



HALF YEAR FINANCIAL STATEMENTS

For the period 1 January 2012 – 30 June 2012
(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 1ST JANUARY 2012- 30TH JUNE 2012
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 30th of August 2012 and has been posted on the internet at 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.

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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 01.01.2012-30.06.2012, 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 2012

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 2012**

(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 (1/1/2011-30/06/2012).

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 € 37,761 from € 38,892 during the respective period last year succeeding a decrease of € 1,131 or 2.9%. On the contrary, the cost of goods sold reached the amount of € 21,661 from € 21,297 during the respective fiscal period last year, succeeding an increase of € 364 or 1.7%. The group’s before tax earnings, for the period of 2012, reached € 14,299 from € 15,016 during the respective period last year, succeeding a small decrease of € 717 or 4.7%. Finally the after tax earnings, reached € 11,310 from € 12,065 during the respective period last year, a decrease of € 755 or 6.3%.

The Group's turnover arrived from water services and sewerage systems. The turnover decrease is due to the decrease of water consumed and the relevant sewerage tariff fees as well as the decrease of the building activity due to the continued financial sentiment.

Although there is a decrease in turnover, a stability of net earnings is observed due to the further decrease of the operating expenses. The Gross Profit of the period is €16,099 from €17,595 in the previous period which is a decrease of €1,496 or 8.5%.

EBITDA of EYATH SA reached for the current period, € 15,505 from € 16,775 succeeding a decrease of € 1,270 or 7.6%.

Finally cash and cash equivalents for the end of the period reached during 30/06/2012 € 30,862 from € 23,159 on the 31/12/2011 succeeding an important increase of € 7,667 or 33%.

GROUP FINANCIAL INDICATORS

	01/01/2012-30/06/2012	01/01/2011-30/06/2011	Deviation
PRODUCTIVITY RATIOS			
Gross Profit Margin	42.64%	45.24%	-2.61%
EBITDA	41.06%	43.13%	-2.07%
EBIT	33.56%	35.63%	-2.08%
EBT	37.87%	38.61%	-0.74%
EAT	29.95%	31.02%	-1.07%
INVESTMENT RATIOS			
Earnings per share after tax	0.3116	0.3324	-2.08%
LIQUIDITY RATIOS			
	30/6/2012	31/12/2011	Deviation
Current Assets/ST Liabilities	2.53	2.76	-23.28%
CAPITAL STRUCTURE RATIOS			
Own / Foreign Capital	198.48%	182.32%	16.16%

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 31st 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.

Under the 416/2011 decision of the Board of Directors the pricing policy for the period of 2012-2013 was decided and was actually submitted to the relevant ministry for the issue of Common Ministerial Decision. According to the decision of the BoD, it is expected for 2012, the price levels to be kept at the same levels, the imposition of special water tariff of €0.07/sq.m. as well as the incorporation of the fixes tariffs to a single tariff and from 2013 the weighted average increase of prices for water and sewerage by 1%.

IMPORTANT FACTS FOR 2012

In a period where the main objective is the sustainability in growth as well as many humanitarian choices, EYATH SA combines the entrepreneurial activity with the social responsibility, providing highly targeted water and sewerage services under the minimum possible cost. The protection of the water sources and the provision of excellent quality drinking water takes place aside the interest for the protection of the environment mostly the zero pollution of the Thermaikos Bay.

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 partial replacement of the old network in order to minimise leaks and the minimisation of the water cuts.

In the same direction and in the framework of NSRF two more works were announced which will be under auction in April 2012 with the co finance of NSRF. The plants concern the ‘Construction of Section B of the Central Sewerage Pipe of Thessaloniki’ under budget of €44 mil. and the ‘Construction of Extension of Water Treatment of Thessaloniki Phase 2’ budget of €36.5 mil..

There were also constructed and given in operation plants on biological sewerage treatment such as sludge draining and other works of €17.5 mil. and more are under construction of €4.5 mil. The Company has undertaken the operation and maintenance of the Sewerage Treatment Plant which is on the east bank of the Gallikos river and is a distance of 12 km from the city of Thessaloniki. The area of the plant is about 400 sq.m. The Plant receives through the main sewerage pipe the larger amount of the city sewerage.

The product of the biological treatment, the dried sludge is transported to a specially formed area close to the plant which is treated and subdued according to the regulations of 106129/25.10.2006. The issue of the sludge is taken into account from the Company management and specifically for the period of 2010-2012 there were transported from the company area almost 25.5 th. tonnes of sludge for compost as well as for the use in agricultural.

The Company management has commissioned a preliminary study, which will search all the relevant ways for sludge treatment and the determination of possible actions that may be taken care of for that issue, in conjunction with the products of the heat dried plant under operation. Management’s estimate is that any amount of sludge that needs to be removed will only be a small amount and will not affect the financial position of the company taken into consideration the possibility of hedging this transportation costs with state fees.

Finally, at the end of 2011, the plant of dried up sludge was completed within the Plant. With the beginning of the operation of the Dried Plant in 2012, the produced quantity of the sludge has already started to dry out and as a result the cost of the treatment and deposition of the dried sludge will cease to be a burden for EYATH SA.

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 Raidestos, 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 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 € 144 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 1/1/2012 until the 31/12/2013 for water supply and sewerage services, providing for an average increase of approximately 1% for the year of 2013.

(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 1/1/2016 – 30/06/2016 and the 30th of June 2012 respectively, are analyzed in the below board (see also notes 15 of the financial statements):

	GROUP		COMPANY	
	01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Income			22	14
Costs			655	619
Managerial Salaries	377	460	377	449

	GROUP		COMPANY	
	30/6/2012	31/12/2011	30/6/2012	31/12/2011
Claims			121	99
Liabilities			186	144
Claims from managerial staff	14	20	14	20
Liabilities towards managerial staff	3	4	-	2

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 2011 dividend a 0,188 €/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:

SHAREHOLDER	No. of Shares	% of shareholding 31.03.2012
State's Public Property Fund	26,868,000	74.02%
Suez Environment Company	1,982,870	5.46%
Other Shareholders with shareholding below 2%	1,449,130	20.65%
Total	36,300,000	100.00%

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.

