



## **HALF YEAR FINANCIAL STATEMENTS**

For the period 1 January 2011 – 30 June 2011  
(According to the article 5 of the N.3556/2007)

**Joint Stock Companies Registration Number : 41913/06/B/98/32**

**127 Egnatias Street - 54 635, Thessaloniki**

**HALF YEAR BRIEF FINANCIAL INFORMATION**  
**FOR THE PERIOD FROM 1<sup>ST</sup> JANUARY 2011- 30<sup>TH</sup> JUNE 2011**  
**ACCORDING TO THE INTERNATIONAL FINANCIAL REPORTING STANDARDS**

It is certified that the attached interim financial report is the one approved by the Board of Directors of the “WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI SA” on the 30<sup>th</sup> of August 2011 and has been posted on the internet at [www.eyath.gr](http://www.eyath.gr). It is noted that the published in the press brief financial data aim to offer the reader some general financial data but it do not provide a complete picture of the financial state and results of the Group and the Company, according to the International Financial Reporting Standards. It is also noted that, for simplification’s sake, in the published to the press brief financial data, there have been certain compressions and reclassification of funds.

**CONTENTS TABLE OF THE HALF YEAR FINANCIAL STATEMENTS**

STATEMENTS OF THE MEMBERS OF THE BOARD OF DIRECTORS .....	4
(IN ACCORDANCE TO THE ARTICLE 5 PAR. 2 OF THE L. 3556/2007) .....	4
HALF YEAR MANAGEMENT REPORT OF THE BOARD OF DIRECTORS OF EYATH SA.....	5
STATEMENT OF AUDIT FOR THE HALF YEAR FINANCIAL STATEMENTS .....	16
BALANCE SHEET .....	17
INCOME STATEMENT.....	18
NET WORTH CHANGES STATEMENT .....	19
CASH FLOW STATEMENT.....	20
NOTES ON FINANCIAL STATEMENT .....	22
INFORMATION PER SECTOR.....	27
TANGIBLE FIXED ASSETS .....	29
INVENTORIES.....	29
COMMERCIAL AND OTHER CLAIMS .....	29
CASH RESERVES AND EQUIVALENTS .....	30
SHARE CAPITAL .....	31
PROVISIONS FOR EMPLOYEE BENEFITS .....	31
PROVISIONS FOR LIKELY RISKS AND EXPENSES .....	32
COMMERCIAL AND OTHER LIABILITIES.....	32
SHORT TERM TAX LIABILITIES .....	33
INCOME TAX .....	33
EARNINGS PER SHARE.....	34
TRANSACTIONS WITH ASSOCIATED PARTIES.....	34
COMMITMENTS AND POTENTIAL LIABILITES .....	35
NUMBER OF EMPLOYEES.....	36
IMPORTANT FACTS .....	36
FACTS POSTERIOR TO THE BALANCE SHEET DATE .....	37
TABLE OF RAISED FUNDS.....	38
FIGURES AND INFORMATION .....	39

## **STATEMENTS OF THE MEMBERS OF THE BOARD OF DIRECTORS**

**(in accordance to the article 5 par. 2 of the l. 3556/2007)**

We, the members of the Board of Directors of the S.A Company **WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A.** under the trade name EYATH S.A, based at 127 Egnatias Street, in Thessaloniki (P.C 54 635):

1. Konstantinos Kamakas, BoD Chairman,
2. Nikolaos Papadakis, Managing Director,
3. Dimitrios Asvestas, Vice Chairman of the Board of Directors

We state and certify to the best of our knowledge:

(a) the attached half year, company and consolidated financial statements of EYATH S.A for the fiscal period 01.01.2011-30.06.2011, drawn up according the current IAS 34, truthfully show the assets and liabilities data, the net worth and the results for the fiscal period of EYATH S.A, as well as of the companies included in the integration as a total, according to the statements in the paragraphs 3 to 5 of the article 5 of the l. 3556/2007, and

(b) the six month statement of the Board of Directors of EYATH SA truthfully shoes the information demanded based on the paragraph 6 of the article 5 of the l. 3556/2007.

Thessaloniki, 30 August 2011

The certifying members

Konstantinos Kamakas

Nikolaos Papadakis

Dimitrios Asvestas

Chairman of the BoD

Managing Director

Vice Chairman of the BoD.

I.D Card No: AA 942423

I.D Card No: AZ 187068

I.D Card No: Λ 184072

**HALF YEAR MANAGEMENT REPORT OF THE BOARD OF DIRECTORS OF  
EYATH SA****WATER SUPPLY AND SEWERAGE COMPANY OF THESSALONIKI****FOR THE PERIOD 1 January 2011 - 30 June 2011**

(According to the provisions of the par. 6 of the article 5 of the law 3556/2007 and the respective decisions of the Capital Market Committee)

Dear Shareholders,

According to the provisions of L.3556/2007 and the respective decisions of the Capital Market Committee, we submit the present Yearly Report of the BoD for the current fiscal period (1/1/2011-30/06/2011).

The present report offers brief financial information on the financial state and the results of the Company EYATH S.A and the Group of companies EYATH S.A, a description of the most important facts that took place during the closing fiscal period, a description of the important facts that took place after the balance sheet date, a description of the expected development of Group and Company activities, information regarding the management of significant financial risks which the Group and the Company are called to face, a list of the important transactions drawn up between Company and the Group and associated persons as well as other information regarding stocks, equity capital and important agreements valid on the ending of the closing fiscal period.

**BRIEF FINANCIAL INFORMATION ON THE GROUP AND THE COMPANY**

The Group includes the Company «WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A. », under the trade name EYATH (hereafter “COMPANY” or “EYATH S.A”) was founded in 1998 ( Law no. 2651/3-11-1998 (GN. A’ 248/2-11-1998) deriving from the merging of the S.A “Thessaloniki Water Supply Organization S.A”(OYTH S.A.) and the «Thessaloniki Sewerage Systems Company S.A” (OATH S.A) which had been turned into S.A’s in 1997, and the subsidiary company EYATH Services S.A aiming to supply water supply and sewerage services of any type, telecommunication services as well as the production and sale of electricity.

**FINANCIAL DATA – WORK PROGRESS**

The below financial data regard the EYATH S.A Group.

Turnover reached the amount of € 38,892 from € 37,733 during the respective period last year succeeding an increase of € 1,159 or 3%. On the contrary, the cost of goods sold reached the amount of € 21,297 from € 21,718 during the respective fiscal period last year, succeeding a decrease by € 421 or 1.9%. The group’s before tax earnings, for the period of 2011, reached € 15,016 from € 12,945 during the respective period last year, succeeding an increase of € 2,071 or 16%. Finally the after tax earnings, reached € 12,065 from € 6,272 during the respective period last year, making an important increase by € 5,793 or 92.3%.

The Group's turnover arrived from water services and sewerage systems. The turnover increase is due to the price adjustment, due to the application of the governmental decision 11741/2006 to the pricing levels of 2010.

The Net Earnings increase, is due to the income increase, the further decrease of operating costs and the decreased income tax, which during the previous period, included the extraordinary tax payment according to the law 3845/2010, as well as the additional provision for tax audit differences, as was completed in August of 2010. The Gross Profit of the period reached € 17,595 from € 16,016 during the previous period, succeeding an increase of € 1,579 or 9.8%.

EBITDA of EYATH SA reached for the current period, € 16,775 from € 14,913 succeeding an increase of € 1,862 or 12.4%.

Finally cash and cash equivalents for the end of the period reached during 30/06/2011 € 25,539 from € 14,364 on the 31/12/2010 succeeding an increase of € 11,175 or 77.8%.

## GROUP FINANCIAL INDICATORS

Group Financial Indicators			
	01/01/2011-30/06/2011	01/01/2010-30/06/2011	Deviation
<b>PRODUCTIVITY RATIOS</b>			
Gross Profit Margin	45.24%	45.24%	2.79%
EBITDA	43.13%	39.52%	3.61%
EBIT	35.63%	31.98%	3.65%
EBT	38.61%	34.31%	4.30%
EAT	31.02%	16.62%	14.40%
<b>INVESTMENT RATIOS</b>			
Earnings per share after tax	0.3324	0.1728	15.96%
<b>LIQUIDITY RATIOS</b>			
	30/6/2011	31/12/2010	Deviation
Current Assets/ST Liabilities	2.43	2.18	24.62%
<b>CAPITAL STRUCTURE RATIOS</b>			
Own / Foreign Capital	195.80%	182.32%	13.48%

## PRICING POLICY

The Company's Board of Directors with the number 517/2006 decision has approved the new invoicing policy for the five year period 2007 – 2011, validated by the number 11741/29-12-2006 JMD of the Minister of Economy and Finance and Minister of Macedonia Thrace, (G.N 202, Issue B' 16-2-2007) applied since May 2007, regarding water consumptions from the 1/1/2007 providing for a yearly re adjustment of the cost of any kind of water supply and sewerage systems services.

On the 18.11.2008 the Board of Directors decide to freeze water invoices (price of water) and sewerage services (sewerage percentage) for 2009 to the 2008 prices for the first three grades of consumption (low and middle incomes) and to further decrease by 20% for 2009 invoices for families with more than three children.

On the 30.06.2010 the Regular General Stockholders Meeting decided to maintain the same prices regarding household invoices for a further 4 months, that is, until the 31<sup>st</sup> of August of the current year and to apply the JMD11741/2006 (G.N.202 issue B'16-2-2007), starting September of the current year to prices current in 2010.

Under the 128/2011 decision of the Board of Directors which was approved by the General Assembly on the 4th of August 2011, the pricing policy in application for the whole of 2011 will be those decided by 11741/2006 as applied for 2010.

## IMPORTANT FACTS FOR 2011

The new company management wishes to adopt modern technologies for the inspection and better quality of water as well as to upgrade treatment methods for the treatment of sewage. With respect to the environment and water resources, the company aims to the protection of the Thermaikos Gulf.

Within this frame the following are planned and set in motion:

- The upgrading of the Sewage Processing Unit in co operation with E.T.V.A as the agent responsible for the management of the Industrial Area of Sindos.
- The electronic monitoring of the Water Supply and Sewerage systems networks so as to have a detailed image regarding the operation and maintenance of the networks.
- The replacement of conventional water meters with electronic ones which will ensure a faster and more precise recording of water consumption.
- The gradual replacement of the old networks in order to limit the losses and minimize the water supply cuts.

In the same direction and within the NSRF framework, the Ministry for the Environment, Energy and Climate Change has approved two works of networks upgrading and infrastructure works of € 59 thousand.

The first, of € 36,2 thousand, regards the construction of the 2<sup>nd</sup> branch of the central sewerage duct of the city and the second of € 22,8 thousand, regards the expansion of the water processing plant of Thessaloniki.

Finally, according to the medium term plan of the law N.3985/2011 as well as applicable law 3986/201, it is expected the gradual transfer of shares of EYATH SA from the Greek State to private investors.

## **PROSPECTS – RISKS**

### **PROSPECTS**

The Company Strategy aims to fulfill its obligations as a Public Utility Company in combination with the increase of the stockholders wealth. For this reason it always seeks to improve the quality of the supplied services through its investment program, through the improvement of infrastructure, the expansion of Technological infrastructure and the use of sophisticated software and development of specialized computer applications. The company's driving force is the staff of EYATH S.A.

According to article 26 of L. 2937/2001, the Company's territorial jurisdiction, within which it can supply its services and perform activities are the following:

**REGARDING WATER SUPPLY:** the Municipalities of Thessaloniki, Ampelokipoi, Kalamaria, Neapoli, Sikies, Agios Pavlos, Menemeni, Polichni, Efkarpia, Triandria, Eleftherio Kordelio, Evosmos, Stavroupoli, Panorama, Pylea, Oreokastro, Pefka as well as the Thessaloniki industrial zone.

**REGARDING SEWERAGE SYSTEMS:** EYATH S.A 's territorial jurisdiction is divided in five areas:

«**Area A**» includes the Municipalities of Thessaloniki, Ampelokipoi, Kalamaria, Neapoli, Sikies, Agios Pavlos, Menemeni, Polichni, Triandria, Diavata, Eleftherio Kordelio, Evosmos, Stavroupoli, Pilea, Panorama, Oreokastro in the districts of Ionia and Kalochori of the Municipality of Echedoros and the Community of Efkarpia.

«**Area B**» includes the area between the Gallikos and Axios rivers until the sea, in which the industrial zone of the wider Thessaloniki region is included, the district of Sindos of the Municipality of Echedoros, the districts of Agios Athanassios, Agchialos, Gefira of the Municipality of Agios Athanassios and the districts of Chalastra and Anatoliko of the Municipality of Chalastra.

«**Area C**» includes the zone of the high ground of the city complex of Thessaloniki and includes the Community of Pefka and the Districts of Asvestochori, Exochi, Filiro of the Municipality of Chortiatis.

«**Area D**» extends from the Municipalities of Kalamaria and Panorama to the municipal baths of Sedes and to the Mikra airport and includes the industrial area and Districts of Thermi, Nea Raideostos, Neo Risio and Tagarades of the Municipality of Thermi and the Agia Paraskevi district of the Municipality of Vassilika.

«**Area E**» extends from the Mikra airport and the districts of Neo Risio and Tagarades, Agia Paraskevi until the sea and includes the Districts of Agia Triada, Perea, Neoi Epivates of the Municipality of Thermaikos and the districts of Nea Michaniona, Emvolo, Aggelochori of the Municipality of Michaniona.

The Company, by signing a contract with the relevant Municipality and EYATH Fixed Assets, can undertake the existing network of the L.A.O in any one of the above mentioned areas and the obligation to supply water supply and sewerage systems services to the Municipality they signed with.

By a contract signed by the relevant municipality and EYATH Fixed Assets and approved by the joint decision of the Ministers for Decentralization and Electronic Governing, of Finance and Financial Affairs, Development, Infrastructure-Transportation & Networks, the Company can extend its activities in areas of a Local Authority Organization outside the above mentioned areas.

Within 2011, the completion of the processes is expected regarding the expansion of Company activities in co operation with Municipalities under the Kallikratis plan, Municipality of Delta, of Pylea-Panorama-Chortiati and the Municipality of Thermaikos as well as the inclusion in the network of the Nikopolis network.

Also, for the near future the priorities from the Company Management are the following:



- The environmental and socially friendly treatment of sludge, to be completed in 2011, the construction and operation of the sludge dry out plant and its use as fertile of fuel.
- The reuse of the treated liquid effluents for agricultural cultivations, which are adjacent to the biological treatment plant of Sindos.
- The enforcement of the production plant and exploitation of biogas from the sludge already in the Sindos treatment plant and the exploitation of its heating power.
- Under the target of the investigation on the business opportunities, the exploitation of the sewerage network is examined, with the installation of fibre optics network, for the provision of electronic services.

