ECONOMIC REPORT

First Half 2013

According to the Law 3556/2007

August 2013

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STATEMENTS OF THE MANAGEMENT BOARD MEMBERS
(according to the article 5 par.2 of the Law 3556/2007)

The Following Members :

1. Vartholomeos Antonios, Chairman of the Management Board and Chief Executive Officer

2.Hondrogiannos Ioannis, member of the Management Board

3.Zografos Lampros , member of the Management Board specially designated for this.

According to what is specified in the paragraph 2 of the article 5 of the Law 3556/2007 we hereby declare that from what we know :

a. The Financial Statements of 2013 first half which were conducted according to the valid Accounting Standards , truly illustrate Assets and Liabilities figures , Net Worth and Income Statement of E.YD.A.P S.A. and the companies, in accordance with the descriptions of the paragraphs 3 to 5 of the article 5 of the Law 3556/2007 and

b. The Six months Report of the Management Board, truly illustrates the necessary information according to the paragraph 6 of the article 5 of the Law 3556/2007.

Athens, 28 August 2013

The Chairman of the Management Board	The Member of the Management Board	The Member of the Management Board
Vartholomeos Antonios ID no. AK 543580	Hondrogiannos Ioannis ID no. AI 094411	Zografos Lampros I D no.AB 390968

REPORT OF THE BOARD OF DIRECTORS OF EYDAP S.A. AND THE GROUP ON THE FINANCIAL STATEMENTS FOR THE FIRST HALF OF 2013

Dear Shareholders,

The present report provides an overview of the financial results, and significant corporate events carried out in the first half of 2013, an analysis of the perspectives and potential risks for the second half of 2013, and significant transactions between the Company and the Group and the related parties.

The report is written in accordance with the clauses of paragraph 6 of the article 5 of law 3556/2007 and the relevant decisions 1/434/2007 and 7/448/2007 of the Hellenic Capital Market Committee.

OPERATIONS AND FINANCIAL REVIEW FOR THE PERIOD STARTING AT THE 1ST JANUARY UNTIL 30TH OF JUNE 2013

Water Consumption Progress for the first half of 2013

In H1 2013 total water consumption (billed or not) decreased by 1.1% compared to last year's same period, and was shaped at 199.354.816 m^3 in relation to 201.470.686 m^3 of the previous year.

More precisely, billed consumption in H1 2013 decreased by 3.7% over the previous year, formed at 140,080,729 m^3 compared to 145,488,735 m^3 in H1 2012.

Additionally, non-billed consumption in H1 2013 was shaped at 59,270,544 m^3, compared to 55,973,911 m^3 in H1 2011, increased by 5.9%.

As a result, non-billed to total consumption ratio increased, and was shaped at 29.7% in H1 2013, a rise by 1.9% compared to H1 2012.

More precisely, the consumption change in each consumption class is summarized in the table 1:

Table 1: H1 WATER CONSUMPTION BREAKDOWN (in m^3)				
CONSUMPTION CLASS	**2013**	**2012**	**CHANGE**	**RELATIVE CHANGE**
BILLED CONSUMPTION	140,080,729	145,488,735	-5,408,006	- 3.7%
GRATIS CONSUMPTION	3,543	8,040	-4,497	-55.9%
NON-BILLED CONSUMPTION	59,270,544	55,973,911	3,296,633	5.9%
TOTAL CONSUMPTION	199,354,816	201,470,686	-2,115,870	-1.1%
NON-BILLED TO TOTAL CONSUMPTION RATIO	29.7%	27.8%	1.9%	-
MANDATORY CONSUMPTION (COMMON & CORPORATE / INDUSTRIAL CLASS)	5,384,219	5,021,751	362,468	7.2%

Regarding the main customer classes, the class of common consumers - which represents the overwhelming majority of customers – decreased by 4.0% in H1 2013, compared to H1 2012.
Specifically, water consumption in common consumers' class in H1 2013 reached 91,022,945 m^3, compared to 94,851,325 m^3 in H1 2012.
Bulk Water Supply to municipal networks, including the Aegean islands, which represents the second biggest class, decreased by 8.1% in H1 2013 compared to H1 2012.
More specifically, bulk water supply to municipal networks and the islands was shaped at 25,611,683 m^3 in H1 2013 compared to 27,855,828 m^3 in H1 2012.
The industrial consumers' class increased by 20.6% in H1 2013 compared to H1 2012. Moreover, the class of State-Local Authorities increased by 4.3% in H1 2013, compared to H1 2012.
More precisely, the consumption change in each customer class is summarized in table 2:

Table 2: H1 BILLED WATER CONSUMPTION BREAKDOWN PER CUSTOMER CLASS (in m^3 – mandatory consumption is not included)				
CUSTOMER CLASS	**2013**	**2012**	**CHANGE**	**RELATIVE CHANGE**
COMMON CONSUMERS	91,022,945	94,851,325	-3,828,380	-4.0%
INDUSTRIES – CORPORATE CUSTOMERS	9,833,772	8,151,849	1,681,923	20.6%
BULK WATER SUPPLY TO LOCAL NETWORKS	25,611,683	27,855,828	-2,244,145	-8.1%
STATE – LOCAL AUTHORITIES	8,214,212	7,877,306	336,906	4.3%
OTHER	5,398,117	6,752,427	-1,354,310	-20.1%
TOTAL CONSUMPTION	**140,080,729**	**145,488,735**	**-5,408,006**	**-3.7%**

Table 3 presents the water sales revenue for H1 2013 and the change for the main customer classes in comparison with H1 2012:

Table 3: H1 WATER SALES INCOME PER CUSTOMER CLASS (€ - mandatory consumption fee included)				
CUSTOMER CLASS	**2013**	**2012**	**CHANGE**	**RELATIVE CHANGE**
COMMON CONSUMERS	68,012,033	70,675,524	-2,663,491	-3.8%
INDUSTRIES – CORPORATE CUSTOMERS	9,765,274	8,110,480	1,654,794	20.4%
BULK WATER SUPPLY TO LOCAL NETWORKS	12,558,554	13,658,288	-1,099,734	-8.1%
STATE – LOCAL AUTHORITIES	8,400,368	8,071,309	329,059	4.1%
OTHER	2,113,490	2,327,279	-213,789	-9.2%
TOTAL CONSUMPTION	**100,849,719**	**102,842,880**	**-1,993,161**	**-1.9%**

In table 4, the revenue from sewerage usage and the respective change for the main customer classes for H1 2013 and H1 2012 is presented:

Table 4: H1 INCOME FROM SEWERAGE SERVICES PER CUSTOMER CLASS (€ - mandatory consumption fee included)				
CUSTOMER CLASS	**2013**	**2012**	**CHANGE**	**RELATIVE CHANGE**
COMMON CONSUMERS	41,002,561	42,799,575	-1,797,014	-4.2%
INDUSTRIES – CORPORATE CUSTOMERS	3,145,457	3,316,204	-170,747	-5.1%
BULK WATER SUPPLY TO LOCAL NETWORKS	0	0	0	-
STATE – LOCAL AUTHORITIES	3,206,556	3,310,227	-103,671	-3.1%
OTHER	46,292	70,668	-24,376	-34.5%
TOTAL	**47,400,866**	**49,496,674**	**-2,095,808**	**-4.2%**

Table 5 presents the total income from water sales and sewerage usage, as well as the respective change between H1 2013 and H1 2012 for the main customer classes:

Table 5: H1 TOTAL WATER SUPPLY AND SEWERAGE SERVICES INCOME (€ - mandatory consumption fee included)				
CUSTOMER CLASS	**2013**	**2012**	**CHANGE**	**RELATIVE CHANGE**
COMMON CONSUMERS	109,014,594	113,475,099	-4,460,505	-3.9%
INDUSTRIES – CORPORATE CUSTOMERS	12,910,731	11,426,684	1,484,047	13.0%
BULK WATER SUPPLY TO LOCAL NETWORKS	12,558,554	13,658,288	-1,099,734	-8.1%
STATE – LOCAL AUTHORITIES	11,606,924	11,381,536	225,388	2.0%
OTHER	2,159,782	2,397,947	-238,165	-9.9%
TOTAL	**148,250,585**	**152,339,554**	**-4,088,969**	**-2.7%**

Finally, in table 6 is depicted the average revenue per cubic meter of billed consumption in H1 2012 and 2012, separately for the water sales and the total of water sale and sewerage usage, corresponding to each of the customer classes:

Table 6: AVERAGE REVENUE OF BILLED WATER CONSUMPTION AND SEWERAGE USAGE PER CUBIC METER, PER CUSTOMER CLASS (€ - income from mandatory consumption fee is included – mandatory consumption fee is not included in billed water consumption)								
CUSTOMER CLASS	2013		2012		CHANGE		RELATIVE CHANGE	
	WATER SALES	WATER SALES AND SEWER USAGE	WATER SALES	WATER SALES AND SEWER USAGE	WATER SALES	WATER SALES AND SEWER USAGE	WATER SALES	WATER SALES AND SEWER USAGE
COMMON CONSUMERS	0,75	1,20	0,75	1,20	0,00	0,00	0,3%	0,1%
INDUSTRIES – CORPORATE CUSTOMERS	0,99	1,31	0,99	1,40	0,00	-0,09	-0,2%	-6,3%
BULK WATER SUPPLY TO LOCAL NETWORKS	0,49	0,49	0,49	0,49	0,00	0,00	0,0%	0,0%
STATE – LOCAL AUTHORITIES	1,02	1,41	1,02	1,44	0,00	-0,03	-0,2%	-2,2%
OTHER	0,39	0,40	0,34	0,36	0,05	0,04	13,6%	12,7%
TOTAL	**0,72**	**1,06**	**0,71**	**1,05**	**0,01**	**0,01**	**1,8%**	**1,1%**

As we see, the average revenue from water sales increased marginally by 1.8% in H1 2013 compared to the H1 2012. Also, there has been a slight increase in the average revenue from the water sale and sewerage usage by 1.1%. Specifically, from 1.05 € in 2012 it was formed at 1.06 € per cubic meter in 2013.

Key Financial Data for the first half of 2013

Turnover in H1 2013 amounted to €161 mn from €162.1 mn in H1 2012, decreased by 0.7% (€ -1.1 mn). This drop was mainly due to decreased revenues from sewerage services by €1.2 mn (- 2.3%). Also the revenues from the third party constructions decreased by € 298 th. (-36.8%) while the revenues from water supply and related services increased by € 200 th. (+0.2), as well as the revenues from electricity sales (+116.2% or € 437 th.)

As far as revenues from water supply and related services are concerned, an increase was presented by € 192 th. (+45.5%) at restoration works and by € 305 th. (+56.4%) at other income, while the decrease in revenues from new water supply connections continued by € 469 th. (-27.3%). On the contrary, revenues from water consumption increased slightly by € 209 th. or +0.2%.

It should also be noted that revenues from water consumption (as well as the revenues from sewerage usage rights) includes apart from the billed revenues that are reflected in water bills issued, their prediction on accrual basis. For the H1 2013 these amounts were € 100,846 th. and € 3,620 th. respectively.

In thousands €	***H1 2011***	***H1 2012***	***H1 2013***
Revenues from water consumption	104.333	104.257	104.466
New water supply connections	2.888	1.716	1.247
Connection Fees and contributions	219	132	95
Restoration Works	455	422	615
Others	910	541	846
Revenues from water supply and related services	108.804	107.067	107.267

Revenues from sewerage services declined with decreases in almost all categories.

In thousands €	***H1 2011***	***H1 2012***	***H1 2013***
Revenues from sewerage usage	53.569	52.357	51.236
Connection fees	1.179	450	329
Sewage charges (from septic tank trucks)	874	734	731
Sewerage works	234	22	24
Revenue from sewerage services	55.856	53.562	52.320

The main category of sewerage revenue, which is the sewerage usage, decreased by €1.1 mn (-2.1%) while a decrease was presented to the connection fees by 27%. The invoiced revenues for sewerage usage totaled € 47,401 th. while the corresponding budgeted revenues € 3,835 th.

Regarding the operating costs, there has been an increase of 1.3% in comparison to the HI of 2012, amounting to € 136.2 mn. In particular, the cost of sales in H1 2013 dropped by € 0.2 mn (-0.2%) and was shaped at € 97.7 mn from € 97.9 mn in H1 2012. To the same direction the distribution costs decreased by € 0.95 mn € (-6.7%) , while administration costs on the contrary, increased by € 2.9 mn (+12.8%).

These developments resulted to the decrease of the Gross Profit Margin by € 0.93 mn (-1.4%), reaching the amount of € 63.2 mn from € 64.1 mn in H1 2012. Gross Profit margin as a percentage of turnover formed at 39.3% from 39.6% in H1 2012.

The ending balance of trade receivables before the allowance for bad debt was shaped at €358.6 mn. compared to €389.5 mn. in H1 2012, decreased by 7.9%. Allowance for bad debt was increased by 37% reaching € 88.8 mn. from €64.8 mn. in H1 2012.

In thousands €	*Allowance for Bad Debt (ending balance)*	*Trade Receivables before the Allowance for Bad Debt (ending balance)*	*Percentage*
	(1)	(2)	(3)=(1)/(2)
2004	18,181	184,179	10%
2005	23,288	211,183	11%
2006	25,977	256,043	10%
2007	29,397	275,831	11%
2008	33,900	308,748	11%
2009	35,834	313,800	11%
2010	48,049	339,939	14%
2011	56.530	378.545	15%
2012	85.663	395.705	22%
H1 2011	50.689	366.511	14%
H1 2012	64.846	389.478	17%
H1 2013	88.790	358.576	25%

The provisions for bad debt trade receivables in H1 2013 reached € 3.1 mn. compared to € 8.3 mn. in H1 2012. Historically, the percentage of allowance for bad debt to the gross trade receivables balance during 2004-2010 was between 10-14%, while during H1 2013 reached 25%.

In total, the provisions during H1 2013 increased by €484 th. (+4.2%) in relation to H1 2012, and amounted to € 12 mn compared to € 11.5 mn in H1 2012. These provisions include mainly the provisions for bad debt and litigation cases. Moreover, provisions were formed for various debts (except customers) of € 2.2 mn compared to € 456 th. in H1 2012.

In thousands €	*Bad Debt Expenses*	*Provisions for Litigation cases*
2005	5.107	8,699
2006	2.689	2,033
2007	3.420	1,218
2008	4.504	-329
2009	3.108	426
2010	12,215	8,103
2011	8,481	11,021
2012	29.133	8.584
H1 2011	2.578	5,475
H1 2012	7.316	2,760
H1 2013	3.127	6.715

Provisions for litigation cases cover 45% of the total claims. With regard to labor cases, the coverage rate is 72% (compared with coverage rate in H1 2012, 69%) and with regard to civil cases, 24% (22% the coverage rate in H1 2012).

