

HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.



SIX MONTHS FINANCIAL REPORT

For the period
from January 1, 2009 to June 30, 2009

(TRANSLATED FROM THE GREEK ORIGINAL)

In accordance with Article 5 of Law 3556/2007

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I. STATEMENTS OF MEMBERS OF THE BOARD OF DIRECTORS



STATEMENTS OF MEMBERS OF THE BOARD OF DIRECTORS
(In accordance with article 5 par. 2 of Law 3556/2007)

The members of the Board of Directors of HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.:

1. Panagis Vourloumis, Chairman and Managing Director
2. Haralambos Dimitriou, Vice-Chairman
3. Panagiotis Tabourlos, Board Member

We confirm that to the best of our knowledge:

- a. The Interim Condensed Financial Statements (Separate and Consolidated) of the HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A. for the period January 1, 2009 to June 30, 2009, which have been prepared in accordance with the applicable accounting standards, provide a true and fair view of the assets and liabilities, the owners' equity and the results of the Company and the Group.
- b. The Board of Directors' Report for the first half of the year provides a true and fair view of the financial position and the performance of the Company and the Group, including a description of the risks and uncertainties they are facing.

Maroussi, August 5, 2009

Chairman
& Managing Director

Vice-Chairman

Board Member

Panagis Vourloumis

Haralambos Dimitriou

Panagiotis Tabourlos

The two members of the Board of Directors, who have signed the above statements, have been authorised to do so in accordance with the decision of the Company's Board of Directors of August 5, 2009.

II. HALF YEAR REPORT OF THE BOARD OF DIRECTORS



The report of the Board of Directors of the HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A. (hereinafter referred to as "OTE" or the "Company") was prepared in accordance with article 5 of Law 3556/2007 and refers to the Interim Condensed Financial Statements (Separate and Consolidated) as of June 30, 2009, and the six month period then ended. The OTE Group (the "Group") apart from the Company also includes subsidiaries over which OTE has direct or indirect control. The Separate and Consolidated Financial Statements have been prepared in accordance with International Financial Reporting Standards (I.F.R.S.), as adopted by the European Union (E.U.)

This report includes a financial assessment of the results of the first half of 2009, including the significant events which took place in the first half of 2009, a presentation of the main risks and uncertainties for the second half of the year, as well as the material transactions between the Company and its related parties.

A. FINANCIAL HIGHLIGHTS OF 1st HALF 2009

OTE Group Turnover decreased by 5.9% in 1st Half 2009, compared to the related period of 2008 and reached Euro 2,942.1 million. This decrease in revenues is mainly due to the following variations:

- Decreased revenues from domestic telephony by 11.3% and revenues from international telephony by 20.6% compared to the previous related period.
- Decreased revenues from sales of telecommunication equipment by 33.3% compared to the previous related period.
- Decreased revenues from interconnection charges by 24.7% compared to the previous related period.
- Decreased revenues from ISDN by 3.5% compared to the previous related period.
- Decreased revenues from prepaid cards by 28.0% compared to the previous related period.
- Decreased revenues from services rendered by 15.7% compared to the previous related period.
- Increased revenues from mobile telephony by 1.4% compared to the previous related period.
- Increased revenues from ADSL and Internet by 28.8% compared to the previous related period.
- Increased revenues from leased lines, data communication and ATM by 0.6% compared to the previous related period.
- Increased revenues from co-location and revenues from access to the local loop (Local Loop Unbundling - LLU) by 65.4% compared to the previous related period.
- Increased revenues from Metro Ethernet & IP CORE by 43.0%, compared to the previous related period.
- Increased other revenues by 16.5% compared to the previous related period.

OTE's Revenues, reached Euro 1,195.8 million, reflecting a decrease of 6.9% compared to the same period last year. This is a result of the decrease in revenues from domestic telephony of 10.9%, as well as the decrease in revenues from international telephony by 21.0% and the decrease in sales of telecommunication equipment, ISDN, interconnection charges, leased lines, prepaid cards and other revenues. These decreases were partially offset by the increase in revenues from ADSL and Internet by 31.3%, the increase in revenues from co-location and from access to the local loop (Local Loop Unbundling - LLU) by 70.2%, the increase in revenues from Metro Ethernet & IP CORE by 33.8%.

The Group's Operating Expenses reached Euro 2,419.8 million and reflect a decrease of 6.9% compared to the same period last year. This decrease is mainly due to the decrease in cost of telecommunications equipment by 28.7% , the decrease in charges from domestic operators by 18.0% and the decrease in depreciation and amortization by 3.9%. These decreases were partially offset by the increase in payroll and employee benefits by 3.0%, the increase in provision for staff retirement indemnities and youth account by 2.6%, the increase for charges from international operators of 4.2% and the increase of other operating expenses by 7.2%. Furthermore, the Group's operating expenses for the 1st half year 2009 include OTE's and ROMTELECOM's early retirement programs' costs of Euro 166.9 million, which are offset by Euro 201.9 million, that derive from the transfer of 4% share capital held by the Hellenic State to IKA-ETAM. In the previous related period, operating expenses were charged with Euro 44.8 million relating to costs of early retirement program for the previous related period.



The Company's Operating Expenses were Euro 1,022.3 million and reflect a decrease of 7.7% compared to the same period last year. The decrease in operating expenses is mainly due to the following:

- 24.9% decrease in charges from domestic telecommunications operators.
- 3.3% decrease in charges from international telecommunications operators.
- 9.7% decrease in depreciation and amortization.
- 11.2% decrease in the cost of telecommunication equipment.
- 418.9% decrease in the cost of early retirement program that derives from the increase of OTE's early retirement program cost of Euro 163.0 million, which is offset by Euro 201.9 million that derives from the transfer of 4% share capital held by the Hellenic State to IKA-ETAM.
- 2.7% increase in other operating expenses.
- 7.6% increase in employee costs.
- 3.7% increase in staff retirement indemnities and youth account costs.

As a result **Operating Profit before Financial Activities of the Group** for the 1st half of 2009 reached Euro 522.3 million compared to Euro 527.8 million in the same period last year reflecting a decrease of 1.0%. **Operating Profit before Financial Activities of the Company** for the 1st half of year 2009 reached Euro 173.5 million, compared to Euro 177.0 million from the same period last year, reflecting a decrease of 2.0%.

The Group's Operating Profit before Depreciation and Amortization for the 1st half of 2009 reached Euro 1,084.5 million compared to Euro 1,112.6 million in the same period last year, reflecting a decrease of 2.5%. The respective margin on revenues reached 36.9% compared to 35.6% in the same period last year. Excluding early retirement program costs, **the Group's Operating Profit before Depreciation and Amortization** for the 1st half of 2009 reached Euro 1,049.5 million compared to Euro 1,157.4 million in the same period last year. The respective margin on revenues reached 35.7% compared to 37.0% in the same period last year.

The Company's Operating Profit before Depreciation and Amortization for the 1st half of 2009 reached Euro 389.5 million compared to Euro 416.2 million in the same period last year, reflecting a decrease of 6.4%. The respective margin on revenues reached 32.6% compared to 32.4% in the same period last year. Excluding early retirement program costs, **the Company's Operating Profit before Depreciation and Amortization** for the 1st half of 2009 amounted to Euro 350.6 million compared to Euro 428.4 million in the same period last year. The respective margin on revenues reached 29.3% compared to 33.3% in the same period last year.

In relation to the **Group's Financial Activities**, for the 1st half of 2009 interest expense was Euro 177.7 million, reflecting an increase of 6.9% compared to the same period last year, which is the result of the increased discounted cost of early retirement program. Interest income amounted to Euro 39.6 million for the 1st half of 2009, remaining nearly stable compared to the 1st half 2008. Income from dividends decreased by 20.7% due to the lower dividend from TELECOM SRBJIA in the current period. Gains from investments reached Euro 24.4 million for the 1st half of 2009 and reflect the total gain derived from the sale of COSMOFON and GERMANOS TELECOM AD SKOPJE (GTS).

Income Tax (expense) of the Group increased by 2.1% compared to the same period last year and amounted to Euro 143.5 million.

The Non-Controlling Interests in the Group's Income Statement from Euro 3.0 million (income) in the 1st half 2008 reached Euro 7.0 million (loss) in the 1st half of 2009, mainly due to the increased profitability of ROMTELECOM between the two periods.

As a result of the above, the **Group's Profit after Non-Controlling interests** for the 1st half of 2009 amounted to Euro 271.4 million compared to Euro 300.4 million in the same period last year, reflecting a decrease of 9.7%.

The Group's Cash flows provided by operating activities decreased by 6.3% from 1st half 2008, amounting to Euro 717.3 million, mainly reflecting the timing of interest payments associated with debt for the buyout of COSMOTE's minorities. Cash provided by operating activities before interest and tax payments increased by 3.9% from Euro 938.5 million for the 1st half of 2008 to Euro 974.9 million for the 1st half of 2009. This achievement was due to improved trade receivables and accounts payable in the first half of 2009 compared to the respective period last year.

The Group's Capital Expenditure (CAPEX) for the 1st half 2009 amounted to Euro 441.5 million from Euro 375.0 million the same period last year reflecting an increase of 17.7%. The increase is mainly due to the increased capital expenditure of COSMOTE and ROMTELECOM.

The Group's Total Debt at June 30, 2009 was Euro 6,015.3 million compared to Euro 6,047.7 million at December 31, 2008, reflecting a decrease of 0.5%, whereas the **Group's Net Debt** (interest bearing loans less cash and cash equivalents) at June 30, 2009, reached to Euro 4,391.1 million from Euro 4,619.9 million at December 31, 2008, reflecting a decrease of 5.0%. This decrease is mainly due to the increase of cash from Euro 1,427.8 million at December 31, 2008, to Euro 1,624.2 million at June 30, 2009.



B. SIGNIFICANT EVENTS OF THE 1st HALF OF 2009

Reduction of OTE-Estate 's Share Capital

On December 18, 2008, the amendment to article 5 of OTE ESTATE's charter was finalized following the decision by the General Assembly of Shareholders. After the amendment OTE Estate's share capital was reduced by Euro 102.2 million as a result of a reduction in the nominal amount of the shares from Euro 2.93 to Euro 2.43. On April 1, 2009, OTE received from OTE ESTATE the amount of Euro 102.2 million from the reduction of its share capital.

Increase of COSMOTE 's shareholding in AMC

On April 27, 2009 OTE announced that its 100% subsidiary COSMOTE completed the acquisition process of a 12.6% interest held by the Albanian State, in its subsidiary AMC following the approvals of the relevant authorities in Albania. The cash consideration for the related acquisition amounted to Euro 48.4. Following the official conclusion of the transaction, COSMOTE owns directly or indirectly (through its 97% owned subsidiary COSMO-HOLDING ALBANIA S.A.) a 95% interest in AMC.

Sale of COSMOFON & GERMANOS TELECOM AD SKOPJE (GTS) by COSMOTE

On March 30, 2009, OTE announced that the agreements between COSMOTE and Telekom Slovenije have been signed in Athens regarding the transfer of 100% of COSMOFON, through the sale of COSMOTE's wholly owned subsidiary, OTE MTS HOLDING B.V., as well as GERMANOS TELECOM AD SKOPJE (GTS) to Telekom Slovenije. The transaction was completed on May 12, 2009 following approval by the relevant governmental and regulatory authorities in Skopje.

Share purchase agreement for the acquisition of Zapp by COSMOTE

On July 1, 2009 OTE announced that its subsidiary COSMOTE signed on June 30, 2009 a share purchase agreement for the acquisition of Telemobil S.A. (Zapp) in Romania. The consideration for the shares of Zapp is estimated at approximately Euro 61 million (equity value), while COSMOTE will also assume the debt and other liabilities of Zapp, estimated at approximately Euro 146 million. The acquisition is subject, among other conditions, to the approval of relevant Romanian authorities.

Application of early retirement program

On January 28, 2009, OTE's management and OME-OTE (the employee's union) signed a Collective Labor Agreement according to which employees who will have completed the number of years of service required for retirement by December 30, 2009 will be entitled to benefits providing they leave by this date. Applications by eligible employees should have submitted their irrevocable applications by February 16, 2009. The respective cost amounted to Euro 11.0 million and is included in the income statement for the six month period ended June 30, 2009.

Transfer of 4% OTE 's share capital held by the Hellenic State to IKA-ETAM

On March 4, 2009, the Hellenic State and IKA-ETAM (general successor of TAP-OTE) signed a transfer agreement of 19,606,015 ordinary shares held by the Hellenic State to IKA-ETAM without cash consideration. These shares represent 4% of OTE's share capital, in accordance with articles 74 par. 4a of L.3371/2005 and articles 1 and 2 par. 4 and 5 of L3655/2008, in combination with the decision of May 10, 2007 of the European Community Committee (C 2/2206). The fair value of the transaction was set at Euro 10.30 (closing price of the OTE's share at Athens Exchange, the date the transfer was signed) per share. The total fair value of the transferred shares amounts to Euro 201.9 million and is included in the results of OTE for the first half of 2009.

Voluntary Leave Scheme of L. 3762/2009

On March 26, 2009, an amendment was submitted to a draft law of the Ministry of Employment and Social Security, according to which:

- OTE's employees who have submitted a written application to participate in the Voluntary Leave Scheme, within the deadlines defined in par.2, article 74 of L.3371/2005 (A 178/14-7-2005) and, do not submit an irrevocable application within one (1) month from the law's enactment that would recall the initial application submitted, are considered to be retired based on the article 74 of L. 3371/2005 within three (3) months from the expiration of the deadline described above.
- The cost that will arise from a) the employer's and the employee's contributions to IKA-ETAM (both for the sections of pensions and medical benefits) for the factitious time recognized to these employees and b) the pensions that IKA-ETAM's pension section will be required to pay to these employees based on the above, will be covered by OTE.
- The cost that will arise from the employer's and the employee's contributions to TAYTEKO for the factitious time recognized to these employees as well as the pensions that TAYTEKO (Auxiliary Insurance Sector for OTE Personnel) will be required to pay to these employees based on the above, will be covered by OTE.