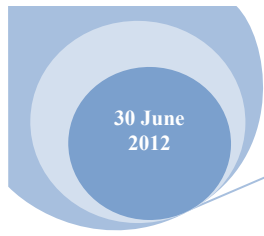
EACH AGREEMENT THE COMPANY HAS SIGNED WITH MEMBERS OF THE BOARD OF DIRECTORS OR ITS STAFF, WHICH PROVIDES FOR COMPENSATION IN CASE OF RESIGNATION, REDUNDANCY WITHOUT PLAUSIBLE CAUSE OR EXPIRATION OF TERM OR EMPLOYMENT DUE TO A PUBLIC MOTION

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 29/06/2012 a dividend payment of € 0,188 per share. In particular, the Dividend will amount at € 6,824 for the fiscal year 2011, which regards a percentage of 35% of net earnings after deducting only the regular reserves in accordance with the current law, against € 4,138 in the previous fiscal year 2010, for the total of the 36.300.000 bearer shares.

Thessaloniki, 30 August 2012



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, 2012 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 2012
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	
		30/6/2012	31/12/2011	30/6/2012	31/12/2011
Fixed Assets					
Tangible Assets	4	89.458	90.973	89.458	90.973
Intangible Assets		103	111	102	111
Participations in Subsidiary Companies	-	-	-	60	60
Postponed Tax Claims	13	1.089	1.069	1.089	1.069
Other Long Term Claims		354	356	354	356
Total Fixed Assets		91.003	92.509	91.062	92.568
Current Assets					
Inventories	5	1.739	1.787	1.739	1.787
Customers & other Claims	6	70.634	64.088	70.738	64.077
Cash & Cash Equivalent	7	30.826	23.159	30.4	22.898
Total Current Assets		103.199	89.033	102.877	88.761
TOTAL ASSETS		194.201	181.542	193.939	181.329
OWNER'S EQUITY					
Equity Capital & Reserves					
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	27.604	27.595	27.579
Profit (Loss) carried forward		58.048	53.562	57.886	53.474
Total Group Owner's Equity Capital		129.139	124.653	128.966	124.555
Minority Rights	-	-	-	-	-
Total Owner's Equity Capital		129.139	124.653	128.966	124.555
LIABILITIES					
Long Term Liabilities					
Long Term Debt		76	152	76	152
Provisions for Staff allowances	9	3.447	3.687	3.447	3.687
Risk & costs provisions	10	4.297	4.297	4.297	4.297
State subsidies		3.744	3.894	3.744	3.894
Other Long Term Liabilities		12.663	12.594	12.663	12.594
Total Long Term Liabilities		24.227	24.623	24.227	24.623
Short Term Liabilities					
Suppliers & Other Liabilities	11	32.591	24.51	32.545	24.469
Short Term Debt		310	467	310	467
Short Term Tax Liabilities	12	7.934	7.288	7.89	7.214
Total Short Term Liabilities		40.835	32.266	40.475	32.151
Total Liabilities		65.063	56.890	64.972	56.774
TOTAL OWNER'S EQUITY & LIABILITIES		194.201	181.542	193.939	181.329

The notifications on pages 17 to 37 are an indispensable part of these financial statements

Income Statement

Total Income Statement

	Note	GROUP		COMPANY	
		01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Turnover		37.761	38.892	18.505	19.316
Less: Cost of Goods Sold		(21.661)	(21.297)	(11.232)	(10.627)
Gross Profit Margin		16.099	17.595	7.273	8.689
Other Operational Income		1.568	1.211	934	729
		17.998	18.806	8.207	9.418
Distribution Expenses		(1.928)	(1.925)	(1.557)	(686)
Administration Expenses		(2.070)	(2.463)	(977)	(1.217)
Research & Development Expenses		(144)	(230)	(82)	(119)
Operational Expenses		(854)	(329)	(7)	(293)
Operational Results		12.671	13.858	5.584	7.102
Financial Expenses		1.628	1.159	829	629
Operational Income		14.299	15.016	6.413	7.730
Investment Income		-	-	-	-
Earnings Before tax		14.299	15.016	6.413	7.730
Income Tax	13	(2.989)	(2.951)	(1.369)	(1.220)
Earnings After Tax		11.310	12.065	5.044	6.510
Distributes to:					
Parent Company Owners		11.310	12.065	5.044	6.510
Minority Owners		-	-	-	-
Other Total Income After Tax		-	-	-	-
Total Income After Tax		11.310	12.065	5.044	6.510
Distributed to:					
Parent Company Owners		11.310	12.065	5.044	6.510
Minority Owners		-	-	-	-
Earnings Per Share (€) Basic	14	0.3116	0.3324	0.1389	0.1793

The notifications on pages 17 to 37 are an indispensable part of these financial statements

Total Income Statement of the company

	Note	COMPANY		COMPANY	
		01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Turnover		37.761	38.892	18.505	19.316
Less: Cost of Goods Sold		(21.386)	(20.885)	(11.135)	(10.404)
Gross Profit Margin		16.375	18.007	7.370	8.912
Other Operational Income		1.568	1.211	934	729
		17.943	19.217	8.304	9.640
Distribution Expenses		(2.293)	(2.544)	(1.690)	(996)
Administration Expenses		(2.076)	(2.415)	(977)	(1.192)
Research & Development Expenses		(172)	(230)	(101)	(119)
Operational Expenses		(853)	(326)	(7)	(292)
Operational Results		12.550	13.702	5.529	7.041
Financial Expenses		1.626	1.158	828	628
Operational Income		14.177	14.860	6.357	7.669
Investment Income		23	14	23	14
Earnings Before tax		14.199	14.874	6.379	7.683
Income Tax	13	(2.965)	(2.919)	(1.358)	(1.188)
Earnings After Tax		11.235	11.955	5.021	6.495
Distributes to:					
Parent Company Owners		11.235	11.955	5.021	6.495
Minority Owners		-	-	-	-
Other Total Income After Tax		-	-	-	-
Total Income After Tax		11.235	11.955	5.021	6.495
Distributed to:					
Parent Company Owners		11.235	11.955	5.021	6.495
Minority Owners		-	-	-	-
Earnings Per Share (€) Basic	14	0.3095	0.3293	0.1383	0.1789

