



**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**

**INTERIM CONDENSED FINANCIAL STATEMENTS  
(SEPARATE AND CONSOLIDATED)  
AS OF 30 SEPTEMBER 2008**

**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 3 – 29, were approved by the Board of Directors on 25 November 2008 and are signed on its behalf by:

<b>Chairman &amp; Managing Director</b>	<b>Vice Chairman</b>	<b>Chief Financial Officer</b>	<b>Chief Accounting Officer</b>
Panagis Vourloumis	George Bitros	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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**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**INTERIM BALANCE SHEETS (SEPARATE AND CONSOLIDATED) AS AT 30 SEPTEMBER 2008**



(Amounts in millions of Euro)

	Notes	30 SEPTEMBER 2008		31 DECEMBER 2007	
		COMPANY	GROUP	COMPANY (*)	GROUP
<b>ASSETS</b>					
<b>Non - current assets:</b>					
Property, plant and equipment		2,213.9	5,935.9	2,372.2	6,371.4
Goodwill		-	530.2	-	541.5
Telecommunication licenses		3.1	378.0	3.4	396.2
Investments	4	4,890.0	156.5	4,042.4	158.4
Loans and advances to pension funds		208.1	208.1	229.8	229.8
Deferred income taxes		167.2	92.8	158.7	94.6
Other non-current assets		108.9	667.8	98.4	678.6
<b>Total non - current assets</b>		<b>7,591.2</b>	<b>7,969.3</b>	<b>6,904.9</b>	<b>8,470.5</b>
<b>Current assets:</b>					
Inventories		17.2	177.1	37.1	201.7
Trade accounts receivable		746.4	1,224.1	742.4	1,172.0
Other current assets		249.8	417.5	217.1	372.5
Cash and cash equivalents		308.8	1,257.8	459.2	1,316.3
<b>Total current assets</b>		<b>1,322.2</b>	<b>3,076.5</b>	<b>1,455.8</b>	<b>3,062.5</b>
Non-current assets classified as held for sale	5	-	154.7	-	-
<b>TOTAL ASSETS</b>		<b>8,913.4</b>	<b>11,200.5</b>	<b>8,360.7</b>	<b>11,533.0</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Equity attributable to equity holders of the parent:</b>					
Share capital	6	1,171.5	1,171.5	1,171.5	1,171.5
Share premium		491.9	491.9	485.9	485.9
Statutory reserve		312.1	312.1	312.1	312.1
Consolidation reserve		-	(3,310.1)	-	(2,533.8)
Retained earnings		1,564.4	2,638.8	1,579.5	2,595.8
		3,539.9	1,304.2	3,549.0	2,031.5
<b>Minority interests</b>		-	923.9	-	1,023.1
<b>Total equity</b>		<b>3,539.9</b>	<b>2,228.1</b>	<b>3,549.0</b>	<b>3,054.6</b>
<b>Non - current liabilities:</b>					
Long-term borrowings	8	3,357.0	6,007.6	1,285.2	3,947.1
Provision for staff retirement indemnities		226.2	245.1	212.4	230.3
Cost of voluntary retirement scheme		224.5	224.5	217.5	217.5
Provision for Youth account		264.3	264.3	273.5	273.5
Other non - current liabilities		45.6	242.6	41.4	233.6
<b>Total non - current liabilities</b>		<b>4,117.6</b>	<b>6,984.1</b>	<b>2,030.0</b>	<b>4,902.0</b>
<b>Current liabilities:</b>					
Trade accounts payable		510.9	833.4	596.1	931.5
Short-term borrowings	9	-	4.4	1,494.2	1,497.4
Short-term portion of long-term borrowings	8	18.9	35.9	17.5	83.3
Income tax		36.3	93.3	23.6	83.0
Deferred revenue		132.6	212.8	136.1	189.2
Cost for voluntary retirement scheme		166.5	166.5	200.2	200.2
Dividends payable	7	3.9	3.9	4.0	4.0
Other current liabilities		386.8	625.8	310.0	587.8
<b>Total current liabilities</b>		<b>1,255.9</b>	<b>1,976.0</b>	<b>2,781.7</b>	<b>3,576.4</b>
Liabilities directly associated with non-current assets classified as held for sale	5	-	12.3	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>8,913.4</b>	<b>11,200.5</b>	<b>8,360.7</b>	<b>11,533.0</b>

The accompanying Notes on pages 9 - 29 form an integral part of these Interim Condensed Financial Statements.

(\*) Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)

**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**INTERIM INCOME STATEMENTS (SEPARATE) FOR THE THREE MONTH AND NINE MONTH**  
**PERIODS ENDED 30 SEPTEMBER 2008**



	Notes	2008		2007 (*)	
		3 <sup>rd</sup> Quarter	Nine months	3 <sup>rd</sup> Quarter	Nine months
<i>(Amounts in millions of Euro, except per share data)</i>					
<b>Revenues:</b>					
Domestic telephony	11	327.3	1,021.3	370.6	1,135.0
International telephony	11	54.2	157.6	55.2	147.4
Other revenues	11	254.0	741.4	247.7	722.5
<b>Total revenues</b>		<b>635.5</b>	<b>1,920.3</b>	<b>673.5</b>	<b>2,004.9</b>
<b>Operating expenses:</b>					
Payroll and employee benefits		(184.0)	(556.5)	(177.3)	(547.3)
Cost of early retirement program	12	-	(12.2)	-	(22.1)
Charges from international operators		(31.6)	(91.7)	(37.4)	(110.6)
Charges from domestic operators		(78.1)	(226.0)	(83.7)	(245.0)
Depreciation and amortization		(116.2)	(355.4)	(125.2)	(384.1)
Cost of telecommunications equipment		(28.2)	(75.5)	(34.9)	(84.8)
Other operating expenses	13	(124.3)	(352.9)	(114.8)	(364.0)
<b>Total operating expenses</b>		<b>(562.4)</b>	<b>(1,670.2)</b>	<b>(573.3)</b>	<b>(1,757.9)</b>
<b>Operating income before financial results</b>		<b>73.1</b>	<b>250.1</b>	<b>100.2</b>	<b>247.0</b>
<b>Financial results:</b>					
Interest expense		(47.8)	(148.8)	(19.9)	(61.1)
Interest income		9.1	27.4	12.3	36.0
Foreign exchange differences, net		(1.4)	(2.1)	(1.1)	(2.4)
Dividend income	4	-	288.1	-	232.6
Gains/(losses) from investments		16.9	15.9	1.1	6.9
		<b>(23.2)</b>	<b>180.5</b>	<b>(7.6)</b>	<b>212.0</b>
<b>Profit before income taxes</b>		<b>49.9</b>	<b>430.6</b>	<b>92.6</b>	<b>459.0</b>
Income taxes		(17.9)	(56.7)	(24.8)	(82.6)
<b>Net profit for the period</b>		<b>32.0</b>	<b>373.9</b>	<b>67.8</b>	<b>376.4</b>
<b>Basic earnings per share</b>	15	<b>0.0653</b>	<b>0.7629</b>	<b>0.1383</b>	<b>0.7679</b>
<b>Diluted earnings per share</b>	15	<b>0.0649</b>	<b>0.7580</b>	<b>0.1383</b>	<b>0.7679</b>

The accompanying Notes on pages 9 – 29 form an integral part of these Interim Condensed Financial Statements.

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)

**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**INTERIM INCOME STATEMENTS (CONSOLIDATED) FOR THE THREE MONTH AND NINE MONTH**  
**PERIODS ENDED 30 SEPTEMBER 2008**



