

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

(The amounts are expressed in thousands of Euros)

ΕΤΑΙΡΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



**Intermediate Brief Financial Statements for the fiscal period from the 1st of
January 2008 until the 30th of September 2008**

It is certified that the attached Intermediate Brief Financial Statements are those approved by the Board of Directors of the «**WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A.** » on the 18th of November 2008.

Dr. Skodras I. Georgios
Chairman of the Board of Directors
And Managing Director

Professor Smyris Pavlos
A´Vice Chairman of the Board
of Directors

WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A.



(The amounts are expressed in thousands of Euros)

CONTENTS

	Page
Results statement for the fiscal period	3
Balance Sheet	4
Equity Capital Changes Statement	5-6
Cash flow statement	7
Notes on the Financial Statements	8-30

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

(The amounts are expressed in thousands of Euros)

	Note	THE GROUP				THE COMPANY			
		1/1- 30/9/2008	1/1- 30/9/2007	1/7- 30/9/2008	1/7- 30/9/2007	1/1- 30/9/2008	1/1- 30/9/2007	1/7- 30/9/2008	1/7- 30/9/2007
RESULTS STATEMENT FOR FISCAL PERIOD									
Sales		55.923	49.714	16.867	16.425	55.923	49.714	16.867	16.425
Less: Cost of sales		(32.307)	(34.141)	(10.914)	(11.922)	(32.240)	(34.141)	(10.867)	(11.922)
Gross profit		23.617	15.573	5.953	4.502	23.684	15.573	6.000	4.502
Other exploitation revenues		1.655	2.232	934	695	1.659	2.232	938	695
		25.271	17.805	6.886	5.197	25.342	17.805	6.937	5.197
Managerial operation expenses		(5.754)	(5.153)	(1.909)	(1.889)	(5.744)	(5.153)	(1.906)	(1.889)
Research and Development operation expenses		(347)	(527)	(69)	(110)	(347)	(527)	(69)	(110)
Distribution operation expenses		(2.776)	(2.689)	(865)	(855)	(2.863)	(2.689)	(925)	(855)
Other operational expenses		(1.937)	(1.073)	(235)	(78)	(1.937)	(1.073)	(235)	(78)
Operational results		14.458	8.363	3.808	2.265	14.453	8.363	3.802	2.265
Cost of funding	4	1.163	293	431	289	1.162	293	431	289
Results of common works		15.622	8.656	4.239	2.554	15.615	8.656	4.233	2.554
Revenues from investments		0	0	0	0	0	0	0	0
Pre-taxes results		15.622	8.656	4.239	2.554	15.615	8.656	4.233	2.554
Income tax	5	(4.232)	(2.496)	(1.182)	(676)	(4.233)	(2.496)	(1.182)	(676)
After taxes results		11.389	6.160	3.056	1.878	11.382	6.160	3.051	1.878
Third party rights		0	0	0	0	0	0	0	0
After taxes results that relate to the Group		<u>11.389</u>	<u>6.160</u>	<u>3.056</u>	<u>1.878</u>	<u>11.382</u>	<u>6.160</u>	<u>3.051</u>	<u>1.878</u>
Earnings per stock (€ per stock)									
Basics	6	0,3138	0,1697	0,0842	0,0517	0,3136	0,1697	0,0840	0,0517

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

(The amounts are expressed in thousands of Euros)

BALANCE SHEET	Note	THE GROUP		THE COMPANY	
		30/9/2008	31/12/2007	30/9/2008	31/12/2007
ASSETS					
Fixed Assets					
Tangible assets	7	87.803	85.942	87.800	85.942
Intangible assets	8	153	152	152	152
Participations in subsidiaries	9	0	0	60	0
Long term liabilities	10	361	361	361	361
Deferred tax claims	5	1	0	0	0
Fixed assets total		<u>88.318</u>	<u>86.455</u>	<u>88.373</u>	<u>86.455</u>
Circulating capital					
Reserves	11	1.028	1.187	1.028	1.187
Customers and other claims	12	37.510	31.913	37.519	31.913
Cash and cash reserves	13	14.354	13.152	14.274	13.152
Total circulating capital		<u>52.892</u>	<u>46.252</u>	<u>52.821</u>	<u>46.252</u>
ASSETS TOTAL		<u>141.210</u>	<u>132.707</u>	<u>141.195</u>	<u>132.707</u>
LIABILITIES					
EQUITY CAPITAL					
Capital Stock	14	40.656	40.656	40.656	40.656
Difference from issuance of stocks above par	14	2.830	2.830	2.830	2.830
Reserve Funds	15	24.474	24.474	24.474	24.474
New profit (loss) balance		21.516	14.482	21.508	14.482
Total of equity capital Group stocks		<u>89.476</u>	<u>82.442</u>	<u>89.468</u>	<u>82.442</u>
Third party rights		0	0	0	0
Equity capital total		<u>89.476</u>	<u>82.442</u>	<u>89.468</u>	<u>82.442</u>
LIABILITIES					
Long term liabilities					
Loans	16	3.110	3.110	3.110	3.110
Provisions for supplies to employees	17	6.128	6.597	6.128	6.597
Deferred tax liabilities	5	543	9	543	9
Provision for potential risks and expenses	18	2.165	2.515	2.165	2.515
Future revenues from government grants	19	5.186	5.504	5.186	5.504
Other long term liabilities	20	10.249	9.444	10.249	9.444
Total of long term liabilities		<u>27.380</u>	<u>27.180</u>	<u>27.380</u>	<u>27.180</u>
Short term liabilities					
Suppliers and other liabilities	21	17.131	16.042	17.126	16.042
Loans	16	814	1.608	814	1.608
Short term tax liabilities		6.409	5.435	6.406	5.435
Total of short term liabilities		<u>24.353</u>	<u>23.084</u>	<u>24.346</u>	<u>23.084</u>
Total liabilities		<u>51.734</u>	<u>50.264</u>	<u>51.726</u>	<u>50.264</u>
EQUITY CAPITAL AND LIABILITIES TOTAL		<u>141.210</u>	<u>132.707</u>	<u>141.195</u>	<u>132.707</u>

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΣΤΑΘΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

