. He speaks fluently English. He is responsible for the commercial procedure – sales of the Company.

Kardasilaris Georgios, businessman, Managing Director of the Company. Born in 1953. He has studied economics in ASOEE, Athens and he is graduated from B.C.A. He is one of the founders of the company and he speaks fluently English. He is responsible for the production activity of the Company.

Xristakakis Stavros, economist, Internal Control Director. Born in 1962. He has studied economics in the Economic University of Athens. He is graduated from the Greek Open University. He works at the company since July of 2005.

Tsakiris Evangelos, Financial director. Born in 1961, he has studied Business administration in University of Piraeus. He works at the Company since 2004. He speaks English.

Karanasou Eleni, Company's Announcements Officer. Born in 1969. She has a Bachelor in Accountancy from the School of Business and Economics of the Technological Institute of Piraeus. She works at the company since 2001. She speaks English.

Melanitis Georgios, Internal Sales Manager. Born in 1963. He has studied at the Mechanic's school of the Merchandise Marine Institute, holds a post – graduate degree and has a long term experience on the field of sales. He works at the Company since 1999. He speaks English.



ΚΩΝ. ΚΑΡΔΑΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

Kardasilaris Konstantinos, International Business Manager. Born in 1981. He has a Bachelor Degree of Marketing and Management from the Deree College of Athens. He works at the Company since 2000. He speaks English and French.

Adamopoulou Mirto , Production Manager - Supervisor of Technical Control Dept. Born in 1974, she has studied science and technology of foods in Geoponic University of Athens. She works at the Company since 1998. She speaks English and French.

Dimopoulos Nikolaos. Factory supervisor. Born in 1958 and he works at the company since 1995.

Xarisiadis Miltiadis, Supervisor of Internal Commerce. Born in 1949 and he works at the company since 1992.



ΚΟΝ. ΚΑΡΔΑΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

5. IMPORTANT INFORMATION ABOUT THE COMPANY.

5.1 Changes in Share Capital

Changes in the company's share capital since its establishment are as follows:

- 1) The share capital was initially in drachmas amounting to forty-five million (45.000.000) divided in nine thousand (9.000) shares at nominal value five thousand (5.000) each and was covered: a) through contribution in kind from the merged companies b) through cash payment and c) through contribution of receivables from partners of the partnership "KON. KARDASILARIS AND SONS".
- 2) Subsequently and in accordance with law 1249/1982 that capital was increased due to value adjustments of the company's buildings and land reaching fifty-five million four hundred thirteen thousand (55.413.000) divided in nine thousand (9.000) shares at nominal value GRD six thousand one hundred fifty-seven (6.157) each. (Government Gazette 66/13.01.1983).
- 3) Further to the decision of the extraordinary General Meeting of the company's shareholders held on November 20, 1987 its capital was increased by the amount of GRD twenty million ten thousand two hundred and fifty (20.010.250) divided in three thousand two hundred and fifty (3.250) shares at nominal value GRD six thousand one hundred fifty-seven (6.157) each. The new capital was covered through cash by the old shareholders of the company. (Government Gazette 457/18.03.1988).
- 4) Further to the decision of the shareholders' extraordinary General Meeting on 8-11-89 and according to the decision no E. 2665/84 Pol. 72/22-2-88 of the Ministers of National Economy and Finance that Capital was increased due to value adjustments of buildings and land by the amount of GRD sixty-three million forty-seven thousand six hundred and eighty (63.047.680) through issuance of ten thousand two hundred and forty (10.240) new shares at nominal value GRD 6.157 each which were proportionally distributed to old shareholders. (Government Gazette 4151/23.11.1990).
- 5) Further to the decision of the shareholders' extraordinary General Meeting on 10-12-93 and according to law 2065/92 the capital was increased due to value adjustments of the company's buildings and land by GRD seventy-five million one hundred fifty-five thousand eight hundred and seventy-two (75.155.872) plus GRD 5.708 based on decision no E.2665/88, namely seventy-five million one hundred sixty-one thousand five hundred and eighty (75.161.580) through increase of the nominal value of shares by GRD 3.342 each, namely the value of each share was increased from GRD 6.157 to GRD 9.499, resulting in total capital of the company amounting to GRD two hundred thirteen million six hundred thirty-two thousand five hundred and



ΚΩΝ. ΚΑΡΑΓΙΑΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

ten (213.632.510) divided in twenty-two thousand four hundred and ninety (22.490) shares at nominal value GRD 9.499 each. (Government Gazette 5957/24.10.1994).

- 6) Further to the decision of the ordinary General Meeting of the shareholders on June 29, 1995 the share capital was increased by GRD 46.216.950 through capitalization of reserves a) law 1731/88 GRD 8.273.198 b) law 1828/89 for years 1988-1991 GRD 37.943.752. The increase was made through the increase in the nominal value of the shares by GRD 2.055 each. (Government Gazette 6351/08.11.1995).
- 7) Further to the decision of the extraordinary General Meeting of the shareholders on 2/1/1996: a) the value of each share was increased by GRD 46 reaching the amount of GRD 11.600 each. The difference arising from the increase amounting to GRD 1.034.540 was capitalized, with the capital reaching GRD 260.884.000, b) the value of each share was reduced to GRD 100 and therefore capital was divided in 2.608.840 shares at nominal value GRD 100 each, c) capital was increased by GRD 16.000 through capitalization from the reserves in accordance with law 1828/89 reaching GRD 260.900.000 divided in 2.609.000 shares at nominal value GRD 100 each, d) capital was increased by the amount of GRD (41.470.000) of which the amount of GRD 39.500.000 was covered through contribution of new shares through public offering and the amount of GRD 1.970.000 was covered through private investment. The entire new capital was paid cash.

Therefore the company's capital reached GRD 302.370.000 fully paid, divided in 3.023.700 shares at nominal value GRD 100 each. (Government Gazette 418/26.01.1996).

- 8) Further to the decision of the shareholders' ordinary General Meeting on 14/5/1997 the share capital was increased by GRD 201.580.000 through capitalization of reserves a) from adjustment differences in accordance with law 2065/92 GRD 99.301.478,- and b) from tax-free reserve in accordance with law 1828/89 GRD 102.278.522,-. The increase was made through the issuance of 2.015.800 new common shares at nominal value GRD 100 each, which were distributed free of charge to the shareholders, two new shares for every three old ones.

Consequently the company's capital reached GRD 503.950.000 fully paid, divided in 5.039.500 unregistered shares at nominal value GRD 100 each. (Government Gazette 2360/27.05.1997).

- 9) Further to the decision of the shareholders' ordinary General Meeting on 17/6/1998 the share capital was increased by 503.950.000 through capitalization:
 - a) of the tax-free reserve in accordance with law 1828/89, GRD 47.780.000.
 - b) of the share premium account GRD 456.170.000.



ΚΟΝ. ΚΑΡΔΑΣΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

The increase was made through issuance of 5.039.500 new common unregistered shares at nominal value GRD 100 each which were distributed to the shareholders free of charge, one new share for one old one.

Consequently the company's capital reached GRD 1.007.900.000 divided in 10.079.000 common unregistered shares at nominal value GRD 100 each. (Government Gazette 4811/26.06.1998).

- 10) Further to the decision of the shareholders' ordinary General Meeting on 7/6/1999 the share capital was increased by 100.790.000 through cash payment. The increase was made through issuance of 1.007.900 common unregistered shares at nominal value GRD 100 each, which were distributed to the shareholders at the rate of ten old shares for a new one. Therefore the company's capital reached GRD 1.108.690.000 divided in 11.086.900 common unregistered shares at nominal value GRD 100 each. (Government Gazette 4756/25.06.1999).
- 11) Further to the decision of the shareholders' extraordinary General Meeting on 29/11/1999 the share capital was increased by 1.108.690.000 through capitalization of a respective amount from the share premium account. The increase was made through the increase of 11.086.900 new common unregistered shares at nominal value GRD 100 each, which were distributed to the shareholders free of charge at the rate of one new share for every old one. Consequently the company's capital reached GRD 2.217.380.000 divided in 22.173.800 common unregistered shares at nominal value GRD 100 each. (Government Gazette 9833/09.12.1999).
- 12) Further to the decision of the shareholders' extraordinary general meeting on February 22, 2002 intended to convert the share capital in euro:
 - I. the company's share capital was increased by €144.788,57 through capitalization of part of the difference from the value adjustment of buildings and land
 - II. the company's share capital and share were converted to euro. Then from February 22, 2002 onwards the company's share capital had been €6.652.140 divided in 22.173.800 common registered shares at nominal value €0,30 each. (Government Gazette 1621/01.03.2002)
- 13) Further to the ordinary General Meeting of the shareholders on 21/6/2005 the company's share capital was reduced by € 75.679 through cancellation of 253.230 shares at nominal value €0,30 each due to the fact that three years had elapsed since the date of their purchase by the company based on its shareholders' General Meetings on 25/4/2001 and 22/2/2002.

Consequently the company's share capital amounts to € 6.576.171 divided in 21.920.570 shares at € 0,30 each.

The following table briefly presents changes in the share capital of the company "Kon. Kardassilaris & Sons S.A.".



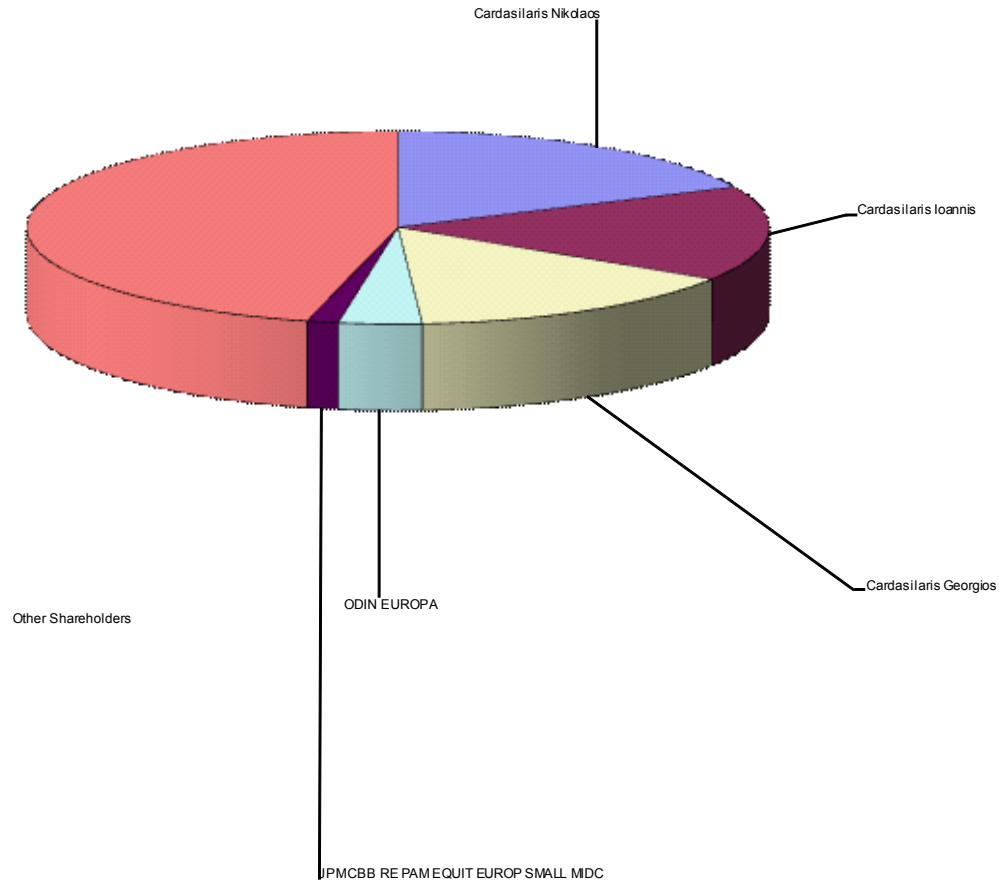
ΚΩΝ. ΚΑΡΑΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

SHARE CAPITAL CHANGES INDEX										
(amounts in drachmas until 2001 and in euros since 2002)										
AGM Date.	S.A. and Ltd publications	Increases					Decreases		Common Shares Total	Nominal Value of Shares
		Cash	Contribution in kind	Receivables Contribution	Mark-up Differences in Land and Buildings	Capitalization of reserves & Share premium differences	Cancellation of Shares	Share Capital Total		
Foundation	33/05-01-1980	8.086.020	21.998.418	14.915.562	-	-	-	45.000.000	9.000	5.000
30/10/1982	66/13-01-1983	-	-	-	10.413.000	-	-	55.413.000	9.000	6.157
20/11/1987	457/18-03-1988	20.010.250	-	-	-	-	-	75.423.250	12.250	6.157
8/11/1989	4151/23-11-1990	-	-	-	63.047.680	-	-	138.470.930	22.490	6.157
10/12/1993	5957/24-10-1994	-	-	-	75.161.580	-	-	213.632.510	22.490	9.499
29/6/1995	6351/08-11-1995	-	-	-	-	46.216.950	-	259.849.460	22.490	11.554
2/1/1996	418/26-01-1996	41.470.000	-	-	-	1.050.540	-	302.370.000	3.023.700	100
14/5/1997	2360/27-05-1997	-	-	-	99.301.478	102.278.522	-	503.950.000	5.039.500	100
17/6/1998	4811/26-06-1998	-	-	-	-	503.950.000	-	1.007.900.000	10.079.000	100
7/6/1999	4756/25-06-1999	100.790.000	-	-	-	-	-	1.108.690.000	11.086.900	100
29/11/1999	9833/9-12-1999	-	-	-	-	1.108.690.000	-	2.217.380.000	22.173.800	100
Total		170.356.270	21.998.418	14.915.562	247.923.738	1.762.186.012	-	2.217.380.000	22.173.800	100
22-02-2002 conversion in euro	1621/01-03-2002	499.945,04	64.558,82	43.772,74	727.582,50	5.171.492,33	-	6.507.351,43	22.173.800	0,29
22-02-2002 increase	1621/01-03-2002	-	-	-	144.788,57	-	-	6.652.140,00	22.173.800	0,3
21-6-2005 decrease		-	-	-	-	-	-75.969	6.576.171,00	21.920.570	0,3
Total after Conversion in Euros		499.945,04	64.558,82	43.772,74	872.371,07	5.171.492,33	-75.969,00	6.576.171,00	21.920.570	0,3

5.2 Share holder Structure

In the fore coming index is presented the Share holder structure of the company with percentage greater of 1% on 31/5/2008:

Shareholders	Number of Shares	(%)
Cardasilaris Nikolaos	3.970.633	18,11%
Cardasilaris Ioannis	3.490.360	15,92%
Cardasilaris Georgios	3.270.810	14,92%
ODIN EUROPA	791.172	3,61%
JPMCB RE PAM EQUIT EUROP SMALL MIDC	298.000	1,36%
Other Shareholders	10.099.595	46,07%
TOTAL	21.920.570	100%



SHAREHOLDERS COMPOSITION CHART

During the year 2007 the following transactions of own shares took place:

Details of the person in senior managerial position	Person conducting the transaction	Date	Market	Volume	Value euro	B/S	Value
KARDASILARIS NIKOLAOS/President	The Same	21/12/2007	Stock Mkt	7,19	14,364.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	19/12/2007	Stock Mkt	4	8,059.20	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	17/12/2007	Stock Mkt	8	15,975.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	13/12/2007	Stock Mkt	5	10,250.00	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	12/12/2007	Stock Mkt	5	10,500.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	11/12/2007	Stock Mkt	2	4,100.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	7/12/2007	Stock Mkt	5	10,293.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	7/12/2007	Stock Mkt	4	8,150.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	6/12/2007	Stock Mkt	4	8,085.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	6/12/2007	Stock Mkt	28	57,246.88	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	5/12/2007	Stock Mkt	15	30,773.94	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	5/12/2007	Stock Mkt	5	10,473.08	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	5/12/2007	Stock Mkt	2	4,050.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	4/12/2007	Stock Mkt	16,21	33,644.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	4/12/2007	Stock Mkt	2	4,065.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	3/12/2007	Stock Mkt	1	2,175.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	28/11/2007	Stock Mkt	460	1,025.80	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	27/11/2007	Stock Mkt	2	4,100.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	Husb/Wife	23/11/2007	Stock Mkt	10	21,098.55	B	Stock (Common)
KARDASILARIS GEORGIOS/President	The Same	23/11/2007	Stock Mkt	5	10,471.20	B	Stock (Common)

KARDASILARIS GEORGIOS/CEO	Husb/Wife	22/11/2007	Stock Mkt	5	9,950.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	22/11/2007	Stock Mkt	8	15,905.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	21/11/2007	Stock Mkt	5	10,050.00	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	21/11/2007	Stock Mkt	6	11,775.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	21/11/2007	Stock Mkt	32	63,955.36	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	20/11/2007	Stock Mkt	34,34	74,671.31	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	20/11/2007	Stock Mkt	15	33,305.26	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	19/11/2007	Stock Mkt	7	16,698.90	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	19/11/2007	Stock Mkt	6,81	15,662.00	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	14/11/2007	Stock Mkt	100	243,000.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	14/11/2007	Stock Mkt	150	364,500.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	14/11/2007	Stock Mkt	100	243,134.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	1/11/2007	Stock Mkt	6	15,480.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	31/10/2007	Stock Mkt	20,18	53,429.61	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	30/10/2007	Stock Mkt	10	26,800.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	29/10/2007	Stock Mkt	10	26,915.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	24/10/2007	Stock Mkt	10	27,700.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	19/10/2007	Stock Mkt	5	14,000.00	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	3/9/2007	Stock Mkt	4	11,840.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	3/9/2007	Stock Mkt	4	11,880.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	3/9/2007	Stock Mkt	4	11,840.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	7/8/2007	Stock Mkt	17	49,328.40	S	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	7/8/2007	Stock Mkt	17	49,301.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	7/8/2007	Stock Mkt	16	46,400.00	S	Stock (Common)

KARDASILARIS GEORGIOS/CEO	The Same	3/8/2007	Stock Mkt	10	29,300.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	2/8/2007	Stock Mkt	25	73,800.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	1/8/2007	Stock Mkt	500	1,440.00	B	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	1/8/2007	Stock Mkt	1	2,860.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	26/7/2007	Stock Mkt	17	53,388.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	25/7/2007	Stock Mkt	17	52,796.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	23/7/2007	Stock Mkt	5	15,650.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	20/7/2007	Stock Mkt	15	47,522.46	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	19/7/2007	Stock Mkt	10	31,220.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	17/7/2007	Stock Mkt	50	155,950.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	16/7/2007	Stock Mkt	8	25,760.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	12/7/2007	Stock Mkt	10,8	34,544.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	10/7/2007	Stock Mkt	6	19,320.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	10/7/2007	Stock Mkt	7,48	24,414.80	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	9/7/2007	Stock Mkt	10	32,050.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	9/7/2007	Stock Mkt	16	51,680.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	6/7/2007	Stock Mkt	3	9,420.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	6/7/2007	Stock Mkt	17,5	54,890.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	5/7/2007	Stock Mkt	5	15,900.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	3/7/2007	Stock Mkt	4	12,300.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	2/7/2007	Stock Mkt	3	9,120.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	26/6/2007	Stock Mkt	2	6,140.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	20/6/2007	Stock Mkt	5	15,800.00	S	Stock (Common)
KARDASILARIS GEORGIOS/CEO	The Same	19/6/2007	Stock Mkt	18,79	59,325.88	S	Stock (Common)
KARDASILARIS IOANNIS/CEO	Husb/Wife	14/6/2007	Stock Mkt	14,9	49,072.00	S	Stock (Common)