	Provisions Percentage of litigation cases on the total amount of claims		
	Labor Cases	***Civil Cases***	***Total Cases***
2005	100%	44%	63%
2006	100%	35%	57%
2007	82%	27%	47%
2008	65%	23%	41%
2009	65%	17%	37%
2010	75%	22%	42%
2011	77%	22%	44%
2012	68%	27%	47%
H1 2011	79%	23%	45%
H2 2012	69%	22%	43%
H1 2013	72%	24%	45%

Decrease by 9.4% or € 4.1 mn was noted to earnings before interest, taxes, depreciation and amortization (EBITDA), which was shaped at € 39.1 mn from € 43.1 mn in H1 2012, while EBITDA margin was formed at 24.3% from 26.6% in H1 2012.
Decrease was also noted in earnings before interest, taxes and depreciation (EBIT) which amounted to € 22.6 mn. from € 27.1 mn in H1 2012. The EBIT margin formed at 14.1% from 16.7% in H1 2012.

Financial expenses decreased by 29% reaching € 5.8 mn from € 8.2 mn in H1 2012 while the financial income increased by € 2.36 mn. and reached € 4.7 mn from € 2.4 mn in H1 2012.

Short term borrowing on 30.06.2012 amounted to € 123.7 mn from € 185.5 mn on 31.12.2012, decreased by € 61.7 mn (-33.3%). This reduction was possible due to the repayment of substantial portion of overdue debts from various local authorities.

Earnings before tax amounted to € 21.6 mn from € 21.3 mn in H1 2012, increased by 1.2%. The change in the corporate tax rate from 20% to 26%, resulted to the significant increase of the deferred tax asset by € 22.6 m. and in combination with the period income tax payable of € 10.6 m, resulted in income tax of € -11.8 m i.e. tax benefit.

After-tax profits rose to € 33.4 mn from € 14.6 mn in H1 2012, representing an increase of 128%. The net profit margin stood at 20.7% from 9% in H1 2012.

Operating Cash Flows amounted to € 80.9 m. from € 6.2 m. in H1 2012. This change was driven primarily by a decrease in receivables of 37.8 million €. It should be noted that the significant positive trend halted the continuing, in recent years, increasing of customer receivables and is due to the repayment of part of the overdue debts by various local authorities. On the contrary, during the first half of 2012 there was an increase in receivables by € 27.8 m.

The Investment Cash Flows dropped to € -1.8 mn in H1 2013 from € -1.6 m. in H1 2012.

BUSINESS HIGHLIGHTS FOR THE FIRST HALF OF 2013

Claims against the Local Authorities

EYDAP's largest class of customers, after the class of common consumers, both in terms of consumption and in terms of revenue and debts, consists of Municipalities supplied with bulk water supply.

Given the unfavorable economic conditions and the incapability of Municipalities to meet the operational requirements of their networks and their financial obligations towards EYDAP, EYDAP aims at the implementation of an extended program of Concession Contracts Networks with Municipalities that own and operate the water distribution network. According to that: a) EYDAP is taking over the management of the above mentioned network, while the network remains at the property of the Municipality, b) the customers of the Municipalities will enjoy the upgraded services provided by EYDAP and c) there will be a debts settlement for specific Municipalities, based on a specific repayment timetable.

In this framework, on Tuesday the 19th of February 2013, the Management of EYDAP handed the draft concession contracts for the municipal water supply networks, to 7 Mayors in Eastern Attica (Eleusina, Marathon, Markopoulo, Megara, Paiania, Spata and Fili).

The Board of Directors of EYDAP, with its decision No. 18078/5-6-2013, has created the "Relation Development with Local Authorities Division", not only for better monitoring but also for more effective management this specific customer class. This new Division will focus on the degree of increase of Municipal claims liquidation and it will centrally monitor and organize, at all levels, the cooperation between the Company and the Municipalities, contributing to further development of that relationship, for the benefit of both parties.

In addition, during the first semester of 2013, the Company has proceeded at the signature of Debts adjustment Contracts and at the collection of current claims with eight Municipalities (Athinaion, Elliniko-Argiroupoli, Dionisos, Levadeon, Mosxato-Tavros, Metamorphosis, Pallinis and Filadelphia-Chalkifdona) and three Municipal Enterprises (D.E.Y.A Leivadias, D.E.Y.A Chalkidos, D.E.Y.A Lavreotikis).

Within the framework of the grant provided from the Ministry of Interior, through the Fund of Deposits and Loans, to the Municipalities for the settlement of their overdue claims towards third parties, EYDAP has managed to collect during the first semester of 2013 the amount of €50.6 million, thus significant reducing the debt from the overdue claims of the Municipalities.

The executives of the new Relation Development with Local Authorities Division, in cooperation with the Management of EYDAP, carries on the effort towards the absorption of more funds by having contacts with the Ministry of Interiors, the General Accounting Office, the Fund of Deposit and Loans and the Municipalities.

EYDAP Nison S.A.

The scope of EYDAP Nison S.A. is to provide water services, drainage and rainwater collection as well as a variety of activities related to the above, in the Greek islands territory.
In January 2013 an amendment that was approved in the parliament, created the legal framework under which it can be entrusted to EYDAP SA or its affiliates, the preparation or commissioning of studies for construction projects related to the activity of the company, as well as the delegation and administration of the implementation of those projects in island regions.
In March 2013, the BoD of EYDAP S.A., decided the increase of the share capital of EYDAP Nison S.A. by €30,000.
In May 2013, the new BoD of EYDAP Nison S.A. composed as follows:

- Antonios Vartholomeos, Chairman and CEO
- Stefanos Georgiadis, member
- Nikos Kateinas, member
- Georgios Havakis, member
- Leonidas Kairis, member.

The Chairman and CEO appointed Mr. Leonidas Kairis as General Manager of EYDAP Nison S.A..
Since then, contacts with island municipalities continue and actions for the submitting of proposals for various technical solutions and undertaking projects mainly on islands in the Aegean are executed or have been initiated.

Development of Activities

In February 2013, EYDAP S.A. and the Ministry of Shipping and Aegean signed a Memorandum of Cooperation for providing technical advisory services to the Greek government in the area of integrated management of water and wastewater of the islands. The timetable of the services will be determined within each contract between EYDAP S.A., the Ministry of Shipping and Aegean and the respective municipality.
The scope of this cooperation is not only to solve the longstanding problem of water supply of islands that burden the state budget but also the adaptation of Greece in EU directives on integrated water management, water tariffs and billing of service.

Tariff Reduction

On 28 March 2013, the BoD of EYDAP S.A. unanimously decided to adopted a new tariff policy that includes reductions in consumption prices and also different leakage charges to the benefit of citizens, within its social responsibility policy. If the new tariff policy is accepted from the competent ministries, a Ministerial Order will be issued and the new invoice will enter into force.

Administrative Changes

On April 1st, 2013, Mr. Antonios Vartholomeos was elected CEO in replacement of the resigned from this position, Stylianos Stavridis, and from April 30th, 2013, he was also appointed Chairman of the Board of Directors.

The new administration proceeded in several changes of executives in the organization chart of the company in order to succeed a more proper functioning and a better development of the human resources.

New Claim Settlement Program

EYDAP, having a clear social orientation which is implemented through benefits, arrangements and actions expressing its social sensitivity, applies since June 2013 a new claim settlement program, which includes specific social arrangements to better serve the Greek household which is affected by the crisis.

The program includes among others:

1. Favorable settlement program for the customer that proves financial difficulties and months of delay in the claims repayment, by increasing the installments up to 36, instead of 6 that are currently provided.
2. Simplify of the settlement procedure and rapid approval of requests without the obligations of submitting many supporting documents
3. Establishment of an expert Claim Settlement Requests Evaluation Committee for the immediate assessment and arrangement of customer cases that are found in an awful financial condition or (and) belong to sensitive social groups (years of unemployment, having many children, chronic health problems, etc.).
4. Temporary abeyance of the measures of forced collection, based on the Code for Public Revenue till the 30/6/2014 and up to the amount of €3.000, under the precondition that the debtors will timely attend in order to settle the repayment of their claims in installments, according to the new Company Policy.

Ordinary General Meeting of Shareholders

The 31st Annual General Meeting of Shareholders held at the company's headquarters in Galaţsi on June 28, 2013. Among others, the General Meeting confirmed the election of the new BoD of EYDAP and approved the dividend distribution for the fiscal year 2012 of gross amount € 15.975.000,00, ie € 0,15 gross per share.

Extraordinary General Meeting of Shareholders

On 28 June 2013, the Board of Directors of the company in its 1110th meeting, decided (Resolution No. 18109) the convergence of the Extraordinary General Meeting on July 26th, 2013. The Extraordinary General Meeting decided the amendment of the Articles of Association and in particular the abolition of paragraph 5 of Article 5 of Chapter II of the Codified Articles of EYDAP SA as being contrary to the Law. This paragraph stated that the main shareholder can not allocate more than 49% of the share capital. The Extraordinary General Meeting also approved the the distribution of prior year profits derived from the account "retained earnings" (except for the fiscal year 2012), amounting gross €5,325,000.00, i.e. €0.05 per share gross.

Internal Operations Regulation

In the first half of 2013, the company began the update of the Internal Operations Regulation, which is expected to be completed in September 2013.

The Internal Operations Regulation reflects the Company's strategy and regulates the operation and the level of cooperation of all involved parties, towards achieving its objectives.

The Rules, prepared in accordance with modern management requirements and the current institutional framework, describes the organizational structure of the Company and provides the context of individual activities. It is another tool to achieve the most effective way to achieve development and profitability thus enabling the company to continue providing services of the highest quality to consumers.

PERSPECTIVES – RISKS & UNCERTAINTIES FOR THE SECOND HALF OF 2012

Perspectives

The Company continues to pursue its business strategy which is oriented towards the enhancement of the water supply and sewerage services, the environmental protection and modernization of business functions to improve customer service.

During the second half it is expected for the positive trend of recovery of debts of local authorities to be continued, in collaboration with the Ministry of Interior, the General Accounting Office, the Fund of Deposits and Loans and the Municipalities.

Positively is expected to influence the Company's results the enactment of L. 4179/8.8.2013, art. 45, whereas it is defined that the Greek State's overdue debts towards EYDAP concerning Infrastructure Projects, Construction of Water Supply Public Entities, Construction and Maintenance of Flood Protection Works, etc. on 30.06.2013 will be determined and offset with the Company's non tax-liabilities towards the Greek State by a joint ministerial decision of the Ministers of Transport, Infrastructure and Networks and Finance. Any debts that will occur the amount of which will be determined analytically by year, they will be covered by the specific credit provided in the State Budget for clearance of overdue debts of the General Government under the Economic Policy Program.

These aforementioned debts will be settled with the sole justification for payment, the above joint ministerial decision, as long as EYDAP relinquish all other claims and appeals.

This will require that EYDAP relinquishes all other claims and appeal. Until the issuance of this report no such decision has been issued.

From the publication of this law the second and third sections of case b of paragraph 1 of Article 26 of Law 2939/2001 are abolished. The company is expected to be negatively affected by the abolition of the aforementioned sections, as the Company should recognize on 08/08/2013, date of implementation of the law, accrued benefit liabilities to the employees for the special compensation account for the employees hired prior to October 26th 1999. The amount of liability determined by an actuarial study amounts to € 74,4 mn, while taking into account the deferred tax, the effect on equity as of 08/08/2013 will be negative by an amount of € 55 million.

As far as the restructuring and modernization of the company is concerned, the effort for all the necessary steps to implement the program will be continued, by utilizing the human resources and implementing new technological applications.

Risks and Uncertainties for the Second Half of 2013

Financial Risks

As a result of its operations the Company is not exposed to any particular financial risks such as Market risk (changes in exchange rate parities, interest rates or market prices), Credit risk and Liquidity risk. The Company's financial risk management plan is focused on the minimization of the potential negative effects over the Company's financial position.

Risk management is processed by the Company's Central Economic Department which operates under certain rules approved by the BoD. The BoD provides guidance and directions for general and specific risk management problems such as exchange risk, interest rate risk and credit risk.

(a) Market Risk

Exchange rate risk

The main part of the Company's operations is processed in the Eurozone under Euro. As a result, exchange rate risk is immaterial.

Interest rates variability risk

The Company doesn't possess any substantial interest financial items. Thus its operating revenues and cash flows are independent from changes in interest rates.

The Company doesn't use financial derivatives. Loans under variable rate result in cash flow risk for the Company while loans under fixed rates, result in changes in fair value risk. The Company doesn't possess fixed rate loans.

(b) Credit Risk

The Company's exposure to credit risk is confined on its financial Assets.

The Company checks its claims on an ongoing basis either separately or by grouping the respective items, and incorporates these data in credit control procedures. The Company's long-term claims are derived by the State. Consequently, credit risk is immaterial. Commercial and other claims involve receivables from common consumers, which have the lowest degree of loss mainly because of the extensive dispersion of claims, while for Municipality claims the Company examines the potential to resort to article 16 par.2 of Law 2307/1995 which provides for the collection of municipal debt to EYDAP S.A. through earmarked funds.

Cash flows and cash equivalents do not involve credit risk because they concern deposits in Greek banks with adequate credit rating.

None of the Company's financial assets is insured by mortgage or any other form of collateral.

(c) Liquidity Risk

Liquidity risk is managed through sufficient cash reserves and line of credit. The approved line of credit suffices for the company to cover any possible shortage in cash.

Key sources of uncertainty estimation

The following are the key assumptions concerning the future, and other key sources of uncertainty estimation at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next half of the financial year.

Litigations and claims

Lawsuits for civil law cases with claims of an amount of € 94,5 m have been raised against the Company 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 contractors for violation of contractual terms. There are also pending litigations with employees of around € 72,2 m.

Against all these potential losses, if the pending litigation will be finalized, EYDAP has formed a provision of € 74,7 m. on 30 June 2013 and of € 68 m on 31 December 2012, which are considered sufficient. Pending litigations involve the Municipality of Marathonas lawsuit of € 5.402 m. against EYDAP. The company has not formed any provision towards this claim because it judges that it is baseless.

Insurance coverage

The Company's property, plant and equipment are dispersed in many locations, mainly at the Attica region, and therefore risk of a major loss is reduced. The Company does not carry a form of insurance coverage on all of its assets.

