ATHENS WATER AND SEWERAGE COMPANY S.A.
(E.Y.D.A.P)

CONDENSED FINANCIAL STATEMENTS

ACCORDING TO IFRS

ON 30 SEPTEMBER 2010 –NINE MONTHS PERIOD

DOMICILIATION
OROPOU 156
GALATSI

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The Condensed Financial Statements, page 1 to 20, were approved by the Board of Directors on 24 November 2010. Under the permission of the Board of Directors the following officers named below sign the Financial Statements:

Athens , 24 November 2010,

The Chairman of the Management Board	The Chief Executive Officer	The Director of Economic Services	The Accounting Department Supervisor
Lekas Themistoklis	Bardis Nikolaos	Leventi Maria	Spyropoulou Eleni

1. GENERAL INFORMATION FOR THE COMPANY

Name:	EYDAP SA
Domiciliation:	Oropou 156 – Galatsi
Date of Establishment:	25/10/1999
Duration:	100 years
Main Activity:	Water Supply - Sewerage
Registration Number of S.A.:	44724/06/B/99/52
Prefecture:	Athens
Tax Number:	094079101
Members of the Board of Directors:	Th. Lekas , N.Bardis , G.Kontoroupis , P .Beis, D.Asimakopoulos A.Kotsonis , N.Tzikas , N. Kogioumtsis E.Agelakis, , Ch. Mistriotis, E.Moutafis, P.Skoularikis , A.Antonopoulos.
Ending Day of the Period:	30 September 2010
Period:	9 months
Form of Financial Statements:	Interim Condensed – 3rd Quarter
Date of Approval of Financial Statements:	24 November 2010
Chartered Public Accountants:	Vasilios Papageorgakopoulos (Reg.num. soel 11681) George Spanoudakis (Reg.num.soel 14721)
Auditing Company:	<<SOL >> S.A.CERTIFIED AUDITORS –ACCOUNTANTS.SOEL ID No 125
Internet address where the Financial Statements are registered:	www.eydap.gr

All amounts in the Interim Condensed Financial Statements and Notes are in euro thousands unless otherwise stated

2. CONDENSED TOTAL REVENUES STATEMENT FOR PERIOD ENDED 30 SEPTEMBER 2010 & 2009

Amounts in Thousands of €	NOTES	30.09.2010	30.09.2009	1.07-30.09.10	1.07-30.09.09
Revenue from services rendered	4	288.451	295.682	106.559	111.591
Cost of Services	4	(175.298)	(177.570)	(59.840)	(59.723)
Gross Profit		**113.153**	**118.112**	**46.719**	**51.868**
Other Operating Income		2.306	2.154	535	245
General and administration expenses	4	(49.084)	(58.624)	(15.078)	(18.245)
Distribution and selling expenses	4	(34.852)	(30.332)	(12.635)	(9.995)
Profit from operating activities		**31.523**	**31.310**	**19.541**	**23.873**
Other operating expenses		(3.345)	(1.734)	(486)	(1.069)
Finance income net		3.460	3.339	789	879
Finance costs net		(7.327)	(5.392)	(3.113)	(1.786)
Profit from ordinary activities before income taxes		**24.311**	**27.523**	**16.731**	**21.897**
Income tax expense	5	(8.840)	(8.741)	(4.275)	(6.087)
Net profit for the year		**15.471**	**18.782**	**12.456**	**15.810**
Shares outstanding		106.500	106.500	106.500	106.500
Earnings per share (in €)	6	**0,15**	**0,18**	**0,12**	**0,15**

The notes refered to the pages 7-20 form an integral part of the condensed nine months financial statements.

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3.CONDENSED STATEMENT OF TOTAL INCOME FOR PERIOD ENDED 30 SEPTEMBER 2010 & 2009

Amounts in Thousands of €	30.09.2010	30.09.2009	1.07-30.09.10	1.07-30.09.09
Profit after taxes	15.471	18.782	12.456	15.810
Portfolio valuation	(233)	238	(13)	(475)
Aggregate total income after taxes	**15.238**	**19.020**	**12.443**	**15.335**

The notes refered to the pages 7-20 form an integral part of the condensed nine months financial statements.