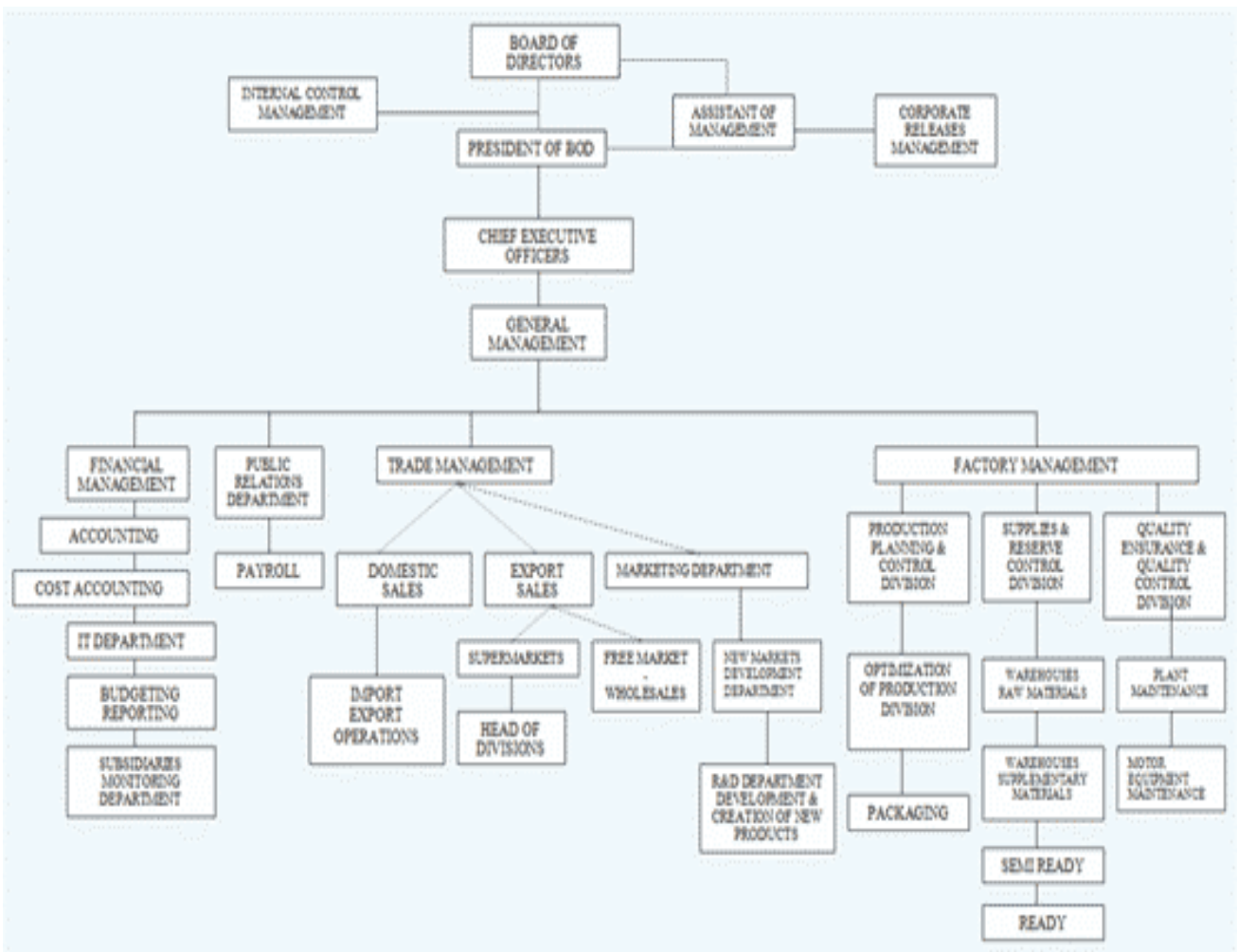
KARDASILARIS NIKOLAOS/President	Husb/Wife	3/5/2007	Stock Mkt	20	57,200.00	S	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	23/3/2007	Stock Mkt	3	8,303.42	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	22/3/2007	Stock Mkt	5	13,960.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	22/3/2007	Stock Mkt	6	16,638.10	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	21/3/2007	Stock Mkt	5	13,650.00	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	21/3/2007	Stock Mkt	7,5	20,500.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	The Same	20/3/2007	Stock Mkt	4	11,400.00	B	Stock (Common)
KARDASILARIS IOANNIS/CEO	The Same	20/3/2007	Stock Mkt	4	11,400.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	19/3/2007	Stock Mkt	10	28,700.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	9/3/2007	Stock Mkt	4	11,760.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	6/3/2007	Stock Mkt	3	8,850.00	B	Stock (Common)
KARDASILARIS NIKOLAOS/President	Husb/Wife	27/2/2007	Stock Mkt	7	22,260.00	B	Stock (Common)

5.3 Shares occupied from the members of Board of Directors and the supervisory personnel of the company.

At the index below there are mentioned the members of the Board of Directors and the supervisory personnel together with the number of shares which they had at 31/5/2008:

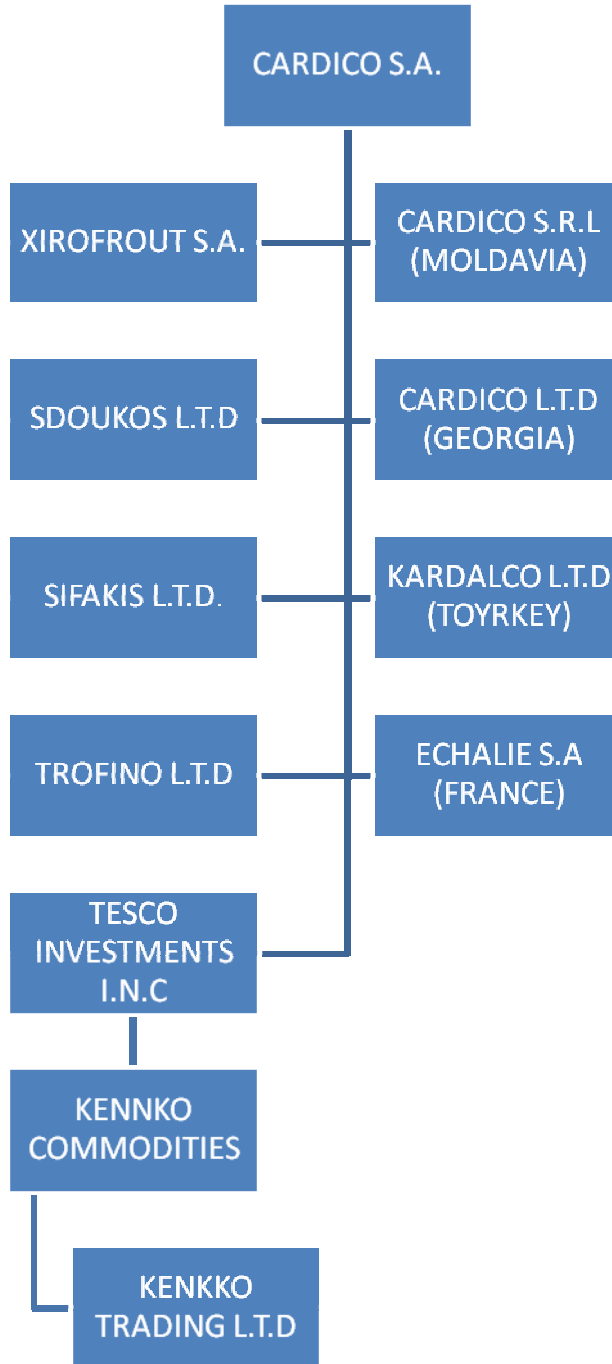
NAME	POSITION	SHARES
CARDASILARIS NIKOLAOS	CHAIRMAN	3.970.633
CARDASILARIS IOANNIS	MANAGING DIRECTOR	3.490.360
CARDASILARIS GEORGIOS	MANAGING DIRECTOR	3.270.810
SOULIOTIS KONSTANTINOS	INDEPENDENT NON - EXECUTIVE MEMBER	5.250
LIZARDOU MIRTOULA	EXECUTIVE MEMBER	200
VASILIOU STAVROS	INDEPENDENT NON - EXECUTIVE MEMBER	0
XRISTAKAKIS STAVROS	INTERNAL AUDITOR	0
TSAKIRIS EVANGELOS	FINANCIAL OFFICER	0
MINETTA ERASMIA	INDEPENDENT NON - EXECUTIVE MEMBER	0
TOTAL		10.737.253

5.4 Organization Chart



5.5 Subsidiaries

The index of the affiliated companies of the Group is as follows:



6. STOCK FINANCIAL DETAILS

6.1 Stock details

The company's stocks first traded in ASE at the 9th of October 1996. In the fore coming matrix is presented information concerning the movement of stocks. Such as the closing price of the stock at the end of every month, the sales volume in money and the number of shares for the period 1/1/2007 - 31/5/2008.

The stock is freely traded in the ASE. Since 3/12/2007 and according to article 209 paragraph 2c of the Stock of Athens Regulations, the stock of the company trades in the Medium and Small Capitalisation Index.

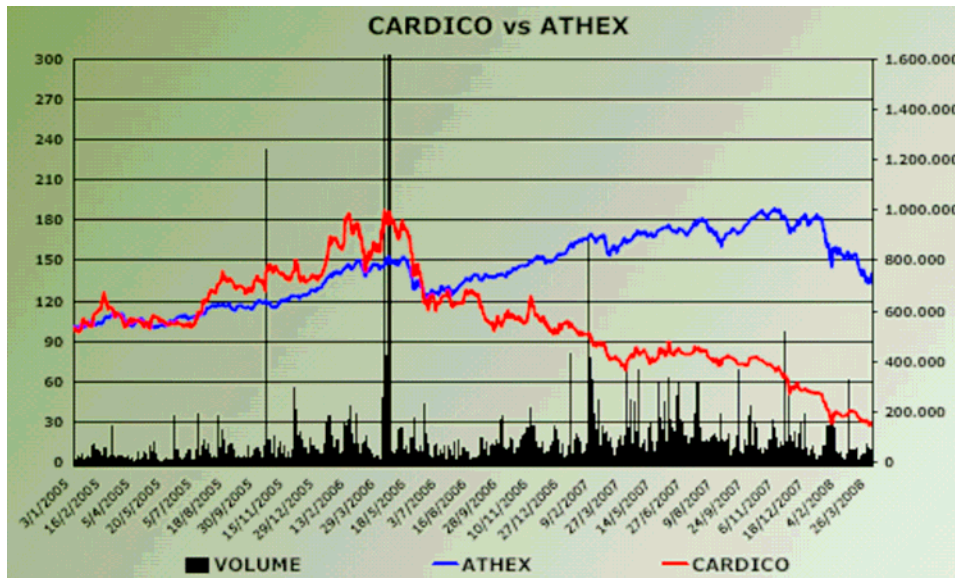
Date	Closing Price (euros)	Monthly Transactions Volume (in number of shares)	Value of Monthly Transactions Volume (in thousand euros)
January 2007	3,62	1.527.266	5.716,46
February 2007	3,1	3.646.542	12.480,09
March 2007	2,9	1.843.360	5.196,20
April 2007	2,99	1.871.626	5.814,99
May 2007	3,2	2.607.014	7.984,96
June 2007	3,06	2.863.335	9.062,43
July 2007	2,94	1.992.966	6.267,96
August 2007	2,97	1.652.389	4.786,30
September 2007	2,97	1.750.483	4.979,02
October 2007	2,68	1.422.505	4.037,43
November 2007	2,23	2.225.017	5.153,34
December 2007	1,97	1.017.548	2.068,28
January 2008	1,38	1.464.196	2.107,62
February 2008	1,27	972.624	1.370,84
March 2008	1,12	442.402	497,89
April 2008	1,21	772.220	864,64
May 2008	1,13	772.023	927,05

6.2 Evolution of the share in the last two years

Earnings and dividend per share	2007	2006
Earnings per share	-0,10	0,16
Divident per share	(-)	0,02

6.3 Indexes

Historical Chart of the share and the ATHEX index at the period 3.1.2005-26.3.2008:



Stock elements

Stock Price (€): 1,15 (28/03/2008)

Number of Stock: 21.920.570

Capitalisation (€ million): 25,2

% D since 29/12/2006: -70,8%

Highest of 52 Weeks €: 3,46 (04/06/2007)

Lowest of 52 Weeks €: 1,01 (20/03/2008)

Daily average of 52 Weeks (#): 83.836

Kardasilaris Family: 50,088%

Own Shares: 0,17%

Free Spreading: 49,742%

From the above index we conclude that, during 2007, the share of the company presented losses.

6.4 Presentations in Institutional Investors

The company "K. Cardasilaris & Sons S.A." during the previous fiscal year and until the date of editing the present bulletin went on to a number of presentations:

- On Monday June 4, 2007 the Group CARDICO presented to the Association of Institutional Investors (UGII -- ETHE), among other, the annual financial results and the significant



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developments of the fiscal year 2006, the group's activity and structure as well as the perspectives for 2007.

CARDICO Group Chairman Mr. Nikos Kardasilaris started by presenting the Group's main activity, namely the production and distribution of dried nuts. More specifically, CARDICO processes nuts produced in Greece and abroad and distributes and trades them both in Greece as well as in more than 28 countries worldwide, managing a significant client network amongst which there are some well established supermarket chains.

Following the above, the key features characterizing the group today were presented, amongst which the fact that the group holds the leading position in the domestic market and is the third largest in sales in the EU, has in-depth understanding of the market and its competitors, maintains long term solid relationships with its suppliers that allow the group to purchase at very low prices, and last but not least the dynamics added to the group from its new production plant at the Schimatari area of a total capacity of 75 mil. Kilos per annum and the flexibility to expand into new products.

Furthermore the group's FY 2006 results were presented, which as explained, were affected mostly by the unexpected decline in Cardico's raw material prices as well as by the strike mobilizations that took place in the Piraeus Port Authority during the last two months of 2006, which had an adverse effect to the normal flow of production operations and the export activity of the group at the last quarter of 2006 as well as the first quarter of 2007. In addition the low margins reported are mainly attributed to the strategic decision of the group to follow best practice procedures and honor all signed contracts with its suppliers of raw material, namely almond kernel. However, the first quarter results of 2007 show the first signs of recovery as the group managed to turnaround the losses of FY 2006 to earnings in the first quarter of 2007.

In his closing statement Mr Kardasilaris referred to the prospects for 2007 emphasizing that the group will use its strengths to achieve higher growth rates by expanding its production activity at the new state of the art facilities, by adding new contracts with major supermarket chains both in Greece and abroad and by expanding into new business segments such as the dried fruits.

Note: The above - mentioned presentations are posted at the company's website www.cardico.com and the Athens Exchange official website www.ase.gr



KON. KAPAΛIZIAPHE & YIOTAEBE

7. ANNUAL COMPANY AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR 2007.

7.1 Balance Sheet

ASSETS	Note	GROUP		COMPANY	
		31/12/2007	31/12/2006	31/12/2007	31/12/2006
Non – current assets					
Tangible Assets	10.1	43.069.675	50.362.412	34.907.443	41.862.203
Intangible Assets	10.2	686.674	823.171	157.089	223.827
Non-current Assets Held for Sale	10.1	1.946.403	0	1.946.403	0
Investments in Subsidiary Companies	10.4	0	0	44.127.935	56.290.935
Investments in Associate Companies	10.4	3.301.068	70.850	3.506.419	286.370
Property Investment	10.3	8.702.280	0	8.215.000	0
Other Long – term receivables	10.6	377.540	342.235	50.809	50.809
		58.083.640	51.598.668	92.911.097	98.714.143
Current assets					
Inventories	10.7	27.276.847	25.766.800	9.647.739	9.706.134
Customers and other Trade Receivables	10.8	33.161.454	34.103.506	20.196.488	18.906.767
Financial assets in fair value through profit and loss account	10.11	16.555	46.657	16.555	46.657
Subsidiary companies receivables	10.4	294.802	281.304	3.973.854	3.841.367
Other Receivables	10.9	7.930.322	13.681.169	5.553.481	9.068.489
Other Current Assets	10.10	833.555	568.533	444.062	340.527
Cash and cash equivalents	10.12	2.265.280	3.272.033	682.432	2.013.965
		71.778.815	77.720.002	40.514.611	43.923.906
Total Assets		129.862.455	129.318.670	133.425.709	142.638.050
EQUITY & LIABILITIES					
Equity					
Share capital	10.13	6.576.171	6.576.171	6.576.171	6.576.171
Share premium reserves	10.13	887.366	887.366	887.366	887.366
Fair value reserves	10.13	7.419.438	6.567.422	27.182.520	35.750.279
Other reserves	10.13	9.641.472	11.059.825	9.790.688	8.704.959
Retained earnings		(6.117.758)	(5.976.592)	(1.772.754)	833.370
Total assets classified as held for sale		18.406.690	19.114.191	42.663.991	52.752.145
Minority interest		2.437.280	2.308.395	0	0
Exchange differences from conversion of subsidiaries abroad		(495.479)	(246.693)	0	0
Total equity		20.348.491	21.175.893	42.663.991	52.752.145
Long – term liabilities					
Long – term bank liabilities	10.14	5.569.575	16.755.719	4.076.542	15.228.571
Deferred tax liabilities	10.5	1.443.158	846.413	7.749.424	10.167.042
Liabilities for pension plans	10.15	376.335	410.662	203.169	184.195
Other long – term liabilities	10.16	4.517.992	5.061.840	3.509.931	3.857.229
Total long – term liabilities		11.907.060	23.074.633	15.539.066	29.437.037
Short – term liabilities					
Suppliers and related liabilities	10.17	16.433.046	11.514.583	10.957.764	5.855.342
Current tax liabilities	10.18	1.147.551	635.939	907.645	549.413
Short – term bank liabilities	10.14	64.256.451	63.274.995	49.086.784	46.111.125
Long – term liabilities payable in the next period	10.14	14.263.414	7.902.429	14.050.000	7.671.429
Other short – term liabilities	10.19	1.506.443	1.740.198	220.459	261.560
Total Short – term Liabilities		97.606.905	85.068.143	75.222.651	60.448.868
Total Liabilities		109.513.965	108.142.777	90.761.717	89.885.905
Total Equity & Liabilities		129.862.455	129.318.670	133.425.709	142.638.050



ΚΩΝ. ΚΑΡΑΩΣΙΑΑΦΗΣ & ΥΙΟΙ ΑΕΒΕ

7.2 Income Statement

		GROUP		COMPANY	
		31/12/2007	31/12/2006	31/12/2007	31/12/2006
Sales		145.541.001	171.918.019	55.352.577	59.464.756
Cost of goods sold	10.20	(127.925.912)	(158.953.286)	(48.428.316)	(52.588.626)
Gross Profit		17.615.090	12.964.733	6.924.261	6.876.130
Other operating income	10.22	782.507	2.568.638	729.557	2.267.448
Administration expenses	10.21	(5.314.714)	(4.767.410)	(1.946.464)	(1.831.431)
Distribution expenses	10.21	(7.463.735)	(7.161.130)	(2.778.578)	(2.775.512)
Other operating expenses	10.22	(2.127.073)	(1.428.612)	(1.449.500)	(1.227.589)
Results Before Taxes Financing and Investments Results		3.492.074	2.176.219	1.479.277	3.309.046
Financial Income	10.23	1.681.125	1.959.354	1.337.012	4.556.650
Financial Expenses	10.23	(7.913.163)	(5.094.232)	(6.170.924)	(3.851.504)
Profit / Loss from affiliated companies	10.26	10.169	(657.933)	0	0
Profit from readjustment of property investments	10.3	2.575.000	0	2.575.000	0
Earnings before taxes		(154.795)	(1.616.592)	(779.635)	4.014.192
Income tax	10.24	(1.498.185)	235.667	(1.338.484)	(626.338)
Earnings after taxes		(1.652.980)	(1.380.925)	(2.118.118)	3.387.855
Allocated to :					
<i>The parent's shareholders</i>		(1.956.154)	(1.858.568)	0	0
<i>Minority interest</i>		303.175	477.644	0	0
<i>Basic Earnings per share</i>	10.25	-0,09	-0,09	-0,10	0,16
Brief results for the period					
Earnings Before Taxes Financing and Investments Results, Depreciations and Amortizations		5.070.249	3.695.204	2.546.445	4.347.079
Earnings Before Taxes Financing and Investments Results		3.492.074	2.176.219	1.479.277	3.309.046
Earnings before taxes		(154.795)	(1.616.592)	(779.635)	4.014.192
Earnings after taxes		(1.652.980)	(1.380.925)	(2.118.118)	3.387.855



