



## **Annual Financial Statements Year End 01.01-31.12.2005**

The annual Financial Statements have been approved by Autohellas's Board of Directors on 27<sup>th</sup> of February 2006 and have been published in the company's web address : [Http://www.Hertz.gr](http://www.Hertz.gr)

**Autohellas A.T.E.E.**  
APMAE 851/06/B/86/43  
Viltanioti 31, 145 64  
Kifisia, Attika  
Web: [www.hertz.gr](http://www.hertz.gr),  
Email: [investor.relations@hertz.gr](mailto:investor.relations@hertz.gr)

## AUDITORS' REPORT

---

To the Shareholders of AUTOHELLAS TOURIST AND TRADING ANONYMOUS COMPANY (HERTZ)

We have audited the accompanying financial statements of AUTOHELLAS TOURIST AND TRADING ANONYMOUS COMPANY (HERTZ), as of and for the year ended 31 December 2005. These financial statements are the responsibility of the Company's management. 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 plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, evaluating the overall financial statement presentation as well as assessing the consistency of the Board of Directors' report with the aforementioned financial statements. We believe that our audit provides a reasonable basis for our opinion. In our opinion, the aforementioned financial statements give a true and fair view of the financial position of the Company as of 31 December 2005, and of the results of its operations, [its cash flows and the changes in shareholders' equity]\* for the year then ended in accordance with the International Financial Reporting Standards that have been adopted by the European Union. and the Board of Directors' Report is consistent with the aforementioned financial statements.

Athens, 28<sup>th</sup> February 2006-02-28

Certified Auditor-Accountant  
Panagiotis Vavouras

-----  
A.M. ΣΟΕΛ 12841



**Contents**

- A. Financial Statements AUTOHELLAS
  - Balance sheet (I)
  - Income Statement (II)
  - Statements of changes in equity (III)
  - Cash flow statement (IV)
- B. Consolidated Financial Statements
  - Balance sheet (I)
  - Income Statement (II)
  - Statements of changes in equity (III)
  - Cash flow statement (IV)
- C Adding Information
- D.Events after the date of the balance sheet.
- E. Notes to the interim financial statements.

**A. Financial statements AUTOHELLAS**

**Balance Sheet (I)**

*Values in Euro*

<b>ASSETS</b>	<b>31/12/2005</b>	<b>31/12/2004</b>
<b>Non-current assets</b>		
Fixed assets	201,851,625.19	194,420,811.02
Investments in subsidiaries	5,072,846.50	3,011,842.00
Investments in participating companies	4,891,221.09	2,541,220.07
Investments in other companies	16,436,569.73	16,607,962.59
Trade & other debtors	5,224,097.35	4,562,892.51
Other assets	331,070.31	336,189.25
	<b>233,807,430.17</b>	<b>221,480,917.44</b>
<b>Current assets</b>		
Inventory	47,477.70	42,624.00
Trade debtors	18,049,113.56	21,100,630.76
Other debtors	5,642,091.59	3,302,958.28
Advance payments	6,737,818.10	5,370,402.89
Cash and cash equivalents	2,602,557.02	8,081,143.16
	<b>33,079,057.97</b>	<b>37,897,759.09</b>
<b>Total assets</b>	<b>266,886,488.14</b>	<b>259,378,676.53</b>
<b>OWNER 'S EQUITY</b>		
Parent company 's shareholders equity	-11,558,400.00	-11,520,000.00
Share capital paid in excess of Par value	-31,626,186.83	-31,424,586.83
Own shares reserves	0.00	809.88
Other reserves	-7,551,945.74	-6,922,604.04
Earnings/Losses carried forward	-54,824,598.35	-48,447,130.09
	-105,561,130.92	-98,313,511.08

<b>Total owner's equity</b>	<b>-105,561,130.92</b>	<b>-98,313,511.08</b>
<b>LIABILITIES</b>		
<b>Long term liabilities</b>		
Long term borrowing	-100,058,500.17	-100,065,029.40
Deferred tax	-11,689,169.27	-11,437,931.12
Provisions for staff leaving indemnities	-1,132,120.61	-921,522.02
Derivatives	-758,741.99	-1,359,734.00
	<b>-113,638,532.04</b>	<b>-113,784,216.54</b>
<b>Short term liabilities</b>		
Trade creditors	-38,434,692.05	-35,778,654.73
Short term borrowing	-7,336,757.15	-7,336,757.15
Taxes and duties payable	-1,915,375.98	-4,165,537.03
	<b>-47,686,825.18</b>	<b>-47,280,948.91</b>
<b>Total liabilities</b>	<b>-161,325,357.22</b>	<b>-161,065,165.45</b>
<b>Total equity and liabilities</b>	<b>-266,886,488.14</b>	<b>-259,378,676.53</b>

**A. Financial statements AUTOHELLAS**

**Income statement (II)**

	<i>Note</i>	<b>31/12/2005</b>	<b>31/12/2004</b>
<b>Operating Results:</b>			
Turnover		98,350,604.13	96,253,425.90
Cost of Sales		-79,063,515.32	-74,173,350.49
<b>Gross Operating Earnings</b>		<b>19,287,088.81</b>	<b>22,080,075.41</b>
Other Operating Income		10,923,068.68	10,936,624.27
Administrative expenses		-7,609,725.13	-7,586,946.35
Distribution expenses		-1,682,052.94	-2,116,632.34
Other expenses		-39,820.18	-25,020.33
Gains/losses before tax, financial and investment activities		20,878,559.24	23,288,100.66
Gains/losses before tax, financial investment activities and depreciations		58,407,445.50	58,750,836.00
Net financial cost		-2,884,112.59	-3,027,931.46
Gain/(Loss) from affiliated companies		571,250.00	(767,000.00 )
Less:Fixed assets Depreciations		-37,528,886.26	-35,462,735.34
Less: Depreciation Expenses included in Operating Cost		-37,528,886.26	-35,462,735.34
<b>Earnings Before Tax</b>		<b>18,565,696.65</b>	<b>21,027,169.20</b>
Tax Payable		-4,871,224.09	-6,403,790.61
<b>Earnings After Tax</b>		<b>13,694,472.56</b>	<b>14,623,378.59</b>
<b>Attributable to :</b>			
Shareholders		<b>13,694,472.56</b>	<b>14,623,378.59</b>
Minority Interest			
<b>Net Earnings per Share (€)</b>		<b>0.38</b>	<b>0.10</b>

**A. Financial statements AUTOHELLAS**

**Statements of changes in equity ( III )**

	ATTRIBUTED TO THE PARENT'S SHAREHOLDERS						
	Share capital	Above par	Own Shares	Other reserves	Results carried forward	Total	Total equity
<b>Balance as of 01.01.2004</b>	11,340,000.00	31,604,586.83	-809.88	6,374,990.55	39,553,573.57	88,872,341.07	88,872,341.07
- Change due to recognition of deferred tax					2,017,791.42	2,017,791.42	2,017,791.42
<b>Net gain/ loss reported on Net equity</b>					<b>2,017,791.42</b>	<b>2,017,791.42</b>	<b>2,017,791.42</b>
- Net results for the period				547,613.49	14,075,765.10	14,623,378.59	14,623,378.59
<b>Recognised profit / loss for the period</b>	<b>11,340,000.00</b>	<b>31,604,586.83</b>	<b>-809.88</b>	<b>6,922,604.04</b>	<b>55,647,130.09</b>	<b>105,513,511.08</b>	<b>105,513,511.08</b>
- Dividends payable					-7,200,000.00	-7,200,000.00	-7,200,000.00
- Increase in capital	180,000.00	-180,000.00				0.00	0.00
- Own Shares						0.00	0.00
<b>Balance at of 31.12.2004</b>	<b>11,520,000.00</b>	<b>31,424,586.83</b>	<b>-809.88</b>	<b>6,922,604.04</b>	<b>48,447,130.09</b>	<b>98,313,511.08</b>	<b>98,313,511.08</b>
<b>Balance at of 01.01.2005</b>	11,520,000.00	31,424,586.83	-809.88	6,922,604.04	48,447,130.09	98,313,511.08	98,313,511.08
- Reserves for provision for staff leaving indemnities					872,337.40	872,337.40	872,337.40
- Exchange rate differences						0.00	0.00
<b>Total recognised profit / loss for the period</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>872,337.40</b>	<b>872,337.40</b>	<b>872,337.40</b>
- Net results for the period				629,341.70	13,065,130.86	13,694,472.56	13,694,472.56
<b>Recognised profit / (loss) for the period</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>629,341.70</b>	<b>13,937,468.26</b>	<b>14,566,809.96</b>	<b>14,566,809.96</b>
- Dividends payable					-7,560,000.00	-7,560,000.00	-7,560,000.00
- Increase in share capital	38,400.00	201,600.00				240,000.00	240,000.00
- Own shares			809.88			809.88	809.88
<b>Balance as of 31.12.2005</b>	<b>11,558,400.00</b>	<b>31,626,186.83</b>	<b>0.00</b>	<b>7,551,945.74</b>	<b>54,824,598.35</b>	<b>105,561,130.92</b>	<b>105,561,130.92</b>