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4.CONDENSED STATEMENT OF FINANCIAL POSITION ON 30 SEPTEMBER 2010 AND 31 DECEMBER 2009

	NOTES	30.09.2010	31.12.2009
ASSETS			
		Amounts in thousands of Euro	
Non-current assets			
Goodwill		3.357	3.357
Other Intangible assets	**8**	4.891	6.254
Property, plant and equipment, net	**8**	1.009.450	1.004.440
Investment in associates	**15**	275	383
Available-for-sale Investments		1.033	1.266
Long-term receivables	**9**	135.193	129.566
Deferred tax assets	**16**	55.476	48.343
Total non-current assets		**1.209.675**	**1.193.609**
Current assets			
Materials and spare parts	**10**	20.061	20.528
Trade receivables	**11**	308.762	277.967
Other receivables	**12**	56.979	41.063
Cash and cash equivalents		21.772	22.624
Total Current assets		**407.574**	**362.182**
Total Assets		**1.617.249**	**1.555.791**
LIABILITIES AND SHAREHOLDER'S EQUITY			
Equity			
Share Capital	**17**	63.900	63.900
Share Premium		40.502	40.502
Reserves		379.343	379.576
Retained Earnings	**21**	350.874	337.533
Total Equity		**834.619**	**821.511**
Non-current liabilities			
Reserve for employees benefits	**19**	215.857	204.702
Provisions	**22**	46.173	40.295
Investment subsidies and customer contributions		201.253	201.192
Consumers' guarantees		17.443	17.132
Total non-current liabilities		**480.726**	**463.321**
Current Liabilities			
Operating Current Liabilities	**13**	46.088	49.249
Current tax liabilities	**20**	12.147	2.406
Short term loans and borrowings	**18**	209.764	192.804
Other current liabilities	**14**	33.905	26.500
Total Current Liabilities		**301.904**	**270.959**
Liabilities and Shareholder's Equity		**1.617.249**	**1.555.791**

The notes refered to the pages 7-20 form an integral part of the condensed nine months financial statements.

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5.CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2010 & 2009

2010	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2010	63.900	40.502	20.513	358.283	780	337.533	821.511
Net Profit / (Losses)					(233)	15.471	15.238
Dividends						(2.130)	(2.130)
Equity Balance at the end of 30 September 2010	**63.900**	**40.502**	**20.513**	**358.283**	**547**	**350.874**	**834.619**

2009	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2009	63.900	40.502	20.226	358.283	653	345.925	829.489
Net Profit / (Losses)					238	18.782	19.020
Dividends						(13.845)	(13.845)
Net profit/losses arising from participation impairment							
Equity Balance at the end of 30 September 2009	**63.900**	**40.502**	**20.226**	**358.283**	**891**	**350.862**	**834.664**

The notes refered to the pages 7-20 form an integral part of the condensed nine months financial statements.

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6. CONDENSED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2010 & 2009

		1.01-30.09-2010	1.01-30.09-2009
	Cash Flows from operating activities		
	Profit before tax	24.311	27.523
	Adjustments for:		
	Depreciation and amortization	26.649	25.270
	Amortization of customers' contributions and subsidies	(6.683)	(6.660)
	Revenues from securities	(35)	(37)
	Impairment of participating interests	108	10
	Provisions	10.139	129
	Interest and related income	(3.426)	(3.312)
	Interest and related expense	7.219	5.391
	Operating income before working capital changes / changes in operating assets and liabilities		
	(Decrease in) Increase in		
	Trade receivables	(35.057)	(31.629)
	Other receivables	(13.597)	(8.170)
	Long-term receivables	(5.627)	(1.387)
	Materials and spare parts	467	(2.023)
	Increase in (Decrease in)		
	Operating Current Liabilities	(3.208)	(11.210)
	Other current liabilities	7.405	10.215
	Consumers' guarantees	311	392
	Reserve for employees benefits	11.155	10.849
	Minus:		
	Interest and related expenses paid	(6.459)	(6.963)
	Income Tax paid	(6.672)	(9.623)
	Net cash from operating activities (a)	**7.000**	**(1.235)**
	Cash Flows from investing activities		
	Purchases of property, plant, and equipment	(29.876)	(27.421)
	Purchases of intangible assets	(1.715)	(2.784)
	Proceeds from customers' contributions and subsidies	6.744	6.551
	Interest and related income received	2.028	1.877
	Dividends received	35	37
	Net cash from investing activities (b)	**(22.784)**	**(21.740)**
	Cash Flows from financing activities		
	Proceeds from borrowings	24.800	51.000
	Repayments of borrowings	(8.500)	(24.128)
	Dividends paid	(1.368)	(171)
	Net cash from investing activities (c)	**14.932**	**26.701**
	Net (decrease) increase in cash and cash equivalents (a) + (b) + (c)	**(852)**	**3.726**
	Cash and cash equivalents, beginning of period	**22.624**	**17.780**
	Cash and cash equivalents, end of period	**21.772**	**21.506**

The notes refered to the pages 7-20 form an integral part of the condensed nine months financial statements.