Unaudited By Tax Authorities Fiscal Years

The Company has not been audited by the tax authorities for the financial years 2008, 2009 and 2010. According to Article 82 of N.2238/1994, the statutory auditors, have audited the Company for the financial year 2011 while the audit for 2012 is in progress.

The accompanying financial statements include a related provision of € 5,2 m. for the additional taxes and fees that are probable to arise at the finalization of the non audited financial years and first half of 2013.

RELATED PARTY TRANSACTIONS

There are no changes in the nature of the related party transactions.

A) Transactions and amounts outstanding with the Members of the Board

Amounts in Thousands of €	30th June	30th June
	2013	2012
– Salaries (Chairman & CEO and Executive Consulants)	28	64
– Salaries & participation fees of the Members of the Board of Directors	40	38
	68	102

B) Transactions and amounts outstanding with the Greek State and the Municipalities

Amounts in Thousands of €	GROUP		COMPANY	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
1) Transactions				
2. Revenues	28.481	29.490	28.481	29.490
3. Cost of sales (construction contracts)	(485)	(813)	(485)	(813)
4. Provisions	(2.512)	(7.146)	(2.558)	(7.146)
2) Outstanding amounts	**30.06.2013**	**31.12.2012**	**30.06.2013**	**31.12.2012**
• Long term receivables (construction contracts)	112.577	112.063	112.577	112.063
• Long term receivables (Arrangements of Municipalities)	24.369	30.955	24.369	30.955
• Trade receivables(Greek State)	118.549	165.149	118.549	165.149
• Other receivables (lump sum compensation coverage by the Greek State)	69.739	68.844	69.739	68.844
• Dividend Liability	11.388	11.388	11.388	11.388
	336.622	**388.399**	**336.622**	**388.399**

The transactions with the Greek State and the Municipalities concern billed and accrued revenues from water supply services, as well as accrued revenues from construction contracts with Ministry of Public Works and "EYDAP NPDD".

THE MEMBERS OF THE BOARD OF DIRECTORS

Name	***Position***
Vartholomeos Antonios	**Chairman and Chief Executive Officer - Executive Member**
Palaiologos Evaggelos	**Member**
Sklavenitis Epaminondas	**Member**
Zografos Labros	**Member**
Karahaliou Eleftheria	**Member**
Kamas Panteleimon	**Member**
Hondrogiannos Ioannis	**Member**
Zafeiropoulos Grigorios	**Member**
Kourtis Anastasios	**Member**
Mistriotis Christos	**Member**
Skoularikis Panagiotis	**Member**
Aggelakis Emmanouel	**Member**
Moutafis Evangelos	**Member**

Exact Copy of No 1113
Minutes of the Board of Directors
of 28th August 2013

The Chairman and Chief Executive Officer

Amtonios Vartholomeos

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

CONDENSED FINANCIAL STATEMENTS

OF THE GROUP AND THE COMPANY

ACCORDING TO IFRS

ON 30 JUNE 2013 –SIX MONTHS PERIOD

DOMICILIATION : OROPOU 156 GALATSI

REG. NO. G.E.M.H. 121578960000

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The Condensed Financial Statements, pages 1 to 36, were approved by the Board of Directors on 28 August 2013. Under the permission of the Board of Directors the following officers named below sign the Financial Statements:

Athens , 28 August 2013

The Chairman of the Management Board and Chief Executive Officer	The member of the Management Board	The Director of the Economic Department	The Chief Accountant Supervisor
VartholomeosAntonios ID.No AK 543580	Hondrogiannos Ioannis ID No AI 094411	Spyropoulou Eleni ID No AI 060168 Economic Chamber of Greece Accounting License Reg.No A/22806	Skylaki Lemonia ID No Ξ 971227 Economic Chamber of Greece Accounting License Reg.No A/17806

1. GENERAL INFORMATION FOR THE COMPANY

Name:	EYDAP SA
Domiciliation:	Oropou 156 – Galatsi
Date of Establishment:	25/10/1999
Duration:	100 years
Main Activity:	Water Supply - Sewerage
Registration Number G.E.MH.:	121578960000
Prefecture:	Athens
Tax Number:	094079101
Members of the Board of Directors:	A. Vartholomeos, E. Palaiologos, E. Karachaliou, G. Zafeiropoulos, L. Zografos, P. Kamas, A. Kourtis, I.Hondrogiannos, Ep. Sklavenitis, P.Skoularikis, Ch. Mistriotis, E.Aggelakis, E.Moutafis
Ending Day of the Period:	30 June 2013
Period:	6 months
Form of Financial Statements:	Condensed – First Half
Date of Approval of Financial Statements:	28 August 2013
Chartered Public Accountants:	N.Sofianos (Reg.num. soel 12231) N. Papadimitriou (Reg.num. soel 14271)
Auditing Company:	Chatzipavlou, Sofianos & Kampanis S.A.CERTIFIED AUDITORS –CONSULTANTS d.t.DELOITTE
Internet address where the Financial Statements are registered:	www.eydap.gr

All amounts in the Condensed six months Financial Statements and Notes are in euro thousands unless otherwise stated.

2. TOTAL REVENUES STATEMENT FOR PERIOD ENDED 30 JUNE 2013 & 2012

		GROUP		GROUP	
Amounts in Thousands of €					
	NOTES	**30.06.2013**	**30.06.2012**	**1.04-30.06.12**	**1.04-30.06.12**
Revenue from services rendered	**4**	160.955	162.075	87.834	85.963
• Cost of Services	**4**	(97.733)	(97.927)	(55.243)	(52.634)
Gross Profit		**63.222**	**64.148**	**32.591**	**33.329**
Other Operating Income		1.337	788	507	379
General and administration expenses	**4**	(25.289)	(22.426)	(11.785)	(9.186)
Distribution and selling expenses	**4**	(13.210)	(14.161)	(6.712)	(8.671)
Profit from operating activities	**4**	**26.060**	**28.349**	**14.601**	**15.851**
Other operating expenses		(2.945)	(1.257)	(1.644)	(488)
Finance income net		4.743	2.383	3.206	1.149
Finance costs net		(5.816)	(8.182)	(2.727)	(4.006)
Profit from ordinary activities before income taxes		**22.042**	**21.292**	**13.436**	**12.506**
Income tax expense	**5**	**11.826**	**(6.675)**	**(5.228)**	**(4.193)**
Net profit for the year		**33.868**	**14.617**	**8.208**	**8.314**
Shares outstanding		106.500	106.500	106.500	106.500
Earnings per share (in €)	**6**	**0,32**	**0,14**	**0,08**	**0,08**

		COMPANY		COMPANY	
Amounts in Thousands of €					
	NOTES	**30.06.2013**	**30.06.2012**	**1.04.-30.06.13**	**1.04-30.06.12**
Revenue from services rendered	**4**	160.955	162.075	87.834	85.963
Cost of Services	**4**	(97.733)	(97.927)	(55.243)	(52.634)
Gross Profit		**63.222**	**64.148**	**32.591**	**33.329**
Other Operating Income		1.337	789	507	379
General and administration expenses	**4**	(25.280)	(22.418)	(11.779)	(9.180)
Distribution and selling expenses	**4**	(13.210)	(14.161)	(6.712)	(8.671)
Profit from operating activities	**4**	**26.069**	**28.358**	**14.607**	**15.857**
Other operating expenses		(3.434)	(1.257)	(2.133)	(488)
Finance income net		4.743	2.383	3.206	1.149
Finance costs net		(5.816)	(8.182)	(2.727)	(4.006)
Profit from ordinary activities before income taxes		**21.562**	**21.301**	**12.953**	**12.512**
Income tax expense	**5**	**11.826**	**(6.675)**	**(5.228)**	**(4.193)**
Net profit for the year		**33.388**	**14.626**	**7.726**	**8.320**
Shares outstanding		106.500	106.500	106.500	106.500
Earnings per share (in €)	**6**	**0,31**	**0,14**	**0,07**	**0,08**

The notes referred to the pages 8-36 form an integral part of the first half financial statements of the Group and the Company. The comparative data has been reclassified as a result of the change in the accounting policy towards employee benefits according to IAS 19 (note 25).

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3. STATEMENT OF TOTAL INCOME FOR PERIOD ENDED 30 JUNE 2013 & 2012

GROUP

Amounts in Thousands of €	30.06.2013	30.06.2012	1.04-30.06.13	1.04-30.06.12
Profit after taxes	**33.868**	**14.617**	**8.208**	**8.314**
Portfolio valuation	(79)	69	175	(188)
Actuarial Profit/Loss change of defined benefits		6		3
Aggregate total income after taxes	**33.789**	**14.692**	**8.383**	**8.129**

COMPANY

Amounts in Thousands of €	30.06.2013	30.06.2012	1.04-30.06.13	1.04-30.06.12
Profit after taxes	**33.388**	**14.626**	**7.726**	**8.320**
Portfolio valuation	(79)	69	175	(188)
Actuarial Profit/Loss change of defined benefits		6		3
Aggregate total income after taxes	**33.309**	**14.701**	**7.901**	**8.135**

The notes referred to the pages 8-36 form an integral part of the first half financial statements of the Group and the Company. The comparative data has been reclassified as a result of the change in the accounting policy towards employee benefits according to IAS 19 (note 25).

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4. STATEMENT OF FINANCIAL POSITION ON 30 JUNE 2013 AND 31 DECEMBER 2012

		GROUP		
Amounts in Thousands of €	**NOTES**	**30.06.2013**	**31.12.2012**	**31.12.2011**
ASSETS				
Non-current assets				
Goodwill		3.357	3.357	3.357
Other Intangible assets	**8**	1.235	1.772	3.185
Property, plant and equipment, net	**8**	980.412	995.178	1.017.919
Investment in associates	**15**	0	53	129
Available-for-sale Investments		1.523	1.602	848
Long-term receivables	**9**	140.545	147.591	136.024
Deferred tax assets	**17**	89.053	66.453	63.983
Total non-current assets		**1.216.125**	**1.216.006**	**1.225.445**
Current assets				
Materials and spare parts	**10**	16.330	17.616	16.288
Trade receivables	**11**	269.786	310.042	322.012
Other receivables	**12**	96.792	90.513	82.121
Tax receivables		-	-	576
Cash and cash equivalents		61.229	43.106	21.975
Total Current assets		**444.137**	**461.277**	**442.972**
Total Assets		**1.660.262**	**1.677.283**	**1.668.417**
LIABILITIES AND SHAREHOLDER'S EQUITY				
Equity				
Share Capital	**18**	63.900	63.900	63.900
Share Premium		40.502	40.502	40.502
Reserves		380.934	381.013	380.258
Retained Earnings	**22**	376.141	358.248	324.718
Total Equity		**861.477**	**843.663**	**809.378**
Non-current liabilities				
Reserve for employees benefits	**20**	261.622	258.413	278.090
Provisions	**23**	74.717	68.002	59.418
Investment subsidies and customer contributions		208.079	211.379	213.737
Consumers' guarantees		17.991	17.927	17.777
Total non-current liabilities		**562.409**	**555.721**	**569.022**
Current Liabilities				
Operating Current Liabilities	**13**	67.601	56.576	56.743
Current tax liabilities	**21**	19.404	8.714	0
Short term loans and borrowings	**19**	123.741	185.481	201.673
Other current liabilities	**14**	25.630	27.128	31.601
Total Current Liabilities		**236.376**	**277.899**	**290.017**
Liabilities and Shareholder's Equity		**1.660.262**	**1.677.283**	**1.668.417**

The notes referred to the pages 8-36 form an integral part of the first half financial statements of the Group and the Company. The comparative data has been reclassified as a result of the change in the accounting policy towards employee benefits according to IAS 19 (note 25).

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		COMPANY		
Amounts in Thousands of €	**NOTES**	**30.06.2013**	**31.12.2012**	**31.12.2011**
ASSETS				
Non-current assets				
Goodwill		3.357	3.357	3.357
Other Intangible assets	**8**	1.235	1.772	3.185
Property, plant and equipment, net	**8**	980.412	995.178	1.017.919
Investment in associates	**15**	-	-	542
Investment in subsidiaries	**16**	60	602	60
Available-for-sale Investments		1.523	1.603	848
Long-term receivables		140.544	147.590	136.023
Deferred tax assets	**9**	89.053	66.450	63.981
Total non-current assets	**17**	**1.216.184**	**1.216.552**	**1.225.915**
Current assets				
Materials and spare parts		16.330	17.616	16.288
Trade receivables	**10**	269.786	310.041	322.015
Other receivables	**11**	96.790	90.512	82.121
Available-for-sale financial assets	**12**	-	-	576
Cash and cash equivalents		61.195	43.072	21.920
Total Current assets		**444.101**	**461.241**	**442.920**
Total Assets		**1.660.285**	**1.677.793**	**1.668.835**
LIABILITIES AND SHAREHOLDER'S EQUITY				
Equity				
Share Capital	**18**	63.900	63.900	63.900
Share Premium		40.502	40.502	40.502
Reserves		380.934	381.013	380.258
Retained Earnings	**22**	376.172	358.759	325.138
Total Equity		**861.508**	**844.174**	**809.798**
Non-current liabilities				
Reserve for employees benefits	**20**	261.622	258.413	278.090
Provisions	**23**	74.717	68.002	59.419
Investment subsidies and customer contributions		208.079	211.379	213.737
Consumers' guarantees		17.991	17.927	17.777
Total non-current liabilities		**562.409**	**555.721**	**569.023**
Current Liabilities				
Operating Current Liabilities	**13**	67.599	56.576	56.740
Current tax liabilities	**21**	19.404	8.714	0
Short term loans and borrowings	**19**	123.741	185.481	201.673
Other current liabilities	**14**	25.624	27.127	31.601
Total Current Liabilities		**236.368**	**277.898**	**290.014**
Liabilities and Shareholder's Equity		**1.660.285**	**1.677.793**	**1.668.835**

The notes referred to the pages 8-36 form an integral part of the first half financial statements of the Group and the Company. The comparative data has been reclassified as a result of the change in the accounting policy towards employee benefits according to IAS 19 (note 25).