The notifications on pages 17 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 01.01.2012 according to I.F.R.S.	40.656	2.830	7.690	19.914	53.653	124.653
Comprehensive Profits for the period after tax 01/01-30/06/2012	-	-	-	-	11.310	11.310
Distributed Dividend	-	-	-	-	(6.824)	(6.824)
Balance carried forward on the 30.06.2012 according to I.F.R.S.	40.656	2.830	7.690	19.914	58.048	129.138
Balance carried forward on the 01.01.2011 according to I.F.R.S.	40.656	2.830	6.660	19.914	38.137	108.196
Comprehensive Profits for the period after tax 01/01-31/12/2011	-	-	-	-	12.065	12.065
Distributed Dividend	-	-	-	-	-	-
Balance carried forward on the 31.12.2011 according to I.F.R.S.	40.656	2.830	6.660	19.914	50.202	120.261
Balance carried forward on the 01.01.2011 according to I.F.R.S.	40.656	2.830	6.660	19.914	38.137	108.196
Comprehensive Profits for the period after tax 01/01-31/12/2011	-	-	1.03	-	19.565	20.595
Distributed Dividend	-	-	-	-	(4.138)	(4.138)
Balance carried forward on the 31.12.2011 according to I.F.R.S.	40.656	2.830	7.690	19.914	53.563	124.653

Company Net Worth Changes Statement

	Share Capital	Share Premium	Ordinary Reserves	Other Reserves	Profits Carried Forward	Total
Balance carried forward on the 01.01.2012 according to I.F.R.S.	40.656	2.830	7.680	19.914	53.475	124.555
Comprehensive Profits for the period after tax 01/01-30/06/2012	-	-	-	-	11.235	11.235
Distributed Dividend	-	-	-	-	(6.824)	(6.824)
Balance carried forward on the 30.06.2012 according to I.F.R.S.	40.656	2.830	7.68	19.914	57.885	128.966
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	-	-	-	-	-	-
Balance carried forward on the 31.06.2011 according to I.F.R.S.	40.656	2.830	6.653	19.914	50.054	120.108
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	-	-	1.027	-	11.514	20.541
Distributed Dividend	-	-	-	-	(4.138)	(4.138)
Balance carried forward on the 31.12.2011 according to I.F.R.S.	40.656	2.830	7.680	19.914	53.475	124.555

The notifications on pages 17 to 37 are an indispensable part of these financial statements

Cash Flow Statement

Note	GROUP		COMPANY	
	01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Cash Flows from Operating Activities				
Profit/(Loss) before tax (continued operations)	14.299	15.016	14.199	14.874
Plus (minus) adjustments for :				
Depreciation	3.004	3.086	3.004	3.086
Depreciations of state subsidies' fixed assets	(169)	(169)	(169)	(169)
Provision	956	1.622	956	1.622
Results (income, expenses, profit & loss) of fina	-	-	-	-
Participation Income	-	-	(23)	(14)
Interest and related (income)/expenses	(1.628)	(1.159)	(1.626)	(1.158)
	16.461	18.397	16.340	18.241
Decrease / (increase) of Reserves	47	274	47	274
Decrease / (increase) of customers & claims	(7.740)	(4.810)	(7.856)	(4.673)
Increase / (decrease) of customers & liabilities (1.255	2.512	1.321	2.623
Decrease / (Increase) of other long term claims	2	-	2	-
(Less):				
Interest paid and related expenses paid	(29)	(24)	(29)	(23)
Tax paid	(2.266)	(3.022)	(2.259)	(3.019)
Net Cash inflows / (outflows) from operating activities (a)	7.730	13.328	7.566	13.422
Cash Flow from Investing Operations				
Purchase of fixed assets	(1.469)	(2992)	(1.469)	(2.992)
Purchase of non fixed assets	(11)	(29)	(11)	(29)
Interest received	1.634	1.163	1.633	1.163
Total inflow / (outflow) from investment operations (b)	155	(1.857)	154	(1.858)
Cash Flow from Financial Operations				
Loan paid	(233)	(309)	(233)	(309)
Income from subsidies	19	21	19	21
Dividend paid	(4)	(7)	(4)	(7)
Total inflow / (outflow) from financing operations (c)	(218)	(296)	(218)	(296)
& cash equivalent of the period (a) + (b) + (c)	7.667	11.175	7.502	11.269
Cash & Cash equivalent at the beginning of the period	23.159	14.364	22.898	14.134
Cash & Cash equivalent at the end of the period	30.826	25.539	30.400	25.403

The notifications on pages 17 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, 2011. The principal accounting policies adopted for preparation of the interim condensed financial information of the six month period ended June 30, 2012, are identical to those used in the preparation of annual financial statements for the year ended December 31, 2011 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.

Consolidated Method

The consolidated financial statements are made of the financial statements of the parent and the subsidiary company of the Group. The following table shows the parent and the subsidiaries included in the consolidation together with the related ownership, the country established and their activity.

COMPANIES	% GROUP	COUNTRY	ACTIVITY
<i>EYATH SA.</i>	PARENT	GREECE	Water Supply & Sewerage Systems Services
<i>EYATH SERVICES SA</i>	100%	GREECE	Provision of any kind of Water & Sewerage Systems, telecom services & production / trade of electric power.

2.2 New standards, interpretations, and alteration of standards

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 is that the application of the below stated amendments will not have an important effect on the financial statements.

Standards and Interpretations for the current fiscal period

IFRS 7 (Amendment) «Financing Means: Announcements» - transfers of financial assets (to be applied on the accounting periods beginning on or after the 1st of July 2011)

This review offers the announcements for transferred financial assets which have not been fully de-identified as well as the transferred assets fully identified but in which the Group remains involved. It also offers guidance on how to apply the required announcements. This alteration has not yet been adopted by the European Union.