GROUP EQUITY CAPITAL CHANGES STATEMENT

	Capital Stock	Above par difference	Regular reserves	Tax law reserves	New balance	Total
Balances on the 31st of December 2006 according to the ISFI.	<u>20.328</u>	<u>2.830</u>	<u>3.923</u>	<u>19.914</u>	<u>26.323</u>	<u>73.318</u>
After tax profits for fiscal period 1/1-30/9/2007	0	0	0	0	6.160	6.160
Distributed dividends	0	0	0	0	(3.617)	(3.617)
Capital Stock Increase	0	0	0	0	0	0
Balances on the 30th of September 2007 according to the ISFI.	<u>20.328</u>	<u>2.830</u>	<u>3.923</u>	<u>19.914</u>	<u>28.867</u>	<u>75.862</u>
After tax profits for the fiscal period 1/10-31/12/2007	0	0	637	0	5.944	6.581
Distributed dividends	0	0	0	0	0	0
Capital Stock Increase	20.328	0	0	0	(20.328)	0
Balances on the 31st of December 2007 according to the I.S.F.I	<u>40.656</u>	<u>2.830</u>	<u>4.560</u>	<u>19.914</u>	<u>14.482</u>	<u>82.442</u>
After tax profits for the fiscal period 1/1-30/9/2008	0	0	0	0	11.389	11.389
Distributed dividends	0	0	0	0	(4.356)	(4.356)
Capital Stock Increase	0	0	0	0	0	0
Balances on the 30th of September 2008 according to the I.S.F.I.	<u>40.656</u>	<u>2.830</u>	<u>4.560</u>	<u>19.914</u>	<u>21.516</u>	<u>89.476</u>

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΠΕΡΥΨΕΩΣ & ΑΠΟΚΕΤΕΥΣΕΩΣ ΘΡΕΣΑΝΘΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

COMPANY EQUITY CAPITAL CHANGES STATEMENT

	Capital stock	Above par Difference	Regular Reserves	Tax law reserves	New balance	Total
Balances on the 31st of December 2006 according to the I.S.F.I	<u>20.328</u>	<u>2.830</u>	<u>3.923</u>	<u>19.914</u>	<u>26.323</u>	<u>73.318</u>
After tax profits for the fiscal period 1/1-30/9/2007	0	0	0	0	6.160	6.160
Distributed dividends	0	0	0	0	(3.617)	(3.617)
Capital Stock Increase	0	0	0	0	0	0
Balances on the 30th of September 2007 according to the I.S.F.I	<u>20.328</u>	<u>2.830</u>	<u>3.923</u>	<u>19.914</u>	<u>28.867</u>	<u>75.862</u>
After tax profits for the fiscal period 1/10-31/12/2007	0	0	637	0	5.944	6.581
Distributed dividends	0	0	0	0	0	0
Capital Stock Increase	20.328	0	0	0	(20.328)	0
Balances on the 31st of December 2007 according to the I.S.F.I	<u>40.656</u>	<u>2.830</u>	<u>4.560</u>	<u>19.914</u>	<u>14.482</u>	<u>82.442</u>
After tax profits for the fiscal period 1/1-30/9/2008	0	0	0	0	11.382	11.382
Distributed dividends	0	0	0	0	(4.356)	(4.356)
Capital Stock Increase	0	0	0	0	0	0
Balances on the 30th of September 2008 according to the I.S.F.I.	<u>40.656</u>	<u>2.830</u>	<u>4.560</u>	<u>19.914</u>	<u>21.508</u>	<u>89.468</u>

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΑΠΕΥΞΕΩΣ & ΑΠΟΚΕΤΕΥΞΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

CASH FLOW STATEMENT

	THE GROUP		THE COMPANY	
	1/1-30/9/2008	1/1-30/9/2007	1/1-30/9/2008	1/1-30/9/2007
Cash flows from operational activities:				
Pre tax profits	15.622	8.656	15.615	8.656
Plus (less) adjustments for:				
Depreciations	3.898	3.983	3.898	3.983
Provisions	384	(188)	384	(188)
Results (revenues, expenses, profits and liabilities) from investment activities	2	10	2	10
Depreciations of fixed assets investment grants	(70)	(109)	(70)	(109)
Interests and relevant expenses	(1.163)	(293)	(1.162)	(293)
	<u>18.672</u>	<u>12.060</u>	<u>18.666</u>	<u>12.060</u>
Plus/ less adjustments for working capital account changes or relevant to operational activities:				
Decrease / (increase) of reserves	158	64	158	64
Decrease / (increase) of claims	(5.597)	613	(5.606)	613
Decrease / (increase) of long term claims	(0)	0	0	0
(Decrease) / increase of liabilities (except banks)	718	287	711	287
(Less):				
Interests and other relevant paid expenses	(152)	(216)	(152)	(216)
Paid taxes	(3.278)	(1.914)	(3.278)	(1.914)
Total of inflows / (outflows) from operational activities (a)	<u>10.522</u>	<u>10.894</u>	<u>10.500</u>	<u>10.894</u>
Cash flows from operational activities:				
Acquisition of subsidiaries, affiliates, joint stock companies and other investments	0	0	(60)	0
Purchase of tangible and intangible fixed assets	(5.761)	(7.781)	(5.758)	(7.781)
Received interests	1.315	508	1.314	508
Received dividends	0	0	0	0
Total of inflows / (outflows) from investment activities (b)	<u>(4.447)</u>	<u>(7.273)</u>	<u>(4.504)</u>	<u>(7.273)</u>
Cash flows form financing activities:				
Collections from capital stock increase	0	0	0	0
Collections (payments) of loans	(794)	(794)	(794)	(794)
Collections from grants	303	675	303	675
Paid dividends	(4.383)	(3.627)	(4.383)	(3.627)
Fees for Members of the BoD	0	0	0	0
Total of inflows / (outflows) from financing activities (c)	<u>(4.874)</u>	<u>(3.747)</u>	<u>(4.874)</u>	<u>(3.747)</u>
Net increase / (decrease) in cash flows and equivalents of fiscal periods (a)+(b)+(c)	<u>1.202</u>	<u>(126)</u>	<u>1.122</u>	<u>(126)</u>
Cash flows and equivalents of beginning of fiscal period	13.152	10.358	13.152	10.358
Cash flows and equivalents of ending of fiscal period	<u>14.354</u>	<u>10.232</u>	<u>14.274</u>	<u>10.232</u>



(The amounts are expressed in thousands of Euros)

1. GENERAL INFORMATION ON THE GROUP AND THE COMPANY

«**THE WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A.**» under the trade name E.Y.A.TH. S.A (or the Company) supplies water supply and sewerage services. Also, the Group, through the subsidiary company «EYATH Services S.A», aims to provide services besides those of the parent company, and any kind of telecommunication services and to become active in the production and sale of electricity.