**A. Financial statements AUTOHELLAS**

**Cash flow statement (IV)**

*Values in Euro*

	<b>01.01-31.12.2005</b>	<b>01.01-31.12.2004</b>
<b>Profits before tax</b>	<b>18,565,696.65</b>	<b>21,027,169.20</b>
Adjustments for:		
Fixed assets depreciation	37,528,886.26	35,462,735.34
Fixed assets devaluation (fixed assets write-offs)	668,559.22	338,759.79
Earnings from tangible assets sale	-6,604,350.12	-7,003,773.46
Interest	2,884,112.59	3,027,931.46
Dividends	-571,250.00	-767,000.00
	<b>52,471,654.60</b>	<b>52,085,822.33</b>
<b>Working capital changes</b>		
Increase/decrease in inventories	-4,853.70	-4,557.09
Increase/decrease in receivables	3,003,062.64	-413,450.75
Increase/decrease in liabilities	200,694.91	-116,580.77
Other		
<b>Working capital changes</b>	<b>3,198,903.85</b>	<b>-534,588.61</b>
<b>Net cash flow from operating activities before Tax and Interest</b>	<b>55,670,558.45</b>	<b>51,551,233.72</b>
Interest expense paid	-4,016,796.52	-3,638,419.96
Tax paid	-4,165,567.40	-1,741,516.72
<b>Net cash flow from operating activities</b>	<b>47,488,194.53</b>	<b>46,171,297.04</b>
<b>Cash flow from investing activities</b>		
Purchase of tangible assets	-84,650,196.62	-94,321,225.24
Proceeds from sales of tangible assets	42,186,841.55	41,332,726.48
Acquisition of affiliated companies	-5,143,009.58	-2,180,845.02
Proceeds from sales of financial assets	901,809.88	0.00
Proceeds from interests	486,524.10	524,691.54
Proceeds from dividends εισπραχθέντα	571,250.00	767,000.00
<b>Net cash flow from investing activities</b>	<b>-45,646,780.67</b>	<b>-53,877,652.24</b>
<b>Cash flow from financing activities</b>		
Proceeds from borrowing	0.00	100,000,000.00
Increase equity capital	240,000.00	
Loan payments	0.00	-78,233,354.45
Dividend payments	-7,560,000.00	-7,200,000.00
<b>Cash flow from financing activities</b>	<b>-7,320,000.00</b>	<b>14,566,645.55</b>
<b>Net decrease/increase in cash and cash equivalents</b>	<b>-5,478,586.14</b>	<b>6,860,290.35</b>
Cash and cash equivalents at the beginning of the period	8,081,143.16	1,220,852.81
Exchange Differences in cash and cash equivalents		
<b>Cash and cash equivalents at the end of the period</b>	<b>2,602,557.02</b>	<b>8,081,143.16</b>



**B. Consolidated financial statements**

**Balance sheet (I)**

*Values in Euro*

	<b>31/12/2005</b>	<b>31/12/2004</b>
<b>PROPERTY ASSETS</b>		
<b>Non-current assets</b>		
Fixed assets	209,608,354.87	198,894,969.61
Intangibles	211,991.28	0.00
Investments in subsidiaries	0.00	0.00
Investments in participating companies	7,451,126.86	3,371,098.70
Financial assets available for sale	16,436,569.73	16,607,962.59
Trade & other debtors	5,263,652.41	4,696,842.34
Other assets	331,070.31	336,189.25
	<b>239,302,765.46</b>	<b>223,907,062.49</b>
<b>Current assets</b>		
Inventory	995,665.87	1,510,717.17
Trade debtors	18,823,749.73	21,729,549.73
Other debtors	6,178,203.40	3,704,018.49
Advance payments	6,770,430.50	5,378,491.35
Cash and cash equivalents	3,014,838.93	8,276,671.50
	<b>35,782,888.43</b>	<b>40,599,448.24</b>
<b>Total assets</b>	<b>275,085,653.89</b>	<b>264,506,510.73</b>
<b>CAPITAL &amp; RESERVES</b>		
<b>Capital and reserves attributed in the parent company's shareholders</b>		
Share capital	-11,558,400.00	-11,520,000.00
Share capital paid in excess of Par value	-31,626,186.83	-31,424,586.83
Own shares reserves	0.00	809.88
Exchange difference	-41,866.05	0.00
Other reserves	-7,551,945.74	-6,922,604.04
Earnings/Losses carried forward	-58,502,620.71	-49,969,611.43

	-109,281,019.33	-99,835,992.42
<b>Minority interest</b>	<b>-705,528.65</b>	0.00
<b>Total capital &amp; reserves</b>	<b>-109,986,547.98</b>	<b>-99,835,992.42</b>
<b>LIABILITIES</b>		
<b>Long term liabilities</b>		
Long term borrowing	-100,058,500.17	-100,065,029.40
Deferred tax	-11,689,169.27	-11,437,931.12
Provisions for staff leaving indemnities		
	-1,132,120.61	-921,522.02
Derivatives	-758,741.99	-1,359,734.00
	<b>-113,638,532.04</b>	<b>-113,784,216.54</b>
<b>Short term liabilities</b>		
Trade creditors	-40,397,091.87	-38,817,373.74
Short term borrowing	-9,129,575.66	-7,736,777.55
Taxes and duties payable	-1,933,906.34	-4,332,150.48
<b>Total liabilities</b>	<b>-51,460,573.87</b>	<b>-50,886,301.77</b>
<b>Total liabilities</b>	<b>-165,099,105.91</b>	<b>-164,670,518.31</b>
<b>Total equity and liabilities</b>	<b>-275,085,653.89</b>	<b>-264,506,510.73</b>

**B. Consolidated financial statements**

<b><u>Income statement (II)</u></b>	<b>31/12/2005</b>	<b>31/12/2004</b>
	<b>ΣΥΝΟΛΟ</b>	<b>ΣΥΝΟΛΟ</b>
<i>Values in Euro</i>		
<b>Operating Results::</b>		
Turnover	-107,528,401.51	-104,441,939.98
Cost of Sales	86,047,447.53	80,598,297.55
<b>Gross Operating Earnings</b>	<b>-21,480,953.98</b>	<b>-23,843,642.43</b>
Other Operating Income	-11,095,060.33	-11,253,307.13
Administrative expenses	8,272,738.19	8,015,777.39
Distribution expenses	2,819,195.65	2,798,950.75
Other expenses	59,360.26	128,544.97
Gains/losses before tax, financial and investment activities	-21,424,720.21	-24,153,676.45
Gains/losses before tax, financial investment activities and depreciations	-61,000,961.02	-59,627,080.63
Net financial cost	2,920,048.00	3,050,465.93
Gain/(Loss) from affiliated companies	-571,250.00	-767,000.00
Income from participation in associated companies	-1,730,027.14	-1,569,453.96
Less:Fixed assets Depreciations	39,572,008.53	36,728,327.80
Less: Depreciation Expenses included in Operating cost	39,572,008.53	36,728,327.80
<b>Earnings Before Tax</b>	<b>-20,805,949.35</b>	<b>-23,439,664.48</b>
Tax Payable	4,937,401.63	6,570,361.52
<b>Earnings After Tax</b>	<b>-15,868,547.72</b>	<b>-16,869,302.96</b>
<b>Attributable to :</b>		
Shareholders	15,850,022.26	16,869,302.96
Minority interest	18,525.46	0.00
	<b>15,868,547.72</b>	<b>16,869,302.96</b>
<b>Profits after taxes per share</b>	<b>0.44</b>	<b>0.47</b>