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5. STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2013 & 2012

GROUP

2013	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2013	63.900	40.502	21.547	358.283	1.183	358.248	843.663
Net Profit / (Losses)						33.868	33.868
Net Income recorded directly in Equity					(79)		(79)
Dividends						(15.975)	(15.975)
Equity Balance at the end of 30 June 2013	**63.900**	**40.502**	**21.547**	**358.283**	**1.104**	**376.141**	**861.477**

2012	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2012	63.900	40.502	21.547	358.283	428	324.718	809.378
Net Profit / (Losses)						14.617	14.617
Net Income recorded directly in Equity					75		75
Dividends						(18.105)	(18.105)
Equity Balance at the end of 30 June 2012	**63.900**	**40.502**	**21.547**	**358.283**	**503**	**321.230**	**805.965**

COMPANY

2013	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2013	63.900	40.502	21.547	358.283	1.183	358.759	844.174
Net Profit / (Losses)						33.388	33.388
Net Income recorded directly in Equity					(79)		(79)
Dividends						(15.975)	(15.975)
Equity Balance at the end of 30 June 2013	**63.900**	**40.502**	**21.547**	**358.283**	**1.104**	**376.172**	**861.508**

2012	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2012	63.900	40.502	21.547	358.283	428	325.138	809.798
Net Profit / (Losses)						14.626	14.626
Portfolio Profit					75		75
Dividends						(18.105)	(18.105)
Equity Balance at the end of 30 June 2012	**63.900**	**40.502**	**21.547**	**358.283**	**503**	**321.659**	**806.394**

The notes referred to the pages 8-36 form an integral part of the first half financial statements of the Group and the Company. The comparative data has been reclassified as a result of the change in the accounting policy towards employee benefits according to IAS 19 (note 25).

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6. CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 JUNE 2013 & 2012

	GROUP		COMPANY	
Amounts in Thousands of €	1.1-30.06.2013	1.1-30.06.2012	1.1-30.06.2013	1.1-30.06.2012
Cash Flows from operating activities				
Profit before tax	22.042	21.292	21.562	21.301
Adjustments for:				
Depreciation and amortization	20.672	19.628	20.672	19.628
Amortization of customers' contributions and subsidies	(4.245)	(3.596)	(4.245)	(3.596)
Revenues from securities	(43)	(50)	(43)	(50)
Loss from associated company dissolution	5	0	494	0
Employees' end of service provisions	2.900	(37)	2.900	(37)
Provisions	12.017	11.533	12.017	11.533
Interest and related income	(4.700)	(2.333)	(4.700)	(2.333)
Interest and related expense	5.816	8.182	5.816	8.182
Operating income before working capital changes / changes in operating assets and liabilities				
(Decrease in) Increase in				
Trade receivables	37.822	(27.804)	37.825	(27.803)
Materials and spare parts	1.311	(633)	1.311	(633)
Increase in (Decrease in)				
Operating Current Liabilities	(6.788)	(9.571)	(6.800)	(9.566)
Consumers' guarantees	64	87	64	87
Reserve for employees benefits	309	326	309	326
Minus:				
Interest and related expenses paid	(6.188)	(8.501)	(6.188)	(8.501)
Income Tax paid	(79)	(2.385)	(79)	(2.385)
Net cash from operating activities (a)	**80.915**	**6.138**	**80.915**	**6.153**
Cash Flows from investing activities				
Purchases of property, plant, and equipment	(5.051)	(6.428)	(5.051)	(6.428)
Purchases of intangible assets	(329)	(241)	(329)	(241)
Proceeds from customers' contributions and subsidies	945	3.106	945	3.106
Interest and related income received	2.573	1.949	2.573	1.949
Dividends received	43	50	43	50
Proceeds from associated company dissolution	48	0	48	0
Net cash from investing activities (b)	**(1.771)**	**(1.564)**	**(1.771)**	**(1.564)**
Cash Flows from financing activities				
Repayments of borrowings	(60.993)	(7.372)	(60.993)	(7.372)
Dividends paid	(28)	(14)	(28)	(14)
Net cash from financing activities (c)	**(61.021)**	**(7.386)**	**(61.021)**	**(7.386)**
Net (decrease) increase in cash and cash equivalents (a) + (b) + (c)	**18.123**	**(2.812)**	**18.123**	**(2.797)**
Cash and cash equivalents, beginning of period	**43.106**	**21.975**	**43.072**	**21.920**
Cash and cash equivalents, end of period	**61.229**	**19,163**	**61.195**	**19.123**

The notes referred to the pages 8-36 form an integral part of the first half financial statements of the Group and the Company. The comparative data has been reclassified as a result of the change in the accounting policy towards employee benefits according to IAS 19 (note 25).

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NOTES TO THE CONDENSED FIRST HALF FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2013

1. Basis of Conduction

Principal accounting policies

The first half financial statements are condensed and conducted according to the IAS 34 «Interim Financial Statements ».

2. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO EXISTING STANDARDS

Amendments to standards being part of the annual improvement program of the IASB (International Accounting Standards Board)

The following amendments describe the most important changes brought to the IFRS due to the results of the annual improvement program of the IASB published in May 2012. The following amendments shall apply to the annual accounting periods beginning on or after 1 January 2013, unless otherwise indicated. In addition, unless otherwise stated, these amendments are not expected to have a considerable effect on the Group's financial statements.

IFRS 1 "First Time Adoption of International Financial Reporting Standards"

The amendments to IFRS 1 permit the repeated application of IFRS 1, borrowing costs on certain qualifying assets.

IAS 1"Presentation of Financial Statements"

The amendments to IAS 1 provide clarification on the requirements of comparative information.

IAS 16 "Property Plant & Equipment"

The amendments to IAS 16 provide guidance on the classification of servicing equipment.

IAS 32 "Financial Instruments: Presentation"

The amendment clarifies that the tax effects of a distribution to holders of equity instruments should be accounted for in accordance with IAS 12 'Income Taxes'.

IAS 34 "Interim Financial Reporting"

The amendment provides clarification on the interim reporting of segment information for total assets in order to enhance consistency with the requirements in IFRS 8 'Operating Segments'.

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Standards effective from periods beginning on or after January 1, 2013

IFRS 7 (Amendment) "Financial Instruments: Disclosures" (applies to annual periods beginning on or after 1 January 2013 and interim periods within those periods)

The amendment requires additional information enhancing disclosures about offsetting of financial assets and financial liabilities.

IFRS 9 (Amendment) "Financial Instruments" (applies to annual periods beginning on or after 1 January 2015)
The amendments defer the mandatory effective date of IFRS 9 to annual periods beginning on or after 1 January 2015, with earlier application permitted. The requirement to restate prior periods on initial application of IFRS 9 is eliminated. Specifically an entity is required to disclose changes in the classifications of financial assets and financial liabilities, showing separately changes in carrying amounts on the basis of their measurement categories in accordance with IAS 39 and changes to carrying forward amounts arising from a change in measurement attribute on the transition to IFRS 9.

For financial assets and financial liabilities reclassified so that they are measured at amortised cost, an entity must disclose: a) the fair value of the financial assets or financial liabilities at the end of the reporting period, b) the fair value gain or loss that would have been recognized in profit or loss during the reporting period if the financial assets had not been reclassified, c) the effective interest rate determined on the date of reclassification and d) the interest income or expense recognized.

In addition, if an entity treats the fair value of a financial asset or financial liability as its amortised cost at the date of initial application of IFRS 9, the effective interest rate determined on the date of reclassification and the interest income or expense recognized would be disclosed for each reporting period following reclassification until derecognition of the asset or liability. The Group is in the process of evaluating the effect of IFRS 9 in the financial statements. IFRS 9 has not yet been adopted by EU.

IFRS 9"Financial Instruments" (effective for annual periods beginning on or after 1 January 2015)

IFRS 9 requires all recognized financial assets that are within the scope of IAS 39 Financial Instruments: Recognition and Measurement to be subsequently measured at amortised cost or fair value depending on the business model of the legal entity in relation to the management of the financial assets and the contractual cash flows of the financial asset. IFRS 9 prohibits reclassifications except in rare cases where the business model of the entity changes so the entity is required to reclassify subsequently the financial assets affected. Under IFRS 9 all equity investments must be measured at fair value. Management has the choice though, to recognize fair value profit and loss on equity investments not held for sale in other comprehensive income. This recognition is done initially separately for every financial instrument and may not change. Fair value profit and loss may not be subsequently recognized through profit

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and loss, while income from dividends will continue to be recognized through profit and loss. IFRS 9 stops the exemption of measuring at cost of non listed investments and derivatives on non listed investments but givesdirections as to when the cost can be a representative estimation of fair value. The Group is in the process of evaluating the effect of IFRS 9 in the financial statements. IFRS 9 has not yet been adopted by EU.

IFRS 10 "Consolidated Financial Statements" (Applicable to annual reporting periods beginning on or after 1 January 2013)
IFRS 10 replaces in full the instructions related on control and consolidation, as provided in IAS 27 and SIC 12. The new standard is based on the concept of control as a key factor in deciding whether an entity should be consolidated. The standard provides extensive guidance on the three elements that define the concept of control over an entity, and the different ways in which one entity (investor) can control another entity (investment). It also sets out the principles for the preparation of consolidated financial statements.

On June 2012 IFRS 10 was amended in order to provide additional transition relief in, by limiting the requirement to provide adjusted comparative information to only the preceding comparative period.

Entities early adopting this standard must also adopt the other standards included in the 'suite of five' standards on consolidation, joint arrangements and disclosures: IFRS 10 'Consolidated Financial Statements', IFRS 11 'Joint Arrangements', IFRS 12 'Disclosure of Interests in Other Entities', IAS 27 'Separate Financial Statements' (2011) and IAS 28 'Investments in Associates and Joint Ventures' (2011).

IFRS 11 "Joint Arrangements" (Applicable to annual reporting periods beginning on or after 1 January 2013)
IFRS 11 replaces IAS 31 'Interests in Joint Ventures'. It requires a party to a joint arrangement to determine the type of joint arrangement in which it is involved by assessing its rights and obligations and then account for those rights and obligations in accordance with that type of joint arrangement (Joint arrangements are either joint operations or joint ventures). A joint venturer applies the equity method of accounting for its investment in a joint venture in accordance with IAS 28 Investments in Associates and Joint Ventures (2011). Unlike IAS 31, the use of 'proportionate consolidation' to account for joint ventures is not permitted.

On June 2012 IFRS 11 was amended in order to provide additional transition relief in, by limiting the requirement to provide adjusted comparative information to only the preceding comparative period. Further to this the amendment eliminates the requirement to provide comparative information for periods prior to the immediately preceding period.Entities early adopting this standard must also adopt the other standards included in the 'suite of five' standards on consolidation, joint arrangements and disclosures: IFRS 10 'Consolidated Financial Statements', IFRS 11 'Joint Arrangements', IFRS 12 'Disclosure of Interests in Other Entities', IAS 27 'Separate Financial Statements' (2011) and IAS 28 'Investments in Associates and Joint Ventures' (2011).

IFRS 12 "Disclosure of Interests in Other Entities" (Applicable to annual reporting periods beginning on or after 1 January 2013)

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IFRS 12 focuses on the necessary disclosures of a financial entity, including significant judgmental and hypothetical decisions, that will allow the readers of the financial statements to evaluate the nature, the risks and the consequences, from a financial point of view, that relate with the participation of the financial entity in subsidiaries, associates, joint ventures and non consolidated financial entities.
On June 2012 IFRS 12 was amended in order to provide additional transition relief in, by limiting the requirement to provide adjusted comparative information to only the preceding comparative period.Further to this the amendment eliminates the requirement to provide comparative information for periods prior to the immediately preceding period.A financial entity can adopt some or all of the above disclosures without been obliged to adopt either IFRS 12 in total or the rest of the standards that are included in the "suite of five" standards on consolidation, joint arrangements and disclosures: IFRS 10 'Consolidated Financial Statements', IFRS 11 'Joint Arrangements', IFRS 12 'Disclosure of Interests in Other Entities', IAS 27 'Separate Financial Statements' (2011) and IAS 28 'Investments in Associates and Joint Ventures' (2011).

IFRS 13 "Fair Value Measurement"(Applicable to annual reporting periods beginning on or after 1 January 2013)

IFRS 13 provides new guidance on measuring fair value and required disclosures. The requirements of the standard do not expand the use of fair values but provide clarification on their application if their use is binding on other standards. The IFRS 13 provides precise definition of fair value and guidance on measuring fair value and required disclosures, regardless of the model based on making use of fair values.Moreover, the required disclosures have been extended to cover all assets and liabilities measured at fair value, not just financial.

IFRS 10, IFRS 12, IAS 27 (Amendment) "Investment Companies" (Applicable for periods beginning on or after 1 January 2014)

The amendment provides to 'Investment Companies' (as defined in the standards) an exemption from the consolidation of particular subsidiaries and instead requires that an investment entity measures the investment in each eligible subsidiary at fair value through profit and loss in accordance with IFRS 9 or IAS 39. Further to this the amendment requires additional disclosures about the reasons that the entity is considered an investment entity, details of the entity's unconsolidated subsidiaries and also the nature of the relationship and certain transactions between the investment entity and its subsidiaries. The amendment also requires an investment entity to account for its investment in a relevant subsidiary in the same way in its consolidated and separate financial statements.The standard has not yet been adopted by the European Union.

IAS 19 (Amendment) "Employee Benefits (2011)"(Applicable to annual reporting periods beginning on or after 1 January 2013)

This amendment introduces substantial changes in the identification and measurement of the cost of defined benefit plans and retirement benefit obligations (abolition of the margin method) and the disclosures of all employee benefits. The main changes relate mainly to the recognition of actuarial gains and losses, the recognition of past service costs, the measurement of pension expense, the required disclosures and the handling costs and taxes associated with defined benefit plans.

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IAS 27 (Amendment) "Separate Financial Statements (2011)" (Applicable to annual reporting periods beginning on or after 1 January 2013)

This standard was published at the same time with IFRS 10, and in conjunction these two standards will replace IAS 27 'Consolidated and Separate Financial Statements'. The amended IAS 27 defines the accounting treatment and the necessary disclosures that entity must include when preparing separate financial statements, relating with its participation in subsidiaries, associates and joint ventures. Requirements necessary for consolidated financial statements are now included in IFRS 10 'Consolidated Financial Statements'. The Standard requires that when an entity prepares separate financial statements, investments in subsidiaries, associates, and jointly controlled entities are accounted for either at cost, or in accordance with IFRS 9 'Financial Instruments' and IAS 39 'Financial Instruments: Recognition and Measurement'. Entities early adopting this standard must also adopt the other standards included in the 'suite of five'standards on consolidation, joint arrangements and disclosures: IFRS 10 'Consolidated Financial Statements', IFRS 11 'Joint Arrangements', IFRS 12 'Disclosure of Interests in Other Entities', IAS 27 'Separate Financial Statements' (2011) and IAS 28 'Investments in Associates and Joint Ventures' (2011).