Board of Directors: Skodras Georgios, Chairman and Managing Director
Smyris Pavlos A' Vice Chairman, executive member
Oikonomou Athanasios, non executive member
Spiliopoulos Anastasios, non executive member
Samantzidis Minas, non executive member
Papamimikos Andreas, non executive member
Eminoglou Christodoulos, non executive member
Theotokis Kleovoulos, non executive member
Tzimopoulos Christos, non executive member
Arzoglou Nicholaos, non executive member
Vasileiadis Dimitrios, non executive member

Main Offices: 127, Egnatia Street
54635, Thessaloniki
Greece

S.A serial number: 41913/ 06/ B/ 98/ 32

Auditing Company: BDO Protypos Auditing Company SA.
Pation 81 & Heyden 8-10
10434, Athens
Greece

The Company shares negotiate in the High Capitalization Category of the Athens Stock Exchange.

(The amounts are expressed in thousands of Euros)

2. Base for drawing up Financial Statements

2.1 General

The intermediate financial statements of the fiscal period 1/1-30/9/2008 have been drafted according to the International Standards for Financial Informing (ISFI) as issued by the Board for the International Accounting Standards and the Interpretations issued by the Permanent Interpretations Committee as were valid on the 30th of September 2008. Moreover, the said intermediate financial statements abide by the provisions of IAS 34 «Intermediate Financial Report» and there are no Standards that were applied prior to their initiation of application date.

The brief intermediate financial information should be taken into consideration together with the audited financial statements of the Company for the fiscal year ending on the 31st of December 2007, posted on the Company's webpage.

The financial statements for the fiscal period 1/1-30/9/2008 have been drawn up based on the principle of historical cost (with the exception of certain categories of tangible assets which were depreciated at reasonable values during the transition date, 1/1/2004, in the International Standards for Financial Information used since as imputed, historical cost). Moreover, the said intermediate financial statements have been drawn up based on the principle of continuation of the Company's and the Group's operation.

2.2 Statutory Financial Statements

The Group and the Company keep their accounting books according to Greek Commercial Law (U.L. 2190/1920) and the current tax legislation. Since the 1st of January 2005, the Group is obliged to, in accordance with the provisions of the existing legislation, draw up its statutory financial statements according to the ISFI adopted by the European Union. Consequently, the above intermediate financial statements are based on those drawn up by the Group according to the existing tax legislation, on which all non accounting registrations have been completed in order to agree with the ISFI.

(The amounts are expressed in thousands of Euros)

2.3 Approval of Yearly Financial Statements

The intermediate financial statements of the fiscal period 1/1-30/9/2008 were approved for publication by the Company's Board of Directors on the 18th of November 2008.

3. Accounting Principles that apply

The intermediate financial statements for the fiscal period 1/1-30/9/2008 have been drawn up based on the same accounting principles, methods and admissions adopted by the Management for the drawing up of the yearly financial statements of the fiscal period ending on the 31st of December 2007.

Moreover, the Company's Management has adopted the following accounting principle for the drawing up of the intermediate integrated financial statements of the fiscal period 1/1-30/9/2008.

3.1 Integration

a) Subsidiaries:

These are all the companies run and controlled directly or indirectly by another Company (Parent), either through holding the majority of the subsidiary company stocks to which the investment was made or through the dependence of the company on the know-how supplied by the Group.

That is, subsidiaries are the companies on which the parent company has control. The parent company acquires control through voting rights. The existence of potential voting rights that can be exercised when financial statements are drawn up is taken into consideration so as to file whether the parent company has control over the subsidiaries. Subsidiaries are fully integrated (full integration) using the method of acquisition from the date control of the subsidiaries is acquired and cease to integrate on the date that such control no longer exists. The acquisition of a subsidiary from the Group is amortized based on the method of purchase.

(The amounts are expressed in thousands of Euros)

The acquisition cost of a subsidiary is the reasonable value of the assets given, the issued stocks and the liabilities taken over on the day of transaction, plus any prospective cost directly connected to the transaction. The personalized assets, liabilities and possible liabilities acquired during a business merging, are considered during the acquisition in their reasonable values, regardless of the percentage of participation. The cost of purchase besides the reasonable value of the side elements acquired is registered as surcote. Should the total purchase cost be lower than the reasonable value of the side elements acquired, the difference is directly registered in the results. Intra company transactions, balances and non realized profits from transactions between Group companies are erased. The accounting principles of the subsidiaries have been altered so as to be in unison with those adopted by the Group. Investments on subsidiaries on individual financial statements of the parent company are valued in the acquisition cost less any probable accumulated compensation losses.

b) Base for Integration:

The integrated financial statements are composed of the financial statements of the parent company and the Group's subsidiaries. In the below board, subsidiary companies which were included in the integration are presented together with the respective participation percentages, the base country as well as the activity for each subsidiary.

COMPANIES	% GROUP	COUNTRY	ACTIVITY
<i>E. Y. A. TH S.A</i>	PARENT	GREECE	Water Supply and Sewerage Systems Services
<i>E. Y. A. TH SERVICES S.A.</i>	100%	GREECE	Supply of any kind of Water Supply and Sewerage Systems Services, telecommunication services & production / sale of electricity

More particularly, the Company in 2008 proceeded with the composition of the 100% of the subsidiary company EYATH Services S.A with the aim to provide any kind of Water Supply and Sewerage Systems services, telecommunication services as well as the production and sale of electricity. The subsidiary company is based at the Municipality of Thessaloniki at 127 Egnatia Street. The subsidiary's capital stock amounts to € 60.

(The amounts are expressed in thousands of Euros)

The Group has drawn up integrated Financial Statements for the first time on the 31/3/2008 including the subsidiary company, by the method of full integration since the 1/1/2008. Up until the current fiscal period there has been no change in the integrated companies and /or the participation % or the method of integration.

3.2 New standards, interpretations and alteration of existing International Accounting Standards

Particular new standards, alterations thereof and interpretations have been issued, which are mandatory for the accounting fiscal periods beginning during the current fiscal period or later. The group's estimation regarding the effect from the application of these new standards and interpretations are listed below.