**B. Consolidated financial statements**

**Statements of changes in equity (III)**

	ATTRIBUTED TO THE PARENTS' SHAREHOLDERS							Minority	
	Share capital	Above par	Own Shares	Exchange Differences	Other reserves	Results carried forward	Total	Minority rights	Total equity
<b>Balance as of 01.01.2004</b>	11,340,000.00	31,604,586.83	-809.88		6,374,990.55	38,828,427.45	88,147,194.95		88,147,194.95
- Change due to recognition of deferred tax						2,019,494.51	2,019,494.51		2,019,494.51
<b>Net gain/ loss reported on Net equity</b>						<b>2,019,494.51</b>	<b>2,019,494.51</b>	<b>0.00</b>	<b>2,019,494.51</b>
- Net results for the period					547,613.49	16,321,689.47	16,869,302.96		16,869,302.96
<b>Recognised profit / loss for the period</b>	<b>11,340,000.00</b>	<b>31,604,586.83</b>	<b>-809.88</b>	<b>0.00</b>	<b>6,922,604.04</b>	<b>57,169,611.43</b>	<b>107,035,992.42</b>	<b>0.00</b>	<b>107,035,992.42</b>
- Dividends payable						-7,200,000.00	-7,200,000.00		-7,200,000.00
- Increase in capital	180,000.00	-180,000.00					0.00		0.00
- Own Shares							0.00		0.00
<b>Balance at of 31.12.2004</b>	<b>11,520,000.00</b>	<b>31,424,586.83</b>	<b>-809.88</b>	<b>0.00</b>	<b>6,922,604.04</b>	<b>49,969,611.43</b>	<b>99,835,992.42</b>	<b>0.00</b>	<b>99,835,992.42</b>
<b>Balance at of 01.01.2005</b>	11,520,000.00	31,424,586.83	-809.88	0.00	6,922,604.04	49,969,611.43	99,835,992.42	0.00	99,835,992.42
- Subsidiary establishment								687,003.19	687,003.19
- Reserves for provision for staff leaving indemnities						872,328.72	872,328.72		872,328.72
- Exchange rate differences				41,866.05			41,866.05		41,866.05
<b>Total recognised profit / loss for the period</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>41,866.05</b>	<b>0.00</b>	<b>872,328.72</b>	<b>914,194.77</b>	<b>687,003.19</b>	<b>1,601,197.96</b>
- Net results for the period					629,341.70	15,220,680.56	15,850,022.26	18,525.46	15,868,547.72
<b>Recognised profit / (loss) for the period</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>41,866.05</b>	<b>629,341.70</b>	<b>16,093,009.28</b>	<b>16,764,217.03</b>	<b>705,528.65</b>	<b>17,469,745.68</b>
- Dividends payable						-7,560,000.00	-7,560,000.00		-7,560,000.00
- Increase in share capital	38,400.00	201,600.00					240,000.00		240,000.00
- Own shares			809.88				809.88		809.88
<b>Balance as of 31.12.2005</b>	<b>11,558,400.00</b>	<b>31,626,186.83</b>	<b>0.00</b>	<b>41,866.05</b>	<b>7,551,945.74</b>	<b>58,502,620.71</b>	<b>109,281,019.33</b>	<b>705,528.65</b>	<b>109,986,547.98</b>

**B. Consolidated financial statements**

**Cash flow statement (IV)**

*Values in Euro*

	<u>31/12/2005</u>	<u>31/12/2004</u>
<b>Profits before tax</b>	<b>20,805,949.35</b>	<b>23,439,664.48</b>
Adjustments for:		
Tax	0.00	0.00
Fixed assets depreciation	39,571,865.34	36,728,327.80
Fixed assets devaluation (fixed assets write-offs)	668,559.22	338,759.79
Earnings from tangible assets sale	-6,905,066.77	-7,262,872.48
Interest expenses	2,892,799.80	3,092,208.52
Income from participations in associations companies	-1,730,027.14	-1,569,453.96
Dividends	-571,250.00	-767,000.00
	<b><u>54,732,829.80</u></b>	<b><u>53,999,634.15</u></b>
<b>Working capital changes</b>		
Increase/decrease in inventories	509,146.30	248,459.20
Increase/decrease in receivables	2,519,128.90	-251,911.89
Increase/decrease in liabilities	618,966.92	-1,847,718.32
Other	0.00	0.00
<b>Working capital changes</b>	<b><u>3,647,242.12</u></b>	<b><u>-1,851,171.01</u></b>
<b>Net cash flow from operating activities</b>	<b><u>58,380,215.11</u></b>	<b><u>52,148,463.14</u></b>
Interest expense paid	-4,025,483.73	-3,702,697.02
Tax paid	-4,373,567.40	-1,908,087.63
<b>Net cash flow from operating activities</b>	<b>49,981,163.98</b>	<b>46,537,678.49</b>
<b>Cash flow from investing activities</b>		
Purchase of tangible assets	-92,329,358.24	-97,184,154.54
Proceeds from sales of tangible assets	43,402,536.41	41,833,779.30
Acquisition of affiliated companies	-3,112,011.58	-169,003.02
Proceeds from sales of financial assets	901,809.88	0.00
Proceeds from interests	486,524.10	524,691.54
Proceeds from dividends	607,250.00	767,000.00
<b>Net cash flow from investing activities</b>	<b>-50,043,249.43</b>	<b>-54,227,686.72</b>
<b>Cash flow from financing activities</b>		

Proceeds from borrowing	1,380,507.41	100,000,000.00
Increase of equity capital	979,888.66	0.00
Loan payments	0.00	-78,362,341.02
Dividend payments	<u>-7,560,000.00</u>	<u>-7,200,000.00</u>
<b>Cash flow from financing activities</b>	<b><u>-5,199,603.93</u></b>	<b><u>14,437,658.98</u></b>
<b>Net decrease/increase in cash and cash equivalents</b>	<b><u>-5,261,832.57</u></b>	<b><u>6,747,650.75</u></b>
Cash and cash equivalents at the beginning of the period	8,276,671.50	1,529,020.75
Exchange Differences in cash and cash equivalents		
<b>Cash and cash equivalents at the end of the period</b>	<b><u><u>3,014,838.93</u></u></b>	<b><u><u>8,276,671.50</u></u></b>

**C. Additional information :**

1. Group companies that are included in the consolidated financial statements with their respective locations and percentages of ownership are as follows:

Full Consolidation method :

Autohellas SA, Athens, Greece Parent

2003-2005

Autotechnica Ltd, Sofia , Bulgaria 99.99%

2003-2005

Bemal Auto Ltd, Sofia , Bulgaria 100%

2003-2005

DEMSTAR RENTALS 2005 LTD, Lefkosia, Cyprus 75% (First consolidation 31.12.2005 )

2005

Net position Consolidation method :

Piraeus Best Leasing,Athens 48,08%

2003-2005

Eltrecca A.E., Nea Kifisia 50% (first consolidation 30/09/05)

2003-2005

2. There has been no change to the accounting principles as applied in the consolidated Financial Statements on the 31.12.2004

3. Autohellas SA has been tax audited up to the fiscal year 2002, therefore any tax liabilities for the subsequent non tax audited fiscal years have not been finalized yet. In February 2004 the tax audit for Autotechnica Ltd for the fiscal years 1998 and up to 2002 were completed an additional tax of €75,000 arised for which the company for which Autohellas SA appealed against legally.

4. There are no pledges on the company's assets.

5. There are no litigations which have an important impact on the financial position of Autohellas SA.

6. Number of employees on the 31.12.2005: Group 476, Parent company: 405, on the 31.12.2004: Group 480, Parent company 433.

7. The total amounts of sales and purchases of parent company to and from related parties from the beginning of the fiscal year are respectively: € 3.707.822,27 and € 447.683,31. Total Receivables and payables between parent company and related parties on the 31.12.2005 are respectively: € 259.952,45 and € 140.241,58.

8. Capital expenditure for the period 01.01-31.12.2005: Group € 86 mill., Parent Company € 80.2 mill.

9. Turnover is embodied in the following sectors of financing activity of STAKOD 03 "car rentals" 711.0 Group: €103.624.053,65 , Parent Company: €98.166.810,37 , STAKOD 03 " Car Merchandising" 501.0, Group: €3.125.445,46 , STAKOD 03 "Car maintenance and Repair" 502.0 , Group: €238.297,50 , Parent Company: €176.713,76 , STAKOD 03 "Merchandising in Car parts", 503.0 Group: €533.524,90, and STAKOD 03 " Rentals of other vehicles" 712.1 Group: € 7.080,00, Parent Company: € 7.080,00.

10. The above financial statements have been approved by the company's Board of Directors on February 27 2006.

**D. EVENTS OCCURRED AFTER THE PUBLICATION OF THE BALANCE SHEET**

There have been no events after the publication date of the balance sheet that effect in any way the financial statements of the Company or Group.

**E. Notes to the financial statements.****1. General Information**

The company Autohellas Tourist and Trading Anonymous company (the company) is an anonymous company registered in Greece, was established in 1962 and is engaged in the field of vehicle renting and leasing.

The company has its registered office at Viltanioti 31, Kifissia, Attica, it's website is [www.hertz.gr](http://www.hertz.gr) and is listed in the Athens Stock Exchange (ASF), sector "Travel & Tourism".

The consolidated financial statements of the company include the company and its subsidiaries (the group). Subsidiary companies are all the entities that are managed and controlled by Autohellas. Subsidiary companies are consolidated by the full consolidation method, as from the date on which control is acquired and are excluded as from the date on which such control ceases to exist.