IAS 28 (Amendment)"Investments in Associates and Joint Ventures"(2011) (effective for annual periods beginning on or after 1 January 2013)

This Standard supersedes IAS 28 'Investments in Associates' and prescribes the accounting for investments in associates and sets out the requirements for the application of the equity method when accounting for investments in associates and joint ventures. The Standard defines 'significant influence' and provides guidance on how the equity method of accounting is to be applied (including exemptions from applying the equity method in some cases). It also prescribes how investments in associates and joint ventures should be tested for impairment. The Group will apply this standard as soon as this will become effective and does not expect to have a material impact on the financial statements of the Group or the Company.Entities early adopting this standard must also adopt the other standards included in the 'suite of five' standards on consolidation, joint arrangements and disclosures: IFRS 10 'Consolidated Financial Statements', IFRS 11 'Joint Arrangements', IFRS 12 'Disclosure of Interests in Other Entities', IAS 27 'Separate Financial Statements' (2011) and IAS 28 'Investments in Associates and Joint Ventures' (2011).

IAS 32 (Amendment)"Financial Instruments: Presentation" (Applicable to annual periods beginning on or after 1 January 2014)

The amendment to IAS 32 'Financial Instruments', settles inconsistencies in practice when applying the criteria for offsetting financial assets and liabilities in IAS 32 'Financial Instruments: Presentation'.

IFRS1 (Amendment)"First Time Adoption of International Financial Reporting Standards" (Applicable to annual periods beginning on or after 1 January 2013)
Amends IFRS 1 '*First-time Adoption of International Financial Reporting Standards',* to address how a first-time adopter would account for a government loan with a below-market rate of interest when transitioning to IFRSs.

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The amendments mirror the requirements for existing IFRS preparers in relation to the application of amendments made to IAS 20 '*Accounting for Government Grants and Disclosure of Government Assistance'* in relation to accounting for government loans.
First-time adopters of IFRSs are permitted to apply the requirements in paragraph 10A of IAS 20 only to new loans entered into after the date of transition to IFRSs. The first-time adopter is required to apply IAS 32 '*Financial Instruments: Presentation'* to classify the loan as a financial liability or an equity instrument at the transition date. However, if it did not, under its previous GAAP, recognise and measure a government loan at a below-market rate of interest on a basis consistent with IFRS requirements, it would be permitted to apply the previous GAAP carrying amount of the loan at the date of transition as the carrying amount of the loan in the opening IFRS statement of financial position. An entity would then apply IAS 39 or IFRS 9 in measuring the loan after the transition date.

IAS 36 (Amendment)"Impairment of Assets" (Applicable to annual periods beginning on or after 1 January 2014)
Amends IAS 36 "Impairment of Assets" in order to reduce the circumstances in which the recoverable amount of assets or cash-generating units is required to be disclosed, to clarify the disclosures required, and to introduce an explicit requirement to disclose the discount rate used in determining impairment (or reversals) where recoverable amount (based on fair value

less costs of disposal) is determined using a present value technique.The standard has not yet been adopted by the European Union.

IAS 39 (Amendment) "Financial Instruments: Recognition and Measurement" (Applicable to annual periods beginning on or after 1 January 2014)

Amends IAS 39 "Financial Instruments: Recognition and Measurement" so as to clarify that there is no need to discontinue hedge accounting if a hedging derivative is novated, provided certain criteria are met. A novation indicates an event where the original parties to a derivative agree that one or more clearing counterparties replace their original counterparty to become the new counterparty to each of the parties. In order to apply the amendments and continue hedge accounting, novation to a central counterparty (CCP) must happen as a consequence of laws or regulations or the introduction of laws or regulations. The standard has not yet been adopted by the European Union.

IFRIC 21 "Levies" (Applicable to annual periods beginning on or after 1 January 2014)

Provides guidance on when to recognize a liability for a levy imposed by a government, both for levies that are accounted for in accordance with IAS 37 Provisions, Contingent Liabilities and Contingent Assets and those where the timing and amount of the levy is certain.
The Interpretation identifies the obligating event for the recognition of a liability as the activity that triggers the payment of the levy in accordance with the relevant legislation. It provides the following guidance on recognition of a liability to pay levies: a)The liability is recognized progressively if the obligating event occurs over a period of time & b)If an obligation is triggered on reaching a

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minimum threshold, the liability is recognized when that minimum threshold is reached. The interpretation has not yet been adopted by the European Union.

3. ACCOUNTING PRINCIPLES

The condensed first half financial statements have been conducted under the historical cost convention, except for the revaluation of certain properties and financial instruments.

The basic accounting principles, estimations and computations followed, remain unchanged in relation with the company's financial statements of 31 December 2012.

Both the Group and the Company apply for the first time the revised IAS 19 "employee benefits" combined with IAS 8 which requires reclassification of certain funds in the comparative financial statements, as analyzed in note 25.

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NOTES TO THE CONDENSED FIRST HALF FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2013

4.RESULTS FOR THE PERIOD

TURNOVER
The company's sales fell -compared with the first half of the previous year - by € 1,1 m mainly due to : a) the decrease in the demand for new water supplies and b) the decrease in the sewerage revenue.

COST OF GOODS SOLD
The cost of goods sold drop by € 0,2 m. This change can be attributed to:

The decrease:
- in provisions for bad debts by 3,5 m.
- in third party fees (contractor fees) by € 1,3 m.

The increase:
- in cases under sub justice by € 4,0 m.
- in municipality rates by € 0,5 m.
- in other expenses by € 0,1 m.

ADMINISTRATIVE COSTS
The administrative costs increased by € 2,9 m. which can be attributed to:

The decrease:
- in personnel's fees and expenses by 1,3 m. (as a result of redistribution among functions)

The increase:
- in third parties expenses by 3,5 m. (as a result of redistribution among functions)
- in other expenses by 0,7 m.

DISTRIBUTION COSTS

Distribution costs decreased by 0,9 m. This change is mainly due to:

The decrease:
- in third parties expenses by 1,2 m.(as a result of redistribution among functions)

The increase:
- in other expenses by € 0,3 m.

OPERATING PROFIT

The total turnover decreased by € 2,2 m., as explained above.

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Earnings after tax

The change in tax rate from 20% to 26% significantly influenced the deferred tax assets by 20m. improving almost equally tax-revenues of the period.

Operating Sectors:

The basic company's activities (water and sewerage services) are not lying in different risks and returns. As a result the company did not release any details towards its operating activities. Furthermore, according to Law 4053/2012 EYDAP may provide the full range of services specified in Law 2744/1999 and beyond the area of its responsibility by installing subsidiaries and signing program contracts with the local authorities. Consequently, a new development framework for the Company is arising, through the expansion of the market in which it can operate and develop.

5. INCOME TAX (GROUP & COMPANY)

Income tax is analyzed as follows:

Amounts in Thousands of €	**30.06.2013**	**30.06.2012**
Income Tax	10.555	6.538
Unaudited fiscal years (by public revenue authorities)	222	180
Deferred Taxation	(22.603)	(43)
	(11.826)	**6.675**

Income tax for the current period was assessed as follows:

	GROUP		**COMPANY**	
Amounts in Thousands of €	**30.06.2013**	**30.06.2012**	**30.06.2013**	**30.06.2012**
Profit before tax	22.042	21.292	21.562	21.301
Income tax assessed based on the current tax rate (26% and 20%)	5.731	4.258	5.606	4.260
Unaudited fiscal years (by public revenue authorities)	222	180	222	180
Tax over non-deductible tax expenses-provision for unaudited periods	2.153	2.237	2.278	2.235
Tax after tax rate change	(19.932)		(19.932)	
	(11.826)	**6.675**	**(11.826)**	**6.675**

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6. EARNINGS (LOSS) PER SHARE

The calculation of the basic earnings per share is based on the following data:

	GROUP		COMPANY	
	30.06.2013	**30.06.2012**	**30.06.2013**	**30.06.2012**
Earnings	33.868	14.617	33.388	14.626
Number of shares	106.500	106.500	106.500	106.500
Earnings per share	0,318	0,137	0,314	0,137

7. DIVIDENDS

The General Shareholders Meeting on 28/06/2013 approved a dividend distribution of fifteen cents (0,15 €) per share (a total amount of €15.975 th.) for 2012. The dividend istributed for 2011 was 0,17 € per share.

8. OTHER INTANGIBLE AND TANGIBLE ASSETS

The company's development targets involve investments towards modernization of its functions in order to meet the growing demands for water and sewerage supplies in the Attica region (capital and suburbs), the securing of excellent quality of water and services.
Thus, during the period 01/01/2013-30/06/2013, the company accomplished investments of € 5,4 m. mainly involving the expansion of water supply and sewerage networks, as well as it spent € 0,7 m for the acquisition of other fixed assets like machinery, furniture and fixtures and other equipment. First half depreciation concerning tangible assets was approximately € 19,8 m. while depreciation concerning intangible assets was approximately € 0,9 m.

Even though the Company's market value on 30 June 2013 is seriously reduced, there is no significant reason for the impairment of its assets, because this is mainly due to the extended credit crisis in the Hellenic Region. Furthermore, the Company has moved to the establishment of a subsidiary company under the distinctive name <<Eydap Nison S.A.>>. in order to expand its development activities in the Greek Islands.

9.LONG TERM RECEIVABLES

Long Term receivables include:

- Municipalities debt settlements of € 24,4 m. approximately (€ 31 m. on 31/12/2012)
- Personnel's long term loans of approximately € 1,9 m.(€ 1,7 m. on 31/12/2012).
- Payroll deductions of approximately €0,9 m. (2,1 on 31.12.2012)

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9. LONG TERM RECEIVABLES (continued)

- Claims against the Greek State (EYDAP Fixed Assets and Ministry of Transport, Infrastructure and Networks for the construction and maintenance expenditures of its possession works of approximately € 112,6 m.(€ 112,1m. on 31/12/2012).

- Given Guarantees of € 0,7 m. (€ 0,7 m on 31/12/2012).

10. MATERIALS AND SPARE PARTS (STOCK)

Stock includes provisions of € 2,3 m.for stock depreciation, which are shown up subtractive to their value.

11. CLAIMS TOWARDS CUSTOMERS

The customers balance decreased in the current period by approximately € 40,3 m. mainly due to the rise in the collection of claims towards Municipalities and the Public Sector.

The company in order to confront credit risk concerning its failing to collect its claims has formed provisions for doubtful debts, the amount of which was approximately € 88,8 m on 30/6/2013 (approximately € 85,7 m. on 31/12/2012).

The Direction of Economic Programming and Audit periodically audits and reexamines the company's exposition to credit risk .

Because of the great amount of its clients (approximately 2.045.332 on 30/6/2013) the Company's credit risk is relatively low.
Simultaneously, the contract terms of water supply and sewerage services are such giving the company the maximum possible degree of collecting its claims from the owners of water supplies.
The provision for doubtful debts that has been formed is mainly based on statistical figures concerning the collection of water supply and sewerage bills per category of billing and furthermore, on Management projections about the possible amount that will collect from claims that will settle in a future period.

12.OTHER CLAIMS

The balance of other claims increased in the current period by approximately € 6,3 m.(approximately € 90,5 m on 31/12/2012) mainly due to the claim against Keratsini Municipality amounting 5,6 m. deriving from the lawsuit concerning charges and usage rights for 2012 amounting to 14 m.

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13. OPERATING CURRENT LIABILITIES

The operating current liabilities increased by € 11 m comparing with those of 31/12/2012.This change is due to :

The increase in

- dividends payable by approximately € 15,9 m .
- withholding taxes by approximately € 1,2 m.
- other liabilities by approximately 0,2 m.

The decrease in

- the suppliers balance by approximately € 6,3 m.

14. OTHER CURRENT LIABILITIES

The other current liabilities decreased by € 1,5 m mainly due to:

The decrease in

- the company's obligation towards employees' end-of-service indemnities by approximately € 3,9 m

The increase in

- the provision of vacation leave by approximately €1,7m
- the amount of unsettled payable checks by € 0,5 m.
- other current liabilities by approximately € 0,2 m.

15. INVESTMENTS IN ASSOCIATES

Investments in associates included the Participation of the Company at the "Suburbs Gas Company S.A." (E.P.A). On February 2003 the joint-venture of EYDAP S.A., ELLINIKI TECHNODOMIKI-TEV S.A. and AKTOR S.A. was chosen, by EPA Attikis, to promote the project of natural gas connections for households and small professional customers in the north part of Attica basin, as well as a part of the Athens Municipality.

For this reason the "Gas Company of the Suburbs S.A." was established and EYDAP participates with a share of 35%. On 30/6/2013 the the loss from the participation in this investment was € 489 th. and 5 th. for the Company and the Group respectively.

E.P.A. (Suburbs Gas Company S.A.) General Meeting on 4/5/2012 decided the dissolution of the company and its placement in liquidation since 1/6/2012.

16. INVESTMENTS IN SUBSIDIARIES

In the field of operations development the company's management board decided (No 17241/13.05.2011) the foundation of a company under the name << ISLANDS WATER AND SEWERAGE COMPANY >>. The new company's distinctive name is << EYDAP NISON S.A.>>. EYDAP participates in the new company's share capital by 100%.

The new company was established in 18/7/2011 and its aim is its evolvement in the areas of water supply, sewerage and rain water treatment in the Greek Islands. The subsidiary has so far limited activity.

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17. DEFERRED TAXATION

The deferred taxation, after the implementation of a 26% tax rate, was € 89.053 th. on 30/6/2013. The respective deferred tax receivable has changed to € 66.450 on 31/12/2012 (after the IAS 19 change and the tax rate of 20%). As a result, the change in the period's results on 30/6/2013 was € 22.603 th. including the tax rate change (26%) of € 19.932 th.

18. SHARE CAPITAL

The share capital of the Company on 30 June 2013 was equal to €63,9m consisting of 106.500.000 ordinary shares of €0,60 par value. There were no movements in the share capital of the Company in either the current or the prior interim reporting period.

According to the notification 27.1.2012, 29.074.500 shares of EYDAP SA, and equal number of voting rights, ie 27,30% of share capital of the Company passed by the Greek State to the "Private Property Development Fund of the State SA. " The transfer was the run off-exchange transaction pursuant to No. 195/2011 (Official Gazette 2501 B') Ministerial Decision of the Restructuring and Privatization Commission (DEAA).