ΚΩΝ. ΚΑΡΑΑΣΙΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ



KON. KAPAZIAPIHE & VIOI AEBE

7.3 Statement of changes in Equity

	Share capital	Share premium	Legal reserve	Fair value reserves	Other reserves	Retained earnings	Total	Minority interest	Exchange differences from conversion of	Total
Balance as at January 1st 2006 according to IFRS	6.576.171	887.366	1.237.401	4.970.054	5.643.094	-1.229.923	18.084.163	1.904.307	102.815	20.091.285
Property revaluation				3.167.031			3.167.031	6.155		3.173.186
Other Adjustments						122.154	122.154	53.530		175.685
Transfer from a liability account to a subsidiary reserve					319.000		319.000			319.000
Transfer from retained earnings to reserve			28.610		1.228.000	-1.256.610	0			0
Change in exchange differences from conversion of subsidiaries abroad							0	-133.243	-349.508	-482.750
Change due to sale/purchase of own shares					2.603.720		2.603.720			2.603.720
Net results for the period 01/01-31/12/2006						-1.858.568	-1.858.568	477.644		-1.380.925
Transfer of dividends to a liability account						-1.753.646	-1.753.646			-1.753.646
Change in deferred taxation				-1.569.663			-1.569.663			-1.569.663
Total recognized Profit /loss for the Period	0	0	28.610	1.597.368	4.150.720	-4.746.670	1.030.028	404.087	-349.508	1.084.608
Balance of Equity as at December 31, 2006	6.576.171	887.366	1.266.011	6.567.422	9.793.814	-5.976.592	19.114.191	2.308.394	-246.693	21.175.893
Balance as at January 1st 2007 according to IFRS	6.576.171	887.366	1.266.011	6.567.422	9.793.814	-5.976.592	19.114.191	2.308.395	-246.693	21.175.893
Deferred tax amendment							0			0
Property revaluation				852.017			852.017			852.017
Change due to sale/purchase of own shares					1.036.135		1.036.135			1.036.135
Transfer from retained earnings to reserve			49.594			-49.594	0			0
Transfer of dividends to a liability account						-438.411	-438.411			-438.411
Change in exchange differences from conversion of subsidiaries abroad							0		-248.786	-248.786
Transfer from a liability account to a subsidiary reserve					-2.503.000	2.303.000	-200.000			-200.000
Other adjustments					-1.082	-5	-1.087	-174.289		-175.376
Net results for the period 01/01-31/12/2007						-1.956.154	-1.956.154	303.175		-1.652.980
Change in minority interest							0			0
Revaluation reserve							0			0
Total Recognized Profit / loss for the Period	0	0	49.594	852.017	-1.467.947	-141.166	-707.501	128.885	-248.786	-827.402
Balance of Equity as at December 31, 2007	6.576.171	887.366	1.315.605	7.419.438	8.325.867	-6.117.758	18.406.690	2.437.280	-495.479	20.348.491



ΚΟΝ. ΚΑΡΔΑΞΙΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

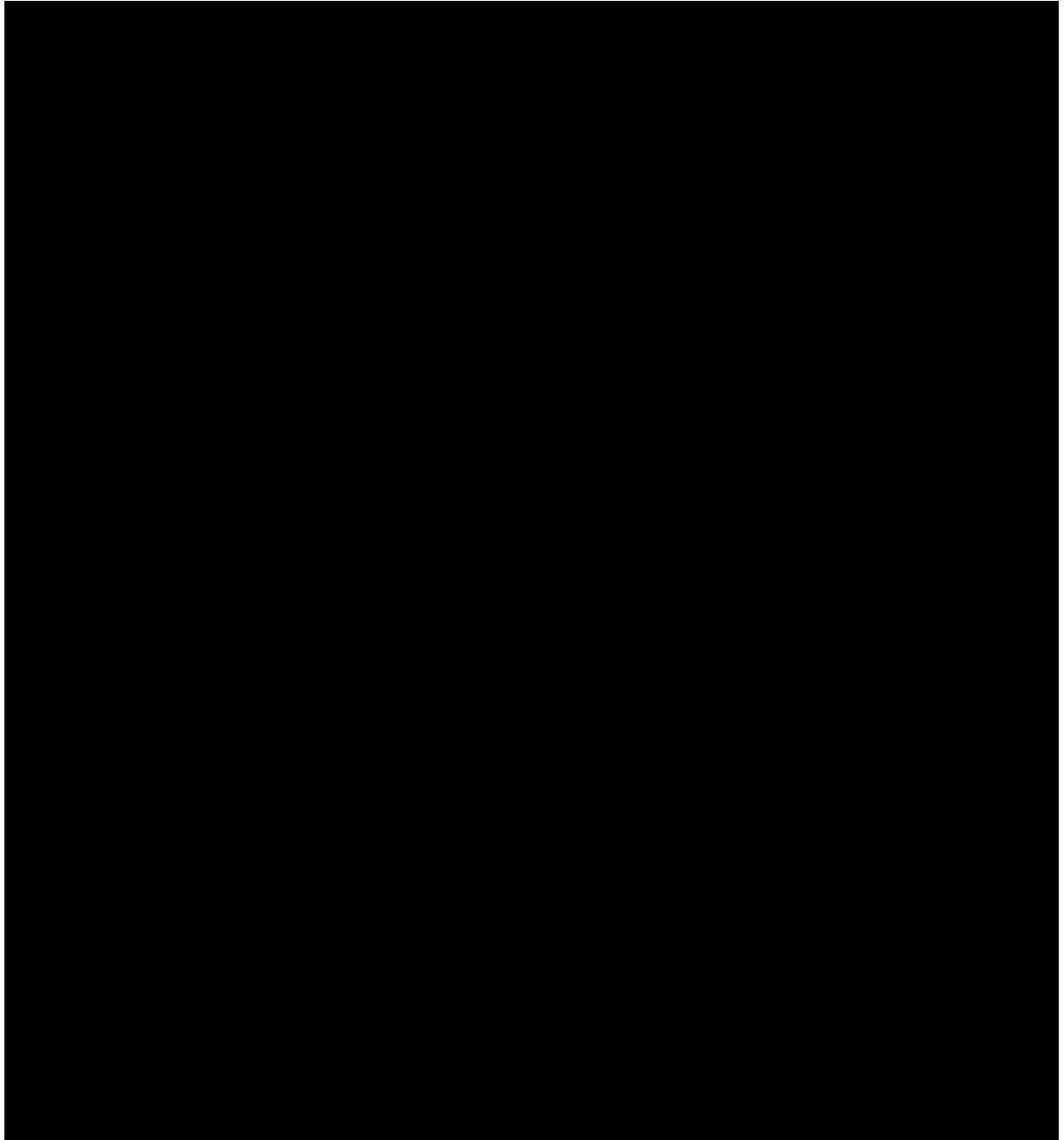
Statement of changes in the Parents Company's Equity

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ΚΩΝ. ΚΑΡΑΛΙΑΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

7.4 Cash flow statement





ΚΩΝ. ΚΑΡΑΣΣΙΛΑΡΙΣ & ΥΙΟΙ ΑΕΒΕ

7.5. Information on the group

7.5.1 General Information

The company C. CARDASSILARIS & SONS – CARDICO S.A. is a societe anonyme and constitutes the group's parent company. It was established with its present legal status on 30.01.1980 after the merge of the companies C. N. CARDASSILARIS & SON and C. CARDASSILARIS & SONS S.A. (FEK issue S.A. and L.T.D. 33/05.01.1980). The company is registered in the Records of Societe Anonyme, number 3760/06/β/86/05.

The company's duration has been set at fifty years and ends on 05.01.2031 according to article 2 in its statutes.

The Group's headquarters are located in Athens, on Karageorgi Servias 2 street (Syntagma Square), Zip Code 105 62. The company's administrative, commercial and productive activities take place to the company's factory, which operates as branch at the 2nd kilometer of regional Road Inois – Sximatariou, prefecture Viotia and supervised from D.O.Y. Thevon.

The financial statements for the period ending on December 31st 2007 (including the comparative data for the period ending on December 31st 2006) were approved by the Board of Directors of the company CARDICO S.A. on March 27st 2008.

7.5.2 Nature of activities

The company's activities are importing, exporting and processing nut products. It imports dried nuts mostly from the USA, Turkey, Iran, Moldavia, and Argentina and it exports its products to 26 countries, mostly Italy, France, Eastern Europe and Germany.

The company supplies industries producing chocolate and pastries, wholesalers of dried nuts, units processing dried nuts, super market chains and big stores selling in retail dried nuts.

Additionally the company elaborates and trades in pastry items.

7.6 Basis for preparation of the financial statements

The consolidated financial statements of **Cardico S.A.** as of December 31st, 2007 have been compiled based on the historic cost principle as this is amended by the readjustment of specific asset and liability items into market values, the going concern principle and are in accordance with the International Financial Reporting Standards (IFRS) that have been issued by the International Accounting Standards Board (IASB) and their interpretations that have been issued by the International Financial Reporting Interpretations Committee (IFRIC) of the IASB.

All the revised or issued for first time standards and interpretations which can be implemented on the Group and are in effect on December 31st 2007 have been taken into account during the compilation of the financial statements of year 2007 in the appropriate expansion.

The compilation of financial statements according to the IFRS requires the use of estimates and judgments during the application of the Company's accounting principles. Important assumptions made by the management for the application of the company's accounting methods have been appropriately highlighted whenever this has been deemed necessary.

7.6.1 New accounting principles and interpretations and substitution of IFRIC

Modifications and interpretations of International Financial Reporting Standards in effect for years before or after January 31st 2007.

- IFRS 7 Financial Instruments: Disclosures and supplementary revision of IAS 1- financial statement presentation- Capital disclosures.

IFRS imports a new series of disclosures in order to improve the information concerning financial instruments. As well qualitative and quantitative information is required in regards to the risks from the use of instruments specific disclosures for credit risks, liquidity risks and analyses of alternative business scenarios. The revision of IAS 1 imports disclosures about the use of Group's Capital. Group has estimated the impact of IFRS 7 and the revision of IAS 1 and concluded that the main new disclosures will concern the analyses of alternative business scenarios and the supplementary uses of capital. The Group has implemented IFRS 7 and revised IAS 1 since 1/1/2007.

- IFRS 8, Segment Reporting (in effect for the periods starting before or after 1/1/2008).

IFRS 8 replaces IAS 14 and requires the disclosure of specific descriptive and economic information concerning segments and increases the demands of the already existing disclosures. The Group does intend to implement untimely the IFRS 8 and contemplates its impact on the financial statements.

- IFRIC 10 Interim financial information and impairment loss (in effect for the periods before and after 1/11/2006).

IFRIC 10 prohibits the restoration of impairments in subsequent periods if these have taken place in interim periods. The Group have been implementing IFRS 8 since 1/1/2007 but without any significant impact on the financial statements.

- IAS 23 Cost of Debt (the revised issue of this standard will be implemented on 1/1/2009). The main difference in comparison with the former issue concerns the rejection of choice about recognition as expense the cost of debt connected with assets for which significant time is need in order to be used or sold.

The following interpretations on already implemented standards are obligatory for the compilation of the financial statements of the Group for the periods starting after 1/3/2006 or subsequent years but do not have significant impact on the financial results.

- IFRIC 7, implementation of the revaluation method of IAS 29, financial report in economies with extraordinary inflation (in effect 1/1/2006).

The interpretation provides instructions about how the guides of IAS 29 are implemented in a period in which the company suggests the existence of high inflation in the economy of the operating currency, when this economy did not face inflation in the preceding period. Considering that none of company of the Group does not operate in economies with high inflation, IFRIC 7 is not connected with the activities of the company.

- IFRIC 8, Field of implementation of IFRS 2 (in effect for the annual periods starting on , or after 1/5/2007).

IFRIC 8 demands the specification of the transactions concerning the issue of shares, where the return which will be received is lower than the fair value of the share, concern the guides of IFRS 2. The Group has implemented IFRIC 8 since 1/1/2007 and it is not expected to have any significant impact on financial statements of the group.

- IFRIC 11-IFRS 2: Transactions own shares of the Group (implementation from 1/3/2007).

IFRIC 11-IFRS 2 clarifies the treatment when the employees of a subsidiary receive shares of the parent company. It also clarifies if some types of transaction must be considered as transactions settled in shares or transactions settled in cash. The interpretation will not affect the financial statements of the Group.

- IFRIC 12- Service Concession Arrangements (implementation on 1/3/2008).

IFRIC 12 refers to companies with concession arrangements. It is not expected to affect the financial statements of the company.

- IFRIC 13 Fidelity programs (implementation on 1/7/2008)

IFRIC 13 clarifies the treatment of companies that grant its customers with fidelity programs such as “points” or “travel miles”. This interpretation is applicable in this Group.

- IFRIC 14. Limits of assets defined benefits, minimum necessary capital and its interactions (implemented on 1/1/2008).

IFRIC 14 refers to benefits after retirement and other long-term benefit programs to the employees. The interpretation defines when the financial benefits in the form of returns or reductions in cash flows must be considered as cash, how the existence of minimum necessary capital may affect the available financial benefits. In the form of reduction of future contributions and when the existence of minimum capital would be liability. This interpretation does not have any implementation on the Group.

The International Accounting Standards Board and the Interpretations Committee have already issued a series of new accounting standards and interpretation that are not included in the “IFRS Stable Platform 2005”. The IFRS and IFRIC are mandatory for the accounting periods beginning from January 1st 2006. The Group’s assessment regarding the effect of the aforementioned new standards and interpretations, is as follows:

7.6.2 Important Accounting decisions, estimations and assumptions.

Compilation of the financial statements according to IFRS’s, requires management to take decisions, carry out estimations and use assertions that have effect on the amounts according to which the assets, the liabilities income and expenses are presented. Real amounts may be altered due to these estimations. The estimations are constantly evolving and are base in historical facts and other factors, such as expectations of future events that are expected to occur under the current circumstances.

Assumptions

Fundamental assumptions made by the management of the Group and have the most significant impact on the amounts recognised in the financial statements are mainly connected with:

➤ Impairment estimation

The group annually controls the existing surplus for contingent impairment and inspects the facts or the circumstances which make possible the existence of impairment such as, a possible change in the company environment or a decision for sale of a unit or a segment. The definition of the existence of the impairment requires the valuation of the corresponded unit using the discounted cash flow method. When information is available it can be used the method of multiples of market in order to be possible the cross reference of the results of the two methods. In order to implement the two methods we assume a number of factors such as operating income, future business plans, economic elongations and market conditions.

If through the analysis arise the need for impairment of the surplus, the measurement of the impairment requires the definition of the fair value of every recognized tangible or intangible asset. In this case, the method of discounted cash flow is implemented by independent assessor, wherever this is necessary.

In addition, all the recognized intangible assets are controlled annually for possible impairment with defined operating lives and subject to depreciation, comparing the book value with sum of non-discounted cash flows which are expected to arise from this asset. Intangible assets with non-defined operating lives are controlled using the method of fair value such as the discounted cash flows.

➤ **Income tax**

The group is subject to income tax by various tax authorities. For the definition of the estimation of the income tax significant estimations must be made. There numerous transactions and calculations which make the definition of income tax uncertain during the usual activities of the Group. The Group recognises liabilities for expected issues of tax inspections based on estimations for the additional tax which may arise. If the final result for income taxes of these cases differs from that which was primarily recognized in the financial statements, the differences affect the income tax and the provisions for differed tax of the period in which these taxes are defined.

➤ **Fair value of derivatives and other financial instruments**

Company does not use derivatives or other financial instruments for risk management connected with interest rates, exchange rates but only for trade.

➤ **Provisions**

Insecure accounts are presented in the amounts which are recoverable. The estimations about the estimations which are recoverable emerge from analyses and the experience of the Group concerning these clients. As soon as it is recognised that the risk of a certain account is higher than the usual credit risk, this account is analysed and then recorded as insecure if the circumstances indicate so.

➤ **Contingent liabilities**

The Group is involved in judicial claims and compensations during the normal exercise of its activities. Management belief is that none of the settlements will affect economic status of the Group on 31/12/2007. Although, the definition of contingent liabilities connected with judicial claims is a complicate process including judgements about the possible outcome and the interpretations of the laws and regulations.

7.6.3 Basic accounting principles

General

The accounting principles according to which the attached financial statements are compiled and which the Group applies are the following.

It is important to refer that as mentioned above on paragraph 3.2 accounting assumptions and estimations have been used during the compilation of the financial statements. Despite the fact that these assumptions are based on the management's judgements concerning current events, the real results may differ from those which have been estimated. Consolidated financial statements are presented in €. Accounting principles utilized in the compilation of the attached



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financial statements are consistent with those utilized for the compilation of the financial statements of year 2007.

7.7 Segment reporting

A geographical segment is defined as a geographical region in which goods and services are provided and which is subject to different risks and returns than other regions.

A business segment is defined as a group of assets and activities that provide goods and services, that are subject to different risks and returns than other business segments.

The production, elaboration and trading of a massive variety of nut products is the main activities of the group. Geographically, the Group is active in the Greece, the Eurozone (mainly in France and U.K.) and Other Countries.

7.8 Consolidation

Subsidiaries: All the companies that are managed or controlled, directly or indirectly, by another company (parent) either through the holding of majority voting rights in the undertaking or through its dependence on the know-how provided from the Group. That is to say that subsidiaries are companies in which control is exercised by the parent. Cardico S.A. acquires and exercises control through voting rights. The existence of potential voting rights that are exercisable at the time the financial statements are compiled, is taken into account in order to determine whether the parent exercises control over the subsidiaries. Subsidiaries are consolidated completely (full consolidation) with the purchase method from the date that control over them is acquired and cease to be consolidated from the date that this control no longer exists.

The acquisition of a subsidiary by the Group is accounted for using the purchase method. The acquisition cost of a subsidiary is the fair value of the assets given as consideration, the shares issued and the liabilities undertaken on the date of the acquisition plus any costs directly associated with the transaction. The individual assets, liabilities and contingent liabilities that are acquired during a business combination are valued during the acquisition at their fair values regardless of the participation percentage. The acquisition cost over and above the fair value of the individual assets acquired is booked as goodwill. If the total cost of the acquisition is lower than the fair value of the individual assets acquired, the difference is immediately booked to the results.

Specifically as regards to business combinations that had taken place prior to the Group's transition date to the IFRS (January 1st, 2004) the exemption provided under IFRS 1 was used and the purchase method was not used retroactively. Based on this exemption the Company did not recalculate the acquisition cost of the subsidiaries that had been acquired prior to the date of transition to the IFRS, nor the fair value of the acquired assets and liabilities at the date of acquisition. Consequently, the goodwill recognized as at the transition date, was based on the IFRS 1 exemption, was calculated based on the prior accounting principles and was presented in the same way as the group's last published financial statements before the transition to IFRS.

Inter-company transactions, balances and unrealized profits from transactions between Group companies are written-off. Unrealized losses are also written-off except if the transaction provides indication of impairment of the transferred asset. The accounting principles of the subsidiaries have been amended so as to conform to the ones adopted by the Group.

Associates: Associates are companies on which the Group can exert significant influence but which do not fulfill the conditions to be classified as subsidiaries or joint ventures. The assumptions used by the group imply that a holding of between 20% and 50% of a company's voting rights suggests significant influence on the company. Investments in associates are initially recognized at cost and are subsequently valued using the equity method. At the end of each period, the cost increases by the proportion of the investing company in the changes in net worth of the company it invests in and decreases by the dividends received from the associate.

As regards to the acquisition goodwill, it decreases the participation value by burdening the period's results, when its value decreases.

The Group consolidated using the net equity method an affiliated company which was not consolidated in accordance with the previous accounting principles. The surplus value arisen was disclosed in the transitional balance sheet as surplus value in the assets of the consolidated balance sheet. In the subsequent financial statements its value will be reduced.

The Group's share in the profits or losses of associated companies after the acquisition is recognized in the income statement, while the share of changes in reserves after the acquisition is recognized in the reserves. The cumulated changes affect the book value of the investments in associated companies. When the Group's share in the losses of an associate is equal or larger than its participation in the associate, including any other doubtful debts, the Group does not recognize any further losses, unless it has covered liabilities or made payments on behalf of the associate or those that emerge from ownership.