**Group Structure**

Company	Registered office	% of ownership
AUTOHELLAS TOURIST & TRADING ANONYMOUS COMPANY	Kifissia, Attica	Parent Company
BEMAL AUTO LTD	Lefkosia, Cyprus	100%
AUTOTECHNICA LTD	Sofia, Bulgaria	99,99%
DEMSTAR RENTALS 2005 LTD	Lefkosia, Cyprus	75%

These financial statements have been approved for publication by the Board of Directors on the 27/02/2006.

**2. Accounting Policies****2.1. Basis for preparation of the financial statements.**

The consolidated financial statements of Autohellas A.T.E.E., are covering the accounting period of 2005. They have been compiled based on IAS, that have been adopted by the European Union. The policies mentioned below have been consistently applied throughout all the periods of 2005.

The company and consolidated financial statements, have been compiled based on the Greek Accountant Standards until 31.12.2005. These Accountant Standards differ in certain regions from the IAS.

Both Company and consolidated financial statements, have been reported according to the Greek accounting standards up to the year 2004. Since there are essential differences between the Greek standards and the IFRS, for comparison reasons, figures for 2004 have been reported according to the IFRS accounting principles and standards.

Current financial statements, have been reported using the historical cost method, with the exception of financial assets available for sale, which were valued at their fair value with changes recognised on the income statement.

The compilation of financial statements according to IAS requires the use of estimates and judgements during the application of the company's accounting principles.

**2.2. Consolidation – Subsidiaries and Associates valuation**

The purchase method has been used for the consolidated financial statements. The acquisition cost of a subsidiary is the fair value of the assets, the shares issued and the liabilities undertaken on the date of the acquisition, plus any cost 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 value 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.

Inter-company transactions, balances and unrealized profits between Group Companies are written-off. Unrealized losses are also written-off as long as there is no indication of impairment of the transferred asset. The accounting principles of the subsidiaries conform to the ones adopted by the group.

Associates are companies on which the group can exert significant influence (but not control), with a holding of between 20% and 50% of the company's voting rights. Investments in associates are valued using the equity method and are initially recognised at cost. The account investment in associates includes the goodwill less any decrease in its value.

The group's share in the profits or losses of associated companies after the acquisition is recognised in the income statement, while the share of changes in reserves after the acquisition is recognised in the reserves. When the group's share in the losses of an associate is equal than its participation in the associate, then, no further losses are recognised, unless further commitments have been made on behalf of the associate.

Participants of the parent company in subsidiaries and associates are valued at cost less any decrease in value.

### **2.3. Information per sector.**

Parent company's activities are the renting of vehicles and is conducted solely in Greece. Subsidiary's activities include renting of vehicles and vehicle trade and is conducted solely in Bulgaria and Cyprus.

### **2.4. Tangible assets**

Tangible assets are reported at acquisition cost, less accumulated depreciations. The acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Plots are not depreciated. Depreciation of the rest tangible fixed asset is calculated using the straight line method over their useful lives, as follows :

Vehicles	2 - 5	Years
Buildings	30 - 35	Years
Mechanical equipment	6 - 7	Years
IT equipment	3 - 4	Years
Other equipment	5	Years

Vehicles residual values are being calculated based on their current values. No evaluations have been made regarding the residual values of the rest tangible assets.

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.

### **2.5. Intangible asset**

#### *(a) Trade marks and licenses :*

Trade marks and licenses are valued at their acquisition cost less any accumulated depreciations. Depreciation is calculated using the straight line method over their useful lives which is 5 years.

#### *(b) Computer software*

Computer software licenses are reported at acquisition cost, less accumulated depreciation. Depreciation is calculated using the straight line method over their useful lives which is from 3 to 5 years.

### **2.6. Impairment of Assets**

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. Impairment losses are booked as expense when emerge.

### **2.7. Financial Assets available for sale, valued at fair value, with changes in fair value recognised in the results.**

Financial assets available for sale are valued in their fair value and any change in the fair value, is booked in equity reserves until they are sold or characterised as impaired, at which time they are transferred to the results as profit or loss.



Derivatives which are not designated and effective hedging instruments, are valued at fair value, with any changes recognised through the income statement.

## **2.8. Trade receivables**

Receivables from customers are initially booked at their fair value which is equal to their face value less any impairment losses. Impairment losses (losses from doubtful debt) are recognised when there is objective evidence that the group is in no position to collect all relevant amounts, owned on the contractual terms. The impairment loss amount is calculated as the difference between the receivables book value and the future cash flow. The impairment losses are recognised in the income statement.

## **2.9. Cash and cash equivalents**

Cash and cash equivalents include cash, cash at the bank as well as short term (up to 3 months), highly liquid and low risk investments.

## **2.10. Transactions in Foreign currencies**

The transactions that are denominated in foreign currencies are stated in Euro on the basis of the exchange rates ruling on the date of the transaction. On the balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are re-stated in Euro on the basis of the exchange rates ruling on this date. The gains and losses arising on restatement are recognised in the income statement

Any gains and losses arising from the conversion of foreign financial statements are recognised as net worth reserve.

## **2.11. Share Capital**

Common stock is reported as equity. Expenses incurred for the issuance of shares reduce, after deducting the relevant income tax, the proceeds from the issue. Expenses incurred for the issuance of shares for the acquisition of companies are included in the acquisition cost of the company.

The cost of acquiring own shares, less the relevant tax, is reported as a negative balance within shareholders equity, until own shares are sold or canceled. Any profit or loss from the selling of own shares (after deducting the relevant costs), is reported as reserve on equity.

## **2.12. Loans**

Loans are initially reported in their fair value, less any relevant transaction costs. Later they are valued on the unamortised cost using the actual interest rate.

## **2.13. Deferred income tax**

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 calculated on the tax rates that are expected to be in effect during the period in which the asset or liability will regain its book value.

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

## **2.14. Employee benefits**

### *(a) Short term benefits*

Short term employee benefits monetary and in kind are recognised as an expense when they accrue.

### *(b) Post employment benefits*

Post employment benefits include defined contribution schemes as well as defined schemes. The accrued cost of defined contribution schemes is booked as an expense in the paid period it refers to.

The liability that is reported in the balance sheet with respect to this scheme is the present value of the liability for the defined benefit. The commitment of the defined benefit is calculated annually by an independent actuary with the use of the projected unit credit method. The field of long-term Greek Government Bonds is used as a discount rate.

## **2.15. Provisions**

Provisions are recognised when the Group has present obligations (legal or constructive), as a result of past events and the settlement through an outflow is probable.

**2.16. Recognition of 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 :

*(a) Income from services sold (Car Rentals)*

Income from services sold are accounted for based on its completion percentage.

*(b) Earnings from car sales*

Earning from car sales is recognised at the stage when the basic risks and benefits associated with the ownership of the cars, are transferred to the buyer.

*(c) Income Interest*

Income interest is recognised on a time proportion basis using the effective interest rate.

*(d) Dividends*

Dividends are accounted as revenue, when the right to receive payment is established, in other words on the date the dividends are declared.

**2.17. Leases ( Group company as Lessee )**

Leases of fixed tangible assets, owned by the Group, with which all the risks and benefits are transferred, are registered as financial leases. Financial leases, are capitalised at the inception of the lease and are reported as liabilities with an amount equal to the net lease investment. The income from the payments is reported as a reduction of the liability and as a financial income, in a way that a constant periodic return on the net investment is ensured.

**2.18. Dividend Distribution**

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

**3. Financial Risk Management****Financial Risk Factors***(a) Credit Risk*

The company's credit risk is low. Retail sales are either in cash or through credit cards. Wholesome sales are conducted only after a thorough examination of the customers credit profile and in most cases advance payment and guarantees are ensured.

*(b) Liquidity Risk*

Liquidity risk is kept at low levels, through the adequate credit lines.

*(c) Cash flow Risk and interest rate risk*

Company is under interest rate risk since it has long term borrowing on floating interest rate (Euribor). The loan, on the other hand has been partially hedged with an interest rate switch hence limited risk exists.

**4. Important accounting evaluation and management judgments**

Management evaluations and judgments are under constant re-examination based on past experience and expectations for future events.

The company makes evaluations and assumptions on the outcome of future events. No evaluations or assumptions involve high risk in causing major adjustment in company's assets book value or in liabilities for the next 12 months.