	Notes	2008		2007	
		3 <sup>rd</sup> Quarter	Nine months	3 <sup>rd</sup> Quarter	Nine months
<i>(Amounts in millions of Euro, except per share data)</i>					
<b>Revenues:</b>					
Domestic telephony	11	442.2	1,370.5	497.1	1,540.4
International telephony	11	69.4	219.1	79.7	227.8
Mobile telephony	11	671.4	1,834.2	595.9	1,641.2
Other revenues	11	455.5	1,342.7	455.0	1,278.2
<b>Total revenues</b>		<b>1,638.5</b>	<b>4,766.5</b>	<b>1,627.7</b>	<b>4,687.6</b>
<b>Operating expenses:</b>					
Payroll and employee benefits		(308.2)	(928.4)	(301.8)	(921.1)
Cost of early retirement program	12	(3.5)	(48.3)	-	(22.1)
Charges from international operators		(49.8)	(143.3)	(57.5)	(162.0)
Charges from domestic operators		(168.7)	(484.0)	(167.8)	(486.8)
Depreciation and amortization		(293.2)	(878.0)	(294.0)	(864.8)
Cost of telecommunications equipment		(154.0)	(464.3)	(177.6)	(475.7)
Other operating expenses	13	(334.0)	(965.3)	(309.8)	(922.8)
<b>Total operating expenses</b>		<b>(1,311.4)</b>	<b>(3,911.6)</b>	<b>(1,308.5)</b>	<b>(3,855.3)</b>
<b>Operating income before financial results</b>		<b>327.1</b>	<b>854.9</b>	<b>319.2</b>	<b>832.3</b>
<b>Financial results:</b>					
Interest expense		(88.4)	(254.6)	(57.0)	(163.8)
Interest income		20.5	60.5	17.9	58.3
Foreign exchange differences, net		2.7	9.8	(22.0)	0.7
Dividend income	4	-	12.1	-	16.4
Gains from investments		16.0	33.2	2.0	14.8
		<b>(49.2)</b>	<b>(139.0)</b>	<b>(59.1)</b>	<b>(73.6)</b>
<b>Profit before income taxes</b>		<b>277.9</b>	<b>715.9</b>	<b>260.1</b>	<b>758.7</b>
Income taxes		(72.3)	(212.9)	(68.5)	(216.9)
<b>Net profit for the period</b>		<b>205.6</b>	<b>503.0</b>	<b>191.6</b>	<b>541.8</b>
Attributable to:					
Equity holders of the parent		201.3	501.7	155.5	433.0
Minority interest		4.3	1.3	36.1	108.8
		<b>205.6</b>	<b>503.0</b>	<b>191.6</b>	<b>541.8</b>
<b>Basic earnings per share</b>	15	<b>0.4107</b>	<b>1.0236</b>	<b>0.3172</b>	<b>0.8834</b>
<b>Diluted earnings per share</b>	15	<b>0.4081</b>	<b>1.0170</b>	<b>0.3172</b>	<b>0.8834</b>

The accompanying Notes on pages 9 – 29 form an integral part of these Interim Condensed Financial Statements.



**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**INTERIM STATEMENT OF CHANGES IN EQUITY (SEPARATE) FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2008**

*(Amounts in millions of Euro)*

	<u>Share Capital</u>	<u>Share Premium</u>	<u>Statutory Reserve</u>	<u>Retained Earnings</u>	<u>Total equity</u>
<b>Balance at 31 December 2006 (*)</b>	<b>1,171.5</b>	<b>485.9</b>	<b>283.3</b>	<b>1,297.1</b>	<b>3,237.8</b>
Dividends declared	-	-	-	(269.6)	(269.6)
Unrealized gains on available-for-sale securities	-	-	-	7.1	7.1
Net income recognized directly in Equity	-	-	-	7.1	7.1
Profit for the period	-	-	-	376.4	376.4
<b>Balance at 30 September 2007 (*)</b>	<b>1,171.5</b>	<b>485.9</b>	<b>283.3</b>	<b>1,411.0</b>	<b>3,351.7</b>
<b>Balance at 31 December 2007 (*)</b>	<b>1,171.5</b>	<b>485.9</b>	<b>312.1</b>	<b>1,579.5</b>	<b>3,549.0</b>
Dividends declared	-	-	-	(367.6)	(367.6)
Stock options program	-	6.0	-	-	6.0
Unrealized losses on available-for-sale securities	-	-	-	(21.4)	(21.4)
Net income recognized directly in Equity	-	-	-	(21.4)	(21.4)
Profit for the period	-	-	-	373.9	373.9
<b>Balance at 30 September 2008</b>	<b>1,171.5</b>	<b>491.9</b>	<b>312.1</b>	<b>1,564.4</b>	<b>3,539.9</b>

The accompanying notes on pages 9 – 29 form an integral part of these Interim Condensed Financial Statements.

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)



**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**INTERIM STATEMENT OF CHANGES IN EQUITY (CONSOLIDATED) FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2008**

(Amounts in millions of Euro)

	Attributable to equity holders of the parent							
	Share Capital	Share Premium	Statutory Reserve	Consolidation Reserve	Retained Earnings	Total	Minority Interest	Total equity
<b>Balance at 31 December 2006</b>	<b>1,171.5</b>	<b>485.9</b>	<b>283.3</b>	<b>(580.3)</b>	<b>2,304.4</b>	<b>3,664.8</b>	<b>1,223.9</b>	<b>4,888.7</b>
Dividends declared	-	-	-	-	(269.6)	(269.6)	(81.2)	(350.8)
Net change of interest in subsidiaries	-	-	-	-	(11.2)	(11.2)	5.5	(5.7)
Unrealized gains on available-for-sale securities	-	-	-	-	7.1	7.1	-	7.1
Foreign currency translation	-	-	-	-	15.9	15.9	(5.8)	10.1
Net income recognized directly in equity	-	-	-	-	23.0	23.0	(5.8)	17.2
Profit for the period	-	-	-	-	433.0	433.0	108.8	541.8
<b>Balance at 30 September 2007</b>	<b>1,171.5</b>	<b>485.9</b>	<b>283.3</b>	<b>(580.3)</b>	<b>2,479.6</b>	<b>3,840.0</b>	<b>1,251.2</b>	<b>5,091.2</b>
<b>Balance at 31 December 2007</b>	<b>1,171.5</b>	<b>485.9</b>	<b>312.1</b>	<b>(2,533.8)</b>	<b>2,595.8</b>	<b>2,031.5</b>	<b>1,023.1</b>	<b>3,054.6</b>
Dividends declared	-	-	-	-	(367.6)	(367.6)	-	(367.6)
Net change of interest in subsidiaries	-	-	-	-	(776.3)	(776.3)	(65.8)	(842.1)
Stock options program	-	6.0	-	-	-	6.0	-	6.0
Unrealized losses on available-for-sale securities	-	-	-	-	(21.4)	(21.4)	-	(21.4)
Foreign currency translation	-	-	-	-	(69.7)	(69.7)	(34.7)	(104.4)
Net income recognized directly in equity	-	-	-	-	(91.1)	(91.1)	(34.7)	(125.8)
Profit for the period	-	-	-	-	501.7	501.7	1.3	503.0
<b>Balance at 30 September 2008</b>	<b>1,171.5</b>	<b>491.9</b>	<b>312.1</b>	<b>(3,310.1)</b>	<b>2,638.8</b>	<b>1,304.2</b>	<b>923.9</b>	<b>2,228.1</b>

The accompanying Notes on pages 9 – 29 form an integral part of these Interim Condensed Financial Statements.

**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**INTERIM STATEMENTS OF CASH FLOWS (SEPARATE AND CONSOLIDATED)**  
**FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2008**



	<u>1/1/2008 - 30/9/2008</u>		<u>1/1/2007 - 30/9/2007</u>	
	<u>COMPANY</u>	<u>GROUP</u>	<u>COMPANY (*)</u>	<u>GROUP</u>
<i>(Amounts in millions of Euro)</i>				
<b>Cash flows from operating activities</b>				
Profit before income taxes	430.6	715.9	459.0	758.7
Adjustments for:				
Depreciation and amortization	355.4	878.0	384.1	864.8
Cost of early retirement program	12.2	48.3	22.1	22.1
Provisions	119.3	151.6	123.6	155.8
Foreign exchange differences	2.1	(9.8)	2.4	(0.7)
Investment and financial income	(331.4)	(105.8)	(275.5)	(89.5)
Amortization of advances to pension funds	26.4	26.4	26.4	26.4
Interest expense and related expenses	148.8	254.6	61.1	163.8
Adjustments for working capital movements related to operating activities:				
Decrease / (increase) in inventories	19.9	22.5	19.9	8.5
Increase in accounts receivable	(7.3)	(199.5)	(101.5)	(160.0)
Decrease in liabilities (except bank liabilities)	(166.1)	(226.0)	(296.7)	(346.9)
Minus:				
Interest paid and related expenses paid	(91.6)	(172.0)	(62.9)	(158.7)
Income taxes paid	(51.6)	(161.1)	(77.8)	(227.7)
<b>Net cash from operating activities</b>	<b>466.7</b>	<b>1,223.1</b>	<b>284.2</b>	<b>1,016.6</b>
<b>Cash flows from investing activities</b>				
Acquisition of subsidiary, associate, joint ventures and other investments	(852.4)	(848.9)	(2.3)	(42.4)
Acquisition of financial assets	(101.5)	(101.6)	-	-
Proceeds from sale of securities	-	21.1	-	-
Loans granted	(1.3)	(1.3)	(171.7)	(111.7)
Purchase of property, plant and equipment and intangible assets	(197.7)	(602.4)	(178.8)	(698.1)
Other long-term liabilities	-	-	-	144.5
Proceeds from sale of investment	20.9	24.2	7.0	68.7
Interest received	19.2	45.8	24.5	36.1
Dividends received	280.9	4.9	223.5	6.6
<b>Net cash used in investing activities</b>	<b>(831.9)</b>	<b>(1,458.2)</b>	<b>(97.8)</b>	<b>(596.3)</b>
<b>Cash flows from financing activities</b>				
Proceeds from minority shareholders for issuance of subsidiary's share capital	-	16.9	-	12.6
Proceeds from long-term and short-term borrowings	2,700.0	2,702.4	-	-
Repayment of long-term and short-term borrowings	(2,117.5)	(2,168.6)	(16.1)	(552.0)
Dividends paid	(367.7)	(368.0)	(269.2)	(351.0)
<b>Net cash from/(used in) financing activities</b>	<b>214.8</b>	<b>182.7</b>	<b>(285.3)</b>	<b>(890.4)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(150.4)</b>	<b>(52.4)</b>	<b>(98.9)</b>	<b>(470.1)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>459.2</b>	<b>1,316.3</b>	<b>824.6</b>	<b>2,042.5</b>
<b>Cash and cash equivalents included in non-current assets held for sale (see Note 5)</b>	<b>-</b>	<b>(6.1)</b>	<b>-</b>	<b>-</b>
<b>Cash and cash equivalents at end of period</b>	<b>308.8</b>	<b>1,257.8</b>	<b>725.7</b>	<b>1,572.4</b>

The accompanying Notes on pages 9 – 29 form an integral part of these Interim Condensed Financial Statements.