7.9 Foreign currency conversion

The measurement of the items in the financial statements of the Group's companies is based on the currency of the primary economic environment in which the Group operates (operating currency). The consolidated financial statements are reported in euros, which is the operating currency and the reporting currency of the parent Company and all its subsidiaries.

Transactions in foreign currencies are converted to the operating currency using the rates in effect at the date of the transactions.

Profits and losses from foreign exchange differences that result from the settlement of such transactions during the period and from the conversion of monetary items denominated in foreign currency using the rate in effect at the balance sheet date are posted to the results.

The Group's foreign activities in foreign currency (which constitute an inseparable part of the parent's activities), are converted to the operating currency using the rates in effect at the date of the transaction, while the asset and liability items of foreign activities, including surplus value and fair value adjustments, that arise during the consolidation, are converted to euro using the exchange rates that are in effect as at the balance sheet date.

The individual financial statements of companies included in the consolidation, which initially are presented in a currency different than the Group's reporting currency, have been converted in Euros. The asset and liability items have been converted to euros using the exchange rate at close of the balance sheet date. The income and expenses have been converted to the Group's reporting currency using the average rates during the aforementioned period. Any differences



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that arise from this process, have been debited / (credited) to the equity reserve for translation of subsidiaries' balance sheets in foreign currency.

7.10 Tangible assets

Fixed assets are reported in the financial statements at acquisition cost or deemed cost, as such was determined based on fair values as at the transition dates, less accumulated depreciations and any impairment suffered by the assets. The acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Subsequent expenditure is added to the carrying value of the tangible fixed assets or is booked as a separate fixed asset only if it is probable that future economic benefits will flow to the Group and their cost can be accurately measured. The repair and maintenance cost is booked in the results when such is realized.

Depreciation of tangible fixed assets (other than plots which are not depreciated) is calculated using the straight line method over their useful lives, as follows:

Land	9 - 50 years
Mechanical equipment	6 - 20 years
Vehicles	6 - 10 years
Other equipment	4 - 7 years

(*) The new premises of the parent company have useful life 50 years.

The residual values and useful economic lives of tangible fixed assets are subject to reassessment at each balance sheet date. When the book value of tangible fixed assets exceeds their recoverable amount, the difference (impairment) is immediately booked as an expense in the results.

Upon sale of the tangible fixed assets, any difference between the proceeds and the book value are booked as profit or loss to the results. Expenditure on repairs and maintenance is booked as an expense in the period it relates to.

Self-constructed tangible fixed assets constitute an addition to the acquisition cost of tangible assets at a value that includes the direct cost of employee's salaries (including the relevant employer's contributions), the cost of materials used and other general costs.

7.11 Investments in capital assets

The investments in capital assets are held for conveying rents, for capital enforcement or both. Investments in capital assets are those investments concerning all those assets (fields, buildings, parts of buildings or both) which are held by the Group for conveying rents or for the increase in their value (capital enforcements) or both.

The Group assumes according to the criteria of recognition all the expenditures made for an investment in capital assets at the time these are made. These expenditures include expenditures which initially made for the acquirement of the asset and the expenditures made

later for the accession or replacement of a building. According to the criteria of recognition, the Group does not include the maintenance expenditures in the book value of an investment in capital assets, which expenditures are directly recognized in the Profit and Loss Statement.

The investments in capital assets are initially recognised at the cost of acquisition, added all these expenditures connected with the transaction of their acquisition. The cost of capital asset is equal to the price, in cash. In case that the payment for the acquisition of a capital asset for investment is differed beyond the normal credit limits, the difference between the sum of payments and the cash equivalent will be recognised in the Profit and Loss statement as interest expenditures.

The Group has decided to evaluate its investments in capital assets in their fair value. According to this policy the fair value of an investment in capital assets is the price in which the asset can be transferred among well-informed parts in a normal transfer. The fair value excludes an estimated price raised or reduced due to special terms or circumstances such as unusual funding, lease and sale back or any other return connected with the transfer. Any profit or loss arisen from the fair value of the investment is recognised as profit or loss at the time it arises.

Determinative factor of the fair value is the current price in active and effective market for similar assets in the same area and in the same condition.

7.12 Intangible assets

The intangible assets include software programs, software licenses and the goodwill arose from the consolidation of an associate company.

Software: Software licenses are valued at their acquisition cost less any accumulated depreciations. Depreciations are conducted with the straight-line method over their useful lives, which ranges from 3 to 6 years.

Goodwill: The Group recorded in that account the surplus value arising from the consolidation of an affiliated company, based on the net equity method, which had not been included in the consolidated financial statements in compliance with the previous accounting principles. This surplus value will not be amortized but instead it will be examined on an annual basis for any reduction in its value, if there are facts providing indication for loss according to IAS 36.

Surplus value arisen from the acquisition of subsidiary companies in previous years which had been recorded according to the previous accounting principles as negative in consolidated capital and reserves continues to reduce capital and reserves (at results carried forward of the Group).

Any new surplus value arising in the future the company may, according to IFRS 3 - Companies consolidation, disclose it as an item in assets instead of an item reducing capital and reserves of the Group.

In general, surplus value is recorded as the difference between cost value and a fair value in assets and liabilities of a subsidiary / associated company as at the date of acquisition. The company at the purchase date recognizes the surplus value arising from the purchase, as an item in assets and discloses it in cost. This cost is equal to the amount by which the consolidation cost exceeds the share of the company, in assets, liabilities and contingent liabilities of the acquired company.

Following the initial recognition the surplus value is evaluated at cost less accumulated losses due to the reduction in its value. Surplus value is not amortized but instead it is examined on an annual basis for any reduction in its value, if there are facts providing indication of a loss according to IAS 36.

If acquisition cost is lower than the company's share in the acquired company's capital and reserves, the former recalculates the acquisition cost, evaluates asset items, liabilities and contingent liabilities of the acquired company and records directly to profit and loss account any difference outstanding after the recalculation as profit.

7.13 Impairment of Assets

Assets with an indefinite useful life are not depreciated and are subject to an impairment review annually and when some events suggest that the book value may not be recoverable any resulting difference is charged to the period's results. Assets that are depreciated are subject to an impairment review when there is evidence that their value will not be recoverable. The recoverable value is the greater of the net sales value and the value in use. An impairment loss is recognized by the company when the book value of these assets (or cash flow generating unit) is greater than its recoverable amount.

Net sales value is the amount received from the sale of an asset at an arm's length transaction in which participating parties have full knowledge and participate voluntarily, after deducting any additional direct cost for the sale of the asset, while value in use is the present value of estimated future cash flows that are expected to flow into the company from the use of the asset and from its disposal at the end of its estimated useful life.

7.14 Financial instruments

Financial instrument is any contract that creates a financial asset in an enterprise and a financial liability or equity instrument in another.

The financial instruments of the Group are classified in the following categories according to the substance of the contract and the purpose for which they were purchased.

i) Financial instruments valued at fair value through the income statement

These comprise financial assets that held for trading purposes.

Upon initial recognition it is designated by the company as an instrument valued at fair value, with any changes recognized through the Income Statement.

ii) Loans and receivables

They include non-derivative financial assets with fixed or predefined payments which are not traded in active markets. The following are not included in this category (loans and receivables):

- a) Receivables from down payments for the purchase of goods or services,
- b) receivables relating to tax transactions, which have been legislatively imposed by the state,



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c) any receivable not covered by a contract which gives the company the right to receive cash or other financial fixed assets.

Loans and receivables are included in current assets, except those with a maturity date that is farther than 12 months from the balance sheet date. The latter are included in the non-current assets.

iii) Investments held to maturity

These include non derivative financial assets with fixed or defined payments and specific maturity and which the Group intends to hold until their maturity.

iv) Financial assets available for sale

These include non derivative financial assets that are either designated as such or cannot be included in any of the previous categories.

Following, the financial assets available for sale are valued at fair value and the relevant profit or loss is booked in equity reserves until such assets are sold or characterized as impaired.

During the sale, or when they are characterized as impaired, the profit or loss is transferred to the results. Impairment losses that have been booked to the results are not reversed through the results.

The purchases and sales of investments are recognized during the transaction date, which is also the date the Group commits to purchase or sell the item. Investments are initially recognized at fair value plus the directly related to the transaction costs. The costs directly related to the transaction is not added for items that are valued at fair value with changes in the results. Investments are written-off when the right on cash flows from investments mature or is transferred and the Group has essentially transferred all the risks and rewards implied by the ownership.

The loans and receivables are recognized in the net book value based on the real interest rate method.

The realized and unrealized profit or losses that arise from changes in the fair value of financial assets valued at fair value with changes in the results, are recognized in the results of the period they result in.

The fair values of financial assets that are traded in active markets, are defined by the current ask prices. For non-traded assets, fair values are defined with the use of valuation techniques such as analysis of recent transactions, comparative items that are traded and discounted cash flows. The securities that are not traded in an active market that have been classified in the category Financial assets available for sale, and whose fair value cannot be determined with credibility, are valued at their acquisition cost.

At each balance sheet date the Group assess whether there are objective indications that lead to the conclusion that financial assets have been impaired. For company shares that have been classified as financial assets available for sale, such an indication consists of a significant or extended decline in the fair value compared to the acquisition cost. If impairment is established,



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the accumulated loss in equity, which is the difference between acquisition cost and fair value, is transferred to the results.

7.15 Inventories

At the balance sheet date, inventories are valued at the lower of acquisition cost and net realizable value. Net realizable value is the estimated sales price during the normal course of the company's business less any relevant sales expenses. The cost of inventories does not include financial expenses.

7.16 Trade receivables

Receivables from customers are initially booked at their fair value and are subsequently valued at their net book cost using the method of the effective interest rate, less the provision for impairment. In the event that the net book value or the cost of a financial asset exceeds the present value, then this asset is valued at its recoverable amount, i.e. at the present value of the future cash flows of the asset, which is calculated using the real initial interest rate.

The relevant loss is immediately transferred to the period's results. The impairment losses, i.e. when there is objective evidence that the Group is unable to collect all the amounts owed based on the contractual terms, are recognized in the income statement.

7.17 Cash and cash equivalents

Cash and cash equivalents include cash in the bank and in hand as well as short term highly liquid investments such as money market products and bank deposits. Money market products are financial assets which are valued at fair value through the profit and loss account.

7.18 Non-current assets classified as held for sale

The assets available for sale also include other assets (including Goodwill) and tangible fixed assets that the Group intends to sell within one year from the date such are classified as "Held for sale".

The assets classified as "Held for sale" are valued at the lowest value between their book value immediately prior to their classification as available for sale, and their fair value less the sale cost. Assets classified as "Held for sale" are not subject to depreciation. The profit or loss that results from the sale and reassessment of assets "Held for sale" is included in "other income" and "other expenses" respectively, in the income statement.

7.19 Own shares

After the acquisition of own shares, the amount paid, including any relevant expenses, is disclosed reducing capital and reserves.

7.20 Income tax & deferred tax

The period charge for income tax comprises current tax and deferred tax, i.e. the tax charges or tax credits that are associated with economic benefits accruing in the period but have been assessed by the tax authorities in different periods. Income tax is recognized in the income statement of the period, except for the tax relating to transactions that have been booked directly to equity, in which case it is, accordingly, booked directly to equity.

Current income taxes include the short-term liabilities or receivables from the fiscal authorities that relate to taxes payable on the taxable income of the period and any additional income taxes from previous periods (tax audit differences).

Current taxes are measured according to the tax rates and tax laws in effect during the financial years to which they relate, based on the taxable profit for the year. All changes to the short-term tax assets or liabilities are recognized as part of the tax expense in the income statement.

Deferred income tax is determined according to the liability method which results from the temporary differences between the book value and the tax base of assets or liabilities. Deferred tax is not booked if it results from the initial recognition of an asset or liability in a transaction, except for a business combination, which when it occurred did not affect neither the accounting nor the tax profit or loss.

Deferred tax assets and liabilities are valued based on the tax rates that are expected to be in effect during the period in which the asset or liability will be settled, taking into consideration the tax rates (and tax laws) that have been put into effect or are essentially in effect up until the balance sheet date. In the event where it is impossible to identify the timing of the reversal of the temporary differences, the tax rate in effect on the day after the balance sheet date is used.

Deferred tax assets are recognized to the extent that there will be a future tax profit to be set against the temporary difference that creates the deferred tax asset.

Deferred income tax is recognized for the temporary differences that result from investments in subsidiaries and associates, except for the case where the reversal of the temporary differences is controlled by the Group and it is possible that the temporary differences will not be reversed in the foreseeable future.

Most changes in the deferred tax assets or liabilities are recognized as part of the tax expense in the income statement. Only changes in assets or liabilities that affect the temporary differences are recognized directly in the equity of the Group, such as the revaluation of property value,



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that results in the relevant change in deferred tax assets or liabilities being charged against the relevant equity account.

7.21 Employee benefits

Short-term benefits: Short-term employee benefits (except post-employment benefits) monetary and in kind are recognized as an expense when they accrue. The company officially or unofficially does not implement any special plan for benefits to its employees. The only plan implement is the conventional obligation (based on Greek law 2112/20) to provide a lump sum. For the above amount the company makes a provision when considered necessary according to an actuarial study.

7.22 Grants

The Group recognizes the government grants that cumulatively satisfy the following criteria:

- a) There is reasonable certainty that the company has complied or will comply to the conditions of the grant and
- b) it is probable that the amount of the grant will be received. They are booked at fair value and are systematically recognized as revenue according to the principle of matching the grants with the corresponding costs that they are subsidizing.

Grants that relate to assets are included in long-term liabilities as deferred income and are recognized systematically and rationally as revenue over the useful life of the fixed asset.

7.23 Provisions

Provisions are recognized when the Group has present obligations (legal or constructive) as a result of past events, their settlement through an outflow of resources is probable and the exact amount of the obligation can be reliably estimated. Provisions are reviewed during the date when each balance sheet is compiled so that they may reflect the present value of the outflow that is expected to be required for the settlement of the obligation. Contingent liabilities are not recognized in the financial statements but are disclosed, except if the probability that there will be an outflow of resources that embody economic benefits is very small. Contingent claims are not recognized in the financial statements but are disclosed provided that the inflow of economic benefits is probable.

7.24 Recognition of income and expenses

Income: Income includes the fair value of goods and services sold, net of Value Added Tax, discounts and returns. Intercompany revenue within the Group is eliminated completely. The recognition of revenue is done as follows:

- **Sale of goods:** Sales of goods are recognized when the Group transfers goods to customers, the goods are accepted by them and the collection of the resulting claim is reasonably assured.

- **Provision of services:** Income from the provision of services is accounted for in the period during which the services are rendered, based on the stage of completion of the service rendered in relation to the total services to be rendered.
- **Income Interest:** Interest income is recognized on a time proportion basis using the effective interest rate. When there is impairment of assets, their book value is reduced to their recoverable amount which is the present value of the expected future cash flows discounted using the initial real interest rate. Interest is then booked using the same interest rate calculated on the impaired (new book) value.
- **Dividends:** Dividends are accounted for as revenue when the right to receive payment is established.
- **Compensations:** Compensations are accounted as revenue when the right to receive payment is established.
- **Profits of assets disposal:** These profits (i.e. profits from the disposal of tangible assets), are recorded as revenue when the right to receive payment is established.

Expenses: Expenses are recognized in the results on an accrued basis. The payments made for operating leases are transferred to the results as an expense, during the time the lease is used. Interest expenses are recognized on an accrued basis.

7.25 Leases

Group company as Lessee: Leases of fixed assets with which all the risks and benefits related with ownership of an asset are transferred to the Group, regardless of whether the title of ownership of the asset is eventually transferred or not, are finance leases.

These leases are capitalized at the inception of the lease at the lower of the fair value of the asset and the present value of the minimum lease payments. Each lease payment is apportioned between the reduction of the liability and the finance charge so that a fixed interest rate on the remaining financial liability is achieved. The relevant liabilities from leases, net of finance charges, are reported as liabilities. The part of the finance charge that relates to finance leases is recognized in the income statement during the term of the lease. Fixed assets acquired through finance leases are depreciated over the shorter of their useful lives and the lease term.

Lease agreements where the lessor transfers the right of use of an asset for an agreed period of time, without transferring, however, the risks and rewards of ownership of the fixed asset are classified as operating leases. Payments made with respect to operating leases (net of any incentives offered by the lessor) are recognised in the income statement proportionately throughout the term of the lease.

7.26 Dividend distribution

The distribution of dividends to the shareholders of the parent company is recognized as a liability in the consolidated financial statements at the date on which the distribution is approved by the General Meeting of the shareholders.

8 Group Structure

The structure of the Group on 31st December 2007 is as follows:



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CONSOLIDATED COMPANIES	CONSOLIDATION METHOD	PERCENTAGES
CARDICO S.A.	PARENT	100%
ESHALIE S.A	FULL CONSOLIDATION	51%
TESCO S.A	FULL CONSOLIDATION	57,69%
SIFAKIS S.A	FULL CONSOLIDATION	51%
XIROFRUIT S.A.	FULL CONSOLIDATION	57,69%
NUT COMPANY S.A	FULL CONSOLIDATION	57,50%
SDOUKOS A.V.E.E.	EQUITY	24,92%
CARDICO SRL (MOLDOVA)	FULL CONSOLIDATION	92,86%
CARDICO LTD GEORGIA	FULL CONSOLIDATION	100%

CARDICO LTD and CARDICO SRL consolidated during the presented period.

9. Financial information by sector

Primary information sector – Geographic segments

The Group is active in seven geographic segments: Greece – France – Other countries

The results for each segment are analyzed as follows:

1/1 - 31/12/2006

	GREECE	FRANCE	OTHERS	TOTAL	INTER – COMPANY ELIMINATIONS		CONSOLIDATED BALANCE
Sales	68.654.974	87.178.000	31.890.006	187.722.980	15.804.961	0	203.527.941
Cost of goods sold	-60.327.984	-85.460.000	-28.970.264	-174.758.247	0	15.804.961	-190.563.208
Gross Profit	8.326.990	1.718.000	2.919.743	12.964.733		0	12.964.733
Other operating income	2.568.638	0	0	2.568.638	0	0	2.568.638
Administration expenses	-2.427.944	-1.179.000	-1.160.466	-4.767.410	0	0	-4.767.410
Distribution expenses	-3.799.897	-3.337.000	-24.233	-7.161.130	0	0	-7.161.130
Other operating expenses	-1.303.412	-178.000	0	-1.481.412	0	52.800	-1.428.612
Operating Results	3.364.376	-2.976.000	1.735.043	2.123.419		0	2.176.219
Financial Income	4.559.905	380.000	19.449	4.959.354	3.000.000	0	1.959.354
Financial Expenses	-4.234.654	-748.000	-111.579	-5.094.232	0	0	-5.094.232
Losses from investments in affiliated companies	0	0	0	0	0	657.933	-657.933
Earnings before taxes	3.689.627	-3.344.000	1.642.914	1.988.541		0	-1.616.592
Tax Expense	-630.137	1.041.000	-175.196	235.667	0	0	235.667
Earnings after tax	3.059.490	-2.303.000	1.467.718	2.224.208		0	-1.380.925
Net earnings	3.059.490	-2.303.000	1.467.718	2.224.208		0	-1.380.925
Minority Interests	0	0	0	0	0	0	0
Net earnings for the period	3.059.490	-2.303.000	1.467.718	2.224.208			-1.380.925



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1/1 - 31/12/2007

	GREECE	FRANCE	OTHERS	TOTAL	INTER – COMPANY ELIMINATIONS	CONSOLIDATED BALANCE
Sales	63.725.824	57.373.000	36.751.859	157.850.683	12.309.681	145.541.001
Cost of goods sold	-55.162.151	-50.632.000	-34.441.442	-140.235.593	0	-127.925.912
Gross Profit	8.563.672	6.741.000	2.310.417	17.615.090	0	17.615.090
Other operating income	751.372	0	31.134	782.507	0	782.507
Administration expenses	-2.476.373	-1.563.000	-1.275.342	-5.314.714	0	-5.314.714
Distribution expenses	-3.800.735	-3.663.000	0	-7.463.735	0	-7.463.735
Other operating expenses	-1.555.474	-650.000	-399	-2.205.873	0	-2.127.073
Operating Results	1.482.462	865.000	1.065.812	3.413.274	0	3.492.074
Financial Income	1.337.918	342.000	1.206	1.681.125	0	1.681.125
Financial Expenses	-6.648.739	-1.025.000	-239.424	-7.913.163	0	-7.913.163
Profit from revaluation of property investments	2.575.000	0	0	2.575.000	0	2.575.000
Loss from investments in affiliated companies	0	0	0	0	0	10.169
Earnings before taxes	-1.253.358	182.000	827.594	-243.764	0	-154.795
Tax Expense	-1.307.199	-181.000	-9.986	-1.498.185	0	-1.498.185
Earnings after tax	-2.560.558	1.000	817.608	-1.741.949	0	-1.652.980
Net earnings	-2.560.558	1.000	817.608	-1.741.949	0	-1.652.980
Minority Interests	-198.183	0	380.869	182.686	120.489	303.175
Net earnings for the period	-2.758.741	1.000	1.198.478	-1.559.263	0	-1.956.154

Secondary information sector

The group is active in three business segments:

- Industrial activity
- Commercial activity
- Sales of other stocks

The Group's sales by Business segment and item are analyzed as follows:

	31/12/2007	31/12/2006
COMMERCIAL ACTIVITY	94.913.873	122.673.534
INDUSTRIAL ACTIVITY	62.160.776	64.323.845
OTHER ACTIVITIES	776.034	725.601
TOTAL	157.850.683	187.722.980
Less :		
Intercompany sales	12.309.681	15.804.961
TOTAL	145.541.001	171.918.019

10. Notes on the Financial Statements

10.1 Tangible assets

Buildings and land have been evaluated as at the date of first adoption of IFRS (01/01/2004) at a fair value in accordance with IFRS 1. "Fair value" is considered to be the value of fixed assets as at the date of the first time IFRS adoption which has been set by an independent evaluator.

