

## HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A.

AR.MAE 347/06/B86/10

REGISTERED OFFICE: 99 KIFFISIAS AVE - 151 24 MAROUSI, ATHENS

FINANCIAL DATA AND INFORMATION FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2006 (In accordance with P.D. 360/85, as amended and the Decision 17/336/21.04.2005 of the BoD of the Hellenic Capital Market Commission)

The financial data and information contained below is only for general information purposes regarding the financial position and results of the HELLENIC TELECOMMUNICATIONS ORGANIZATION S.A. Therefore, we recommend the users of that financial data and information, before making any investment decision or proceding to any transaction with the company, to obtain the necessary information from the website (www.ote.gr), where the financial statements in accordance with International Financial Reporting Standards are available, together with the auditors' report, when required.

The Certified Auditors : Marios Kyriacou, Michael Kokkinos

Auditing Company: KPMG Kyriacou Certified Auditors S.A. Type of Auditor's Review Opinion : Unqualified

	ETS (Amounts in millions of Euro)				C.ISII I I I I I I I I I I I I I I I I I	EMENTS (Amounts i	ii iiiiiiolis or Euro)		
	GRO	UP	COMPAN	NY	1	G	ROUP	COMP	ANY
<u>ASSETS</u>	30.06.2006	31.12.2005	30.06.2006	31.12.2005		01.01-30.06.2006	01.01-30.06.2005	01.01-30.06.2006	01.01-30.06.2
Tangible and intangible assets	7.034,5	7.364,3	4.664,0	4.720,5	Cash flows from operating activities				
Inventories	123,6	130,3	21,5		Profit before taxes	433,9	413,9	275,9	34
Accounts receivable	1.065,6	1.066,7	825,0		4 Adjustments for:				
Other assets	1.444,9	976,1	811,7	787,2	Depreciation and amortization	564,3	562,2	265,9	26
Cash and cash equivalents	1.370,2	1.512,2	822,0	844,3	3 Provisions	104,2	117,5	90,2	11:
TOTAL ASSETS	11.038,8	11.049,6	7.144,2	7.161,1	Investment and financial (income)/ loss	(57,2)	(106,9)	(219,4)	(363
					Amortization of advances to pension funds	17,6	17,6	17,6	17
EQUITY AND LIABILITIES					Interest expense	89,1	80,0	61,1	60
					Adjustments for working capital movements related to				
Long-term liabilities	3.800,9	4.304,7	2.904,9		operating activities:	(6.0)	0.5	0.0	
Short-term borrowings	792,5	335,6	16,1	14,9	Decrease / (increase) in materials and supplies	(6,9)	9,7	8,2	9
Other current liabilities	1.834,5	1.895,9	1.274,0	1.392,9		(11,3)	(112,8)	19,9	1
Total liabilities (a)	6.427,9	6.536,2	4.195,0	4.453,2	Decrease in liabilities	(213,9)	(140,3)	(239,4)	(88.
Share Capital	1.172,5	1.172,5	1.172,5	1.172,5		(40.4)	(02.5)	(15.2)	(62
Other Equity items	2.230,4 3.402,9	2.139,0	1.776,7	1.535,4	*	(48,4)	(82,5)	(15,3)	(62
Equity attributable to equity holders of the parent (b)  Minority interest (c)	1.208,0	3.311,5 1.201,9	2.949,2	2.707,9	*	(82,6) 788,8	(75,0) 683,4	264,7	32:
•	4.610,9	4.513,4	2.949,2	2.707,9	Net cash provided by operating activities	/00,0	065,4	204,7	32.
Total equity (d) = (b) + ( c ) TOTAL EQUITY AND LIABILITIES (a) + (d)	11.038,8	11.049,6	7.144,2	7.161,1	1				
TOTAL EQUITT AND EIABILITIES (a) + (u)	11.030,0	11.042,0	7.144,2	7.101,1	Cash flows from investing activities				
INCOME CTATEM	ENITS (A	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \			, and the second				
INCOME STATEM	ENTS (Amounts in millions of Euro				Acquisition of subsidiary or associate, net of cash acquired	(191,1)	(285,7)	(191,1)	(285
		GRO			Acquisition of financial assets	(222,8)	-	-	
	<u>01.01-30.06.2006</u> <u>01</u>	.01-30.06.2005 01	.04-30.06.2006 01	.04-30.06.2005	Loans granted	-	7,8	(11,2)	(3
					Proceeds from loans	-	-	5,9	