## 5.2.1 Equity adjustment between IFRS AND Greek accounting standards

### Group

	<u>31.12.2003</u>	<u>01.01 – 31.12.2004</u>	<u>31.12.2004</u>
	<u>EQUITY</u>	<u>RESULTS</u>	<u>EQUITY</u>
<b>Greek Accounting Standards</b>	<b>57.610.296,08</b>	<b>11.756.642,34</b>	<b>61.894.000,78</b>
1. Transfer of dividends to equity	7.200.000,00		7.560.000,00
2. Recognition of deferred tax	-12.105.275,41	667.344,29	-11.437.931,12
3. Depreciation difference due to new depression rates using the straight line method on their useful lives	46.053.178,54	23.352.267,97	69.405.446,51
4. Effect on income from sale of tangible fixed asset due to depression rate change		-17.444.259,04	-17.444.259,04
5. Write-off of tangible assets that do not meet the standards of IAS 38	-249.284,61	144.717,02	-104.567,59
6. Impairment of other companies	-2.090.000,00		-193.105,61
7. Profit from valuation at fair value	3.738.356,57		3.738.356,57
8. Reversal of loan Expenses		752.000,00	752.000,00
9. Provisions for staff leaving indemnities	-720.708,23	-35.086,55	-755.794,88
10. Derivatives valuation at fair value	-2.357.954,19	365.096,20	-1.992.857,99
11. Differentiation of lease representation	-8.042.575,31	-3.185.200,73	-11.227.776,04
12. Own shares reserves	-809,88		-809,88
13. Consolidation differences	-888.028,61	1.882.767,77	-356.709,29
14. Differences in tax payable			
<b>TOTAL ADJUSTMENTS</b>	<b>30.536.898,87</b>	<b>6.499.646,93</b>	<b>37.941.991,64</b>
<b>IAS</b>	<b>88.147.194,95</b>	<b>18.256.289,27</b>	<b>99.835.992,42</b>

1. Dividends according to the Greek accounting standards were recognised as a liability at the annual financial statements date. According to IFRS, dividends are recognised as a liability at the date when the General Shareholders meeting gives its approval. The effect on equity on 31.12.2003 and 31.12.2004 was € 7.200.000,00 and € 7.560.000,00 respectively.
- 2-3. In line with the formerly used accounting standards provisions, no recognition of deferred tax was made. The effect of deferred tax recognition on equity on 31.12.2003, on the financial results of 2004 and on equity on 31.12.2004 is (12.105.275,41 €) , 667.344,29 € and (11.437.931,12€) respectively.
4. Depreciation was calculated based on tax rates in accordance to formerly used accounting principles. Furthermore, tax adjustments on buildings occurred every four years. According to IFRS, depreciations are calculated based on the expected useful life of the asset and no tax adjustments are recognised. As a result, equity on the 31.12.2003 has been adjusted by 46.053.178,54 € , 2004 year end results by 23.352.267,97 € and finally equity at 31.12.2004 by 69.405.446,51 €.
5. As a result from the depreciation rate change, earning from sales fixed assets as well as equity on 31.12.2004 has been adjusted by (17.444.259,04 €).
6. According to IFRS, amortization expense are not recognised. The impact from their write-off on equity on the 31.12.2003, on 2004 annual results and on equity on the 31.12.2004 is (249.284,61 €), 144.717,02 € and (104.567,59 €) respectively.
- 7-8. Participations according to formerly used accounting principles were valued at the lowest between acquisition and current price. According to IFRS, participations are valued based on the fair value and as a result equity has decreased on 31.12.2003 by 2.090.000,00 € , equity on 31.12.2004 by 193.105,61 € and to increase equity on 31.12.2003 and on 31.12.2004 by 3.738.356,57 € respectively.

9. Loan expenses, according to the formerly used accounting principles, were acknowledged at the time the loan was granted. In IFRS, loan expenses are divided between the loan duration. The effect on results on 31.12.2004 and on equity 31.12.2004 is 752.000 € and 752.000 € respectively.
10. Post employment benefits include both defined contribution schemes as well as defined benefits schemes. The accrued cost of defined contribution schemes is booked as an expense in the paid period it refers to. The liability that is reported in the balance sheet with respect to this scheme is the present value of the liability for the defined benefit. The commitment of the defined benefit is calculated annually by an independent actuary with the use of the projected unit credit method. The field of long-term Greek Government Bonds is used as a discount rate. Based on the above, equity on 31.12.2003, results on 31.12.2004 and equity on 31.12.2004 have been adjusted by (720.708,23€) , (35.086,55 €) and (755.794,88 €) respectively.
11. According to formerly used accounting principles, no valuation of derivatives was made. Any difference in the derivatives life will be reported in the results. According to IFRS, derivatives are valued at fair value. The effect from the valuation on equity on 31.12.2003 , on the results and equity on 31.12.2004 was (2.357.954.19 €), 365.096,20 € and (1.992.857,99 €) respectively.
12. According to formerly used accounting standards, leases of tangible fixed assets, which are property of the Group and for which all the risks and benefits are transferred, are operating leases. According to IFRS they are finance leases and are capitalised at the inception of the lease. They are reported as liabilities at an amount equal to the net lease investment. Each lease payment is apportioned between the reduction of the liability and financial income, so that a fixed interest rate on the investment is achieved. The effect of this on equity on 31.12.2003 and on results and equity on 31.12.2004 was (8.042.575.31€) , ( 3.185.200,73 €), (11.227.776,04 €) , respectively.
13. According to formerly used accounting principles, own shares are reported as securities, with the relevant reserve on equity. According to IFRS, own shares are reported as a negative balance within shareholders equity. The effect of this adjustment on equity on 31.12.2003 and on 31.12.2004 ( 809,88 €).
14. Differences in the consolidation method, are the result of implementing the net worth method between the formerly used accounting principles and the IFRS. As a result, adjustments have been made on equity on 31.12.2003, results on 31.12.2004 and equity on 31.12.2004 by ( 888.028,61 €), 1.882.767,77€, ( 356.709,29 €), respectively.

**Company**

	<b>31.12.2003</b>	<b>01/01 – 31/12/2004</b>	<b>31.12.2004</b>
	<b>EQUITY</b>	<b>RESULTS</b>	<b>EQUITY</b>
<b>Greek Accounting Standards</b>	<b>57.447.413,59</b>	<b>17.501.041,62</b>	<b>60.014.810,15</b>
Registered tax obligations		-5.476.750,67	
Transfer of dividends to equity	7.200.000,00		7.560.000,00
Recognition of deferred tax	-12.105.275,41	-1.350.447,13	-13.455.722,54
Change due to differred tax recognition			2.017.791,42
Depreciation difference due to new depression rates using the straigh line method on their useful lines	46.053.178,54	23.352.267,97	69.405.446,51
Effect on income from sale of tangible fixed assets due to depression rate change		-17.444.259,04	-17.444.259,04
Write-off of intangible assets that do not meet the standards of IAS 38	-249.284,61	144.717,02	-104.567,59
Impairment of other companies	-2.090.000,00		-193.105,61
Profit from valuation at fair value	3.738.356,57		3.738.356,57
Reversal of loan expenses		752.000,00	752.000,00
Provisions from staff leaving indemnities	-720.708,23	-35.086,55	-755.794,88
Dividends from participations			0,00
Derivatives valuation at fair value	-2.357.954,19	365.096,20	-1.992.857,99
Differentiation of lease representation	-8.042.575,31	-3.185.200,73	-11.227.776,04
Own shares reserves	-809,88	0,00	-809,88
Income tax			
<b>TOTAL ADJUSTMENTS</b>	<b>31.424.927,48</b>	<b>-2.877.663,03</b>	<b>38.298.700,93</b>
<b>IAS</b>	<b>88.872.341,07</b>	<b>14.623.378,59</b>	<b>98.313.511,08</b>