- The cost that will arise from the employer's and the employee's contributions to TAYTEKO (Health Insurance Sector for OTE Personnel) for the factitious time recognized to these employees will be covered by OTE. For the Lump Sum benefits that TAYTEKO will be required to pay to these employees, OTE should grant a long-term loan to TAYTEKO.

On May 15, 2009, the above mentioned amendment was enacted by the L.3762/ FEK A75/ 15-5-2009.

Dividend distribution

On June 24, 2009, the General Assembly of OTE's Shareholders approved the distribution of a dividend from the 2008 profits of a total amount of Euro 367.6 million or Euro 0.75 per share. Pursuant to Law 3697/2008 (article 18, par. 7 – FEK A 194), from 2009 onwards all distributions of dividends will be subject to 10% withholding tax. The amount of dividends payable as at June 30, 2009 amounted to Euro 334.4 million.

C. RISKS AND UNCERTAINTIES FOR THE 2nd HALF OF THE YEAR

a) Credit risk

Credit risk is the risk of financial loss to the Group and the Company if a counterparty fails to meet its contractual obligations.

Maximum exposure to credit risk at the reporting date to which the Group and the Company are exposed is the carrying value of financial assets.

Trade receivables could potentially adversely affect the liquidity of the Company and the Group. However, due to the large number of customers and the diversification of the customer base of the Company and the Group there is no concentration of credit risk with respect to these receivables. Concentration of risk is considered to exist for amounts receivable from the telecommunication service providers, due to their relatively small number and the high level of transactions they have with the Company and the Group.

The Company and the Group have established specific credit policies under which customers are analyzed for creditworthiness and there is an effective management of receivables in place both before and after they become overdue and doubtful. In monitoring credit risk, customers are grouped according to their credit risk characteristics, aging profile and existence of previous financial difficulties. Customers that are characterized as doubtful are reassessed at each balance sheet date for the estimated loss that is expected and an appropriate impairment allowance is established.

Cash and cash equivalents are considered to be exposed to a low level of credit risk. The Company has adopted a "deposits policy" whereby funds are only deposited with banks which have a specified minimum rating by International Rating Agencies as to their creditworthiness; in addition limits are set on the amounts deposited depending on the rating. To avoid concentrations of risks, the Company and the Group does not deposit more than 30% of available funds in any one bank.

The Company and the Group has limited exposure to financial instruments classified into the categories permitted by IAS 39 and they are not considered to expose the Company and the Group to a significant credit risk.

Loans include loans to employees which are collected either through payroll or are netted-off with their retirement indemnities, and loans and advances to Auxiliary Pension Fund mainly due to the Voluntary Leave Scheme. The above mentioned loans are not considered to expose the Company and the Group to a significant credit risk.

b) Liquidity risk

Liquidity risk is the risk that the Group or the Company will not be able to meet their financial obligations as they fall due. Liquidity risk is kept at low levels by ensuring that there is sufficient cash on demand and credit facilities to meet the financial obligations when due. The Group's and the Company's available cash as at June 30, 2009, amounts to Euro 1,624.2 million and Euro 421.6 million respectively, their loans amounts to Euro 6,015.3 million and Euro 3,306.1 million respectively while the Group has a long-term credit (committed) line of Euro 350.0 million. For the monitoring of liquidity risk, the Company and the Group prepares annual cash flows when drafting the annual budget and monthly rolling forecasts for three months' cash flows, in order to ensure that it has sufficient cash reserves to service its financial obligations.

c) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's and the Company's results or the value of their financial instruments. The objective of market risk management is to manage and control exposure within acceptable levels.

The individual risks that comprise market risk are described in further detail and the Group's policies for managing them are as follows:



i. Interest rate risk

Interest rate risk is the risk that payments for interest on loans fluctuate due to changes in interest rates. Interest rate risk mainly applies to long-term loans with variable interest rates.

The hedging of interest rate risk is managed through having a combination of fixed and floating rate borrowings as well as with the use of interest rate swap agreements.

ii. Foreign currency risk

Currency risk is the risk that the fair values or the cash flows of a financial instrument fluctuate due to foreign currency changes. The Group operates in many Southeastern European countries and as a result is exposed to currency risk due to changes between the functional currencies and other currencies. The main currencies within the Group is the Euro, Ron (Romania) and the Lek (Albania). The currency risk for the Group is not significant.

D. MATERIAL TRANSACTIONS WITH RELATED PARTIES

OTE's related parties have been identified based on the requirements of IAS 24 and comprise of its subsidiaries, its associates, the entity which controls OTE (together with its subsidiaries), the members of the Board of Directors and the key management personnel.

The Company purchases goods and services from these related parties, and provides services to them. Furthermore, OTE grants and receives loans to / from its subsidiaries and receives and pays dividends.

OTE's purchases and sales with related parties are analyzed as follows:

	1 st Half 2009		1 st Half 2008	
	Sales OTE	Purchases OTE	Sales OTE	Purchases OTE
COSMOTE	80.9	48.7	87.5	59.7
OTE INTERNATIONAL INVESTMENTS LTD	0.3	2.0	0.2	2.7
HELLAS-SAT	0.3	0.8	0.3	0.8
COSMO-ONE	-	0.4	-	0.4
VOICENET	2.7	2.1	2.6	0.8
HELLASCOM	0.1	4.3	0.1	3.9
OTE SAT - MARITEL	0.6	1.0	0.4	0.9
OTE PLUS	0.2	17.1	0.2	18.6
OTE ESTATE	0.3	30.2	1.4	30.9
OTE-GLOBE	14.6	38.6	13.7	33.0
OTE ACADEMY	-	2.9	0.1	2.2
DEUTSCHE TELEKOM AG	0.1	2.1	-	-
MAKEDONSKI TELEKOMUNIKACII A.	0.2	0.4	-	-
HT HRVATSKE	-	0.1	-	-
TOTAL	100.3	150.7	106.5	153.9

Purchases and sales of the Group with related parties which are not eliminated in the consolidation are analyzed as follows:

	1 st Half 2009	
	Group's Sales	Group's Purchases
DEUTSCHE TELEKOM AG	5.1	5.9
MAKEDONSKI TELEKOMUNIKACII A.	0.2	0.5
HT HRVATSKE	0.1	0.1
COMBRIDGE	1.4	-
DETEKON	-	0.3
T-SYSTEMS	0.5	0.1
T-Mobile Deutschland	0.7	0.3
T-Mobile Czech	0.1	-
T-Mobile UK	0.2	0.2
T-Mobile Austria	0.1	-
T-Mobile Netherlands	0.1	-
T-Mobile USA	0.1	0.2
PCT POLSKA TELEFONIA	0.1	-
TEL SIM GSM	-	0.2
TOTAL	8.7	7.8



HALF YEAR REPORT OF THE BOARD OF DIRECTORS
(In accordance with the provisions of art. 5 of law 3556/2007)

There were no transactions between the Group and related parties during the 1st half of 2008 which are not eliminated in the consolidation.

OTE's financial activities with its related parties comprise interest on loans granted and received and are analyzed as follows:

	1 st Half 2009		1 st Half 2008	
	Finance income OTE	Finance expense OTE	Finance income OTE	Finance expense OTE
COSMOFON	1.1	-	1.7	-
OTE PLC	-	89.6	0.9	98.0
TOTAL	1.1	89.6	2.6	98.0

OTE's dividend income from its related parties, are analyzed as follows:

	1 st Half 2009	1 st Half 2008
COSMOTE	282.2	245.2
OTE ESTATE	18.9	30.3
OTE SAT - MARITEL	1.0	0.5
OTE PLUS	0.4	-
TOTAL	302.5	276.0

Amounts owed to and by the related parties as a result of OTE's transactions with them are analyzed as follows:

	30/6/2009		31/12/2008	
	Amounts owed to OTE	Amounts owed by OTE	Amounts owed to OTE	Amounts owed by OTE
COSMOTE	53.4	40.6	37.9	50.4
OTE INTERNATIONAL INVESTMENTS LTD	0.1	0.8	0.3	1.0
HELLAS-SAT	0.3	0.3	0.5	0.3
COSMO-ONE	-	0.4	-	0.7
VOICENET	1.4	0.9	1.7	0.9
HELLASCOM	-	2.6	-	2.9
OTE SAT - MARITEL	0.7	0.8	0.3	0.6
OTE PLUS	0.1	17.2	0.2	15.9
OTE ESTATE	1.2	14.3	0.7	0.4
OTE-GLOBE	17.9	52.1	68.0	91.8
OTE ACADEMY	0.4	1.2	-	0.1
DEUTSCHE TELEKOM AG	5.3	-	6.3	7.2
MAKEDONSKI TELECOMMUNIKACII A.	-	2.6	-	-
TOTAL	80.8	133.8	115.9	172.2

Amounts owed to and by the related parties as a result of the Group's transactions with them, which are not eliminated in the consolidation, are analyzed as follows:

	30/6/2009		31/12/2008	
	Amounts owed to Group	Amounts owed by Group	Amounts owed to Group	Amounts owed by Group
DEUTSCHE TELEKOM AG	9.4	3.2	6.5	7.5
MAKEDONSKI TELEKOMMUNIKACII A.	-	2.6	-	-
MAGYAR TELECOM TELECOMMUNICATI	-	-	-	-
DETEKON	-	0.4	-	-
HT HRVATSKE	0.1	-	-	-
COMBRIDGE	1.1	0.2	-	-
T-SYSTEMS	0.3	0.1	-	-
T-Mobile Deutschland	0.6	0.8	-	-
T-Mobile Hungary	-	0.1	-	-
T-Mobile Czech	0.1	0.1	-	-
T-Mobile UK	0.3	0.3	-	-
T-Mobile Austria	-	0.1	-	-
T-Mobile Netherlands	0.1	0.1	-	-
T-Mobile International AG	0.7	4.4	-	-
T-Mobile USA	2.4	2.8	-	-
TOTAL	15.1	15.2	6.5	7.5



HALF YEAR REPORT OF THE BOARD OF DIRECTORS
(In accordance with the provisions of art. 5 of law 3556/2007)

Of the entities included in the above table, as of December 31, 2008 only DEUTSCHE TELEKOM AG was a related party to OTE.

Amounts due to related parties as a result of OTE's dividend distribution are analyzed as follows:

	30/6/2009	31/12/2008
DEUTSCHE TELEKOM AG	82.7	-

Amounts owed by and to OTE relating to loans advanced and received, are analyzed as follows:

	30/6/2009		31/12/2008	
	Receivable OTE	Payable by OTE	Receivable OTE	Payable by OTE
COSMOFON	-	-	46.8	-
OTE PLC	-	3,387.4	-	3,423.1
TOTAL	-	3,387.4	46.8	3,423.1

For the Company Key Management Personnel and those closely related to them are defined in accordance with IAS 24 "Related Party Disclosures". Compensation and all employee benefits (as defined in IAS 19 "Employee Benefits") including employee benefits to which IFRS 2 "Share-based Payment" applies.

Fees to the members of the Board of Directors and OTE's key management personnel amounted to Euro 1.7 million and Euro 2.7 million for the 1st half of 2009 and 2008, respectively.

999,230 options under OTE's share based payment plan have been granted to the Company's key management personnel.

E. SIGNIFICANT EVENTS AFTER THE END OF THE FIRST HALF OF 2009

The most significant events after the financial position date are as follows:

On July 10, 2009, the Hellenic State notified DEUTSCHE TELEKOM AG of its intent to exercise the first of two put options provided by the share purchase agreement, referring to the acquisition by DEUTSCHE TELEKOM AG of an additional 5% interest in OTE's share capital in a defined price per share. On July 31, 2009, as a result of the exercise of the above put option, the Hellenic State sold to DEUTSCHE TELEKOM AG 24,507,519 shares of OTE representing 5% of its share capital. Following the above mentioned transaction, the Hellenic State's participation in OTE's share capital (direct and indirect) is 20.0% plus one share, while DEUTSCHE TELEKOM AG's participation in OTE's share capital is 30.0% plus one share.

Athens, August 5, 2009

Panagis Vourloumis
Chairman and Managing Director

**III. AUDITORS' REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENTS
(SEPARATE AND CONSOLIDATED)**

THIS REPORT HAS BEEN TRANSLATED FROM THE ORIGINAL VERSION IN GREEK

REPORT ON REVIEW OF THE INTERIM CONDENSED FINANCIAL INFORMATION

To the shareholders of HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.

Introduction

We have reviewed the accompanying separate and consolidated interim condensed statement of financial position of HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A. (“the Company”) and its subsidiaries (“the Group”) as at June 30, 2009, and the related separate and consolidated statements of income, comprehensive income, changes in equity and cash flows for the six month period then ended, as well as the selected explanatory notes which are an integral part of the six-month financial report of article 5 L. 3556/2007. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Financial Reporting Standards as adopted by the European Union and applicable to interim financial reporting (“IAS 34”). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Report on other legal requirements

Based on our review we noted that the information contained in the six-month financial report prepared in accordance with article 5 Law 3556/2007 is consistent with the accompanying interim condensed financial information.