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)



**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**(SEPARATE AND CONSOLIDATED) AS OF 30 SEPTEMBER 2008**  
**(Amounts in millions of Euro, unless otherwise stated)**



**1. COMPANY'S FORMATION AND OPERATIONS**

The Hellenic Telecommunications Organization S.A. (hereinafter referred to as the "Company" or "OTE"), was founded in 1949 and is registered with the Greek Register of Societe Anonymes (M.A.E.) under number 347/06/B/86/10.

OTE's registered office is located at 99 Kifissias Avenue – 151 24 Maroussi Athens, Greece, and its website is [www.ote.gr](http://www.ote.gr).

OTE's main activities are to provide telecommunications and other related services.

The OTE Group of companies (hereinafter referred to as the "Group") comprises of companies where OTE has control either directly (subsidiaries) or indirectly (subsidiaries of its subsidiaries).

The Interim Condensed Separate and Consolidated Financial Statements (hereafter the «Financial Statements») for the nine months ended 30 September 2008 were authorized for issue by the Board of Directors on 25 November 2008.

The number of employees of the Group and the Company at the end of September 2008 and 2007 were:

	<u>Group</u>	<u>Company</u>
<b>30 September 2008</b>	33,505	12,160
<b>30 September 2007</b>	33,737	11,957

The subsidiaries which are included in the Group and have been included in the Consolidated Financial Statements by the full consolidation method and are the following:

<u>Company Name</u>	<u>Line of Business</u>	<u>Country</u>	<u>Ownership interest</u>	
			<u>30/9/2008</u>	<u>31/12/2007</u>
<b><u>Direct ownership</u></b>				
• COSMOTE MOBILE TELECOMMUNICATIONS S.A. ("COSMOTE")	Mobile telecommunications services	Greece	100.00%	90.72%
• 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%	58.87%
• OTENET S.A. ("OTENET")	Internet services	Greece	-	100.00%
• VOICENET S.A. ("VOICENET")	Telecommunications services	Greece	100.00%	84.07%
• HELLASCOM 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%

**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**(SEPARATE AND CONSOLIDATED) AS OF 30 SEPTEMBER 2008**  
**(Amounts in millions of Euro, unless otherwise stated)**



**1. COMPANY'S FORMATION AND OPERATIONS (continued)**

<u>Company Name</u>	<u>Line of Business</u>	<u>Country</u>	<u>Ownership interest</u>	
			<u>30/9/2008</u>	<u>31/12/2007</u>
<b><u>Indirect ownership</u></b>				
• 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%	79.71%
• OTE MTS HOLDING B.V.	Investment holding company	Holland	100.00%	90.72%
• COSMOFON MOBILE TELECOMMUNICATIONS SERVICES A.D. – SKOPJE ("COSMOFON")	Mobile telecommunications services	Skopje	100.00%	90.72%
• COSMO BULGARIA MOBILE EAD ("GLOBUL")	Mobile telecommunications services	Bulgaria	100.00%	90.72%
• COSMO-HOLDING ALBANIA S.A. ("CHA")	Investment holding company	Greece	97.00%	88.00%
• ALBANIAN MOBILE COMMUNICATIONS Sh.a ("AMC")	Mobile telecommunications services	Albania	82.45%	74.80%
• COSMOHOLDING CYPRUS LTD ("COSMOHOLDING CYPRUS")	Investment holding company	Cyprus	90.00%	81.65%
• GERMANOS S.A.	Retail services	Greece	90.00%	81.65%
• E-VALUE S.A.	Marketing services	Greece	90.00%	81.65%
• GERMANOS TELECOM SKOPJE S.A.	Retail services	Skopje	90.00%	81.65%
• GERMANOS TELECOM ROMANIA S.A.	Retail services	Romania	90.00%	81.64%
• SUNLIGHT ROMANIA S.R.L. -FILIALA	Retail services	Romania	90.00%	81.64%
• TEL SIM S.R.L	Retail services	Romania	90.00%	81.65%
• GERMANOS TELECOM BULGARIA A.D.	Retail services	Bulgaria	90.00%	81.65%
• MOBILBEEEP LTD	Retail services	Greece	90.00%	81.65%
• GRIGORIS MAVROMICHALIS & PARTNERS LTD	Retail services	Greece	89.10%	80.82%
• ALBATROS & PARTNERS LTD	Retail services	Greece	90.00%	81.64%
• OTENET CYPRUS LTD	Investment holding company	Cyprus	-	76.33%
• OTENET TELECOMMUNICATIONS LTD	Telecommunications services	Cyprus	-	71.61%
• 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 ROMANIA	Consulting services	Romania	-	100.00%
• OTE PLUS BULGARIA	Consulting services	Bulgaria	100.00%	100.00%

**2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The Financial Statements for the nine months ended 30 September 2008 have been prepared in accordance with IAS 34 "Interim Financial Reporting".

These Interim Condensed 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 at 31 December 2007, which are available on the Company's website ([www.ote.gr](http://www.ote.gr)).

The Financial Statements have been prepared on the historical cost basis except for specific assets and liabilities which are measured at fair value. All amounts are presented in millions of Euro, except when otherwise indicated.



### **3. SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies and accounting estimates adopted in the preparation of the Interim Condensed Financial Statements, are consistent with those followed in the preparation of the Annual Financial Statements as of 31 December 2007, except for the adoption of new Standards and Interpretations noted below, whose application did not have any effect on the financial position or performance of the Company or the Group.

- IFRIC 11 – IFRS 2 “Group and Treasury Share Transactions”.

The following interpretations are effective for financial periods beginning on or after 1 January 2008 and have not been endorsed yet by the EU. These interpretations are not expected to have significant effect on the Company’s or the Group’s financial statements:

- IFRIC 12 – “Service Concession Arrangements”.
- IFRIC 14 IAS 19 – “The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction”.

The International Accounting Standards Board (IASB) and the IFRS Interpretations Committee (IFRIC) have issued a number of new Standards and Interpretations whose application is mandatory for the financial periods beginning on or after 1 January 2009 and which are disclosed together with management’s assessment for their impact in the Annual Financial Statements as of 31 December 2007. New Standards and Interpretations issued subsequently (which have not yet been adopted by the Company or the Group), are:

- IFRIC 15, "Agreements for the Construction of Real Estate", was issued on 3 July 2008 and is effective for annual periods beginning on or after 1 January 2009 and must be applied retrospectively. IFRIC 15 provides guidance on how to determine whether an agreement for the construction of real estate is within the scope of IAS 11 “Construction Contracts” or IAS 18 “Revenue” and, accordingly, when revenue from such construction should be recognized. The Group is in the process of assessing the impact of this Interpretation on its financial statements. This Interpretation has not yet been endorsed by the EU.
- IFRIC 16, "Hedges of a Net Investment in a Foreign Operation", was issued on 3 July 2008 and is effective for annual periods beginning on or after 1 October, 2008 and can be applied retrospectively or prospectively. IFRIC 16 clarifies three main issues, namely:
  - A presentation currency does not create an exposure to which an entity may apply hedge accounting. Consequently, a parent entity may designate as a hedged risk only the foreign exchange differences arising from a difference between its own functional currency and that of its foreign operation.
  - Hedging instrument(s) may be held by any entity or entities within the group.
  - While IAS 39, “Financial Instruments: Recognition and Measurement”, must be applied to determine the amount that needs to be reclassified to profit or loss from the foreign currency translation reserve in respect of the hedging instrument, IAS 21 “The Effects of Changes in Foreign Exchange Rates” must be applied in respect of the hedged item.