Mandatory standards for the fiscal period 31 December 2008

New standards or alterations of the standards have not been issued, which would be mandatory for accounting periods beginning during the current fiscal period.

Mandatory Interpretations for the fiscal period 31 December 2008

IIIFI 11 - ISFI 2: Group Own stock transaction

Interpretation applies since the 1st of March 2007 and determines the management where the employees of a subsidiary receive stocks from the parent company. It also determines whether certain kinds of transactions should be accounted as settlement transactions with participation titles or cash settlement transactions. The interpretation will not affect the brief intermediate informing financial statements of the Group.

IIIFI 12 – Concession Agreements

The interpretation applies since the 1st of January 2008 and regards companies that participate in concession agreements. The interpretation does not apply to the Group.

(The amounts are expressed in thousands of Euros)

IIIFI 13 – Customer Loyalty Programs

This interpretation applies since the 1st of July 2008 and determines the management of companies which grant some kind of loyalty award such as “points” or “travel miles” to customers buying goods or services. The interpretation does not apply to the Group.

IIIFI 14 – Assets limits for defined benefits, minimum required formed capital and their interaction

This interpretation applies since the 1st of January 2008 and refers to benefits after leaving the service and other long term defined benefit programs to the employees. The interpretation determines when financial benefits in the form of returns from the program or reductions of future contributions to the program should be considered as reserves, how the existence of a minimum required formed capital would likely affect the available financial benefits in the form of reductions of future contributions and when the existence of a minimum required formed capital would create a liability. Since the Group has no such benefit programs for the employees, this interpretation does not apply to the Group.

Mandatory standards after the fiscal period 31st of December 2008

ISFI 8 – Fields of activity

The standard applies since the 1st of January 2009 and replaces the IAS 14, under which fields are identified and presented based on a risk and performance analysis. According to the ISFI8 the fields are the composites of a financial entity regularly examined by the Managing Director/ Board of Directors of the financial entity and presented in the financial statements based on this internal categorization. The Group will apply the ISFI 8 starting the 1st of January 2009.

Alterations in the IAS 23 – Loan Cost

The reviewed issue of the above standard applies starting the 1st of January 2009. The basic difference in comparison with the previous issue has to do with the abolishing of choice of recognition as a way out of the cost of loan regarding assets that require a long term before they are sold or can operate. The Group will apply the IAS 23 starting the 1st of January 2009.

(The amounts are expressed in thousands of Euros)

Alterations in the IAS 1 ‘Presentation of Financial Statements’

IAS 1 has been altered to upgrade the use of information presented in the financial statements and applies for yearly accounting periods starting on or after the 1st of January 2009. The most important alterations are: claims such as the equity capital change statement includes only transactions with stockholders, the introduction of a new statement of comprehensive income which combines all revenues and expenses recognized in the results statement with «other comprehensive income» and claims such as the rephrasing in financial statements or retrospective applications of new accounting policies presented at the beginning of the earlier comparative fiscal period. The Group will make all necessary changes in the presentation of its financial statements for 2009.

Alterations in the ISFI 2 ‘Supplies depending on Stock Value’

The alteration applies for yearly accounting periods which begin on the or after the 1st of January 2009 and determines the definition of «guarantees prerequisites», by introducing the term «guarantee non prerequisites» for terms that are not terms of the service or of return. It is also specified that all annulations, coming from the entity or from the contributing parties, should be treated by the same accounting standards. The Group does not expect that this Interpretation will have any effect on its financial statements.

Reviewed ISFI 3 ‘Business Unions’ and Altered IAS 27 ‘Integrated Special Financial Statements’

The reviewed ISFI 3 ‘Business Unions’ and the altered IAS 27 ‘Integrated Special Financial Statements’ apply for accounting periods beginning on the or after the 1st of July 2009. The reviewed ISFI 3 introduces a series of changes in the accounting treatment of business unions which will affect the amount of recognized surcote, the results of the fiscal period in which the union takes place and future results. These changes include the turning of costs, which relate to the acquisition and identification of future changes in the reasonable value of the probable price, into expenses in the results. The altered IAS 27 requires transactions leading to changes of the participation percentages in a subsidiary to be registered in the net worth. All changes of the above standards will be applied starting on the date of their application and will affect future acquisitions and transactions with minority stockholders from that date on.

(The amounts are expressed in thousands of Euros)

Alterations in the IAS 32 and IAS 1 Financing means available from the holder (or “puttable” means)

The alteration in the IAS 32 requires that certain financing means (puttable means) from the holder and liabilities deriving during the liquidation of an entity are listed as Equity Capital if they meet certain criteria. The alteration of the IAS1 demands that information regarding the listed as Equity Capital puttable means is made public. The alterations apply for the yearly accounting periods starting on the or after the 1st of January 2009. The Group expects that these alterations will not affect its financial statements.

Mandatory Interpretations after the fiscal period of 31st of December 2008

IIIFI 15 – Agreements for the construction of fixed assets

This interpretation applies since the 1st of January 2009 and refers to the existing various accounting ways regarding the sale of property. Certain financial entities identify the revenue according to the IAS 18 (that is, when risks and ownership benefits for property are transferred) and others identify the revenue depending on the completion stage of the property according to IAS11. This interpretation determines which standard should be applied in each case. This interpretation does not apply to the Group.

IIIFI 16 – Balancing of a net investment from exploitation abroad

This interpretation applies since the 1st of October 2008 and applies to a financial entity that balances the risk of foreign currency deriving from a net investment from exploitation abroad and meets the terms of accounting balancing according to IAS 39. The interpretation offers directions on how a financial entity should determine the amounts reclassified by equity capital in the results as well as directions for the means of balancing and the balanced element. This interpretation does not apply to the Group, since the Group does not use the accounting practice of balancing for any investment from exploitation abroad.