Finally, the company Business Plan includes the modernization of the facilities and the technological upgrade as well as the expansion of the activities in North Greece and the Balkan area. Towards this direction EYATH SA works closely with EYDAP, the Union of Municipal Water – Sewerage Services, the local authorities and has signed an MOU with the Portuguese State company Aguas de Portugal, S.G.P.S., S.A.

#### **GROUP AND COMPANY ACTIVITY IN THE FIELD OF RESEARCH AND DEVELOPMENT**

The Group in the current fiscal period realized research and development expenses of € 230 in total, which regarded the development of new products.

#### **SAFETY, ENVIRONMENT AND STAFF TRAINING**

Workplace safety, the protection of the environment, the peaceful co existence with the local community and the continual training of staff, remain as primary goals of the Company, directly related to the Company operation.

#### **COMPANY BRANCHES**

The Company in the current fiscal period, just as in the previous one, did not keep any branches through which to perform its business activity.

#### **OWN STOCKS OWNED BY THE GROUP AND THE COMPANY**

At the ending of the current fiscal period there were no shares of the parent company owned by the Company itself or by any other company included in the integration.

#### **RISKS**

##### **Risks regarding the field the Group is active in**

With regard to the possibility of a future free market, in relation to European law and the possible consequences such a thing would have on the company, it is mentioned that due to the nature of the existing infrastructure ( mainly underground networks and tanks), the water supply and sewerage systems field is a fine example of a natural monopoly, where it would be extremely difficult to develop alternative networks, and to create competition where consumers could choose their own suppliers of processed water (drinking water).

It is also noted that in the total of European Union countries, as well as in the rest of the world, water supply and sewerage systems services are provided by private or state companies (or Local Authorities) without the possibility of competition within the specific geographical limits where such companies are to provide their services.

The very specific characteristics of the field of water supply and sewerage systems (which distinct the specific field of Public Utility), are recognized by the European Union and up to today there has not been any issue regarding the abolishing of the monopoly of the field and development of competition, as for example there has been in the field of telecommunications services.

Therefore, we consider that there is no such possibility in the foreseeable future at least for the development of competition in the specific field. The only case for which, a possible, future European Union legislation could impose some form of competition is, if it demands, that the selection of a provider of services for water supply and sewerage systems will take place only after an open bid, so that the element of competition can be achieved through these means and not to a level of service supply but to a level of selecting the legal entity who would manage the existing water supply and sewerage systems networks to supply services to consumers.

### **Factors of financing risks**

The main financing tools of the Group are cash, bank deposits, commercial and other claims and liabilities and bank loans. The Group's Management regularly examines and reviews the relevant policies and procedures regarding the management of the financial risks, such as the credit risk and the flow risk, which are described below:

### **Market Risk**

#### *(i) Exchange Risk*

The Group does not face any exchange risks as during the ending fiscal period it had not performed any transactions in foreign currency and the total of its assets and liabilities was in Euros.

#### *(ii) Price Risk*

Regarding the price risk the Group is not exposed to a significant risk of fluctuation of the variables which determine revenues and cost. The invoicing policy of EYATH S.A has been

determined for the time period from the 1/1/2007 until the 31/12/2011 for water supply and sewerage services, providing for an average increase of approximately 4%.

*(iii) Cash flows and risk of reasonable value interest*

The Group faces no interest risk as its loans are on fixed interest rate.

On the contrary, the Group faces limited interest rate risk in the sight deposits and therefore, income and operational cash flows are up to a point dependent on the changes in the interest rate market.

The Management continually monitors the fluctuations in interest rates and evaluates the duration and type of sight deposits accordingly per case.

### **Credit Risk**

Credit risk is managed on Group basis. Credit risk derives from cash flows and bank deposits, as well as from credit reports to clients including important claims and performed transactions.

The Group has a clear credit policy which is thoroughly applied. Moreover, it has a large number of clients and therefore the wide disperse of its customer base contributes to a low credit risk in relation to the claims. The Group's management continuously tracks the financing state of its customers, the size and the limits of the given credit. At the end of the fiscal period, the Management deemed that there is no significant credit risk that would not be covered by a provision of doubtful debt. The maximum exposure to credit risk can be reflected by the height of each element of the assets.

### **Liquidity Risk**

Liquidity risk is kept at low levels through the availability of adequate cash flow.

### **IMPORTANT TRANSACTIONS BETWEEN THE COMPANY AND ASSOCIATED PERSONS**

The Group and the Company consider as associated persons the members of the Board of Directors, the Executive Members and the stockholders holding a percentage larger than the 5% of its capital stock (including their associated persons). The transactions and the balances of the associated persons of the Group and the Company, for the fiscal period 1/1/2011 – 30/06/2011 and the 30th of June 2011 respectively, are analyzed in the below board (see also notes 15 of the financial statements):

	GROUP		COMPANY	
	01/01-30/06/2011	01/01-30/06/2010	01/04-30/06/2011	01/04-30/06/2010
Income			14	66
Costs			619	294
Managerial Salaries	460	416	449	407

	GROUP		COMPANY	
	30/6/2011	31/12/2010	30/6/2011	31/12/2010
Claims			102	88
Liabilities			24	70
Claims from managerial staff	18	13	18	13
Liabilities towards managerial staff	4	9	2	6

## COMPANY CAPITAL STOCK STRUCTURE

The Company capital stock is forty million six hundred fifty six thousand Euros (€ 40.656.000) divided into thirty six million three hundred thousand (36.300.000) common bearer shares with a voting right, of nominal value one Euro twelve cents (€ 1,12) each.

The Company shares are introduced for negotiation in the Athens Stock Exchange (Category: High Capitalization). Shareholder rights deriving from shares depend on the percentage of the capital to which the paid share value responds.

Each share offers all rights in accordance with relative Laws and the Company statute, in particular:

- The right to a dividend cut on Company yearly earnings.

A percentage of 35% on the net earnings after deducting the regular reserves only is distributed each fiscal year to the shareholders as first dividend unless otherwise directed by the General Meeting, while an additional dividend is also decided on likewise by the General Meeting. For the 2010 dividend a 0,114 €/share is suggested so as to avoid likely cash flow issues due to the large investment program the Company is currently employing. Every shareholder is entitled to a dividend cut on the date of dividend beneficiary determination. The dividend cut for each share is paid to the shareholder within two (2) months from the date the Regular General Meeting approved the Yearly Financial Statements. The when and how the dividend is paid is announced in the press. The right to the dividend is erased and the respective amount is transferred to the Greek state after five years from the ending of the fiscal year in which the dividend cut was approved by the General Meeting.

- The right to withdraw the contribution during the settlement or respectively the amortization of the capital that responds to the share if so decided by the General Meeting.
- The preference right in each capital stock increase by the Company in cash payment and the acquisition of new shares.
- The right to receive a copy of the Financial Statements and the Chartered Auditors' Reports and the Board of Directors' Report.
- The right to participate in the General Meeting, in particular in the following rights: legalization, presence, participation in discussions, suggestion submissions on daily agenda issues, registration of views in the records and voting rights.
- The General Meeting of Company Shareholders maintains all its rights during the settlement.

Shareholders accountability is limited to the Nominal value of the owned shares.

## LIMITATIONS ON TRANSFER OF COMPANY SHARES

The transfer of shares is carried out in accordance with Law 2190/1920 article 8b and there are no limitations regarding the transfer of shares in the statute. The shares are bearer shares introduced in the Athens Stock Exchange. In addition, article 18, par.8, L. 2937/2001 (GN 169/26-7-2001) provides that «the Greek State may make shares available to investors up to a percentage of 49% of the occasional capital stock of the Company».

## IMPORTANT DIRECT OR INDIRECT PARTICIPATIONS, UNDER THE PROVISIONS OF ARTICLE 9 TO 11, L.3556/2007.

Stockholders with a percentage larger than 2 % on the 30/06/2011 were the following:



30 June  
2011

**HALF YEAR FINANCIAL STATEMENTS**  
For the six month period ending at 30 June 2011  
*(Amounts at thousand Euros)*

SHAREHOLDER	No. of Shares	% of shareholding 31.12.2010
Greek Public	26.868.000	74.02%
Suez Environment Company	1.982.870	5.46%
Other Shareholders with shareho	7.469.130	20.65%
<b>Total</b>	<b>36.300.000</b>	<b>100.00%</b>

**OWNERS OF ANY KIND OF SHARES OFFER SPECIAL CONTROL RIGHTS**

There are no Company shares that offer owners any special control rights.

**LIMITATIONS ON VOTING RIGHTS – DEADLINE FOR PRACTISING THE RELEVANT RIGHTS**

The Company statute does not provide limitations on the voting rights that derive from its shares.

**AGREEMENTS AMONG COMPANY SHAREHOLDERS**

The Company is not aware of the existence of agreements between shareholders, which would conclude in limitations in the transfer of shares or the practicing of voting rights which derive from the shares.

**RULES REGARDING THE APPOINTMENT AND REPLACEMENT OF MEMBERS OF THE BOARD OF DIRECTORS AND STATUTE AMENDMENTS**

The rules provided in the Company statute for the appointment and replacement of members of the Board of Directors and the amendment of the statute provisions do not differ than what is mentioned in E.L. 2190/1920.

**COMPETENCY OF THE BOARD OF DIRECTORS OR OF CERTAIN MEMBERS FOR THE ISSUANCE OF NEW SHARES OR THE PURCHASE OF OWN SHARES**

According to article 5 of the Company statute, by a General Meeting decision of a two thirds (2/3) majority at least, subject to article 7b E.L. 2190/1920 as valid, may give the BoD the right to increase capital stock fully or partially, by issuing new stocks up until the amount of capital paid at the date the BoD received the respective competency. For the purchase of own shares, the Board of Directors competency does not differ than what is mentioned in article 16 E.L.2190/1920. There is no opposing provision in the Company statute.

**EACH IMPORTANT AGREEMENT THE COMPANY HAS SIGNED, THAT COMES INTO EFFECT, IS AMENDED OR EXPIRES IN CASE OF CHANGE IN COMPANY CONTROL FOLLOWING A PUBLIC MOTION**

There are no agreements that become valid, are amended or expire in the case of a change in the control of the Company following a public motion.

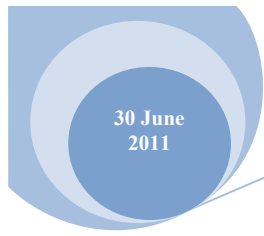
**EACH AGREEMENT THE COMPANY HAS SIGNED WITH MEMBERS OF THE BOARD OF DIRECTORS OR ITS STAFF, WHICH PROVIDES FOR COMPENSATION IN CASE OF RESIGNATION, REDUNDANCY WITHOUT PLAUSIBLE CAUSE OR EXPIRATION OF TERM OR EMPLOYMENT DUE TO A PUBLIC MOTION**

There are no Company agreements with members of the Board of Directors or its staff, which provide for the payment of compensation particularly in case of resignation or redundancy without plausible cause or termination of term or employment due to a public motion.

**DIVIDEND POLICY**

Given the prosperity of the Company, the Company Management decided and approved by the General Assembly on the 04/08/2011 a dividend payment of € 0,114 per share. In particular, the Dividend will amount at € 4,138 for the fiscal year 2010, which regards a percentage of 35% of net earnings after deducting only the regular reserves in accordance with the current law, against € 4,828 in the previous fiscal year 2009, for the total of the 36.300.000 bearer shares.

Thessaloniki, 30 August 2011



***FOR THE BOARD OF DIRECTORS***

Konstantinos Kamakas

Nikolaos Papadakis

Dimitrios Asvestas

Chairman of the BoD

Managing Director

Vice Chairman of the BoD.

I.D Card No: AA 942423

I.D Card No: AZ 187068

I.D Card No: Α 184072

## Statement of Audit for the half Year Financial Statements

To the shareholders of the WATER AND SEWERAGE SERVICES SA

### Introduction

We have reviewed the accompanying company and consolidated financial statements of the WATER AND SEWERAGE COMPANY SA and its subsidiary as of June 30, 2011 and the related condensed company and consolidated financial statements of total income, changes in equity and cash flows for the six month period ending this date and the selected explanatory notes, which comprise the interim financial information, which is an integral part of the interim financial report under article 5 of Law 3556/2007. The Management is responsible for the preparation and presentation of this interim financial information in accordance with International Financial Reporting Standards as adopted by the European Union and applicable to Interim Financial Reporting (International Accounting Standard "IAS" 34). Our responsibility is to express a conclusion on this interim financial information based on our review.

### Width of Audit

We conducted our review in accordance with the International Review Standard 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 than the test conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Consequently, we do not express an audit opinion.

### Conclusion

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

### Reference on other legal and legislative matters

Our review did not find any inconsistency or discrepancy of the other elements provided for by Article 5 of Law 3556/2007 financial report, the attached financial information.