In addition, according to the notification 11.5.2012, 36.245.240 shares of EYDAP SA, and equal number of voting rights, ie 34,033% of share capital, passed by the Greek State in the "Private Property Development Fund of the State SA. " The transfer was then run off-exchange transaction pursuant to No. 206/2012 (Official Gazette 1363) Ministerial Decision of the Restructuring and Privatization Commission (DEAA).

As a result, the contribution of the Private Property Development Fund of the State SA to the share capital of the Company expanded from 27,30% to 61,33%. It must be noted that the Greek State has no participation in the share capital of EYDAP (0,00%).

The Greek government controlling 100% in "Private Property Development Fund of the State SA", indirectly controls the voting rights mentioned above.

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NOTES TO THE CONDENSED FIRST HALF FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2013

19. SHORT TERM LIABILITIES

The account on the accompanying financial statements is analyzed as follows:

Amounts in Thousands of €		30 June		31 December
		2013		2012
Bank Loans		120.599		182.339
Greek State Loans		3.142		3.142
TOTAL		123.741		185.481

Borrowings are payable on demand or within the next twelve months.

The total change of short-term borrowings is due to:

- The repayment of capital and interest by € 61 m.
- The change of interest by € 0,7 m.

The Company's bank borrowings are denominated in € and consequently are not subject to foreign currency risk. Bank borrowings are subject to floating interest rates and consequently the Company is subject to the risk of future cash flows. The company is not subject to the risk of the fair value of the debt because it does not utilize derivative financial instruments.

The fair values of loans approximate their existing carrying amounts due to floating exchange rates. The debit interest over the above mentioned loans (€ 5.069 th. on 30/06/2013 and € 6.768 th. on 30/06/2012 respectively) decreased due to the repayment of a significant capital.

20. LIABILITIES FOR EMPLOYEES BENEFITS

The account is analyzed as follows:

Amounts in Thousands of €		30.06.2013		31.12.2012
Employees' end-of-service indemnities		29.160		28.757
Employees healthcare scheme		226.529		224.147
Special Employees' end-of-service indemnity L.2939/6.8.01 art. 26		5.933		5.509
		261.622		258.413

The Company and the Group apply since 1/1/2013 the revised IAS 19, "Employee Benefits", with retroactive effect since 1/1/2012 in accordance with IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors". Fundamental change deriving from the revised IAS 19, and therefore a change in accounting policy is the immediate recognition of actuarial profit and loss and past service cost arising from defined benefit plans and not passed through the basis of policy of "margin", based on the previous IAS 19. Therefore on 1/1/2012 and because of the mandatory application of the revised IAS 19, the Group directly verifies all actuarial profit and loss in the period in which they arise.

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21. CURRENT TAX LIABILITIES (GROUP & COMPANY)

Income tax movement shows up on the following table :

Balance on 1-1-2013	8.714
Income tax obligation for 2012	214
Income tax assessed on the the current tax profits	10.555
Withholding taxes	(79)
Total tax liabilities on 30 June 2013	**19.404**

It must be noted that:

- The tax authorities have audited the Company, until the financial period ended as at 31 December 2007. The accompanying financial statements include a related provision for the additional taxes and fees that are probable to arise during the tax audit of the unaudited financial years 2008-2010, 2012 and first half of 2013.
- As a result of the Law 3943/2011 (Official Gazette A’ 66/31.3.2011), the tax rate for Greek Entities, concerning financial periods beginning from 1/1/2011 and after, was 20%.
- As a result of Law 4110/23.1.2013, the tax rate for Greek Entities, concerning financial periods beginning from 1/1/2013 and after, raised from 20% to 26%. The tax rate change affected the results of the first half of 2013 through the deferred taxation by €19.932 approximately, also having a positive effect on “Deferred tax receivables” ending up to € 89.053 on 30/6/2013.
- The Company has not been audited for the financial years 2008, 2009 and 2010. The financial use of 2011 has been audited by the company’s legal auditor, while the tax audit for use 2012 is in progress (Article 82 of the L.2238/1994).
- The accompanying financial statements include an adequate provision for the additional taxes and fees that are probable to arise at the finalization of the unaudited financial years and first half of 2013. EYDAP NISON S.A. has formed no provisions because of its limited transactions.

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22. RETAINED EARNINGS

Amounts in Thousands of €	GROUP	COMPANY
Balance at 01.01.2012	324.718	325.138
Dividends payable	(18.105)	(18.105)
Profit after taxes for the period	14.617	14.626
Balance on 30.06.2012	**321.230**	**321.659**
Balance at 01.01.2013	358.248	358.759
Dividends payable	(15.975)	(15.975)
Profit after taxes for the period	33.868	33.388
Balance on 30.06.2013	**376.141**	**376.172**

23. PROVISIONS

The Provisions formed up to 30 June 2013 concern:

Lawsuits for civil law cases with claims of an amount of € 94,5 m have been raised against the Company 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 contractors for violation of contractual terms. There are also pending litigations with employees of around € 72,2 m.

Against all these potential losses, if the pending litigation will be finalized, EYDAP has formed a provision of € 74,7 m. on 30 June 2013 and of € 68 m on 31 December 2012, which are considered sufficient. Pending litigations involve the Municipality of Marathonas lawsuit of € 5.402 m. against EYDAP. The company has not formed any provision towards this claim because it judges that it is baseless.

24. COMMITMENTS AND CONTINGENT LIABILITIES –ASSETS

Contingent liabilities are not recorded in the financial statements but are disclosed unless the possibility of an outflow/inflow of resources embodying economic benefits is minimal.

LIABILITIES

The Company has issued letters of guarantee for securing its liabilities amounting € 601 th. on 30.06.2013.

Insurance coverage

The Company's property, plant and equipment are dispersed in many locations, mainly at the Attica region, and therefore risk of a major loss is reduced. The Company does not carry a form of insurance coverage on all of its assets.

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24. COMMITMENTS AND CONTINGENT LIABILITIES –ASSETS (continued)

Unaudited by tax authorities financial years

The Company has not been audited by the tax authorities for the financial years 2008, 2009 and 2010. According to Article 82 of N.2238/1994, the statutory auditors, have audited the Company for the financial year 2011 while the audit for 2012 is in progress.

The accompanying financial statements include a related provision of € 5,2 m. for the additional taxes and fees that are probable to arise at the finalization of the non audited financial years and first half of 2013.

Commitments from unexecuted contracts :

The company's commitments concerning with expansions, improvements, and conservation of networks and installations as also supply works of electrical and thermal co-production units were € 46 m.approximately on 30 June 2013 and € 72 m. on 31 December 2012.

CLAIMS AGAINST THE GREEK STATE

Investment program:

a) 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, also the maintenances, the Company has spent for capital expenditures until December 31 2008 an amount of approximately €432,49 millions, for which it has the right to receive a subsidy of around €259,49 m. (432,49*60%), while for the maintenance expenditures the Company claims the corresponding subsidy.

It is clarified that under a decision taken by the special shareholders meeting of August 10 2004, the company's investment program amended, however without affecting the company's claim against the Greek State. The Company against the subsidy that has the right to receive has received until 30 June 2013 an amount of €14,7 millions.

It must be noted that after the company's prompt to the Greek State, which is anticipated in the supplement 4 of the aforementioned contract between the Company and the State, the company is eligible for a subsidy of approximately € 63,2 m.(105,3*60%) for all the capital expenditures accomplished during the

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24. COMMITMENTS AND CONTINGENT LIABILITIES –ASSETS (continued)

CLAIMS AGAINST THE GREEK STATE (continued)

years 01.01.2009 – 31.12.2010 which amount approximately € 105,3 m. The Company against the subsidy that has the right to receive has received until 30 June 2013 an amount of €14,7 millions. On the basis of the above the claim of the Company from the Greek State is raised to at least €293,3 m. (322,7-29,4). This amount has not been recorded in the accounts receivables with an equal credit 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 entries were carried out then the profit/loss account of the current period as well as this of the previous period would be improved by around €6,2 m (€3 m. concerning previous periods) approximately and the net equity would be improved on 30.06.2013 by around € 61,6 m.

b) In addition to these claims the Company has a claim for a subsidy relates to the maintenance expenditures according to the contract with the Greek State. From the total amount of expenditures concerning operation and maintenance of installations which is € 704,43 m. it is not feasible to extract the exact amount corresponding to maintenance thus the subsidy amount corresponding to maintenance expenses has not been finalized between the company and the State until the conduction date of these financial statements.

Recorded Requirements:

The Company's claims against the Greek State on 30.06.2013 are the following:

a) For maintenance and restoration expenditure the Company claims €112,6 m. from Eydap Fixed Assets and the Ministry of Transport, Infrastructure and Networks.

b) For special employee end-of-service indemnity referred to those hired till 25.10.1999 the company claims €69,7 m.

These items are included in the accounts of financial position "Long-term receivables" and "Other receivables" respectively.

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24. COMMITMENTS AND CONTINGENT LIABILITIES –ASSETS (continued)

NON TAX LIABILITIES TOWARDS GREEK STATE

Since 2004 the contract between the company and the Greek State, in relation with the supply of raw water to the company, is pending. The price of the raw water for the 5 years 2000-2004 is being offset with the cost of services that EYDAP realizes for the maintenance and operation of the fixed assets that belong by ownership to EYDAP Fixed Assets Public Entity.

With the enactment of L. 4179/8.8.2013, art. 45, the Greek State's overdue debts towards EYDAP concerning Infrastructure Projects, Construction of Water Supply Public Entities, Construction and Maintenance of Flood Protection Works, etc. on 30.06.2013 will be determined and offset with the Company's non tax-liabilities towards the Greek State by a joint ministerial decision of the Ministers of Transport, Infrastructure and Networks and Finance. This will require that EYDAP relinquishes all other claims and appeal. Until the issuance of this report no such decision has been issued.

25. REGRADING FUNDS

Because of the revised IAS 19 implementation regarding profit/loss, certain funds of the comparative periods, total revenues statement, statement of total income, statement of changes in equity, statement of financial position, and statement of cash flows were reclassified.

The Company and the Group apply since 1/1/2013 the revised IAS 19 with retroactive effect since 1/1/2012 under IAS 8. The changes that took place, affected positively the reported EAT for the first half of 2012 by €2.436 th. The equity was affected negatively by €42.720 th. on 31/12/2012 and €37.837 th. on 31/12/2012 respectively.

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NOTES TO THE CONDENSED FIRST HALF FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2013

TOTAL REVENUES STATEMENT

	GROUP		COMPANY	
Amounts in Thousands of €	**30 June 2012 As they were published**	**30 June 2012 As they were reclassified**	**30 June 2012 As they were published**	**30 June 2012 As they were reclassified**
Revenue from services rendered	162.075	162.075	162.075	162.075
Cost of Services	(91.343)	(97.927)	(91.343)	(97.927)
Gross Profit	**70.732**	**64.148**	**70.732**	**64.148**
Other Operating Income	789	789	789	789
General and administration expenses	(22.947)	(22.426)	(22.938)	(22.418)
Distribution and selling expenses	(23.271)	(14.161)	(23.271)	(14.161)
Profit from operating activities	**25.303**	**28.349**	**25.312**	**28.358**
Other operating expenses	(1.257)	(1.257)	(1.257)	(1.257)
Finance income net	2.382	2.383	2.382	2.383
Finance costs net	(8.182)	(8.182)	(8.182)	(8.182)
Profit from ordinary activities before income taxes	**18.246**	**21.292**	**18.255**	21.301
Income tax expense	**(6.065)**	**(6.675)**	**(6.065)**	**(6.675)**
Net profit for the year	**12.181**	**14.617**	**12.190**	**14.626**
Shares outstanding	**106.500**	**106.500**	**106.500**	**106.500**
Earnings per share (in €)	**0,11**	**0,14**	**0,11**	**0,14**

STATEMENT OF TOTAL INCOME

	GROUP		COMPANY	
Amounts in Thousands of €	**30 June 2012 As they were published**	**30 June 2012 As they were reclassified**	**30 June 2012 As they were published**	**30 June 2012 As they were reclassified**
Profit after taxes	12.181	14.617	12.190	14.626
Portfolio valuation	69	69	69	69
Actuarial Profit/Loss change of defined benefits		6		6
Aggregate total income after taxes	12.250	14.692	12.259	14.701

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25. REGRADING FUNDS (continued)

STATEMENT OF CHANGES IN EQUITY

AS THEY WERE PUBLISHED

GROUP

2012	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2012	63.900	40.502	21.547	358.283	428	367.437	852.097
Net Profit / (Losses)						12.181	12.181
Net Income recorded shown directly in Equity					69		69
Dividends						**(18.105)**	**(18.105)**
Equity Balance at the end of 30 June 2012	**63.900**	**40.502**	**21.547**	**358.283**	**497**	**361.513**	**846.241**

AS THEY WERE RECLASSIFIED

2012	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2012	63.900	40.502	21.547	358.283	428	324.718	809.378
Net Profit / (Losses)						14.617	14.617
Net Income recorded directly in Equity					75		75
Dividends						(18.105)	**(18.105)**
Equity Balance at the end of 30 June 2012	**63.900**	**40.502**	**21.547**	**358.283**	**503**	**321.230**	**805.965**

AS THEY WERE PUBLISHED

COMPANY

2012	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2012	63.900	40.502	21.547	358.283	428	367.858	852.518
Net Profit / (Losses)						12.190	12.190
Net Income recorded directly in Equity					69		69
Dividends						(18.105)	(18.105)
Equity Balance at the end of 30 June 2012	**63.900**	**40.502**	**21.547**	**358.283**	**497**	**361.943**	**846.672**

AS THEY WERE RECLASSIFIED

2012	Share Capital	Share Premium	Legal reserve	Other non-taxable reserves	Other reserves	Retained Earnings	Total Equity
Equity Balance at 1/1/2012	63.900	40.502	21.547	358.283	428	325.138	809.798
Net Profit / (Losses)						14.626	14.626
Net Income recorded directly in Equity					75		75
Dividends						(18.105)	(18.105)
Equity Balance at the end of 30 June 2012	**63.900**	**40.502**	**21.547**	**358.283**	**503**	**321.659**	**806.394**

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NOTES TO THE CONDENSED FIRST HALF FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2013