The Land and the buildings were valued as at the transition date to IFRS (01/01/2004) at fair value according to the provisions of IFRS 1. The "fair value" is the value of the fixed assets at the transition date to IFRS, which was defined after a study by an independent evaluator.

On the parent company's buildings and land there is a mortgage in favor of bond holding loaners for the amount of € 32.000.000, while on buildings and land of the subsidiary company SIFAKIS SA there is a prenotation of mortgage for the amount of € 2.530.000.

CARDICO Group at the beginning of 2007 decided to reform the use of its tangible assets aiming at more profitable investments. In particular, the administration of parent company in April 2007 decided, taking into consideration all the positive perspectives published in the press concerning Rouf district, that the building built in the above district will no longer be used for industrial purposes but other more profitable uses will be examined. As a result, company decided this asset to be presented in the category of “investment property” instead of “capital assets”. On 31/12/2007 company decided to reevaluate this asset and the revaluation surplus € 2.575.000 arisen benefited the Income Statement according to IAS 40. Also in year 2008 was transferred from the category of “Self used” in the category of “Non-current asset classified as held sale” part of the land in Schimatari which in 2008 was sold for € 2.100.000,00. The value this land on 31/12/2007 was € 1.946.403. In year 2007 it has been reevaluated the value of self used capital assets and the arisen surplus was recognized in the Equity. On 31/12/2007 the value of capital assets is analyzed as follows:

	GROUP						Total
	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	
Gross Book Value	9.833.328	25.905.478	11.972.578	777.244	1.552.683	25.819	50.067.129
Accumulated depreciation and value impairment	(49.840)	(1.176.657)	(1.903.526)	(280.419)	(547.405)	-	(3.957.847)
Book value as at January 1st 2006	9.783.488	24.728.821	10.069.051	496.825	1.005.278	25.819	46.109.283
Gross Book value	12.129.114	27.836.136	12.577.491	1.007.829	1.886.491	263.403	55.700.463
Accumulated depreciation and value impairment	(49.840)	(1.713.062)	(2.518.505)	(366.117)	(690.527)	-	(5.338.050)
Book value as at December 31st 2006	12.079.274	26.123.074	10.058.985	641.713	1.195.964	263.403	50.362.412
Gross Book value	6.664.274	24.756.562	10.854.647	661.713	1.303.128	312.567	44.552.891
Accumulated depreciation and value impairment	0	(587.669)	(633.654)	(95.894)	(166.000)	0	(1.483.217)
Book value as at December 31st 2007	6.664.274	24.168.893	10.220.994	565.818	1.137.129	312.567	43.069.675

	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
	Book value as at January 1st 2006	9.783.488	24.728.821	10.069.051	496.825	1.005.278	25.819
Additions	441.732	1.714.441	613.787	234.738	336.201	237.584	3.578.483
Depreciations	0	(536.405)	(614.979)	(85.698)	(143.122)	-	(1.380.204)
Other adjustments	(7.399)	(1.142)	(1.230)	0	0	-	(9.771)
Sales - Reductions	0	0	(7.644)	(4.152)	(2.394)	0	(14.190)
Land & buildings Revaluation	1.861.453	217.359	0	0	0	0	2.078.812
Book value as at December 31st 2006	12.079.274	26.123.074	10.058.985	641.713	1.195.964	263.403	50.362.412
Land & buildings Revaluation	130.064	1.095.192	0	0	0	0	1.225.256
Revaluation differences from reclassification	(3.262.590)	(417.170)	0	0	0	0	(3.679.759)
Transfers /reclassification	(2.261.093)	(2.132.830)	0	0	0	0	(4.393.924)
Additions	(10.087)	84.100	798.645	20.000	136.747	49.205	1.078.610
Other adjustments	(11.294)	4.196	(2.983)	0	0	(41)	(10.122)
Sales - Reductions	0	0	0	0	(29.582)	0	(29.582)
Revaluated depreciations	0	(46.322)	0	0	0	0	(46.322)
Depreciations	0	(541.347)	(633.654)	(95.894)	(166.000)	0	(1.436.895)
Book value as at December 31st 2007	6.664.274	24.168.893	10.220.994	565.818	1.137.129	312.567	43.069.675

	COMPANY						
	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
Gross Book Value	8.870.476	22.542.056	8.732.895	330.766	842.373	25.819	41.344.385
Accumulated depreciation and value impairment	0	(475.737)	(899.772)	(89.200)	(143.185)	0	(1.607.894)
Book value as at January 1st 2006	8.870.476	22.066.319	7.833.124	241.566	699.188	25.819	39.736.492
Gross Book value	10.461.294	23.122.969	9.338.540	340.991	908.031	261.814	44.433.639
Accumulated depreciation and value impairment	0	(889.135)	(1.336.337)	(122.321)	(223.644)	0	(2.571.437)
Book value as at December 31st 2006	10.461.294	22.233.834	8.002.203	218.670	684.388	261.814	41.862.203
Gross Book value	5.423.275	20.466.807	8.782.804	238.670	726.623	311.017	35.949.196
Accumulated depreciation and value impairment	0	(464.131)	(461.655)	(33.817)	(82.150)	0	(1.041.752)
Book value as at December 31st 2007	5.423.275	20.002.676	8.321.149	204.853	644.474	311.017	34.907.443

	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
Book value as at January 1st 2006	8.870.476	22.066.319	7.833.124	241.566	699.188	25.819	39.736.492
Additions	0	363.554	605.645	10.225	65.658	235.995	1.281.077
Depreciations	0	(413.398)	(436.565)	(33.121)	(80.459)	0	(963.543)
Other adjustments	0	0	0	0	0	0	0
Sales - Reductions	0	0	0	0	0	0	0
Land & buildings Revaluation	1.590.818	217.359	0	0	0	0	1.808.177
Book value as at December 31st 2006	10.461.294	22.233.834	8.002.203	218.670	684.388	261.814	41.862.203
Land & buildings Revaluation	8.471	777.173	0	0	0	0	785.644
Revaluation differences from reclassification	(2.786.750)	(417.170)	0	0	0	0	(3.203.920)
Transfers /reclassification	(2.249.653)	(2.132.830)	0	0	0	0	(4.382.484)
Additions	(10.087)	5.800	780.601	20.000	42.236	49.203	887.753
Other adjustments	0	0	0	0	0	0	0
Sales - Reductions	0	0	0	0	0	0	0
Revaluated depreciations	0	(46.322)	0	0	0	0	(46.322)
Depreciations	0	(417.809)	(461.655)	(33.817)	(82.150)	0	(995.430)
Book value as at December 31st 2007	5.423.275	20.002.676	8.321.149	204.853	644.474	311.017	34.907.443

10.2 Intangible assets

The Group recorded in that account the surplus value arising from the consolidation of an associated company ("SDOUKOS ANTONIOS SA - KAFE AROMA") based on the net equity method. The Group had not included in the consolidated financial statements the above company in compliance with the previous accounting principles. That surplus value will not be amortized but instead it will be examined every year and its value may be reduced if there are facts indicating losses in accordance with IAS 36.

The surplus value arisen from the acquisition of the subsidiary companies in previous years which had been recorded according to the previous accounting principles in a special account reducing consolidated capital and reserves still reduces consolidated capital and reserves (in results carried forward of the Group).

Any new surplus value arising in the future the company may, according to IFRS 3 - Consolidation of companies, recognize as an item in assets instead of an item reducing the Group's capital and reserves.



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	GROUP			
	SOFTWARE	OTHER INTANGIBLE ASSETS	GOODWILL	TOTAL
Gross Book Value	731.045	337.896	245.986	1.314.927
Accumulated depreciation and value impairment	(265.889)	(94.619-)	(7.797-)	(368.305)
Book value as at January 1st 2006	465.156	243.277	238.188	946.621
Gross Book Value	746.430	337.842	852.704	1.936.975
Accumulated depreciation and value impairment	(352.223)	(147.067-)	(614.516-)	(1.113.805)
Book value as at December 31st 2006	394.207	190.775	238.188	823.171
Gross Book Value	398.991	190.775	238.188	827.955
Accumulated depreciation and value impairment	(97.462)	(43.819)	0	(141.281)
Book value as at December 31st 2007	301.530	146.956	238.188	686.674

	OTHER INTANGIBLE			
	SOFTWARE	ASSETS	GOODWILL	TOTAL
Book value as at January 1st 2006	465.156	243.277	238.188	946.621
Additions	15.385	0	606.718	622.103
Sales – Reductions	0	(54)	0	(54)
Depreciations	(86.334)	(52.448)		(138.781)
Goodwill impairment	0	0	(606.718)	(606.718)
Book value as at December 31st 2006	394.207	190.775	238.188	823.171
Additions	6.384			6.384
Sales – Reductions	(1.600)			(1.600)
Depreciations	(97.462)	(43.819)		(141.281)
Book value as at December 31st 2007	301.530	146.956	238.188	686.674

Intangible assets include software programs and software licenses.

	COMPANY	
	SOFTWARE	Total
Gross Book Value	486.506	486.506
Accumulated depreciation and value impairment	(195.524)	(195.524)
Book value as at January 1st 2006	290.982	290.982
Gross Book Value	493.841	493.841
Accumulated depreciation and value impairment	(270.014)	(270.014)
Book value as at December 31st 2006	223.827	223.827
Gross Book Value	5.000	5.000
Accumulated depreciation and value impairment	(71.738)	(71.738)
Book value as at December 31st 2007	(66.738)	(66.738)
	Software	Total
Book value as at January 1st 2006	290.982	290.982
Additions	7.335	7.335
Sales / Reductions	0	0
Depreciations	(74.490)	(74.490)
Transfers	0	0
Book value as at December 31st 2006	223.827	223.827
Additions	5.000	5.000
Sales / Reductions	0	0
Depreciations	(71.738)	(71.738)
Book value as at December 31st 2007	157.089	157.089

Software and software licenses are included in Intangible assets.



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In the year 2006 goodwill arose from the consolidation of the subsidiaries CARDICO LTD GEORGIA and CARDICO SRL MOLDOVA reaching € 357.386,34 and € 249.331,84 respectively. The two amounts were impaired and charged the consolidated results of 2006.

10.3 Investments in capital assets

The Company transferred from the category of "Self used" in the category of "assets held for investment" the particular assets (land and building). On 31/12/2007 it revaluated this asset and the revaluation surplus € 2.575.000,00. The value formed on 31/12/2007 is analyzed as follows:

	GROUP Investment Property	COMPANY Investment Property
Gross Book Value	0,00	0,00
Accumulated depreciation and value impairment	0,00	0,00
Book value as at January 1st 2006	0,00	0,00
Gross Book Value	0,00	0,00
Accumulated depreciation and value impairment	0,00	0,00
Book value as at December 31st 2006	0,00	0,00
Gross Book Value	8.702.280,00	8.215.000,00
Accumulated depreciation and value impairment	0,00	0,00
Book value as at December 31st 2007	8.702.280,00	8.215.000,00
	Investment Property	Investment Property
Book value as at January 1st 2006	0,00	0,00
Additions	0,00	0,00
Profit/loss from change in fair value	0,00	0,00
Other adjustments	0,00	0,00
Reductions	0,00	0,00
Depreciations	0,00	0,00
Book value as at December 31st 2006	0,00	0,00
Additions	0,00	0,00
Profit/loss from change in fair value	2.575.000,00	2.575.000,00
Change made from revaluation	2.795.177,56	2.319.337,74
Adjustments - transfers	3.332.102,44	3.320.662,26
Book value as at December 31st 2007	8.702.280,00	8.215.000,00

10.4 Investments in affiliated companies/ Assets available for sale/ Short Term receivables from affiliated companies.

Investments in affiliated companies

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
<i>Investments in affiliated companies</i>	636.360	626.190	841.711	841.711
<i>Long Term Receivables against affiliated companies</i>	7.240.809	4.020.761	7.240.809	4.020.761
<i>Plus / Minus : Adjustments at fair value / impairments</i>	-4.576.101	-4.576.101	(4.576.101)	(4.576.101)
Total of Other Long Term Receivables	3.301.068	70.850	3.506.419	286.370

Receivables from the group's affiliated companies

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
<i>Short Term Receivables against the group's affiliated companies</i>	294.802	281.304	3.973.854	3.841.367
Total of Other Long Term Receivables	294.802	281.304	3.973.854	3.841.367

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Participations in affiliated companies	0	0	17.216.700	17.216.700
Plus/Minus Adjustments at fair value	0	0	26.911.235	39.074.235
Total of other long term liabilities	0	0	44.127.935	56.290.935

Information about the affiliated companies of the Group:

	ACQUISITION COST	PERCENTAGE PARTICIPATION	OF IMPAIRMENT
TROFINO LTD	122.951,27	50,00%	122.951,27
STAR FOODS DISTRIBUTION A.S (CZECH)	432.389,00	75,54%	432.389,00

Total investment on the above companies (including long term receivables) was evaluated at their fair value by the company's Management. In particular it has been considered that there were reasons for impairment of the value for some of the above participations and so cost (acquisition) value disclosed, was reduced both in the parent company's and in the consolidated financial statements. The reason for impairments is that the production activity of these companies has been terminated due to reasons which are mentioned below.

In addition during 2007 according to the accounting policies adopted by the company, there was an impairment of the subsidiary company ECHALIE S.A. of € 9.122.250 as its participation in this company has been significantly impaired.

In particular for the above participations of the company and the reasons for which they haven't been consolidated, we underline the following:

- 1) The value of TROFINO LTD has been totally impaired, due to the fact that it has stopped its function and is in liquidation procedure since 31/12/2005. This company hasn't been consolidated because its financial proportions are immaterial and because the liquidation procedure will be finished by the end of the year 2006.

- 2) The value of STAR FOODS DISTRIBUTION S.A (CZECH REPUBLIC) together with the liabilities to the Parent company have been totally impaired, considering that STAR FOOD S.A has stopped its operational function since 2003. The company had no operational activity at 2005 and hasn't prepared a liquidation balance sheet. From its most recent financial statements, it is evident that the value of these statements are immaterial relative to the value of the consolidated statements.

Assets available for sale

Participation in KARDALCO S.A (TURKEY), has been fully impaired, given that although the company is not fully operating it does not have significant losses and its net assets are greater than its share price. Management of the company has come in full agreement for the sale of KARDALCO S.A. which will be completed on 15.7.2008.

The total claims from this subsidiary on 31/12/2007 were € 3.220.000. According to the prearrangement this amount will be arranged by 15/7/2008. At this date it will be paid the amount of € 220.000,00, the remaining amount will be arranged in six equal annual payments. This has already been accepted by both parts.

10.5 Deferred Tax

The deferred tax is calculated on temporary differences, using the same tax ratio. The amounts presented on the balance sheet is estimated that will be restored or arranged after 31/12/2007. Especially, for the subsidiaries for the calculation of the deferred taxation has been used the ratio prescribed by the Law 3296/2004 and it is expected to be in effect for the arrangement of the temporary differences and it is 25%. The deferred tax receivables / liabilities as such emerge from the relevant temporary tax differences, are as follows:

	GROUP				COMPANY			
	31/12/2007		31/12/2006		31/12/2007		31/12/2006	
	Receivable	Liability	Receivable	Liability	Receivable	Liability	Receivable	Liability
Non current assets								
Tangible and Intangible assets	316.780	2.421.046	572.936	1.397.558	155.878,34	1.861.236,73	375.645,87	921.315,07
Participation in affiliated and subsidiary companies					3.040.750	9.810.395		9.810.395
Current Assets								
Financial assets estimated in fair value				78.511				
Long – term liabilities								
Employee benefits	23.000	17.171	43.000	29.301		2.281		
Other Long – term liabilities	7.000	126.000	90.000	236.000				
Short – term liabilities								
Provisions	0	22.134	0	0				
Other short – term liabilities	2.280.780	1.372.694	1.474.109	1.285.087	2.203.780	1.372.694	1.474.109	1.285.087
Liabilities from leasing contracts	0	111.673	0	0		103.226		
Offset	2.627.561	4.070.719	2.180.045	3.026.457	5.400.409	13.149.832	1.849.754	12.016.797
Total	-1.443.158	-846.413	-846.413	-846.413	-7.749.424	-7.749.424	-10.167.042	-10.167.042



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The offset of deferred tax receivables and liabilities takes place when there is, from the company's perspective, an applicable legal right for such and when the deferred income taxes refer to the same tax authority.

10.6 Other long – term receivables

The other long – term receivables are the following:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Given Guarantees	377.540	342.235	50.809	50.809
Total other long – term receivables	377.540	342.235	50.809	50.809

The abovementioned receivables refer to receivables that will be received after the end of the following fiscal year.

10.7 Inventories

The Group's and Company's inventories are analyzed as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Merchandise	21.394.537	20.203.412	4.369.934	4.830.252
Finished and semi – finished products	1.352.185	1.919.953	1.183.231	1.742.700
Work in progress	3.032.716	2.241.415	3.032.716	2.241.415
Raw and auxiliary materials spare parts and packing	1.497.410	1.402.020	1.061.859	891.767
Total	27.276.847	25.766.800	9.647.739	9.706.134

10.8 Customers and other trade receivables

The Group's and Company's customers and other trade receivables are analyzed as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Customers	32.654.441	32.077.846	21.455.460	19.676.759
Notes receivable	1.367.594	1.625.665	145.594	143.665
Checks receivables	1.431.862	1.534.389	259.981	266.641
Checks overdue	85.396	90.196	28.705	28.705
Doubtful contested trade	1.216.306	998.111	19.356	19.356
Less: Impairments	(3.594.144)	(2.222.701)	(1.712.609)	(1.228.358)
Net trade receivables	33.161.454	34.103.506	20.196.488	18.906.767
Total	33.161.454	34.103.506	20.196.488	18.906.767
Non Current Assets			-	-
Current Assets	33.161.454	34.103.506	20.196.488	18.906.767
Total	33.161.454	34.103.506	20.196.488	18.906.767

The total amount of the above claims is considered short-term. The fair value of these short-term financial assets is not defined independently as the book value approaches their fair value. For all the claims of the Group has been made estimation about the indications of possible impairment. Some of the claims have been impaired for which abovementioned provision has been formed.