Athens, 30 August 2011  
The Chartered Auditors

Konstantinou Sotiris  
Chartered Auditors Reg. No. 13671

Koutrouls Konstantinos  
Chartered Auditors Reg. No. 25701



Ορκωτοί Ελεγκτές Σύμβουλοι Επιχειρήσεων  
Ζεφύρου 56, 175 64, Παλαιό Φάληρο  
Α.Μ.ΣΟΕΛ 127



## Balance Sheet

	Note	GROUP		COMPANY	
		31/6/2011	31/12/2010	31/6/2011	31/12/2010
<b>Fixed Assets</b>					
<b>Tangible Assets</b>	4	91.182	91.255	91.182	91.255
Intangible Assets		119	112	118	111
Participations in Subsidiary Companies		-	-	60	60
Postponed Tax Claims	13	843	577	843	577
Other Long Term Claims		366	366	366	366
<b>Total Fixed Assets</b>		<b>92.510</b>	<b>92.31</b>	<b>92.569</b>	<b>92.368</b>
<b>Current Assets</b>					
Inventories	5	1.974	2.247	1.974	2.247
Customers & other Claims	6	61.658	58.621	61.548	58.581
Financial accounts in fair value through financial results		-	-	-	-
Cash & Cash Equivalent	7	25.539	14.364	25.403	14.134
<b>Total Current Assets</b>		<b>89.171</b>	<b>75.232</b>	<b>88.924</b>	<b>74.962</b>
<b>TOTAL ASSETS</b>		<b>181.681</b>	<b>167.542</b>	<b>181.493</b>	<b>167.330</b>
<b>OWNER'S EQUITY</b>					
<b>Equity Capital &amp; Reserves</b>					
Equity Capital	8	40.656	40.656	40.656	40.656
Adjustments from equity issue above par		2.830	2.830	2.830	2.830
Reserves		26.574	26.574	26.568	26.568
Profit (Loss) carried forward		50.201	38.136	50.054	38.099
Total Group Owner's Equity Capital		120.261	108.196	120.108	108.153
Minority Rights		-	-	-	-
<b>Total Owner's Equity Capital</b>		<b>120.261</b>	<b>108.196</b>	<b>120.108</b>	<b>108.153</b>
<b>LIABILITIES</b>					
<b>Long Term Liabilities</b>					
Long Term Debt		386	619	386	619
Provisions for Staff allowances	9	4.584	4.573	4.584	4.573
Deferred Tax Liabilities		-	-	-	-
Risk provisions	10	2.869	2.869	2.869	2.869
State subsidies		4.565	4.713	4.565	4.713
Other Long Term Liabilities		12.253	12.133	12.253	12.133
<b>Total Long Term Liabilities</b>		<b>24.666</b>	<b>24.907</b>	<b>24.666</b>	<b>24.907</b>
<b>Short Term Liabilities</b>					
Suppliers & Other Liabilities	11	26.808	24.534	26.821	24.380
Short Term Debt		544	621	544	621
Short Term Tax Liabilities	12	9.401	9.284	9.354	9.269
<b>Total Short Term Liabilities</b>		<b>35.574</b>	<b>34.438</b>	<b>36.72</b>	<b>34.271</b>
<b>Total Liabilities</b>		<b>61.42</b>	<b>59.345</b>	<b>61.386</b>	<b>59.178</b>
<b>TOTAL OWNER'S EQUITY &amp; LIABILITIES</b>		<b>181.681</b>	<b>167.542</b>	<b>181.493</b>	<b>167.330</b>

The notifications on pages 20 to 37 are an indispensable part of these financial statements

## Income Statement

### Total Income Statement

	Note	GROUP		COMPANY	
		01/01-30/06/2011	01/01-30/06/2010	01/01-30/06/2011	01/01-30/06/2010
<b>Turnover</b>		<b>38.892</b>	<b>37.733</b>	<b>19.316</b>	<b>18.558</b>
Less: Cost of Goods Sold		(21.297)	(21.718)	(10.627)	(10.485)
<b>Gross Profit Margin</b>		<b>17.595</b>	<b>16.016</b>	<b>8.689</b>	<b>8.073</b>
Other Operational Income		1.211	1.886	729	1.556
		<b>18.806</b>	<b>17.902</b>	<b>9.418</b>	<b>9.629</b>
Distribution Expenses		(1.925)	(2.317)	(686)	(1.604)
Administration Expenses		(2.463)	(2.645)	(1.217)	(1.196)
Research & Development Expenses		(230)	(273)	(119)	(198)
Operational Expenses		(329)	(602)	(293)	(414)
<b>Operational Results</b>		<b>13.858</b>	<b>12.066</b>	<b>7.102</b>	<b>6.217</b>
Financial Expenses		1.159	879	629	451
<b>Operational Income</b>		<b>15.016</b>	<b>12.945</b>	<b>7.73</b>	<b>6.668</b>
Investment Income		-	-	-	-
Earnings Before tax		15.016	12.945	7.73	6.668
Income Tax	13	(2.951)	(6.673)	(1.220)	(5.108)
Earnings After Tax		<b>12.065</b>	<b>6.272</b>	<b>6.510</b>	<b>1.560</b>
<b>Distributes to:</b>					
Parent Company Owners		12.065	6.272	6.510	1.561
Minority Owners		-	-	-	-
Other Total Income After Tax		-	-	-	-
Total Income After Tax		12.065	6.272	6.510	1.561
Distributed to:					
Parent Company Owners		12.065	6.272	6.510	1.561
Minority Owners		-	-	-	-
Earnings Per Share (€) Basic	14	0.3324	0.1728	0.1793	0.043

The notifications on pages 20 to 37 are an indispensable part of these financial statements

Total Income Statement of the company

	Note	COMPANY		COMPANY	
		01/01-30/06/2011	01/01-30/06/2010	01/04-30/06/2011	01/04-30/06/2010
<b>Turnover</b>		<b>38.892</b>	<b>37.733</b>	<b>19.316</b>	<b>18.558</b>
Less: Cost of Goods Sold		(20.885)	(21.514)	(10.404)	(10.366)
<b>Gross Profit Margin</b>		<b>18.007</b>	<b>16.219</b>	<b>8.912</b>	<b>8.192</b>
Other Operational Income		1.211	1.784	729	1.51
		<b>19.217</b>	<b>18.003</b>	<b>9.640</b>	<b>9.702</b>
Distribution Expenses		(2.544)	(2.610)	(996)	(1.745)
Administration Expenses		(2.415)	(2.579)	(1.192)	(1.159)
Research & Development Expenses		(230)	(273)	(119)	(198)
Operational Expenses		(326)	(601)	(292)	(415)
<b>Operational Results</b>		<b>13.702</b>	<b>11.939</b>	<b>7.041</b>	<b>6.185</b>
Financial Expenses		1.158	878	628	450
<b>Operational Income</b>		<b>14.860</b>	<b>12.818</b>	<b>7.669</b>	<b>6.635</b>
Investment Income		14	66	14	66
Earnings Before tax		14.874	12.884	7.683	6.701
Income Tax	13	(2.919)	(6.642)	(1.188)	(5.100)
Earnings After Tax		<b>11.955</b>	<b>6.242</b>	<b>6.495</b>	<b>1.601</b>
<b>Distributes to:</b>					
Parent Company Owners		11.955	6.242	6.495	1.602
Minority Owners		-	-	-	-
Other Total Income After Tax		-	-	-	-
Total Income After Tax		11.955	6.242	6.495	1.602
Distributed to:					
Parent Company Owners		11.955	6.242	6.495	1.602
Minority Owners		-	-	-	-
Earnings Per Share (€) Basic	14	0.3293	0.1719	0.1789	0.0441

The notifications on pages 20 to 37 are an indispensable part of these financial statements

## Net Worth Changes Statement

### Group's Net Worth Changes Statement

	Share Capital	Share Premium	Ordinary Reserves	Other Reserves	Profits Carried Forward	Total
Balance carried forward on the 01.01.2011 according to I.F.R.S.	40.656	2.830	6.036	19.914	38.137	108.196
Comprehensive Profits for the period after tax 01/01-30/06/2011	-	-	-	-	12.065	12.065
Distributed Dividend	-	-	-	-	-	0
<b>Balance carried forward on the 30.06.2011 according to I.F.R.S.</b>	<b>40.656</b>	<b>2.830</b>	<b>6.660</b>	<b>19.914</b>	<b>50.202</b>	<b>120.262</b>
<b>Balance carried forward on the 01.01.2010 according to I.F.R.S.</b>	<b>40.656</b>	<b>2.830</b>	<b>6.036</b>	<b>19.914</b>	<b>31.186</b>	<b>100.622</b>
Comprehensive Profits for the period after tax 01/01-31/12/2010	-	-	-	-	6.272	6.272
Distributed Dividend	-	-	-	-	(4.282)	(4.828)
<b>Balance carried forward on the 31.12.2010 according to I.F.R.S.</b>	<b>40.656</b>	<b>2.830</b>	<b>6.036</b>	<b>19.914</b>	<b>32.630</b>	<b>102.066</b>

### Company Net Worth Changes Statement

	Share Capital	Share Premium	Ordinary Reserves	Other Reserves	Profits Carried Forward	Total
Balance carried forward on the 01.01.2011 according to I.F.R.S.	40.656	2.830	6.653	19.914	38.099	108.153
Comprehensive Profits for the period after tax 01/01-30/06/2011	-	-	-	-	11.955	11.955
Distributed Dividend	-	-	-	-	-	-
<b>Balance carried forward on the 30.06.2011 according to I.F.R.S.</b>	<b>40.656</b>	<b>2.830</b>	<b>6.653</b>	<b>19.914</b>	<b>50.054</b>	<b>120.108</b>
<b>Balance carried forward on the 01.01.2010 according to I.F.R.S.</b>	<b>40.656</b>	<b>2.830</b>	<b>6.032</b>	<b>19.914</b>	<b>31.117</b>	<b>100.550</b>
Comprehensive Profits for the period after tax 01/01-30/06/2010	-	-	-	-	6.242	6.242
Distributed Dividend	-	-	-	-	(4.282)	(4.828)
<b>Balance carried forward on the 31.06.2010 according to I.F.R.S.</b>	<b>40.656</b>	<b>2.830</b>	<b>6.032</b>	<b>19.914</b>	<b>32.531</b>	<b>101.963</b>

The notifications on pages 20 to 37 are an indispensable part of these financial statements

### Cash Flow Statement

Note	GROUP		COMPANY	
	01/01-30/06/2011	01/01-30/06/2010	01/01-30/06/2011	01/01-30/06/2010
<b>Cash Flows from Operating Activities</b>				
Profit/(Loss) before tax (continued operations)	15.016	12.945	14.874	12.884
<b>Plus (minus) adjustments for :</b>				
Depreciation	3.086	3.014	3.086	3.011
Depreciations of state subsidies' fixed assets	(169)	(167)	(169)	(167)
Provision	1.622	413	1.622	413
Results (income, expenses, profit & loss) of financial	-	-	-	-
Participation Income	-	-	-	-
Interest and related (income)/expenses	(1.159)	(879)	(1.158)	(878)
	<b>18.397</b>	<b>15.326</b>	<b>18.241</b>	<b>15.196</b>
Decrease / (increase) of Reserves	274	39	274	39
Decrease / (Increase) of customers & claims	(4.810)	(9.725)	(4.673)	(9.583)
Increase / (decrease) of customers & liabilities (exc	2.512	2.62	2.623	2.668
Decrease / ( Increase) of other long term claims	-	(1)	0	(1)
(Less):				
Interest paid and related expenses paid	(24)	(34)	(23)	(34)
Tax paid	(3.022)	(2.217)	(3.019)	(2.187)
<b>Net Cash inflows / (outflows) from operating activities (a)</b>	<b>13.328</b>	<b>6.010</b>	<b>13.422</b>	<b>6.099</b>
<b>Cash Flow from Investing Operations</b>				
Purchase of fixed assets	(2.992)	(2959)	(2.992)	(2.959)
Purchase of non fixed assets	(29)	(5)	(29)	(2)
Dividend received	-	-	-	-
Interest received	1.163	889	1.163	889
<b>Total inflow / (outflow) from investment operations (b)</b>	<b>(1.857)</b>	<b>(2.075)</b>	<b>(1.858)</b>	<b>(2.072)</b>
<b>Cash Flow from Financial Operations</b>				
Loan paid	(309)	(343)	(309)	(343)
Income from subsidies	21	238	21	238
Dividend paid	(7)	(6)	(7)	(6)
<b>Total inflow / (outflow) from financing operations (c)</b>	<b>(296)</b>	<b>(112)</b>	<b>(296)</b>	<b>(112)</b>
<b>cash &amp; cash equivalent of the period (a) + (b) + (c)</b>	<b>11.175</b>	<b>3.823</b>	<b>11.269</b>	<b>3.916</b>
Cash & Cash equivalent at the beginning of the period	14.364	15.166	14.134	14.943
<b>Cash &amp; Cash equivalent at the end of the period</b>	<b>25.539</b>	<b>18.989</b>	<b>25.403</b>	<b>18.859</b>

The notifications on pages 20 to 37 are an indispensable part of these financial statements

## NOTES ON FINANCIAL STATEMENT

### 1. GENERAL INFORMATION ON THE GROUP AND THE COMPANY

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

Board of Directors:

1. Konstantinos Kamakas, Chairman of the BoD, executive member
2. Nikolaos Papadakis, Managing Director, executive member
3. Dimitrios Asvestas, Vice Chairman, executive member
4. Apostolos Tsolakis, Vice Chairman, executive member
5. Dimitrios Zakalkas, non executive member
6. Thomas Algianakoglou, non executive member
7. Christos Koutrakis, non executive member
8. Savvas Ladopoulos, Independent non executive member
9. Thomas Siampiris, Independent non executive member
10. Georgios Archontopoulos, non executive member
11. Dimitrios Vassiliadis, non executive member

HeadQuarters: 127 Egnatia Street  
54 635, Thessaloniki  
Greece

Joint Stock Companies

Reg. No.: 41913/ 06/ B/ 98/ 32

Auditing Co.: Grant-Thornton A.E.  
Zefirou 56  
17564, Palaio Faliro  
Athens, Greece

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

## **2. BASIS FOR THE DRAFTING OF THE FINANCIAL STATEMENTS**

### **2.1 Framework for the drafting of the financial statements**

The condensed interim financial information are prepared in accordance with International Accounting Standard 34 (Interim Financial Reporting). The condensed interim financial information should be considered in conjunction with the financial statements of December 31, 2010. The principal accounting policies adopted for preparation of the interim condensed financial information of the six month period ended June 30, 2011, are identical to those used in the preparation of annual financial statements for the year ended December 31, 2010 and described them, taking into account amendments to standards and interpretations which are listed below. Where necessary, comparative figures have been reclassified to conform with changes in the presentation of evidence of this period. Disputes between the lines presented in the condensed interim financial information and the funds in the notes due to rounding.

### **2.2 New standards, interpretations, and alteration of standards**

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

#### Standards and Interpretations for the current fiscal period

#### **IAS 24 (Alteration) Notifications of associated parties**

The present alteration attempts to decrease the notifications of transactions among associated government related entities and to clarify the meaning of associated person. In particular, the government related entities' obligation to publish the details of all transaction with the state and other associated government entities is abolished; it also clarifies and simplifies the definition of 'associated person' and imposes the publication of not only the relationships, transactions and balances among associated parties but of their commitments in the individual as well as the consolidated financial statements. This alteration is not applicable to the Group.

#### **IAS 32 (Alteration) Financing means: Presentation**

The alteration in the IAS 32 offers explanations regarding how certain rights should be listed. In particular, rights, concession rights or share purchase rights for the acquisition of a specific number of own participative titles of the financial entity for a specific amount in any currency, are participative titles if the financial entity offers these rights, concession rights or share

purchase rights proportionally to all stockholders of the same category of non productive, participative titles. The specific alteration has not an affect to the Group's financial statements.

### **IIIFI 19 «Deletion of Financial Liabilities with participative titles»**

Interpretation 19 regards the accounting management by a financial entity that issues participative titles to a creditor, in order to settle fully or in part, a financial liability. This interpretation does not apply to the Group.