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NOTES TO THE CONDENSED NINE MONTHS FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2010

1. BASIS OF CONDUCTION

The condensed nine months financial statements have been conducted in accordance with International Accounting Standard (IAS) 34, " Interim Financial Reporting".

2. NEW STANDARDS ,INTERPRETATIONS AND REVISIONS IN EXISTING STANDARDS .

Until the date of approval of the financial statements, new Standards, Interpretations and Amendments to existing Standards were issued, which are mandatory for accounting periods beginning on or after 1 January 2010.

<u>Standards mandatory for the year beginning on 1 January 2010</u>

IFRS 1, First-time adoption of International Financial Reporting Standards - Amendment

(Applicable for annual accounting periods beginning on or after 1 January 2010)

The amendment of the standard provides additional explanations to the entities that adopt IFRSs for the first time regarding the use of the deemed cost of oil and gas assets, determining whether an arrangement contains a lease and the decommissioning liabilities included in the cost of property, plant and equipment. This amendment shall have no impact on the financial statements of the Company since the Company has already made its transition to IFRS.

IFRS 2, Share-based payment - Amendment

(Applicable for annual accounting periods beginning on or after 1 January 2010)

Purpose of the amendment is to clarify the scope of IFRS 2 and the accounting treatment for the cash-settled share-based payment transactions in the consolidated or separate financial statements of the entity receiving the goods or services, when the entity has no obligation to settle the share-based payment transactions. This amendment is not expected to have an impact on the financial statements of the Company.

IAS 32, Financial Instruments: Presentation (Amendment)

(Applicable for annual accounting periods beginning on or after 1 February 2010)

The amendment to IAS 32 provides clarification as regards the classification of rights issues. In particular, rights, options or warrants to acquire a fixed number of the entity's own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all of its existing owners of the same class of its own non-derivative equity instruments. This amendment is not expected to have an impact on the financial statements of the Company.

<u>Standards mandatory for the year after 31 December 2010</u>

IFRS 9 "Financial Instruments"

(Applicable for annual accounting periods beginning on or after 1 January 2013)

IFRS 9 is the first part of Phase 1 of the IASB's (International Accounting Standards Board) project to replace IAS 39. The IASB aims to extend IFRS 9 over the year 2010 so as new requirements to be added for the classification and measurement of financial assets, de-recognition of financial instruments, the impairment methodology, and the hedge accounting.

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2.New Standards ,interpretations ,and revision in existing standards (continued)

In accordance with IFRS 9, all financial assets at initial recognition are measured at their fair value, in the case of a financial asset not at fair value through profit or loss, they are increased with certain transaction costs. The subsequent measurement of financial assets is carried at amortised cost or fair value and depends on the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. IFRS 9 does not permit reclassification unless when and only when, an entity changes its business model and in this case the entity is required to reclassify in the future all affected financial assets. Within the scope of IFRS 9, all investments in equity instruments shall be measured at fair value. However, management may make an election to present in other comprehensive income the realised and unrealised gains and losses in the fair value of an investment in an equity instrument that is not held for trading. This election is made at initial recognition on an instrument -by-instrument basis and is irrevocable. Gains and losses shall not be subsequently transferred to profit or loss, while dividends on such investments shall continue to be recognised in profit or loss. IFRS 9 abolishes the exception of fair value measurement at cost for investments in unquoted shares and derivatives on unquoted shares but provides guidance as to when cost may be a representative estimate of fair value. IFRS 9 cannot be earlier applied by the Company since it has not yet been adopted by the European Union. Only when adopted, the Company will decide, whether to apply IFRS 9 earlier than 1 January 2013.

