

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

Company's No 44724/06/B/99/52 in the register of Societes Anonymes

Oropou 156 -11156 Galatsi

SUMMARY FINANCIAL RESULTS for the year 01 January 2010 - 31 December 2010

(according to the Rule 4/507/28.04.2009 of the Capital Market Commission)

The figures illustrated below provide summary information about the financial position of E.Y.D.A.P. S.A. We advise the reader before taking any investment decision or other transaction concerning the company, to visit the Company's web site where financial statements are presented according to International Financial Reporting Standards together with the auditor's report, whenever it is required.

COMPANY'S STATUTORY INFORMATION

Prefecture:	Athens
Company's web Site	www.eydap.gr
Members of the Board of Directors:	Th. Lekas, N.Bardis, A. Antonopoulos, G. Kontoroupi, P. Beis, D. Asimakopoulos, A. Kotsonis, N. Kogioumtsis, P. Skoularikis, Ch. Mistriotis, E. Agelakis, E. Moutafis.
Date of Approval of Financial Statements:	29 March 2011
Chartered Public Accountants:	B. Papageorgakopoulos & G. Spanoudakis
Auditing Company:	S.O.L. SA
Type of Auditor's Report	Public Accountants ID No 125 Unqualified Opinion - Emphasis of matter

STATEMENT OF FINANCIAL POSITION

Amounts in thousands of Euro

	<u>31.12.2010</u>	<u>31.12.2009</u>
ASSETS		
Tangible assets	1.021.193	1.004.440
Intangible assets	5.389	6.254
Other non current assets	189.296	182.915
Inventories	18.731	20.528
Trade receivables	291.890	277.966
Other current assets	97.432	63.688
TOTAL ASSETS	<u>1.623.931</u>	<u>1.555.791</u>
TOTAL EQUITY AND LIABILITIES		
Share capital	63.900	63.900
Other items of Shareholders' Equity	<u>766.612</u>	<u>757.611</u>
Total Shareholders' Equity (a)	830.512	821.511
Minority interests (b)	0	0
Total Equity (c)=(a)+(b)	<u>830.512</u>	<u>821.511</u>
Reserves for employee benefits	216.124	204.702
Deferred subsidies and customer contributions	209.479	201.192
Provisions and other long-term liabilities	65.921	57.427
Short-term borrowings	204.164	192.804
Other Short-term borrowings	<u>97.731</u>	<u>78.155</u>
Total liabilities (d)	<u>793.419</u>	<u>734.280</u>
TOTAL EQUITY AND LIABILITIES (c)+(d)	<u>1.623.931</u>	<u>1.555.791</u>

STATEMENT OF COMPREHENSIVE INCOME

Amounts in thousands of Euro

	<u>1.01-31.12.2010</u>	<u>1.01-31.12.2009</u>
Turnover	378.965	386.174
Gross profit	148.865	145.792
Earnings before tax, financial, and investment results	34.699	23.539
Profit before tax	29.828	18.016
Profit after tax (A)	11.341	5.740
Other comprehensive income, net of tax (B)	(210)	127
Total Comprehensive income for the period (A+B)	11.131	5.867
Attributable to:		
Shareholders	11.131	5.867
Earnings per share after tax (in euro) - basic	0,11	0,05
Diluted earnings per issued share (in euro)	0,04	0,02
Earnings before tax, financial, investment results and depreciation and amortization	63.186	48.328

STATEMENT OF CHANGES IN EQUITY

Amounts in thousands of Euro

	<u>31.12.2010</u>	<u>31.12.2009</u>
Equity opening balance (01.01.2010 and 01.01.2009 respectively)	821.511	829.489
Profit of the year, after tax	11.341	5.740
Net income directly charged to equity	(210)	127
Comprehensive income after taxes	11.131	5.867
Distributed Dividends (31.12.2010 and 31.12.2009 respectively)	<u>(2.130)</u>	<u>(13.845)</u>
	830.512	821.511

STATEMENT OF CASH FLOWS

Amounts in thousands of Euro

	<u>1.01-31.12.2010</u>	<u>1.01-31.12.2009</u>
Cash Flows from operating activities		
Profit before taxes	29.828	18.016
Adjustments for:		
Depreciation and amortization	35.795	33.757
Amortization of customers' contributions and subsidies	(7.308)	(8.968)
Investment income	(35)	(37)
Impairment of investments	176	61
Provisions	20.505	2.367
Credit Interest and related income	(5.887)	(3.443)
Debit Interest and related expense	10.617	8.942
Operating income before working capital changes		
/ changes in operating assets and liabilities		
(Decrease in) Increase in		
Trade receivables	(26.138)	(5.052)
Other receivables	(26.529)	(10.610)
Long-term receivables	(5.738)	(8.956)
Materials and spare parts	1.610	(1.371)
Increase in (Decrease in)		
Operating Current Liabilities	3.477	(10.445)
Other current liabilities	4.011	6.434
Consumers' guarantees	391	513
Reserve for employees benefits	11.422	13.568
Minus:		
Interest and related expenses paid	(10.411)	(8.087)
Income Tax paid	<u>(7.979)</u>	<u>(14.547)</u>
Net cash from operating activities (a)	<u>27.807</u>	<u>12.142</u>
Cash Flows from investing activities		
Purchases of property, plant, and equipment	(49.814)	(42.678)
Purchases of intangible assets	(2.025)	(2.568)
Proceeds from customers' contributions and subsidies	15.595	6.858
Interest and related income received	3.686	2.686
Dividends received	<u>35</u>	<u>37</u>
Net cash from investing activities (b)	<u>(32.523)</u>	<u>(35.665)</u>
Cash Flows from financing activities		
Proceeds from borrowings	64.800	67.500
Repayments of borrowings	(53.500)	(34.128)
Dividends paid	<u>(1.366)</u>	<u>(5.005)</u>
Net cash from investing activities (c)	<u>9.934</u>	<u>28.367</u>
Net (decrease) increase in cash and cash equivalents		
(a) + (b) + (c)	<u>5.218</u>	<u>4.844</u>
Cash and cash equivalents, beginning of period	<u>22.624</u>	<u>17.780</u>
Cash and cash equivalents, end of period	<u>27.842</u>	<u>22.624</u>