### **IIIFI 14 – (Alteration) Assets limits for defined benefits, minimum required formed capital and their interaction**

These alterations only apply in limited cases: when the financial entity is subject to a minimum required formed capital and proceeds with a premature payment of contributions to cover those claims. These alterations allow such a financial entity to deal with debt from such a premature payment as an asset. This interpretation does not apply to the Group.

### **Alterations on standards that are part of the yearly improvement program for 2010 of the International Accounting Standards Council**

The below alterations describe the most important changes in the ISFI's as a direct consequence of the yearly improvement program of the IASC published in May 2010. Unless otherwise mentioned, these alterations are not expected to have significant effect on the Group's yearly financial statements.

### **ISFI 3 Business Mergers»**

These alterations offer additional clarifications regarding: a) agreements of likely price deriving from business mergings with acquisition dates prior to the application of the ISFI 3 (2008), b) the measurement of a non majority participation and c) the accounting management of payment transactions that are based on share values and are part of a business merging, including rewards based on share values that have not been replaced or have been replaced voluntarily.

### **ISFI 7 «Financing Means: Announcements»**

The reviews include multiple clarifications regarding the announcements of financing means.

### **IAS 1 «Presentation of Financial Statements»**

This review clarifies that financial entities can present the analysis of the composing elements of other results either in the equity capital changes statement or in the notes.

### **IAS 27 « Consolidated and Special Financial Statements»**

This review clarifies that the alterations of the IAS 21, IAS 28 and IAS 31 which result from the review of the IAS 27 (2008) must be applied in the future.



**IAS 34 «Intermediate Financial Informing»**

This review emphasizes on the notification principles that should be applied in relation to important facts and transactions, including the changes regarding fair value as well as the need to update the relevant information of the most recent report.

**IIIFI 13 – Customer Loyalty Programs**

This interpretation clarifies the meaning of the term “fair value”, in the frame of measuring the rewards of the customer loyalty programs.

Standards and Alterations applicable for the periods starting on or after the 1<sup>st</sup> of January 2012.

**ISFI 7 «Financing Means: Announcements»- transfers of financial assets** (applicable to the annual fiscal period starting on of after the 1<sup>st</sup> of July 2011)

This amendment provides the financial disclosures for inherited assets are not derecognised entirely and inherited financial assets are derecognised entirely but for which the Company has continuing involvement. It also provides guidance for implementing the required disclosures. The amendment has not yet been adopted by the European Union.

**IAS 12 (Amendment) «Income tax»** (applicable to the annual fiscal period starting on of after the 1<sup>st</sup> of January 2012)

The amendment to IAS 12 provides a practical method for the measurement of deferred tax liabilities and deferred tax assets when investment properties are measured by the fair value method in accordance with IAS 40 "Investment property". The amendment has not yet been adopted by the European Union.

**IAS 1 (Amendment) «Presentation of Financial Statements»**

(applicable to the annual fiscal period starting on of after the 1<sup>st</sup> of July 2011)

This amendment requires an entity to separate the data presented in other comprehensive income into two groups based on whether in the future is likely to be transferred to the income statement or not. The amendment has not been adopted yet by the European Union.

**IAS 19 (Amendment) «Employee Provisions»** (applicable to the annual fiscal period starting on of after the 1<sup>st</sup> of January 2013)

This change will bring important changes in the recognition and measurement of the cost of defined benefit plans and benefits to retirement (abolishing the method of margin), and the disclosures of all employee benefits. The main changes relate primarily to the recognition of actuarial gains and losses, in recognition of past service costs / cuts in the measurement of output pension disclosure requirements, handling costs and taxes related to defined benefit plans, and to distinguish between short and long term benefits. The amendment has not been adopted yet by the European Union.

**IFRS 9 «Financial means»** (applied in the yearly accounting periods starting on or after the 1<sup>st</sup> of January 2013).

The IFRS 9 is the first phase in the International Accounting Standards Council (IASC) effort to replace the IAS 39 and refers to the requirements for the classification and measurement of financial liabilities.

Within its next phases the IASC will expand to IFRS 9, in order for new requirements to be added up for devaluation and financial hedging. The group is in the process of evaluating the affect of the IFRS 9 in the financial statements. The IFRS 9 cannot apply the standard earlier as it has not yet been adopted by the European Union. Only when the standard is adopted will the Group decide whether or not to apply the standard earlier than the 1<sup>st</sup> of January 2013.

**IFRS 13 «Fair value measurement»** (applicable on the fiscal years starting on or after the 1<sup>st</sup> of January 2013)

IFRS 13 provides new guidance on the fair value measurement and its necessary acknowledgements. The requirements of that standard do not give more room for the use of fair value but provide interpretations for its application in the case of mandatory use from other standards. IFRS 13 provides precise definition of the fair value, as well as directives according to the measurement of fair value and its necessary acknowledgments, regardless from the standard which the fair value measurement is based on. Moreover, the necessary acknowledgments cover all the assets and liabilities measured on the fair value and not only the financial ones. The standard is not adopted from the European Union.

**Group of Standards according to the consolidation of joint agreements** (applied on the fiscal years starting on or after the 1<sup>st</sup> of January 2013)

IFRS published five new standards on the consolidation and joint agreements: IFRS 10, IFRS 11, IFRS 12, IAS 27 (Amendment), IAS 28 (Amendment). These standards do apply on the annual accounts on or after the 1<sup>st</sup> of January 2013. The earlier application is allowed only if all five are simultaneously applied. These standards have not been adopted yet by the European Union. The Group is in procedure of evaluating the effect of those new standards in the annual consolidated accounts. The main conditions of these standards are the following:

**IFRS 10 «Consolidated Financial Statements»**

IFRS 10 replaces in full the directives concerning the control and the consolidation, arisin from IAS 27 and in SIC 12. The new standard changes the definition of the control as definitive factor in order for the decision to be taken whether an economic entity should be consolidated. The standard provides extensive interpretations on the different ways an economic entity (investor) can control another economic entity (investment). The revised definition of the control focused on the need for a simultaneous right (the ability to define the actions affecting the returns) and the variables (positive, negative or both) for control. The new standard provides interpretations on the collective rights and protective rights, as well as the agent relationships. The Group must apply those alterations on the date specified for application.

**IFRS 11 «Joint Agreements»**

IFRS 11 provides a realistic treatment of the joint agreements focusing on the right and obligations, on their legal form. The types of the agreements are two: the joint agreements and the consortiums. The method of the proportional consolidation is not allowed. The participants do apply the consolidation on the equity basis. The economic entities that participate in the joint controlled activities do apply a similar financial treatment according to the one applied currently by the participant on commonly controlled assets or activities. The standard provides interpretations on the participants of joint agreements, without common control.

**IFRS 12 «Disclosure of interests in other entities»**

IFRS 12 refers to the required acknowledgments of an economic entity, including the important judges and assumptions, which allow the readers of the financial statements to evaluate the nature, the risks and

the economic consequences regarding the participation of an economic entity to subsidiaries, affiliated, joint agreements and non consolidated structured entities. An economic entity has the ability to come forward with some or all of the above acknowledgements without the obligation to apply IFRS 12 in its full, or the IFRS 10 or 11 or the amended IAS 27 or 28.

### IAS 27 (Alteration) «Company Financial Statements»

This Standard was published simultaneously with IFRS 10 and in combination, those two replace the standards IAS 37 «*Consolidated and Company Financial Statements*». The amended IAS 27 defines the accounting handling and the necessary acknowledgments regarding the participations in subsidiaries, consortiums and affiliated when an economic entity prepares company financial statements. Also, the Board of Directors transferred into IAS 27 the terms of IAS 28 «*Investments in Affiliated Companies*» and those of IAS 31 «*Participations in Consortiums*» regarding the company financial statements.

### IAS 28 (Alteration) «Investments in Associates»

IAS 28 replaces IAS 28 «*Investments in Affiliated Companies*». The aim of this Standard is to define the accounting handling concerning the investments on affiliated companies and to quote the obligations for the application of the equity position and the accounting on investments on affiliated and consortiums, as arising from the publication of IFRS 11.

## 3. INFORMATION PER SECTOR

The Group Management characterized as operational fields the Water Supply Services and Sewerage Systems services. The analysis per field of activity is as follows:

### 3.1 Analysis per Business field (primary type of informing)

#### 3.1.1 Distributions of results per operational field

Group figures for the period 01.01-30.06.2011			
	Water Services	Sewerage Services	GROUP TOTAL
Sales to third party	26.203	12.689	38.892
<b>Less: Cost of Goods Sold</b>	<b>(13.533)</b>	<b>(7.764)</b>	<b>(21.297)</b>
<b>Gross Profit (loss)</b>	<b>12.670</b>	<b>4.925</b>	<b>17.595</b>
<b>Profit / (Loss) before tax &amp; financial expenses</b>	<b>9.597</b>	<b>4.261</b>	<b>13.858</b>
Financial Expenses	806	367	1.159
Operational Income	10.402	4.628	15.016
<b>Earnings Before tax</b>	<b>10.402</b>	<b>4.628</b>	<b>15.016</b>
Income tax	(2.044)	(910)	(2.951)
Earnings After tax	8.358	3.718	12.065
Profit / (Loss) before tax, financial expenses & depreciation	<b>12.066</b>	<b>4.710</b>	<b>16.775</b>

Group figures for the period 01.01-30.06.2011

	Water Services	Sewerage Services	GROUP TOTAL
Sales to third party	25.577	12.157	37.733
<b>Less: Cost of Goods Sold</b>	<b>(13.725)</b>	<b>(7.993)</b>	<b>(21.718)</b>
<b>Gross Profit (loss)</b>	<b>11.852</b>	<b>4.164</b>	<b>16.016</b>
<b>Profit / (Loss) before tax &amp; financial expenses</b>	<b>8.416</b>	<b>3.649</b>	<b>12.066</b>
Financial Expenses	619	260	879
Operational Income	9.035	3.909	12.945
<b>Earnings Before tax</b>	<b>9.035</b>	<b>3.909</b>	<b>12.945</b>
Income tax	(4.658)	(2.015)	(6.673)
Earnings After tax	4.378	1.894	6.272
Profit / (Loss) before tax, financial expenses & depreciation	10.828	4.085	14.913

### 3.1.2 Distribution of Assets and Liabilities per business sector.

Group figures on 30.06.2011

	Water Services	Sewerage Services	GROUP TOTAL
Group Figures			
Fixed Assets	52.810	38.491	91.301
Customers & other claims	41.541	20.117	61.658
Non distributed Fixed Assets elements	-	-	28.721
<b>Total Assets</b>	<b>94.351</b>	<b>58.608</b>	<b>181.681</b>
Future Subsidy Income	-	4.565	4.565
Liabilities	20.080	6.728	26.808
Loans	-	931	931
Non Distributed Liability Elements	-	-	149.377
<b>Total Liabilities</b>	<b>20.080</b>	<b>12.224</b>	<b>181.681</b>
Additional Fixed & Intangible Assets	1.570	1.450	3.021

Group figures on 31.12.2010

	Water Services	Sewerage Services	GROUP TOTAL
Group Figures			
Fixed Assets	52.787	38.579	91.367
Customers & other claims	39.514	19.107	58.621
Non distributed Fixed Assets elements	-	-	17.554
<b>Total Assets</b>	<b>92.301</b>	<b>57.687</b>	<b>167.542</b>
Future Subsidy Income	-	4.713	4.713
Liabilities	17.870	5.252	23.123
Loans	-	1.240	1.240
Non Distributed Liability Elements	-	-	138.466
<b>Total Liabilities</b>	<b>17.870</b>	<b>11.205</b>	<b>167.542</b>
Additional Fixed & Intangible Assets	4.616	2.298	6.914

### 3.2 Analysis per Geographical Sector (secondary type of informing)

The Group's headquarters is in Greece and all its activities take place in Greece.

#### 4. TANGIBLE FIXED ASSETS

Tangible fixed assets of the Group are analyzed as:

	THE GROUP						
	Fields & Lots	Buildings & facilities	Machinery & mechanical installations	Transport means	Furniture & other equipment	Tangibles under development	Total
<b>Acquisition or rating value</b>							
Balance on 01.01.2011	18.896	5.826	91.909	1.106	2.474	3.813	124.025
Additions 01.01-30.06.2011	-	-	1.171	-	115	1.706	2.992
Reclassifications 01.01-30.06.2011	-	-	-35	-	-	35	-
Disposals 01.01-30.06.2011	-	-	-	-26	-	-	-26
Total on 30.06.2011	18.896	5.826	93.045	1.081	2.589	5.554	126.991
<b>Accumulated depreciation</b>							
Balance on 01.01.2011	-	1.020	29.308	917	1.525	-	32.770
Depreciation 01.01-30.06.2011	-	72	2.850	30	112	-	3.064
Disposals 01.01-30.06.2011	-	-	-	-26	-	-	-26
Total on 30.06.2011	-	1.092	32.158	921	1.638	-	35.809
Net Non Depreciated amount on 31.12.2010	18.896	4.806	62.601	190	949	3.813	91.255
Net Non Depreciated amount on 30.06.2011	18.896	4.734	60.887	160	951	5.554	91.182

Tangible fixed assets of the Company are analyzed as following:

	THE COMPANY						
	Fields & Lots	Buildings & facilities	Machinery & mechanical installations	Transport means	Furniture & other equipment	Tangibles under development	Total
<b>Acquisition or rating value</b>							
Balance on 01.01.2011	18.896	5.826	91.909	1.106	2.472	3.813	124.022
Charges 01.01-30.06.2011	-	-	1.171	-	115	2	2.992
Reclassifications 01.01-30.06.2011	-	-	-35	-	-	35	-
Disposals 01.01-30.06.2011	-	-	-	-26	-	-	-26
Total on 30.06.2011	18.896	5.826	93.045	1.081	2.586	5.554	126.988
<b>Accumulated depreciation</b>							
Balance on 01.01.2011	-	1.020	29.308	917	1.523	-	32.768
Depreciation 01.01-30.06.2011	-	72	2.850	30	112	-	3.064
Disposals 01.01-30.06.2011	-	-	-	-26	-	-	-26
Total on 30.06.2011	-	1.092	32.158	921	1.635	-	35.806
Net Non Depreciated amount on 31.12.2010	18.896	4.806	62.601	190	949	3.813	91.255
Net Non Depreciated amount on 30.06.2011	18.896	4.734	60.887	160	951	5.554	91.182

There are no encumbrances on the Group and Company tangible fixed assets.

#### 5. INVENTORIES

Group's and Company inventories are analyzed as follows:

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Raw and supporting materials & spare parts	2.215	2.488	2.304	2.488
Reserves Impairment	(241)	(241)	(241)	(241)
Total after Impairment	1.974	2.247	1.974	2.247

Upon Group's inventories lies a devaluation provision amount of €241.