IAS 24 (Amendment) "Related Party Disclosures"

(Applicable for annual accounting periods beginning on or after 1 January 2011)According to IAS 24, entities are obliged to disclose details for their transactions with related parties. In government-related entities the collection of information for all transactions with the government and all government-related parties is often difficult and requires a high cost. This amendment attempts to reduce some of the disclosures required until now without, however, affecting the information which is sufficient for financial information users. The company shall apply the standard from the date of its effect.

Interpretations mandatory for the year beginning on 1 January 2010

IFRIC 19: Extinguishing Financial Liabilities with Equity Instruments

(Applicable for annual accounting periods beginning on or after 1 July 2010)

Interpretation 19 addresses the matter of accounting by an entity when the terms of a financial liability are renegotiated and result in the entity issuing equity instruments to a creditor to extinguish all or part of the financial liability. These transactions are often referred to as debt for equity swaps and they are more frequent during the economic crisis.

Prior to the publication of IFRIC 19, there was significant diversity in the accounting treatment of these transactions. The new Interpretation is applicable for accounting periods beginning on or after 1 July 2010 and earlier adoption is permitted.

Interpretation 19 concerns only the accounting by a debtor in these transactions. It does not apply when the creditor is also a direct or indirect shareholder and is acting in its capacity as a direct or indirect existing shareholder or when the creditor and the entity are controlled by the same party or parties before and after the transaction and the substance of the transaction includes an equity distribution by or contribution to the entity.

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2.New Standards ,interpretations ,and revision in existing standards (continued)

Financial liabilities extinguished by issuing equity shares in accordance with the original terms of the liability also fall outside the scope of the Interpretation.
Interpretation 19 requires from the debtor the accounting treatment of a financial liability extinguished with equity instruments to be made as follows:

• the issue of equity instruments to a debtor to extinguish all or part of a financial liability is the "consideration paid" in accordance with paragraph 41 of IAS 39. The equity instruments issued are measured by the entity at fair value, except if it cannot be reliably measured.

• if the fair value of equity instruments cannot be reliably measured, then the fair value of the financial liability extinguished should be measured.

• the difference between the carrying amount of the financial liability extinguished and the consideration paid is recognized in profit or loss.
This interpretation is not applicable to the Company.

<u>Interpretations mandatory after 31 December 2010</u>

IFRIC 14 (Amendment) – "The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction"

The Amendment was made in order to remove the limitation of the entity to recognize as an asset some voluntary prepayments to a benefit plan for covering its minimum funding contributions. The amendment is effective for annual accounting periods beginning on or after 1 July 2011. The interpretation is not applicable to the Company.

Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current reporting period and subsequent reporting periods. The Company's evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

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NOTES TO THE CONDENSED NINE MONTHS FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2010

3. ACCOUNTING PRINCIPLES

The condensed nine months months financial statements have been conducted under the historical cost convention, except for the revaluation of certain properties and financial instruments.

The basic accounting principles ,estimations and computations followed ,remain unchanged in relation with the company's financial statements of 31 December 2009.

The condensed nine months financial statements must be examined in relation with the annual ones which are available in the company's internet adress www.eydap.gr

4.RESULTS FOR THE PERIOD

REVENUES

The company's revenues decreased by € 7,2 m mainly because of :

- The reduction of water supply in Cyprus by € 2,4 m.
- The rise in the provisions of water consumption bills cancellations by € 1,5 m.
- The reduction of water supply connections by € 1,7 m.
- The reduction of cost –plus works revenues by € 1,0 m.
- The reduction of other works by € 0,6 m.

COST OF GOODS SOLD

The cost of goods sold fell by € 2,4 m.This decrease can be attributed to:

- The reduction of Personnels' fees and expenses by € 2,4 m.

It must be noted that the provision for litigations rise to the amount of € 5,7 m.

ADMINISTRATIVE COSTS

The administrative costs fell by € 9,5 m.as because of the decrease:

- In personnel's fees and expenses by € 5,3 m.
- In third party fees and expenses by € 1,5 m.
- In third party benefits by € 1,9 m.
- In other expenses by € 0,8 m.

DISTRIBUTION COSTS

The distribution costs increased by € 4,5 m. as a result of a rise in :

- The provision of bad and doubtful claims by € 4,3 m.