Total revenues	2.818,6	2.670,7	1.431,9		Purchase of property, plant and equipment or intangible assets	(399,4)	(237,8)	(95,8)	(105
Operating expenses before depreciation	(1.788,5)	(1.721,7)	(914,3)	(864,4)	Proceeds from sale of investment		30,0	-	30
Earnings before taxes, investment income,					Interest received	19,8	13,9	12,4	:
financial income and depreciation-amortization	1.030,1	949,0	517,6	504,8	B Dividends received	6,8	12,7	152,1	193
Depreciation and amortization	(564,3)	(562,2)	(280,0)	(272,7)	Net cash used in investing activities	(786,7)	(459,1)	(127,7)	(166,
Earnings before taxes, investment income									
and financial income	465,8	386,8	237,6	232,1	1				
Investment and financial income /(loss)	(31,9)	27,1	(7,1)	4,9	Cash flows from financing activities				
Profit before tax	433,9	413,9	230,5	237,0	Proceeds from minority shareholders for issuance of				
Income taxes	(146,2)	(129,8)	(84,7)	(69,3)	subsidiary's share capital	12,0	12,8	-	
Net profit for the year	287,7	284,1	145,8	167,7	Proceeds from long-term debt and short-term borrowings	-	56,1	-	
Attributable to:	·				Repayment from long-term debt and short-term borrowings	(45,7)	(52,1)	(157,9)	
Equity holders of the parent	221,9	196,5	112,2	117,2	2 Dividends paid	(72,9)	(125,6)	(1,4)	(1,
Minority interest	65,8	87,6	33,6	50,5	Net cash used in financing activities	(106,6)	(108,8)	(159,3)	(1.
Basic earnings per share (in €)	0,4527	0,4009	0,2289	0,2391	1				
					Net increase / (decrease) in cash and cash equivalents	(104,5)	115,5	(22,3)	157
INCOME STATEM	ENTS (Amounts in millions of Euro	o)			Cash and cash equivalents at beginning of period	1.512,2	870,3	844,3	370
		COMPA	NV		Cash and cash equivalents at end of period (in total)	1.407,7	985,8	822,0	527
	01.01-30.06.2006 01		.04-30.06.2006 01	04-30 06 2005	<b>-</b>	11407,7	705,0	022,0	327
	01.01-30.00.2000 01	.01-30.00.2003 01	.04-30.00.2000 01	1.04-30.00.2003	1	(37,5)			
Total rayanyas	1.377,3	1 242 7	602.6	670.0	in non- curent assets held for sale	1.370,2	985,8	822,0	527
Total revenues		1.342,7	692,6	679,9	Cash and cash equivalents at end of period	1.3/0,2	3,566	844,0	527
Operating expenses before depreciation	(993,8)	(1.028,0)	(492,7)	(522,2)	2				
Earnings before taxes, investment income,									
financial income and depreciation-amortization	383,5	314,7	199,9	157,7	7				
Depreciation and amortization	(265,9)	(269,9)	(131,2)	(133,5)	STATEMENTS OF CHANG	GES IN EQUITY (Am	ounts in millions of I	Euro)	
Earnings before taxes, investment income	·								
and financial income	117,6	44,8	68,7	24,2	2		ROUP	COMP	
Investment and financial income /(loss)	158,3	303,7	178,0	127,7	7	30.06.2006	30.06.2005	30.06.2006	30.06.20
Profit before tax	275,9	348,5	246,7	151,9					
Income taxes	(44,6)	(26,4)	(35,9)	(14,1)	Total equity at beginning of the period (01.01.2006 and 01.01.2005)	4.513,4	4.831,4	2.707,9	2.940
Net profit for the year	231,3	322,1	210,8	137,8	Profit for the period	287,7	284,1	231,3	32
Attributable to:					1	4.801,1	5.115,5	2.939,2	3.262
Equity holders of the parent	231,3	322,1	210,8	137,8	Dividends declared	(72,3)	(191,1)	=	
Minority interest	<u>-</u>		<u> </u>		Net income recognized directly in equity	6,5	2,4	10,0	2
Basic earnings per share (in €)	0,4719	0,6571	0,4301	0,2811	Foreign currency translation	60,6	201,9	-	
					Net change of investment in subsidiaries	(185,0)	(47,6)	-	
					Total aggits at and of the named (20.06.2006 and 20.06.2005)	4.610,9	5.081,1	2.949,2	3.265
					Total equity at end of the period (30.06.2006 and 30.06.2005)	4.010,9	3.001,1	2,949,2	5120.
					Total equity at end of the period (30.00.2006 and 30.00.2003)	4.010,9	3.061,1	2.949,2	3120