The Group is in the process of assessing the impact of this Interpretation on its financial statements. This Interpretation has not yet been endorsed by the EU.



### 3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Transactions between companies under common control are excluded from the scope of IFRS 3. Therefore the Group (implementing the guidance of IAS 8 for similar cases) accounts for such transactions using a method like “pooling of interests”. Based on this principle, the Group consolidates the book values of the combined entities (without valuation to fair values). The financial statements of the Group or the new entity after the transaction are prepared on the basis as if the new structure was in effect since the beginning of the first period which is presented in the financial statements and consequently the comparative figures are adjusted. The difference between the purchase price and the book value of the percentage of the net assets acquired is recognized directly in equity.

### 4. INVESTMENTS

Investments are analyzed as follows:

	30/9/2008		31/12/2007	
	COMPANY	GROUP	COMPANY (*)	GROUP
(a) Investments in subsidiaries	4,733.6	-	3,884.6	-
(b) Other investments	156.4	156.5	157.8	158.4
	<b>4,890.0</b>	<b>156.5</b>	<b>4,042.4</b>	<b>158.4</b>

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)

(a) Investments in subsidiaries are analyzed as follows:

<u>Company</u>	<u>Country</u>	<u>30/9/2008</u>	<u>31/12/2007 (*)</u>
• COSMOTE	Greece	3,500.4	2,654.3
• OTE INTERNATIONAL INVESTMENTS LTD	Cyprus	497.9	497.9
• HELLAS SAT CONSORTIUM	Cyprus	194.7	194.7
• COSMO ONE	Greece	3.2	3.2
• HELLASCOM	Greece	8.4	8.4
• OTE SAT-MARITEL	Greece	11.2	11.2
• OTE PLUS	Greece	3.8	3.8
• OTE PLc	U.K.	-	-
• OTE ESTATE	Greece	336.3	336.3
• OTEGLOBE	Greece	163.7	163.7
• OTE INSURANCE	Greece	0.6	0.6
• OTE ACADEMY	Greece	9.4	5.9
• VOICENET	Greece	4.0	2.7
• OTENET KYIPOY LTD	Cyprus	-	1.6
• OTENET TELECOMMUNICATIONS LTD	Cyprus	-	0.3
		<b>4,733.6</b>	<b>3,884.6</b>

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)



#### **4. INVESTMENTS (continued)**

On 9 November 2007, following authorization by the Board of Directors, OTE announced the submission of a Public Tender Offer for the acquisition of the total outstanding common shares of COSMOTE for a price of Euro 26.25 (in absolute amount) per share.

As at 31 December 2007, OTE owned 303,725,198 shares, which represented approximately 90.72% of COSMOTE's share capital and voting rights.

The tender offer's acceptance period for the acquisition of COSMOTE's shares ended on 29 January 2008. During January 2008 and with the submission of acceptance applications by 5,044 shareholders, OTE acquired 27,503,293 shares of COSMOTE representing 8.187% of COSMOTE's share capital. As a result, on 29 January 2008, OTE held 331,228,491 shares representing 98.592% of COSMOTE's share capital with the corresponding voting rights.

According to Article 27 of Law 3461/2006 on 27 February 2008, OTE filed a request with the Hellenic Capital Market Commission seeking permission to exercise squeeze out rights on the remaining shares of COSMOTE at a price equal to that of the Public Offer, i.e. Euro 26.25 per share (in absolute amount) (Squeeze-Out Right). The remaining shareholders retained the right to sell their shares to the Proposing Party through the Stock Exchange within three months from the end of the acceptance period (Sell-Out Right). After the end of the exercise period of the Squeeze-Out Rights and of the Sell-Out Rights, OTE began the procedure for the delisting of the COSMOTE's shares from the Athens Stock Exchange and Global Depository Receipts (GDRs) from the London Stock Exchange (L.S.E.).

Since 9 April 2008, following OTE's Public Tender Offer for the acquisition of COSMOTE's shares and after the completion of exercise of the Squeeze-Out Rights and of the Sell-Out Rights, OTE holds 335,957,300 COSMOTE's shares, which represent the 100% of its share capital and voting rights.

On 11 April 2008, COSMOTE announced that pursuant to the decision of the Extraordinary General Assembly of its shareholders held on 10 April 2008, a request was submitted to the Hellenic Capital Market Commission, in accordance with par. 5 article 17 of Law 3371/2005, for the delisting of its shares from the Athens Stock Exchange. The request was approved by the Hellenic Capital Market Commission.

The amount of Euro 775.2 which resulted from the acquisition of COSMOTE's minority interests, was recognized directly in Equity in the Consolidated Financial Statements (in the line "Consolidation Reserve"), as it relates to the acquisition of minority in an entity where control already exists.

In May 2008, OTE announced the sale of the Group's investment in OTENET CYPRUS LTD and OTENET TELECOMMUNICATIONS LTD, which operate in the telecommunication and internet services section, to Cyprus Trading Corporation Plc (CTC), for a total consideration of approximately Euro 3.9.

On 19 March 2008 OTE and its subsidiary OTENET signed a Draft Merger Agreement whereby OTE would absorb OTENET. The above Agreement was approved by the Board of Directors of both parties and pursuant to article 7b of L. 2190/20 was deposited with the Greek Register of Societe Anonymes (M.A.E.). On 27 June 2008 the relevant Ministerial Decision which approved and concluded the procedure of OTENET's absorption by its parent, was deposited with the Societe Anonymes Register of the Prefecture of Athens.

In May 2008 OTE acquired the remaining interest in its subsidiary VOICENET from SANYO HELLAS S.A., for a consideration of Euro 1.3. Following the acquisition, OTE owns 100% of VOICENET's share capital and voting rights. The amount of Euro 1.1 which resulted from the acquisition of VOICENET's minority interests, was recognized directly in Equity in the Consolidated Financial Statements (in the line "Consolidation Reserve"), as it relates to the acquisition of minority in an entity where control already exists.



#### 4. INVESTMENTS (continued)

On 10 April 2008 OTE's subsidiary OTE ESTATE filed a request with the Hellenic Capital Market Commission for a licence for the operation of a Real Estate Investment Company. The HCMC with its decision of 13 June 2008 provided OTE ESTATE with this licence of operation.

In July 2008, OTE participated in OTE ACADEMY's share capital increase, acquiring 1,200,000 common shares at the nominal value of Euro 2.93 (in absolute amount), the total consideration being Euro 3.5. OTE ACADEMY continues to be wholly owned by OTE and the Company's participation in the share capital increase was approved by the Board of Directors.

OTE PLUS ROMANIA, OTE PLUS' 100% subsidiary which has its headquarters in Bucharest Romania and which provides consulting services, was dissolved within 2008.

##### (b) Other investments

OTE's other investments are analyzed as follows:

	<u>30/9/2008</u>	<u>31/12/2007</u>
TELECOM SRBIJA	155.1	155.1
Other	1.3	2.7
	<u><b>156.4</b></u>	<u><b>157.8</b></u>

On 31 July 2008 OTE announced the sale of its total participation in the share capital of LOFOS PALLINI S.A. to REDS S.A. for a total consideration of Euro 18.4. A pre-tax gain of approximately Euro 17 was realised from this sale and is recorded in the line "Gains/(losses) from investments".

Dividend income from investments is analyzed as follows:

##### COMPANY

	<u>2008</u>		<u>2007</u>	
	<u>3rd Quarter</u>	<u>1<sup>st</sup> Half</u>	<u>3rd Quarter</u>	<u>1<sup>st</sup> Half</u>
COSMOTE	-	245.2	-	163.2
OTE ESTATE	-	30.3	-	-
OTESAT-MARITEL	-	0.5	-	-
OTE INTERNATIONAL INVESTMENTS LTD	-	-	-	48.0
INFOTE	-	-	-	5.0
TELEKOM SRBIJA	-	11.2	-	15.7
Other	-	0.9	-	0.7
	<u>-</u>	<u><b>288.1</b></u>	<u>-</u>	<u><b>232.6</b></u>

##### GROUP

	<u>2008</u>		<u>2007</u>	
	<u>2<sup>nd</sup> Quarter</u>	<u>1<sup>st</sup> Half</u>	<u>2<sup>nd</sup> Quarter</u>	<u>1<sup>st</sup> Half</u>
TELEKOM SRBIJA	-	11.2	-	15.7
Other	-	0.9	-	0.7
	<u>-</u>	<u><b>12.1</b></u>	<u>-</u>	<u><b>16.4</b></u>

Out of the total of the above dividend income, an amount of Euro 4.3 was not received until 30 September 2008 end and is included in "Other current assets" in the Separate and Consolidated Balance Sheet, as of 30 September 2008.



