

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

FINANCIAL DATA AND INFORMATION FOR THE PERIOD

JANUARY 1 2005 - SEPTEMBER 30 2005

The financial data and information listed below provide a summarized view of the financial position and results of EYDAP. We recommend to our readers before any kind of investment or other transaction with the Company to visit the company's web site (www.eydap.gr) where the interim financial statements, according to the International Financial and Reporting Standards, as well as the auditor's report, whenever is required, are presented. The financial statements below have been approved by the Board of Directors at the 29 November of 2005.

| BALANCE SHEET | | | | CASH FLOW STATEMENT | | | |
|---|------------------------|-------------------|---|-------------------------------|------------------------|---------|--|
| Amounts in thousands of Euro | | | | Amounts in thousands of Euro | | | |
| | <u>30.09.2005</u> | <u>31.12.2004</u> | | <u>1.01-30.09-2005</u> | <u>1.01-30.09-2004</u> | | |
| ASSETS | | | | | | | |
| Non current assets | 1.069.548 | 1.056.431 | Cash Flows from operating activities | | | | |
| Inventories | 18.204 | 18.564 | Profit before tax | 44.580 | 34.930 | | |
| Trade receivables | 199.838 | 165.998 | Adjustments for: | | | | |
| Other assets | <u>94.059</u> | <u>88.867</u> | Provisions | 1.316 | 1.253 | | |
| TOTAL ASSETS | <u>1.381.649</u> | <u>1.329.860</u> | Customers' Write-offs | 0 | 0 | | |
| EQUITY AND LIABILITIES | | | | | | | |
| Non current liabilities | 68.775 | 72.963 | Depreciation and amortization | 24.162 | 23.421 | | |
| Reserves for employee benefits | 159.244 | 154.400 | Amortization of customers' contributions and subsidies | (5.712) | (5.918) | | |
| Deferred subsidies and customer contributions | 207.198 | 210.301 | Investment income | | | | |
| Short term loans and borrowings | 87.215 | 62.904 | Impairment of investments | 0 | 115 | | |
| Other current liabilities | <u>97.829</u> | <u>87.806</u> | Interest and related income | (1.755) | (1.753) | | |
| Total liabilities (a) | <u>620.261</u> | <u>588.374</u> | Interest and related expense | 3.173 | 1.621 | | |
| Share capital | 0 | 0 | Operating income before working capital changes / changes in operating assets and liabilities | | | | |
| Other items of Shareholders' Equity | 0 | 0 | (Decrease in) Increase in | | | | |
| Total Shareholders' Equity (b) | 761.388 | 741.486 | Trade receivables | (33.839) | (36.732) | | |
| Minority interests (c) | 0 | 0 | Other receivables | (9.421) | (1.369) | | |
| Total Equity (d)=(b)+(c) | <u>761.388</u> | <u>741.486</u> | Long-term receivables | (1.487) | (5.183) | | |
| TOTAL EQUITY AND LIABILITIES | <u>1.381.649</u> | <u>1.329.860</u> | Materials and spare parts | 360 | (1.562) | | |
| Amounts in thousands of Euro | | | | Operating Current Liabilities | 1.900 | (9.830) | |
| | <u>1.01-</u> | <u>1.07-</u> | | | | | |
| | <u>30.09.2005</u> | <u>30.09.2005</u> | | | | | |
| | <u>1.01-30.09.2004</u> | <u>30.09.2004</u> | | | | | |
| Turnover | 265.856 | 246.652 | Other current liabilities | 9.404 | 8.927 | | |
| Gross profit (loss) | 123.217 | 106.988 | Consumers' guarantees | 613 | 567 | | |
| | | | Reserve for employees benefits | 4.843 | 6.949 | | |
| | | | Minus: | | | | |
| Earnings before tax, financial and investment results | 45.977 | 34.779 | Interest and related expenses paid | 2.122 | 938 | | |
| Earnings before tax, financial, investment results and depreciation and amortization | 64.427 | 52.282 | Income Tax paid | 11.549 | 14.905 | | |
| Profit (loss) before tax | 44.580 | 34.930 | | | | | |
| Less tax | 18.509 | 13.241 | Net cash from operating activities (a) | <u>24.466</u> | <u>(407)</u> | | |
| Profit after tax | <u>26.071</u> | <u>21.689</u> | Cash Flows from investing activities | | | | |
| Attributable to | | | Dividends received | | | | |
| Shareholders | 26.071 | 21.689 | Interest and related income received | 1.717 | 1.733 | | |
| Minority interests | 0 | 0 | Purchases of property, plant, and equipment | (33.280) | (38.796) | | |
| Earnings per share after tax (in euro) - basic | 0,24 | 0,20 | Purchases of intangible assets | (1.222) | (254) | | |
| | | | Proceeds from customers' contributions and subsidies | 2.609 | 3.897 | | |
| | | | | | | | |
| | | | Net cash from investing activities (b) | <u>(30.176)</u> | <u>(33.420)</u> | | |
| | | | Cash Flows from financing activities | | | | |
| | | | Proceeds from borrowings | 53.500 | 70.000 | | |
| | | | Repayments of borrowings | (49.500) | (28.500) | | |
| | | | Dividends paid | (1.991) | (8.828) | | |
| | | | Net cash from investing activities (c) | <u>2.009</u> | <u>32.672</u> | | |
| | | | Net (decrease) increase in cash and cash equivalents | | | | |
| | | | (a) + (b) + (c) | <u>(3.702)</u> | <u>(1.155)</u> | | |
| | | | Cash and cash equivalents, beginning of year | 13.321 | 8.935 | | |
| | | | Cash and cash equivalents, end of period | 9.619 | 7.780 | | |