IAS 12 (Amendment) «Income Tax» (applied on yearly accounting periods starting on or after the 1st of January 2012).

The alteration of the IAS 12 offers a practical method for measuring the deferred tax liabilities and deferred tax assets when investment property is measured using the reasonable value method in accordance with IAS 40 «Investments on property». This alteration has not yet been adopted by the European Union.

Standards and Interpretations commencing on or after the 1st of January 2013**IFRS 9 «Financial means»** (applied in the yearly accounting periods starting on or after the 1st of January 2015).

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 1st of January 2015.

IFRS 13 «Fair value measurement» (applicable on the fiscal years starting on or after the 1st 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.

IIIFI 20 «Expenses for stripping outdoor mines during the production stage» (applied to the fiscal year financial reports commencing on 1st January 2013 or after)

This amendment provides guidance on the accounting of the expenses for the removal of overburden rocks during the production of a mine. According to this interpretation, the financial mining entities might possibly have to remove in the results carried forward of the beginning of period the capitalized expenses of the mines which cannot be attributed to an identifiable element of an ore body. This interpretation is applicable only to expenses of open cat mines but not to underground mines or to activities of oil mining and natural gas. This interpretation is not yet adopted by the European Union.

IAS 1 (Amendment) «Presentation of Financial Statements» (applicable on the fiscal years commencing on the 1st of July 2012 or after)

This amendment requires from the financial entities to separate the figures presented in the other total incomes in two groups, based on whether it is possible to be transferred in the financial results or not.

IAS 19 (Amendment) «Employee Benefits» (applicable on the fiscal years commencing on the 1st of January 2013 or later)

This amendment bring important changes in the recognition and measurement of the cost of planned defined benefits and benefits for exit from the service (removal of the margin method), as well as the notifications of all the benefits of the employees. The basic changes concern the recognition of the actuarial profits and losses, the recognition of past service/expenses cut costs, the measurement of the retirement pension costs, the required notifications on costs handling and taxation associated with defined benefits, as well as distinguish between short term and long term benefits.

IFRS 7 (Amendment) «Financing Means: Announcements» - transfers of financial assets (to be applied on the accounting periods beginning on or after the 1st of January 2013)

This review offers the announcements for transferred financial assets which have not been fully de identified as well as the transferred assets fully identified but in which the Group remains involved. It also offers guidance on how to apply the required announcements. This alteration has not yet been adopted by the European Union.

IAS 32 (Amendment) «Financing means: Presentation» (to be applied on the accounting periods beginning on or after the 1st of January 2014)

The present alteration provides explanations regarding various rights for the clearing of financial assets and liabilities in the net equity position. This alteration has not yet been adopted by the European Union.

Group of Standards according to the consolidation of joint agreements (applied on the fiscal years starting on or after the 1st 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 1st 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. The group will apply those changes on the day that these changes become applicable.

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.

IFRS 10, IFRS 11 and IFRS 12 (Amendment) “Consolidated financial reports, agreements in common and acknowledgment of participation to other financial institutions: Rules upon transition”

The amendment of the transition directive of IFRS 10, 11 and 12 provide guidance relevant to the transition directive to IFRS 10 and minimises the requirements for providing comparative information for the disclosures of IFRS 12 only for the period immediately preceding the first annual period in which it is applied IFRS 12. Comparative information for disclosures relating to interests in non consolidated entities (structured entities) is not required.

IAS 27 (Amendment) «Company Financial Statements»

This Standard was published simultaneously with IFRS 10 and in combination, those two replace the standards IAS 27 «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. The Group will apply those changes on the date that these become applicable.

IAS 28 (Amendment) «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.

Alterations on standards that are part of the yearly improvement program for 2011 of the International Accounting Standards Council

The below stated alterations describe the most important changes in the IFRS as a direct consequence of the yearly improvement program of the IASC published in May 2012. Those alterations are applied to the financial statements on or after January the 1st of 2013 and not yet adopted by the European Union.

IAS 1 «Presentation of Financial Statements»

This review provides clarification upon the relevant acknowledgements for comparative information when a financial entity produces an additional report either (a) as expected from IFRS 8 “Accounting policies, changes in financial estimates and mistakes” either (b) voluntarily.

IAS 16 “Fixed Assets”

The amendment specifies that spare parts and other fixtures for maintenance are fixed assets and not inventories when are used as fixed assets, in effect when they are used for more than one period

IAS 32 “Financing means: Presentation”

The alteration offers explanations regarding how income tax concerning allocation is attributed to the results and income tax related to expenses directly to the net equity position is attributed to the net equity position, according to IAS 12.

IAS 32 “Interim financial report”

The alteration explains the acknowledgements for the fixed assets and the liabilities of the sectors in the interim financial report, according to IFRS 8 “Operations”.

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 01.01-30.06.2012

	Water Services	Sewerage Services	GROUP TOTAL
Sales to third party	25.616	12.145	37.761
Less: Cost of Goods Sold	(12.696)	(8.966)	(21.661)
Gross Profit (loss)	12.921	3.179	16.099
Profit / (Loss) before tax & financial expenses	10.493	2.177	12.671
Financial Expenses	1.124	504	1.628
Operational Income	11.618	2.681	14.299
Earnings Before tax	11.618	2.681	14.299
Income tax	(2.429)	(561)	(2.989)
Earnings After tax	9.189	2.121	11.310
Profit / (Loss) before tax, financial expenses & depreciation	12.896	2.609	15.505

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
Less: Cost of Goods Sold	(13.533)	(7.764)	(21.297)
Gross Profit (loss)	12.670	4.925	17.595
Profit / (Loss) before tax & financial expenses	9.579	4.261	13.858
Financial Expenses	806	367	1.159
Operational Income	10.402	4.628	15.016
Earnings Before tax	10.402	4.628	15.016
Income tax	(2.044)	(910)	(2.951)
Earnings After tax	8.358	3.718	12.065
Profit / (Loss) before tax, financial expenses & depreciation	12.066	4.710	16.775