**5. NON-CURRENT ASSETS HELD FOR SALE**

On 15 September 2008 OTE publicly announced that it had appointed financial advisors for the sale of COSMOFON MOBILE TELECOMMUNICATIONS SERVICES A.D, which is a mobile telephony provider in Skopje.

Taking into account the provisions of I.F.R.S. 5, COSMOFON meets the criteria for its classification as held for sale and therefore in the Consolidated Balance Sheet as of 30 September 2008, COSMOFON's assets and liabilities were presented separately from other assets and liabilities of the Group in "Non-current assets held for sale" and in "Liabilities associated with non-current assets held for sale", respectively. The afore-mentioned classification did not affect the OTE's Separate Balance Sheet, as of 30 September 2008.

The assets and liabilities of COSMOFON, after the elimination of inter company transactions, as of 30 September 2008 are as follows:

<b>ASSETS</b>	<b>30/9/2008</b>
<b>Non-current assets</b>	
Telecommunication property, plant and equipment	126.2
<b>Total non-current assets</b>	<b>126.2</b>
<b>Current assets</b>	
Materials and supplies	2.1
Accounts receivable	15.0
Other current assets	5.3
Cash and cash equivalents	6.1
<b>Total current assets</b>	<b>28.5</b>
<b>Non-current assets classified as held for sale</b>	<b>154.7</b>
 <b>LIABILITIES</b>	
<b>Non-current liabilities</b>	
Other non-current liabilities	0.1
<b>Total non-current liabilities</b>	<b>0.1</b>
<b>Current liabilities</b>	
Suppliers	6.5
Other current liabilities	5.7
<b>Total current liabilities</b>	<b>12.2</b>
<b>Liabilities directly associated with non-current assets classified as held for sale</b>	<b>12.3</b>

**HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**(SEPARATE AND CONSOLIDATED) AS OF 30 SEPTEMBER 2008**  
**(Amounts in millions of Euro, unless otherwise stated)**



**5. NON-CURRENT ASSETS HELD FOR SALE (continued)**

Condensed income statements of COSMOFON for the periods presented are included in the table below, before any elimination for inter company transactions, for information purposes:

	<b>3<sup>rd</sup> Quarter 2008</b>	<b>Nine months 2008</b>	<b>3<sup>rd</sup> Quarter 2007</b>	<b>Nine months 2007</b>
Revenues	17.6	47.6	17.2	46.4
Operating expenses	(15.8)	(45.8)	(15.3)	(44.4)
Operating income before financial results	1.8	1.8	1.9	2.0
Financial results	(1.1)	(3.1)	(1.0)	(2.8)
Profit/(loss) before tax	0.7	(1.3)	0.9	(0.8)
Income taxes	-	-	-	-
<b>Profit/(loss) for the period</b>	<b>0.7</b>	<b>(1.3)</b>	<b>0.9</b>	<b>(0.8)</b>

**6. SHARE CAPITAL**

OTE's share capital as at 30 September 2008 and 31 December 2007 amounted to Euro 1,171.5, divided into 490,150,389 registered shares, with a nominal value of Euro 2.39 (in absolute amount) per share.

As at 30 September 2008 and as at 31 December 2007, the Hellenic State's direct participation was approximately 24.96% while together with D.E.K.A. S.A. its participation was 28.03%.

On 17 July 2008 the participation of DEUTSCHE TELEKOM AG in OTE's share capital, modified and since then this stands at 21.967%, and amounts to 107,671,713 shares with corresponding voting rights.

**7. DIVIDENDS**

Under Greek corporate law, each year companies are generally required to declare from their statutory profits, dividends of at least 35% of the after-tax profits, after allowing for a statutory reserve.

OTE's General Assembly on 26 June 2008 approved the distribution of a total dividend from 2007 profits of Euro 367.6 or Euro 0.75 (in absolute amount) per share.





## 8. LONG -TERM BORROWINGS

Long-term borrowings are analyzed as follows:

	<u>30/9/2008</u>	<u>31/12/2007</u>
<b><u>COMPANY</u></b>		
(a) Loan from European Investment Bank	18.9	36.4
(b) Inter-company loans from OTE Plc	3,357.0	1,266.3
<b><i>Total long-term borrowings</i></b>	<b>3,375.9</b>	<b>1,302.7</b>
Short-term portion	(18.9)	(17.5)
<b><i>Long-term portion</i></b>	<b><u>3,357.0</u></b>	<b><u>1,285.2</u></b>
<b><u>GROUP</u></b>		
(a) Loan from European Investment Bank	18.9	36.4
(b) Consortium loans	500.0	500.0
(c) Global Medium Term Note Program	5,459.9	3,360.4
(d) Other bank loans	64.7	133.6
<b><i>Total long-term borrowings</i></b>	<b>6,043.5</b>	<b>4,030.4</b>
Short-term portion	(35.9)	(83.3)
<b><i>Long-term portion</i></b>	<b><u>6,007.6</u></b>	<b><u>3,947.1</u></b>

On 12 February 2008 OTE Plc completed the issuance of two bonds amounting to Euro 1,500 and Euro 600 under the Global Medium Term Note Programme, for the refinancing of the balance of the short-term loan which was obtained in November 2007 for the acquisition of COSMOTE's shares by OTE.

Specifically, OTE Plc issued:

- a) Fixed rate bond of Euro 1,500, maturing on 14 February 2011 with a coupon of 5.375% and
- b) Fixed rate bond of Euro 600, maturing on 12 February 2015, with a coupon of 6.0%.

The bond terms include a step-up clause according to the credit rating of OTE. The bond coupon could increase by 1.25% in the case that:

- a) one or both of the two credit rating agencies (Moody's and S&P) downgrades the rating to BB+, Ba1 and under (sub-investment grade), or
- b) both rating agencies (Moody's and S&P) cease or are unable to perform the credit rating of OTE.

The coupon can increase once only during the whole bond duration and only for the period the credit rating of OTE remains at sub-investment grade.

The bonds also include a Change of Control clause applicable to OTE which is triggered if both of the following events occur:

- a) any person or persons acting in concert (other than the Hellenic Republic) at any time directly or indirectly come (s) to own or acquire (s) more than 50% of the issued ordinary share capital or of the voting rights of OTE, and
- b) as a consequence of (a), the rating previously assigned to the bonds by any international rating agency is withdrawn or down graded to BB+/Ba1 or their respective equivalents (non-investment grade), within a specific period and under specific terms and conditions.

In accordance with the terms and conditions of the bonds, in the event that the Change of Control clause is triggered, OTE Plc shall promptly give written notice to the bond holders who in turn shall have the option within 45 days to require OTE PLC to redeem the bonds (put option), at their principal amounts together with accrued interest up to the date of redemption. None of the above triggering events has occurred until the date of this report.



## 8. LONG -TERM BORROWINGS (continued)

On 19 May 2008, Moody's down graded OTE's long-term rating from Baa1 to Baa2. According to several terms included in the agreement between the Greek State and DEUTSCHE TELEKOM A.G.. The Greek State's interest in OTE S.A. may potentially decrease below 20%. As a result, the Company's support by the Greek State was downgraded to "low" from "average". This modification resulted in the long-term rating being changed to Baa2. Since the Company's underlying business fundamentals and financial strength remain unchanged, the rest of the factors used to assess the Company's rating have remained unchanged.

On 21 July 2008 OTE Plc entered into an interest rate swap agreement with Goldman Sachs Bank, for a notional amount of Euro 65.0, maturing on 5 August 2013, in order to partially hedge the fair value of the Euro 1,250 bond, which pays interest at a fixed rate of 5% and matures in 2013. According to the terms of the swap, OTE Plc will receive 5.0% annually by the Goldman Sachs Bank and will pay 3months Euribor, less 0.05% on a quarterly basis.

## 9. SHORT-TERM BORROWINGS

On 9 November 2007, OTE Plc, under the full guarantee of OTE signed a short term credit facility agreement for an amount of Euro 2.7 billion with a consortium of banks, to finance the acquisition of the minority shares of COSMOTE by OTE. As at 31 December 2007 an amount of Euro 1.5 billion had been drawn-down. During the first half of 2008 an additional amount of Euro 600 was drawn-down. With the completion of the issuance of the two bonds amounting to Euro 1,500 and Euro 600 under the Global Medium Term Note Programme (See Note 8), the outstanding balance of the above mentioned short term credit facility was fully repaid. After the repayment, the outstanding balance of Group's short-term borrowings as at 30 September 2008, amounted to Euro 4.4.