Upon Group's inventories there are no pledges.

#### 6. COMMERCIAL AND OTHER CLAIMS

The total Group and Company claims are analyzed as follows:

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Customer Claims	49.417	45.010	49.314	44.891
Short term Claims against participants	-	-	102	88
Doubtfull customer - under litigation & debtors	7.828	6.123	7.828	6.123
Debtors	7.751	8.974	7.74	8.965
Administration Accounts on prepayments & cred	251	189	251	189
Expenses of future fiscal years	86	161	86	161
Income Received	4.153	4.287	4.056	4.287
	<b>69.487</b>	<b>64.743</b>	<b>69.377</b>	<b>64.703</b>
Less: Provisions on bad claims	(7.828)	(6.122)	(7.828)	(6.122)
Total Customer & Other Claims	<b>61.658</b>	<b>58.621</b>	<b>61.528</b>	<b>58.581</b>

The accounting values of the above stated claims do represent their fair value and a discount is not required during the Balance Sheet date. There is no credit risk concentration regarding customer claims, as the Company has a large number of customers and credit risk is dispersed.

It is noted that on the account balance for «Debtors» on the 30/06/2011 amount of €7.751, regards a deposit of income tax and other retained of €4.031, claims for works supervision from EYATH Fixed Assets amount of €1.338, claims of special grants from services supplied to the Ministry of Environment, Planning and Public Works of €1.556 and claims from other debtors of €826.

Moreover, it is noted that the account balance for «Received revenues for the fiscal period» on the 30/06/2011 amount of €4.153, regards work revenues of EYATH S.A. for the fiscal period 01/01/2011-30/06/2011 (in which they are listed) amount of €3.196 which are expected to be invoiced during the next fiscal year, grant revenues from Ministry of Environment, Planning and Public Works amount of €798 and other received revenues of €159.

The credits and deposits management account on the 30/06/2011 includes mainly claims-accounts for returns by collectors and other company associates.

The change in doubtful claims and the carried out provision is analyzed as follows:

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Balance on 1 January	6.122	4.897	6.122	4.897
Increase	1.706	1.225	1.706	1.225
Decrease	-	-	-	-
Balance on 31 December	<b>7.828</b>	<b>6.122</b>	<b>7.828</b>	<b>6.122</b>

The parent Company invoices clients-water consumers three times a year. Each invoicing regards the water consumption of a four month period. Each client must pay the water consumption invoice within a month. Since 2007 the Company management has decided to charge default interest to those who were at least a month late in paying the invoice.

## 7. CASH RESERVES AND EQUIVALENTS

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Cash	429	338	428	337
Deposits	25.110	14.026	24.975	13.797
<b>Total</b>	<b>25.539</b>	<b>14.364</b>	<b>25.403</b>	<b>14.134</b>

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

The grading of reserves based on the credit rating by the firm FITCH is as follows:

Credit Worthness in cash equivalents  
(Fitch)

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
AA-	214	128	214	128
BBB+	164	107	164	107
BBB	1.128	1.106	1.128	1.106
BB+	23.005	12.198	22.87	11.968
Deposits in banks non rated by Fitch	599	487	599	487
<b>Total</b>	<b>25.110</b>	<b>14.026</b>	<b>24.975</b>	<b>13.797</b>

## 8. SHARE CAPITAL

	30.06.2011	31.12.2010
Number of Nominal Shares	36.300.000	36.300.000
Nominal Value per share (€)	1.12	1.12
Nominal Value	40.656.000	40.656.000
Difference from issue of shares above par	2.829.985	2.829.985

The Company shares trade in the large Capitalization in the Athens Stock Exchange.

According to the Company Shareholders registry on the 30/06/2011, the shareholders of the Company with a shareholding greater to 2% were the following:

SHAREHOLDER	No. of Shares	% of shareholding 31.12.2010
Greek Public	26.868.000	74.02%
Suez Environment Company	1.982.870	5.46%
Other Shareholders with shareholding below 2%	7.469.130	20.65%
<b>Total</b>	<b>36.300.000</b>	<b>100.00%</b>

## 9. PROVISIONS FOR EMPLOYEE BENEFITS

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

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

	THE GROUP		THE COMPANY	
	01/01-30/06/2011	01/01-30/06/2010	01/01-30/06/2011	01/01-30/06/2010
Employee Salaries	5.790	7.467	5.790	7.467
Employee Provisions	1.317	1.683	1.317	1.683
Employee Expenses	40	127	40	127
Provisions on staff redundancies	82	187	82	187
<b>Total Cost</b>	<b>7.229</b>	<b>9.463</b>	<b>7.229</b>	<b>9.463</b>
Number of constant staff	312	378	312	378

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

**Changes in the net liability registered in the Balance Sheet**

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2010	31.12.2010
Current value of non financed liabilities	3.618	3.618	3.618	3.618
Non registered actuarial profit / (loss)	871	955	871	955
<b>Net liability registered on the Balance Sheet</b>	<b>4.489</b>	<b>4.573</b>	<b>4.489</b>	<b>4.573</b>

**Amounts registered in the Income Statement**

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2010	31.12.2010
Costs of current fiscal year	44	136	44	136
Interest on debt	76	237	76	237
Recognition of actuarial loss / (profit)	-38	-	-38	-
Recognition of experience	-	-	-	-
<b>Normal expense on the Income Statement</b>	<b>82</b>	<b>374</b>	<b>82</b>	<b>374</b>
Costs of redundancies/settlements/terminations	-	-329	-	-329
<b>Total expense on the Income Statement</b>	<b>119</b>	<b>45</b>	<b>82</b>	<b>45</b>

**Changes in the net obligations registered in the Balance Sheet**

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2010	31.12.2010
Net obligation on the beginning of the year	4.573	5.544	4.573	5.544
Provisions paid by the employer	-166	-1.016	-166	-1.016
Total Expenses registered in the income statement	82	45	82	45
Net obligation on the end of the year	<b>4.489</b>	<b>4.573</b>	<b>4.489</b>	<b>4.573</b>
Adjustment	-	-	-	-
Net obligation on the end of the year	<b>4.489</b>	<b>4.573</b>	<b>4.489</b>	<b>4.573</b>

**Difference in the current value of the obligation**

	THE GROUP	THE COMPANY
	30.06.2011	31.12.2010
Current value of obligation at the beginning of the year	3.618	6.011
Cost of current employment	44	136
Interest Costs	76	237
Provisions paid by the employer	-166	-1.016
Costs of redundancies/settlements/terminations	-	-329
Experience cost	-	-
Actuarial loss / (profit)	-	-1.423
Present value of obligation at the period end	<b>3.571</b>	<b>3.618</b>

**Actuarial assumptions**

	THE GROUP	THE COMPANY
	30.06.2011	31.12.2010
Discount rate	5.00%	5.00%
Future Salary increases	2.50%	2.50%
Expected residual employers life	7.86	7.86

**10. PROVISIONS FOR LIKELY RISKS AND EXPENSES**

The amount of € 2.494 is provided regarding any likely liabilities which might derive during the judicial settlement of litigations with third parties as well as with Group and Company employees.

For the fiscal years 2009 and 2010 which remain unaudited the respective formed provision amounted to € 375.

	GROUP AND COMPANY		
	Outstanding Legal Cases	Tax Provisions	Total
Provisions			
Long term provisions	2.494	375	2.869
Additional provisions	-	-	-
Provisions used	-	-	-
<b>30.06.2011</b>	<b>2.494</b>	<b>375</b>	<b>2.869</b>

**11. COMMERCIAL AND OTHER LIABILITIES**

Group's and Company liabilities towards suppliers and third party are analyzed as follows:

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Suppliers	6.901	6.732	6.836	6.721
Checks payable	1.46	2.261	1.460	2.158
Other taxes	1.577	1.411	1.546	1.334
Insurance Organisations	342	435	342	435
Obligations to participated parties	-	-	130	70
Expenses on fiscal year	2.769	782	2.767	769
Customer Advances	24	24	8	8
Dividends paid	13	20	13	20
Creditors	13.721	12.868	13.718	12.864
Other transitory accounts of Liabilities	-	-	-	-
<b>Total</b>	<b>24.937</b>	<b>24.534</b>	<b>26.821</b>	<b>24.380</b>



The balance of the account «Variable Creditors» on the 30/06/2011 amount of € 13.721 regards liabilities towards EYATH Fixed Assets S.A. for water supply and various cover of operational needs amount of € 13.552 and liabilities towards creditors of € 369.

## 12. SHORT TERM TAX LIABILITIES

The short term tax liabilities of the Group and the Company are analyzed as follows:

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Income tax	8.297	7.076	8.250	7.062
Extraordinary	1.104	2.208	1.104	2.208
	<b>9.401</b>	<b>9.284</b>	<b>9.354</b>	<b>9.269</b>

Regarding the extraordinary payment according to the L.3845/2010 (for the revenues of the fiscal year 2009) the total amount is €2,208 out of which the amount of €1.104 was paid already.

## 13. INCOME TAX

The tax liability of the results is:

	THE GROUP		THE COMPANY	
	01/01-30/06/2011	01/01-30/06/2010	01/01-30/06/2011	01/01-30/06/2010
Income tax	3.136	3.126	3.104	3.096
Tax attributed to previous fiscal years				
Tax on large real estate property	81	-	81	-
Extraordinary tax payment	-	2.208	-	2.208
Tax provision on unaudited fiscal years	-	2.076	-	2.076
Deferred tax	-266	-818	-266	-818
<b>Total</b>	<b>2.951</b>	<b>6.673</b>	<b>2.919</b>	<b>6.642</b>

The tax amount in "Income tax" of the income statement differs from the theoretical amount arriving from the current tax coefficient, on the Company profits. The difference is:

	THE GROUP		THE COMPANY	
	01/01-30/06/2011	01/01-30/06/2010	01/01-30/06/2011	01/01-30/06/2010
<b>Earnings Before Tax</b>	<b>15.016</b>	<b>12.945</b>	<b>14.874</b>	<b>12.884</b>
Tax calculated on the Company tax coefficient (2011:20%, 2010:24%)	3.003	3.107	2.975	3.092
Expenses non deducted from income tax	414	72	408	72
Tax provision on tax unaudited fiscal years		2.076		2.076
Tax on large real estate property	81	81	81	81
Extraordinary payment	-	2.208	-	2.208
Non taxed income	-639	-861	-639	-877
Effect from tax coefficient change	94	-10	94	-10
<b>Total taxation on Income Statement</b>	<b>2.953</b>	<b>6.673</b>	<b>2.919</b>	<b>6.642</b>

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

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Deferred tax claims	1.815	1.493	1.815	1.493
Deferred tax obligations	(971)	(916)	(971)	(916)
<b>Total deferred tax on the Income Statement</b>	<b>843</b>	<b>577</b>	<b>843</b>	<b>577</b>

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Balance at the beginning	577	(378)	577	(378)
Income tax	266	955	266	955
<b>Balance at the end</b>	<b>843</b>	<b>577</b>	<b>843</b>	<b>577</b>

THE GROUP			
31.12.2010	Credit (Debit) of Income	Credit (Debit) of Equity	30.06.2011
<b>Deferred tax obligations</b>			
Financial depreciation of tangibles	(1.095)	(83)	(1.178)
Adjustments of grants on tangibles	179	27	207
	(916)	(56)	(971)
<b>Deferred tax claims</b>			
Deregister of many years depreciated costs and adjustment of depreciated of intangibles	60	(17)	44
Adjustment of value of bill pain in	979	455	1.434
Adjustment of inventory valuation	58	(10)	48
Provision of staff compensation due to retirement	396	(107)	289
	1.493	322	1.815
Net deferred tax obligations in the Income Statement	577	266	843
Registry in the Income Statement			
Deferred tax claims	577		843
Deferred tax obligations	0		0
	577		843
THE COMPANY			
31.12.2010	Credit (Debit) of Income	Credit (Debit) of Equity	30.06.2011
<b>Deferred tax obligations</b>			
Financial depreciation of tangibles	(1.095)	(83) -	(1.178)
Adjustments of grants on tangibles	179	27 -	207
	(916)	(56) -	(971)
<b>Deferred tax claims</b>			
Deregister of many years depreciated costs and adjustment of depreciated of intangibles	60	(17) -	44
Adjustment of value of bill pain in	979	455 -	1.434
Adjustment of inventory valuation	58	(10) -	48
Provision of staff compensation due to retirement	396	(107) -	289
	1.493	322 -	1.815
Net deferred tax obligations in the Income Statement	577	266 -	843
Registry in the Income Statement			
Deferred tax claims	577		843
Deferred tax obligations	0		0
	577		843

## 14. EARNINGS PER SHARE

The calculation of basic earning per share is as follows:

	THE GROUP		THE COMPANY	
	01/01-30/06/2011	01/01-30/06/2010	01/01-30/06/2011	01/01-30/06/2010
Net earnings attributed to the Company owners	12.065	6.272	11.955	6.242
No. of shares	36.300.000	36.300.000	36.300.000	36.300.000
Less: No of own shares				
Total no. of shares in circulation	36.300.000	36.300.000	36.305.460	36.300.000
Basic earning (loss) per share (€)	0.3324	0.1728	0.3292	0.172

## 15. TRANSACTIONS WITH ASSOCIATED PARTIES

The Group and the Company consider as associated persons the members of the Board of Directors, the Executive Members and the stockholders holding a percentage larger than the 5% of its capital stock (including their associated persons). The transactions and the balances of the associated persons of the Group and the Company, for the fiscal period 1/1/2011-33/06/2011, are completed according to the

regulations of the business operations. The transactions and the balances of the associated persons of the Group and the Company, for the fiscal period 1/1/2011-30/06/2011 and the 30th of June 2011 respectively, are analyzed below:

	THE GROUP		THE COMPANY	
	01/01-30/06/2011	01/01-30/06/2010	01/01-30/06/2011	01/01-30/06/2010
Income	-	-	14	66
Expenses	-	-	619	294
Management Salaries	460	416	449	407

	THE GROUP		THE COMPANY	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Claims	-	-	102	88
Liabilities	-	-	24	70
Claims from Managerial Staff	12	13	18	13
Liabilities to Managerial Staff	8	9	2	6

The company expenses of €619 regard water meter measurement services supplied by the subsidiary company «EYATH SERVICES S.A. ». The company claim of €14 regards the dividend approved by the subsidiary company «EYATH SERVICES S.A.». The company claim for €102 mainly regards the claim against the approved dividend. The Company liability of €24 regards services of distribution of receipts and water meter measurements towards the subsidiary « EYATH SERVICES S.A».