The maturity of the total amount of the claims is presented as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
<3 months	24.652.460	23.418.548	13.594.875	12.438.864
3-6 months	7.333.514	7.604.473	1.723.657	1.639.705
6-12 months	5.981.835	7.530.763	1.852.702	1.801.438
> 1 year	6.652.056	4.561.457	4.737.863	4.255.118
impairments	(3.594.144)	(2.222.701)	(1.712.609)	(1.228.358)
intercompany transactions	-7.864.266	-6.789.034		
Total	33.161.454	34.103.506	20.196.488	18.906.767

For the larger amounts of the year and for those not impaired the company has taken all the necessary guaranties that they will be collected.

10.9 Other receivables

The Group's and Company's other receivables are analyzed as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Sundry debtors	8.850.887	13.439.021	6.155.685	8.876.607
Advances management accounts	117.541	143.329	113.541	113.541
Receivables from public authorities	307.151	1.233.329	179.513	757.848
impairments	(1.345.256)	(1.134.510)	(895.256)	(679.507)
Total receivables from debtors	7.930.322	13.681.169	5.553.481	9.068.489
Total	7.930.322	13.681.169	5.553.481	9.068.489
Non Current Assets				
Current Assets	7.930.322	13.681.169	5.553.481	9.068.489
Total	7.930.322	13.681.169	5.553.481	9.068.489

The maturity of the total amount of other receivables is presented as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
<3 months	3.557.247	6.548.492	2.143.826	4.014.650
3-6 months	1.350.232	2.084.857	784.863	1.071.320
6-12 months	1.797.152	4.293.074	949.099	2.772.769
> 1 year	2.570.949	1.889.256	2.570.949	1.889.256
impairments	(1.345.256)	(1.134.510)	(895.256)	(679.507)
intercompany transactions				
	7.930.322	13.681.169	5.553.481	9.068.489

For the larger amounts of the year and for those not impaired the company has taken all the necessary guaranties that they will be collected.

The group item "Sundry debtors" includes € 400.000,00 which is a donation of Mr Cardasilaris Nicolaos towards the subsidiary ECHALIE S.A. Due to the very difficult financial season (fall of the blanched almond price) and other extraordinary circumstances that took place in the year ending at 31.12.2006, Mr Cardasilaris seeing that ECHALIE S.A was greatly affected, decided to donate € 1.000.000,00. The above mentioned amount was recorded as income in the profit and loss account in the subsidiary's income statement.

The total amount of the abovementioned claims have been considered as short-term. The fair value of these short-term financial assets is not defined independently as the book value approaches their fair value.

It is necessary to refer that in year 2007 a reclassification occurred between the group items "Clients and other claims" and "Other claims" due to the transaction part of the accumulated provisions from the one item to the other in individual and consolidated level.

10.10 Other current assets

The Group's and Company's other current assets are analyzed as follows:



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	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Accrued income	276.504	474.680	17.011	246.674
Other prepayments and accrued income	557.051	93.852	427.051	93.852
Total	833.555	568.533	444.062	340.527

10.11 Financial assets valued at fair value through the income statement

Such are high-liquidity placements in shares and mutual funds with a short-term investment horizon.

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Shares / mutual funds	164.837	196.937	164.837	196.937
Fair value revaluation	(148.282)	(150.280)	(148.282)	(150.280)
Balance at the period end	16.555	46.657	16.555	46.657

10.12 Cash and cash equivalents

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Cash in hand	374.246	586.812	196.953	126.830
Short – term bank deposits	1.891.034	2.685.221	485.479	1.887.135
Short-term investments (in cash)				
Total	2.265.280	3.272.033	682.432	2.013.965

10.13 Total equity

i) Share capital

	Number of shares	Common shares	Own shares	Total
Balance as at 1/1/2007	21.254.570	21.552.570	368.000	21.920.570
Purchase of Parent's shares (Own shares)	-	(30.000-)	30.000	
Sales of parent's shares (Own shares)	-	360.000-	(360.000)	-
Balance as at 31/12/2007	21.254.570	21.882.570	38.000	21.920.570

The Group's share premium reserve emerged from the issuance of shares by cash at a value larger than their nominal value. During the year there was a decrease in share capital due to cancellation of own shares. All the law binding procedures were followed.



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ii) Fair Value Reserves

The analysis of fair value reserves as regards to the Group, is as follows:

	GROUP			COMPANY reserve or affiliated companies		
	Revaluation of tangible assets	Reserve of affiliated companies revaluation	Total	Revaluation of tangible assets		Total
Balance as at December 31st 2005	4.968.938	1.115	4.970.054	4.844.116	27.862.635	32.706.752
Deferred tax amendment			0	0	1.569.663	1.569.663
Revaluation reserve	1.597.368-		1.597.368	1.473.864-		1.473.864
Balance as at 31st December 2006	6.566.306	1.115	6.567.422	6.317.980	29.432.298	35.750.279
Revaluation reserve	852.017		852.017	554.491	(9.122.250)	(8.567.759)
Balance as at 31st December 2007	7.418.323	1.115	7.419.438	6.872.472	20.310.048	27.182.520

During the year according to the accounting policies followed by the company, the company impair its participation in ECHALIE S.A. in the amount of € 9.122.250,00.

iii) Other reserves

The Group's other reserves are analyzed as follows:

	GROUP Reserve of own			
	Legal reserve	shares	Other reserves	Total
Balance as at January 1st 2005	1.237.401	(4.636.895)	10.121.859	6.722.365
Transfer of reserves of retained earnings from subsidiary			246.000	246.000
Sales of parent's shares (Own shares)		(87.870-)		(87.870-)
Balance as at December 31st 2005	1.237.401	(4.724.765)	10.367.859	6.880.495
Subsidiaries Reserves				0
Transfer from retained earnings to reserve	28.610			28.610
Purchase/Sell of own shares		2.603.720		2.603.720
Transfer of reserves of retained earnings from subsidiary			1.547.000	1.547.000
Balance at December 31st 2006	1.266.011	(2.121.045)	11.914.859	11.059.825
Purchase/Sell of own shares		1.036.135		1.036.135
Legal reserve	49.594			49.594
Other changes			(1.082)	(1.082)
Transfer of reserves of retained earnings from subsidiary			(2.503.000)	(2.503.000)
Balance as at 31st December 2007	1.315.605	(1.084.910)	9.410.778	9.641.473

10.14 Loan liabilities

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Long – term loans				
Debenture loans	1.200.000	11.800.000	1.200.000	11.800.000
Bank loans	4.369.575	4.955.719	2.876.542	3.428.571
Total of long – term loans	5.569.575	16.755.719	4.076.542	15.228.571
Short – term loans				
Long – term liabilities payable at next period	14.263.414	7.902.429	14.050.000	7.671.429
Bank loans	64.256.451	63.274.995	49.086.784	46.111.125
Total of short – term loans	78.519.865	71.177.423	63.136.784	53.782.553



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The weighted mean interest rates for the Group on 31/12/2007 are following:

	31/12/2007	31/12/2006
Bank Loans	6.60%	5.00%

The expiration dates of the total amounts of debt of the Group are the following:

	<2 years	2-5 years	>5 years	Total
31 December 2007				
Total loans	81.184.325	2.905.115	-	84.089.440
	81.184.325	2.905.115	-	84.089.440
31 December 2006				
Total loans	87.933.142	4.076.544	-	92.009.686
	87.933.142	4.076.544	-	92.009.686

10.15 Employee benefit liabilities

According to Greek labor legislation employees deserve compensation in case of dismissal or retirement, the amount of the compensation differs according to salary, employment years, and way of removal. Employees that resign or dismiss with justification do not deserve compensation. The compensation in case of retirement is the 40% of the compensation due to unjustified dismissal.

The amounts for wages are transferred to the Income Statement with corresponding credit of the retirement liability. The payments paid to those how retire every year reduce this liability. The variations of the liability presented in the balance sheet for the years 2007 and 2006 is as it follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Balance sheet liabilities for:				
Provisions for retirement benefits	376.335	410.662	203.169	184.195
Total	376.335	410.662	203.169	184.195



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The total number of employees at the end of 2007 was for the Group 209 and for the parent company 102 in comparison with year 2006 227 and 110 correspondingly.

The company assigns on independent estimators to calculate the liabilities of the Company for retirement compensation. The main actuarial assumptions used are as follows:

	31/12/2007	31/12/2006
Technical interest rate	4,8%	4,1%
Future wage increases	3,5%	4,0%
Inflation	2,5%	2,0%

10.16 Other long - term liabilities

The analysis of the Group's and Company's other long-term liabilities is as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Long term liabilities from leasing contracts	839.963	1.106.746	73.552	97.564
Provisions for extraordinary risks	241.650	395.430	0	200.000
Deferred income (grants)	3.436.379	3.559.664	3.436.379	3.559.664
Balance at the period end	4.517.992	5.061.840	3.509.931	3.857.229

The provisions that refer to the Group and Company are recognized if legal or implied liabilities are present as a consequence of past events, if there is a possibility to settle them through outflows of funds and if the amount of the liability can reliably be calculated.

The provisions for extraordinary risks includes the provision for tax inspection differences.

10.17 Suppliers and other liabilities

The analysis of the balance for the Group's and Company's suppliers and other related liabilities is as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Suppliers	12.934.229	8.199.022	9.477.998	4.661.226
Checks payable	3.263.014	2.984.361	1.379.125	1.116.289
Liabilities towards customers from the execution of projects	235.803	331.200	100.641	77.827
Total	16.433.046	11.514.583	10.957.764	5.855.342

10.18 Current tax liabilities

The tax difference on the Group's profits before taxes is different from the amount which would have supposedly arisen if the weighted average tax rate had been used on the profits of the consolidated companies. This difference is presented in the following table:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Tax expense that corresponds to the period	(1.065.717)	2.651.904	0	213.425
Other tax liabilities	2.213.268	(2.015.965)	907.645	335.988
TOTAL	1.147.551	635.939	907.645	549.413

10.19 Other short - term liabilities

The other short-term liabilities are analyzed as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Social security funds	472.762	601.614	109.739	117.239
Dividends payable	70.233	18.475	20.674	18.475
Sundry creditors	482.920	720.749	11.904	11.922
Deferred income	367.953	240.669	0	0
Accrued expenses	78.787	114.339	78.142	113.924
Other liabilities	33.787	44.352	0	0
Total	1.506.443	1.740.198	220.459	261.560

10.20 Cost of goods sold

The cost of goods sold is analyzed as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Cost of inventories recognized as an expense	135.829.850	170.365.595	45.912.358	49.827.546
Employee remuneration and expenses	1.814.313	1.999.700	1.115.670	1.280.255
Third party remuneration and expenses	230.498	248.804	8.526	24.204
Third party benefits	1.174.292	908.701	529.501	546.100
Taxes – duties	160.842	166.325	0	0
Sundry expenses	208.781	349.736	182.040	315.566
Depreciations of fixed assets	868.214	825.604	716.172	690.198
Provisions	1.314	1.415	0	0
Own production	(52.510)	(107.632)	(35.950)	-95.243
Less: inter-company eliminations	(12.309.681)	(15.804.961)	0	0
Total	127.925.912	158.953.286	48.428.316	52.588.626

10.21 Administrative / distribution expenses



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ADMINISTRATIVE EXPENSES

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Employee remuneration and expenses	1.927.175	2.180.997	701.004	838.048
Third party remuneration and expenses	822.279	734.311	271.209	220.429
Third party benefits	1.149.531	764.772	349.617	311.941
Taxes – duties	292.465	307.490	73.893	85.044
Sundry expenses	686.677	402.927	377.124	211.284
Depreciations of fixed assets	403.152	342.076	154.643	149.617
Provisions	33.435	34.837	18.974	15.068
Total	5.314.714	4.767.410	1.946.464	1.831.431

DISTRIBUTION EXPENSES

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Inventory cost attributed to distribution expenses	19.310	15.044	16.087	15.044
Employee remuneration and expenses	1.677.556	1.918.072	546.430	526.781
Third party remuneration and expenses	503.790	733.695	173.471	353.483
Third party benefits	2.784.776	2.032.345	321.524	130.176
Taxes – duties	195.204	242.245	612	298
Sundry expenses	1.858.238	1.898.663	1.603.262	1.633.425
Interest expenses	0	0	0	0
Depreciations of fixed assets	277.649	269.392	117.193	116.304
Provisions	147.213	51.673	0	0
Total	7.463.735	7.161.130	2.778.578	2.775.512

10.22 Other operating income / expenses

The other operating income and expenses for 2006 and 2007 are as follows:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Other operating income				
Grants and sundry sales income	23.058	125.607	23.058	125.607
Income of sequential activities	172.097	40.513	140.914	40.417
Extraordinary income – provisions income	457.251	526.518	441.499	508.967
Tangible assets grants	123.285	0	123.285	0
Extraordinary profit	1.437	366.884	0	83.365
Profit made from change in the fair value of property investment	0	0	0	0
Profit made from last year provisions	4.547	1.462.185	0	1.462.185
Prior years income	831	46.931	801	46.907
Less: inter-company eliminations	0	0	0	0
Total	782.506	2.568.638	729.557	2.267.448
Other operating expenses				
Extraordinary expenses	642.097	1.238.770	640.464	1.057.643
Extraordinary losses	29.875	92.027	29.875	85.165
Prior years expenses	748	3.455	0	2.868
Provisions for extraordinary losses	103.992	65.246	0	0
Provisions for bad debts	1.350.000	0	700.000	0
Depreciators not charged to the operating cost	79.161	81.913	79.161	81.913
Less: Inter Company Eliminations	(78.800)	(52.800)	0	0
Total	2.127.073	1.428.612	1.449.500	1.227.589

“Extraordinary expenses” include expenses due to differences in exchange rates that occurred during the year.



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10.23 Financial income / expenses

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Interest income from:				
Banks / Short term liquidation investments (repos)	0	0	0	0
Dividends form subsidiaries	500	3.002.000	500	3.002.000
Profit from fair value of other financial assets	342.000	0	0	0
Profit from sale of investments and other financial assets	1.333.899	514.246	1.333.899	142.246
Interest receivable and related income	4.726	1.443.109	2.613	1.412.405
Less: inter-company eliminations	0	(3.000.000)	0	0
Total	1.681.125	1.959.354	1.337.012	4.556.650
Interest expenses from:				
Valuation differences expences / losses from investments and shares	1.282.685	282.333	1.282.685	282.333
Interest and other bank charges	6.598.932	4.773.842	4.881.692	3.562.113
Leasing interest charges	31.547	38.057	6.547	7.057
Total	7.913.163	5.094.232	6.170.924	3.851.504

10.24 Income tax

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Tax for the current period	190.986	(686.627)	0	179.177
Prior years' tax differences	874.731	0	900.182	0
Other not charged to the operating cost taxes	4.654	67.262	0	62.681
Deferred tax	427.814	383.698	438.301	384.480
Total	1.498.185	(235.667)	1.338.484	626.338
Earnings before taxes	(154.795)	(1.616.592)	(779.635)	4.014.192
Tax contributor	967,85%	-14,58%	29%	0
Expected Tax Expense	(1.498.185)	235.667	(226.094)	1.284.542
Deferred tax for the period	427.814	383.698	438.301	384.480
Other adjustments (Tax free reserves – other tax free reductions)				
Tax differences	874.731	0	900.182	0
Other not charged to the operating cost taxes	4.654	67.262	0	62.681
Net tax expense	1.498.185	(235.667)	1.338.484	626.338

The expected tax expense differs from the real tax expense, as the company uses the right to form free tax reserves, according to developmental laws. As a result the real tax expense is less than the predictable.

10.25 Earnings per share

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Earnings that correspond to the parents' shareholders	(1.956.154)	(1.858.568)	(2.118.118)	3.387.855
Weighted average number of shares	21.842.570	21.512.570	21.882.570	21.552.570
Basic earnings per share (euro per share)	(0,09)	(0,09)	(0,10)	0,16



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10.26 Gains/Losses from investments in subsidiaries and affiliates

The amount of € 10.169 derives from the consolidation of the associate company SDOUKOS S.A.

10.27 Related Parties Transactions

In the framework of its activities the certain types of inventories and services are provided by a number of counterparts of the Company. These transactions include transactions between companies with participation in the equity and transactions between companies with participation in the Board of Directors. The nature of these transactions only for business purposes. The Group did not participate in any in any unusual transaction or any transaction which is not essential for the Group, or the companies involved and the people connected with them and does not intend to participate in any transaction of this kind in the future.

None of the transactions contains special terms or conditions and none warranty was given or taken.

	INTER COMPANY RECEIVABLES -LIABILITIES 31/12/2006								
	CARDICO ABEE	ECHALIE S.A	TESCO S.A	XIROFRUIT	Liability SIFAKIS	NUT COMPANY ABEE	CARDICO MOLDAVIA	CARDICO GEORGIA	TOTAL
CARDICO ABEE		2.586.474	598.939	822.971	932.910	9.646	10.063	-6.652	4.954.351
ECHALIE S.A	913.191		694.000						1.607.191
TESCO S.A	-8.814	598.000							589.186
XIROFRUIT									0
SIFAKIS	15.549								15.549
NUT COMPANY ABEE	-2.056								-2.056
CARDICO MOLDAVIA	-158.784								-158.784
CARDICO GEORGIA	-206.339								-206.339
TOTAL	552.747	3.184.474	1.292.939	822.971	932.910	9.646	10.063	-6.652	6.799.097

	INTERCOMPANY SALES PURCHASES 1/1 - 31/12/2006								
	CARDICO ABEE	ECHALIE S.A	TESCO S.A	XIROFRUIT	BUYER SIFAKIS	NUT COMPANY ABEE	CARDICO GEORGIA	CARDICO MOLDAVIA	TOTAL
CARDICO ABEE		2.807.651	2.937.170	1.567.036	712.364				8.024.222
ECHALIE S.A	1.537.014		3.144.000						4.681.014
TESCO S.A	1.728.458	852.000							2.580.458
XIROFRUIT									0
SIFAKIS	12.000								12.000
NUT COMPANY ABEE	2.292								2.292
CARDICO GEORGIA	504.976								504.976
TOTAL	3.784.739	3.659.651	6.081.170	1.567.036	712.364	0	0	0	15.804.961

	INTER COMPANY RECEIVABLES -LIABILITIES 31/12/2007								
	CARDICO ABEE	ECHALIE S.A	TESCO S.A	SIFAKIS	Liability XIROFRUIT	NUT COMPANY ABEE	CARDICO GEORGIA	CARDICO MOLDAVIA	TOTAL
CARDICO ABEE		3.659.170	573.862	718.838	577.300	11.718	298.397	224.414	6.063.700
ECHALIE S.A	1.080.548		267.000						1.347.548
TESCO S.A	146.302	291.000							437.302
SIFAKIS	3.804								3.804
XIROFRUIT									0
NUT COMPANY ABEE	16								16
CARDICO GEORGIA	11.896								11.896
CARDICO MOLDAVIA									0
TOTAL	1.242.567	3.950.170	840.862	718.838	577.300	11.718	298.397	224.414	7.864.266

	INTERCOMPANY SALES PURCHASES 1/1 - 31/12/2007								
	CARDICO ABEE	ECHALIE S.A	TESCO S.A	SIFAKIS	BUYER XIROFRUIT	NUT COMPANY ABEE	CARDICO GEORGIA	CARDICO MOLDAVIA	TOTAL
CARDICO ABEE		2.773.620	1.392.969	713.237	1.085.930				5.965.756
ECHALIE S.A	805.395		1.735.000						2.540.395
TESCO S.A	1.358.599	1.356.000							2.714.599
ΣΗΦΑΚΗΣ ΑΒΕΕ	3.197								3.197
ΞΗΡΟΦΡΟΥΤ ΑΒΕΕ									0
CARDICO GEORGIA	1.085.735								1.085.735
TOTAL	3.252.925	4.129.620	3.127.969	713.237	1.085.930	0	0	0	12.309.681

The above transactions and balances have been written-off from the Group's consolidated financial statements.