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Amounts in thousands of Euro

| | <u>30.09.2005</u> | <u>30.09.2004</u> |
|--|-------------------|-------------------|
| Equity Balance at the beginning of the year (01.01.2005 and 01.01.2004 respectively) | 741.486 | 750.343 |
| Profit / (Losses) of the year, after tax | <u>26.071</u> | <u>21.689</u> |
| | <u>767.557</u> | <u>772.032</u> |
| Increase/ (Decrease) of Share Capital | 0 | 0 |
| Distributed Dividends | (6.390) | (13.845) |
| Net income directly charged to equity | 221 | 0 |
| Purchase / (sales) of own shares | 0 | 0 |
| Equity Balance at the end of the year (30.09.2005 and 30.09.2004 respectively) | <u>761.388</u> | <u>758.187</u> |

ADDITIONAL DATA AND INFORMATION

- The Company has been audited by the tax authorities up to and including 2004.
- There are no pledges on the Company's fixed assets.
- The number of employees as at 30 September 2004 and 2005 was 4.260 and 4.082 respectively.
- Lawsuits for civil law cases with claims of an amount of €21 millions have been raised against the Company as at 30 September 2005. These lawsuits are mainly related with damages caused by floods (either because of broken mains of from rainfalls) or they are lawsuits of various trade creditors and subcontractors for violation of contractual terms. There are also pending litigations with employees of around €19,7 millions. Against all these potential losses, when the pending litigation will be finalized, EYDAP has formed a provision of €29,6 millions as at 30 September 2005 and of €28,2 millions as at 30 September 2004, which are considered as sufficient.
- The turnover breakdown according to the statistical classifications of the branches of economic activity STAKOD 03 is 410.0 (NACE Rev 1.1 is 41.00 -ISIC Rev 3.1 is 4100): Water supply sales amount € 265.856.000 (Sewerage sales are included in this amount)
- The Company according to its establishment Law 2744/99, has signed a contract with the Greek State, according to which the Greek State undertakes the commitment for the subsidization of EYDAP either from the Community Funds or from the Program of Public Investments for the coverage of the 60% of the capital expenditure, which EYDAP pays for the maintenance, restoration, improvement or the expansion of the water supply and sewerage network system for the 8 years period 2000-2008. Against the aforementioned investment program of around €1,22 billion, that includes, as already mentioned, also the maintenances, the Company has spent for capital expenditures as at 30 September 2005 an amount of € 321,34 millions, for which it has the right to receive a subsidy of around €192,80 millions (321,34*60%), while for the maintenance expenditures the Company claims the corresponding subsidy. The Company against the subsidy that has the right to receive has received as at 30 September 2005 an amount of €9,08 millions. On the basis of the above the claim of the Company from the Greek State is raised to at least €183,72 millions (192,80-9,08). Therefore this amount has not recorded in the accounts receivables with an equal debit of the long-term liabilities accounts, the carrying amount of which is gradually transferred in the profit/loss of the period in proportion to the depreciation rate of the subsidized water supply and sewerage network system. If the aforementioned journals were carried out then the profit/loss of the current and the previous year period will be improved by around €3,75 millions and the net equity will be improved by around €19,25 millions.
- In addition to these claims the Company has a claim for a subsidy for the maintenance expenditures according to the contract with the Greek State. However it is not feasible to extract the amount that corresponds to maintenance only from the amount of expenditures that are related with the operation and maintenance of installations that amounts to €344,62 millions. The corresponding subsidy that amounts to €206,77 millions it must be finalized after an arrangement with the Greek State.

Athens 23 June 2006

| The Chairman of the Board of Directors | The Chief Executive Officer | The Chief Financial Officer | The Chief Accounting Officer |
|--|---|------------------------------------|-----------------------------------|
| Kostoulas Konstantinos I.D. No Π 692300 | Vartholomeos Antonios I.D. No I 157854 | Kakou Evagelia I.D. No Θ 105453 | Leventi Maria I.D. No Σ 099991 |