## 10. INCOME TAXES

In accordance with the Greek tax regulations (Law 3296/2004), the income tax rate is 25% from 2007. According to the provisions of the new tax Law 3296/2008 article 19, income tax rates will be reduced gradually 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 as described below and therefore their tax liabilities have not been finalized:

<u>Company Name</u>	<u>Unaudited Tax Years</u>
<u>Full consolidation method (direct ownership)</u>	
• OTE	From 2006
• COSMOTE	From 2006
• OTE INTERNATIONAL INVESTMENTS LTD	From 1998
• HELLAS SAT	From 2003
• COSMO-ONE	From 2002
• VOICENET	From 2004
• HELLASCOM	From 2006
• OTE Plc	From 2005
• OTE SAT-MARITEL	From 2004
• OTE PLUS	From 2005
• OTE ESTATE	From 2003
• OTE GLOBE	From 2007
• OTE INSURANCE	From 2003
• OTE ACADEMY	From 2000
• HATWAVE	From 1996



**10. INCOME TAXES (continued)**

<u>Company Name</u>	<u>Unaudited Tax Years</u>
<u>Full consolidation method (indirect ownership)</u>	
• OTE INVESTMENT SERVICES S.A.	From 2005
• ROMTELECOM	From 2006
• AMC	From 2006
• COSMOFON	From 2001
• GLOBUL	From 2005
• COSMOTE ROMANIA	From 2007
• GERMANOS	From 2004
• E-VALUE S.A.	From 2003
• GERMANOS TELECOM SKOPJE S.A.	From 2003
• GERMANOS TELECOM ROMANIA S.A.	From 2003
• SUNLIGHT ROMANIA S.R.L.-FILIALA	From 2001
• GERMANOS TELECOM BULGARIA A.D.	From 2005
• MOBILBEEEP LTD	From 2005
• GRIGORIS MAVROMICHALIS & PARTNERS LTD	From 2006
• ALBATROS & PARTNERS LTD	From 2006
• TEL SIM S.R.L	From 2007 (establishment)
• HELLAS SAT S.A.	From 2008
• OTE MTS HOLDING B.V.	From 2001
• CHA	From 2007
• COSMO-HOLDING CYPRUS	From 2006
• OTE PLUS BULGARIA	Tax exemption

The tax audit of ROMTELECOM's books for the fiscal years 2001-2005 was completed in March 2008. Additional taxes of Euro 20.2 were imposed, which were netted-off against the respective provision which had been established in previous years, with no impact in the income statement of nine months of 2008.

During the second quarter of 2008 the tax audit for the fiscal years 2004-2006 in COSMOTE ROMANIA was completed, without any additional tax being imposed.

During the second quarter of 2008 the tax audit for the fiscal years 2002-2006 in OTE GLOBE was started and completed. Additional taxes of Euro 0.6 were imposed, which were netted-off against the respective provision which had been established in previous years, with no impact in the income statement of nine months of 2008.

During the third quarter of 2008 the tax audit of OTE ESTATE's books for the fiscal years 2001 and 2002 was completed and although the additional taxes due amounted to Euro 12.3, this was subsequently revised downwards by the tax authorities, to Euro 7.9. In addition the tax authorities imposed additional taxes of Euro 16.8 related to the share capital in 2001. The company has decided to file lawsuits against the decision, before the Administrative Courts and it expects to win.

During the third quarter of 2008 the tax audit of HELLAS SAT's books for the fiscal years 2002-2007 was completed and additional taxes of Euro 0.5 were imposed.

The tax audit of OTE SAT - MARITEL's books for the fiscal years 2004 and 2005 is in progress and is expected to be completed within 2008.

The tax audit of OTE PLUS's books for the fiscal years 2005 and 2007 is in progress and is expected to be completed within 2008

The tax audit of GERMANOS's books for the fiscal years 2004 and 2005 is in progress, and is expected to be completed within 2008.

The tax audit of E-VALUE S.A.'s books for the fiscal years 2003-2005 is in progress and is expected to be completed within 2008.

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**11. REVENUES**

Revenues in the accompanying income statements consist of income from:

<u>COMPANY</u>	2008		2007 (*)	
	<u>3rd Quarter</u>	<u>Nine months</u>	<u>3rd Quarter</u>	<u>Nine months</u>
(i) Domestic Telephony				
• Monthly network service fees	152.2	471.1	170.9	511.0
• Local and long-distance calls				
- Fixed to fixed	100.2	323.7	114.6	370.3
- Fixed to mobile	57.5	173.5	66.5	199.8
	157.7	497.2	181.1	570.1
• Other	17.4	53.0	18.6	53.9
	<b>327.3</b>	<b>1,021.3</b>	<b>370.6</b>	<b>1,135.0</b>
(ii) International Telephony				
• International traffic	15.9	47.5	17.6	54.1
• Payments from international operators	23.4	69.7	23.1	58.2
• Payments from mobile operators	14.9	40.4	14.5	35.1
	<b>54.2</b>	<b>157.6</b>	<b>55.2</b>	<b>147.4</b>
(iii) Other revenues				
• Prepaid cards	13.0	34.3	17.5	50.3
• Telephone Directory Services	0.7	3.7	0.2	1.0
• Leased lines and Data communications / ATM	56.2	163.1	49.9	168.3
• ISDN	33.5	102.2	37.0	113.9
• Sales of telecommunication equipment	14.8	41.3	21.1	50.0
• Internet / ADSL	40.8	121.0	39.7	108.3
• Collocation & LLU's	21.6	54.5	6.8	11.9
• Metro Ethernet & IP CORE	4.5	11.9	2.8	6.8
• Services rendered	38.5	110.4	35.3	104.3
• Interconnection charges	26.5	84.8	31.6	86.4
• Miscellaneous	3.9	14.2	5.8	21.3
	<b>254.0</b>	<b>741.4</b>	<b>247.7</b>	<b>722.5</b>
<b>Total revenues</b>	<b>635.5</b>	<b>1,920.3</b>	<b>673.5</b>	<b>2,004.9</b>

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)

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**11. REVENUES (continued)**  
**GROUP**

	2008		2007	
	3rd Quarter	Nine months	3rd Quarter	Nine months
(i) Domestic Telephony				
• Monthly network service fees	225.6	691.1	247.5	750.5
• Local and long-distance calls				
- Fixed to fixed	111.1	361.2	130.3	433.7
- Fixed to mobile	81.3	246.7	96.4	288.2
	192.4	607.9	226.7	721.9
• Other	24.2	71.5	22.9	68.0
	<b>442.2</b>	<b>1,370.5</b>	<b>497.1</b>	<b>1,540.4</b>
(ii) International Telephony				
• International traffic	23.5	70.8	27.6	82.6
• Payments from international operators	30.2	105.0	37.2	108.1
• Payments from mobile operators	15.7	43.3	14.9	37.1
	<b>69.4</b>	<b>219.1</b>	<b>79.7</b>	<b>227.8</b>
(iii) Mobile Telephony	<b>671.4</b>	<b>1,834.2</b>	<b>595.9</b>	<b>1,641.2</b>
(iv) Other revenues				
• Prepaid cards	14.7	39.7	20.5	60.2
• Telephone Directory Services	0.7	3.7	14.0	42.3
• Leased lines and Data communications / ATM	91.2	254.5	67.2	198.9
• ISDN	36.5	111.2	40.1	123.9
• Sales of telecommunication equipment	153.2	461.2	185.4	477.5
• Internet / ADSL	57.2	170.9	57.0	160.1
• Collocation & LLU's	22.8	58.3	7.9	15.1
• Metro Ethernet & IP CORE	5.9	15.2	3.1	7.7
• Services rendered	25.2	76.1	10.0	47.9
• Interconnection charges	29.8	89.7	33.1	80.0
• Miscellaneous	18.3	62.2	16.7	64.6
	<b>455.5</b>	<b>1,342.7</b>	<b>455.0</b>	<b>1,278.2</b>
<b>Total revenues</b>	<b>1,638.5</b>	<b>4,766.5</b>	<b>1,627.7</b>	<b>4,687.6</b>

**12. COST OF EARLY RETIREMENT PROGRAM**

On 28 February 2008, OTE's management and OME-OTE (the employee's union) signed a Collective Labor Agreement by which employees who are eligible to early retirement by 29 December 2008 can receive certain benefits if they leave by 30 December 2008. The right to file an irrevocable application for participation in the early retirement program ended on 21 March 2008. The total cost amounted to Euro 12.2 million and has been included in OTE's results for the first half of 2008. An additional amount of Euro 36.1 relating to the cost of early retirement program in ROMTELECOM, has also been included in the Group's income statement for the nine months of 2008.

