

FLAMINGO INTERNATIONAL**Preliminary Financial Results, consolidated and unaudited, year 2005**

Bucharest, March 16th 2006 – In 2005 Flamingo Group registered a consolidated net turnover of 86.5 millions EURO. The value is according to the proposed objective for the year and recorded a 44% increase compared to 2004.

The increase in sales was mainly the result of distribution chain development, especially large clients' category (key accounts). At the same time the net turnover registered by the retail chain was below our expectations for the year.

Operational profit and EBITDA were as budgeted. EBITDA reached the value of 5.1 millions euro, with 34% greater than the last year value. At the same time the net profit objective was not reached, mainly due to the foreign exchange losses recorded.

MAIN INDICATORS SELECTION, FLAMINGO INTERNATIONAL

INDICATOR	2005	2004	2005	2004	YoY
	RON '000	RON '000	EUR	EUR	
Net turnover	313,595	243,065	86,547	59,969	44%
EBITDA	18,699	15,592	5,161	3,847	34%
Net Profit	7,301	14,807	2,015	3,653	-45%
Total Equity	86,166	35,193	23,433	8,873	164%
Total Assets	268,361	108,245	72,982	27,291	167%
Total Liabilities	(182,195)	(73,052)	(49,549)	(18,418)	169%
Net Asset	86,166	35,193	23,433	8,873	164%

The group's equity scored an increase of 164% in 2005, reaching a level of 23.4 mil euro. The growth was the result of the successful initial public offer from last summer.

In 2005, the total assets value reached 72.9 million euro, with 167% more than in the year before, when they registered a value of 27.2 million euro.

This report contains unaudited, preliminary results for all companies in the Flamingo Group, including the subsidiaries from 8 different countries, with distinct fiscal policies, where the group activates. At the moment, both the consolidation process and the auditing process are to be finished. We estimate that the consolidation will not produce a significant impact on the results.

About Flamingo International Group

Flamingo International is a holding company for Flamingo Group, leader of IT&C market in Romania. The company possessed at the end of 2005 a retail chain of 107 IT and electronic goods shops in Romania, Bulgaria and Serbia, under the trademark Flamingo and Future Shop, with a net square area of approximately 11.200 sqm.