Sales and purchases from the beginning of the year and the balances of receivables and liabilities of the company and the group at the end of the year, as these derive from the transaction with related parties(per IAS 24) summarize as follows:

	GROUP	COMPANY
a) Sales of goods and services	0	5.965.756
b) Purchase of goods and services	0	3.252.925
c) Receivables	0	12.977.177
d) Liabilities	0	1.256.944
e) Transactions and fees paid to board of Directors	516.393	293.982
g) Receivables from company directors	400.000	0
h) Liabilities to company Directors	0	0

10.28 Dividends

The Group paid dividends during 2007 of total value € 438.411,40.

10.29 Mortgages

On the parent company's buildings and land there is a mortgage in favor of bond holding loaners for the amount of € 32.000.000, while on buildings and land of the subsidiary company SIFAKIS SA there is a prenotation of mortgage for the amount of € 2.530.000.

10.30 Company's management proposal for dividends distribution period 2007

The proposal of Board of Directors towards the stockholders of the Company is not to share dividends.

11 Financial Risk Management

The Group's activities expose it to certain financial risks, including market risk (interest rate fluctuations, exchange rate fluctuations, market prices etc.), credit risk and liquidity risk. The Group's overall risk management program focuses on minimizing the adverse effects of the unpredictability of financial markets and the variance of the variables of cost and sales on the financial performance. Risk management policy includes identifying and evaluating financial risks which related to the Group's operations, planning the methodology and choosing the

appropriate financial instruments for minimizing financial risks, all the transactions and procedures under taken are assented by the risk management policy. Group's financial instruments mainly consist of deposits in banks, trade accounts receivable and payable and financing lease obligations.

11.1 Currency risk

The Group operates globally and consequently is subject to currency risk mainly from US Dollar. The does not currently implement any hedging risk instrument. Although, in the frame of sufficient encountering with currency risk is in constant contact with its financial consultants in order to form the appropriate strategy of encountering in a continuously changing environment.

Trade and other claims as well as the corresponding liabilities in foreign currency transformed in € in the closing rate are analyzed as it follows:

	Group	
	2007	2006
	\$	\$
Trade and other receivables	2.941.702,04	2.680.202,98
Suppliers and other liabilities	-14.155.874,11	-10.138.395,84
short term exposure	-11.214.172,07	-7.458.192,86

The below tables present the sensitivity of the Income Statement as well as Total Equity in connection with financial assets, financial liabilities and the exchange rate €/.\$.

We assume that on 31/12/2007 the variation in the exchange rate is 7,15% (2006 9,22%). This percentage is based in the variability of the exchange rates for the year 2007 and months January and February of the year 2008. The sensitivity analysis is based on financial instruments in foreign currency that the Group uses in every period.

In case that € raises in comparison with the above currency according to the above mentioned percentages the result in the Income Statement and the Total Equity will have the following impact:

	Group	
	31.12.2007	31.12.2006
Net result for the year	-2.034.225,53	-1.739.464,81
Equity	19.697.244,74	20.817.352,70

In case that € falls in comparison with the above currency according to the above mentioned percentages the result in the Income Statement and the Total Equity will have the following impact:

	Group	
	31.12.2007	31.12.2006
Net result for the year	-1.213.017,62	-949.554,72
Equity	20.788.452,65	21.607.262,79

The exposure of the Group to currency risk varies during the year proportionally to the amount of transactions in foreign currency. Although, the above analysis can be considered representative.

11.2 Interest Rate Risk

Group's interest rate risk management objective is to minimize the exposure of cash flows concerning long term financing from interest rate changes. The long-term debt is based on variable interest rate (euribor). On 31th December 2007 Group is exposed to the variations of interest rate for its long-term debt which is based on variable interest rate.

The below tables present the sensitivity of the Income Statement as well as Total Equity in a reasonable interest rate change of +0.5% or -0.5%:

	Group			
	31.12.2007		31.12.2006	
	0,50%	-0,50%	0,50%	-0,50%
Net result for the year	-1.951.586	-1.354.374	-1.677.349	-1.084.501
Equity	20.049.884	20.647.097	20.879.469	21.472.317

11.3 Credit Risk

Group's exposure to credit risk is restricted to the financial instruments which at 31/12/2007 are the following:

	Group		Company	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
financial assets				
available for sale financial assets	16.554,80	46.657,20	16.554,80	46.657,20
cash and cash equivalents	2.265.279,67	3.272.032,89	682.432,37	2.013.965,26
trade and other receivables	32.711.454,19	32.968.996,01	20.196.487,95	18.227.260,45
	34.993.288,66	36.287.686,10	20.895.475,12	20.287.882,91

The Group has form and implements procedures of credit control aiming at minimizing the contingencies and the direct cover of the claims with securities. Group's policy is to cooperate only with reliable customers. The Board of Directors implements specific policies according to which each and every new customer is monitored for its credit ability. Credit control includes the inquiry of bank and other sources of credit scoring as well as external reports with reasonable cost. Credit limits for each debtor are implemented as well as specific terms of sales and collecting which are periodically reformed. Where this is possible securities are taken. Group's Administrations belief is that all the financial assets which are not impaired are of high credit quality.

The maximum exposure on credit risk on 31/12/2007 is the fair value of each financial instrument is presented above.

11.4 Liquidity Risk

The liquidity risk management includes the ensuing of existence of adequate cash or cash equivalents and the ensuring of its credit ability through adequate credit limits.

Group closely monitors the liquidity contingencies through controlling the long-term debts as well as all the payments in daily base. Liquidity contingencies are monitored on daily and weekly basis as well as on a rolling period of 30 days. Long-term liquidity contingencies for the next 6 months and for the next year are defined on monthly basis.

The maturity of the financial liabilities at 31/12/2007 is the following:

	CONSOLIDATED AMOUNT 2007			
	short term		long term	
	<6 months	6-12 months	1-5 years	>5 years
Long – term bank liabilities	0,00	0,00	5.569.574,56	0,00
Liabilities from leasing contracts	0,00	73.552,22	0,00	0,00
Trade and other payables	14.966.854,16	806.987,92	659.203,48	0,00
Other short term liabilities	1.506.442,52	0,00	0,00	0,00
Short - term bank liabilities	64.256.451,33	0,00	0,00	0,00
Long – term liabilities payable in the next period	1.950.000,00	12.313.414,14	0,00	0,00
Total	82.679.748,02	13.193.954,28	6.228.778,04	0,00

The corresponding maturity of the financial liabilities at 31/12/2006 is the following:

	CONSOLIDATED AMOUNT 2006			
	short term		long term	
	<6 months	6-12 months	1-5 years	>5 years
Long – term bank liabilities	0,00	0,00	16.755.718,87	0,00
Liabilities from leasing contracts	0,00	0,00	506.745,73	0,00
Trade and other payables	10.868.105,15	329.506,11	316.971,38	0,00
Other short term liabilities	1.740.198,39	0,00	0,00	0,00
Short - term bank liabilities	63.274.994,83	0,00	0,00	0,00
Long – term liabilities payable in the next period	4.002.428,58	3.900.000,00	0,00	0,00
Total	79.885.726,95	4.229.506,11	17.579.435,98	0,00

The above conventional dates represent the mix cash flows which may differ from the accounting value of the liabilities at the Balance sheet date.

12 Capital Management

Group's Capital Management objective is to:

- secure the ability of the Group to continue its activities (going concern).
- maximize shareholder value by pricing goods and services according to the risk level and considering the capital structure.



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Group reviews its capital on the basis of Total Equity less cash in hand and cash equivalent as this is presented on the balance sheet. Group capital for the years 2006 and 2007 represented as follows:

	CONSOLIDATED AMOUNTS	
	2007	2006
Total equity	20.348.490,51	21.175.892,89
less: cash and cash equivalents	-2.265.279,67	-3.272.032,89
equity	18.083.210,84	17.903.860,01
Total equity	20.348.490,51	21.175.892,89
plus: bank loans	84.089.440,03	87.933.142,28
Total equity	104.437.930,55	109.109.035,18
equity / total equity	17,31%	16,41%

Group reforms the capital structure every time that economic situation or risk characteristics change aiming at the optimization of its capital structure.

Group has been compromised with all the conventional commitments, including the reasonableness of its capital structure and is fully compromised with the legislation concerning Equity.

13 Events after the balance sheet date

In year 2008 was transferred from the category of "Self used" in the category of "Non-current asset classified as held sale" part of the land in Schimatari which in 2008 was sold for € 2.100.000,00.

At the beginning of 2008 the company has come to an agreement to sell its participation (50%) in KARDALCO S.A.. Significant term of this agreement is the settlement of the claim of the parent company against KARDALCO S.A of amount € 3.200.000,00 (both parts have accepted this term) as mentioned in par. 10.4.

Apart from the abovementioned events, there are no events after the balance sheet date, which concern either the Group or the Company and whose disclosure is required by the International Financial Reporting Standards.

14. ANNEX

14.1 INDEPENDENT AUDITOR'S REPORT

To the Shareholders of "CARDASILARIS & SONS S.A."

Report on the Financial Statements

We have audited the accompanying financial statements of "CARDASILARIS & SONS A.E.B.E" ("the Company") as well as the consolidated financial statements of the Company ("the Group"), which comprise (for both the Company and the Group), the balance sheet as at December 31, 2007, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards that have been adopted by the European Union. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Greek Auditing Standards, which are based on the International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.



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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the above mentioned financial statements present fairly, in all material respects, the financial position of the Company and that of the Group as of December 31, 2007, and the financial performance and the cash flows of the Company and those of the Group for the year then ended in accordance with International Financial Reporting Standards that have been adopted by the European Union.

Without expressing any reservation about the results of our audit, we draw your attention on note 7.27 of the Notes in which we refer to the fact that the parent company and other companies of Group have not been inspected by tax authorities, for the years mentioned on the note. Consequently, the potential of imposition of additional taxes and fines when the tax forms be inspected. The outcome of the tax inspection cannot be currently predicted and consequently no provision has been made on the financial statements concerning this matter.

Report on Other Legal and Regulatory Requirements

The Board of Directors Report comprises the information prescribed by Article 43a, paragraph 3 and Article 107, paragraph 3 of the Law 2190/20 as well as Article 11α of the Law N.3371/2005 and its content is consistent with the abovementioned financial statements.

Athens, March 28th 2008

The Chartered Accountant

SOTIRIS A. CONSTANTINOU

A.M. S.O.E.L. 13671



Vasileos Konstantinou 44

116 35 Athens

A.M. S.O.E.L. 127



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14.2 Management Report of the Board of Directors for the period ended on December 31st, 2007

Shareholders,

We have the honour to present the Management Report of the Board of Directors for the year 2007 (1/1/2007-31/12/2007) as well as annual financial statements for the year 2007, which are conducted in accordance with International Financial Reporting Standards (I.F.R.S) which have been implemented in Greece since 1/1/2005.

This Report contains all the important chapters, which are necessary, in order to extract essential and thorough information about the progress of the activities of the Company named "CARDICO S.A" as well as of the Group for the year 2007, the description of the most important risks that the group faces and finally, a comprehensive presentation about the perspectives and the goals for the current year 2008.

Current Report was composed according to the terms of Article 136 of the Law 2190/1920 and articles 43a paragraph 3 and 107 paragraph 3 of the Law 2190/1920 and contains all the necessary points, where this is considered reasonable from the Board of Directors for the conception of the and appreciation of the financial statements (consolidated and not). Taking into account that the Company compiles, consolidated and not financial statements, current Report is unified but its main element is the consolidated financial situation of the parent company and its subsidiaries. Our mention in non-consolidated financial elements in the following analysis concerns those points considered important from the Board of Directors for its better conception.

Finally, we mention that in the current Management Report of the Board of Directors it is included in a separate chapter and the referred in the Article 11a of the Law 3371/2005 Explanatory Report, which includes information for all the elements mentioned in paragraph 1 of the abovementioned Article.

GENERAL OVERVIEW

Year 2007 was a very difficult year for the Group as the results were greatly affected by extraordinary and unexpected events. Still we managed to show the very serious resistances of the group in situations and periods of crisis. The company's investments of the immediate previous years in buildings and mechanical equipment contributed in the continuous growth of the company in the European area and resulted in the company's productive capacity to gain an advantage as compared to the company's competitors in Europe.

The results of the year were not the desired ones, the decline in the financial results at the first half of the year is due to the massive crisis in the blanched almond market which continued from the year 2006 and led to low margins. The management's of the group made a harsh strategic decision to fulfill the already existing contracts with the suppliers for the year 2006 in order to keep the credibility of the company in the almonds market in very high levels. This move although



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it had a negative effect in the consolidated results, reinforce the credibility of the Group in the almonds and dry fruits market worldwide.

About the results of the first half, the strikes by employees where an obstacle for both the productivity and export operation of the company. The increase in the gross profits of the Group is due to the high profit margins of the Group as a result of the strategic decision to fulfil the high priced purchase contracts of blanched almonds which were signed at a time when blanched almond price was considerably higher.

In year 2007 was established a new productive unit of greater productive capacity in the establishment of the company in Schimatari. We consider that our effort for growth in the wider European market set out as our main goal to become one of the most competitive European groups in the dried fruits industry and to play a leading role in the developments in the markets where we operate is continued despite the obstacles we faced due to the general market crisis. Our positive course as well as the success of our strategic planning that was impressed directly in the results of 2005, were seriously undermined due to the crisis, the management remains optimistic for the uprising of the results within 2008.

It must be noted that the company and its subsidiaries' fixed assets result surplus values. Surplus values are also expected in the new year in connection with the land owned by the company in the area of Votanikos further to the latest decisions announced for the general upgrading of the area.

Financial Results

We present the changes in figures of results:

- Group's turnover was decreased by 15,34% compared to the previous year.
- Group's cost of sales was decreased by 19,52% compared to the previous year. Despite the above changes group's gross profit was increased by 35,87% as compared to the previous year.
- The above mentioned negative trends depict the negative effect the fall in the price of blanched almonds had in the results for a subsequent year, the negative effects are also due to the exchange rate between Euro and Dollar.
- Administrative expenses, distribution costs and other operating expenses were decreased by 1,23% approximately in the context of the general development of the group in the year ended.
- Financial expenses where increased by 55,34% due to the increase of the borrowing rates.
- Profits before tax where decreased by 90,42%.

The liquidity ratios for the years 2007 and 2006 are as follows:

RATIOS				
	GROUP		COMPANY	
LIQUIDITY RATIOS	2007	2006	2007	2006
Liquidity	0,71	0,88	0,53	0,69
Direct liquidity	0,038	0,041	0,033	0,023
Average receivables received	70,00	50,93	111,88	78,39
Average creditors paid	26,44	36,82	40,64	85,98

The above ratios considered reasonable considering market conditions.

Business Risk Management

The fundamental financial risks and the corresponding strategies of encountering them, by the company and the Group, in order to reduce their impact are the following:

Financial Risk Factors

Group is exposed to risks that emerge from changes in foreign exchange rates, interest rates as well as to credit risks, liquidity risks and cash flows risks .

Foreign Exchange Risk

The Group operates worldwide and therefore it is exposed to an foreign exchange risk. This risk mostly derives from future transactions, receivables and payables in foreign currency and net investments in companies abroad.

Price risk

The Group is exposed to the risk arising due to changes in the value of raw material and merchandise and to changes in the value of shares held for trading or selling.

Credit Risk & Liquidity Risk

The Group does not have a significant credit risk. Wholesales are mostly made to clients with a reliable credit record.

The company's client list is quite wide given that it includes 550 different clients. Key clients of the company are the following:

- Big Super Market chains
- Commercial business for wholesale or retail sale of dried nuts
- Chocolate and pastry industrial units
- Units processing dried nuts

Liquidity risk is kept at normal levels with sufficient cash available and credit limits.



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Cash Flow Risk & Fair Value Reserves Risk

Operation income and cash flow of the Group are subject to fluctuations of interest rates. Group has significant short-term and long-term debt.

POLICY ON DIVIDENDS

Regarding the distribution of dividends the company's management, considering among other things the performance of the Group, the perspectives and investment plans, does not suggest dividend distribution.

CORPORATE GOVERNANCE

The company has adopted the Principles of Corporate Governance as those are applicable in the context of Greek law and international practices. Corporate Governance as a set of rules, principles and mechanisms of controls based on which the company is organized and managed is intended to promote transparency towards investors as well as to safeguard the interests of shareholders and all persons involved in its operation.

The board of directors of Cardico S.A is the depositary of the principles of the Group's Corporate Governance. The board out of a total of 7 members includes 3, non executive members all of which fulfill the requirements set out by the law 3016/2002 for the to be named independent.

The internal controls department is intended to perform objective internal and external audits and ensure the effective communication between auditing bodies and the Board of Directors. Its duties are also to ensure compliance with the rules of Corporate Governance and the appropriate operation of the Internal Controls System and the supervision of work carried out by the Department of Internal Controls of the company.

Internal controls is a prerequisite of Corporate Governance. The Department of Internal Controls of CARDICO SA is an independent organizational unit which reports to the company's Board of Directors. Its duties also include the evaluation and improvement of risk management systems and internal controls system, as well as the ensuring of compliance with established policies according to the Company's Internal Regulation for Operation and laws applicable.

Since 2001 the company has had an Internal Controls department. Head of this department is Mr. Stavros Christakakis who is fully employed solely for this purpose.

Perspectives for the new year

Cardico's administration steadily implement's its strategic plan focusing on the activities of the group, reinforcing the Sales Department aiming at the expansion of its presence in Big Super Market chains domestic and abroad.



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In the domestic market the company intends to expand its sales network in the entire country. Its main goal is, however, to establish a presence in the markets abroad through its subsidiary companies and mostly ECHALIE S.A which has been successfully operating in the market of France as well as TESCO INVESTMENTS INC which operates in the English and international market, so that it becomes a key supplier of large European and international super markets chains, chocolate industries and wholesalers in dried fruits.

The company concerning the restructuring of its bank debt but also encountering liquidity restrictions which may face in the year 2008 considers some alternatives from will choose the best or a combination of them:

- Sale of the land in Rouf area. According to already existing offers the value of the field is approximately € 8 mil. Company's estimation is that the final value will be even greater due to the general development of the area.
- Sale and lease back contracts with big bank group. Company is already in negotiations concerning the fair value of its establishments in Schimatari.
- Possible share capital issue according to Financial Market Legislation.

Shareholders, CARDICO Group SA in 2008 through its strategic choices strengthened its dynamic and its presence in the dried fruits industry expanding its activities in Europe.

The above Report of the Board of Directors to the Tactical General Meeting, consisted of nine (9) pages, is the one mentioned at the audit report, dated 28.03.2008.

14.3 Explanatory Report to the General Tactical Meeting of the Shareholders related to the information provided by the article 11a of Law 3371/2005

Relatively to the information about the matters referred in paragraph 1 of article 11a of the law 3371/2005, company is obliged to publish the current Explanatory Report of the Board of Directors concerning the following matters in order to compromise with the above Law:

Articulation of the company's share capital

Cardico's share capital comes up to € 6.576.171, divided in 21.920.570 common shares, of nominative value of € 0,30 each. Cardico's shares are being traded in the Athens Stock Exchange Market. Shareholders exercise their rights, related to the management of the company, only through their participation at the General Meeting. Each share provides the holder with one vote and it incorporates all the rights and obligations appointed by the law and the company's statutes, which does not contain any more restrictive regulations than those appointed by the law, beyond the below mentioned. Shareholders have the right of preference in every future capital raise of the Company, depending on their participation to the existing share capital, as appointed by the article 13, paragraph 5, of the law 2190/1920.