ADDITIONAL DATA AND INFORMATION

- The Company has been audited by the tax authorities up to 2007 (included).
- There is no burden on the Company's fixed assets.
- The number of employees as at 31 December 2010 and 31 December 2009 was 2.911 and 3.320 respectively.
- The Provisions formed up to December 31 2010 concern: a) Provisions for litigations and claims amounting approximately Euro 48,4 m. More specific, Lawsuits for civil law cases with claims of an amount of Euro 70,6 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 Euro 44,1m. Against all these potential losses, if the pending litigation will be finalized, EYDAP has formed a provision of Euro 48,4 m. as at 31 December 2010 and of Euro 40,3m. as at 31 December 2009, which are considered as sufficient. b) Provisions of Euro 3,0 m. for unaudited (by Public Revenue Services) tax uses and c) Other provisions of Euro 50,4m.
- Emphasis of matter : 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 Euro 1,22 billion, that includes, as already mentioned, also the maintenances, the Company has spent for capital expenditures as at 31 December 2008 an amount of Euro 432,49 millions, for which it has the right to receive a subsidy of around Euro 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 as at 31 December 2010 an amount of Euro 9,08 millions. On the basis of the above the claim of the Company from the Greek State has been raised to Euro 250,41 millions (259,49 - 9,08). Therefore this amount has not recorded in accounts receivables with an equal credit in long-term liabilities, the carrying amount of which is gradually transferred in the profit/loss account of the period according to the depreciation rate of the subsidized water supply and sewerage network system. If the aforementioned journals were carried out then the profit/loss of the current, previous period would have been improved by around Euro 5,2 millions and the net equity would have been improved by around Euro 45 millions. It must be clarified that the company's Investment program modified as a result of a decision taken by the 10-8-2004's Extraordinary Shareholders General Meeting. However this doesn't affect the company's claim towards the Greek state. It is worth noting that after the company's request towards the Greek State which is provided in the annex 4 of the aforementioned contract between the two parties the company for 1/1/2010-31/12/2010 capital expenditures that amount € 57,9 mil. approximately is eligible for a € 34,8mil subsidy (57,9*60%) and € 28,4 mil subsidy (47,4*60%) for 1/1/2009-31/12/2009.
- In addition the Company has a claim concerning a subsidy for the maintenance expenditures according to the contract with the Greek State. However, since it is not feasible to extract the amount that corresponds to maintenance from the total amount of expenditures that are related with the operation and maintenance of installations that is Euro 704,43 millions the corresponding subsidy has not been finalized between the company and the State until the conclusion of the present financial statements. In parallel with the aforementioned contract between the State and the Company concerning the supply of raw water is pending from 2004 use. According to contract which was valid until 31 December 2004 the supply of raw water compensates with the operation and conservation costs of the water supply fixed assets that belong to the State.
- The total landed property of the State entity "Eydap fixed Assets Company" has not been transcribed from Eydap S.A until the issuance of the current Auditors Report. The undepreciated value of the respective property is approximately € 657 mil.
- Transactions with related parties (Amounts in thousands of Euro)

	<u>2010</u>	<u>2009</u>
i) Revenues (1/1-31/12/2010 και 1/1-31/12/2009 respectively).	68.590	69.656
ii) Claims (31/12/10 and 31/12/2009 respectively).	338.685	302.815
iii) Transactions and Payrolls of Directors and Members of the Administration (1/1-31/12/2010 και 1/1-31/12/2009 respectively).	195	353

- Total Comprehensive income of 210th. at 31 December 2010, concerns non current assets appropriated for sale (portfolio revaluation).
- Until the approval date of the condensed financial statements events that could substantially affect its assets structure or its activities process have not been occurred.
- The social responsibility tax, according to the Law 3845/2010, amounted to € 2,3 m.

Athens, 29 March 2011

The Chairman of the Board of Directors	The Chief Executive Officer	The Chief Financial Officer	The Chief Accounting Officer
Lekkas Themistoklis	Nikolaos Bardis	Leventi Maria	Spyropoulou Eleni
I.D. No AE 144774	I.D. No Φ 472635	I.D. No Σ 099991	I.D. No AI 060168