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5. INCOME TAX

Income tax for the current period was assessed as follows:

	30.09.2010	30.09.2009
Profit before tax	24.312	27.523
Income tax assessed based on the current tax rate (24%)	5.835	6.881
Unaudited fiscal years tax	694	833
Tax over non-deductible final tax differences	221	550
Impact from tax rates differences between current income tax and deffered tax rates in the time of temporary differences reconciliation	-	160
Claim-Liability from Deffered taxes differences	(171)	317
Special charge of the Law 3845/10	2.261	
	8.840	**8.741**

The tax revenue liability was € 12.147 th. on 30/9/2010 including the unsettled balance of 2008's special charge plus 2009's special charge.On 31/12/2009 the respective liability was € 2.406 th.

6. EARNINGS PER SHARE

The calculation of the basic earnings per share is based on the following data:

	30.09.2010	30.09.2009
Earnings	15.471	18.782
Number of shares	106.500	106.500
Earnings per share	0,15	0,18

7. DIVIDENDS

The General Shareholders Meeting approved a dividend distribution for 2009 of 0,02 cents per share, while the corresponding dividend for 2008 was 0,13 € per share .

8.INTANGIBLE AND TANGIBLE ASSETS

During the period 01/01/2010-30/09/2010,the company accomplished investments of € 25,0 m. in order to improve and expand the water supply and sewerage networks as well as it spent € 5,5 m for the acquisition of other fixed assets like machinery ,furnitures and fixtures and other equipment.Nine months depreciation concerning tangible assets were approximately € 26,1 m.

The company also spent approximately € 0,9 m.for the acquisition of software mainly for the improvement and modernization of its Information Technology system.The depreciation of intangible assets for the period were € 2,3 m.approximately.

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9.LONG TERM RECEIVABLES

Long Term receivables includes:

- Municipalities debt settlements of approximately € 25,4 m. (€ 20,3 m. on 31/12/2009 approximately) .
- Personnel's long term loans of approximately € 2,2 m.(€ 2,6 m.on 31/12/2009).
- Claims against the Greek State for the construction and maintenace expenditures of his possession works of approximately € 107 m.(€ 106 m.on 31/12/2009).
- Given Guarantees of € 0,6 m.

10. MATERIALS AND SPARE PARTS (STOCK)

Stock includes provisions of € 2,1 m.for stock depreciation. The provisons have been formulated for the accurate representation of the stocks account ,which are show up subtractive to their value .

11. CUSTOMERS

The customers balance increased in the current period by approximately € 30,8 m because of :

- an increase in claims towards private customers by aproximately € 19,9 m as a result of the growth in due claims.
- an increase in claims towards the Greek State ,and Municipalities by approximately € 10,9 m.As a result of the increase in due claims towards Municipalities the Company has proceeded various efforts concerning the collection of these claims.

"Trade Debtors" account involves an amount of € 1,67m that relates to a claim against the Municipality of New Peramos.The claim is about the preassessed fair value of Agios Panteleimonas settlement which is going to compensate according to the terms of the 5/4/2007 contract ,its amendment of 12/1/2009 and its new amendment of 28/7/2010 that concerns the transfer and delivery of the respective settlement to E.YD.A.P.

The company in order to confront the credit risk coming from the failure to collect its claims has increased the doubtful debts provisions by € 4,3 m .

The total amount of provisons was approximately € 40,1 m on 30/9/2010.

The Direction of Economic Programming and Audit periodically audits and reexamines the company's exposition to credit risk .

Because of the great spreading of its clients (approximately 2.021.847 on 30/9/2010) credit risk is relatively low.
Simultaneously ,the contract terms of water supply and sewerage services are such giving the company the maximum possible degree of collecting its claims from the owners of water supplies.

The provision for doubtful debts that has been formed is mainly based on statistical figures concerning the collection of water supply and sewerage bills per category of billing and furthermore,on Management projections about the possible amount that will collect from claims that will settle in a future period.

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NOTES TO THE CONDENSED NINE MONTHS FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2010

12.OTHER CLAIMS

The balance of other claims increased during the current period by approximately € 15,9 m.as a result of the increase in the company's claim against the Greek State's by € 15,8 m.(Law 2939/9-8-2001 clause 26).

13. OPERATING CURRENT LIABILITIES

The operating current liabilities fall by € 3,2 m comparing with those of 31/12/2009.The fall is mainly due to the:

- Decrease in the social security contributions by € 4,4 m because of the Christmas benefit contributions which were included in 2009 use .
- Decrease in taxes payable by € 1,8 m.approximately
- Increase in the suppliers balance by € 2,5 m.
- Increase in other short term liabilities by approximately € 0,5 m .