**6. Tangible Fixed Assets**

**The Group**

	<b>Plots</b>	<b>Buildings</b>	<b>Mechanical Equipment</b>	<b>Vehicles</b>	<b>Furniture &amp; other Equipment</b>	<b>Tangibles under construction</b>	<b>Total</b>
<b><u>01.01.2004</u></b>							
Cost or Estimation	7.689.678,06	7.406.376,52	938.191,04	208.381.270,60	3.202.468,44	9.758.205,71	237.376.190,37
Accumulated Depreciation		-1.714.697,11	-643.829,19	-57.464.203,27	-2.433.976,39	0,00	-62.256.705,96
Unamortised Value	<b>7.689.678,06</b>	<b>5.691.679,41</b>	<b>294.361,85</b>	<b>150.917.067,33</b>	<b>768.492,05</b>	<b>9.758.205,71</b>	<b>175.119.484,41</b>
<b><u>01.01 – 31.12.2004</u></b>							
Starting Balance	7.689.678,06	5.691.679,41	294.361,85	150.917.067,33	768.492,05	9.758.205,71	175.119.484,41
Additions		13.138.594,43	137.669,31	89.457.599,38	1.336.149,51	-9.721.629,54	94.348.383,09
Sales			-28.520,58	-65.668.073,50	0,00		-65.696.594,08
Depreciations for the period		-508.891,52	-103.977,78	-35.617.100,47	-501.345,86		-36.731.315,63
Depreciation Reductions			24.512,62	31.830.499,20	0,00		31.855.011,83
<b>Net Book Value 31.12.2004</b>	<b>7.689.678,06</b>	<b>18.321.382,32</b>	<b>324.045,42</b>	<b>170.919.991,93</b>	<b>1.603.295,71</b>	<b>36.576,17</b>	<b>198.894.969,61</b>
<b><u>01.01-31.12.2004</u></b>							
Cost or Estimation	7.689.678,06	18.830.273,84	403.510,58	174.706.593,20	2.104.641,56	36.576,17	203.771.273,41
Accumulated Depreciation		-508.891,52	-79.465,15	-3.786.601,27	-501.345,86	0,00	-4.876.303,80
<b>Net Book Value 31.12.2004</b>	<b>7.689.678,06</b>	<b>18.321.382,32</b>	<b>324.045,42</b>	<b>170.919.991,93</b>	<b>1.603.295,71</b>	<b>36.576,17</b>	<b>198.894.969,61</b>
<b><u>01.01 – 31.12.2005</u></b>							
Starting Balance	7.689.678,06	18.321.382,32	324.045,42	170.919.991,89	1.603.295,71	36.576,17	198.894.969,61
Additions	557.862,14	928.780,27	231.666,24	83.156.463,90	493.350,91	82.137,81	85.450.261,27
Sales			-3.700,00	-66.613.902,04	-32.908,31		-66.650.510,35
Depreciations for the period		-700.043,13	-126.598,86	-38.124.614,42	-592.752,12		-39.544.008,53
Depreciation Reductions			277,50	31.434.599,16	22.766,21		31.457.642,87
<b>Net Book Value 31.12.2005</b>	<b>8.247.540,20</b>	<b>18.550.119,46</b>	<b>425.690,30</b>	<b>180.772.538,53</b>	<b>1.493.752,40</b>	<b>118.713,98</b>	<b>209.608.354,87</b>
<b><u>01.01-31.12.2005</u></b>							
Cost or Estimation	8.247.540,20	19.250.162,59	552.011,66	187.462.553,79	2.063.738,31	118.713,98	217.694.720,53
Accumulated Depreciation		-700.043,13	-126.321,36	-6.690.015,26	-569.985,91	0,00	-8.086.365,66
<b>Net Book Value 31.12.2005</b>	<b>8.247.540,20</b>	<b>18.550.119,46</b>	<b>425.690,30</b>	<b>180.772.538,53</b>	<b>1.493.752,40</b>	<b>118.713,98</b>	<b>209.608.354,87</b>

**The Company**

	Plots	Buildings	Mechanical Equipment	Vehicles	Furniture & other Equipment	Tangibles under construction	Total
<b>01.01.2004</b>							
Cost or Estimation	7.436.957,84	7.406.376,52	848.119,40	204.430.659,84	2.826.255,72	9.734.520,11	232.682.889,43
Accumulated Depreciation	0,00	-1.714.697,11	-569.774,16	-56.154.072,58	-2.252.396,29	0,00	-60.690.940,14
<b>Net Book Value</b>	<b>7.436.957,84</b>	<b>5.691.679,41</b>	<b>278.345,24</b>	<b>148.276.587,26</b>	<b>573.859,43</b>	<b>9.734.520,11</b>	<b>171.991.949,29</b>
<b>01.01 – 31.12.2004</b>							
Starting Balance	7.436.957,84	5.691.679,41	278.345,24	148.276.587,26	573.859,43	9.734.520,11	171.991.949,29
Additions	0,00	13.138.594,43	108.489,37	86.693.328,45	1.259.542,55	-9.708.729,42	91.491.225,38
Sales	0,00	0,00	-19.809,25	-64.912.288,63	0,00	0,00	-64.932.097,88
Depreciation for the period	0,00	-508.891,52	-92.596,93	-34.417.714,34	-443.532,55	0,00	-35.462.735,34
Depreciation Reductions	0,00		19.809,25	31.312.660,32			31.332.469,57
<b>Net Book Value 31.12.2004</b>	<b>7.436.957,84</b>	<b>18.321.382,32</b>	<b>294.237,68</b>	<b>166.952.573,06</b>	<b>1.389.869,43</b>	<b>25.790,69</b>	<b>194.420.811,02</b>
Cost or Estimation	7.436.957,84	18.830.273,84	367.025,36	170.057.627,08	1.833.401,98	25.790,69	198.551.076,79
Accumulated Depreciation	0,00	-508.891,52	-72.787,68	-443.532,55	-443.532,55	0,00	-4.130.265,77
<b>Net Book Value 31.12.2004</b>	<b>7.436.957,84</b>	<b>18.321.382,32</b>	<b>294.267,68</b>	<b>166.952.573,06</b>	<b>1.389.869,43</b>	<b>25.790,69</b>	<b>194.420.811,02</b>
<b>01.01 – 31.12.2005</b>							
Starting Balance	7.436.957,84	18.321.382,32	294.237,68	166.952.573,06	1.389.869,43	25.790,69	194.420.811,02
Additions	557.862,14	928.780,27	228.957,51	77.508.170,85	436.005,99	82.137,81	79.741.914,57
Sales	0,00	0,00	-3.700,00	0,00	0,00	0,00	-65.518.125,41
Depreciation for the period	0,00	-700.043,13	-114.378,01	-36.176.879,20	-537.585,92	0,00	-37.528.886,26
Depreciation Reductions	0,00	0,00	277,50	30.735.633,77	0,00	0,00	30.735.911,27
<b>Net Book Value 31.12.2005</b>	<b>7.994.819,98</b>	<b>18.550.119,46</b>	<b>405.394,68</b>	<b>173.505.073,07</b>	<b>1.288.289,50</b>	<b>107.928,50</b>	<b>201.851.625,19</b>
Cost or Estimation	7.994.819,98	19.250.162,59	519.495,19	178.946.318,50	1.825.875,42	107.928,50	208.644.600,18
Accumulated Depreciation	0,00	-700.043,13	-114.100,51	-5.441.245,43	-537.585,92	0,00	-6.792.974,99
<b>Net Book Value 31.12.2005</b>	<b>7.994.819,98</b>	<b>18.550.119,46</b>	<b>405.394,68</b>	<b>173.505.073,07</b>	<b>1.288.289,50</b>	<b>107.928,50</b>	<b>201.851.625,19</b>

Note : There is no mortgage or collateral on the fixed assets.

**7. Intangible fixed assets**

**The Group**

Trade marks&licenses	
31.12.2004	0,00
<b>Year 2005</b>	
Balance at the start of period	0,00
Acquisitions through subsidiaries	239.991,28
Depreciation for the period	-28.000,00
<b>31.12.2005</b>	<b>211.991,28</b>
Cost	239.991,28
Accumulated depreciations	-28.000
<b>Unammortised value at 31.12.2005</b>	<b>211.991,28</b>

Intangible assets represents rent a car licenses. These licenses were bought from subsidiary company « Demstar Rentals 2005 Ltd » for its operations in accordance to current Cypriot legislation.

**8. Investment in Subsidiaries**

	<b>31.12.2005</b>	<b>31.12.2004</b>
Investment in Subsidiaries (acquisition cost)	5.072.846,50	3.011.842,00

Company Name	Country of Domicile	Participation Percentage	Acquisition Cost
AUTOTECHNICA LTD	Buggaria	99,99%	2.011.842,00
BEMAL AUTO LTD	Cyprus	100%	1.000.000,00
DEMSTAR RENTALS 2005 LTD	Cyprus	75%	2.061.004,50

BEMAL AUTO LTD, is a company with sole activity the ownership of AUTOTECHNICA LTD, through direct or indirect participation.

In 2005 Autohellas ATEE participated in the establishment of Demstar Rentals 2005 LTD, operating in Cyprus, with an investment of 2.061.004,50€ (participation percentage 75%)

**9. Investment in Associates**

	<b>The Group</b>		<b>The Company</b>	
	<b>31.12.2005</b>	<b>31.12.2004</b>	<b>31.12.2005</b>	<b>31.12.2004</b>
Acquisition cost	7.451.126,86	3.371.098,70	4.891.221,09	2.541.220,07

AutoHellas ATEE participates in the company Pireos Best Leasing A.T.E.E. with a participation percentage of 48,08%. Pireos Best Leasing A.T.E.E. , is a similar to AUTOHELLAS ATEE Company operating exclusively in the vehicle leasing sector. Acquisition was made in hand with Pireos Best Leasing, which has the management of the company. AutoHellas also participates in the company ELTPEKKA A.E. ( 50% participation percentage ), with ELTRAK A.E. holding the remaining 50%. ELTREKKA's activities are the import, storage, trade and distribution of highly recognizable vehicle spare brands in the Greek Market.