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**13. OTHER OPERATING EXPENSES**

Other operating expenses are analyzed as follows:

**COMPANY**

	<b>2008</b>		<b>2007 (*)</b>	
	<b>3rd Quarter</b>	<b>Nine months</b>	<b>3rd Quarter</b>	<b>Nine months</b>
Services and fees	28.0	79.1	22.8	87.4
Cost of telecommunication material, repairs and maintenance	16.1	50.7	16.3	54.2
Advertising costs	9.6	35.8	9.8	35.6
Utilities	17.5	43.0	16.7	40.3
Provision for doubtful accounts	22.1	52.1	16.7	44.9
Other provisions	-	-	2.5	13.5
Travel costs	1.8	5.8	1.8	5.9
Payments to audiotex providers	1.0	4.6	1.7	4.7
Rent	18.3	54.9	17.3	52.0
Taxes, other than income taxes	3.6	10.4	3.3	9.9
Transportation	1.4	3.9	1.4	4.0
Other	4.9	12.6	4.5	11.6
	<b>124.3</b>	<b>352.9</b>	<b>114.8</b>	<b>364.0</b>

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)

**GROUP**

	<b>2008</b>		<b>2007</b>	
	<b>3rd Quarter</b>	<b>Nine months</b>	<b>3rd Quarter</b>	<b>Nine months</b>
Services and fees	50.5	141.3	38.5	119.9
Cost of telecommunication material, repairs and maintenance	54.0	154.3	51.0	152.5
Advertising costs	48.1	146.3	46.1	147.5
Utilities	32.7	84.6	23.5	69.1
Provision for doubtful accounts	35.1	83.0	26.8	70.7
Other provisions	-	-	2.2	14.3
Travel costs	4.2	12.9	4.3	13.4
Commissions to independent distributors	63.9	184.5	60.0	164.2
Payments to audiotex providers	1.8	6.5	2.6	8.1
Rent	19.8	66.9	24.6	70.3
Taxes, other than income taxes	12.2	43.3	13.3	42.4
Transportation	2.9	8.0	3.2	9.0
Other	8.8	33.7	13.7	41.4
	<b>334.0</b>	<b>965.3</b>	<b>309.8</b>	<b>922.8</b>

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**14. SEGMENT REPORTING**

The following information is provided for the reportable segments, which are separately disclosed in the financial statements and 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 sub-groups.

Using quantitative thresholds OTE, COSMOTE sub-group and ROMTELECOM, have been determined as reportable segments. Information about operating segments that do not constitute reportable segments have been combined and disclosed in an "All Other" category.

Accounting policies of the segments are the same as those followed for the preparation of the Consolidated Financial Statements. The Group 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:

<u>Nine months period ended 30/9/2008</u>	<u>OTE</u>	<u>COSMOTE GROUP</u>	<u>ROMTELECOM</u>	<u>ALL OTHER</u>	<u>TOTAL</u>	<u>ADJUSTMENTS-ELIMINATIONS</u>	<u>GROUP</u>
Revenues from external customers	1,751.1	2,274.2	639.9	101.3	4,766.5	-	4,766.5
Intersegment revenues	169.2	143.5	16.5	178.6	507.8	(507.8)	-
Total revenues	1,920.3	2,417.7	656.4	279.9	5,274.3	(507.8)	4,766.5
Operating expenses	(1,670.2)	(1,868.6)	(643.6)	(236.1)	(4,418.5)	506.9	(3,911.6)
Operating income	250.1	549.1	12.8	43.8	855.8	(0.9)	854.9
Operating income before depreciation and amortization	605.5	855.3	196.3	77.7	1,734.8	(1.9)	1,732.9
Profit/(loss) for the period	373.9	334.9	3.7	44.3	756.8	(253.8)	503.0

<u>Nine months period ended 30/9/2007</u>	<u>OTE(*)</u>	<u>COSMOTE GROUP</u>	<u>ROMTELECOM</u>	<u>ALL OTHER(*)</u>	<u>TOTAL</u>	<u>ADJUSTMENTS-ELIMINATIONS</u>	<u>GROUP</u>
Revenues from external customers	1,836.9	2,117.8	628.6	104.3	4,687.6	-	4,687.6
Intersegment revenues	168.0	133.2	20.4	163.9	485.5	(485.5)	-
Total revenues	2,004.9	2,251.0	649.0	268.2	5,173.1	(485.5)	4,687.6
Operating expenses	(1,757.9)	(1,774.1)	(588.5)	(218.1)	(4,338.6)	483.3	(3,855.3)
Operating income	247.0	476.9	60.5	50.1	834.5	(2.2)	832.3
Operating income before depreciation and amortization	631.1	745.4	241.7	81.7	1,699.9	(2.8)	1,697.1
Profit for the period	376.4	264.5	46.8	44.9	732.6	(190.8)	541.8

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)



## 15. EARNINGS PER SHARE

Earnings per share (after income taxes,) are calculated by dividing the profit attributable to the shareholders 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:

### COMPANY

	2008		2007 (*)	
	3rd Quarter	Nine months	3rd Quarter	Nine months
Earnings attributable to the shareholders of the parent	32.0	373.9	67.8	376.4
Weighted average number of shares outstanding (for basic earnings per share)	490,150,389	490,150,389	490,150,389	490,150,389
Stock option rights	3,141,620	3,141,620	-	-
Weighted average number of shares outstanding (for diluted earnings per share)	493,292,009	493,292,009	490,150,389	490,150,389
Basic earnings per share	0.0653	0.7629	0.1383	0.7679
Diluted earnings per share	0.0649	0.7580	0.1383	0.7679

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)

(Earnings per share are in absolute amounts)

### GROUP

	2008		2007	
	3rd Quarter	Nine months	3rd Quarter	Nine months
Earnings attributable to the shareholders of the parent	201.3	501.7	155.5	433.0
Weighted average number of shares outstanding (for basic earnings per share)	490,150,389	490,150,389	490,150,389	490,150,389
Stock option rights	3,141,620	3,141,620	-	-
Weighted average number of shares outstanding (for diluted earnings per share)	493,292,009	493,292,009	490,150,389	490,150,389
Basic earnings per share	0.4107	1.0236	0.3172	0.8834
Diluted earnings per share	0.4081	1.0170	0.3172	0.8834

(Earnings per share are in absolute amounts)





**16. RELATED PARTY TRANSACTIONS**

OTE's related parties are its subsidiaries, the members of its Board of Directors and the key management personnel of the Company.

The Company purchases goods and services from the related entities, provides goods and services to them, grants and obtains loans and finally receives dividends.

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

	<b>Nine months 2008</b>		<b>Nine months 2007 (*)</b>	
	<b>OTE's sales</b>	<b>OTE's purchases</b>	<b>OTE's sales</b>	<b>OTE's purchases</b>
COSMOTE	138.4	91.4	143.2	94.5
OTE INTERNATIONAL INVESTMENTS	0.3	4.1	0.3	4.3
ROMTELECOM	-	-	0.6	-
HELLAS-SAT	0.5	1.3	0.5	1.3
COSMO-ONE	-	0.5	-	0.6
VOICENET	4.0	1.7	4.0	0.8
HELLASCOM	0.1	6.0	-	5.0
OTE SAT – MARITEL	0.6	1.3	0.7	1.6
OTE PLUS	0.2	27.2	0.2	21.9
OTE AKINHTA	1.7	46.6	1.7	42.8
INFOTE	-	-	3.6	0.7
OTE-GLOBE	23.3	48.9	14.1	47.7
OTE ACADEMY	0.1	2.8	0.2	3.7
	<b>169.2</b>	<b>231.8</b>	<b>169.1</b>	<b>224.9</b>

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)

OTE's interest income and interest expense with its related parties, are analyzed as follows:

	<b>Nine months 2008</b>		<b>Nine months 2007 (*)</b>	
	<b>OTE's interest income</b>	<b>OTE's interest expense</b>	<b>OTE's interest income</b>	<b>OTE's interest expense</b>
COSMOFON	2.5	-	2.8	-
OTE Plc	1.3	132.1	1.6	48.3
	<b>3.8</b>	<b>132.1</b>	<b>4.4</b>	<b>48.3</b>

OTE's revenues from dividends from its related parties, are analyzed as follows :

	<b>Nine months 2008</b>	<b>Nine months 2007</b>
COSMOTE	245.2	163.2
OTE ESTATE	30.3	-
OTE SAT- MARITEL	0.5	-
OTE INTERNATIONAL INVESTMENTS LTD	-	48.0
INFOTE	-	5.0
	<b>276.0</b>	<b>216.2</b>



**16. RELATED PARTY TRANSACTIONS (continued)**

OTE's receivables and payables with its related parties from their operating transactions, are analyzed as follows:

	30/9/2008		31/12/2007 (*)	
	OTE's receivables	OTE's payables	OTE's receivables	OTE's payables
COSMOTE	51.6	32.2	39.4	34.4
OTE INTERNATIONAL INVESTMENTS LTD	0.4	0.9	0.2	1.4
HELLAS-SAT	4.5	0.8	4.6	0.6
COSMO-ONE	-	0.7	-	0.2
VOICENET	1.9	1.1	0.1	0.1
HELLASCOM	-	3.1	-	1.4
OTE SAT- MARITEL	0.8	1.1	0.3	0.5
OTE PLUS	0.1	14.8	0.8	12.8
OTE ESTATE	0.4	16.0	3.1	31.7
OTE GLOBE	23.7	33.0	49.4	73.2
OTE ACADEMY	-	0.1	0.5	0.8
	<b>83.4</b>	<b>103.8</b>	<b>98.4</b>	<b>157.1</b>

(\*)Amounts adjusted due to the merger, by absorption, of OTENET by OTE (see Note 19)

OTE's receivables and payables with its related parties from loans granted and received, are analyzed as follows:

	30/9/2008		31/12/2007	
	OTE's receivables	OTE's payables	OTE's receivables	OTE's payables
COSMOFON	52.3	-	51.8	-
OTE Plc	35.8	3,443.3	35.4	2,787.0
	<b>88.1</b>	<b>3,443.3</b>	<b>87.2</b>	<b>2,787.0</b>

Fees paid to the members of the Board of Directors and key management personnel compensation charged in the Income Statements of the nine months 2008 and nine months 2007, amounted to Euro 3.7 and Euro 3.6, respectively.

