



SEMI ANNUAL CONDENSED FINANCIAL STATEMENTS
for the period 1st of January 2014 – 30th June 2014
(according to article 5 of L.3556/2007)

Joint Stock, Reg: 41913/06/B/98/32

Commercial Reg:58240404000

Egnatias Street 127, Thessaloniki, 54635



30 June
2014

SEMI ANNUAL CONDENSED FINANCIAL STATEMENTS
for the period ended at 30 June 2014
(amount in th. Euros)

SEMI ANNUAL CONDENSED FINANCIAL INFORMATION
FOR THE PERIOD OF 1ST OF JANUARY 2014 – 30TH OF JUNE 2014
ACCORDING TO THE IFRS

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 29th of August 2014 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 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. Nikolaos Papadakis, President of the BoD & CEO,
2. Penelope Ralli, Vice President of the BoD,
3. Konstantinos Koutroukis, Vice President of the BoD.

We state and certify to the best of our knowledge:

(a) the accompanying semi-annual, corporate and consolidated condensed statements of financial reporting EYATH SA for the period 01.01.2014-30.06.2014, prepared in accordance with IAS 34, present fairly the assets, liabilities, equity and results of the EYATH SA and the undertakings included in the consolidation taken as a whole, as defined in paragraphs 3-5 of Article 5 of Law. 3556/2007, and

(b) the half-yearly report of the Board of EYATH SA presents fairly the information required under paragraph 6 of Article 5 of Law. 3556/2007.

Thessaloniki, 28th of August 2014

The certifying members

Nikolaos Papadakis

Penelope Ralli

Konstantinos Kamakas

President of the BoD & CEO

Vice President of the BoD

Vice President of the BoD

ID No AK 869759

ID No AK 901780

ID No Π 804011



**SEMI ANNUAL MANAGEMENT REPORT OF THE BOARD OF DIRECTORS OF
WATER SUPPLY AND SEWERAGE COMPANY OF THESSALONIKI
FOR THE PERIOD 1 January 2013 - 30 June 2014**

(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 (1/1/2013-30/06/2014).

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 electric power.

FINANCIAL DATA – WORK PROGRESS

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

Turnover reached the amount of € 37,811 from € 36,198 during the respective period last year noting an increase of € 1,613 or 4.46%. The cost of goods sold reached the amount of € 22,301 from € 21,939, noting an increase of €362 or 1.65%. Group earnings before taxation, reached the amount of € 12.907 from € 11.111, noting an increase of € 1,796 or 16.16%. Finally the Earnings after tax, reached the amount of € 9,537 from € 9,024, noting an increase of € 513 or 5.68%.

Group turnover arrived mainly from sales of services on water and sewerage. The turnover increase is due to the consumption increase of water and the sewerage tariffs.

Gross profit for the period reached € 15,510 from € 14,259 the previous period, noting an increase of € 1.251 or 8.77%.

EBITDA of EYATH SA reached the amount of € 14,360 from € 12,901 noting an increase of € 1,459 or 11.31%.

Finally, cash and cash equivalents at 30/06/2014 reached the € 56,173 from € 53,588 on 31/12/2013 an increase of € 2,585 ή 4.82%.

GROUP FINANCIAL RATIOS

	01/01/2014-30/06/2014	01/01/2013-30/06/2013	Deviation
PRODUCTIVITY RATIOS			
Gross Profit Margin	41.02%	39.39%	1.63%
EBITDA	37.96%	35.72%	2.26%
EBIT	31.24%	27.59%	3.65%
EBT	34.13%	30.70%	3.44%
EAT	25.22%	24.93%	29.00%
INVESTMENT RATIOS			
Earnings per share after tax	0.2627	0.2486	5.68%
LIQUIDITY RATIOS			
	30/6/2014	31/12/2013	Deviation
Current Assets/ST Liabilities	3.47	4.81	-27.90%
CAPITAL STRUCTURE RATIOS			
Own / Foreign Capital	240.19%	297.08%	-56.89%

TARIFF 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% and by 4% (80% from 76%) of the water value.

By Decision No. 74/2014 Decision of the Board EYATH the AU decided to issue Common Minister Decision duration of one year, which will determine the tariffs period 01.01.2014 to 31.12.2014, the same amount that was introduced with the Health Center A 4799 / 12.19.2012, to ensure the smooth operation of the company and guaranteed revenues, during the phase of transition to the new regulatory framework for charging.

IMPORTANT FACTS FOR THE PERIOD

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 eater and sewerage services under the minimum possible cost. The protection of the water sources and the provision of excellent quality drinking water take 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 cooperation 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.

- From April 2013 the EYATH SA took over the running of the unit thermal drying of sludge. This project was financed by the Cohesion Fund allocation for the project "Expansion and Integration of Biological Wastewater Treatment Thessaloniki - Stage III" and constructed from YPOMEDI (EIDE Water Supply and Sewerage Greater Thessaloniki) in the Sewage Treatment Plant of Thessaloniki in Municipality of Delta, near the village of Sindos. The unit is sited so that it is scalable, with lugs and provision of space for the future installation of an additional drying same line and the same two silos dried sludge with the necessary peripheral equipment within this region.