STATEMENT OF FINANCIAL POSITION

GROUP

Amounts in Thousands of €	31 December 2012 As they were published	31 December 2012 As they were reclassified	31 December 2011 As they were published	31 December 2011 As they were reclassified
ASSETS				
Non-current assets				
Goodwill	3.357	3.357	3.357	3.357
Other Intangible assets	1.772	1.772	3.185	3.185
Property, plant and equipment, net	995.178	995.178	1.017.919	1.017.919
Investment in associates	53	53	130	129
Available-for-sale Investments	1.602	1.602	847	848
Long-term receivables	147.591	147.591	136.024	136.024
Deferred tax assets	56.994	66.453	53.303	63.983
Total non-current assets	**1.206.547**	**1.216.006**	**1.214.765**	**1.225.445**
Current assets				
Materials and spare parts	17.616	17.616	16.288	16.288
Trade receivables	310.042	310.042	322.012	322.012
Other receivables	90.513	90.513	82.120	82.121
Current tax receivables	0	0	577	576
Cash and cash equivalents	43.106	43.106	21.975	21.975
Total Current assets	**461.277**	**461.277**	**442.972**	**442.972**
Total Assets	**1.667.824**	**1.677.283**	**1.657.737**	**1.668.417**
Equity				
Share Capital	63.900	63.900	63.900	63.900
Share Premium	40.502	40.502	40.502	40.502
Reserves	381.013	381.013	380.258	380.258
Retained Earnings	396.085	358.248	367.437	324.718
Total Equity	**881.500**	**843.663**	**852.097**	**809.378**
Non-current liabilities				
Reserve for employees benefits	211.117	258.413	224.690	278.090
Provisions	68.002	68.002	59.418	59.418
Investnent subsidies and customer contributions	211.379	211.379	213.737	213.737
Consumers' guarantees	17.927	17.927	17.777	17.777
Total non-current liabilities	**508.425**	**555.721**	**515.622**	**569.022**
Current Liabilities				
Operating Current Liabilities	56.576	56.576	56.743	56.743
Current tax liabilities	8.714	8.714	0	0
Short term loans and borrowings	185.481	185.481	201.674	201.673
Other current liabilities	27.128	27.128	31.601	31.601
Total Current Liabilities	**277.899**	**277.899**	**290.018**	**290.017**
Liabilities and Shareholder's Equity	**1.667.824**	**1.677.283**	**1.657.737**	**1.668.417**

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NOTES TO THE CONDENSED FIRST HALF FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2013

STATEMENT OF FINANCIAL POSITION

COMPANY

Amounts in Thousands of €	31 December 2012 As they were published	31 December 2012 As they were reclassified	31 December 2011 As they were published	31 December 2011 As they were reclassified
ASSETS				
Non-current assets				
Goodwill	3.357	3.357	3.357	3.357
Other Intangible assets	1.772	1.772	3.185	3.185
Property, plant and equipment, net	995.178	995.178	1.017.919	1.017.919
Investment in associates	542	542	542	542
Investment in subsidiaries	60	60	60	60
Available-for-sale Investments	1.602	1.602	848	848
Long-term receivables	147.590	147.590	136.023	136.023
Deferred tax assets	56.991	66.450	53.302	63.981
Total non-current assets	**1.207.092**	**1.216.551**	**1.215.235**	**1.225.915**
Current assets				
Materials and spare parts	17.616	17.616	16.288	16.288
Trade receivables	310.042	310.042	322.015	322.015
Other receivables	90.512	90.512	82.120	82.121
Current tax receivables	0	0	577	576
Cash and cash equivalents	43.072	43.072	21.920	21.920
Total Current assets	**461.242**	**461.242**	**442.920**	**442.920**
Total Assets	**1.668.334**	**1.677.793**	**1.658.155**	**1.668.835**
Equity				
Share Capital	63.900	63.900	63.900	63.900
Share Premium	40.502	40.502	40.502	40.502
Reserves	381.013	381.013	380.258	380.258
Retained Earnings	396.596	358.759	367.858	325.138
Total Equity	**882.011**	**844.174**	**852.518**	**809.798**
Non-current liabilities				
Reserve for employees benefits	211.117	258.413	224.690	278.090
Provisions	68.002	68.002	59.418	59.419
Deferred subsidies and customer contributions	211.379	211.379	213.737	213.737
Consumers' guarantees	17.927	17.927	17.777	17.777
Total non-current liabilities	**508.425**	**555.721**	**515.622**	**569.023**
Current Liabilities				
Operating Current Liabilities	56.576	56.576	56.740	56.740
Current tax liabilities	8.714	8.714	0	0
Short term loans and borrowings	185.481	185.481	201.674	201.673
Other current liabilities	27.127	27.127	31.601	31.601
Total Current Liabilities	**277.898**	**277.898**	**290.015**	**290.014**
Liabilities and Shareholder’s Equity	**1.668.334**	**1.677.793**	**1.658.155**	**1.668.835**

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25. REGRADING FUNDS (continued)

STATEMENT OF CASH FLOWS

	GROUP		COMPANY	
Amounts in Thousands of €	**30 June 2012 As they were published**	**30 June 2012 As they were reclassified**	**30 June 2012 As they were published**	**30 June 2012 As they were reclassified**
Cash Flows from operating activities				
Profit before tax	18.246	21.292	18.255	21.301
Adjustments for:				
Depreciation and amortization	19.628	19.628	19.628	19.628
Amortization of customers' contributions and subsidies	(3.596)	(3.596)	(3.596)	(3.596)
Revenues from securities	(50)	(50)	(50)	(50)
Impairment of participating interests	0	0	0	0
Employees' end of service provisions	3.015	(37)	3.015	(37)
Provisions	11.533	11.533	11.533	11.533
Interest and related income	(2.333)	(2.333)	(2.333)	(2.333)
Interest and related expense	8.182	8.182	8.182	8.182
Operating income before working capital changes / changes in operating assets and liabilities				
(Decrease in) Increase in				
Trade receivables	(27.810)	(27.804)	(27.809)	(27.803)
Materials and spare parts	(633)	(633)	(633)	(633)
Increase in (Decrease in)				
Operating Current Liabilities	(9.571)	(9.571)	(9.566)	(9.566)
Consumers' guarantees	87	87	87	87
Reserve for employees benefits	326	326	326	326
Minus:				
Interest and related expenses paid	(8.501)	(8.501)	(8.501)	(8.501)
Income Tax paid	(2.385)	(2.385)	(2.385)	(2.385)
Net cash from operating activities (a)	**6.138**	**6.138**	**6.153**	**6.153**
Cash Flows from investing activities				
Purchases of property, plant, and equipment	(6.428)	(6.428)	(6.428)	(6.428)
Purchases of intangible assets	(241)	(241)	(241)	(241)
Proceeds from customers' contributions and subsidies	3.106	3.106	3.106	3.106
Interest and related income received	1.949	1.949	1.949	1.949
Dividends received	50	50	50	50
Net cash from investing activities (b)	**(1.564)**	**(1.564)**	**(1.564)**	**(1.564)**
Cash Flows from financing activities				
Repayments of borrowings	(7.372)	(7.372)	(7.372)	(7.372)
Dividends paid	(14)	(14)	(14)	(14)
Net cash from financing activities (c)	**(7.386)**	**(7.386)**	**(7.386)**	**(7.386)**
Net (decrease) increase in cash and cash equivalents (a) + (b) + (c)	**(2.812)**	**(2.812)**	**(2.797)**	**(2.797)**
Cash and cash equivalents, beginning of period	**21.975**	**21.975**	**21.920**	**21.920**
Cash and cash equivalents, end of period	**19.163**	**19.163**	**19.123**	**19.123**

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25. REGRADING FUNDS (continued)

INCOME TAX

Amounts in Thousands of €	30 June 2012 As they were published	30 June 2012 As they were reclassified
Income Tax	6.538	6.538
Unaudited fiscal years (by public revenue authorities)	180	180
Deferred Taxation	(653)	(43)
	6.065	**6.675**

LIABILITIES FOR EMPLOYEES BENEFITS

Amounts in Thousands of €	31/12/ 2012 As they were published	31/12/2012 As they were reclassified	31/12/ 2011 As they were published	31/12/2011 As they were reclassified
Employee end-of-service indemnities	17.285	28.757	18.516	26.155
Employee healthcare scheme	188.110	224.147	201.048	248.187
Special Employee end-of-service indemnity (L.2939/6.8.01 no 26)	5.722	5.509	5.126	3.748
	211.117	**258.413**	**224.690**	**278.090**

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26. EVENTS AFTER THE BALANCE SHEET DATE

26.1 Article of Association Modification

The Management Board under its 1106th meeting on 5th June 2013 decided to forward its proposal concerning the abolition of paragraph 5, art. 5, Chapter B' of the Company's Atricle of Association to the 31st General Shareholders Meeting held on 28 June 2013, as being contrary to the Law. The Extraordinary General Meeting held on 26 July 2013 amended paragraph 5, art. 5, Chapter 2 of the codified Article of Association, as being contrary to the Law.

26.2 Dividends

The General Shareholders Meeting approved a dividend distribution of 5 cents (€0,05) per share as previous years profit distribution. In total the dividend distribution was € 5.3 m.

26.3 Greek State

a) With the enactment of L. 4179/8.8.2013, art. 45 the Greek State's past due liabilities towards the Entity as far as 30.06.2013 concerning Infrastructure Projects, Construction of Water Supply Public Entities, Construction and Maintenance of Works for Flood Protection, etc., and non-tax liabilities of EYDAP towards the Greek State will be determined by joint ministerial decision of the Ministers of Transport, Infrastructure and Communications and Finance.
Any debts that may arise will be determined analytically by the joint ministerial decision and will be covered by the specific appropriation set aside in the State Budget for the settlement of outstanding obligations of operators of the General Government under the Economic Policy Programme.
These debts will be repaid with the sole justification of payment mentioned in paragraph 1 of this Article, where EYDAP relinquishes all other claims and appeal.
As of the date of the issue of this review report, the joint Ministerial Decision above has not been issued.

b) Since the publication of this law the second and third paragraphs of case b', paragraph 1, Article 26 of Law 2939/2001 are repealed. The Entity will recognize in the forthcoming accounting periods starting from September, 30 2013, the existing defined benefit plan liability which as at August, 8 2013, the date that this law becomes enforceable, amounts to Euro 74.4 million approximately.
The company's equity will benefit by the amount of accounting deferred tax. The same article of the above law, as it further explained in note 26 to the condensed interim financial information, provides that the funding of deficit of an existing defined benefit plan to the personnel of the Entity by the Greek State is terminated.

c) The Ministry of Finance decided on 05/07/2013 the offsetting of mutual counterclaims between the Greek State and EYDAP €11.4 million. The offset refers to dividends payable to the Greek State for the years 2008-2010 with the Company's special end of service indemnities.

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26. EVENTS AFTER THE BALANCE SHEET DATE (continued)

26.4 Other Energy Works

E.YD.A.P owns a production license, a decision of environmental terms approval fand fixed price of 372,83 €/MWh for the construction of a photovoltaic park at the company's installations in Aharnes -Attica region- the power of which would be of 1,971 MW.

The decision by the Company's Board of Directors concerning the implementation of the park is anticipated.

The Infrastructure Direction examines the possibility of the implementation of a small hydroelectric station in Helidonou, for which a production license already exists.

26.5 Water Supply Networks taking over

E.YD.A.P is under negotiations for the taking over and embodiment of water supply network parts, in the Municipality of Vari-Voula- Vouliagmeni, as well as St George region in the Municipality of Aspropyrgos .

26.6 Operations development

Towards its decision to accelerate the agreement process with the Attica region Municipalities, EYDAP Board of Directors approved a new plan for long-term management of water supply networks. The Company is under negotiations with the Attica region Municipalities.

Furthermore, the following operations are taking place: a) partial embodiment of small private water supply networks in the whole Attica region is being completed and b) The company has also submitted, in the Operational Program-Environment & Sustainable Development, a proposal of financing the project of the waste reuse (waste treated in Psitalia and Thriasio waste treatment plants) for industrial and some agricultural purposes, for watering of urban green, reforestation and enrichment of the aquifer.

In February 2013 the EYDAP signed with Atkins company a contract to provide consultancy services in Egypt on the evaluation of wastewater treatment plants in the field of international development.

With the exception of the above, no event has occurred which significantly affects the financial structure or business course of the Company from 30/06/2013 to the date of approval of the financial statements by the Management Board.

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NOTES TO THE CONDENSED FIRST HALF FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2013

27. RELATED PARTY TRANSACTIONS

A) Transactions and amounts outstanding with the Members of the Board

Amounts in Thousands of €	30th June	30th June
	2013	**2012**
– Salaries (Chairman & CEO and Executive Consulants)	28	64
– Salaries & participation fees of the Members of the Board of Directors	40	38
	68	**102**

B) Transactions and amounts outstanding with the Greek State and the Municipalities

Amounts in Thousands of €	GROUP	COMPANY		
	30.06.2013	**30.06.2012**	**30.06.2013**	**30.06.2012**
1) Transactions				
5. Revenues	28.481	29.490	28.481	29.490
6. Cost of sales (construction contracts)	(485)	(813)	(485)	(813)
7. Provisions	(2.512)	(7.146)	(2.558)	(7.146)
2) Outstanding amounts	**30.06.2013**	**31.12.2012**	**30.06.2013**	**31.12.2012**
• Long term receivables (construction contracts)	112.577	112.063	112.577	112.063
• Long term receivables (Arrangements of Municipalities)	24.369	30.955	24.369	30.955
• Trade receivables(Greek State)	118.549	165.149	118.549	165.149
• Other receivables (lump sum compensation coverage by the Greek State)	69.739	68.844	69.739	68.844
• Dividend Liability	11.388	11.388	11.388	11.388
	336.622	**388.399**	**336.622**	**388.399**

The transactions with the Greek State concern priced and accrued water supply revenues as well as accrued revenues coming from the construction cost of works towards the Ministry of Environment, Planning and Public Works and the Public Entity << EYDAP Fixed Assets Company>>.

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28. PUBLIC ENTITY EYDAP FIXED ASSETS (PE)

The Public Entity was established at the time of the IPO with the purpose of the ownership's transfer of the water dams and basins of Marathon, Mornos, Yliki and Evinos from EYDAP to PE. Besides the constructions and upgrades of the installations that are related with these water dams and basins, the Greek State – through the Public Entity - has undertaken the obligation to supply the Company with raw water to meet its water supply obligations. The price of the raw water until 2004 was being offset with the cost of services that EYDAP realizes for the maintenance and operation of the fixed assets that belong by ownership to the Public Entity. There is no new similar agreement thereafter. The Company is attending the cost of maintenance that burdens the total revenues.

The total landed property of the State entity "Eydap Fixed Assets Company" has not been transcribed from Eydap S.A until the issuance of the current Auditors Report. The non depreciated value of the respective property is approximately € 657 m.

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders of "Athens Water Supply and Sewerage S.A" (E.YD.A.P. S.A.)

