

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

FINANCIAL STATEMENTS INFORMATION FOR THE PERIOD from 01st January 2011 to 31st March 2011

(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

Company's web Site www.eydap.gr
Date of Approval of Financial Statements: 30 May 2011

STATEMENT OF FINANCIAL POSITION

Amounts in thousands of Euro

	31.03.2011	31.12.2010
ASSETS		
Tangible assets	1.018.219	1.021.193
Intangible assets	4.664	5.389
Other non current assets	188.293	189.296
Inventories	18.324	18.731
Trade receivables	301.101	291.890
Other current assets	84.098	97.432
TOTAL ASSETS	1.614.699	1.623.931
TOTAL EQUITY AND LIABILITIES		
Share capital	63.900	63.900
Other items of Shareholders' Equity	771.293	766.612
Total Shareholders' Equity (a)	835.193	830.512
Minority interests (b)	0	0
Total Equity (c)=(a)+(b)	835.193	830.512
Reserves for employee benefits	219.580	216.124
Deferred subsidies and customer contributions	208.032	209.479
Provisions and other long-term liabilities	66.519	65.921
Short-term borrowings	203.224	204.164
Other Short-term borrowings	82.151	97.731
Total liabilities (d)	779.506	793.419
TOTAL EQUITY AND LIABILITIES (c)+(d)	1.614.699	1.623.931

STATEMENT OF COMPREHENSIVE INCOME

Amounts in thousands of Euro

	1.01-31.03.2011	1.01-31.03.2010
Turnover	77.745	83.957
Gross profit	32.187	28.314
Earnings before tax, financial, and investment results	7.140	2.235
Profit before tax	5.642	1.311
Profit after tax (A)	4.434	143
Other comprehensive income, net of tax (B)	247	(143)
Total Comprehensive income for the period (A+B)	4.681	0
Attributable to		
Shareholders	4.681	0
Diluted earnings per issued share (in euro)	0,04	0,00
Earnings before tax, financial, investment results and depreciation and amortization	14.915	8.931

STATEMENT OF CHANGES IN EQUITY

Amounts in thousands of Euro

	31.03.2011	31.03.2010
Equity opening balance (01.01.2011 and 01.01.2010 respectively)	830.512	821.511
Profit of the year, after tax	4.434	143
Net income directly charged to equity	247	(143)
Comprehensive income after taxes	4.681	0
(31.03.2011 and 31.03.2010 respectively)	835.193	821.511

STATEMENT OF CASH FLOWS

Amounts in thousands of Euro

	1.01-31.03.2011	1.01-31.03.2010
Cash Flows from operating activities		
Profit before taxes	5.642	1.311
Adjustments for:		
Depreciation and amortization	9.567	8.920
Amortization of customers' contributions and subsidies	(1.792)	(2.224)
Provisions	1.581	572
Credit Interest and related income	(1.555)	(1.269)
Debit Interest and related expense	3.053	2.193
Operating income before working capital changes / changes in operating assets and liabilities (Decrease in) Increase in		
Trade receivables	(10.270)	(8.180)
Other receivables	734	(1.998)
Long-term receivables	2.525	(905)
Materials and spare parts	407	(920)
Increase in (Decrease in)		
Operating Current Liabilities	(10.275)	(5.576)
Other current liabilities	(7.112)	(8.211)
Consumers' guarantees	76	110
Reserve for employees benefits	3.456	4.203
Minus:		
Interest and related expenses paid	(2.294)	(2.149)
Income Tax paid	(780)	(8)
Net cash from operating activities (a)	(7.037)	(14.131)
Cash Flows from investing activities		
Purchases of property, plant, and equipment	(5.851)	(8.444)
Purchases of intangible assets	(14)	(491)
Proceeds from customers' contributions and subsidies	344	542
Interest and related income received	829	610
Net cash from investing activities (b)	(4.692)	(7.783)
Cash Flows from financing activities		
Proceeds from borrowings	0	23.300
Repayments of borrowings	(1.600)	(8.500)
Dividends paid	0	(2)
Net cash from investing activities (c)	(1.600)	14.798
Net (decrease) increase in cash and cash equivalents (a) + (b) + (c)	(13.329)	(7.116)
Cash and cash equivalents, beginning of period	27.842	22.624
Cash and cash equivalents, end of period	14.513	15.508

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 March 2011 and 31 March 2010 was 2.868 and 3.270 respectively.
 - The Provisions formed up to March 31 2011 concern: a) 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 or 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 44,6m. Against all these potential losses, if the pending litigation will be finalized, EYDAP has formed a provision of Euro 48,9 m. as at 31 March 2011 and of Euro 48,4m. as at 31 December 2010, which are considered as sufficient. b) Provisions of Euro 3,2 m. for unaudited (by Public Revenue Services) taxes and c) Other provisions of Euro 51,4m.
 - 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 8years 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 March 2011 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 1,3 millions and the net equity would have been improved by around Euro 46,3 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 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 € 63,2 m. (105,3*60%) for all the capital expenditures accomplished during the years 2009 and 2010 which amount approximately € 105,3 m. 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 conduction 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)
- Cumulative amounts from the beginning of the current period concerning purchases and sales together with the company's claims and liabilities at the end of the current period that have been resulted from its transactions with related parties in the sense of the IAS 24 are as follows:
- | | 2011 | 2010 |
|---|---------|---------|
| i) Revenues (1/1-31/03/2011 και 1/1-31/03/2010 respectively). | 9.886 | 12.977 |
| ii) Claims (31/03/2011 and 31/12/2010 respectively). | 344.419 | 338.685 |
| iii) Transactions and Payrolls of Directors and Members of the Administration (1/1-31/03/2011 και 1/1-31/03/2010 respectively). | 55 | 42 |
- Total Comprehensive income of 247th. at 31 March 2011, 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.

Athens, 30 May 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