## 16. COMMITMENTS AND POTENTIAL LIABILITIES

### 16.1 potential Liabilities from litigations or disputes under arbitration

On the 30/06/2011 there are legal actions, solicitor's letters and in general future claims against the Group of € 2.494 in total, which is included in the long term liabilities account «Provisions for potential risks and expenses». (see note 10)

The Group's legal department estimates that the judicial outcome of the above cases cannot significantly affect the operation and financial state of the Group.

### 16.2 Commitments from operational leases

The Company on the 30/06/2011 had signed contracts regarding the operational lease of property and means of transport which expire partially until 2015. The lease expenses for the operational leases included in the results statement of the current fiscal period amount to € 247 (30/06/2010: €290).

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

	30/6/2011	30/6/2010
0-1 YEARS	437	386
1-5 YEARS	475	624
Beyond 5 years	-	-
	<b>912</b>	<b>1.010</b>

### 16.3 Other potential liabilities

The group during the 30/06/2011 had given letters of guarantee on completion of contracts for works for the total amount of €366 (30/06/2010: €394)

The Company has not been audited by the respective tax authorities for the fiscal years 2009 up until today. The Company has formed a provision of €375 for the likelihood of additional taxes.

The subsidiary company has not been audited for the fiscal year 2010 & 2011. No additional taxes are expected therefore no such provision has been formed.

## 17. NUMBER OF EMPLOYEES

The Group and the Company's number of employees at the end of the current fiscal period were 312 people, while at the end of the respective previous fiscal period it was 378 people.

## 18. IMPORTANT FACTS

In a period where the challenge is the sustainability in growth and the choices in humanity, EYATH SA combines the business operation with the social responsibility, providing high quality of services and sewerage systems with the minimal possible cost. The protection of the water resources and the provision of excellent water quality together with the works for the environmental protection with focus on the zero emission on the Thermaikos Gulf.

Within this frame the following are planned and set in motion:

- The upgrading of the Sewage Processing Unit in co operation with E.T.V.A as the agent responsible for the management of the Industrial Area of Sindos.
- The electronic monitoring of the Water Supply and Sewerage systems networks so as to have a detailed image regarding the operation and maintenance of the networks.
- The replacement of conventional water meters with electronic ones which will ensure a faster and more precise recording of water consumption.
- Under the target of the investigation on the business opportunities, the exploitation of the sewerage network is examined, with the installation of fibre optics network, for the provision of electronic services.

In the same direction and within the NSRF framework, the Ministry for the Environment, Energy and Climate Change has approved two works of networks upgrading and infrastructure works of € 59 mil.

The first, of € 36,2 mil., regards the construction of the 2<sup>nd</sup> branch of the central sewerage duct of the city and the second of € 22,8 mil., regards the expansion of the water processing plant of Thessaloniki.

According to the medium term plan of the law N.3985/2011 as well as applicable law 3986/201, it is expected the gradual transfer of shares of EYATH SA from the Greek State to private investors.

#### **19. FACTS POSTERIOR TO THE BALANCE SHEET DATE**

On the 4<sup>th</sup> of August 2011, the General Assembly of the Company took place during which the dividend payment was approved of 0.114€/share. The amount paid for the dividend after the tax paid of 21% will be 0.09006€ per share.

There are no facts posterior to the balance sheet of the 30<sup>th</sup> of June 2011, which could significantly affect the Company's financial state for the fiscal period ending on that date or facts which should be mentioned in the financial statements

#### **Thessaloniki, 30 August 2011**

Konstantinos Kamakas

Nikolaos Papadakis

Maria Samara

Chairman of the BoD

Managing Director

Financial Manager

I.D Card No: AA 942423

I.D Card No: AZ 187068

Registry No 71414 A' class  
I.D Card No. Σ 342116

**TABLE OF RAISED FUNDS**

TABLE OF RAISED FUNDS FROM THE SHARE CAPITAL INCREASE IN CASH WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A.																								
E.Y.A.TH. S.A.																								
JOINT STOCK COMPANIES REGISTER NUMBER.: 41913/06/B/98/32																								
Head Quarters: 127 Egnatias Street- 54635 Thessaloniki																								
<p>It is announced that according to the decision of the Athens Stock Exchange on the 2.8.2001, from the Share Capital increase of the company in cash on the basis of the Extraordinary General Assembly of the E.Y.A.TH. S.A. shareholders on the 27.7.2001 and the 1/223/7.8.2001 decision of the Board of Directors of the Securities and Exchange Committee, the net amount of €5.430.623.5 (€5.910.000 less expenses €479.376.46). The option execution recording period was from 24.8.2001 to 29.8.2001. From the increase arised 1,500,000 new nominal shares which entered trading on the 21.9.2001. The certification of the Share Capital from the BoD took place on the 13.9.2001. The amounts raised in comparison to the ones reported on the Supplementary Booklet, after the difference that took place after the 30.12.2002, 30.06.2005, 29.12.2006 and 26.6.2009 decision of the General Assemblies of the Company Shareholders, it was distributed up until 31.12.2010, according to the table below and completed on the basis of the decision 33 of the Athens Stock Exchange Board of Directors (Meeting on 24.11.2005)</p>																								
RAISED FUNDS FROM THE SHARE CAPITAL INCREASE IN CASH																								
MANNER OF CASH AVAILABILITY (INVESTMENT)	Initial Plan based on the awarded pain from the ASE BoD and SEC		Plan according to the Extraordinary Assembly on the 31.12.2002		Completion of the transportation means investment on Q1 2003	Plan according to the General Assembly on the 30.6.2005		Total amount of cash available for building construction from 1.1.2006 to 31.12.2006	Plan according to the decision of the Extraordinary General Assembly on the 29.16.2006		Total amount of cash available for building construction from 1.1.2007 to 31.12.2008	Plan according to the decision of the General Assembly on the 26.06.2009		Total cash available for building construction from 1.1.2009 to 31.12.2009	Remaining cash to be available in thousands € in 31.12.2009	Total cash available for building construction from 1.1.2010 to 31.12.2010	Remaining amount of cash to be available in thousand € in 31.12.2010	Total cash available for building construction from 1.1.2011 to 30.06.2011	Remaining amount of cash to be available in thousand € in 30.06.2011					
	2002	2003	Total in '000 €	2003		2004	Total in '000 €		2005	2006		Total in '000 €	2007							2008	Total in '000 €	2009	2010	Total in '000 €
Buildings - Land	2.348	2.348	4.696	2.348	2.348	4.696	0	2.348	2.348	4.696	127	2.284	2.285	4.569	801	1.256	2.513	3.769	55	3.714	0	3.714	0	3.714
Transportation	440	294	734	440	294	734																		
<b>Total Amount</b>	<b>2.788</b>	<b>2.642</b>	<b>5.430</b>	<b>2.788</b>	<b>2.642</b>	<b>5.430</b>	<b>734</b>	<b>2.348</b>	<b>2.348</b>	<b>4.696</b>	<b>127</b>	<b>2.284</b>	<b>2.285</b>	<b>4.569</b>	<b>801</b>	<b>1.256</b>	<b>2.513</b>	<b>3.769</b>	<b>55</b>	<b>3.714</b>	<b>0</b>	<b>3.714</b>	<b>0</b>	<b>3.714</b>

Notes: 1) The remaining amount of €3.714 on the 30.06.2011 is attributed on short term deposits and on the Balance Sheet is included on the amount "Cash & Cash Equivalent". 2) The BoD hired a Consultant for the construction of the Building and its completion will take place under the procedure of tender offers which will include study and construction of the building. For that particular reason from the 04.08.2011 decision of the General Assembly of the shareholders it was decided the transfer of the timeline of the completion of the raised funds in the years 2011-2012.

**Thessaloniki, 30 of August 2011**


<b>THE CHAIRMAN OF THE BoD</b>	<b>THE MANAGING DIRECTOR</b>	<b>THE FINANCIAL MANAGER</b>
Konstantinos Kamakas ID Card Number AA 942423	Nikolaos Papadakis I.D Card No. AZ 187068	Maria Samara Hellenic Financial Chamber License No. 71414 A' grade I.D Card No. S 342116

**REPORT OF FINDINGS FROM THE STATEMENT OF PRE AGREED PROCEDURES**  
Towards the Board of Directors of the Company Water Supply and Sewerage Systems SA

According to the order we received from the Board of Directors of the 'Water Supply and Sewerage Systems SA' (the 'Company') we completed the following pre agreed procedures in the framework of those explained in the rule book of the ASE as well as the relevant regulatory framework of the SEC according to the Statement of Raised Funds of the Company concerning the share capital increase of the Company in cash that took place on the 13 September 2001. The management of the Company has the responsibility of the above announced statement. We took this study according to the International Standard of Services 4400, 'Assignments on Preagreed procedures on Financial Information'. It is our responsibility to execute the procedures and to notify our findings.

**Procedures** We compared the amounts stated as payments in the 'Statement of Raised Funds from the Share Capital Increase with Cash' to the respective amounts recognised to the books during the period stated. We examined the completeness of the statement and the consistency of the amount to the ones recorded in the Annual Report, published by the Company for that particular reason, as well as to the relevant decisions, and announcements of the relevant officers of the Company, including those of the General Assemblies of the shareholders according to which the timeline is altered and the use of the raised capital.

**Findings** The per segment of use amounts appearing in payments in the attached 'Report of Raised Capital from the Share capital increase with cash' arrive from the Company books in the period in question. The statement includes all the information expected for this reason according to the rule book of ASE and the relevant regulatory framework of the SEC, and is consistent to the Booklet and the relevant announcements of the relevant company officers, including the decisions of the General Assemblies of the Shareholders under which the timeline of the raise funds is altered. Taking into consideration that the procedure is not an overview according to the IFRS we do not express any other confirmation beyond those expressed above. Had we operated additional procedures or executed overview according to the IFRS more issue may had been under our overview which we would acknowledge. **Limitation of Use** The present report is directly addressed towards the Board of Directors of the Company within the framework of the rule book of the ASE and the relevant regulatory framework of the SEC. As such this Report is not allowed to be used for any other reasons as it is limited only to the figures examined above and does not expand in the financial statements of the company.



Chartered Auditors  
S.A.  
  