3.1.2 Distribution of Assets and Liabilities per business sector.

Group figures on 30.06.2012

	Water Services	Sewerage Services	GROUP TOTAL
Group Figures			
Fixed Assets	52.257	37.303	89.560
Customers & other claims	47.916	22.717	70.634
Non distributed Fixed Assets elements	-	-	34.008
Total Assets	100.174	60.020	194.201
Future Subsidy Income	-	3.744	3.744
Liabilities	23.174	9.417	32.591
Loans	-	386	386
Non Distributed Liability Elements	-	-	157.480
Total Liabilities	23.174	13.548	194.201
Additional Fixed & Intangible Assets	628	852	1.480

	Group figures on 31.12.2011		
	Water Services	Sewerage Services	GROUP TOTAL
Group Figures			
Fixed Assets	53.077	38.008	91.085
Customers & other claims	43.068	21.020	64.088
Non distributed Fixed Assets elements	-	-	26.370
Total Assets	96.145	59.027	181.542
Future Subsidy Income	-	3.894	3.894
Liabilities	19.492	5.019	24.510
Loans	-	619	619
Non Distributed Liability Elements	-	-	152.518
Total Liabilities	19.942	9.533	181.542
Additional Fixed & Intangible Assets	3.446	2.524	5.971

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	
Acquisition or rating value							
Balance on 01.01.2012	18.896	5.826	95.175	1.068	2.611	6.340	129.917
Additions 01.01-30.06.2012	-	-	28 -	-	28	1.412	1.496
Reclassifications 01.01-30.06.2012	-	-	2.567 -	-	-	(2.567) -	-
Disposals 01.01-30.06.2012	-	-	-	-	-	-	-
Total on 30.06.2012	18.896	5.826	97.770	1.068	2.639	5.186	131.385
Accumulated depreciation							
Balance on 01.01.2012	-	1.165	35.086	939	1.753 -	-	38.943
Depreciation 01.01-30.06.2012	-	73	2.768	30	113 -	-	2.984
Disposals 01.01-30.06.2012	-	-	-	-	-	-	-
Total on 30.06.2012	-	1.238	37.854	970	1.866 -	-	41.928
Net Non Depreciated amount on 31.12.2011	18.896	4.660	60.089	129	858	6.340	90.973
Net Non Depreciated amount on 30.06.2012	18.896	4.588	59.916	99	773	5.186	89.458

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	
Acquisition or rating value							
Balance on 01.01.2012	18.896	5.826	95.175	1.068	2.609	6.340	129.914
Charges 01.01-30.06.2012	-	-	28 -	-	28	1.412	1.469
Reclassifications 01.01-30.06.2012	-	-	2.567 -	-	-	(2.567) -	-
Disposals 01.01-30.06.2012	-	-	-	-	-	-	-
Total on 30.06.2012	18.896	5.826	97.770	1.068	2.637	5.186	131.383
Accumulated depreciation							
Balance on 01.01.2012	-	1.165	35.086	939	1.751 -	-	38.941
Depreciation 01.01-30.06.2012	-	73	2.768	30	113 -	-	2.984
Disposals 01.01-30.06.2012	-	-	-	-	-	-	-
Total on 30.06.2012	-	1.238	37.854	970	1.864 -	-	41.925
Net Non Depreciated amount on 31.12.2011	18.896	4.660	60.089	129	858	6.340	90.973
Net Non Depreciated amount on 30.06.2012	18.896	4.588	59.916	99	773	5.186	89.458

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	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Raw and supporting materials & spare parts	2.080	2.128	2.080	2.128
Reserves Impairment	(341)	(341)	(341)	(341)
Total after Impairment	1.739	1.787	1.739	1.787

Upon Group's inventories lies a devaluation provision amount of €341.

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	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Customer Claims	55.329	49.211	55.326	49.174
Short term Claims against participants	-	-	121	99
Doubtfull customer - under litigation & debtors	10.583	9.388	10.583	9.388
Debtors	10.418	9.966	10.404	9.960
Administration Accounts on prepayments & credit	278	279	278	279
Expenses of future fiscal years	111	136	111	135
Income Received	4.498	4.497	4.498	4.431
	81.216	73.476	81.321	73.464
Less: Provisions on bad claims	(10.583)	(9.388)	(10.583)	(9.388)
Total Customer & Other Claims	70.634	64.088	70.738	64.077

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 30/06/2012 amount of €10,418, regards a deposit of income tax and other retained of €4.540, claims for works supervision from EYATH Fixed Assets amount of €1.361, claims of special grants from services supplied to the Ministry of Environment, Planning and Public Works of €3.166 and claims from other debtors of €1.351.

Moreover, it is noted that the account balance for «Received revenues for the fiscal period» on the 30/06/2011 amount of €4.498, regards work revenues of EYATH S.A. for the fiscal period 01/01/2012-30/06/2012 (in which they are listed) amount of €3.069 which are expected to be invoiced during the next fiscal year, grant revenues from Ministry of Environment, Planning and Public Works amount of €752 and other received revenues of €677.

The credits and deposits management account on the 30/06/2012 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	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Balance on 1 January 2012	9.388	6.122	9.388	6.122
Increase	1.195	3.265	1.195	3.265
Decrease	-	-	-	-
Balance on 31 December 2012	10.583	9.388	10.583	9.388

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	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Cash	316	444	315	442
Deposits	30.510	22.715	30.085	22.455
Total	30.826	23.159	30.400	22.898

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	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
AA-	0	0	0	0
BBB-	164		164	
BB+		164		164
B-	26.419	19.171	25.993	18.911
Deposits in banks non rated by Fitch	3.297	3.380	3.927	3.380
Total	30.510	22.715	30.085	22.455

8. SHARE CAPITAL

	30.06.2012	31.12.2011
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 30/06/2012, the shareholders of the Company with a shareholding greater to 2% were the following:

SHAREHOLDER	No. of Shares	% of shareholding 31.12.2012
State's Public Property Fund	26.868.000	74.02%
Suez Environment Company	1.982.870	5.46%
Other Shareholders with shareholding below 2%	7.469.130	20.52%
Total	36.300.000	100.00%