Athens, August 5, 2009

The Certified Auditors Accountants

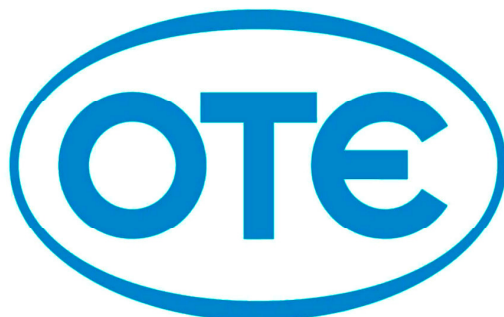
CHRIS PELENDRIDIS
R.N. ICA (GR) 17831

GEORGE ANASTOPOULOS
R.N. ICA (GR) 15451

ERNST & YOUNG (HELLAS)
CERTIFIED AUDITORS ACCOUNTANTS S.A.
SOEL REG. No. 107

IV. INTERIM CONDENSED FINANCIAL STATEMENTS

HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.



**INTERIM CONDENSED FINANCIAL STATEMENTS (SEPARATE AND CONSOLIDATED)
AS OF JUNE 30, 2009**

**IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS
as adopted by the European Union**

(TRANSLATED FROM THE GREEK ORIGINAL)

The Interim Condensed Financial Statements presented on pages 17-41, were approved by the Board of Directors on August 5, 2009 and are signed by:

Chairman
& Managing Director

Vice Chairman

Chief Financial Officer

Chief Accounting Officer

Panagis Vourloumis

Charalambos Dimitriou

Christini Spanoudaki

Konstantinos Vasilopoulos

HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.
REGISTRATION No S.A. 347/06/B/86/10
99 KIFFISIAS AVE-151 24 MAROUSSI ATHENS, GREECE

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INTERIM STATEMENTS OF FINANCIAL POSITION (SEPARATE AND CONSOLIDATED)

(Amounts in millions of Euro)	Notes	30/06/2009		31/12/2008	
		COMPANY	GROUP	COMPANY	GROUP
ASSETS					
Non-current assets					
Property, plant and equipment		2,084.0	5,594.3	2,191.5	5,872.8
Goodwill		-	518.2	-	530.7
Telecommunication licenses		2.7	318.7	3.0	329.5
Other intangible assets		-	538.0	-	556.2
Investments	4	4,790.0	156.6	4,890.0	156.6
Loans and advances to pension funds		174.4	174.4	194.5	194.5
Deferred tax assets		184.7	280.0	188.0	286.8
Other non-current assets		80.5	134.1	112.4	120.7
Total non – current assets		7,316.3	7,714.3	7,579.4	8,047.8
Current assets					
Inventories		35.7	232.3	32.2	201.3
Trade receivables		605.5	1,149.3	697.5	1,194.2
Other financial assets	5	306.3	324.6	119.6	135.9
Other current assets		401.4	309.2	99.8	261.6
Cash and cash equivalents		421.6	1,624.2	344.5	1,427.8
Total current assets		1,770.5	3,639.6	1,293.6	3,220.8
Assets classified as held for sale		-	-	-	156.6
TOTAL ASSETS		9,086.8	11,353.9	8,873.0	11,425.2
EQUITY AND LIABILITIES					
Equity attributable to owners of the Company					
Share capital	6	1,171.5	1,171.5	1,171.5	1,171.5
Share premium		501.9	501.9	497.9	497.9
Statutory reserve		330.2	330.2	330.2	330.2
Foreign exchange and other reserves		3.6	(31.6)	1.4	73.9
Changes in non-controlling interests		-	(3,319.9)	-	(3,315.2)
Retained earnings		1,470.8	2,457.4	1,523.0	2,553.6
Total equity attributable to owners of the Company		3,478.0	1,109.5	3,524.0	1,311.9
Non-controlling Interests		-	768.6	-	861.3
Total equity		3,478.0	1,878.1	3,524.0	2,173.2
Non – current liabilities					
Long-term borrowings	8	3,287.2	5,409.7	3,288.2	5,409.6
Provision for staff retirement indemnities		245.9	267.3	233.8	254.9
Provision for voluntary retirement scheme	11	168.2	168.2	107.2	107.2
Provision for youth account		281.5	281.5	286.3	286.3
Deferred tax liabilities		-	109.8	-	116.7
Other non – current liabilities		48.8	81.8	41.4	74.6
Total non – current liabilities		4,031.6	6,318.3	3,956.9	6,249.3
Current liabilities					
Trade accounts payable		416.9	831.9	526.1	943.9
Short-term borrowings		-	4.4	-	5.1
Short-term portion of long-term borrowings	8	18.9	601.2	18.9	633.0
Income tax payable		20.0	110.7	4.0	58.0
Deferred revenue		187.1	228.4	158.4	228.4
Provision for voluntary retirement scheme	11	184.9	184.9	275.8	275.8
Dividends payable	7	334.4	334.4	3.8	3.8
Other current liabilities		415.0	861.6	405.1	838.2
Total current liabilities		1,577.2	3,157.5	1,392.1	2,986.2
Liabilities directly associated with the assets classified as held for sale		-	-	-	16.5
TOTAL EQUITY AND LIABILITIES		9,086.8	11,353.9	8,873.0	11,425.2



INTERIM INCOME STATEMENT (SEPARATE)

(Amounts in millions of Euro)	Notes	2009		2008	
		2 nd Quarter	1 st Half	2 nd Quarter	1 st Half
Revenue					
Domestic telephony	10	308.5	618.0	344.6	693.7
International telephony	10	42.0	81.7	50.5	103.4
Other revenue	10	240.3	496.1	251.7	487.7
Total revenue		590.8	1,195.8	646.8	1,284.8
Operating expenses					
Payroll and employee benefits		(179.2)	(357.0)	(171.9)	(331.7)
Provision for staff retirement indemnities and youth account		(21.1)	(42.3)	(20.4)	(40.8)
Cost of early retirement program	11	(152.0)	38.9	-	(12.2)
Charges from international operators		(31.0)	(58.1)	(30.8)	(60.1)
Charges from domestic operators		(56.7)	(111.0)	(75.7)	(147.9)
Depreciation and amortization		(106.4)	(216.0)	(117.7)	(239.2)
Cost of telecommunications equipment		(21.9)	(42.0)	(26.0)	(47.3)
Other operating expenses	12	(120.4)	(234.8)	(116.8)	(228.6)
Total operating expenses		(688.7)	(1,022.3)	(559.3)	(1,107.8)
Operating income / (loss) before financial activities		(97.9)	173.5	87.5	177.0
Income and expense from financial activities					
Interest expense		(48.5)	(119.2)	(48.0)	(101.0)
Interest income		3.7	10.8	9.2	18.3
Foreign exchange differences, net		1.5	1.2	(1.2)	(0.7)
Dividend income	4	312.1	312.1	288.1	288.1
Gains/ (losses) from investments		-	-	0.5	(1.0)
Total profit (loss) from financial activities		268.8	204.9	248.6	203.7
Profit before tax		170.9	378.4	336.1	380.7
Income tax expense		(8.1)	(63.0)	(22.9)	(38.8)
Profit for the period		162.8	315.4	313.2	341.9



INTERIM INCOME STATEMENT (CONSOLIDATED)

(Amounts in millions of Euro, except for the per share data)	Notes	2009		2008	
		2 nd Quarter	1 st Half	2 nd Quarter	1 st Half
Revenue					
Domestic telephony	10	413.6	823.7	462.3	928.3
International telephony	10	62.3	118.9	70.8	149.7
Mobile telephony	10	599.7	1,178.7	603.0	1,162.8
Other revenue	10	412.0	820.8	454.4	887.2
Total revenue		1,487.6	2,942.1	1,590.5	3,128.0
Operating expenses					
Payroll and employee benefits		(302.2)	(595.6)	(298.8)	(578.3)
Provision for staff retirement indemnities and youth account		(21.3)	(43.0)	(20.9)	(41.9)
Cost of early retirement program	11	(152.6)	35.0	(3.0)	(44.8)
Charges from international operators		(48.6)	(97.4)	(45.4)	(93.5)
Charges from domestic operators		(132.0)	(258.6)	(159.7)	(315.3)
Depreciation and amortization		(284.4)	(562.2)	(290.5)	(584.8)
Cost of telecommunications equipment		(119.6)	(221.3)	(157.0)	(310.3)
Other operating expenses	12	(347.4)	(676.7)	(326.9)	(631.3)
Total operating expenses		(1,408.1)	(2,419.8)	(1,302.2)	(2,600.2)
Operating income before financial activities		79.5	522.3	288.3	527.8
Income and expense from financial activities					
Interest expense		(74.7)	(177.7)	(79.1)	(166.2)
Interest income		13.7	39.6	21.5	40.0
Foreign exchange differences, net		0.3	3.7	1.3	7.1
Dividend income	4	9.6	9.6	12.1	12.1
Gains from investments	4	24.4	24.4	3.4	17.2
Total profit (loss) from financial activities		(26.7)	(100.4)	(40.8)	(89.8)
Profit before tax		52.8	421.9	247.5	438.0
Income tax expense		(45.0)	(143.5)	(87.0)	(140.6)
Profit for the period		7.8	278.4	160.5	297.4
Attributable to:					
Owners of the parent		4.7	271.4	159.3	300.4
Non-controlling interests		3.1	7.0	1.2	(3.0)
		7.8	278.4	160.5	297.4
Basic earnings per share	14	0.0096	0.5537	0.3250	0.6129
Diluted earnings per share	14	0.0094	0.5436	0.3229	0.6090



INTERIM STATEMENT OF COMPREHENSIVE INCOME (SEPARATE)

(Amounts in millions of Euro)	2009		2008	
	2 nd Quarter	1 st Half	2 nd Quarter	1 st Half
Profit for the period	162.8	315.4	313.2	341.9
Available for sale financial assets	4.1	2.2	(6.8)	(20.6)
Other comprehensive income / (loss) for the period	4.1	2.2	(6.8)	(20.6)
Total comprehensive income for the period	166.9	317.6	306.4	321.3

INTERIM STATEMENT OF COMPREHENSIVE INCOME (CONSOLIDATED)

(Amounts in millions of Euro)	2009		2008	
	2 nd Quarter	1 st Half	2 nd Quarter	1 st Half
Profit for the period	7.8	278.4	160.5	297.4
Foreign currency translation	8.2	(151.5)	35.7	(44.0)
Net loss on cash flow hedge	(2.2)	(2.2)	-	-
Available for sale financial assets	4.1	2.2	(6.8)	(20.6)
Other comprehensive income / (loss) for the period	10.1	(151.5)	28.9	(64.6)
Total comprehensive income for the period	17.9	126.9	189.4	232.8
Attributable to:				
Owners of the parent	11.0	165.9	178.5	249.8
Non-controlling interests	6.9	(39.0)	10.9	(17.0)
	17.9	126.9	189.4	232.8

INTERIM STATEMENT OF CHANGES IN EQUITY (SEPARATE)

(Amounts in millions of Euro)	Share capital	Share premium	Statutory reserve	Foreign exchange and other reserves	Retained earnings	Total equity
Balance as at January 1, 2008	1,171.5	485.9	312.1	36.2	1,543.3	3,549.0
Profit for the period	-	-	-	-	341.9	341.9
Other comprehensive income / (loss)	-	-	-	(20.6)	-	(20.6)
Total comprehensive income	-	-	-	(20.6)	341.9	321.3
Dividends	-	-	-	-	(367.6)	(367.6)
Share-based payment	-	3.0	-	-	-	3.0
Balance as at June 30, 2008	1,171.5	488.9	312.1	15.6	1,517.6	3,505.7
Balance as at January 1, 2009	1,171.5	497.9	330.2	1.4	1,523.0	3,524.0
Profit for the period	-	-	-	-	315.4	315.4
Other comprehensive income / (loss)	-	-	-	2.2	-	2.2
Total comprehensive income	-	-	-	2.2	315.4	317.6
Dividends	-	-	-	-	(367.6)	(367.6)
Share-based payment	-	4.0	-	-	-	4.0
Balance as at June 30, 2009	1,171.5	501.9	330.2	3.6	1,470.8	3,478.0

INTERIM STATEMENT OF CHANGES IN EQUITY (CONSOLIDATED)

(Amounts in millions of Euro)	Attributed to equity holders of the parent							Non-controlling Interest	Total Equity
	Share capital	Share Premium	Statutory reserve	Foreign exchange and other reserves	Changes in non-controlling interests	Retained earnings	Total		
Balance as at January 1, 2008	1,171.5	485.9	312.1	258.3	(2,533.8)	2,337.5	2,031.5	1,023.1	3,054.6
Profit for the period	-	-	-	-	-	300.4	300.4	(3.0)	297.4
Other comprehensive income / (loss)	-	-	-	(50.6)	-	-	(50.6)	(14.0)	(64.6)
Total comprehensive income / (loss)	-	-	-	(50.6)	-	300.4	249.8	(17.0)	232.8
Dividends	-	-	-	-	-	(367.6)	(367.6)	-	(367.6)
Share-based payment	-	3.0	-	-	-	-	3.0	-	3.0
Net change of participation in subsidiaries	-	-	-	-	(777.4)	-	(777.4)	(65.8)	(843.2)
Balance as at June 30, 2008	1,171.5	488.9	312.1	207.7	(3,311.2)	2,270.3	1,139.3	940.3	2,079.6
Balance as at January 1, 2009	1,171.5	497.9	330.2	73.9	(3,315.2)	2,553.6	1,311.9	861.3	2,173.2
Profit for the period	-	-	-	-	-	271.4	271.4	7.0	278.4
Other comprehensive income / (loss)	-	-	-	(105.5)	-	-	(105.5)	(46.0)	(151.5)
Total comprehensive income / (loss)	-	-	-	(105.5)	-	271.4	165.9	(39.0)	126.9
Dividends	-	-	-	-	-	(367.6)	(367.6)	-	(367.6)
Share-based payment	-	4.0	-	-	-	-	4.0	-	4.0
Net change of participation in subsidiaries	-	-	-	-	(4.7)	-	(4.7)	(43.7)	(48.4)
Obligation to acquire non-controlling interests	-	-	-	-	-	-	-	(10.0)	(10.0)
Balance as at June 30, 2009	1,171.5	501.9	330.2	(31.6)	(3,319.9)	2,457.4	1,109.5	768.6	1,878.1