396, Mesogeion  
Ave., Aghia Paraskevi

Ioannis B. Kalogeropoulos

Chartered Auditors Reg. No:  
10741

Evangelos N. Pagonis

Chartered Auditors Reg. No: 14211

Chartered Auditors Reg. No - 148

FIGURES AND INFORMATION

WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A.																																																																																																																																																																																																																									
JOINT STOCK COMPANIES REGISTER NUMBER: 41913/06/B/98/32																																																																																																																																																																																																																									
Seat: 127 Egnatias Street- 54635 Thessaloniki																																																																																																																																																																																																																									
DATA AND INFORMATION OF THE FISCAL PERIOD from the 1st of January 2011 until the 31st of March 2011																																																																																																																																																																																																																									
(published based on E.L. 2190/1920, article 135 for businesses who draw up yearly financial statements, consolidated or not, in accordance with the IAS.)																																																																																																																																																																																																																									
<p>The following data and information deriving from the financial statements aim to a general informing on the financial state and the results of the Group and the Company «WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A.». We therefore recommend to all our readers, prior to any investment activity or any other transaction with the Company, to refer to the Company website where the periodic financial statements are posted as well as the review report of the chartered auditor when required.</p>																																																																																																																																																																																																																									
<p>Website: <a href="http://www.watsh.gr">www.watsh.gr</a> Financial Statements Confirmation Date by the Board of Directors: 30/5/2011</p>																																																																																																																																																																																																																									
<p><b>BALANCE SHEET DATA</b> (The amounts are expressed in thousands of Euros)</p> <table border="1"> <thead> <tr> <th rowspan="2"></th> <th colspan="2">THE GROUP</th> <th colspan="2">THE COMPANY</th> </tr> <tr> <th>31/3/2011</th> <th>31/3/2010</th> <th>31/3/2011</th> <th>31/3/2010</th> </tr> </thead> <tbody> <tr> <td><b>ASSETS</b></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Tangible fixed assets used by owners</td> <td>90,712</td> <td>89,255</td> <td>90,712</td> <td>89,255</td> </tr> <tr> <td>Intangible fixed assets</td> <td>127</td> <td>112</td> <td>125</td> <td>111</td> </tr> <tr> <td>Other non current assets</td> <td>911</td> <td>843</td> <td>971</td> <td>1,003</td> </tr> <tr> <td>Stock</td> <td>2,063</td> <td>2,247</td> <td>2,063</td> <td>2,247</td> </tr> <tr> <td>Customer claims</td> <td>51,650</td> <td>49,297</td> <td>51,377</td> <td>49,179</td> </tr> <tr> <td>Other current assets</td> <td>28,762</td> <td>23,687</td> <td>28,762</td> <td>23,528</td> </tr> <tr> <td><b>TOTAL ASSETS</b></td> <td><b>174,224</b></td> <td><b>187,642</b></td> <td><b>174,031</b></td> <td><b>187,336</b></td> </tr> <tr> <td><b>TOTAL NET WORTH AND LIABILITIES</b></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Equity Capital</td> <td>40,656</td> <td>40,656</td> <td>40,656</td> <td>40,656</td> </tr> <tr> <td>Other net worth data</td> <td>73,956</td> <td>87,640</td> <td>72,927</td> <td>87,492</td> </tr> <tr> <td>Parent company owners total net worth (a)</td> <td>113,751</td> <td>138,196</td> <td>113,813</td> <td>138,153</td> </tr> <tr> <td>Minority rights (b)</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td><b>Total Net Worth (c) = (a) + (b)</b></td> <td><b>113,751</b></td> <td><b>138,196</b></td> <td><b>113,813</b></td> <td><b>138,153</b></td> </tr> <tr> <td>Long term loan liabilities</td> <td>619</td> <td>619</td> <td>619</td> <td>619</td> </tr> <tr> <td>Provisions / Other long term liabilities</td> <td>24,350</td> <td>24,288</td> <td>24,350</td> <td>24,288</td> </tr> <tr> <td>Short term loan liabilities</td> <td>821</td> <td>821</td> <td>821</td> <td>821</td> </tr> <tr> <td>Other short term liabilities</td> <td>34,883</td> <td>33,818</td> <td>34,827</td> <td>33,656</td> </tr> <tr> <td><b>Total liabilities (d)</b></td> <td><b>60,473</b></td> <td><b>59,346</b></td> <td><b>60,418</b></td> <td><b>59,178</b></td> </tr> <tr> <td><b>TOTAL NET WORTH AND LIABILITIES (c) + (d)</b></td> <td><b>174,224</b></td> <td><b>187,642</b></td> <td><b>174,031</b></td> <td><b>187,336</b></td> </tr> </tbody> </table>			THE GROUP		THE COMPANY		31/3/2011	31/3/2010	31/3/2011	31/3/2010	<b>ASSETS</b>					Tangible fixed assets used by owners	90,712	89,255	90,712	89,255	Intangible fixed assets	127	112	125	111	Other non current assets	911	843	971	1,003	Stock	2,063	2,247	2,063	2,247	Customer claims	51,650	49,297	51,377	49,179	Other current assets	28,762	23,687	28,762	23,528	<b>TOTAL ASSETS</b>	<b>174,224</b>	<b>187,642</b>	<b>174,031</b>	<b>187,336</b>	<b>TOTAL NET WORTH AND LIABILITIES</b>					Equity Capital	40,656	40,656	40,656	40,656	Other net worth data	73,956	87,640	72,927	87,492	Parent company owners total net worth (a)	113,751	138,196	113,813	138,153	Minority rights (b)	0	0	0	0	<b>Total Net Worth (c) = (a) + (b)</b>	<b>113,751</b>	<b>138,196</b>	<b>113,813</b>	<b>138,153</b>	Long term loan liabilities	619	619	619	619	Provisions / Other long term liabilities	24,350	24,288	24,350	24,288	Short term loan liabilities	821	821	821	821	Other short term liabilities	34,883	33,818	34,827	33,656	<b>Total liabilities (d)</b>	<b>60,473</b>	<b>59,346</b>	<b>60,418</b>	<b>59,178</b>	<b>TOTAL NET WORTH AND LIABILITIES (c) + (d)</b>	<b>174,224</b>	<b>187,642</b>	<b>174,031</b>	<b>187,336</b>	<p><b>TOTAL REVENUES DATA STATEMENT</b> (The amounts are expressed in thousands of Euros)</p> <table border="1"> <thead> <tr> <th rowspan="2"></th> <th colspan="2">THE GROUP</th> <th colspan="2">THE COMPANY</th> </tr> <tr> <th>1/1-31/3/2011</th> <th>1/1-31/3/2010</th> <th>1/1-31/3/2011</th> <th>1/1-31/3/2010</th> </tr> </thead> <tbody> <tr> <td>Turnover</td> <td>19,576</td> <td>19,175</td> <td>19,576</td> <td>19,175</td> </tr> <tr> <td>Gross Profit/(Loss)</td> <td>8,906</td> <td>7,943</td> <td>8,906</td> <td>8,027</td> </tr> <tr> <td>Pre-tax Profit/(Loss) of funding and investment returns</td> <td>6,756</td> <td>6,847</td> <td>6,861</td> <td>6,754</td> </tr> <tr> <td>Pre Tax Profit/(Loss)</td> <td>7,285</td> <td>6,275</td> <td>7,191</td> <td>6,182</td> </tr> <tr> <td>Less Taxes</td> <td>(1,733)</td> <td>(1,666)</td> <td>(1,733)</td> <td>(1,646)</td> </tr> <tr> <td><b>After tax Profit/(Loss) (A)</b></td> <td><b>5,555</b></td> <td><b>4,711</b></td> <td><b>5,460</b></td> <td><b>4,640</b></td> </tr> <tr> <td>Parent Company Owners</td> <td>5,555</td> <td>4,711</td> <td>5,460</td> <td>4,640</td> </tr> <tr> <td>Minority Rights</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>Other total revenues after taxes (B)</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td><b>Total revenues after taxes (A)+(B)</b></td> <td><b>5,555</b></td> <td><b>4,711</b></td> <td><b>5,460</b></td> <td><b>4,640</b></td> </tr> <tr> <td>Parent Company Owners</td> <td>5,555</td> <td>4,711</td> <td>5,460</td> <td>4,640</td> </tr> <tr> <td>Minority Rights</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>Other tax profit/(loss) per share - basically (in €)</td> <td>0.1530</td> <td>0.1298</td> <td>0.1504</td> <td>0.1278</td> </tr> <tr> <td>Pre tax profits from funding, investment results and total depreciations</td> <td>8,198</td> <td>7,245</td> <td>8,104</td> <td>7,152</td> </tr> </tbody> </table>				THE GROUP		THE COMPANY		1/1-31/3/2011	1/1-31/3/2010	1/1-31/3/2011	1/1-31/3/2010	Turnover	19,576	19,175	19,576	19,175	Gross Profit/(Loss)	8,906	7,943	8,906	8,027	Pre-tax Profit/(Loss) of funding and investment returns	6,756	6,847	6,861	6,754	Pre Tax Profit/(Loss)	7,285	6,275	7,191	6,182	Less Taxes	(1,733)	(1,666)	(1,733)	(1,646)	<b>After tax Profit/(Loss) (A)</b>	<b>5,555</b>	<b>4,711</b>	<b>5,460</b>	<b>4,640</b>	Parent Company Owners	5,555	4,711	5,460	4,640	Minority Rights	0	0	0	0	Other total revenues after taxes (B)	0	0	0	0	<b>Total revenues after taxes (A)+(B)</b>	<b>5,555</b>	<b>4,711</b>	<b>5,460</b>	<b>4,640</b>	Parent Company Owners	5,555	4,711	5,460	4,640	Minority Rights	0	0	0	0	Other tax profit/(loss) per share - basically (in €)	0.1530	0.1298	0.1504	0.1278	Pre tax profits from funding, investment results and total depreciations	8,198	7,245	8,104	7,152																									
	THE GROUP		THE COMPANY																																																																																																																																																																																																																						
	31/3/2011	31/3/2010	31/3/2011	31/3/2010																																																																																																																																																																																																																					
<b>ASSETS</b>																																																																																																																																																																																																																									
Tangible fixed assets used by owners	90,712	89,255	90,712	89,255																																																																																																																																																																																																																					
Intangible fixed assets	127	112	125	111																																																																																																																																																																																																																					
Other non current assets	911	843	971	1,003																																																																																																																																																																																																																					
Stock	2,063	2,247	2,063	2,247																																																																																																																																																																																																																					
Customer claims	51,650	49,297	51,377	49,179																																																																																																																																																																																																																					
Other current assets	28,762	23,687	28,762	23,528																																																																																																																																																																																																																					
<b>TOTAL ASSETS</b>	<b>174,224</b>	<b>187,642</b>	<b>174,031</b>	<b>187,336</b>																																																																																																																																																																																																																					
<b>TOTAL NET WORTH AND LIABILITIES</b>																																																																																																																																																																																																																									
Equity Capital	40,656	40,656	40,656	40,656																																																																																																																																																																																																																					
Other net worth data	73,956	87,640	72,927	87,492																																																																																																																																																																																																																					
Parent company owners total net worth (a)	113,751	138,196	113,813	138,153																																																																																																																																																																																																																					
Minority rights (b)	0	0	0	0																																																																																																																																																																																																																					
<b>Total Net Worth (c) = (a) + (b)</b>	<b>113,751</b>	<b>138,196</b>	<b>113,813</b>	<b>138,153</b>																																																																																																																																																																																																																					
Long term loan liabilities	619	619	619	619																																																																																																																																																																																																																					
Provisions / Other long term liabilities	24,350	24,288	24,350	24,288																																																																																																																																																																																																																					
Short term loan liabilities	821	821	821	821																																																																																																																																																																																																																					
Other short term liabilities	34,883	33,818	34,827	33,656																																																																																																																																																																																																																					
<b>Total liabilities (d)</b>	<b>60,473</b>	<b>59,346</b>	<b>60,418</b>	<b>59,178</b>																																																																																																																																																																																																																					
<b>TOTAL NET WORTH AND LIABILITIES (c) + (d)</b>	<b>174,224</b>	<b>187,642</b>	<b>174,031</b>	<b>187,336</b>																																																																																																																																																																																																																					
	THE GROUP		THE COMPANY																																																																																																																																																																																																																						
	1/1-31/3/2011	1/1-31/3/2010	1/1-31/3/2011	1/1-31/3/2010																																																																																																																																																																																																																					
Turnover	19,576	19,175	19,576	19,175																																																																																																																																																																																																																					
Gross Profit/(Loss)	8,906	7,943	8,906	8,027																																																																																																																																																																																																																					
Pre-tax Profit/(Loss) of funding and investment returns	6,756	6,847	6,861	6,754																																																																																																																																																																																																																					
Pre Tax Profit/(Loss)	7,285	6,275	7,191	6,182																																																																																																																																																																																																																					
Less Taxes	(1,733)	(1,666)	(1,733)	(1,646)																																																																																																																																																																																																																					
<b>After tax Profit/(Loss) (A)</b>	<b>5,555</b>	<b>4,711</b>	<b>5,460</b>	<b>4,640</b>																																																																																																																																																																																																																					
Parent Company Owners	5,555	4,711	5,460	4,640																																																																																																																																																																																																																					
Minority Rights	0	0	0	0																																																																																																																																																																																																																					
Other total revenues after taxes (B)	0	0	0	0																																																																																																																																																																																																																					
<b>Total revenues after taxes (A)+(B)</b>	<b>5,555</b>	<b>4,711</b>	<b>5,460</b>	<b>4,640</b>																																																																																																																																																																																																																					
Parent Company Owners	5,555	4,711	5,460	4,640																																																																																																																																																																																																																					
Minority Rights	0	0	0	0																																																																																																																																																																																																																					
Other tax profit/(loss) per share - basically (in €)	0.1530	0.1298	0.1504	0.1278																																																																																																																																																																																																																					
Pre tax profits from funding, investment results and total depreciations	8,198	7,245	8,104	7,152																																																																																																																																																																																																																					
<p><b>DATA OF NET WORTH CHANGE STATEMENT OF THE FISCAL PERIOD</b> (The amounts are expressed in thousands of Euros)</p> <table border="1"> <thead> <tr> <th rowspan="2"></th> <th colspan="2">THE GROUP</th> <th colspan="2">THE COMPANY</th> </tr> <tr> <th>1/1-31/3/2011</th> <th>1/1-31/3/2010</th> <th>1/1-31/3/2011</th> <th>1/1-31/3/2010</th> </tr> </thead> <tbody> <tr> <td>Total own shares at the beginning of the fiscal period (01/01/2011 and 01/01/2010 respectively)</td> <td>108,196</td> <td>100,822</td> <td>108,193</td> <td>108,550</td> </tr> <tr> <td>Total after tax revenues</td> <td>5,555</td> <td>4,711</td> <td>5,460</td> <td>4,640</td> </tr> <tr> <td>Distributed dividends</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>Increase / (decrease) of equity capital</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>Purchases / (sales) own shares</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td><b>Total own shares at the ending of the fiscal period (31/03/2011 and 31/03/2010 respectively)</b></td> <td><b>113,751</b></td> <td><b>105,533</b></td> <td><b>113,813</b></td> <td><b>108,150</b></td> </tr> </tbody> </table>			THE GROUP		THE COMPANY		1/1-31/3/2011	1/1-31/3/2010	1/1-31/3/2011	1/1-31/3/2010	Total own shares at the beginning of the fiscal period (01/01/2011 and 01/01/2010 respectively)	108,196	100,822	108,193	108,550	Total after tax revenues	5,555	4,711	5,460	4,640	Distributed dividends	0	0	0	0	Increase / (decrease) of equity capital	0	0	0	0	Purchases / (sales) own shares	0	0	0	0	<b>Total own shares at the ending of the fiscal period (31/03/2011 and 31/03/2010 respectively)</b>	<b>113,751</b>	<b>105,533</b>	<b>113,813</b>	<b>108,150</b>	<p><b>DATA OF THE CASH FLOWS STATEMENT</b> (The amounts are expressed in thousands of Euros)</p> <table border="1"> <thead> <tr> <th rowspan="2"></th> <th colspan="2">THE GROUP</th> <th colspan="2">THE COMPANY</th> </tr> <tr> <th>1/1-31/3/2011</th> <th>1/1-31/3/2010</th> <th>1/1-31/3/2011</th> <th>1/1-31/3/2010</th> </tr> </thead> <tbody> <tr> <td><b>Operational activities:</b></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Pre-tax Profit / (Loss) (continuing activities)</td> <td>7,285</td> <td>6,275</td> <td>7,191</td> <td>6,182</td> </tr> <tr> <td>Plus (minus) adjustments for:</td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Provisions</td> <td>1,528</td> <td>1,489</td> <td>1,528</td> <td>1,488</td> </tr> <tr> <td>Provisions</td> <td>1,266</td> <td>110</td> <td>1,266</td> <td>110</td> </tr> <tr> <td>Results (revenues, expenses, profit and loss) from investment activity</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>Participation Revenues</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>Depreciation of fixed assets investment fundings</td> <td>(84)</td> <td>(91)</td> <td>(84)</td> <td>(91)</td> </tr> <tr> <td>Interest and relevant expenses</td> <td>(530)</td> <td>(429)</td> <td>(530)</td> <td>(429)</td> </tr> <tr> <td><b>Total inflows / (outflows) from operational activities (a)</b></td> <td><b>9,464</b></td> <td><b>7,358</b></td> <td><b>9,370</b></td> <td><b>7,262</b></td> </tr> <tr> <td>Plus / less adjustments for changes of working capital accounts or relevant to operational activities:</td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Increase / (decrease) of stock</td> <td>184</td> <td>64</td> <td>184</td> <td>64</td> </tr> <tr> <td>Decrease / (increase) of claims</td> <td>(2,202)</td> <td>(4,128)</td> <td>(2,041)</td> <td>(4,155)</td> </tr> <tr> <td>Decrease / (increase) of long term claims</td> <td>0</td> <td>(1)</td> <td>0</td> <td>(1)</td> </tr> <tr> <td>(Decrease) / increase of liabilities (banks excluded)</td> <td>469</td> <td>605</td> <td>547</td> <td>951</td> </tr> <tr> <td>Less:</td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Bank interest and relevant expenses paid</td> <td>(10)</td> <td>(14)</td> <td>(10)</td> <td>(14)</td> </tr> <tr> <td>Dividends received</td> <td>(992)</td> <td>(835)</td> <td>(992)</td> <td>(835)</td> </tr> <tr> <td><b>Total inflows / (outflows) from investment activities (b)</b></td> <td><b>6,814</b></td> <td><b>3,684</b></td> <td><b>7,082</b></td> <td><b>3,721</b></td> </tr> <tr> <td><b>Investment activity:</b></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Acquisition of subsidiaries, trust, affiliates and other investments</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>Purchase of tangible and intangible fixed