14. OTHER CURRENT LIABILITIES

The other current liabilities increased substantially by € 7,4 m mainly due to:

- The imputation of the accrued expenses..It must be noted that on 31/12/2009 there are no provisions for personnel's payroll,allowances and vacation benefits.

15. INVESTMENTS IN ASSOCIATES

Investments in associates of € 275 th. include the Participation of the Company at the "Suburbs Gas Company S.A." (E.P.A). On February 2003 the joint-venture of EYDAP S.A., ELLINIKI TECHNODOMIKI-TEV S.A. and AKTOR S.A. was choosen, by EPA Attikis, to promote the project of natural gas connections for households and small professional customers in the north part of Attica basin, as well as a part of the Athens Municipality. For this reason was established the "Gas Company of the Suburbs S.A." and EYDAP participates with a share of 35%.

During the current third quarter and after the dissolution of the above mentioned establishment contract ,a new one signed under the name "CONTRACT OF PROMOTION OF CONNECTION SALES TO HOUSEHOLDS ,SMALL ,MEDIUM AND SPECIAL PROFFESIONAL CONSUMERS WITH THE NATURAL GAS NETWORK IN ATTICA REGION (S02/012010)" between " ATTICA NATURAL GAS SUPPLY COMPANY S.A." AND " SUBURBS GAS COMPANY S.A.".

On September 30 2010 the acquisition cost of E.P.A climb to € 542 th. while the loss from the particiaption in this investment was € 267 th.
Because the company participates only in associate enterprises, the financial statements under IFRS are them where the associate is accounted ,with the equity method. In this case the preparation of individual financial statements , where information about the impact of the method of cost or fair value on the balance sheet and income statement accounts , is not obligatory.(Decision 39 - 10/2/2005 Greek Accounting Standards).

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15. INVESTMENTS IN ASSOCIATES (continued)

The information provided in balance sheet accounts and the statement of income on 30 September 2010 will not be materially differentiated if individual financial statements were prepared, as far as the there is no significant difference between the acquisition cost (impairments included) and the equity of the associate as these are presented in the current financial statements .

16. DEFERRED TAXATION

	2009			2010	
	Opening Balance	Credit to profit/loss of the period	Ending Balance	Credit to profit/loss of the period	Ending Balance
Expensing of intangible assets	149	(48)	101	(32)	69
Slow moving Inventory	520	(51)	469	-	469
Employee Benefits liabilities	21.592	2.580	24.172	872	25.044
Provisions for Bad Debt	3.122	(14)	3.108	4.049	7.157
Other Provisions	7.082	117	7.199	1.377	8.576
Customer Contributions	13.345	120	13.465	(169)	13.296
Depreciation difference as a result of useful life revaluation	(2.907)	(780)	(3.687)	(90)	(3.777)
Revenues and Expenses accruals	(1.497)	(299)	(1.796)	4.001	2.205
Deffered tax.because of fixed assets readjustment	3.265	0	3.265	-	3.265
Other Deferred tax assets	1.734	313	2.047	(2.875)	(828)
	46.405	**1.938**	**48.343**	**7.133**	**55.476**

The claim coming from deffered taxation on 30/9/2010 and 31/12/2009 was € 55.476 th.and € 48.343 th.respectively .As a result financial statements improved by € 7.133 th.

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17. SHARE CAPITAL

The share capital of the Company on 30 September 2010 was equal to €63,9m consisting of 106.500.000 ordinary shares of €0,60 par value. There were no movements in the share capital of the Company in either the current or the prior interim reporting period.

18. SHORT TERM LIABILITIES

The account on the accompanying financial statements is analyzed as follows:

		30 September		31 December
		2010		**2009**
Bank Loans		206.622		189.662
Greek State Loans		3.142		3.142
TOTAL		**209.764**		**192.804**

Borrowings are payable on demand or within a year and they are included in short term borrowings .

During the current period the Company's short-term borrowings increased totally by € 17,0 m according to the disclosed bank agreements because its liquidity was not sufficient enough for repayment. The Company's bank borrowings are denominated in € and consequently are not subject to foreign currency risk. Bank borrowings are subject to floating interest rates and consequently the Company is subject to the risk of future cash flows but not on the risk of the fair value of the debt.