INTERIM STATEMENTS OF CASH FLOW (SEPARATE AND CONSOLIDATED)

(Amounts in millions of Euro)	1/1/2009-30/6/2009		1/1/2008-30/6/2008	
	COMPANY	GROUP	COMPANY	GROUP
Cash flows from operating activities				
Profit before tax	378.4	421.9	380.7	438.0
Adjustments for:				
Depreciation and amortization	216.0	562.2	239.2	584.8
Share-based payment	1.7	4.0	3.0	3.0
Cost of early retirement program	(38.9)	(35.0)	12.2	44.8
Provision for staff retirement indemnities and youth account	42.3	43.0	40.8	41.9
Other provisions	26.4	62.6	30.1	47.6
Foreign exchange differences, net	(1.2)	(3.7)	0.7	(7.1)
Interest income	(10.8)	(39.6)	(18.3)	(40.0)
Dividend income, (gains)/losses and impairment of investments	(312.1)	(34.0)	(287.1)	(29.3)
Release of EDEKT fund prepayment	17.6	17.6	17.6	17.6
Interest expense	119.2	177.7	101.0	166.2
Working capital adjustments:				
Decrease/ (increase) in inventories	(3.5)	(36.4)	13.9	9.7
Decrease / (Increase) in accounts receivable	31.8	(58.4)	(30.7)	(169.6)
(Decrease) in liabilities (except bank liabilities)	(129.3)	(123.6)	(116.0)	(169.1)
Plus/(Minus):				
Interest and related expenses paid	(113.1)	(179.1)	(30.1)	(91.3)
Income taxes paid	(13.4)	(78.5)	(21.3)	(81.3)
Settlement of receivables due from disposed subsidiaries	-	16.6	-	-
Total cash flows from operating activities	211.1	717.3	335.7	765.9
Cash flows from investing activities				
Acquisition of non-controlling interest and participation in subsidiaries' share capital increase	-	(48.4)	(848.9)	(848.9)
Purchase of financial assets	(290.4)	(298.2)	-	-
Sale or maturity of financial assets	108.2	115.0	-	5.1
Loans granted	-	-	(0.3)	(0.3)
Loans proceeds	51.1	4.8	-	-
Loans proceeds in conjunction with disposal of subsidiaries	-	78.5	-	-
Purchase of property plant and equipment and intangible assets	(114.1)	(441.5)	(116.0)	(375.0)
Proceeds from disposal of subsidiaries	-	84.8	2.5	-
Interest received	9.0	31.5	13.7	26.4
Dividends received	0.3	0.3	4.9	4.9
Return of capital invested in subsidiary	102.2	-	-	-
Total cash flows used in investing activities	(133.7)	(473.2)	(944.1)	(1,187.8)
Cash flows from financing activities				
Proceeds from non-controlling interests for their participation in subsidiaries' share capital increase	-	-	-	16.9
Proceeds from loans granted and issued	-	15.2	2,700.0	2,701.3
Repayment of loans	-	(50.9)	(2,100.0)	(2,155.4)
Dividends paid to Company's owners	(0.3)	(0.3)	(0.6)	(0.8)
Dividends paid to non-controlling interests	-	(1.2)	-	-
Total cash flows from/(used in) financing activities	(0.3)	(37.2)	599.4	562.0
Net increase/(decrease) in cash and cash equivalents	77.1	206.9	(9.0)	140.1
Cash and cash equivalents, at the beginning of the period	344.5	1,429.7	459.2	1,316.3
Net foreign exchange differences	-	(12.4)	-	-
Cash and cash equivalents, at the end of the period	421.6	1,624.2	450.2	1,456.4



1. CORPORATE INFORMATION

Hellenic Telecommunications Organization S.A. ("Company" or "OTE"), was incorporated as a société anonyme in Athens, Greece in 1949, and is listed in the Greek Register of Sociétés Anonymes (M.A.E.) with the unique number (AP. MAE) 347/06/B/86/10. The registered office is located at 99 Kifissias Avenue – 151 24 Maroussi Athens, Greece, and the website is www.ote.gr. The Company is listed on the Athens Exchange and New York Stock Exchange.

OTE's principle activities are the provision of telecommunications and related services.

The OTE Group ("Group") includes other than the parent Company, all the entities which OTE controls directly or indirectly.

The Interim Condensed Separate and Consolidated Financial Statements («interim financial statements») as of June 30, 2009, were approved for issuance by the Board of Directors on August 5, 2009.

The total numbers of Group and Company employees as of June 30, 2009 and 2008 were as follows:

	GROUP	COMPANY
June 30, 2009	33,160	11,941
June 30, 2008	33,062	12,123

The Group includes the financial statements of OTE and the following subsidiaries which OTE controls directly or indirectly:

COMPANY NAME	LINE OF BUSINESS	COUNTRY	30/06/2009 OWNERSHIP INTEREST	31/12/2008 OWNERSHIP INTEREST
DIRECT OWNERSHIP (full consolidation)				
COSMOTE MOBILE TELECOMMUNICATIONS S.A. ("COSMOTE")	Mobile telecommunications services	Greece	100.00%	100.00%
OTE INTERNATIONAL INVESTMENTS LTD	Investment holding company	Cyprus	100.00%	100.00%
HELLAS SAT CONSORTIUM LIMITED ("HELLAS-SAT")	Satellite communications	Cyprus	99.05%	99.05%
COSMO-ONE HELLAS MARKET SITE S.A. ("COSMO-ONE")	E-commerce services	Greece	61.74%	61.74%
VOICENET S.A. ("VOICENET")	Telecommunications services	Greece	100.00%	100.00%
HELLASCOM INTERNATIONAL S.A. ("HELLASCOM")	Telecommunication projects	Greece	100.00%	100.00%
OTE PLC	Financing services	U.K.	100.00%	100.00%
OTE SAT-MARITEL S.A. ("OTE SAT - MARITEL")	Satellite telecommunications services	Greece	94.08%	94.08%
OTE PLUS S.A. ("OTE PLUS")	Consulting services	Greece	100.00%	100.00%
OTE ESTATE S.A. ("OTE ESTATE")	Real estate	Greece	100.00%	100.00%
OTE INTERNATIONAL SOLUTIONS S.A. ("OTE-GLOBE")	Wholesale telephony services	Greece	100.00%	100.00%
HATWAVE HELLENIC-AMERICAN TELECOMMUNICATIONS WAVE LTD. ("HATWAVE")	Investment holding company	Cyprus	52.67%	52.67%
OTE INSURANCE AGENCY S.A. ("OTE INSURANCE")	Insurance brokerage services	Greece	100.00%	100.00%
OTE ACADEMY S.A. ("OTE ACADEMY")	Training services	Greece	100.00%	100.00%
INDIRECT OWNERSHIP (full consolidation)				
ROMTELECOM S.A. ("ROMTELECOM")	Fixed line telephony services	Romania	54.01%	54.01%
S.C. COSMOTE ROMANIAN MOBILE TELECOMMUNICATIONS S.A. ("COSMOTE ROMANIA")	Mobile telecommunications services	Romania	86.20%	86.20%
OTE MTS HOLDING B.V.	Investment holding company	Holland	-	100.00%
COSMOFON MOBILE TELECOMMUNICATIONS SERVICES A.D. - SKOPJE ("COSMOFON")	Mobile telecommunications services	Skopje	-	100.00%
COSMO BULGARIA MOBILE EAD ("GLOBUL")	Mobile telecommunications services	Bulgaria	100.00%	100.00%
COSMO-HOLDING ALBANIA S.A. ("CHA")	Investment holding company	Greece	97.00%	97.00%
ALBANIAN MOBILE COMMUNICATIONS Sh.a ("AMC")	Mobile telecommunications services	Albania	95.00%	82.45%
COSMOHOLDING CYPRUS LTD ("COSMOHOLDING CYPRUS")	Investment holding company	Cyprus	90.00%	90.00%
GERMANOS S.A.	Retail services	Greece	90.00%	90.00%
E-VALUE S.A.	Marketing Services	Greece	90.00%	90.00%
GERMANOS TELECOM SKOPJE S.A.	Retail services	Skopje	-	90.00%
GERMANOS TELECOM ROMANIA S.A.	Retail services	Romania	90.00%	90.00%



			30/06/2009	31/12/2008
COMPANY NAME	LINE OF BUSINESS	COUNTRY	OWNERSHIP INTEREST	
SUNLIGHT ROMANIA S.R.L. -FILIALA	Retail services	Romania	90.00%	90.00%
GERMANOS TELECOM BULGARIA A.D.	Retail services	Bulgaria	90.00%	90.00%
MOBILBEEEP LTD	Retail services	Greece	90.00%	90.00%
OTE PROPERTIES	Real estate	Greece	100.00%	100.00%
HELLAS SAT S.A.	Satellite communications	Greece	99.05%	99.05%
OTE INVESTMENT SERVICES S. A.	Investment holding company	Greece	100.00%	100.00%
OTE PLUS BULGARIA	Consulting services	Bulgaria	100.00%	100.00%

2. BASIS OF PREPARATION

The interim financial statements for the six months ended June 30, 2009 have been prepared in accordance with IAS 34 “Interim Financial Reporting”.

These interim financial statements do not include all the information required in the annual financial statements and they should be read in conjunction with the annual audited financial statements as of December 31, 2008, which are available on the Company’s website www.ote.gr.

The interim financial statements have been prepared on the historical cost basis, except for available-for-sale financial assets, financial assets classified as held for trading and derivative financial instruments which have been measured at fair values in accordance with International Financial Reporting Standards as adopted by the European Union (IFRS). The carrying values of recognized assets and liabilities that are hedged items in fair value hedges that would otherwise be carried at cost, are adjusted to record changes in the fair values attributable to the risks that are being hedged.

The interim financial statements are presented in millions of Euro, except when otherwise indicated.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared using accounting policies consistent with those adopted for the preparation of the annual financial statements as of December 31, 2008 and which are comprehensively presented in the notes of the annual financial statements, except for the adoption of the following new and amended IFRS and IFRIC interpretations which became effective for the accounting periods beginning January 1, 2009 and which did not have any impact on the financial position or performance of the Group or Company:

- IFRS 8, “Operating Segments” This standard requires disclosure of information about the Group’s operating segments and replaces the requirement to determine primary and secondary reporting segments of the Group. The Group determines that the operating segments were the same as the segments previously disclosed under IAS 14 “Segment Reporting”.
- IAS 1, “Presentation of Financial Statements” (Revised), The main requirements are that the statement of changes in equity includes only transactions with owners and the introduction of a new statement of comprehensive income that combines all items of income and expense recognized in profit or loss together with “other comprehensive income” either in one single statement or in two linked statements. The Group and the Company have elected to present two statements.
- IFRIC 13, “Customer Loyalty Programs”.
- IFRIC 15, “Agreements for the Construction of Real Estate”.
- IFRIC 16, “Hedges of a net investment in a foreign operation”.
- IFRS 2, “Share-based Payments” (Amended) vesting conditions and cancellations.
- IAS 32 and IAS 1, “Puttable Financial Instruments” (Amended).
- IAS 23, “Borrowing Costs” (Revised).
- IAS 39, “Financial Instruments: Recognition and Measurement” and IFRIC 9, “Reassessment of embedded derivatives” (Amended).
- IFRS 7, “Financial Instruments: Disclosures” (Amended).
- Amendments to IFRS 1 and IAS 27, “Cost of an investment in a subsidiary”.
- Improvements to IFRS: In May 2008 the IASB issued its first omnibus of amendments to its standards, primarily with a view to remove inconsistencies and clarifying wording.

The following new standards, amendments to standards and interpretations have been issued but are not effective for the financial year beginning January 1, 2009 and have not been early adopted by the Company or Group:



- IFRS 2, “Share-based Payments” (Amended), effective for annual periods beginning on or after January 1, 2010. This amendment clarifies the accounting for group cash-settled share-based payment transactions and withdraws IFRIC 8 and IFRIC 11. More specifically, it clarifies how an individual subsidiary in a group should account for share-based payment arrangements in its own financial statements. In these arrangements, the subsidiary receives goods or services from employees or suppliers but its parent or another entity in the group must pay those suppliers. The amendments make clear that an entity that receives goods or services in a share-based payment arrangement must account for those goods or services no matter which entity in the group settles the transaction, and no matter whether the transaction is settled in shares or cash. Also, it clarifies that in IFRS 2 a 'group' has the same meaning as in IAS 27 “Consolidated and Separate Financial Statements”, that is, it includes only a parent and its subsidiaries. This amendment must be applied retrospectively. The amendment has not yet been endorsed by the EU. The Group and the Company are still assessing the impact this amendment will have on the financial position or performance of the Company or the Group.
- In April 2009 the IASB issued its second omnibus of amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording. The effective dates of the improvements are various and the earliest is for the financial year beginning July 1, 2009. This annual improvements project has not yet been endorsed by the EU. The Group and the Company are still assessing the impact these amendments will have on the financial position or performance of the Company or the Group.