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	
	01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Employee Salaries	4.224	2.790	4.224	5.790
Employee Provisions	1.118	1.317	1.118	1.317
Employee Expenses	63	40	63	40
Provisions on staff redundancies	46	82	46	82
Total Cost	5.450	7.229	5.450	7.229
Number of constant staff	273	312	273	312

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	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Current value of non financed liabilities	2.705	2.705	2.705	2.705
Non registered actuarial profit / (loss)	742	981	742	981
Net liability registered on the Balance Sheet	3.447	3.687	3.447	3.687

Amounts registered in the Income Statement

	THE GROUP		THE COMPANY	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Costs of current fiscal year	35	87	35	87
Interest on debt	51	151	51	151
Recognition of actuarial loss / (profit)	(40)	(76)	(40)	(76)
Normal expense on the Income Statement	46	163	46	163
Total expense on the Income Statement	46	163	46	163

Changes in the net obligations registered in the Balance Sheet

	THE GROUP		THE COMPANY	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Net obligation on the beginning of the year	3.687	4.573	3.687	4.573
Provisions paid by the employer	(285)	(1.050)	(285)	(1.050)
Total Expenses registered in the income statement	46	163	46	163
Net obligation on the end of the year	3.447	3.687	3.447	3.687

Difference in the current value of the obligation

	THE GROUP	THE COMPANY
	30.06.2012	31.12.2011
Current value of obligation at the beginning of the period	2.705	3.618
Cost of current employment	35	87
Interest Costs	51	151
Provisions paid by the employer	(285)	(1.050)
Actuarial loss / (profit)	(40)	(101)
Present value of obligation at the period end	2.506	2.705

Actuarial assumptions

	THE GROUP	THE COMPANY
	30.06.2012	31.12.2011
Discount rate	4.52%	4.52%
Future Salary increases	2.50%	2.50%
Expected residual employers life	8.93	8.93

10. PROVISIONS FOR LIKELY RISKS AND EXPENSES

The amount of € 3.260 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 €1.037 (Note 16).

	GROUP AND COMPANY		
	Outstanding Legal Cases	Tax Provisions	Total
Provisions			
Long term provisions			
01.01.2012	3.260	1.037	4.297
Additional provisions	760	-	760
Provisions used	(760)	-	(760)
30.06.2012	3.260	1.037	4.297

11. COMMERCIAL AND OTHER LIABILITIES

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

	THE GROUP		THE COMPANY	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Suppliers	5.700	6.367	1.691	6.357
Checks payable	1.244	637	1.152	622
Other taxes	2.009	664	1.969	664
Insurance Organisations	665	474	665	474
Obligations to participated parties	-	-	187	144
Expenses on fiscal year	2.124	1.136	2.108	1.116
Customer Advances	151	144	78	8
Dividends paid	6.834	14	6.834	14
Creditors	13.863	15.073	13.861	15.070
Total	32.591	24.510	32.545	24.469

The balance of the account «Variable Creditors» on the 30/06/2012 amount of € 13.863 regards liabilities towards EYATH Fixed Assets S.A. for water supply and various cover of operational needs amount of € 13.756 and liabilities towards creditors of € 107.

12. SHORT TERM TAX LIABILITIES

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

	THE GROUP		THE COMPANY	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
	Income tax	7.934	7.288	7.890
	7.934	7.288	7.890	7.214

13. INCOME TAX

The tax liability of the results is:

	THE GROUP		THE COMPANY	
	01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Income tax	2.928	3.136	2.903	3.104
Tax on large real estate property	81	81	81	81
Deferred tax	(20)	(266)	(20)	(266)
Total	2.989	2.951	2.965	2.919

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	
	01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Earnings Before Tax	14.299	12.945	14.199	12.884
Tax calculated on the Company tax coefficient (2012: 20%, 2011: 20%)	2.860	3.003	2.840	2.975
Expenses non deducted from income tax	153	414	148	408
Tax on large real estate property	81	81	81	81
Non taxed income	(105)	(693)	(105)	(639)
Effect from tax coefficient change		94		94
Total taxation on Income Statement	2.989	2.953	2.965	2.919

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	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Deferred tax claims	2.251	2.208	2.251	2.208
Deferred tax obligations	(1.162)	(1.140)	(1.162)	(1.140)
Total deferred tax on the Income Statement	1.089	1.069	1.089	1.069

	THE GROUP		THE COMPANY	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Balance at the beginning	1.069	577	1.069	577
Income tax	20	491	20	491
Balance at the end	1.089	1.069	1.089	1.069

	THE GROUP			
	31.12.2011	Credit (Debit) of Income	Credit (Debit) of Equity	30.06.2011
Deferred tax obligations				
Financial depreciation of tangibles	(1.259)	(62)	-	(1.321)
Adjustments of grants on tangibles	119	40	-	160
	(1.140)	(22)	-	(1.162)
Deferred tax claims				
Deregister of many years depreciated costs and adjustment of depreciated of intangibles	17	48	-	65
Adjustment of value of bill pain in	1.607	9	-	1.616
Adjustment of inventory valuation	68	-	-	68
Provision of staff compensation due to retirement	516	(14)	-	502
	2.208	42	-	2.251
Net deferred tax obligations in the Income Statement	1.069	20	-	1.089
Registry in the Income Statement				
Deferred tax claims	1.069			1.089
	1.069			1.089

	THE COMPANY			
	31.12.2011	Credit (Debit) of Income	Credit (Debit) of Equity	30.06.2012
Deferred tax obligations				
Financial depreciation of tangibles	(1.259)		(62) -	(1.321)
Adjustments of grants on tangibles	119		40 -	160
	(1.140)		(22) -	(1.162)
Deferred tax claims				
Deregister of many years depreciated costs and adjustment of depreciated of intangibles	17		48 -	65
Adjustment of value of bill pain in	1.607		9 -	1.616
Adjustment of inventory valuation	68		-	68
Provision of staff compensation due to retirement	516		(14) -	502
	2.208		42 -	1.089
Net deferred tax obligations in the Income Statement	1.069		20 -	1.089
Registry in the Income Statement				
Deferred tax claims	1.069			1.089
	1.069			1.089