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΠΟΧΡΕΥΣΕΩΣ & ΑΠΟΧΡΕΥΣΕΩΣ ΟΡΕΣΑΝΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

4. Cost of financing (net)

The financing revenues (expenses) are analyzed as follows:

	THE GROUP		THE COMPANY	
	1/1-30/9/2008	1/1-30/9/2007	1/1-30/9/2008	1/1-30/9/2007
Red Interests from bank liabilities	148	212	148	212
Other financial expenses	3	3	3	3
Total of financing expenses	152	216	152	216
Black interests and relevant revenues	1.315	508	1.314	508
Other financing revenues	0	0	0	0
Total of financing revenues	1.315	508	1.314	508
Net financing revenues (expenses)	<u>1.163</u>	<u>293</u>	<u>1.162</u>	<u>293</u>

It is noted that the account balance « Black interests and relevant revenues» on the 30/9/2008 of € 1.315 includes default interests for customer accounts of € 1.032 and deposit interests of € 283. The policy for charging for default interest for customer accounts, has been in use since the BoD decision on the 16-5-2007

5. Income Tax

The taxation on results has been determined as follows:

	THE GROUP		THE COMPANY	
	1/1-30/9/2008	1/1-30/9/2007	1/1-30/9/2008	1/1-30/9/2007
Income tax for the fiscal period	3.699	1.839	3.699	1.839
Provision for taxation on unaudited fiscal periods	0	0	0	0
Deferred tax	533	656	534	656
Total of taxes in the Results Statement for the fiscal period	<u>4.232</u>	<u>2.496</u>	<u>4.233</u>	<u>2.496</u>
Pre tax profits	15.622	8.656	15.615	8.656
Tax estimated by the Company tax rate (2008: 25 %, 2007: 25 %)	3.905	2.164	3.904	2.164
Expenses non deducting from income tax	327	332	329	332
Provision for taxation on unaudited fiscal periods	0	0	0	0
Revenues free of income tax	0	0	0	0
Total of taxes in the Results Statement for the fiscal period	<u>4.232</u>	<u>2.496</u>	<u>4.233</u>	<u>2.496</u>

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΣΤΑΘΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

The fact that in certain cases revenues and expenses are identified in accounting at a different time than when income is taxed or expenses deducted, for reasons of determining the taxed income, creates the need for the identification in accounting of deferred tax assets or deferred tax liabilities. The recognized deferred tax liability from the Group and the Company is analyzed as follows:

	THE GROUP		THE COMPANY	
	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Deferred tax claims	3.380	3.660	3.379	3.660
Deferred tax liabilities	(3.922)	(3.669)	(3.922)	(3.669)
Total of deferred taxes in the Balance Sheet	(542)	(9)	(543)	(9)

	THE GROUP		THE COMPANY	
	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Balance at the beginning of the fiscal period	(9)	703	(9)	703
Results tax	(533)	(712)	(534)	(712)
Equity Capital tax	0	0	0	0
Balance at the ending of the fiscal period	(542)	(9)	(543)	(9)

	THE GROUP			
	On the 31/12/2007	Result Charges(Credits)	Equity Capital Charges(Credits)	On the 30/9/2008
Deferred tax liabilities				
Financial depreciations of tangible fixed assets	(3.496)	(278)	0	(3.774)
Adjustment of grants for fixed assets	(173)	24	0	(148)
	(3.669)	(253)	0	(3.922)
Deferred tax claims				
Off setting entry adjustment of fixed assets	550	0	0	550
Adjustment of value of fixed assets	625	0	0	625
De-Identification of expenses of long term depreciations and adjustment of depreciations of intangible fixed assets	387	(87)	0	299
Adjustment of value of received accounts	212	13	0	225
Reserves depreciation adjustment	150	0	0	150
Staff compensation provision due to retirement from service	1.649	(117)	0	1.532
Provision for distribution to the staff	88	(88)	0	0
	3.660	(280)	0	3.380
Net deferred claims in the Balance Sheet	(9)	(533)	0	(542)

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΠΕΡΥΨΕΩΣ & ΑΠΟΚΑΤΕΥΞΕΩΣ ΘΡΕΣΣΑΔΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

Appearance on the Balance Sheet

Deferred tax claims	0	1
Deferred tax liabilities	(9)	(543)
	<u>(9)</u>	<u>(542)</u>

THE COMPANY			
On the 31/12/2007	Result Charges(Credits)	Equity Capital Charges(Credits)	On the 30/9/2008

Deferred tax liabilities

Financial depreciations of tangible fixed assets	(3.496)	(278)	0	(3.774)
Adjustment of grants for fixed assets	(173)	24	0	(148)
	<u>(3.669)</u>	<u>(253)</u>	<u>0</u>	<u>(3.922)</u>

Deferred tax claims

Off setting entry of fixed assets adjustment	550	0	0	550
Value adjustment for the fixed assets	625	0	0	625
De-identification of expenses of long term depreciations and adjustment of intangible fixed assets depreciations	387	(88)	0	298
Value adjustment for received accounts	212	13	0	225
Adjustment of reserves valuation	150	0	0	150
Provision for staff compensation due to retirement from the service	1.649	(117)	0	1.532
Provision for distribution to the staff	88	(88)	0	0
	<u>3.660</u>	<u>(280)</u>	<u>0</u>	<u>3.379</u>

Net deferred tax claims in the Balance Sheet

	<u>(9)</u>	<u>(534)</u>	<u>0</u>	<u>(543)</u>
--	------------	--------------	----------	--------------

6. Earnings per stock

The estimate of the basic earnings (loss) per stock is as follows:

	THE GROUP		THE COMPANY	
	1/1-30/9/2008	1/1-30/9/2007	1/1-30/9/2008	1/1-30/9/2007
Net profit delivered to the company's common stockholders	11.389	6.160	11.382	6.160
Average weighted number of stocks in circulation	36.300.000	36.300.000	36.300.000	36.300.000
Less: Average weighted number of own stock	0	0	0	0
Total average weighted number of stocks in circulation	<u>36.300.000</u>	<u>36.300.000</u>	<u>36.300.000</u>	<u>36.300.000</u>
Basic earnings (loss) per stock (in €)	0,3138	0,1697	0,3136	0,1697

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΣΤΑΘΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

Earnings per stock of the previous fiscal period 1/1 - 30/9/2007 have been estimated for reasons of comparison based on the total number of stocks deriving after the issuance and free distribution of 18.150.000 stocks, in a ratio of one (1) new common nominal stock for each one (1) old common nominal stock, performed on the 7th of November 2007

7. Tangible assets

The Group's tangible fixed assets are analyzed as follows:

	THE GROUP						Total
	Fields and Land	Buildings and building facilities	Machinery & machinery facilities	Means of Transport	Furniture and other equipment	Fixed assets under construction or installation	
<u>Acquisition or valuation value</u>							
On the 31/12/2007	18.896	5.826	67.732	1.102	1.607	5.610	100.773
Additions 1/1-30/9/2008	0	0	6.809	5	265	4.416	11.495
Sales / Transfers 1/1-30/9/2008	0	0	(15)	0	(4)	(5.779)	(5.798)
Re evaluation of fixed assets at reasonable prices	0	0	0	0	0	0	0
Integration of new subsidiaries	0	0	0	0	0	0	0
Total on the 30/9/2008	18.896	5.826	74.526	1.106	1.868	4.248	106.470
<u>Accumulated depreciations</u>							
On the 31/12/2007	0	582	12.867	549	832	0	14.830
Additions 1/1-30/9/2008	0	109	3.535	104	102	0	3.850
Sales / Transfers 1/1-30/9/2008	0	(0)	(13)	(0)	(0)	0	(14)
Re evaluation of fixed assets at reasonable prices	0	0	0	0	0	0	0
Integration of new subsidiaries	0	0	0	0	0	0	0
Total on the 30/9/2008	0	692	16.388	653	934	0	18.667
<u>Unamortized value</u>							
On the 31/12/2007	18.896	5.243	54.866	553	775	5.610	85.942
On the 30/9/2008	18.896	5.134	58.138	454	934	4.248	87.803

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΣΤΑΘΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

The Company's tangible fixed assets are analyzed as follows:

	THE COMPANY						
	Fields and Land	Fields and Land	Fields and Land	Fields and Land	Fields and Land	Fields and Land	Fields and Land
<u>Acquisition or valuation value</u>							
On the 31/12/2007	18.896	5.826	67.732	1.102	1.607	5.610	100.773
Additions 1/1-30/9/2008	0	0	6.809	5	262	4.416	11.493
Sales / Transfers 1/1-30/9/2008	0	0	(15)	0	(4)	(5.779)	(5.798)
Total on the 30/9/2008	18.896	5.826	74.526	1.106	1.866	4.248	106.467
<u>Accumulated depreciations</u>							
On the 31/12/2007	0	582	12.867	549	832	0	14.830
Additions 1/1-30/9/2008	0	109	3.535	104	102	0	3.850
Sales / Transfers 1/1-30/9/2008	0	0	(13)	(0)	(0)	0	(14)
Total on the 30/9/2008	0	692	16.388	653	934	0	18.667
<u>Unamortized value</u>							
On the 31/12/2007	18.896	5.243	54.866	553	775	5.610	85.942
On the 30/9/2008	18.896	5.134	58.138	454	931	4.248	87.800

The Group and the Company's depreciations in the current fiscal period by € 3.231 (Company 2007: € 3.326) have increased the cost of sales by € 541 (Company 2007: € 527) the expenses for the administrative operation and by € 78 (Company 2007: € 85) the function of distribution expenses.

There are no encumbrances on the fixed assets of the Group and the Company

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

8. Intangible assets

The intangible fixed assets of the Group and the Company are analyzed as follows:

	THE GROUP			THE COMPANY		
	Software	Concessions and rights	Total	Software	Concessions and rights	Total
<u>Acquisition or valuation value</u>						
On the 31/12/2007	416	0	416	416	0	416
Additions 1/1-30/9/2008	49	0	49	48	0	48
Sales / Transfers 1/1-30/9/2008	0	0	0	0	0	0
Total on the 30/9/2008	464	0	464	463	0	463
<u>Accumulated depreciations</u>						
On the 31/12/2007	264	0	264	264	0	264
Additions 1/1-30/9/2008	47	0	47	47	0	47
Sales / Transfers 1/1-30/9/2008	0	0	0	0	0	0
Total on the 30/9/2008	311	0	311	311	0	311
<u>Unamortized value</u>						
On the 31/12/2007	152	0	152	152	0	152
On the 30/9/2008	153	0	153	152	0	152

The depreciations of the current fiscal period for the Group and the Company by € 39 (Company 2007: € 0) have increased the cost of sales, by € 7 (Company 2007: €45) the expenses for the administrative operation and by € 1 (Company 2007: € 0) the function of distribution expenses.

9. Participations in subsidiaries

The Company on the 31/1/2008 has deposited a capital stock of € 60 for the composition of the subsidiary «EYATH SERVICES S.A». Until the ending of the current fiscal period there has been no change in the participations.

10. Long term Claims

The Group's long term claims on the 30th of June 2008 represent given guarantees of € 361.

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΠΕΡΥΨΕΩΣ & ΑΠΟΚΑΤΕΥΞΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

11. Supplies

The Group's supplies are analyzed as follows:

	THE GROUP		THE COMPANY	
	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Merchandise	0	0	0	0
Raw material and support material- office material	1.028	1.187	1.028	1.187
Deposits for purchase of supplies	0	0	0	0
Total	<u>1.028</u>	<u>1.187</u>	<u>1.028</u>	<u>1.187</u>

12. Customers and other claims

The total claims of the Group and the Company are analyzed as follows:

	THE GROUP		THE COMPANY	
	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Customers	28.246	20.784	28.246	20.784
Short term claims against affiliated companies	0	0	9	0
Bad and doubtful debts	4.242	4.242	4.242	4.242
Various debts	4.770	5.709	4.770	5.709
Accounts for the management of advances and credits	144	141	144	141
Expenses of following fiscal periods	0	169	0	169
Received fiscal period revenues	4.282	5.031	4.282	5.031
Other assets suspense accounts	0	12	0	12
	41.685	36.088	41.694	36.088
Less: Provisions	(4.175)	(4.175)	(4.175)	(4.175)
Balance	<u>37.510</u>	<u>31.913</u>	<u>37.519</u>	<u>31.913</u>

It is noted that the account balance for «Various debts » on the 30/9/2008 of € 4.770, regards a deposit of income tax and other retained taxes of € 2.622, special grants claims from services supplied to the Ministry for the Environment, Planning and Public Works of € 1.347 and claims from other debts of € 801.

Moreover, it is noted that the account balance for «Received fiscal period revenues» on the 30/9/2008 of € 4.282, regards work revenues of EYATH S.A for the fiscal period 1/1/2008-30/9/2008 (in which they were listed) which will be invoiced at a next fiscal period of € 4.070,

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΣΤΑΘΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

revenues from supplied services towards the Municipality of Efkarpia that had not been invoiced until the 30/9/2008 of € 101 and other received revenues of € 111.

All claims are short term and no discount is required on the date of the Balance Sheet. There is no concentration of credit risk in relation to customer claims, as the Company has a great number of customers and the credit risk is dispersed.