4. INVESTMENTS

Investments are analyzed as follows:

	30/06/2009		31/12/2008	
	COMPANY	GROUP	COMPANY	GROUP
(a) Investments in subsidiaries	4,633.6	-	4,733.6	-
(b) Other investments	156.4	156.6	156.4	156.6
TOTAL	4,790.0	156.6	4,890.0	156.6

(a) Investment in subsidiaries are analyzed as follows:

	Country of incorporation	30/06/2009	31/12/2008
COSMOTE	Greece	3,508.0	3,505.7
OTE INTERNATIONAL INVESTMENTS LTD	Cyprus	497.9	497.9
HELLAS-SAT	Cyprus	194.7	194.7
COSMO-ONE	Greece	0.7	0.7
VOICENET	Greece	4.0	4.0
HELLASCOM	Greece	8.4	8.4
OTE SAT- MARITEL	Greece	11.2	11.2
OTE PLC	U.K.	-	-
OTE PLUS	Greece	3.8	3.8
OTE ESTATE	Greece	234.0	336.3
OTE GLOBE	Greece	163.7	163.7
OTE INSURANCE	Greece	0.6	0.6
OTE ACADEMY	Greece	6.6	6.6
TOTAL		4,633.6	4,733.6

OTE ESTATE

On December 18, 2008, the amendment to article 5 of OTE ESTATE’s charter was finalized following the decision by the General Assembly of Shareholders. After the amendment, OTE ESTATE’s share capital was reduced by Euro 102.2 as a result of a reduction in the nominal amount of the shares from Euro 2.93 (absolute amount) to Euro 2.43 (absolute amount). On April 1, 2009, OTE received from OTE ESTATE an amount of Euro 102.2 from the reduction of its share capital reducing the carrying value of its investment by an equivalent amount.

AMC

On April 27, 2009 OTE announced that its 100% subsidiary COSMOTE completed the acquisition process of a 12.6% interest held by the Albanian State, in its subsidiary AMC following the approvals of the relevant authorities in Albania. The cash consideration for the related acquisition amounted to Euro 48.4. The difference arising from the acquisition of the above non-controlling interests of Euro 4.7 was recognized directly in equity (column “Changes in non-controlling interests”), as it relates



to the acquisition of non – controlling interests in an entity where control already exists. Following the official conclusion of the transaction, COSMOTE owns directly or indirectly (through its 97% owned subsidiary COSMO-HOLDING ALBANIA S.A.) a 95% interest in AMC.

COSMOFON AND GERMANOS TELECOM SKOPJE

On March 30, 2009 OTE announced that the agreements between COSMOTE and Telekom Slovenije were signed in Athens regarding the transfer of 100% of COSMOFON, through the sale of COSMOTE's wholly owned subsidiary, OTE MTS HOLDING B.V., as well as GERMANOS TELECOM AD SKOPJE (GTS) to Telekom Slovenije. The transaction was completed on May 12, 2009 following approval by the relevant governmental and regulatory authorities in Skopje. COSMOFON and GERMANOS TELECOM SKOPJE are included in the consolidated financial statements until the date the Group ceased to control those companies (May 12, 2009).

The following table presents COSMOFON's and GERMANOS TELECOM SKOPJE income statements for the first half of 2008 and for the period from January 1, 2009 to May 12, 2009:

	COSMOFON		GERMANOS TELECOM SKOPJE	
	1/1-12/5/2009	1 st Half 2008	1/1-12/5/2009	1 st Half 2008
Revenue	19.1	30.0	2.5	4.6
Total operating expenses	(23.4)	(30.0)	(2.9)	(5.2)
Operating income / (loss) before financial activities	(4.3)	-	(0.4)	(0.6)
Financial activities	(1.9)	(1.9)	(0.1)	(0.1)
Loss before tax	(6.2)	(1.9)	(0.5)	(0.7)
Income tax expense	-	-	-	-
Loss for the period	(6.2)	(1.9)	(0.5)	(0.7)

In the consolidated interim financial statements, the gain from the sale was determined as the difference between the selling price less related expenses and the value of COSMOFON's and GERMANOS TELECOM SKOPJE net assets at the date of disposal.

The assets and liabilities of COSMOFON and GERMANOS TELECOM SKOPJE at the date of disposal are as follows:

	COSMOFON	GERMANOS TELECOM SKOPJE	Total
ASSETS			
Non current assets	145.5	6.4	151.9
Cash and cash equivalents	1.9	0.1	2.0
Other currents assets	31.1	2.9	34.0
Total Assets	178.5	9.4	187.9
LIABILITIES			
Non-current liabilities	35.0	2.0	37.0
Current liabilities	83.1	5.4	88.5
Total Liabilities	118.1	7.4	125.5
Net assets disposed	60.4	2.0	62.4
Group's share in COSMOFON & GERMANOS TELECOM SKOPJE net assets sold (100%)	60.4	2.0	62.4
Selling Price	92.3	0.5	92.8
Disposal expenses	(6.0)	-	(6.0)
'Group's share in COSMOFON & GERMANOS TELEKOM SKOPJE net assets (100%)	(60.4)	(2.0)	(62.4)
Gain / (loss) from sale of investment in the consolidated income statement	25.9	(1.5)	24.4

As part of the agreement Telekom Slovenije undertook to settle COSMOFON's and GERMANOS TELECOM SKOPJE intra-group liabilities. The total effect of the above transaction on the interim consolidated cash flow statement is as follows:



	COSMOFON	GERMANOS TELECOM SKOPJE	Total
Selling Price	92.3	0.5	92.8
Less cash and equivalents disposed	(1.9)	(0.1)	(2.0)
Less disposal expenses	(6.0)	-	(6.0)
Net inflow from the sale of subsidiary	84.4	0.4	84.8
Loans proceeds in conjunction with disposal of subsidiaries	76.3	2.2	78.5
Settlement of receivables due from disposed subsidiaries	14.0	2.6	16.6
Total consideration	174.7	5.2	179.9

ZAPP

On July 1, 2009, OTE announced that its subsidiary COSMOTE signed on June 30, 2009, a share purchase agreement for the acquisition of TELEMobil S.A. (ZAPP) in Romania. The consideration for the shares of ZAPP is estimated at approximately Euro 61 (equity value), while COSMOTE will also assume the debt and other liabilities of ZAPP, estimated at approximately Euro 146. The acquisition is subject, among other conditions, to the approval of relevant Romanian authorities.

(b) Other investments :

	30/06/2009	31/12/2008
TELEKOM SRBIJA	155.1	155.1
OTHER	1.3	1.3
TOTAL	156.4	156.4

OTE's dividend income is analyzed as follows:

COMPANY	2009		2008	
	2 nd Quarter	1 st Half	2 nd Quarter	1 st Half
COSMOTE	282.2	282.2	245.2	245.2
OTE ESTATE	18.9	18.9	30.3	30.3
OTE SAT- MARITEL	1.0	1.0	0.5	0.5
OTE PLUS	0.4	0.4	-	-
TELEKOM SRBIJA	9.3	9.3	11.2	11.2
Other available for sale investments	0.3	0.3	0.9	0.9
TOTAL	312.1	312.1	288.1	288.1

Pursuant to Law 3697/2008 (article 18, par. 7 – FEK A 194), dividends approved by General Meeting convened after January 1, 2009 will be subject to 10% withholding tax. As a result, dividend income receivable as of June 30, 2009 amounted to Euro 279.0 (net of withholding tax) and is included in "Other current assets" in the accompanying separate statement of financial position as of June 30, 2009.

The Group's dividend income is analyzed as follows:

GROUP	2009		2008	
	2 nd Quarter	1 st Half	2 nd Quarter	1 st Half
TELEKOM SRBIJA	9.3	9.3	11.2	11.2
Other available for sale investments	0.3	0.3	0.9	0.9
TOTAL	9.6	9.6	12.1	12.1



5. OTHER FINANCIAL ASSETS

Other financial assets are analyzed as follows:

	30/06/2009		31/12/2008	
	COMPANY	GROUP	COMPANY	GROUP
Equity securities	15.6	33.9	13.0	26.2
Government bonds and Treasury Bills	290.7	290.7	106.6	109.7
TOTAL	306.3	324.6	119.6	135.9

Other financial assets include shares listed on the Athens Exchange and Greek, Dutch and German government bonds. The above financial assets are classified into one of the categories permitted by IAS 39.

6. SHARE CAPITAL

OTE's share capital as at June 30, 2009 and December 31, 2008 amounted to Euro 1,171.5, divided into 490,150,389 registered shares, with a nominal value of Euro 2.39 (absolute amount) per share.

As described in Note 11 below, on March 4, 2009, 4% of OTE's share capital held by the Hellenic State was transferred to IKA-ETAM.

The following is an analysis of the ownership of OTE's shares as of June 30, 2009:

Shareholder	Number of shares	Percentage %
Hellenic State	87,878,811	17.93%
D.E.K.A. S.A. (indirect participation of the Hellenic State)	15,052,773	3.07%
IKA-ETAM (See Note 11)	19,606,015	4.00%
DEUTSCHE TELEKOM AG	122,537,599	25.00%
Institutional Investors	189,176,507	38.60%
Private Investors	55,898,684	11.40%
TOTAL	490,150,389	100.00%

7. DIVIDENDS

Under Greek Corporate Law, each year companies are required to distribute to their owners dividends of at least 35% of profits which result from their accounting books and records (published financial statements), after allowing for the statutory reserve and income tax. However, companies can waive such dividend payment requirement with the unanimous consent of their owners.

On June 24, 2009, the General Assembly of OTE's Shareholders approved the distribution of a dividend from 2008 profits of a total amount of Euro 367.6 or Euro 0.75 (in absolute amount) per share. Pursuant to Law 3697/2008 (article 18, par. 7 – FEK A 194), dividends approved by General Meetings convened after January 1, 2009, will be subject to 10% withholding tax which will be borne by the beneficiary, however, the related law provides for certain exceptions. The amount of dividends payable as at June 30, 2009, amounted to Euro 334.4.

8. LONG-TERM BORROWINGS

Long-term borrowings are analyzed as follows:

COMPANY	30/6/2009	31/12/2008
(a) Loan from European Investment Bank / Hellenic State	18.9	18.9
(b) Intercompany loans from OTE PLC	3,287.2	3,288.2
Total long-term debt	3,306.1	3,307.1
Short-term portion	(18.9)	(18.9)
Long-term portion	3,287.2	3,288.2
GROUP		
(a) Loan from European Investment Bank / Hellenic State	18.9	18.9
(b) Syndicated loans	500.0	500.0
(c) Global Medium-Term Note Program	5,442.8	5,464.5
(d) Other bank loans	49.2	59.2
Total long-term debt	6,010.9	6,042.6
Short-term portion	(601.2)	(633.0)
Long-term portion	5,409.7	5,409.6



During May 2009, OTE PLC repurchased in total a principal amount of Euro 28.1 under the Euro 600.0 Floating Rate Notes (FRN), issued on November 21, 2006 and maturing on November 21, 2009. The notes were cancelled and, therefore, the outstanding nominal balance of the aforementioned FRN is now Euro 571.9.

9. INCOME TAXES

In accordance with the Greek tax regulations (Law 3296/2004), the income tax rate was 25% for 2007 and onwards. In accordance with article 19 of Law 3697/2008 the income tax rate will gradually reduce as follows: 24% for 2010, 23% for 2011, 22% for 2012, 21% for 2013 and 20% for 2014 and onwards.

The Company and its subsidiaries have not been audited by the tax authorities for the following years and, therefore, the tax liabilities for these open years have not been finalized:

COMPANY	OPEN TAX YEARS
Direct ownership	
OTE	From 2006
COSMOTE	From 2006
OTE INTERNATIONAL INVESTMENTS LTD	From 2003
HELLAS SAT	From 2008
COSMO-ONE	From 2002
VOICENET	From 2004
HELLASCOM	From 2007
OTE PLC	From 2005
OTE SAT-MARITEL	From 2004
OTE PLUS	From 2008
OTE ESTATE	From 2003
OTE GLOBE	From 2007
OTE INSURANCE	From 2007
OTE ACADEMY	From 2007
HATWAVE	From 1996
Indirect ownership	
OTE INVESTMENTS SERVICES S.A.	From 2005
ROMTELECOM	From 2006
AMC	From 2006
GLOBUL	From 2005
COSMOTE ROMANIA	From 2007
GERMANOS	From 2008
E-VALUE S.A.	From 2003
GERMANOS TELECOM ROMANIA S.A.	From 2003
SUNLIGHT ROMANIA S.R.L. -FILIALA	From 2003
GERMANOS TELECOM BULGARIA A.D.	From 2005
MOBILBEEEP LTD	From 2005
HELLAS SAT S.A.	From 2008
CHA	From 2007
COSMO-HOLDING CYPRUS	From 2006
REAL ESTATE INVESTMENT COMPANY	From 2008 (incorporation)
OTE PLUS BULGARIA	Tax exempt

- The tax audit of the Company for the open tax years 2006 and 2007 commenced on February 2009, and is expected to be completed within 2009.
- On January 2009, the tax authorities concluded their audit of OTE PLUS, without any impact to the financial statements. The tax audit covered the open tax years 2005-2007.
- The tax audit of GERMANOS for the fiscal years 2004-2007 was completed during 2009 without any impact to the Group, as the additional taxes imposed of approximately Euro 17 are due from this company's previous owner.
- The tax audit of OTE ESTATE for the fiscal years 2003 - 2007 is in progress and is expected to be completed within 2009.
- The tax audit of OTE SAT - MARITEL for the fiscal years 2004 and 2005 is in progress and is expected to be completed within 2009.
- The tax audit of AMC for fiscal years 2006 and 2007 is in progress and is expected to be completed within 2009.
- The tax audit of E-VALUE S.A. for the fiscal years 2003-2005 is in progress and is expected to be completed within 2009.
- As part of its liquidation process, OTE PLUS-BULGARIA, is undergoing a tax audit, which is expected to be completed within 2009.