14. EARNINGS PER SHARE

The calculation of basic earning per share is as follows:

	THE GROUP		THE COMPANY	
	01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Net earnings attributed to the Company owners	11.310	12.065	11.235	11.955
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	36.300.000	36.300.000
Basic earning (loss) per share (€)	0.3116	0.3324	0.3095	0.3293

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 1/1/2012-30/06/2012, 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 1/1/2012-30/06/2012 and the 30th of June 2012 respectively, are analyzed below:

	THE GROUP		THE COMPANY	
	01/01-30/06/2012	01/01-30/06/2011	01/01-30/06/2012	01/01-30/06/2011
Income	-	-	22	14
Expenses	-	-	655	619
Management Salaries	377	460	377	449

	THE GROUP		THE COMPANY	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Claims	-	-	121	99
Liabilities	-	-	186	144
Claims from Managerial Staff	14	20	14	20
Liabilities to Managerial Staff	3	4	-	2

The company expenses of €655 regard water meter measurement services supplied by the subsidiary company «EYATH SERVICES S.A. ». The company income of €22 regards the dividend approved by the subsidiary company «EYATH SERVICES S.A.». The company claim for €121 mainly regards the

claim against the approved dividend. The Company liability of €186 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 30/06/2012 there are legal actions, solicitor's letters and in general future claims against the Group of € 3.260 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 30/06/2012 had signed contracts regarding the operational lease of property and means of transport which expire partially until 2014. The lease expenses for the operational leases included in the results statement of the current fiscal period amount to € 291 (30/06/2011: €247).

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

	30/6/2012	30/6/2011
0-1 YEARS	354	437
1-5 YEARS	124	475
Beyond 5 years	-	-
	478	912

16.3 Other potential liabilities

The group during the 30/06/2012 had given letters of guarantee on completion of contracts for works for the total amount of €709 (30/06/2011: €366)

16.4 Unaudited tax years

The Company has not been audited by the tax authorities for the uses of 2009 and up to 2010. For the possibility of additional taxation and penalties the Company has made a provision of €1,037. (see note 10)

For the fiscal years 2011 & 2012 the company has been under the tax audit of the Chartered Auditors as expected under the provisions of the article 82 par. 5 L. 2238/1994. The audit for the fiscal year 2011 is under way and the relevant tax certificate is expected to be granted after the publication of this interim financial statement. If until the completion of the tax audit there are additional tax obligations we estimate that these will not have a material effect on the financial statements.

The subsidiary Company has not been tax audited by the tax authorities for the use of 2010 to present. It is not expected that new additional taxes or penalties will be imposed and as a result there has not been any relevant provision made for.

17. NUMBER OF EMPLOYEES

The Group and the Company's number of employees at the end of the current fiscal period were 273 people, while at the end of the respective previous fiscal period it was 312 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 in the framework of NSRF two more works were announced which will be under auction in April 2012 with the co finance of NSRF. The plants concern the 'Construction of Section B of the Central Sewerage Pipe of Thessaloniki' under budget of €44 mil. and the 'Construction of Extension of Water Treatment of Thessaloniki Phase 2' budget of €36.5 mil..

In the same direction there were constructed and delivered projects of sewerage biological treatment such as drying out of sludge and other relevant projects total cost of €17.5 mil. and in the pipeline are more projects of €4.5 mil.

The Company has undertaken the operation and maintenance of the Thesalonki Sewerage Treatment Plant which is located in the east side of the Gallikos river and in distance of almost 12Km from the city of Thessaloniki. The plant is almost 40 sqm. and it includes through the Central Sewerage Pipe the largest part of the city's sewerage volume.

Since 2006 the product of the Treatment Plant (hereafter «dried sludge») was transported to the Tsagarades landfill. Since 2006, this landfill stopped operating and the Management of the Mavrorahi landfill refused to accept the product, and the dried sludge is transported to a specially treated area close to the treatment plant where it is treated and buried according to the decision 106129/25.10.2006. In the beginning of 2011, the quantity of this dried sludge which remains at this area is estimated at 250,000 – 270,000 tones almost. The largest part of the amount is located in dried areas which sub-enforced with special material for the protection of the environment. The issue of the sludge treatment is taken into consideration by the Company Management and specifically in the period (2010 – 2011) were removed from the premises almost 17,000 tones towards production of biological fertilizer but also for the immediate use in agriculture and the production of compost.

The issue is quite complex and potentially presents an investment interest. At the same time it requires specialized studies for the appropriate ways to exploit the dried sludge. The Company Management is in the process of finding the suitable methods of operation but also to define the costs if they need to be removed. Also, in consideration is the purchase of an adjacent land plot for the extension of the treated land for dried sludge, according to the specifications of 106129/25.10.2006. However it is noted that in the current situation it is not possible the precise and credible estimation of the cost for removing the sludge and as a result of the possible obligations that may arise until the final solution of the issue. The Company Management has commissioned a preliminary study, which will identify all the possible ways of the sludge treatment and possible actions which can be taken into consideration for this matter, in conjunction with the products of the thermal drying plants under operation. The Managements' estimation is that the amount of sludge finally needed to be removed, will not significantly affect the financial position of the company, taking into consideration the possibility for hedging of this removal cost, in fees.

Finally, at the end of 2011, the construction of the sludge thermal drying plant was completed in the facilities of E.E.L.Th. With the launch of the Dried Plant (2012), the produced amount of the sludge has already started to dry out and as a result the costs of treatment and landfill of the dried sludge ceases to exist and to burden the financial position of EYATH SA.

19. FACTS POSTERIOR TO THE BALANCE SHEET DATE

There are no facts posterior to the balance sheet of the 30th of June 2012, 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 2012

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

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

E.Y.A.TH. S.A.