**10. Other assets available for sale**

Assets available for sale are as follows :

COMPANY	Participants Percentage	FAIR VALUE	
		31/12/2005	31/12/2004
	%		
AEGEAN AIRLINES S.A.	9,24	10.218.412,01	9.317.404,93
MULTIFIN S.A.	12,50	5.500.000,00	5.500.000,00
HELLAS FLYING DOLPHINS MARITIME S.A.			903.396,92
THE CRETE GOLF CLUB S.A.	5,92	718.157,72	718.157,72
ELTREKKA S.A.			169.003,02
		16.436.569,73	16.607.962,59

In January 2005, HELLAS FLYING DOLLFINS was sold to MINOAN LINES, for an amount € 901.000. From July 2005, with the additional purchase of 42,32% of ELTREKKA S.A., AUTOHELLAS ATEE, holds a total of 50% of the company, hence ELTREKKA S.A. is registered as an associate and not as an asset available for sale.



**11. Customers**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	<b>31.12.2005</b>	<b>31.12.2004</b>	<b>31.12.2005</b>	<b>31.12.2004</b>
Customer Receivable	24.113.659,14	27.300.792,25	23.299.467,91	26.535.860,67
Other Trade Receivable	6.178.203,40	3.704.018,50	5.642.091,59	3.302.958,28
<b>Minus: Provisions for doubtful dept.</b>	-26.257,00	-874.400,18	-26.257,00	-872.337,40
	<b>30.265.605,54</b>	<b>30.130.410,57</b>	<b>28.915.302,50</b>	<b>28.966.481,55</b>

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	<b>31.12.2005</b>	<b>31.12.2004</b>	<b>31.12.2005</b>	<b>31.12.2004</b>
Advance payments for vehicles	1.980.038,03	1.490.044,45	1.947.425,63	1.490.044,45
Future accounting period expenses	4.781.041,74	3.840.969,34	4.781.041,74	3.840.969,34
Return accounts	9.350,73	47.477,55	9.350,73	39.389,10
	<b>6.770.430,50</b>	<b>5.378.491,34</b>	<b>6.737.818,10</b>	<b>5.370.402,89</b>

**12. Cash and Cash Equivalents**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	<b>31.12.2005</b>	<b>31.12.2004</b>	<b>31.12.2005</b>	<b>31.12.2004</b>
Cash in hand and bank deposits	94.875,36	80.201,32	83.957,36	80.201,32
Demands deposits	2.919.963,57	1.096.470,18	2.518.599,66	900.941,84
Time deposits		7.100.000,00	0,00	7.100.000,00
	<b>3.014.838,93</b>	<b>8.276.671,50</b>	<b>2.602.557,02</b>	<b>8.081.143,16</b>

### 13. Share Capital and Capital above par

	Number of Shares	Common Shares	Capital issued	Above par value	Own Shares	Total
1 <sup>st</sup> January 2004	18.000.000	18.000.000	11.340.000,00	31.604.586,83	809,88	42.943.776,95
31 <sup>st</sup> March 2004	18.000.000	18.000.000	11.340.000,00	31.604.586,83	809,88	42.943.776,95
31 <sup>st</sup> December 2004	36.000.000	36.000.000	11.520.000,00	31.424.586,83	809,88	42.943.776,95
31 <sup>st</sup> March 2005	36.000.000	36.000.000	11.520.000,00	31.424.586,83	809,88	42.943.776,95
30 <sup>th</sup> June 2005	36.000.000	36.000.000	11.520.000,00	31.424.586,83	809,88	42.943.776,95
30 <sup>th</sup> September 2005	36.000.000	36.000.000	11.520.000,00	31.424.586,83	0,00	42.944.586,83
31 <sup>st</sup> December 2005	36.120.000	36.120.000	11.558.400,00	31.626.186,83	0,00	43.184.586,83

#### • Stock option

The General meeting of the shareholders has agreed to give stock options to a number of the company's executives. According to the schedule, a total of 360.000 stock options have been given to 8 of the companies executive staff at a price of 2€. 1/3rd of the total number of stock options will be exercised on December 2005, and December 2007 for the rest 2/3rds. In December 2005, 120.000 stock options have been exercised, which resulted in and increase in capital share over par by 240.000 €, and an increase in the total number of shares by 120.000.

Total number of common stock issued is 36.120.000 shares, with par value of €0,32 per share. All stock issued have been settled completely.

### 14. Reserves

	<u>THE GROUP</u>		<u>THE COMPANY</u>	
	<u>31.12.2005</u>	<u>31.12.2004</u>	<u>31.12.2005</u>	<u>31.12.2004</u>
Ordinary reserves	3.865.974,83	3.236.633,13	3.865.974,83	3.236.633,13
Reserves exempt from tax by law	96.812,13	96.812,13	96.812,13	96.812,13
Reserves from income that falls under different tax scheme	3.589.158,78	3.589.158,78	3.589.158,78	3.589.158,78
	<b>7.551.945,74</b>	<b>6.922.604,04</b>	<b>7.551.945,74</b>	<b>6.922.604,04</b>

According to Greece company Law (N 2190/20), the creation of an ordinary reserve with the transfer of an amount equal to 5% on yearly after tax profits, is compulsory up to the point, when ordinary reserve (1/3) of the share capital.

### 15. Suppliers and other liabilities

	<u>THE GROUP</u>		<u>THE COMPANY</u>	
	<u>31.12.2005</u>	<u>31.12.2004</u>	<u>31.12.2005</u>	<u>31.12.2004</u>
Customer Liabilities	1.652.877,46	1.769.721,35	1.192.678,33	1.275.026,08
Suppliers	20.193.409,43	15.982.610,58	18.762.675,42	13.508.841,55
Dividends Payable	116.318,52	114.244,44	116.318,52	114.244,44
Liabilities from taxes (except income) – duties	409.934,07	974.367,59	409.934,07	974.367,59
Insurance funds liabilities	550.320,41	534.840,28	549.000,72	534.084,40
Liabilities to participating companies	80.532,32	118.916,39	80.532,32	118.916,39
Accrued expenses	1.081.126,81	1.037.360,98	1.010.979,82	978.226,45
Other liabilities	869.011,46	767.839,54	869.011,46	757.475,24
Post-dated checks and deposit beneficiaries	15.443.561,39	17.517.472,59	15.443.561,39	17.517.472,59
	<b>40.397.091,87</b>	<b>38.817.373,74</b>	<b>38.434.692,05</b>	<b>35.778.654,73</b>

### 16. Loans

	<u>THE GROUP</u>		<u>THE COMPANY</u>	
	<u>31.12.2005</u>	<u>31.12.2004</u>	<u>31.12.2005</u>	<u>31.12.2004</u>
Long Term Loans	100.058.500,17	100.065.029,40	100.058.500,17	100.065.029,40
Short term Loans	9.129.575,66	7.736.777,55	7.336.757,15	7.336.757,15

The Group has the following borrowing capability which hasn't exercised:

	<b>31.12.2005</b>	<b>31.12.2004</b>
Fluctuating rate with an end date of one or more years	10.763.242,85	10.763.242,85

### 17. Derivatives

Derivatives refer to 2 interest rate swap for hedging fluctuating rate. Their theoretical amounts come up to 7.336.757,15 € and 20.000.000 € respectively. Fixed exchange rate is 8,15% yearly. The above figures have been valued at their fair value with any changes recognised through the income statement. Their fair value is as follows:

- 31/12/2005 – 758.741,99 €
- 31/12/2004 – 1.359.734,00 €

### 18. Deferred Tax

Deferred tax assets are offset with any deferred tax liabilities when such an offset is a lawful right and when both fall under the same tax authority.