10. REVENUE

Revenue is analyzed as follows:

COMPANY	2009		2008	
	2nd Quarter	1st Half	2nd Quarter	1st Half
DOMESTIC TELEPHONY				
Monthly network service fees	143.9	291.3	158.7	318.9
Local and long-distance calls				
-Fixed to fixed	103.4	206.6	109.3	223.2
-Fixed to mobile	44.7	87.1	58.8	116.0
	148.1	293.7	168.1	339.2
Other	16.5	33.0	17.8	35.6
	308.5	618.0	344.6	693.7
INTERNATIONAL TELEPHONY				
International traffic	13.6	27.3	15.7	31.6
Dues from international operators	15.7	30.3	20.5	46.3
Dues from mobile operators	12.7	24.1	14.3	25.5
	42.0	81.7	50.5	103.4
OTHER REVENUE				
Prepaid cards	7.6	15.9	11.6	21.3
Leased lines and Data ATM communications	45.4	94.2	55.1	106.9
Integrated Services Digital Network	32.2	65.2	34.2	68.7
Sales of telecommunication equipment	11.0	20.8	14.6	26.5
Internet/ ADSL	52.6	105.3	41.1	80.2
Co-location / Local Loop	23.5	56.0	18.7	32.9
Metro Ethernet & IP CORE	4.7	9.9	3.8	7.4
Provision for services	36.6	71.0	34.9	72.0
Interconnection charges	19.7	44.7	29.3	58.3
Miscellaneous	7.0	13.1	8.4	13.5
	240.3	496.1	251.7	487.7
TOTAL REVENUE	590.8	1,195.8	646.8	1,284.8

GROUP	2009		2008	
	2nd Quarter	1st Half	2nd Quarter	1st Half
DOMESTIC TELEPHONY				
Monthly network service fees	216.3	433.1	232.5	465.5
Local and long-distance calls				
-Fixed to fixed	115.4	231.4	122.0	250.1
-Fixed to mobile	65.0	127.7	83.4	165.4
	180.4	359.1	205.4	415.5
Other	16.9	31.5	24.4	47.3
	413.6	823.7	462.3	928.3
INTERNATIONAL TELEPHONY				
International traffic	20.5	41.1	23.5	47.3
Dues from international operators	28.5	52.5	31.8	74.8
Dues from mobile operators	13.3	25.3	15.5	27.6
	62.3	118.9	70.8	149.7
MOBILE TELEPHONY	599.7	1,178.7	603.0	1,162.8
OTHER REVENUE				
Prepaid cards	8.7	18.0	13.3	25.0
Leased lines and Data ATM communications	82.2	164.4	87.0	163.4
Integrated Services Digital Network	35.7	72.1	37.3	74.7
Sales of telecommunication equipment	110.4	205.4	155.1	308.0
Internet/ ADSL	73.1	146.4	59.2	113.7
Co-location / Local Loop	24.9	58.7	19.9	35.5
Metro Ethernet & IP CORE	6.5	13.3	4.9	9.3
Provision for services	22.2	42.9	25.7	50.9
Interconnection charges	19.7	45.1	30.7	59.9
Miscellaneous	28.6	54.5	21.3	46.8
	412.0	820.8	454.4	887.2
TOTAL REVENUE	1,487.6	2,942.1	1,590.5	3,128.0



11. PROVISION FOR EARLY RETIREMENT PROGRAM

On January 28, 2009, the management of OTE and OME-OTE (the personnel union body) signed a Collective Labor Agreement according to which employees who will complete the number of years required for retirement by December 30, 2009, would be entitled to benefits in order to retire by this date at the latest. The deadline for the applications for participating in this early retirement program was due on February 16, 2009. Applications were irrevocable. The respective cost amounted to Euro 11.0 and is included in the line "Cost of early retirement program" in the income statement for the first half of 2009.

In addition, an amount of Euro 3.9 which is the cost of ROMTELECOM's early retirement program is included in the consolidated income statement for the first half of 2009.

VOLUNTARY LEAVE SCHEME

On March 4, 2009, the Hellenic State and IKA-ETAM (general successor of TAP-OTE) signed a transfer agreement of 19,606,015 ordinary shares held by the Hellenic State to IKA-ETAM without cash consideration. These shares represent 4% of OTE's share capital, in accordance with articles 74 par. 4a of L.3371/2005 and articles 1 and 2 par. 4 and 5 of L3655/2008, in combination with the decision of May 10, 2007, of the European Community Committee (C 2/2206). The fair value of the transaction was set at Euro 10.30 (in absolute amount) (closing price of the OTE's share at Athens Exchange, the date the transfer was signed) per share. The total value of the transferred shares amounted to Euro 201.9 and reduces OTE's liability to IKA-ETAM by this amount and is included in the results of OTE for the first half of 2009, under the account "Cost of early retirement program".

The above transfer is subject to the following terms:

- The Hellenic State retains the option to repurchase a part or the total of the transferred shares. This option can be exercised at any time, following a written declaration to IKA-ETAM, stating at a minimum the number of shares that will be repurchased and the time period, as one or a series of transactions.
- If IKA-ETAM, for any reason, decides to sell all or a part of the shares, it is obliged to communicate this intention in writing to the Hellenic State. The Hellenic State retains the right to repurchase part or the whole of the shares that IKA-ETAM intends to sell. To exercise this right, the Hellenic State must provide written notice of its intentions within one month. If the Hellenic State does not wish to exercise its right or does not exercise its rights within one month, then IKA-ETAM can sell freely those shares.
- The Hellenic State has the exclusive obligation to repurchase the shares that IKA-ETAM intends to sell if the reason for the sale is to fund the pensions of the participants in OTE's Voluntary Leave Scheme based on article 74 of L3371/2005. In this instance, IKA-ETAM must provide specific economic analysis that evidences its inability to fulfil its obligation to disburse pensions to the above mentioned participants without the sale of the shares.
- In all the afore-mentioned cases (call option and/or put option) the value of the total of the transferred shares will be calculated based on the closing price of the share of OTE at the signing date (i.e. Euro 10.30 (in absolute amount) per share).
- If IKA-ETAM sells the shares to a third party without complying with all the afore-mentioned terms, IKA-ETAM is obliged to pay to the Hellenic State an amount equal to 10 times the consideration received from the sale to the third party as a financial penalty and compensation which is agreed as fair.
- If OTE decides to increase its share capital with a preference right in favor of the existing owners, or issues convertible bonds and IKA-ETAM decides to exercise these rights, IKA-ETAM is required to inform the Hellenic State in writing. The Hellenic State retains the right to request IKA-ETAM to transfer, through an over the counter transaction, the additional shares obtained. In this case IKA-ETAM is obliged to transfer the shares obtained at the price obtained, otherwise it is obliged to pay compensation equal to 10 times the consideration invested for participating in the share capital increase and terms mentioned in the preceding paragraph will apply.
- IKA-ETAM undertakes to exercise its voting rights corresponding to the above shares, in coordination with the Hellenic State and has to instruct individuals who will be authorized to exercise the voting rights at any General Assembly of the OTE's shareholders on its behalf in the same way the Hellenic State does. Otherwise, IKA-ETAM has to pay to the Hellenic State a penalty equal to the listed price of the transferred shares at the date of the General Assembly of the OTE's shareholders as well as any other compensation for any consequential loss the Hellenic State suffers.

On March 26, 2009 an amendment was submitted to a draft law of the Ministry of Employment and Social Security, according to which:



- OTE's employees who: (i) have submitted a written application to participate in the Voluntary Leave Scheme, within the deadlines defined in par.2, article 74 of L.3371/2005 (A178/14.7.2005) and, (ii) do not submit an irrevocable application within one (1) month from the law's enactment that would recall the initial application submitted, are considered to be retired based on the article 74 of L. 3371/2005 within three (3) months from the expiration of the deadline described in ii) above.
- The cost that will arise from a) the employer's and the employee's contributions to IKA-ETAM (both for the sections of pensions and medical benefits) for the factitious time recognized to these employees and b) the pensions that IKA-ETAM's pension section will be required to pay to these employees based on the above, will be covered by OTE.
- The cost that will arise from the employer's and the employee's contributions to TAYTEKO for the factitious time recognized to these employees as well as the pensions that TAYTEKO (Auxiliary Insurance Sector for OTE Personnel) will be required to pay to these employees based on the above, will be covered by OTE.
- The cost that will arise from the employer's and the employee's contributions to TAYTEKO (Health Insurance Sector for OTE Personnel) for the factitious time recognized to these employees will be covered by OTE. For the Lump Sum benefits that TAYTEKO will be required to pay to these employees, OTE should grant a long-term loan to TAYTEKO.

On May 15, 2009 the aforementioned amendment was enacted by the L. 3762/ FEK A' 75/15.5.2009.

The movement of the provision for the cost of the Voluntary Leave Scheme is as follows:

Balance as of December 31, 2008	383.0
Payments during period	(10.4)
Release of liability due to the transfer of 4% to IKA-ETAM	(201.9)
Early retirement program cost	152.0
Adjustment due to finance cost	30.4
Balance as of June 30, 2009	353.1

Based on the estimated period of payment, the total obligations of the voluntary leave scheme are classified as follows:

	30/6/2009	31/12/2008
Short-term portion of the provision for Voluntary Leave Scheme	184.9	275.8
Long-term portion of the provision for Voluntary Leave Scheme	168.2	107.2
TOTAL	353.1	383.0

12. OTHER OPERATING EXPENSES

Other operating expenses are analyzed as follows:

COMPANY	2009		2008	
	2nd Quarter	1st Half	2nd Quarter	1st Half
Third party fees	32.6	58.2	28.0	51.1
Cost of telecommunication materials, repairs and maintenance	20.6	39.3	17.4	34.6
Advertising and promotion costs	11.5	22.2	13.8	26.2
Utilities	16.1	29.8	13.2	25.5
Provision for doubtful accounts	13.2	26.4	12.6	30.0
Travel costs	2.7	4.3	2.2	4.0
Payments to Audiotex providers	1.0	2.9	1.8	3.6
Rents	16.9	35.8	18.2	36.6
Taxes, other than income tax	2.9	6.2	4.1	6.8
Transportation costs	1.4	2.2	1.5	2.5
Other	1.5	7.5	4.0	7.7
TOTAL EXPENSES	120.4	234.8	116.8	228.6



GROUP	2009		2008	
	2nd Quarter	1st Half	2nd Quarter	1st Half
Third party fees	63.2	108.4	46.1	90.8
Cost of telecommunication materials, repairs and maintenance	48.8	96.7	51.4	100.3
Advertising and promotion costs	53.6	104.6	55.0	98.2
Utilities	28.8	60.2	29.6	51.9
Provision for doubtful accounts	35.8	62.6	22.4	47.9
Travel costs	5.1	9.2	4.8	8.7
Commissions to independent commercial distributors	56.0	120.4	55.3	120.6
Payments to Audiotex providers	1.5	4.5	2.3	4.7
Rents	24.6	49.2	22.2	47.1
Taxes, other than income tax	15.0	27.7	19.7	31.1
Transportation costs	2.9	5.5	2.9	5.1
Other	12.1	27.7	15.2	24.9
TOTAL EXPENSES	347.4	676.7	326.9	631.3

13. SEGMENT INFORMATION

The following information is provided for the reportable segments, which are separately disclosed in the financial statements and which is regularly reviewed by the Group's chief operating decision makers. Segments were determined based on the Group's legal structure, as the Group's chief operating decision makers review financial information separately reported by the parent company (OTE) and each of the Group's consolidated subsidiaries, or the sub groups included in the consolidation. Using the quantitative thresholds OTE, COSMOTE GROUP and ROMTELECOM have been determined as reportable segments. Information about operating segments that do not constitute reportable segments has been combined and disclosed in an "All Other" category.

Accounting policies of the operating segments are the same as those followed for the preparation of the financial statements. Management evaluates segment performance based on operating income before depreciation and amortization, operating income and profit for the period.

Segment information and reconciliation to the Group's consolidated figures are as follows:

Six month period ended June 30, 2009	OTE	COSMOTE	ROMTELECOM	OTHER	TOTAL	Eliminations	GROUP
Revenue from external customers	1,095.8	1,380.8	400.4	65.1	2,942.1	-	2,942.1
Intersegment revenue	100.0	89.6	8.3	133.1	331.0	(331.0)	-
Total Revenue	1,195.8	1,470.4	408.7	198.2	3,273.1	(331.0)	2,942.1
Operating expenses	(1,022.3)	(1,179.5)	(376.9)	(169.8)	(2,748.5)	328.7	(2,419.8)
Operating income	173.5	290.9	31.8	28.4	524.6	(2.3)	522.3
Operating income before depreciation and amortization	389.5	511.3	134.9	51.1	1,086.8	(2.3)	1,084.5
Profit for the period	315.4	215.8	21.9	24.0	577.1	(298.7)	278.4

Six month period ended June 30, 2008	OTE	COSMOTE	ROMTELECOM	OTHER	TOTAL	Eliminations	GROUP
Revenue from external customers	1,178.3	1,448.0	433.1	68.6	3,128.0	-	3,128.0
Intersegment revenue	106.5	93.5	9.3	118.1	327.4	(327.4)	-
Total Revenue	1,284.8	1,541.5	442.4	186.7	3,455.4	(327.4)	3,128.0
Operating expenses	(1,107.8)	(1,220.3)	(440.2)	(158.7)	(2,927.0)	326.8	(2,600.2)
Operating income	177.0	321.2	2.2	28.0	528.4	(0.6)	527.8
Operating income before depreciation and amortization	416.3	523.2	124.4	50.0	1,113.9	(1.3)	1,112.6
Profit for the period	341.9	189.4	(3.2)	27.9	556.0	(258.6)	297.4



14. EARNINGS PER SHARE

Earnings per share (after income taxes) are calculated by dividing the profit attributable to the owners of the Company by the weighted average number of shares outstanding during the period, excluding the average number of own shares that the Company possessed during the period and including (for the diluted earnings per share) the number of shares corresponding to the stock option rights granted.