After the shareholders request, which represents the 1/20 of the paid share capital, (a) the Board of Directors is obliged to call an extra General Meeting, on a date which does not exceeds 30 days since the request was made to the President of the Board. In the application, the matter of the meeting must be precisely specified, (b) in case of the shareholders request, who own the 1/20 of the paid share capital, the President of the Meeting is obliged to postpone for one time only the taking of decisions by the General Meeting, tactical or not, for all or some of the subjects, (c) in case of the shareholders request, who own the 1/20 of the paid share capital, and has been made at the Company 5 days before the tactical General Meeting, the Board of Directors is obliged to announce at the shareholders General Meeting the amounts paid, for all causes, by the Company to members of the Board of Directors, managers or to other employees, as well as every allowance to those individuals or other existing agreement between them and the Company, and to provide the specific requested information related to the Company's cases at that level that those information are useful for the General's Meeting subjects estimation, (d) in case of the shareholders (those who have no delegation in the Board of Directors) request, who own the 1/3 of the paid share capital, and has been made at the Company, within the deadline of the previous paragraph, the Board of Directors has the obligation to give them information related to the progress of the Company's activities and to the Company's fortune. The Board of Directors can deny to give the information asked for an important reason by publishing the reasoning, (e) in the cases of paragraph C(b), each dispute related to reliability or no of the excuse for not giving the information asked, is settled by the one-member court of the first instance of the Company's seat, (f) in case of the shareholders request, who own the 1/20 of the paid share capital, the decision making for a subject of the General Meeting is made upon nominative call.

Also, shareholders who own the 1/20 of the paid share capital have the right to ask for an inspection of the Company by the one-member court of the first instance of the Company's seat. Shareholders who own the 1/3 of the paid share capital (a) have the right to apply to the Board



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of Directors, and it is obliged to provide them at the General Meeting, or if its preferable to a representative of them before the General Meeting, with the information related to the Company's cases and fortune, (b) have the right to ask for an inspection by the one-member court of the first instance of the Company's seat, if it is believed that the management of the Company's cases isn't the supposed one. The shareholders in order to exercise their rights must have their shares deposited.

Restrictions in the share transfer of the Company

The transfer of the Company's shares is made according to the provisions of the law and the regulation of the Athens Stock Exchange and has no restrictions according to the Company's statute.

Significant direct or indirect participations by the meaning of P.D. 51/1992

The shareholders who posses, direct or indirect, a percentage bigger than 5% of the total share number are:

- Cardasilaris Nikolaos, 18,081%
- Cardasilaris Ioannis, 15,922%
- Cardasilaris Georgios, 14,921%

Shares which provide special voting rights

There are no shares which provide special voting rights.

Voting rights restrictions

There are no voting rights restrictions according to the Company's statute.

Shareholders agreements

No agreements between the shareholders are known to the Company, that imply restrictions in the share transfer or to the exercise of voting rights.

Regulations on the appointment of the Board of Directors and the amendment of the statute

The regulations provided by the Company's statute on the appointment of the Board of Directors and the amendment of the statute are not different from the provisions of the law 2190/1920.

Responsibility of the Board of Directors for the issue of new or the purchase of own shares



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According to the article 13 paragraph 1(b) of the law 2190/1920, the Board of Directors has the right, after related decision of the General Meeting which is published according to the article 7(b) of the law 2190/1920, to increase the Company's share capital by issuing new shares after its decision which is taken by the majority of at least 2/3 of all members. Until today no such decision is effective.

Important agreements which takes effect, amends or ends in case of a change to the Company's control followed by a public offer

As far as we know there are not any.

Agreements with member of the Board of Directors or the personnel of the company.

There are no agreements between the Company and any member of the Board of Directors which refer compensation specially, in case of resign or dismissal without important reason or end of tenure or employment due to public proposal.

The above Report of the Board of Directors to the Tactical General Meeting, consisted of eight (8) pages, is the one mentioned at the audit report, dated 28.03.2008.

14.4 Information as per article 10 of law 3401/2005

Within 2007, the company disclosed to the investing public the following information, which is available on the Athens Stock Exchange website [www. ase.gr](http://www.ase.gr):

21/12/2007	Announcement of regulated information of L 3556/2007
20/12/2007	Announcement of regulated information of Law 3556/2007
18/12/2007	Announcement of regulated information of L 3556/2007.
14/12/2007	Announcement of regulated information of Law 3556/2007
13/12/2007	Announcement of regulated information of L 3556/2007
12/12/2007	Completion of the Regular Tax Audit for fiscal years 2004 and 2005
12/12/2007	Announcement of regulated information of L 3556/2007.
11/12/2007	Announcement of regulated information of L 3556/2007.
10/12/2007	Announcement of regulated information of L 3556/2007.
07/12/2007	Announcement of regulated information of L 3556/2007.
06/12/2007	Announcement of regulated information of L 3556/2007
06/12/2007	Announcement of regulated information of L 3556/2007.
06/12/2007	Announcement of regulated information of L 3556/2007.
06/12/2007	Announcement of regulated information of L 3556/2007.



ΚΩΝ. ΚΑΡΑΛΙΑΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

05/12/2007	Announcement of regulated information of L 3556/2007
05/12/2007	Announcement of regulated information of L 3556/2007
05/12/2007	Announcement of regulated information of L 3556/2007.
30/11/2007	Announcement of regulated information of L 3556/2007.
29/11/2007	PRESS RELEASE
28/11/2007	Announcement of regulated information of Law 3556/2007
27/11/2007	Announcement of regulated information of L 3556/2007.
27/11/2007	Announcement of regulated information of L 3556/2007.
26/11/2007	FINANCIAL RESULTS FOR 9M 2007 ACCORDING TO I.F.R.S.
26/11/2007	Financial Results 9M 2007
23/11/2007	Announcement of regulated information of L 3556/2007.
23/11/2007	Announcement of regulated information of L 3556/2007.
22/11/2007	Announcement of regulated information of L 3556/2007.
22/11/2007	Announcement of regulated information of L 3556/2007.
22/11/2007	Announcement of regulated information of L 3556/2007.
21/11/2007	Announcement of regulated information of L 3556/2007.
21/11/2007	Announcement of regulated information of L 3556/2007.
20/11/2007	Announcement of regulated information of L 3556/2007
20/11/2007	Announcement of regulated information of L 3556/2007.
16/11/2007	Announcement of regulated information of L. 3556/2007 (Significant percentage change)
16/11/2007	Announcement of regulated information of L 3556 /2007
16/11/2007	Announcement of regulated information of L 3556/2007
16/11/2007	Announcement of regulated information of L 3556/ 2007
01/11/2007	Announcement of regulated information of L 3556/2007.
31/10/2007	Announcement of regulated information of L 3556/2007.
31/10/2007	Announcement of regulated information of L 3556/2007.
25/10/2007	Announcement of regulated information of L 3556/2007.
24/10/2007	Announcement
23/10/2007	Completion of the share buy back period.
22/10/2007	Announcement of regulated information of Law 3556/2007.
01/10/2007	Purchase of own shares
28/09/2007	Announcement
28/09/2007	Announcement
31/08/2007	Continued Turnaround for CARDICO Group in the 1st Half of 2007 as well
29/06/2007	Notification
29/06/2007	Dividend Payment
29/06/2007	Resolutions of the Ordinary Shareholders Meeting 29th June 2007
18/06/2007	Annual Bulletin of use 2006
14/06/2007	Justification to the 2hd degree for the Piraeus Bank case
12/06/2007	Sale of own shares
06/06/2007	Announcement
04/06/2007	Company Presentation to the ASSOSIATION OF GREEK INSTITUTIONAL INVESTORS
31/05/2007	Turnaround for the CARDICO Group in the 1st Quarter of 2007.



ΚΩΝ. ΚΑΡΔΑΣΙΛΑΡΙΣ & ΥΙΟΙ ΑΕΒΕ

18/05/2007	Announcement
30/03/2007	2006 Financial Results
29/03/2007	Schedule of Intended Corporate Actions
17/01/2007	Announcement

14.5 Summarised annual information both consolidated and non consolidated

K.Cardasilaris & Sons - "CARDICO"

Summarised Financial Information for the period 1.1.2007-31.12.2007

The following information is there for a summated update in the financial results and status of K.Cardasilaris & Sons S.A. and the group. The reader therefore is advised before he/she proceeds with any kind of investment or transaction with the company, to look in to the website of the company at www.cardico.com, where the full financial statements of 2007, in accordance with IFRS, can be found.

Company Name: K.Cardasilaris & Sons S.A.

Main Address: 2 Karageorgi Servias St, Athens

Board of Directors:1) Nikolaos Cardasilaris Chairman, 2) Ioannis Cardasilaris, Managing Director,3) George Cardasilaris, Managing Director,4) Myrtoula Lizardou executive member 5) Erasmia Minetta, Independent non-executive member 6) Stauros Vasileiou, independent non-executive member 7) Konstantinos Sourliotis, independent, non executive member.

R.No of S.A's.: 3760/06/B/86/05

Appropriate Supervisory Body: Ministry of Growth and Development, Department for S.A.'s & Credit

Date of approval of the Financial Statements (from which the summarized information was taken): 28/3/2008

Auditor: Kosntantinou Sotirios

Audit Firm: Grant Thornton S.A.

Review type: Unqualified opinion



ΚΩΝ. ΚΑΡΑΛΙΑΠΗ & ΥΙΟΙ ΑΕΒΕ

BALANCE SHEET

(Amounts in Euros)

	GROUP		COMPANY	
	31/ 12/ 2007	31/ 12/ 2006	31/ 12/ 2007	31/ 12/ 2006
ASSETS				
Fixed Assets	58.083.640	51.598.668	92.911.097	98.714.143
Stocks	27.276.847	25.766.800	9.647.739	9.706.134
Debtors	33.161.454	34.103.506	20.196.488	18.906.767
Other Assets	11.340.514	17.849.696	10.670.384	15.311.005
Total Assets	129.862.455	129.318.670	133.425.708	142.638.049
LIABILITIES				
Long Term Liabilities	11.907.060	23.074.633	15.539.066	29.437.037
Short Term Bank Loans	64.256.451	63.274.995	49.086.784	46.111.125
Other Short Term Liabilities	33.350.454	21.793.149	26.135.868	14.337.743
Total Liabilities (a)	109.513.965	108.142.777	90.761.717	89.885.905
Share Capital	6.576.171	6.576.171	6.576.171	6.576.171
Other Equity Attributable to Parent's Shareholders	11.335.040	12.291.327	36.087.820	46.175.974
Other Shareholders Funds (b)	17.911.211	18.867.498	42.663.991	52.752.145
Equity Minority Interests (c)	2.437.280	2.308.395		
Total Capital Employed (d) = (b) + (c)	20.348.491	21.175.893	42.663.991	52.752.145
Grand Total Liabilities (a) + (d)	129.862.455	129.318.670	133.425.708	142.638.049

PROFIT & LOSS ACCOUNT FOR THE PERIOD

(Amounts in Euros)

	GROUP		COMPANY	
	31/ 12/ 2007	31/ 12/ 2006	31/ 12/ 2007	31/ 12/ 2006
Turnover	145.541.001	171.918.019	55.352.577	59.464.756
Gross Profit	17.615.090	12.964.733	6.924.261	6.876.130
Earnings Before Taxes Financing and Investments Results				
Depreciations and Amortizations (EBITDA)	5.070.249	3.695.204	2.546.445	4.347.079
Earnings Before Taxes Financing and Investments Results (EBIT)	3.492.074	2.176.219	1.479.277	3.309.046
Profits Before Taxes	(154.795)	(1.616.592)	(779.635)	4.014.192
Less: Income Tax	284.986	(860.627)	0	179.177
Deferred Tax (asset)	333.814	557.698	438.301	384.480
Tax inspection differences and other taxes	879.386	67.262	900.182	62.681
Profit / (loss) after taxes from continuing operations (a)	(1.652.980)	(1.380.925)	(2.118.118)	3.387.855
Profit / (loss) after taxes from discontinued operations (b)	0	0	0	0
Profit / (loss) after taxes (from continuing and discontinued operations) (a) + (b)	(1.652.980)	(1.380.925)	(2.118.118)	3.387.855
Attributed:				
Shareholders	(1.956.154)	(1.858.568)		
Minority Interests	303.175	477.644		
Profits per share (in €)	(0,09)	(0,09)	(0,10)	0,16
Proposed dividend per share (in €)				0,02

STATEMENT OF EQUITY CHANGES

(Amounts in Euros)

	GROUP		COMPANY	
	<u>31/ 12/ 2007</u>	<u>31/ 12/ 2006</u>	<u>31/ 12/ 2007</u>	<u>31/ 12/ 2006</u>
Total equity at the start of the period (1/ 1/ 2007 and 1/ 1/ 2006)	21.175.893	20.091.285	52.752.145	45.470.988
Profits after tax	(1.652.980)	(1.380.925)	(2.118.118)	3.387.855
Increase / (decrease) of share capital	0	0	0	0
Dividends paid	(438.411)	(1.753.646)	(438.411)	(1.753.646)
Net income carried in equity	227.854	1.615.458	(8.567.759)	3.043.527
Purchase / (shale) of own shares	<u>1.036.135</u>	<u>2.603.720</u>	<u>1.036.135</u>	<u>2.603.420</u>
Total equity at the end of the period (31/ 12/ 2007 and 31/ 12/ 2006)	<u>20.348.491</u>	<u>21.175.893</u>	<u>42.663.991</u>	<u>52.752.145</u>

CASH FLOW STATEMENT

(Amounts in Euros)

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Net Cash Inflow from operational Activities				
Profits Before Tax	(154.795)	(1.616.592)	(779.635)	4.014.192
Plus adjustments for:				
Depreciation	1.578.175	1.518.985	1.067.168	1.038.033
Provisions	1.517.011	(58.006)	744.119	34.300
FX differences	17.838	307.220	0	401.144
Results from financial Investments (revenue, expenses, profits & losses) activity	(2.756.261)	486.027	(2.734.658)	(125.607)
Interest & other expenses	5.601.958	551.417	4.885.625	-735.161
Adjustments of for changes of working capital or relevant to operational activities:				
Stocks Decrease / (Increase)	(1.647.088)	(914.912)	58.394	(1.938.267)
Decrease / (increase) receivables	2.486.378	(6.227.495)	(1.127.248)	(5.145.485)
(Decrease) / Increase in liabilities (except banks)	3.655.726	(1.617.649)	4.416.018	(7.419.481)
Less:				
Interest paid & other expenses	(5.604.572)	(4.813.513)	(4.888.239)	(3.569.170)
Tax paid	(1.194.166)	(1.473.891)	(900.182)	(241.858)
Total inflow/ (outflow) from operational activities (a)	<u>3.500.207</u>	<u>-13.858.409</u>	<u>741.363</u>	<u>-13.687.360</u>
Cash flows from investment activities				
Acquisition of subsidiaries, affiliated companies, joint ventures and other investments	1.076.966	7.415.696	1.076.966	7.415.356
Purchase of tangible and intangible fixed assets	(1.055.992)	(2.012.444)	(892.752)	(1.288.411)
Amounts received from sales tangible and intangible assets	69	29.472	0	0
Interest received	3.819	152.493	2.613	152.493
Dividends received	500	2.000	500	3.002.000
Total inflows/ (outflows) from investing activities (b)	<u>25.363</u>	<u>5.587.217</u>	<u>187.327</u>	<u>9.281.438</u>
Cash flows from financing activities (b)				
Amounts received from increase in share capital	0	0	0	0
Bank loans received	6.863.536	17.381.871	5.854.231	14.290.574
Loans payments	(10.690.665)	(5.189.299)	(7.652.029)	(5.110.466)
Settlement of leasing liabilities	(266.783)	(2.157.435)	(24.012)	(2.339.032)
Dividends paid	(438.411)	(1.753.646)	(438.411)	(1.753.646)
Total inflows/ (outflows) from financing activities (c)	<u>(4.532.323)</u>	<u>8.281.492</u>	<u>(2.260.222)</u>	<u>5.087.431</u>
Net increase / (decrease) in cash and cash equivalent in the period (a) + (b) + (c)	<u>(1.006.753)</u>	<u>10.300</u>	<u>(1.331.532)</u>	<u>681.509</u>
Opening balance of cash and cash equivalents	<u>3.272.033</u>	<u>3.261.732</u>	<u>2.013.965</u>	<u>1.332.456</u>
Closing balance of cash and cash equivalents	<u>2.265.280</u>	<u>3.272.033</u>	<u>682.432</u>	<u>2.013.965</u>



ΚΩΝ. ΚΑΡΔΑΣΙΛΑΡΙΣ & ΥΙΟΙ ΑΕΒΕ

ADDITIONAL INFORMATION

1. Parent Company has not had Tax Inspection for the years 2006-2007. For the Group companies the non inspected years are: NUT COMPANY & SDOUKOSANTONIS years 2006-2007, XIROFFROUT year 2007 and SIFAKIS years 2003-2007
2. There was no change in the accounting principles used by the company during the period 1/1-31/12/2007
3. There was no case of merger, take over, change of activity, change of operations apart from NUT COMPANY, which is in liquidation process
4. There was no case of change of the fiscal year dates, or duration.
5. The financial statements of the company are not included in any other consolidated statements of other companies.
6. On the parent company's buildings and land there is a mortgage a) in favour of bond holding loaners for the amount of € 25.000.000, b) for guarantee of loan for the amount of € 7.000.000.
Also there is an equity underwriting of € 2.530.000 for SIFAKIS
7. Against the company there are legal claims of height: € 12.715.689, that according to the company's legal consultant are not to flourish. Other than the above there are no cases under dispute or arbitration which might have a significant repercussion in the financial situation or the operation of the Company or the Group
8. Number of employees at 31/12/2007 was 102 people for the parent, while 209 was the number for the Group.
9. The accumulative sums of sales and purchases from the beginning of the year and the balances of receivables and liabilities of Company and Group at the end of the period, that have been resulted from transactions with the affiliated companies, as these are defined by IAS24, they are as follows:

	<u>Group</u>	<u>Company</u>
a) Sales of goods and services	0	8.024.222
b) Purchases of goods and services	0	3.784.739
c) Receivables	0	4.954.351
d) Liabilities	0	552.747
e) Transactions and remunerations of supervisory executives and board of directors	680.901	402.576
f) Receivables form supervisory executives and board of directors	0	0
g) Liabilities toward supervisory executives and board of directors	0	0

10. For the period 1/1-31/12/2007 the consolidated statements include the following companies:

<u>Company Name</u>	<u>Country</u>	<u>Participation percentage</u>	<u>Consolidation Method</u>
ΚΩΝ. ΚΑΡΔΑΣΙΛΑΡΙΣ & ΣΟΝΣΣΑ	Greece	Parent	Full
ΕΧΑΛΙΕ ΣΑ	France	100,00%	Full
ΤΕΣΟ ΙΝΒΕΣΤΜΕΝΤΣ ΙΝΚ	England	51,00%	Full
ΧΙΡΟΦΡΟΥΤ ΣΑ	Greece	57,69%	Full
ΝΟΥΤ ΚΟΜΠΑΝΥ ΣΑ	Greece	57,50%	Full
ΣΙΦΑΚΙΣ ΣΑ	Greece	51,00%	Full
CARDICO LTD (GEORGIA)	Georgia	100,00%	Full
CARDICO SRL (MOLDOVA)	Moldavia	92,86%	Full
ΣΔΟΥΚΟΣΑΝΤΟΝΙΣ ΣΑ	Greece	24,92%	Equity

There was no change in consolidation method compared to previous years.

11. The item long term liabilities in the balance sheet at 31/12/2007 & 31/12/2006 of the parent company includes the amounts of € 7.749.424 and 10.167.042, respectively from deferred taxation.
12. In the consolidated and parent statements of financial position of the previous year there have been mutual balance offsets (transfers) between the items "Debtors" and "Other Assets" (regarding impaired debtors) in order to better reflect the relevant assets's maturity date, in the financial statements notes.

Athens, 28st March 2008			
CHAIRMAN OF THE BOARD	MANAGING DIRECTORS		FINANCIAL MANAGER
NIKOLAOS K. CARDASILARIS I.D. Π 346820	IOANNIS K. CARDASILARIS I.D. Ε 455430	GEORGIOS K. CARDASILARIS I.D. Ν 294380	EVANGELOS TSAKIRIS I.D. Σ 728648 LICENCE No 0001235 A' CLASS



ΚΩΝ. ΚΑΡΔΑΛΙΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

14.6 Annual financial statements, audit reports & BOD reports of the companies included in the consolidated financial statements of CARDICO S.A.

The above information is available on the company's website www.cardico.com.