13. Cash and Cash reserves

	THE GROUP		THE COMPANY	
	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Cash	653	360	573	360
Sight and time deposits	13.701	12.792	13.701	12.792
Balance	<u>14.354</u>	<u>13.152</u>	<u>14.274</u>	<u>13.152</u>

Cash reserves represent the cash in the Company's cash registers and the bank deposits available upon first request.

114. Capital Stock and Capital above par

The Company's capital stock includes 36.300.000 common nominal stocks of € 1, 12 nominal value each. The Company's stocks are introduced in the category High Capitalization of the Athens Stock Exchange.

According to the Company's Stockholders Register on the 30/6/2008, stockholders with a percentage larger than 2 % were the following:

STOCKHOLDER	NUMBER OF STOCKS OWNED	PARTICIPATION PERCENTAGE ON THE 30/9/2008
Greek State	26.868.000,00	74,02%
SUEZ ENVIRONMENT	1.234.002,00	3,40%
Other Stockholders with a participation percentage lower than 2,0 %	8.197.998	22,58%
TOTAL	<u>36.300.000</u>	<u>100,00%</u>

The Company's above par capital stock derived during the fiscal period 2002, of total amount € 2.830, with the issuance of stocks instead of cash at a value larger than their nominal value.

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΠΕΥΘΥΝΗΣ & ΑΠΟΚΕΦΕΥΣΗΣ ΟΡΕΣΑΔΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

15. Reserves

The Group and Company reserves are analyzed as follows:

	THE GROUP		THE COMPANY	
	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Regular reserves	4.560	4.560	4.560	4.560
Tax free reserves according to special provisions of the law	3.329	3.329	3.329	3.329
Reserves for own stocks	1	1	1	1
Other reserves	16.584	16.584	16.584	16.584
Balance	<u>24.474</u>	<u>24.474</u>	<u>24.474</u>	<u>24.474</u>

According to the provisions of the Greek corporate law, the creation of a «regular reserve» - with the yearly transfer of an amount equal to the 5 % of the yearly after tax profits-is mandatory until the regular reserve reaches the $\frac{1}{3}$ of the capital stock. The «regular reserve» is distributed only upon the Company's liquidation, it can however, be compensated with accumulated loss.

The tax law reserves were created based on the provisions of the tax legislation which, either offer the opportunity of transferring the taxation of certain revenues to the time of their distribution to the stockholders, or offer tax relieves as a motive for investment activities. The reserve for own stocks is a stockholders fractional right from an increase in capital stock with the free distribution of stocks on the 17/1/2003.

16. Loans

Loans appearing in the specific account have been issued by the Greek State, for the financing of investment programs, until 1998 (a date anterior to the establishment of EYATH S.A). All loans are in euros. The Group provides for accrued interests for the service of loans and burdens the financial statement of the occasional fiscal period.

There are no guarantees or ownership bindings or uses on the fixed assets and the other assets of the Group.

(The amounts are expressed in thousands of Euros)

17. Employee Rights

The Group and the Company's obligation towards their employees in Greece, for the future payment of benefits depending on how long each employee has been employed, is added and depicted based on what is to be rightfully paid for each employee, on the date of the balance sheet, discounted in its present value in relation to the predicted time of payment. The accrued benefits for each fiscal period burden the results of the fiscal period with a respective increase in the retirement liabilities. The payment of benefits to the retiring employees decreases respectively the pension liabilities.

The number of Company employees and the respective salary cost are as follows:

	THE GROUP		THE COMPANY	
	On the 30/9/2008	On the 30/9/2007	On the 30/9/2008	On the 30/9/2007
Persons:				
Full time employment	460	515	460	515
Seasonal employment				
Total	<u>460</u>	<u>515</u>	<u>460</u>	<u>515</u>
Employee cost analysis:				
Payroll expenses	13.232	14.938	13.232	14.938
Employer contributions	2.999	3.031	2.999	3.031
Subsequent benefits and staff expenses	170	161	170	161
Staff compensation provision due to retirement from service	384	398	384	398
Persons:	<u>16.785</u>	<u>18.528</u>	<u>16.785</u>	<u>18.528</u>

The liability of the Group and the Company for payment of compensation to employees who retire has been determined based on an actuarial study carried out by an independent company of Chartered Actuaries. The basic financial volumes and suggestions of the actuarial study on the 30th of September 2008 are as follows:

Changes in the Net liability identified in the Balance Sheet

THE GROUP		THE COMPANY	
On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΠΟΧΡΕΩΣΕΩΣ & ΑΠΟΧΡΗΤΕΥΣΕΩΣ ΟΡΕΣΑΝΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

Present value of non funded liability	6.884	7.359	6.884	7.359
Unidentified actuarial profits (loss)	(756)	(762)	(756)	(762)
Net Liability identified in the Balance Sheet	<u>6.128</u>	<u>6.597</u>	<u>6.128</u>	<u>6.597</u>

Amounts identified in the results account

	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Cost of service	140	185	140	185
Financial Cost	241	355	241	355
Actuarial profits (loss)	3	0	3	0
Cut effect	0	0	0	0
Cost of additional benefits to employees	0	0	0	0
Total burden on the results of the fiscal period	<u>384</u>	<u>540</u>	<u>384</u>	<u>540</u>

Changes in the net liability identified in the Balance Sheet

	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Net liability at the beginning of the fiscal period	6.598	7.174	6.598	7.174
Employer contributions	0	0	0	0
Benefits paid by the employer	(854)	(1.117)	(854)	(1.117)
Total of expenses identified in the results account	384	540	384	540
Net liability at the end of the fiscal year	<u>6.128</u>	<u>6.598</u>	<u>6.128</u>	<u>6.598</u>

Changes in the present value of the liability

Present value of liability at the beginning of the fiscal period	7.359	7.174	7.359	7.174
Cost of service	140	185	140	185
Financial cost	241	355	241	355
Actuarial profits(loss)	(3)	762	(3)	762
Benefits paid by the employer	(854)	(1.117)	(854)	(1.117)
Cost of additional benefits to employees	0	0	0	0
Present value of liability at the end of the fiscal period	<u>6.884</u>	<u>7.359</u>	<u>6.884</u>	<u>7.359</u>

Basic assumptions of actuarial study:

Discount rate	4,8%
Inflation	2,5%
Future pay rises	4,0%
Expected remaining working life	8,40

18. Provisions for risks and expenses

These are provisions for any possible liabilities which could occur in the course of a judicial arrangement of disputes with third parties as well as with the employees of the Group and the Company.