The Company does not utilize derivative financial instruments in order to reduce its risk exposure, as at the balance sheet date, because management is of the opinion that there are no significant risks from interest rates changes. The fair values of loans approximate their existing carrying amounts due to floating exchange rates.

19. LIABILITIES FOR EMPLOYEES BENEFITS

The account is analyzed as follows:

		30 September		31 December
		2010		**2009**
Employees' end-of-service indemnities		24.351		26.470
Employees healthcare scheme		187.254		174.476
Special Employees' end-of-service indemnity		4.252		3.756
		215.857		**204.702**

Income charges concerning each of the previous mentioned liabilities programmes separately are based on costs estimation resulted from the actuarial study of 31/12/2009.

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NOTES TO THE CONDENSED NINE MONTHS FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2010

20.CURRENT TAX LIABILITIES

Income tax movement shows up on the following table :

Balanc e on 1-1-2010	2.406
Nine months instalments payment	-5.513
Income tax assessed on the the current tax profits with the amount of the provision of the article 31 par.1θ of the Law 2238/94 included	12.993
Special charge of the Law 3845/10	**2.261**
Total tax liabilities on 30 September 2010	**12.147**

Provisions of € 2,7 m. for the unaudited tax uses of 2008 and 2009 concerning the period up to 30/09/2010 .

21. RETAINED EARNINGS

Balance at 01.01.2009	345.925
Dividends payable	(13.845)
Profit after taxes for the period	18.782
Balance on 30.09.2009	350.862
Balance at 01.01.2010	337.533
Dividends payable	(2.130)
Profit after taxes for the period	15.471
Balance at 30.09.2010	350.874

22. PROVISIONS

The Provisions formed up to 30 September 2010 concern:

Provisions for litigations and claims amounting approximately € 46,2 m. More specific Lawsuits for civil law cases with claims of an amount of € 71,7 m have been raised against the Company These lawsuits are mainly related with damages caused by floods (either because of broken mains of from rainfalls) or they are lawsuits of various trade creditors and contractors for violation of contractual terms.There are also pending litigations with employees of around €47,2 m. Against all these potential losses, if the pending litigation will be finalized, EYDAP has formed a provision of € 46,2 m. on 30 September 2010 and of € 40,3 m on 31st December 2009, which are considered to be sufficient enough.

23. COMMITMENTS AND CONTINGENT LIABILITIES –ASSETS

LIABILITIES

Contingent liabilities are not recorded in the financial statements but are disclosed unless the possibility of an outflow of resources embodying economic benefits is minimal.

Insurance coverage

The Company's property, plant and equipment are dispersed in many locations, mainly at the Attica region, and therefore risk of a major loss is reduced. The Company does not carry any form of insurance coverage on its assets.

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23. Commitments and contingent liabilities –assets (continued)

Committments from unexecuted contracts :

The company's committments concerning with expansions ,improvements, and conservation of networks and installations as also supply works of electrical and thermal coproduction units are € 147 m. on 30 September 2010.

ASSETS

Investment program:

a)The Company according to its establishment Law 2744/99, has signed a contract with the Greek State, according to which the Greek State undertakes the commitment for the subsidization of EYDAP either from the Community Funds or from the Program of Public Investments for the coverage of the 60% of the capital expenditure, which EYDAP pays for the maintenance, restoration, improvement or the expansion of the water supply and sewerage network system for the 8 years period 2000-2008. Against the aforementioned investment program of around €1,22 billion, that includes, also the maintenances, the Company has spent for capital expenditures until December 31 2008 an amount of € approximately 432,49 millions, for which it has the right to receive a subsidy of around €259,49 millions (432,49*60%), while for the maintenance expenditures the Company claims the corresponding subsidy.

The Company against the subsidy that has the right to receive has received until 30 September 2010 an amount of €9,08 millions. On the basis of the above the claim of the Company from the Greek State is raised to at least €250,41 millions (259,49-9,08). Therefore this amount has not recorded in the accounts receivables with an equal debit of the long-term liabilities accounts, the carrying amount of which is gradually transferred in the profit/loss of the period in proportion to the depreciation rate of the subsidized water supply and sewerage network system.