Earnings per share are analyzed as follows:

GROUP	2009		2008	
	2 nd Quarter	1 st Half	2 nd Quarter	1 st Half
(Earning per share are in absolute amount)				
Profit attributable to owners of the parent	4.7	271.4	159.3	300.4
Weighted average number of shares for basic earnings per share	490,150,389	490,150,389	490,150,389	490,150,389
Share options outstanding	9,100,080	9,100,080	3,141,620	3,141,620
Weighted average number of shares adjusted for the effect of dilutions	499,250,469	499,250,469	493,292,009	493,292,009
Basic earnings per share	0.0096	0.5537	0.3250	0.6129
Diluted earnings per share	0.0094	0.5436	0.3229	0.6090

15. RELATED PARTY DISCLOSURES

OTE's related parties have been identified based on the requirements of IAS 24 and comprise of its subsidiaries, its associates, the entity which controls OTE (together with its subsidiaries), the members of the Board of Directors and the key management personnel.

The Company purchases goods and services from these related parties, and provides services to them. Furthermore, OTE grants and receives loans to / from its subsidiaries and receives dividends.

OTE's purchases and sales with related parties are analyzed as follows:

	1 st Half 2009		1 st Half 2008	
	Sales OTE	Purchases OTE	Sales OTE	Purchases OTE
COSMOTE	80.9	48.7	87.5	59.7
OTE INTERNATIONAL INVESTMENTS LTD	0.3	2.0	0.2	2.7
HELLAS-SAT	0.3	0.8	0.3	0.8
COSMO-ONE	-	0.4	-	0.4
VOICENET	2.7	2.1	2.6	0.8
HELLASCOM	0.1	4.3	0.1	3.9
OTE SAT - MARITEL	0.6	1.0	0.4	0.9
OTE PLUS	0.2	17.1	0.2	18.6
OTE ESTATE	0.3	30.2	1.4	30.9
OTE-GLOBE	14.6	38.6	13.7	33.0
OTE ACADEMY	-	2.9	0.1	2.2
DEUTSCHE TELEKOM AG	0.1	2.1	-	-
MAKEDONSKI TELEKOMUNIKACII A.	0.2	0.4	-	-
HT HRVATSKE	-	0.1	-	-
TOTAL	100.3	150.7	106.5	153.9



NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS AS OF JUNE 30, 2009

Purchases and sales of the Group with related parties which are not eliminated in the consolidation are analyzed as follows:

	1 st Half 2009	
	Group's Sales	Group's Purchases
DEUTSCHE TELEKOM AG	5.1	5.9
MAKEDONSKI TELEKOMUNIKACII A.	0.2	0.5
HT HRVATSKE	0.1	0.1
COMBRIDGE	1.4	-
DETEKON	-	0.3
T-SYSTEMS	0.5	0.1
T-Mobile Deutschland	0.7	0.3
T-Mobile Czech	0.1	-
T-Mobile UK	0.2	0.2
T-Mobile Austria	0.1	-
T-Mobile Netherlands	0.1	-
T-Mobile USA	0.1	0.2
PCT POLSKA TELEFONIA	0.1	-
TEL SIM GSM	-	0.2
TOTAL	8.7	7.8

There were no transactions between the Group and related parties during the 1st half of 2008 which are not eliminated in the consolidation.

OTE's financial activities with its related parties comprise interest on loans granted and received and are analyzed as follows:

	1 st Half 2009		1 st Half 2008	
	Finance income OTE	Finance expense OTE	Finance income OTE	Finance expense OTE
COSMOFON	1.1	-	1.7	-
OTE PLC	-	89.6	0.9	98.0
TOTAL	1.1	89.6	2.6	98.0

OTE's dividend income from its related parties, are analyzed as follows:

	1 st Half 2009	1 st Half 2008
COSMOTE	282.2	245.2
OTE ESTATE	18.9	30.3
OTE SAT - MARITEL	1.0	0.5
OTE PLUS	0.4	-
TOTAL	302.5	276.0

Amounts owed to and by the related parties as a result of OTE's transactions with them are analyzed as follows:

	30/6/2009		31/12/2008	
	Amounts owed to OTE	Amounts owed by OTE	Amounts owed to OTE	Amounts owed by OTE
COSMOTE	53.4	40.6	37.9	50.4
OTE INTERNATIONAL INVESTMENTS LTD	0.1	0.8	0.3	1.0
HELLAS-SAT	0.3	0.3	0.5	0.3
COSMO-ONE	-	0.4	-	0.7
VOICENET	1.4	0.9	1.7	0.9
HELLASCOM	-	2.6	-	2.9
OTE SAT - MARITEL	0.7	0.8	0.3	0.6
OTE PLUS	0.1	17.2	0.2	15.9
OTE ESTATE	1.2	14.3	0.7	0.4
OTE-GLOBE	17.9	52.1	68.0	91.8
OTE ACADEMY	0.4	1.2	-	0.1
DEUTSCHE TELEKOM AG	5.3	-	6.3	7.2
MAKEDONSKI TELECOMMUNIKACII A.	-	2.6	-	-
TOTAL	80.8	133.8	115.9	172.2



Amounts owed to and by the related parties as a result of the Group's transactions with them, which are not eliminated in the consolidation, are analyzed as follows:

	30/6/2009		31/12/2008	
	Amounts owed to Group	Amounts owed by Group	Amounts owed to Group	Amounts owed by Group
DEUTSCHE TELEKOM AG	9.4	3.2	6.5	7.5
MAKEDONSKI TELEKOMUNIKACII A.	-	2.6	-	-
MAGYAR TELECOM TELECOMMUNICATI	-	-	-	-
DETEKON	-	0.4	-	-
HT HRVATSKE	0.1	-	-	-
COMBRIDGE	1.1	0.2	-	-
T-SYSTEMS	0.3	0.1	-	-
T-Mobile Deutschland	0.6	0.8	-	-
T-Mobile Hungary	-	0.1	-	-
T-Mobile Czech	0.1	0.1	-	-
T-Mobile UK	0.3	0.3	-	-
T-Mobile Austria	-	0.1	-	-
T-Mobile Netherlands	0.1	0.1	-	-
T-Mobile International AG	0.7	4.4	-	-
T-Mobile USA	2.4	2.8	-	-
TOTAL	15.1	15.2	6.5	7.5

Of the entities included in the above table, as of December 31, 2008 only DEUTSCHE TELEKOM AG was a related party to OTE.

Amounts due to related parties as a result of OTE's dividend distribution are analyzed as follows:

	30/6/2009	31/12/2008
DEUTSCHE TELEKOM AG	82.7	-

Amounts owed by and to OTE relating to loans advanced, are analyzed as follows:

	30/6/2009		31/12/2008	
	Receivable OTE	Payable by OTE	Receivable OTE	Payable by OTE
COSMOFON	-	-	46.8	-
OTE PLC	-	3,387.4	-	3,423.1
TOTAL	-	3,387.4	46.8	3,423.1

Key Management Personnel and those closely related to them are defined in accordance with IAS 24 "Related Party Disclosures". Compensation includes all employee benefits (as defined in IAS 19 "Employee Benefits") including employee benefits to which IFRS 2 "Share-based Payment" applies.

Fees to the members of the Board of Directors and OTE's key management personnel amounted to Euro 1.7 million and Euro 2.7 million for the 1st half of 2009 and 2008, respectively.

999,230 options under OTE's share based payment plan have been granted to the Company's key management personnel.

16. SHARE OPTION PLAN

On February 20, 2009, OTE's Board of Directors decided on and approved the introduction of new beneficiaries to the existing Share Option Plan, with the simultaneous granting of 1,107,780 Basic Options to them, of which 590,000 are to be granted to executives of OTE and 517,780 to executives of OTE's subsidiaries. Furthermore, the Board of Directors, decided on and approved the granting of 2,117,890 Additional Options to existing beneficiaries, of which 927,110 are to be granted to executives of OTE and 1,190,780 to executives of OTE's subsidiaries.

On December 31, 2008 the total number of share options outstanding was 6,008,060, while on June 30, 2009 after the additional grant the total number of share options outstanding was 9,100,080.



The fair value is reflected in the income statement during the vesting period. An amount of Euro 1.7 and Euro 4.0 was charged to the separate and consolidated income statements respectively in the first half of 2009. The amounts are recorded in the line "Payroll and employee benefits" with a corresponding entry in the Share Premium.

17. LITIGATION AND CLAIMS

In addition to litigations and claims referred to the financial statements as of December 31, 2008 the below are presented:

CIVIL PROCEEDINGS

In May 2009, Lannet filed a claim against OTE before the Court of First Instance for an aggregate amount of Euro 175.6, claiming restitution for our alleged illegal termination of services. The hearing of this case is scheduled for February 17, 2011.

Timeapply Ltd, has filed a claim against OTE in the Court of First Instance for Euro 17.3 for restitution due to damage caused by alleged patent infringement, as a result of our sale and advertisement of a prepaid telephone card called "Promocard". The case was heard on January 22, 2009 and a decision is pending. In addition, Timeapply filed a claim against OTE in the Court of First Instance for Euro 68.4 for alleged breach of a decision of the Court of First Instance granting an injunction prohibiting distribution of "Promocard". The Court of First Instance rejected the claim and Timeapply filed an appeal, which was heard on May 12, 2009; a decision has not yet been issued.

On February 3, 2009, the Hellenic Telecommunications and Post Commission ("HTPC") imposed a fine of Euro 2.0 to OTE, for the alleged refusal to provide the information requested for the purpose of price squeezing control over the price margins for voice telephony. OTE has appealed against this decision, before the Athens Administrative Court of Appeals and also intends to seek the suspension of this decision.

On March 17, 2009, HTPC imposed a fine of Euro 7.0 to OTE for allegedly delayed delivery of lease lines to Hellas On Line S.A. OTE has appealed against this decision, before the Athens Administrative Court of Appeals and also intends to seek the suspension of this decision.

In addition, on March 17, 2009, HTPC imposed a fine of Euro 0.5 to OTE for non-compliance with its decision of provisional measures, regarding the delivery of leased circuits to Hellas On Line S.A. OTE has appealed against this decision, before the Athens Administrative Court of Appeals and also intends to seek the suspension of this decision.

On April 8, 2009, HTPC imposed a fine of Euro 1.5 to OTE for allegedly delaying the provision of information requested from OTE for the purpose of the cost audit. OTE has appealed against this decision, before the Athens Administrative Court of Appeals and also intends to seek the suspension of this decision.

In May 6, 2009, HTPC imposed a fine of Euro 2.0 to OTE for violation of telecommunications law and specifically on the Company's obligation, as a company with significant market power (SMP) in the relevant market, to maintain maximum price level at the retention fee for calls from subscribers of its network to subscribers of mobile network providers. OTE has appealed against this decision, before the Athens Administrative Court of Appeals and also intends to seek the suspension of this decision.

CRIMINAL PROCEEDINGS

Germanos acquisition case. In 2007, the District Attorney of Athens commenced a preliminary investigation with respect to the propriety of the acquisition of Germanos by COSMOTE following the submission of a report by a number of members of the opposition party of the Greek Parliament, which claimed among other things that the acquisition was not in the business interest of COSMOTE. During the course of the preliminary investigation, members of the board of directors of COSMOTE at the time of the acquisition of Germanos were called and requested to submit explanations in connection with this case. Following the completion of the preliminary investigation, an investigating judge (the 20th Investigating Judge of Athens) was appointed to lead a formal criminal investigation in connection with the potential perpetration of offences. The investigating judge initiated criminal proceedings against the members of the board of directors of COSMOTE at the time of the acquisition of Germanos, investigating alleged abuse of trust ("Apistia"). Upon conclusion of the criminal investigation, a decision will be made on whether an indictment is warranted. Four of the then members of the board of directors of COSMOTE, are still members of the current board of COSMOTE and senior executives of the Group. In addition, the investigating judge ordered the appointment of two independent accounting firms to conduct an expert investigation in order to assess whether the consideration for the acquisition of Germanos (of approximately Euro 1.5 billion for 99.03% of the share capital of Germanos) was reasonable in view of business judgment and internationally accepted and customary financial and contractual practices, and whether the acquisition resulted in financial detriment to COSMOTE, and, in that event, to assess the amount of such detriment. To the extent so be requested, the Group intends to cooperate in relation to this investigation.



Siemens AG case. The District Attorney of Athens has conducted a preliminary investigation in connection with allegations of bribery, money laundering and other criminal offences committed in Germany and Greece by employees of Siemens AG and a number of Greek government officials and other individuals, relating to the award of supply contracts to Siemens AG. In connection with the investigation, the District Attorney has investigated, among other matters, the propriety of, and allegations of criminal conduct in connection with, a framework contract 8002/1997 with Siemens AG, and various equipment orders pursuant to that framework contract in the period following its signing and up to 2004. Framework contract 8002/1997 was signed on December 12, 1997 and related to the supply to OTE by Siemens AG of equipment for the digitalization of the network. In connection with this preliminary investigation, the Company has provided to the investigating authorities certain documents requested. Following the conclusion of the preliminary investigation, criminal charges were filed and an investigating judge (the 4th Special Investigating Judge of Athens) was appointed to lead a formal criminal investigation. To the extent so requested, the Group has cooperated and intends to continue to cooperate with the competent authorities in relation to this investigation. It is understood that, as part of the same investigation, a former senior executive of the Group, was charged for certain criminal offences, including receipt of bribes, and that in May 2009, was remanded in custody pending his trial for the same charges.