**17. STOCK BASED COMPENSATION**

Based on OTE's repeating General Assembly of 3 April 2007, the Board of Directors on 20 December 2007 approved the adoption of a management share option plan (the "Option Plan") based on performance conditions for OTE's management personnel and directors of subsidiaries.

According to the Option Plan, participating employees are initially entitled to obtain a certain number of options ("Basic Option Rights"), while, in subsequent years, the Board may also grant to eligible employees further options ("Additional Option Rights").

On 9 July 2008 OTE held the Repeating 56<sup>th</sup> Ordinary General Assembly. During the meeting the shareholders approved the adoption of a Share Option Plan for executives of the Company and affiliated companies, according to article 42e of the Codified Law 2190/1920. In particular this plan replaces the pre-existing Share Option Plan of OTE and also includes COSMOTE's management personnel and directors, due to the delisting of its shares from the Athens Exchange.



## **17. STOCK BASED COMPENSATION (continued)**

The already existed Basic and Additional Option Rights granted to COSMOTE group's management personnel and directors during the years 2005, 2006 and 2007 according to the pre-existed Option Plan of COSMOTE is replaced by an equal number of Basic and Additional Option Rights obtained in OTE's shares.

The Option Rights are measured at their fair value at the date they are granted ("grant date"), using a Monte Carlo model. Key assumptions for the valuation of the fair value of options are:

- Expected Volatility: 24%
- Risk Free Rate: 5.2%
- Dividends: Euro 0.75 per share (absolute amount)

The fair value is reflected in the income statement during the vesting period. An amount of Euro 6.0 was charged in the nine months of 2008 income statement, with an equivalent increase in Share Premium.

## **18. LITIGATION AND CLAIMS**

On 4 July 2008 the Hellenic Telecommunications & Post Commission (HTPC) with its relevant decisions imposed a series of fines on OTE, totaling Euro 3.0, for alleged denial in firstly providing information related to ADSL market control and supervision and secondly in providing data concerning the combined service 'All in 1'. OTE considers these fines to be unfounded and filed lawsuits before the Administrative Court.

On 28 July 2008 Hellenic Telecommunications & Post Commission (HTPC) with its relevant decision imposed a fine on OTE for an amount of Euro 9.0 for alleged obstacles to the business promotion of the "Double play" service by TELLAS S.A. (fixed telephony with fast Internet combination). OTE considers this fine to be unfounded and filed lawsuits before the Administrative Court.

Except for the above, there are no significant developments in the litigation and claims, as compared with the cases disclosed in the Notes to the 31 December 2007 financial statements. Appropriate provisions have been established in relation to litigation and claims, the outcome of which can be reasonably estimated and is expected to be unfavorable for the Company.

## **19. ADJUSTMENTS AND RECLASSIFICATIONS**

In the Company's Balance Sheet as at 31 December 2007, an amount of Euro 35.0 concerning a loan granted by OTE to its subsidiary OTE Plc was reclassified from the line "Investments" to the line "Other Current Assets" for comparability purposes with the Company's Balance Sheet as at 30 September 2008.

In addition, due to OTENET's merger by absorption by OTE, which was concluded on 27 June 2008, (see Note 4), the comparative Company's Financial Statements have been adjusted in order to be comparable with the Company's Financial Statements as of 30 September 2008.

These adjustments had no significant effect to the Company's Financial Statements, while there was no change to the comparable Consolidated Financial Statements, considering that OTENET was already consolidated as subsidiary.



**19. ADJUSTMENTS AND RECLASSIFICATIONS (continued)**

Changes due to the adjustments that have occurred in basic lines of the comparable financial statements are presented at the tables below:

**Company's Balance Sheet as of 31/12/2007**

<i>(Amounts in millions of Euro)</i>	<b>REPORTED DATA</b>	<b>ADJUSTED DATA</b>
Non - current assets	6,956.3	6,904.9
Current assets	1,427.2	1,455.8
<b>TOTAL ASSETS</b>	<b>8,383.5</b>	<b>8,360.7</b>
Equity	3,566.4	3,549.0
Non – current liabilities	2,029.1	2,030.0
Current liabilities	2,788.0	2,781.7
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8,383.5</b>	<b>8,360.7</b>

**Company's Income Statements**

<i>(Amounts in millions of Euro, except per share data)</i>	<b>REPORTED DATA 01.01-30.09.2007</b>	<b>ADJUSTED DATA 01.01-30.09.2007</b>	<b>REPORTED DATA 01.07-30.09.2007</b>	<b>ADJUSTED DATA 01.07-30.09.2007</b>
Total revenues	1,986.5	2,004.9	668.1	673.5
Total operating expenses	(1,740.9)	(1,757.9)	(569.6)	(573.3)
Operating income before financial results	245.6	247.0	98.5	100.2
Financial results	211.7	212.0	(7.7)	(7.6)
Profit before tax	457.3	459.0	90.8	92.6
Profit for the period	374.7	376.4	65.7	67.8
Basic earnings per share	0.7645	0.7679	0.1341	0.1383

**Company's Cash Flow Statements**

<i>(Amounts in millions of Euro)</i>	<b>REPORTED DATA 01.01-30.09.2007</b>	<b>ADJUSTED DATA 01.01-30.09.2007</b>
Net cash from operating activities	288,1	284,2
Net increase/ (decrease) in cash and cash equivalents	(93,0)	(98,9)
Cash and cash equivalents at beginning of period	814,7	824,6
Cash and cash equivalents at end of period	721,7	725,7

**20. SUBSEQUENT EVENTS**

The most significant events that have occurred after 30 September 2008, are the following:

1. On 2 October 2008, the European Committee has announced the approval under the E.U. Merger Regulation of the proposed acquisition of OTE by the German Telecommunications Organization DEUTSCHE TELEKOM AG. The Commission concluded that this transaction will not impede effective competition significantly.



**20. SUBSEQUENT EVENTS (continued)**

2. On 3 October 2008 the Hellenic Telecommunications and Post Commission (HTPC) imposed a series of fines to OTE amounting to almost Euro 11, alleging OTE has only partially conformed with regard to its obligations related to the Local Loop Unbundled (L.L.U) imposed to the Company by the HTPC. OTE considers these fines to be unfounded and intends to file lawsuits before the Athens Court of Appeal demanding their suspension.
3. On 9 October OTE paid Euro 70.0 to its subsidiary OTE PLC, being partial repayment of the inter-company loan of Euro 1,500, which matures in February 2011. The actual repayment amounted to Euro 72,0, at clean price 99.40%, which represents principal amount plus accrued interest until that date.
4. On 15 October 2008 the Hellenic Telecommunications and Post Commission (HTPC) completed its approvals' procedure related to DEUTSCHE TELEKOM' s acquisition to OTE' s Share Capital. Particularly, the assembly approved the change of control of OTE and COSMOTE, subject to that it will be notified within two months of the relevant decision of E.C.'s Competition Committee. The HTPC within its authorities, examined in particular the change of control, pursuant the Law 3431/2006 "Regarding electronic communications and other provisions" and the Regulation related to the Transfer of use in Radio frequencies.
5. On 5 November 2008 DEUTSCHE TELEKOM acquired 14,865,886 shares of OTE owned by the Greek State, representing 3.033% of OTE' s share capital with the corresponding voting rights. Following this acquisition the participation of DEUTSCHE TELEKOM AG in OTE' s share capital, stands at 25,0000004% and amounts to 122,537,599 shares with the corresponding voting rights. The Greek State's participation (direct and indirect) stands at 25,0000004% and amounts to 122,537,599 shares with the corresponding voting rights.