JOINT STOCK COMPANIES REGISTER NUMBER: 41913/06/98/32
Head Quarters: 127 Egnatias Street- 54635 Thessaloniki

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 €5,430,623.54 (€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 arose 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, 30.08.2005, 29.12.2006, 26.6.2009 and 04.08.2011 decision of the General Assemblies of the Company Shareholders, it was distributed up until 31.12.2011, 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).

TABLE OF 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 28.16.2006			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 in from 1.1.2009 to 31.12.2009	Remaining cash to be available in thousands € from 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 thousands € from 31.12.2010	Total cash available for building construction from 1.1.2011 to 31.12.2011	Remaining amount of cash to be available in thousands € from 31.12.2011	Total cash available for building construction from 1.1.2011 to 30.06.2012	Remaining amount of cash to be available in thousands € from 30.06.2012	
	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																											
Transportation	2,348	2,348	4,696	2,348	2,348	4,696	0	2,348	2,348	4,696	127	2,284	2,285	4,669	801	1,256	2,513	3,769	65	3,714	0	3,714	6	3,708	0	3,708	
Total Amount	2,348	2,348	4,696	2,348	2,348	4,696	734	2,348	2,348	4,696	127	2,284	2,285	4,669	801	1,256	2,513	3,769	65	3,714	0	3,714	6	3,708	0	3,708	

Notes:

- 1) The remaining amount of €3,708 on the 30.06.2012 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 August the 30th 2012

THE PRESIDENT

THE CEO

THE CFO

KONSTANTINOS KAMAKAS
ID No AA 842423

NIKOLAOS PAPADAKIS
ID No AZ 187068

MARIA SAMARA
LICENSE NO. 71414 A CLASS
ID No Σ 342116

Report of Findings from the Statement of Agreed Procedures upon the Report of Raised Funds Towards the Board of Directors of the "Water Supply and Sewerage Systems Co." S.A.

According to the order we received from the Board of Directors of the "Water Supply and Sewerage Systems" (the Company), we completed the following the agreed procedures in the framework of those explained in the Athens Rule Book and the relevant regulatory framework of the S.E.C., relevant to the Report of Raised Funds of the Company, concerning the share capital increase in cash that took place in the 31st of September 2001. The management of the company has the responsibility of the above announced Report. We undertook this study according to the International Accounting Standard of Services 4400, which is in effect in «Assignments of Preregulated Procedures Relevant to Financial Information». Our responsibility is to execute the procedures and to notify our findings.

Procedures:

1. We examined the amounts that are stated as payments in the attached «Statement of Raised Funds from the Share Capital Increase with Cash», to the respective amounts recognised to the books and the Company figures, during the time period that they are stated.
2. We examined the completeness of the Report and the consistency of the information to the ones stated in the Bulletin published by the company for that matter, as well as with the relevant decisions and announcements of the relevant officers of the Company, including the decisions of the General Assemblies of the shareholders under which the timeline is altered as well as the usage of the raised funds.

Findings

1. The per segment used amounts appearing as disbursements in the attached «Report on Raised Funds from the Share Capital Increase with Cash», arrive from the books and figures of the Company, in the time period of appearance.
 2. The information of the Report includes in minimum all information provided for that matter under the regulatory framework of the ASE Rulebook as well as the legal framework of the SEC and is consistent with the information stated in the relevant Bulletin and the relevant decisions and announcements of the relevant officers of the Company, including the decisions of the General Assemblies of the shareholders under which the timeline and the use of 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. Had we taken additional procedures or audit then additional findings might have come to our attention and other matters beyond to the ones relating to the previous paragraph. The present Report is directly addressed to the Board of Directors, 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 another reasons as it is limited only to the figures examined above and does not expand in the financial statements of the company for the period of 01.01-30.06.2012 for which we published a separate Report dated 30th August 2012.



Thessaloniki August 30th 2012
The Chartered Auditors

Konstantinou Sotiris
A.M. Σ.Ο.Ε.Α. 13671

Koutroulos Konstantinos
A.M. Σ.Ο.Ε.Α. 25701

FIGURES AND INFORMATION

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

JOINT STOCK COMPANIES REGISTER NUMBER.: 41913/06/B/98/32

Head Quarters: 127 Egnatias Street, 54 635 Thessaloniki

FIGURES AND INFORMATION from 1st of January 2012 to 30th of June 2012

According to the Decision 4/507/28.04.2009 of the Board of Securities & Exchange Commission

The following figures and information deriving from the interim financial statements aim to a general information upon the financial state and the results of the «WATER SUPPLY AND SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A.». We therefore recommend to the reader, prior to any investment activity or any other transaction with the Company, to refer to the Company website where the financial statements are posted as well as the review report of the chartered auditor when required.

Website		www.eyath.gr			
Date of approval from the BoD of the financial statements		30th of August 2012			
Certified Auditor		Kostantinos Sotirios (A.M.13671), Kouroufos Konstantinos (A.M.25701)			
Audit Company		GRANT THORNTON AE			
Type of Review Report		In accordance			
REVENUES STATEMENT (Amounts expressed in thousands Euros)					
		THE GROUP		THE COMPANY	
		1/1/2012-30/6/2012	1/1/2011-30/6/2011	1/1/2012-30/6/2012	1/1/2011-30/6/2011
Turnover		37.761	38.692	18.505	19.316
Gross Profit / (loss)		16.099	17.595	7.273	8.689
Profit/(Loss) before interest, tax & financing		12.671	13.858	5.884	7.102
Less tax		(2.989)	(2.951)	(1.369)	(1.220)
Profit / (loss) after tax (A)		11.310	12.065	5.044	6.510
Company Owners		11.310	12.065	5.044	6.510
Minority Holders		0	0	0	0
Other total revenues after taxes (B)		0	0	0	0
Total revenues after taxes (A) + (B)		11.310	12.065	5.044	6.510
Company Owners		11.310	12.065	5.044	6.510
Minority Holders		0	0	0	0
Profit / (loss) after tax per share - basic (C)		0.3116	0.3324	0.1389	0.1793
Earnings / (losses) before tax, interest & depreciation		15.505	16.775	7.014	8.577
Depreciation		15.505	16.775	7.014	8.577
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