assets</td> <td>(995)</td> <td>(1,338)</td> <td>(995)</td> <td>(1,338)</td> </tr> <tr> <td>Interest received</td> <td>557</td> <td>442</td> <td>557</td> <td>442</td> </tr> <tr> <td>Dividends received</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td><b>Total inflows/(outflows) from investment activities (b)</b></td> <td><b>(442)</b></td> <td><b>(896)</b></td> <td><b>(442)</b></td> <td><b>(896)</b></td> </tr> <tr> <td><b>Financing activities:</b></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Drawings (payments) of loans</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>Drawings from funding</td> <td>15</td> <td>238</td> <td>15</td> <td>238</td> </tr> <tr> <td>Dividends paid</td> <td>(7)</td> <td>(8)</td> <td>(7)</td> <td>(8)</td> </tr> <tr> <td><b>Total inflows / (outflows) from financing activities (c)</b></td> <td><b>8</b></td> <td><b>230</b></td> <td><b>8</b></td> <td><b>230</b></td> </tr> <tr> <td><b>Net increase / (decrease) of the cash reserves and equivalents of fiscal period (a)+(b)+(c)</b></td> <td><b>6,430</b></td> <td><b>6,762</b></td> <td><b>6,608</b></td> <td><b>6,156</b></td> </tr> <tr> <td>Cash reserves and equivalents at the opening of the period</td> <td>14,364</td> <td>15,168</td> <td>14,134</td> <td>14,941</td> </tr> <tr> <td><b>Cash reserves and equivalents at the ending of the period</b></td> <td><b>20,864</b></td> <td><b>21,930</b></td> <td><b>20,742</b></td> <td><b>21,097</b></td> </tr> </tbody> </table>				THE GROUP		THE COMPANY		1/1-31/3/2011	1/1-31/3/2010	1/1-31/3/2011	1/1-31/3/2010	<b>Operational activities:</b>					Pre-tax Profit / (Loss) (continuing activities)	7,285	6,275	7,191	6,182	Plus (minus) adjustments for:					Provisions	1,528	1,489	1,528	1,488	Provisions	1,266	110	1,266	110	Results (revenues, expenses, profit and loss) from investment activity	0	0	0	0	Participation Revenues	0	0	0	0	Depreciation of fixed assets investment fundings	(84)	(91)	(84)	(91)	Interest and relevant expenses	(530)	(429)	(530)	(429)	<b>Total inflows / (outflows) from operational activities (a)</b>	<b>9,464</b>	<b>7,358</b>	<b>9,370</b>	<b>7,262</b>	Plus / less adjustments for changes of working capital accounts or relevant to operational activities:					Increase / (decrease) of stock	184	64	184	64	Decrease / (increase) of claims	(2,202)	(4,128)	(2,041)	(4,155)	Decrease / (increase) of long term claims	0	(1)	0	(1)	(Decrease) / increase of liabilities (banks excluded)	469	605	547	951	Less:					Bank interest and relevant expenses paid	(10)	(14)	(10)	(14)	Dividends received	(992)	(835)	(992)	(835)	<b>Total inflows / (outflows) from investment activities (b)</b>	<b>6,814</b>	<b>3,684</b>	<b>7,082</b>	<b>3,721</b>	<b>Investment activity:</b>					Acquisition of subsidiaries, trust, affiliates and other investments	0	0	0	0	Purchase of tangible and intangible fixed assets	(995)	(1,338)	(995)	(1,338)	Interest received	557	442	557	442	Dividends received	0	0	0	0	<b>Total inflows/(outflows) from investment activities (b)</b>	<b>(442)</b>	<b>(896)</b>	<b>(442)</b>	<b>(896)</b>	<b>Financing activities:</b>					Drawings (payments) of loans	0	0	0	0	Drawings from funding	15	238	15	238	Dividends paid	(7)	(8)	(7)	(8)	<b>Total inflows / (outflows) from financing activities (c)</b>	<b>8</b>	<b>230</b>	<b>8</b>	<b>230</b>	<b>Net increase / (decrease) of the cash reserves and equivalents of fiscal period (a)+(b)+(c)</b>	<b>6,430</b>	<b>6,762</b>	<b>6,608</b>	<b>6,156</b>	Cash reserves and equivalents at the opening of the period	14,364	15,168	14,134	14,941	<b>Cash reserves and equivalents at the ending of the period</b>	<b>20,864</b>	<b>21,930</b>	<b>20,742</b>	<b>21,097</b>
	THE GROUP		THE COMPANY																																																																																																																																																																																																																						
	1/1-31/3/2011	1/1-31/3/2010	1/1-31/3/2011	1/1-31/3/2010																																																																																																																																																																																																																					
Total own shares at the beginning of the fiscal period (01/01/2011 and 01/01/2010 respectively)	108,196	100,822	108,193	108,550																																																																																																																																																																																																																					
Total after tax revenues	5,555	4,711	5,460	4,640																																																																																																																																																																																																																					
Distributed dividends	0	0	0	0																																																																																																																																																																																																																					
Increase / (decrease) of equity capital	0	0	0	0																																																																																																																																																																																																																					
Purchases / (sales) own shares	0	0	0	0																																																																																																																																																																																																																					
<b>Total own shares at the ending of the fiscal period (31/03/2011 and 31/03/2010 respectively)</b>	<b>113,751</b>	<b>105,533</b>	<b>113,813</b>	<b>108,150</b>																																																																																																																																																																																																																					
	THE GROUP		THE COMPANY																																																																																																																																																																																																																						
	1/1-31/3/2011	1/1-31/3/2010	1/1-31/3/2011	1/1-31/3/2010																																																																																																																																																																																																																					
<b>Operational activities:</b>																																																																																																																																																																																																																									
Pre-tax Profit / (Loss) (continuing activities)	7,285	6,275	7,191	6,182																																																																																																																																																																																																																					
Plus (minus) adjustments for:																																																																																																																																																																																																																									
Provisions	1,528	1,489	1,528	1,488																																																																																																																																																																																																																					
Provisions	1,266	110	1,266	110																																																																																																																																																																																																																					
Results (revenues, expenses, profit and loss) from investment activity	0	0	0	0																																																																																																																																																																																																																					
Participation Revenues	0	0	0	0																																																																																																																																																																																																																					
Depreciation of fixed assets investment fundings	(84)	(91)	(84)	(91)																																																																																																																																																																																																																					
Interest and relevant expenses	(530)	(429)	(530)	(429)																																																																																																																																																																																																																					
<b>Total inflows / (outflows) from operational activities (a)</b>	<b>9,464</b>	<b>7,358</b>	<b>9,370</b>	<b>7,262</b>																																																																																																																																																																																																																					
Plus / less adjustments for changes of working capital accounts or relevant to operational activities:																																																																																																																																																																																																																									
Increase / (decrease) of stock	184	64	184	64																																																																																																																																																																																																																					
Decrease / (increase) of claims	(2,202)	(4,128)	(2,041)	(4,155)																																																																																																																																																																																																																					
Decrease / (increase) of long term claims	0	(1)	0	(1)																																																																																																																																																																																																																					
(Decrease) / increase of liabilities (banks excluded)	469	605	547	951																																																																																																																																																																																																																					
Less:																																																																																																																																																																																																																									
Bank interest and relevant expenses paid	(10)	(14)	(10)	(14)																																																																																																																																																																																																																					
Dividends received	(992)	(835)	(992)	(835)																																																																																																																																																																																																																					
<b>Total inflows / (outflows) from investment activities (b)</b>	<b>6,814</b>	<b>3,684</b>	<b>7,082</b>	<b>3,721</b>																																																																																																																																																																																																																					
<b>Investment activity:</b>																																																																																																																																																																																																																									
Acquisition of subsidiaries, trust, affiliates and other investments	0	0	0	0																																																																																																																																																																																																																					
Purchase of tangible and intangible fixed assets	(995)	(1,338)	(995)	(1,338)																																																																																																																																																																																																																					
Interest received	557	442	557	442																																																																																																																																																																																																																					
Dividends received	0	0	0	0																																																																																																																																																																																																																					
<b>Total inflows/(outflows) from investment activities (b)</b>	<b>(442)</b>	<b>(896)</b>	<b>(442)</b>	<b>(896)</b>																																																																																																																																																																																																																					
<b>Financing activities:</b>																																																																																																																																																																																																																									
Drawings (payments) of loans	0	0	0	0																																																																																																																																																																																																																					
Drawings from funding	15	238	15	238																																																																																																																																																																																																																					
Dividends paid	(7)	(8)	(7)	(8)																																																																																																																																																																																																																					
<b>Total inflows / (outflows) from financing activities (c)</b>	<b>8</b>	<b>230</b>	<b>8</b>	<b>230</b>																																																																																																																																																																																																																					
<b>Net increase / (decrease) of the cash reserves and equivalents of fiscal period (a)+(b)+(c)</b>	<b>6,430</b>	<b>6,762</b>	<b>6,608</b>	<b>6,156</b>																																																																																																																																																																																																																					
Cash reserves and equivalents at the opening of the period	14,364	15,168	14,134	14,941																																																																																																																																																																																																																					
<b>Cash reserves and equivalents at the ending of the period</b>	<b>20,864</b>	<b>21,930</b>	<b>20,742</b>	<b>21,097</b>																																																																																																																																																																																																																					
<p><b>ADDITIONAL DATA AND INFORMATION</b></p> <p>1. The companies included in the consolidated financial statements for the current fiscal period are presented below. Up until the 31/03/2011 there has been no change in the integrated companies and/or the participation percentage and the method of integration.</p> <table border="1"> <thead> <tr> <th>Company</th> <th>Country</th> <th>Participation</th> <th>Integration method</th> </tr> </thead> <tbody> <tr> <td>EVATH S.A</td> <td>Greece</td> <td>Parent Company</td> <td>Full integration</td> </tr> <tr> <td>EVATH SERVICES S.A</td> <td>Greece</td> <td>100%</td> <td>Full integration</td> </tr> </tbody> </table> <p>2. The audited fiscal periods for the companies included in the integrated financial lists are the following:</p> <table border="1"> <thead> <tr> <th>Company</th> <th>Country</th> <th>Integration period</th> <th>Integration period</th> </tr> </thead> <tbody> <tr> <td>EVATH S.A</td> <td>Greece</td> <td>Parent Company</td> <td>2009-2010</td> </tr> <tr> <td>EVATH SERVICES S.A</td> <td>Greece</td> <td>Parent Company</td> <td>2010</td> </tr> </tbody> </table> <p>3. The formed provisions for likely risks are adjusted per case as follows: i) For litigations or disputes under arbitration of the Group and Company as well as for judicial decisions or decisions by arbitrary agencies, there has been a provision of €2,494. Beyond this provision there are no other disputes likely to significantly affect the financial state or the operation of the Group (see note 10 of the Financial Statements) ii) There has been an accumulated provision for doubtful tax periods of €375 thousand (see note 10 of the Financial Statements) iii) There has been an accumulated provision for stock depreciation of €241 thousand iv) There has been an accumulated provision for staff depreciation due to retirement of €4,584 thousand v) There are no other provisions.</p> <p>4. There are no encumbrances on the fixed assets of the Group and the Company.</p> <p>5. The number of employees in the end of the current fiscal period was: Group: 323, Company: 323, while for the respective previous fiscal period the number was 395 for the Group and the Company.</p> <p>6. The Group and Company investments on fixed assets for the current fiscal period amounted to € 972 thousand. For the respective previous fiscal period the number amounted to 1,336 thousand Euros for the Group and the Company.</p> <p>7. The accumulated amounts of revenues and expenses since the beginning of the fiscal period and the claims and liabilities balances of the Group and Company at the end of the current fiscal period, deriving from transactions with affiliated parties, as determined in IAS 24, are as follows:</p> <table border="1"> <thead> <tr> <th>(amounts in thousands of Euros)</th> <th>Group</th> <th>Company</th> </tr> </thead> <tbody> <tr> <td>a) Revenues</td> <td>0</td> <td>0</td> </tr> <tr> <td>b) Expenses</td> <td>0</td> <td>308</td> </tr> <tr> <td>c) Claims</td> <td>0</td> <td>88</td> </tr> <tr> <td>d) Liabilities</td> <td>0</td> <td>74</td> </tr> <tr> <td>e) Transactions and fees of executive members and management members</td> <td>224</td> <td>224</td> </tr> <tr> <td>f) Claims from executive members and management members</td> <td>12</td> <td>12</td> </tr> <tr> <td>g) Liabilities towards executive members and management members</td> <td>8</td> <td>6</td> </tr> </tbody> </table> <p>8. The Group does not own any own shares 9. There are no other total income after tax during the current fiscal year</p>					Company	Country	Participation	Integration method	EVATH S.A	Greece	Parent Company	Full integration	EVATH SERVICES S.A	Greece	100%	Full integration	Company	Country	Integration period	Integration period	EVATH S.A	Greece	Parent Company	2009-2010	EVATH SERVICES S.A	Greece	Parent Company	2010	(amounts in thousands of Euros)	Group	Company	a) Revenues	0	0	b) Expenses	0	308	c) Claims	0	88	d) Liabilities	0	74	e) Transactions and fees of executive members and management members	224	224	f) Claims from executive members and management members	12	12	g) Liabilities towards executive members and management members	8	6																																																																																																																																																																					
Company	Country	Participation	Integration method																																																																																																																																																																																																																						
EVATH S.A	Greece	Parent Company	Full integration																																																																																																																																																																																																																						
EVATH SERVICES S.A	Greece	100%	Full integration																																																																																																																																																																																																																						
Company	Country	Integration period	Integration period																																																																																																																																																																																																																						
EVATH S.A	Greece	Parent Company	2009-2010																																																																																																																																																																																																																						
EVATH SERVICES S.A	Greece	Parent Company	2010																																																																																																																																																																																																																						
(amounts in thousands of Euros)	Group	Company																																																																																																																																																																																																																							
a) Revenues	0	0																																																																																																																																																																																																																							
b) Expenses	0	308																																																																																																																																																																																																																							
c) Claims	0	88																																																																																																																																																																																																																							
d) Liabilities	0	74																																																																																																																																																																																																																							
e) Transactions and fees of executive members and management members	224	224																																																																																																																																																																																																																							
f) Claims from executive members and management members	12	12																																																																																																																																																																																																																							
g) Liabilities towards executive members and management members	8	6																																																																																																																																																																																																																							
<p><b>THE CHAIRMAN OF THE BoD</b></p> <p>Konstantinos Kamakas ID Card Number AA 942423</p>		<p><b>THE MANAGING DIRECTOR</b></p> <p>Nikolaos Papadakis I.D Card No. AZ 187068</p>		<p><b>THE FINANCIAL MANAGER</b></p> <p>Maria Samara Hellenic Financial Chamber License No. 714 14 A' grade I.D Card No. S 342116</p>																																																																																																																																																																																																																					