

According to annual financial statements of 31/12/2006, compiled in accordance with the provisions of International Financial Reporting Standards, the annual results of 2006 for GEK group is as follows:

Consolidated turnover of GEK amounted to 336.4 million euros, compared to 274.1 million euros in 2005, increased by 22.6%.

Operating earnings (EBITDA) of the GEK group amounted to 74.9 million euros, increased by 17.7% compared to last year. Respectively, earnings before tax of the GEK group amounted to 43.8 million euros compared to 38.6 million euros in 2005, increased by 13.4%.

Earnings after tax and minority interest amounted to 20.715 million euros, compared to 18.7 million euros in last year, increased by 10.6%.

The activities of the construction sector of the Group (TERNA SA) are significantly strengthened, while the energy sector develops a particular dynamic.

The concessions (road concessions and car parks) form one of Group's priorities. The construction activities and exploitation of Ionian Road concession start in this year, while the contract for the construction and exploitation of Central Greece motorway is pending.

In real estate, the investments in Greece and abroad are expanding and the first results are visible. Total investments under development approach 130 million euros, while land of 30 million euros is acquired abroad.

In the Energy sector, the Group is already active since 2004 and maintains the only private unit for the production of energy using natural gas, based in Viotia. The materialisation of the second phase of the project, as announced in the past, has already started and refers to the construction in the same area of a second plant of total capacity of 400 MW, operating with natural gas, an investment of approximately 240 million euros. This plant is expected to be integrated in the energy system in 2009. At the same time, the Group has submitted an application to acquire a licence for the construction of a plant, operating with coal, having a total capacity of 460 MW. In total, the power capacity of Group's thermal plants in 2012 will approach 1200 -1500 MW.

Also, through TERNA ENERGY, subsidiary of TERNA, the Group continues its investment plans in renewable energy sources. The planned installed power capacity of the Group in such sources internationally expects to reach 1600 MW in 2012. TERNA ENERGY is active in renewable energy sources since 1997, holding a significant portfolio of investments. The total power capacity of installed and under construction plants of renewable energy sources amount to 192 MW (109 MW wind parks in operation, 71 MW of wind parks and 12 MW hydroelectric projects under construction), while the company holds production licences for wind parks of total capacity of 521 MW and hydroelectric projects of 106 MW. At the same time the company has submitted applications to acquire licences for the construction of wind parks producing 896 MW and hydroelectric projects of 80 MW, while investments in photovoltaic systems and biomass are planned. Also, the Group monitors selected areas abroad aiming to the dynamic expansion of its installed power in these markets. It is noted that the Group considers the listing of Company's shares in Athens Exchange.

The net cash position of the parent company and the GEK Group SA amounted to 55 million euros while the credit rating of the Company is improved, offering the ability to the Group to finance its increased investment plan. The proposed dividend per share for approval by the General Shareholders Meeting is 0.12 euro, the same as in last year.

Regarding consolidated results of TERNA, turnover amounted to 312 million euros, increased by 27.8%,

Operating earnings (EBITDA) increased by 25.5%, amounting to 55 million euros compared to 42.1 million euros in last year. Earnings after tax increased by 30%, amounting to 29.9 million euros compared to 23 million euros in last year.

Earnings after tax and minority interest amounted to 17.569 million euros, increased by 26.5%.

The proposed dividend per share for approval by the General Shareholders Meeting is 0.22 euro, the same as in last year.

The construction backlog of the Group is significantly strengthened as at the end of the year exceeded 1 billion euros compared to 400 million euros at the beginning of the year, while contracts of 700 million euros are expected to be undertaken in the coming months.

The presence of TERNA in the foreign construction markets is expanding since further to the undertaken projects in Balkans the company is already successfully placed in the Middle East markets where 4 projects of 375 million euros are already under construction, while in Balkans there are projects of 175 million euros under construction.