) The subsidiaries included in the consolidated financial statements, their location and the Group's ownership interest therein, are as follows: Full consolidation method (direct investment)

Tun consondation method (direct investment)			0.1.1.
HELLASCOM INTERNATIONAL S.A.	Greece	100,00%	From 2003
OTE PLUS S.A.	Greece	99,00%	From 2005
OTE - ESTATE S.A.	Greece	100,00%	From 2001
OTENET S.A.	Greece	94,59%	From 2004
OTESAT-MARITEL S.A.	Greece	94,08%	From 2000
INFOTE S.A.	Greece	100,00%	From 2001
COSMOTE S.A.	Greece	67,00%	From 2004
OTE GLOBE S.A.	Greece	100,00%	From 2002
OTE-INSURANCE S.A.	Greece	100,00%	From 2003
COSMO ONE S.A.	Greece	51,55%	From 2002
HELLAS-SAT CONSORTIUM LTD	Cyprus	95,69%	From 2003
OTE ACADEMY S.A.	Greece	100,00%	From 2000
OTE PLC	United Kingdom	100,00%	From 2000
OTE INTERNATIONAL INVESTMENTS LTD	Cyprus	100,00%	From 1998
ARMENTEL S.A.	Armenia	90,00%	None
HATWAVE LTD	Cyprus	52,67%	From 1996
O.T.E. AUSTRIA HOLDING GMBH	Austria	100.00%	From 2001

U.T.Y.: Unaudited Tax Years

<u>U.T.Y.</u> From 2001 Full consolidation method (indirect investment) ROMTELECOM S.A. 63,10% 67,00% COSMOTE ROMANIA S.A From 2004 COSMOFON MOBILE TELECOMMUNICATIONS SERVICES A.D. FYROM Exemption COSMOBULGARIA MOBILE EAD
ALBANIAN MOBILE TELECOMMUNICATIONS S.A. 67,00% From 2005 Albania 55,24% From 2002 COSMO-HOLDING ALBANIA S.A. O.T.E. MTS B.V. HOLDING 64,99% From 2000 Netherlands 67,00% From 2001 VOICENET S.A. From 2004 Greece OTENET CYPRUS S.A. Cyprus 56,75% From 2000 OTENET TELECOMMUNICATIONS LTD 58,51% From 2001 Cyprus HELLAS SAT S.A.
OTE INVESTMENT SERVICES S.A. 95,69% From 2002 100,00% From 2005 Greece OTE PLUS ROMANIA From 2005 OTE PLUS BULGARIA Bulgaria 99,00% Exemption

- 2) The company has been audited from the tax authorities until fiscal year 2001. During May 2006, the tax authorities commenced the tax audit of OTE's
- books for the fiscal years 2002-2005. 3) There are no restrictions on title on property, plant and equipment.
- 4) Appropriate provisions have been established for litigation and claims the outcome of which is expected to be unfavorable for the company.

  5) Number of employees at the end of the year: Group 37.527 (30.6.2005: 41.786), Company 12.491 (30.6.2005: 15.925)
- 6) The Company's transactions with its related parties as defined in IAS 24, are analyzed as follows: Sales and purchases of goods and servises in the first half 2006, amounted to € 102.5 million and € 152.4 million, respectively. Interest income and interest expense in the first half 2006, amounted to € 5.1 million and € 49.3 million respectively. The outstanding balance of receivables and payables from/to related parties as of 30 June 2006, amounted to  $\in$  326.9 million and  $\in$  2,024.3 million, respectively. Dividends from related parties in the first half of 2006 amounted to  $\in$  173.8 million. Fees paid to the members of the Board of Directors of the Company and key management personell compensation charged in the Income Statement
- of the first half 2006, amounted to € 2.0 million. 7) Earnings per share were calculated based on the weighted average number of shares outstanding.

Athens, 29 August 2006

CHAIRMAN AND MANAGING DIRECTOR CHIEF FINANCIAL OFFICER ACCOUNTING MANAGER

PANAGIS VOURLOUMIS IORDANIS AIVAZIS ANTONIS MAVROMARAS I.D. Number P 504752 License Number 039603 I.D. Number N 032981 I.D. Number II 308566