If the aforementioned entries were carried out then the profit/loss account of the current period would be improved by around €3,9 m while the previous period by € 3,7 m approximately and the net equity would be improved by around € 43,7 m. It must noted that under a decision taken by the special shareholders meeting of August 10 2004 ,the company's investment program amended, however without affecting the compeny's claim against the Greek State.

It must be noted that after the company's prompt to the Greek State ,which is anticipated in the supplement 4 of the aforementioned contract between the company and the State ,the company is eligible for a subsidy of approximately € 18,8 m. for all the capital expenditures accomplished during the period 1/1/2010 to 30/9/2010 which amount approximately € 31,3 m (31,3*60%).

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23. Commitments and contingent liabilities –assets (continued)

b)In addition to these claims the Company has a claim for a subsidy relates to the maintenance expenditures according to the contract with the Greek State. From the total amount of expenditures concerning operation and maintenance of installations which is € 704,43 millions it is not feasible to extract the exact amount corresponding to maintenance thus the subsidy amount corresponding to maintenance expenses has not been finalized between the company and the State until the conduction date of these financial statements.

24. EVENTS AFTER THE BALANCE SHEET DATE

Hydroelectric Works

In the beginning of 2011 is expected the issuance of the operation licence concerning the Small Hydroelectric work of Evinos .The work is on trial operation this period. With the issuance of the respective licence the work will be in full commercial use and as a result the company will collect the energy production revenues of the trial period .

Other Energy works

In October 2010 issued the production licence about the Photovoltaic park's project (1,971 MW) at the Company's installations in Acharnes All the necessary actions for signature of the energy sales contract between the Company and the respective Energy Regulatory Authority (DESMIE) are being done .

In relation with the construction of the new Waste Treatment Centre in Thriasio area a small electrical and thermical co-production unit of 200 KW is under construction.

Networks take over

In the section of its operations development, EYDAP has set as a priority its geographical expansion .In the beginning of May 2007 the company incorporated the water supply network of New Peramos Municipality in its network apart from the network of Agios Panteleimonas settlement which will fully take over according to the amended delivery agreement of 28.07.2010

E.YD.A.P has already started all the necessary procedures for the embodiment of the following Municipality water supply networks : Megara , Ampelakia Salaminos Keratea, Artemida , Glika Nera ,Markopoulo and Kalivia ,according to the relative signed agreements.

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25. RELATED PARTY TRANSACTIONS

A) Transactions and amounts outstanding with the Members of the Board

		30 September		30 September
		2010		**2009**
– Salaries (Chairman & CEO and Executive Consulants)		97		146
– Salaries & participation fees of the Members of the Board of Directors		49		120
		146		**266**

B) Transactions and amounts outstanding with the Greek State and the Municipalities

1) Transactions		**30 September 2010**		**30 September 2009**
– Revenues		52.723		54.114
– Cost of sales (construction works cost)		(833)		(4.157)
- Other Provisions		(3.347)		
2) Outstanding amounts		**30 September 2010**		**31 Dec.2009**
– Long term receivables (Works(construction contracts) for third parties))		106.949		106.067
– Long term receivables (Arrangements of Municipalities)		25.382		20.284
– Trade receivables		164.730		153.839
– Other receivables (coverage of Employees' end-of-service indemnity)		38.389		22.625

The transactions with the Greek State concern priced and accrued water supply revenues as well as accrued revenues coming from the construction cost of works towards the Ministry of Environment,Planning and Public Works and the Public Entity << E.YD.AP Fixed Assets Company>>.The balance of other claims (for the coverage of the personnel's compensation deficit) increased as a result of the delay in the State's will towards the personnel's end of service lump sum coverage .The increase in claims from related parties is due to the delay of their debts repayments.

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NOTES TO THE CONDENSED NINE MONTHS FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2010

26. PUBLIC ENTITY EYDAP FIXED ASSETS (PE)

The Public Entity was established at the time of the IPO with the purpose of the ownership’s transfer of the water dams and basins of Marathon, Mornos, Yliki and Evinos from EYDAP to PE. Besides the constructions and upgrades of the installations that are related with these water dams and basins, the Greek State – through the Public Entity - has undertaken the obligation to supply the Company with raw water to meet its water supply obligations. The price of the raw water until 2004 were offseting with the cost of services that EYDAP realizes for the maintenance and operation of the fixed assets that belong by ownership to the Public Entity.There is no new similar agreement thereafter.

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