Introduction

We have reviewed the accompanying condensed stand – alone and consolidated statement of financial position of the Company "Athens Water Supply and Sewerage S.A." as of June 30, 2013, and the related condensed stand – alone and consolidated income statement, comprehensive income, changes in equity and cash flows for the six-month period then ended, and selective explanatory notes which comprise the condensed interim financial information, which represents an integral part of the half year financial report as provided by article 5 of Law 3556/2007. Management is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with International Financial Reporting Standards as adopted by the European Union and applicable to interim financial reporting ("IAS 34"). Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

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Conclusion

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

Emphasis of Matters

We draw your attention to the following:

1. According to article 45 of law 4179/8.8.2013, the past due liabilities of the Greek State to the Entity will be defined and settled against other than tax liabilities of the Entity to the Greek State through a joint Ministerial Decision, as it is explained in note 24 to the condensed interim financial information, as these are reported in the same note. As of the date of the issue of this review report, the joint Ministerial Decision above has not been issued.

   The same article of the above law, as it further explained in note 26 to the condensed interim financial information, provides that the funding of deficit of an existing defined benefit plan to the personnel of the Entity by the Greek State is terminated. The Entity will recognize in the forthcoming accounting periods starting from September, 30 2013, the existing defined benefit plan liability which as at August, 8 2013, the date that this law becomes enforceable, amounts to Euro 74.4 million approximately.
2. As it is explained in note 28 to the condensed interim financial information as of the date of the issue of this review report, is still pending, the legal transfer of the ownership of the total real property transferred to the Company "Fixed Assets E.YD.A.P Legal Person governed by Public Law", with a net book value Euro 657 million approximately.

Our conclusion is not qualified in respect of these matters.

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Report on Other Legal and Regulatory Requirements

Our review has not revealed any inconsistency or mismatch in the content of the half year financial report as provided by article 5 of Law 3556/2007 with the accompanying condensed interim financial information.

Athens, August 28, 2013

The Certified Public Accountants

Nicos Sofianos Nicos Papadimitriou

Reg. No SOEL: 12231 Reg.No SOEL: 14271

Deloitte.

Hadjipavlou Sofianos & Cambanis S.A.

Assurance & Advisory Services

Fragoklissias 3a & Granikou Str,

151 25 Maroussi

Reg. No (ICPA (GR)): E 120

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

Company's Reg. No G.E.MH.121578960000
Oropou 156 - 11156 Galatsi
FINANCIAL STATEMENTS INFORMATION FOR THE PERIOD from 01st January 2013 to 30th June 2013
(according to the Rule 4/507/28.04.2009 of the Capital Market Commission)

The figures illustrated below provide summary information about the financial position of the Group and E.Y.D.A.P. S.A. (the Company). We advise the reader before taking any investment decision or other transaction concerning the company, to visit the Company's web site where the financial statements are presented according to International Financial Reporting Standards together with the auditor's report, whenever it is required .

COMPANY'S STATUTORY INFORMATION

Prefecture:	Athens
Company's web Site	www.eydap.gr
Members of the Board of Directors:	A.Vartholomeos, E.Palaiologos, L.Zografos, E.Karahaliou, G.Zafeiropoulos, P.Kamas, A.Kourtis, I.Hondrogiannos, E. Sklavenitis, P. Skoularikis, Ch. Mistriotis, E.Aggelakis, E.Moutafis.
Date of Approval of Financial Statements:	August 28, 2013
Chartered Public Accountants:	N.Sofianos SA D No 12231 N.Papadimitriou SA D No 14271
Auditing Company:	Deloitte Hatzipavlou, Sofianos & Kampanis Public Accountants and Business Consultants SA D No 120
Type of Chartered Auditors' Revew Report	Unqualified Conclusion-Emphasis of matters

STATEMENT OF CHANGES IN EQUITY

Amounts in thousands of Euro

	GROUP		COMPANY	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Equity opening balance (01.01.2013 and 01.01.2012 respectively)	843.663	809.378	844.174	**809.798**
Profit of the year, after tax	33.868	14.617	33.388	14.626
Net income directly charged to equity	(79)	75	(79)	75
Comprehensive income after taxes	33.789	14.692	33.309	14.701
Distributed Dividends	(15.975)	(18.105)	(15.975)	(18.105)
Equity closing balance(30.06.2013 and 30.06.2012 respectively)	**861.477**	**805.965**	**861.508**	**806.394**

STATEMENT OF FINANCIAL POSITION

Amounts in thousands of Euro

	GROUP		COMPANY	
	30.06.2013	31.12.2012	30.06.2013	31.12.2012
ASSETS				
Tangible assets	980.412	995.178	980.412	995.178
Intangible assets	1.235	1.772	1.235	1.772
Other non current assets	234.478	219.056	234.537	219.602
Inventories	16.330	17.616	16.330	17.616
Trade receivables	269.786	310.042	269.786	310.041
Other current assets	158.021	133.619	157.985	133.584
TOTAL ASSETS	**1.660.262**	**1.677.283**	**1.660.285**	**1.677.793**
TOTAL EQUITY AND LIABILITIES				
Share capital	63.900	63.900	63.900	63.900
Other items of Shareholders' Equity	797.577	779.763	797.608	780.274
Total Shareholders' Equity	**861.477**	**843.663**	**861.508**	**844.174**
Reserves for employee benefits	261.622	258.413	261.622	258.413
Deferred subsidies and customer contributions	208.079	211.379	208.079	211.379
Provisions and other long-term liabilities	92.708	85.929	92.708	85.929
Short- term borrowings	123.741	185.481	123.741	185.481
Other Short- term borrowings	112.635	92.418	112.627	92.417
Total liabilities	**798.785**	**833.620**	**798.777**	**833.619**
TOTAL EQUITY AND LIABILITIES	**1.660.262**	**1.677.283**	**1.660.285**	**1.677.793**

STATEMENT OF COMPREHENSIVE INCOME

Amounts in thousands of Euro — GROUP

	1.01-30.6.2013	1.01-30.6.2012	01.04-30.06.2013	01.04-30.06.2012
Turnover	160.955	162.075	87.834	85.963
Gross profit	63.222	64.148	32.591	33.329
Earnings before tax, financial, and investment results	23.115	27.091	12.957	15.362
Profit before tax	**22.042**	**21.292**	13.436	**12.506**
Profit after tax (A)	33.868	14.617	8.208	8.314
Other comprehensive income, net of tax (B)	(79)	75	175	(185)
Total Comprehensive income for the period (A+B)	**33.789**	**14.692**	**8.383**	**8.129**
Attributable to				
Shareholders	33.789	14.692	8.383	8.129
Diluted earnings per issued share (in euro)	0,32	0,14	0,08	0,08
Earnings before tax, financial, investment results, depreciation and amortization	39.542	43.123	22.100	23.273

STATEMENT OF COMPREHENSIVE INCOME

Amounts in thousands of Euro — COMPANY

	1.01-30.6.2013	1.01-30.6.2012	01.04-30.06.2013	01.04-30.06.2012
Turnover	160.955	162.075	87.834	85.963
Gross profit	63.222	64.148	32.591	33.329
Earnings before tax, financial, and investment results	22.635	27.100	12.474	15.368
Profit before tax	**21.562**	**21.301**	12.593	**12.512**
Profit after tax (A)	33.388	14.626	7.726	8.320
Other comprehensive income, net of tax (B)	(79)	75	175	(185)
Total Comprehensive income for the period (A+B)	**33.309**	**14.701**	**7.901**	**8.135**
Attributable to				
Shareholders	33.309	14.701	7.901	8.135
Diluted earnings per issued share (in euro)	0,31	0,14	0,07	0,08
Proposed dividend per share				
Earnings before tax, financial, investment results, depreciation and amortization	39.062	43.132	21.617	23.279

STATEMENT OF CASH FLOWS

Amounts in thousands of Euro

	GROUP		COMPANY	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
Cash Flows from operating activities				
Profit before taxes	22.042	21.292	21.562	21.301
Adjustments for:				
Depreciation and amortization	20.672	19.628	20.672	19.628
Amortization of customers' contributions and subsidies	(4.245)	(3.596)	(4.245)	(3.596)
Revenues from securities	(43)	(50)	(43)	(50)
Loss from associated company dissolution	5	0	494	0
Provisions for employees' end of service compensation	2.900	(37)	2.900	(37)
Other Provisions	12.017	11.533	12.017	11.533
Credit Interest and related income	(4.700)	(2.333)	(4.700)	(2.333)
Debit Interest and related expense	5.816	8.182	5.816	8.182
Operating income before working capital changes / changes in operating assets and liabilities				
(Decrease in) Increase in				
Trade Receivables	37.822	(27.804)	37.825	(27.803)
Materials and spare parts	1.311	(633)	1.311	(633)
Increase in (Decrease in)				
Liabilities	(6.788)	(9.571)	(6.800)	(9.566)
Consumers' guarantees	64	87	64	87
Reserve for employees benefits	309	326	309	326
Minus:				
Interest and related expenses paid	(6.188)	(8.501)	(6.188)	(8.501)
Income Tax paid	(79)	(2.385)	(79)	(2.385)
Net cash from operating activities (a)	**80.915**	**6.138**	**80.915**	**6.153**
Cash Flows from investing activities				
Purchases of property, plant, and equipment	(5.051)	(6.428)	(5.051)	(6.428)
Purchases of intangible assets	(329)	(241)	(329)	(241)
Proceeds from customers' contributions and subsidies	945	3.106	945	3.106
Interest and related income received	2.573	1.949	2.573	1.949
Dividends received	43	50	43	50
Proceeds from associated company dissolution	48	0	48	0
Net cash from investing activities (b)	**(1.771)**	**(1.564)**	**(1.771)**	**(1.564)**
Cash Flows from financing activities				
Repayments of borrowings	(60.993)	(7.372)	(60.993)	(7.372)
Dividends paid	(28)	(14)	(28)	(14)
Net cash from investing activities (c)	**(61.021)**	**(7.386)**	**(61.021)**	**(7.386)**
Net (decrease) increase in cash and cash equivalents (a) + (b) + (c)	**18.123**	**(2.812)**	**18.123**	**(2.797)**
Cash and cash equivalents, beginning of period	**43.106**	**21.975**	**43.072**	**21.920**
Cash and cash equivalents, end of period	**61.229**	**19.163**	**61.195**	**19.123**

ADDITIONAL DATA AND INFORMATION

1. The number of employees as at 30 June 2013 was 2.466. The number of employees as at 30 June 2012 was 2.596.
2. Unaudited (by Public Revenue Services) tax uses for both the Group and the Company are analitically shown in the note 21 of six months financial statements.
3. The Provisions formed up to 30 June 2013 concern: a) Lawsuits for civil law cases with claims of an amount of Euro 94,5 m. have been raised against the Company. These lawsuits are mainly related with damages caused by floods (either because of broken mains or from rainfalls) or they are lawsuits of various trade creditors and contractors for violation of contractual terms.There are also pending litigations with employees of around Euro 72,2 m. Against all these potential losses, if the pending litigation wiil be finalized, EYDAP has formed a provision of Euro 74,7 m. as at 30 June 2013 and of Euro 68 m. as at 31 December 2012, which are considered as sufficient.b) Provisions of Euro 5,2 m. for unaudited (by Public Revenue Services) tax uses as at 30 June 2013 and of Euro 4,9 m. as at 31 December 2012 and c) Other provisions of Euro 91 m.as at 30 June 201 3 and of Euro 87,9 m. as at 31 December 2012.
4. The matters of emphasis of the Certified Auditors are the following :
a)With the enactment of L. 4179/8.8.2013, art. 45, the Greek State's overdue debts towards EYDAP will be defined and settled against other than tax liabilities of the Entity to the Greek State as described in note 24 of the condensed six months financial statements. Until the issuance of this report no such decision has been issued. The article states that the Greek government permanently stops funding deficits of the existing defined benefit plan of the Company to its employees as referred in note 26 of the condensed six months financial statements. The Company will recognize in future accounting periods starting on 30.9.2013 its liability towards the plan which amounts Euro 74,4 approximately on 8.8.2013.
b)The total landed property of the State entity "Eydap fixed Assets Company" has not been transcribed from Eydap S.A until the issuance of the current Auditors Report as it is described in note 28 of the condensed six months financial statements. The undepreciated value of the respective property is approximately € 657 m.
5)Cumulative amounts from the beginning of the current period concerning puchases and sales together with both the Group's and the Company's claims and liabilities at the end of the current period that have been resulted from their transactions with related parties in the sense of the IAS 24 are as follows :

	GROUP		COMPANY	
	2013	2012	2013	2011
i)Revenues (1/1-30/06/2013 and 1/1-30/06/2012 respectively).	28.481	29.490	28.481	29.490
ii)Claims (30/06/2013 and 31/12/2012 respectively) .	325.234	377.011	325.234	377.011
iii)Dividend liability	11.388	11.388	11.388	11.388
iv)Transactions and Payrolls of Directors and Members of the Administration (1/1-30/06/2013 and 1/1-30/06/2012 respectively).	68	102	68	102

6. In the current period an expense of Euro 79 th. related to changes in the fair value of assets available for sale was recorded in "Other comprehensive income after taxes" of the statement of comprehensive income.
7. Until the approval date of the condensed six months financial statements, events that could substantially affect the Group's and the Company's assets structure or their activities process on 30/06/2013 have not occurred with the exception of matters described in the note 4.
8. Conslolidated financial statements include EYDAP NISON S.A. which resides in Piraeus (Eydap participates up to100%) which was unified with the accounting method under the name "total unification". As a result no minority rights are counted. In comparison with the comparative period the company unified under the method of net equity is not included because of its dissolution.
9. The Company and the Group apply since 1/1/2013 the modified IAS 19 with retrospective application from 1/1/2012 by accordance with IAS 8. Detailed reference is made in the note 25 of financial condensed statements. These changes have positively affected the reported results for the first half of 2012 after taxes and the total income statement by Euro 2.436 th. and 2.440 th. respectively and they have negatively affected the net **equity** by Euro 42.720 th. at 31/12/2011 and of Euro 37.837 th. at 31/12/2012.

Athens, August 28th 2013

The Chairman of the Management Board and Chief Executive Officer	The member of the Management Board	The Director of the Economic Department	The Chief Accountant Supervisor
Vartholomeos Antonios	**Hondrogiannos Ioannis**	**Spyropoulou Eleni**	**Skylaki Lemonia**
I.D. No AK 543580	I.D. No AI 094411	I.D. No AI 060168	I.D. No Ξ 971227