19. Future revenues from grants

Grants refer to investment on fixed assets, which have been carried out according to tax legislation.

Grants are recognized as revenues together with the amortization of assets- mostly

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

machinery- that were financed by grants. The grant amount transferred in the results statement of the fiscal period reached € 70 (2007: €109).

Depending on the provisions of the law, in the frame of which the grant took place, there are certain limitations as to the transfer of the granted machinery and as to the differentiation of the legal constitution of the company receiving the grant. During the occasional audits, by the respective authorities, there has been no case of non compliance to these limitations.

20. Other long term liabilities

These are received guarantees of new water supply customers for the installation of water meters and for water consumption.

21. Suppliers and other liabilities

The total liabilities for the Group and the Company towards suppliers and other third parties are analyzed as follows:

	THE GROUP		THE COMPANY	
	On the 30/9/2008	On the 31/12/2007	On the 30/9/2008	On the 31/12/2007
Suppliers	4.260	4.472	4.253	4.472
Payable checks	1.039	1.738	1.023	1.738
Customer Advance payments	29	0	0	0
Insurance Organizations	473	888	473	888
Liabilities towards affiliated businesses	0	0	46	0
Payable dividends	30	57	30	57
Various Creditors	8.499	8.150	8.499	8.150
Fiscal period accrued expenses	2.787	737	2.787	737
Other transitive liability accounts	15	0	15	0
Balance	<u>17.131</u>	<u>16.042</u>	<u>17.126</u>	<u>16.042</u>

The balance of the «Other creditors » account on the 30/9/2008 of € 8.499 regards liabilities towards EYATH FIXED ASSETS for the purchase of water and covers various operational needs of € 8.331 and liabilities towards other creditors of € 168.

22. Transactions and Balances with Associated Persons

The Group and the Company consider as associated persons the members of the Board of Directors, the Executive Members and the stockholders holding a percentage larger than the 5% of its capital stock (including their associated persons). The transactions and the

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΠΟΧΡΕΩΣΕΩΣ & ΑΠΟΧΡΕΩΣΕΩΣ ΘΡΕΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

balances of the associated persons of the Group and the Company, for the fiscal period 1/1 – 30/9/2008 and the 30th of September 2008 respectively, are analyzed in the below board:

Amounts in thousands of Euros	GROUP	COMPANY
a) Revenues	0	4
b) Expenses	0	87
c) Claims	0	9
d) Liabilities	0	46
e) Transactions and fees of executive members and management members	588	588
f) Claims from executive members and management members	2	2
g) Liabilities towards executive members and management members	3	3

The Company revenues of €4 regard rental fees from the subsidiary company «EYATH SERVICES S.A». The Company expenses of €87 regard water meter measurement services supplied by the subsidiary company «EYATH SERVICES S.A». The company claim for €9 regards foundation expenses from EYATH S.A on behalf of the subsidiary company «EYATH SERVICES S.A» as well as rental fees claim. The Company liability of €46 regards services of distribution of receipts and water meter measurements towards the subsidiary « EYATH SERVICES S.A».

23. Commitments and Potential Liabilities

23.1 Potential liabilities from litigations or disputes under arbitration

On the 30/9/2008 there are legal actions, solicitor's letters and in general future claims against the Company of € 3.532 in total. The Company's legal department estimates that the judicial outcome of the above cases cannot significantly affect the operation and financial state of the Company. For these cases, there has been a provision for € 2.165, which is included in the long term liabilities account «Provisions for potential risks and expenses».

23.2 Commitments from operational leases

Intermediate Financial Statements
From the 1st of January 2008 until the 30th of September 2008

ΕΤΑΙΡΙΑ ΥΔΡΕΥΣΕΩΣ & ΑΠΟΧΕΤΕΥΣΕΩΣ ΘΕΣΣΑΛΟΝΙΚΗΣ Α.Ε.



(The amounts are expressed in thousands of Euros)

The Company by the 30th of September 2008 has signed contracts regarding the operational lease of property and means of transport which expire partially until 2012. The lease expenses for the operational leases included in the results statement of the current fiscal period amount to € 417

The future minimum lease payments for operational leases based on the non voidable contract of operational lease, are as follows:

:

	30/09/08	30/09/07
Up to 1 year	514	521
From 1 to 5 years	1.299	1.639
Over 5 years	0	174
	1.813	2.333

23.3 Other potential liabilities

The Group on the 30/9/2008 had issued good performance contract guarantees of € 296 in total (31/12/2007: € 287).

The Company has not been audited by the respective tax authorities for the fiscal years 2001 up until 2008 and recognizes its tax liabilities, deriving after the audit of the unaudited fiscal periods by the tax authorities, upon the completion of the audits and the finalization of the respective tax amounts. We note that the Company, according to the number 95/2006 Audit Order is under the process of regular audits from the respective tax authorities for the fiscal years 2001 up until 2003.

Since its establishment, the subsidiary company has not been audited.

24. Number of employees

The Group and the Company's number of employees at the end of the current fiscal period were 460 people, while at the end of the respective previous fiscal period it was 515 people for the Company.

(The amounts are expressed in thousands of Euros)

25. Important facts for the fiscal period 1/1-30/9/2008

An agreement for the co operation of EYATH S.A and E. MALAMATINAS S.A in the filed of bottled water production was signed following a decision by the Company's Board of Directors on Monday 19-5-2008 and approval by the Regular General Meeting of Stockholders on the 20-6.2008. A non disclosure agreement had been signed (NDA) on the 19-3-2008 and a Memorandum of Understanding (MoU) on the 8-4-2008. The principle framework agreement regards the realization of a joint investment for the production of a drinking water bottling unit. More particularly, there is provision for the composition of a joint company in which EYATH S.A will be the main stockholder controlling a percentage of 55%, and appointing four members in the board of directors among which the chairman, while E MALAMATINAS S.A will hold a percentage of 45%, appointing three members in the board of directors among which the managing director.

Up until the ending of the current fiscal year the composition of this new company had not yet been established.

26. Facts posterior to the Balance Sheet

There are no facts posterior to the balance sheet of the 30th of September 2008, which regard the Company and /or the Group, which should be mentioned according to the international standards for financial informing.