Maintenance contracts case. Following the conclusion of a preliminary investigation on the matter, an investigating judge (the 2nd Investigating Judge of Athens) was appointed to lead a formal criminal investigation into the potential perpetration of offences in connection with the propriety of a technical maintenance contract with three of OTE's suppliers. In June 2009, the investigating judge initiated criminal proceedings against members of OTE's Board of Directors and a member of OTE's senior management serving at the time of signing of the relevant contract, in 2004 and 2005, investigating alleged abuse of trust ("Apistia"). Three of these members, are still members of the current Board, whereas the member of OTE's senior management is currently the C.E.O. of ROMTELECOM. The investigation is expected to continue with the above individuals testifying in connection with the case. The above individuals have by this time testified in connection with the case by filing defense briefs. Upon conclusion of the criminal investigation, a decision will be made on whether an indictment is warranted.

18. EVENTS AFTER THE FINANCIAL POSITION DATE

The most significant events after the financial position date are as follows:

On July 10, 2009, the Hellenic State notified DEUTSCHE TELEKOM AG of its intent to exercise the first of two put options provided by the share purchase agreement, referring to the acquisition by DEUTSCHE TELEKOM AG of an additional 5% interest in OTE's share capital in a defined price per share. On July 31, 2009, as a result of the exercise of the above put option, the Hellenic State sold to DEUTSCHE TELEKOM AG 24,507,519 shares of OTE representing 5% of its share capital. Following the above mentioned transaction, the Hellenic State's participation in OTE's share capital (direct and indirect) is 20.0% plus one share, while DEUTSCHE TELEKOM AG's participation in OTE's share capital is 30.0% plus one share.

V. FINANCIAL DATA AND INFORMATION



HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.
 AR MAE 347/06/B86/10
 REGISTERED OFFICE: 99 KIFFISIAS AVE - 15124 MAROUSI, ATHENS
FINANCIAL DATA AND INFORMATION FOR THE PERIOD FROM JANUARY 1, 2009 TO JUNE 30, 2009
 (In accordance with the Decision 4/507/28.4.2009 of the Hellenic Capital Market Commission)

The purpose of the following information and financial data is to provide users with general financial information about the financial position and the results of operations of HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A ("Company") and the OTE Group ("Group"). Therefore, we recommend the users of the financial data and information, before making any investment decision or proceeding to any transaction with the Company or Group, to obtain the necessary information from the website, where the separate and consolidated financial statements, prepared in accordance with International Financial Reporting Standards as adopted by the E.U., are available, together with the auditors' report, when required.

Company's Web Site: www.ote.gr
 Date of approval of financial statements from the Board of Directors: August 5, 2009
 The Certified Auditors: Chris Pelelidis - George Anastopoulos
 Auditing Company: ERNST & YOUNG (HELLAS) Certified Auditors Accountants S.A.
 Type of Review Report: Unqualified

DATA FROM STATEMENT OF FINANCIAL POSITION (SEPARATE AND CONSOLIDATED) Amounts in millions of Euro				DATA FROM STATEMENT OF CASH FLOWS (SEPARATE AND CONSOLIDATED) (Amounts in millions of Euro)					
	GROUP		COMPANY			GROUP		COMPANY	
	30.06.2009	31.12.2008	30.06.2009	31.12.2008		01.01-30.06.2009	01.01-30.06.2008	01.01-30.06.2009	01.01-30.06.2008
ASSETS					Cash flows from operating activities				
Property, plant and equipment	5,594.3	5,872.8	2,084.0	2,191.5	Profit before tax	421.9	438.0	378.4	380.7
Intangible assets	1,374.9	1,416.4	2.7	3.0	Adjustments for:				
Other non current assets	745.1	758.6	5,229.6	5,384.9	Depreciation and amortization	562.2	534.8	216.0	239.2
Inventories	292.3	204.3	98.7	92.2	Share-based payment	4.0	3.0	1.7	3.0
Trade receivables	1,149.3	1,194.2	605.5	697.5	Cost of early retirement program	(35.0)	44.8	(39.9)	12.2
Other current assets	633.8	397.5	707.7	219.4	Provisions for staff retirement indemnities and youth account	43.0	41.9	42.3	40.8
Assets classified as held for sale	-	156.6	-	-	Other provisions	62.6	47.6	26.4	30.1
Cash and cash equivalents	1,624.2	1,427.8	421.6	344.5	Foreign exchange differences, net	(3.7)	(7.1)	(1.2)	0.7
TOTAL ASSETS	11,353.9	11,425.2	9,086.8	8,873.0	Interest income	(99.6)	(40.0)	(10.8)	(18.3)
					Dividend income, (gains) / losses and impairment of investments	(34.0)	(29.3)	(312.1)	(287.1)
EQUITY AND LIABILITIES					Release of EDEKT fund prepayment	17.6	17.6	17.6	17.6
Share capital	1,171.5	1,171.5	1,171.5	1,171.5	Interest expense	177.7	166.2	119.2	101.0
Other equity items	(62.0)	140.4	2,306.5	2,352.5	Working capital adjustments:				
Equity attributable to shareholders of the parent (a)	1,109.5	1,311.9	3,478.0	3,524.0	Decrease/ (increase) in inventories	(36.4)	9.7	(3.5)	13.9
Non-controlling interests (b)	768.6	861.3	-	-	Decrease/ (increase) in accounts receivables	(68.4)	(169.6)	31.8	(30.7)
Total equity (c) = (a) + (b)	1,878.1	2,173.2	3,478.0	3,524.0	(Decrease)/ (increase) in liabilities (except bank liabilities)	(123.6)	(169.1)	(129.3)	(116.0)
Long-term borrowings	5,409.7	5,409.6	3,287.2	3,288.2	Plus/ (Minus)				
Provisions / Other non current liabilities	908.6	839.7	744.4	668.7	Interest and related expenses paid	(179.1)	(91.3)	(113.1)	(30.1)
Short-term borrowings	605.6	638.1	18.9	18.9	Income taxes paid	(78.5)	(81.3)	(13.4)	(21.3)
Other current liabilities	2,551.9	2,348.1	1,958.3	1,373.2	Settlement of receivables due from disposed subsidiaries	16.6	-	-	-
Liabilities directly associated with the assets classified as held for sale	-	16.5	-	-	Total cash flows from operating activities (a)	717.3	765.9	211.1	335.7
Total liabilities (d)	9,475.8	9,252.0	5,608.8	5,349.0					
TOTAL EQUITY AND LIABILITIES (c) + (d)	11,353.9	11,425.2	9,086.8	8,873.0	Cash flows from investing activities				

DATA FROM STATEMENT OF COMPREHENSIVE INCOME (SEPARATE AND CONSOLIDATED) Amounts in millions of Euro				
GROUP	01.01-30.06.2009	01.01-30.06.2008	01.04-30.06.2009	01.04-30.06.2008
Total revenue	2,942.1	3,128.0	1,487.6	1,590.5
Profit before taxes, investment and financial activities	522.3	527.8	79.5	288.3
Profit before tax	421.9	438.0	52.8	247.5
Profit after tax (A)	278.4	297.4	7.8	160.5
Attributable to:				
- Owners of the parent	271.4	300.4	4.7	159.3
- Non controlling interests	7.0	(3.0)	3.1	1.2
Other comprehensive income after tax (B)	(151.5)	(64.6)	10.1	28.9
Total comprehensive income after tax (A)+(B)	126.9	232.8	17.9	189.4
Attributable to:				
- Owners of the parent	165.9	248.8	11.0	178.5
- Non controlling interests	(39.0)	(17.0)	6.9	10.9
Basic earnings per share (in €)	0.5537	0.6129	0.0096	0.3250
Profit before taxes, investment, financial activities and depreciation and amortization	1,084.5	1,112.6	363.9	578.8

DATA FROM STATEMENT OF CHANGES IN EQUITY (SEPARATE AND CONSOLIDATED) Amounts in millions of Euro				
	GROUP		COMPANY	
	30.06.2009	30.06.2008	30.06.2009	30.06.2008
Total equity at the beginning of the period (01.01.2009 and 01.01.2008)	2,173.2	3,054.6	3,524.0	3,549.0
Total comprehensive income after tax	126.9	232.8	317.6	321.3
Share-based payments	4.0	3.0	4.0	3.0
Dividends	(367.6)	(367.6)	(367.6)	(367.6)
Net change of participation in subsidiaries	(48.4)	(843.2)	-	-
Obligation to acquire non-controlling interests	(10.0)	-	-	-
Total equity at the end of the period (30.06.2009 and 30.06.2008)	1,878.1	2,079.6	3,478.0	3,505.7

- ADDITIONAL DATA AND INFORMATION**
- The companies which are included in the interim condensed financial statements (separate and consolidated), their country, the Group's participating interest (direct and indirect) and the method of consolidation, are presented in Note 1 of the financial statements.
 - The fiscal years that are unaudited by the tax authorities for the Company and the Group's subsidiaries are presented in Note 9 of the financial statements.
 - The main restructuring events concerning the Group and the Company that occurred during the first half of 2009 are presented below:
 - On April 27, 2009 COSMOTE (100% OTE's subsidiary) acquired a further 12.6% of AMG for an amount of € 48.4 million. As a result, COSMOTE now holds 95% of AMG (directly and indirectly via its 97% subsidiary COSMOPHOLDING ALBANIA). This event is presented in Note 4 of the financial statements.
 - On March 4, 2009, Hellenic State and IKA-ETAM signed a transfer agreement of 19,606,015 ordinary shares held by the Hellenic State to IKA-ETAM without cash consideration. These shares represent 4% of OTE's share capital. The fair value of the transaction was set at Euro 10.30 per share. The total fair value of the transferred shares amounts to € 201.9 million and is included in the results of OTE for the first half of 2009. This event is presented in Note 11 of the financial statements.
 - On March 26, 2009, an amendment was submitted to a draft law of the Ministry of Employment and Social Security, according to which: OTE's employees who have submitted a written application for participating in the Voluntary Leave Scheme, within the deadline defined in par 2, article 74 of L.3371/2005 and (i) will not submit an irrevocable application that would recall the initial submitted application within one (1) month from the law's enactment, are retired based on the article 74 of L. 3371/2005 within three (3) months from the expiration of the deadline. On May 15, 2009 the aforementioned amendment was enacted by the L. 3762/ FEK A 75/15.5.2009. This event is presented in Note 11 of the financial statements.
 - On May 12, 2009, the transfer of 100% of COSMOPFON through the sale of COSMOPFON's wholly owned subsidiary, OTE MTS HOLDING B.V., as well as GERMANOS TELECOM AD SLOKPIJE (GTS) to Telekom Slovenije was completed. COSMOPFON and GERMANOS TELECOM SLOKPIJE are included in the consolidated financial statements until the date the Group ceased to control those companies (May 12, 2009). The effect on the consolidated financial statements is presented in Note 4.
 - On July 1, 2009 OTE announced that its subsidiary COSMOTE signed on June 30, 2009 a share purchase agreement for the acquisition of Telekom S.A. (ZAPP) in Romania. The consideration for the shares of ZAPP is estimated at approximately € 61 million (equivalently), while COSMOTE will also assume the debt and other liabilities of ZAPP, estimated at approximately € 146 million. The acquisition is subject to the approval of relevant Romanian authorities. This event is presented in Note 4 of the financial statements.
 - The outcome of pending litigation and claims is not expected to have a material impact on the financial statements. The amount of provisions that have been established as of June 30, 2009 for litigations and other risks, as well as for unutilized tax years are as follows: a) for the Company € 109.1 million and € 8.3 million respectively and b) for the Group € 110.5 million and € 19.4 million respectively.
 - Number of employees at the end of the period : Group 33,160 (30.06.2008: 33,062), Company 11,941 (30.06.2008: 12,123)
 - Other comprehensive income (after tax) which was recognized directly in equity for the Group, relates to foreign currency translation and fair value difference from the valuation of available for sale marketable securities (listed on the Athens Exchange) and the impact of cash flow hedge. As for the Company relates to the fair value difference of available for sale securities.
 - Effective February 1, 2009, the financial statements are included in the consolidated financial statements of DEUTSCHE TELEKOM AG (full consolidation method), which has its registered office in Germany and holds a 25.00% interest in OTE plus one share.
 - The Company's transactions with its related parties, as defined in IAS 24, are analyzed as follows: Sales and purchases of goods and services for the first six months of 2009, amounted to € 103.3 million and € 150.7 million, respectively. Interest income and expense for the first six months of 2009 amounted to € 1.1 million and € 89.8 million respectively. The outstanding balance of receivables and payables from/to related parties as of June 30, 2009 derived from current transactions amounted to € 80.8 million and € 133.8 million, respectively. The outstanding balance of payables to related parties from the loans granted amounted to € 3,387.4 million. Fees paid to the members of the Board of Directors of the Company and the Company's key management personnel compensation charged to the Income Statement for the first six months of 2009, amount to € 1.7 million. Based on OTE's share option plan, 999,230 stock options have been granted to key management personnel. All Group level sales and purchases of goods and services, between related parties which are not eliminated, for the first six months of 2009 amounted to € 8.7 million and € 7.8 million, respectively. The outstanding balance of receivables and payables, between related parties which are not eliminated, as of June 30, 2009 derived from operating transactions amounted to € 15.1 million and € 15.2 million, respectively. Amount due to related parties as a result of OTE's dividend distribution as of June 30, 2009 equals € 62.7 million.
 - Basic earnings per share were calculated based on the weighted average number of shares outstanding.
 - The most significant events that have occurred after June 30, 2009 are presented in the Note 18 of the financial statements.

Athens, August 5, 2009

CHAIRMAN AND MANAGING DIRECTOR	VICE CHAIRMAN	CHIEF FINANCIAL OFFICER	CHIEF ACCOUNTING OFFICER
PANAGIS VOURLIOUMIS I.D. Number N 032981	CHARALAMBOS DIMITRIDOU I.D. Number M 092359	CHRISTINI SPANODOAKI I.D. Number I 986760	KONSTANTINOS VASILOPOULOS I.D. Number II 529399 License Number 032033