Balance of deferred tax assets or liabilities, during the period, under the same tax authority, without taking into account any offset, is as follows :

#### Group - Company

<b>Deferred tax assets</b>	<b>Provisions</b>	<b>Borrowing expenses</b>	<b>TAX losses</b>	<b>TOTAL</b>
<b>01.01.2004</b>	<b>285.902,14</b>	<b>865.928,47</b>		<b>1.151.830,61</b>
Debit / credit in the income statement	(55.521,64)	(498.800,30)		(554.321,94)
<b>31.12.2004</b>	<b>230.380,50</b>	<b>367.128,17</b>		<b>597.508,67</b>
Debit / credit in the income statement	33.866,91	(162.267,83)	0,00	(128.400,92)
<b>31.12.2005</b>	<b>264.247,41</b>	<b>204.860,34</b>	<b>0,00</b>	<b>469.107,75</b>
<b>Deferred tax liabilities</b>	<b>Differences in tangible assets</b>	<b>Income differences</b>	<b>Other</b>	<b>Total</b>
<b>01.01.2004</b>	<b>9.785.838,26</b>	<b>3.430.623,26</b>	<b>40.644,50</b>	<b>13.257.106,02</b>
Debit / credit in the income statement	(492.375,09)	(726.686,96)	(2.604,18)	(1.221.666,23)
<b>31.12.2004</b>	<b>9.293.463,17</b>	<b>2.703.936,30</b>	<b>38.040,32</b>	<b>12.035.439,79</b>
Debit / credit in the income statement	204.682,83	(91.887,63)	10.042,03	122.837,23
<b>31.12.2005</b>	<b>9.498.146,00</b>	<b>2.612.048,67</b>	<b>48.082,35</b>	<b>12.158.277,02</b>
<b>Deferred tax 31/12/2004</b>	<b>11.437.913,12</b>			
<b>Deferred tax 31/12/2005</b>	<b>11.689.169,27</b>			

### 19. Staff leaving indemnities (N 2112/20)

The obligation of the Group and the company towards its employees, for future benefits on their length of service of each one, is quantified and reported on the basis of the accrued entitlement, as at the date of the balance sheet, discounted to its present value, by reference to the anticipated time of payment.

The main actuarial studies used, are as follows :

	<b>2005</b>	<b>2004</b>
Discounted rate (%)	4,25 %	4,25%
Future salaries increase	3%	4%

#### Group - Company

<b>Obligation at 01.01.2004</b>	<b>816.863,27</b>
Expense for the period 01.01.-31.12.2004	109.405,69
Paid Indemnities 01.01.-31.12.2004	4.746,94
<b>Obligation at 31.12.2004</b>	<b>921.522,02</b>
Expense for the period 01.01.-31.12.2005	301.194,77
Paid Indemnities 01.01.-31.12.2005	90.596,18
<b>Obligation at 31.12.2005</b>	<b>1.132.120,61</b>



GROUP	SALES COST	ADMINISTRATIVE COST	DISTRIBUTION COST	COST OF SALES	ADMINISTRATIVE COST	DISTRIBUTION COST
<b>EMPLOYEE EXPENSES</b>	11,094,503.74	5,069,796.14	893,813.33	10,119,293.69	4,572,342.53	984,080.40
<b>DEPRECIATIONS</b>	38,157,173.68	955,447.13	459,387.72	35,742,429.59	643,866.66	342,031.55
<b>OTHER OPERATING EXPENSES</b>	36,795,770.11	2,247,494.92	1,465,994.60	34,736,574.27	2,799,568.20	1,472,838.80
	<b>86,047,447.53</b>	<b>8,272,738.19</b>	<b>2,819,195.65</b>	<b>80,598,297.55</b>	<b>8,015,777.39</b>	<b>2,798,950.75</b>

## 22. Net financial cost

	THE GROUP		THE COMPANY	
	31.12.2005	31.12.2004	31.12.2005	31.12.2004
Debit interest from Bank Loans	3.564.879,41	3.537.888,53	3.490.906,74	3.473.611,46
Other Financial cost	-57.492,02	407.556,93	-57.492,02	407.556,93
SWAP income	-65.086,58	-328.545,39	-65.086,58	-328.545,39
Interest earnings	-524.561,36	-566.434,14	-486.524,10	-524.691,54
Loss from participation and securities sale	2.308,55	0,00	2.308,55	0,00
	<b>2.920.048,00</b>	<b>3.050.465,93</b>	<b>2.884.112,59</b>	<b>3.027.931,46</b>

## 23. Income Tax

	THE GROUP		THE COMPANY	
	31.12.2005	31.12.2004	31.12.2005	31.12.2004
Current income tax	4.686.163,48	5.219.914,39	4.619.985,94	5.053.343,48
Deferred tax	251.238,15	1.350.447,13	251.238,15	1.350.447,13
	<b>4.937.401,63</b>	<b>6.570.361,52</b>	<b>4.871.224,09</b>	<b>6.403.790,61</b>

Income tax on the company's earnings before tax, defers from the amount that would derive using the weighted average tax rate, on the company's profits. Difference is as follows :

	THE GROUP		THE COMPANY	
	31.12.2005	31.12.2004	31.12.2005	31.12.2004
<b>Earnings before tax</b>	<b>20.805.949,35</b>	<b>23.439.664,48</b>	<b>18.565.696,65</b>	<b>21.027.169,20</b>
Current tax rate			32%	35%
Tax calculated based on current tax rate	6.007.200,47	7.526.080,13	5.941.022,93	7.359.509,22
Income tax not subject to tax	-188.008,78	-1.166.987,30	-188.008,78	-1.166.987,30
Expense tax not recognised for taxation reasons	114.922,45	65.443,11	114.922,45	65.443,11
Difference in tax rate when calculating deferred tax	-996.712,51	145.825,58	-996.712,51	145.825,58
	<b>4.937.401,63</b>	<b>6.570.361,52</b>	<b>4.871.224,09</b>	<b>6.403.790,61</b>

The weighted average tax rate for the company was for the accounting periods 2004 and 2005 30,45% and 26,24% and for the Group 28,03% and 23,73% respectively.

## 24. Earnings per share

### *Basically*

Earnings per share are calculated by deviding the profit, by the weighted average number of common shares excluding those acguired by the company.

	<u>31.12.2005</u>	<u>31.12.2004</u>
<b>Net profit (Group)</b>	<b>15.868.547,72</b>	<b>16.869.302,96</b>
<b>Attributable to :</b>		
Shareholders	<b>15.850.022,26</b>	<b>16.869.302,96</b>
Minoring rights	18.525,46	
Weighted average number of shares	36.120.000,00	36.000.000,00
Earnings per share	0,44	0,47

## 25. Dividends per share

Dividends paid in 2005 and in 2004, was Euros 7.560.000 (€ 0,21 per share) and Euros 7.200.000 (€ ,20 per share) respectively and represent dividends for year 2004 and 2003 respectively. For year 2005 a dividend of € 0,21 per share, adding to a total amount of € 7.585.200. It is registered as a liability in the company´s financial statements.

## 26. Guarantees

A guarantee of up to € 2.000.000 has been given for a loan granted to AUTOTECHNICA LTD. Also a guarantee of up to € 1.500.000 has been given for a loan granted to DEMSTAR RENTALS 2005 LTD.

## 27. Possibilities

The group has possible liabilities towards Bank, other guarantees and other issues that might arise. No substantial surcharges are expected from these possible liabilities. No further payments are expected after the publication of these statements.

## 28. EVENTS OCCURRED AFTER THE PUBLICATION OF THE BALANCE SHEET

There have been no events after the publication date of the balance sheet that effect in any way the the financial statements of the Company or Group.

## 29. Transactions with associated companies.

The following transactions are transactions with associated companies.

### i) **Sale of goods and services**

	<u>31.12.2005</u>	<u>31.12.2004</u>
Sale of services to associated companies	3.508.064,93	2.995.464,50
Other income from subsidiaries	199.757,54	32.400,00
	<b>3.707.822,47</b>	<b>3.027.864,50</b>

Other income from subsidiaries, refer to management and administration support.

### ii) **Purchase of goods and services**

	<u>31.12.2005</u>	<u>31.12.2004</u>
Purchase of goods from associated companies	447.683,31	0,00
	<b>447.683,31</b>	<b>0,00</b>

iii) **Management salaries**

	<u>31.12.2005</u>	<u>31.12.2004</u>
Salaries and other short term benefits	3.249.133,22	2.950.909,01
Staf living benefits	0	0,00
	<b>3.249.133,22</b>	<b>2.950.909,01</b>

iv) **Claims at the end of the period from sale of goods and services.**

	<u>31.12.2005</u>	<u>31.12.2004</u>
<b>Claims from associated companies</b>		
• Subsidiaries	145.157,54	16.200,00
• Associates	114.794,91	467.965,93
	<b>140.241,58</b>	<b>484.165,93</b>

v) **Liabilities towards associated companies**

	<u>31.12.2005</u>	<u>31.12.2004</u>
<b>Liabilities towards associated companies</b>		
• Associates	140.241,58	0,00
	<b>140.241,58</b>	<b>0,00</b>

**30. Detailed accounting estimations**

30.1. Fixed tangible assets usefull lives

The company's management is responsible for determining the usefull lives and hence the rate by which the tangible assets will be depreciated.

Due to the nature of the company's activities, no substantial change in the usefull life estimation is expected. Management will increase depreciation when usefull lives become smaller than previous estimations, or will decrease the assets value when they have been technologically devaluated or when the assets become of less importance or are abandoned or are about to be sold.