The drying unit comprises two parallel lines drying turnstiles -with nominal exhaust capacity 4 tn / hr of water for each line; continuous operation (dryness of the final product above 92%). The final product obtained is dried sludge granules with physicochemical properties that make it easy and attractive for further utilization and disposal in accordance with the relevant European and Greek legislation. It is a homogeneous and stabilized, abrasion resistant and free of pathogens and are reliable and safe for public health.

With the operation of the work of drying the volume of sludge produced is reduced to about 1/5. Achieved that drastically reduce the volume and weight of the finished product led to the disposal or tipping, which allows economical and safe storage and handling of the product, minimizes deposition problem and opens more perspectives disposal such as agriculture, forestry or as fuel in cement and power plants.

For more complete information, also noted the following:

The Company has undertaken the operation and maintenance of the Wastewater Treatment Plant of Thessaloniki (hereinafter "E.E.L.TH.") located on the eastern shore of the French River and about 12 km from the city of Thessaloniki. The area of installation is approximately 400 acres. The E.E.L.TH. received through the main sewer most urban sewage of the agglomeration of Thessaloniki.

Up to 2006 the product of biological purification E.E.L.TH. (herein after "dewatered sludge") were transferred to XYTA Tagaradon. Since 2006, the year in which it ceased operation Tagaradon landfill while the landfill Mavroraichi Administration refused to accept the product of biological treatment, the dewatered sludge until 2011 were transported in specially equipped area near E.E.L.TH., where treated with asbestos and deposited in accordance with what is stipulated in the CMD 106129 / 25.10.2006.

The largest amount of sludge is placed in drying beds, which are coated on the bottom and the slopes of specific material (geotextile) for environmental protection. So far removed from the premises of E.L.TH. exceeded 50.000 tons over the production of organic fertilizers, but also for direct use in agriculture as a fertilizer material. The lackluster performance in the agricultural sector, led to a gradual increase in demand for calcined sludge. Then newer estimates, the residual current quantity of dehydrated sludge calcined with 10% Ca (OH)₂, amounting to less than 180,000 tones.

The management of the company in trying to find all suitable methods of operation of that product or the appropriate methods for removing them, prepare a preliminary study to investigate possible ways of using and specify the possible actions that can be taken in conjunction with products of thermal drying unit in operation by March 2012 and at the same time cease to charge the company with the cost of calcification and deposition.

From the preliminary result different ways of addressing the issue, but the most appropriate method of disposal of the product of sewage is deposited into agricultural land. This solution is environmentally friendly, follows the instructions and prompts the Greek and EU legislation, while it is economically much better, both for the company and for the farmers who will use the product. Specifically, the measurements of the relevant departments of the company and the results of a preliminary study conducted recently shows that the sludge produced is satisfactory physicochemical characteristics, which are within the limits set by European and American regulations for disposal in agriculture. With this method, the cost of managing an estimated amount of € 3.7 million., Which is illustrated in the financial statements for the period 01.01.2012 to 31.12.2012 in accordance with IAS 37 (note 18). Each year, the company reserves the right to reassess the effectiveness of the chosen method, so if it becomes inoperable, the company to immediately adopt alternative methods for addressing the above issues.

Also published a call for expressions of interest for business use, both the saved and the daily sludge, to cooperate with other companies to produce energy or conditioner products after combustion. From the overwhelming response of interested companies and filed more than ten (10) deals from relatively large companies with similar expertise in business recovery sludge, it appears that this product presents significant investor interest. Examination of candidate files investors is still in progress.

The company's management continues to examine the use of alternatives that may arise, such as those described in the above paragraphs, in order to minimize the expected costs.

In addition, since 2012 the Ministry of Environment, Energy and Climate Change (ministry) launched a public online consultation the draft Joint Ministerial Decision which modernizes and expands the institutional framework for the use of sludge produced in wastewater treatment plants. The aim of the ministry is to fulfill its potential for use of sludge in agriculture, forestry and landscape restoration and soil (regeneration sites, etc.). To serve this objective has been developed under a National Management Plan sludge, under which preparation has been completed and is being signed by the ministers responsible for JMD relevant terms and conditions for use of sludge.

- On February 21, 2013 the Fund for the Development of Asset (TAIPED SA) published a call for expressions of interest for the acquisition of 51% of the total share capital of EYATH through an international tender process with a deadline for expressions of interest on April 19, 2013, which was extended until 29/4/2013.
- At the Annual General Meeting of June 30, 2014 the TAIPED filed the following statement: "The decision of the State Council on water authority creates a new situation in the issue of privatization of water companies. TAIPED, respecting their legal institutions, but also the reactions of the local community, will proceed to the next time a review of the process of recovery EYATH and will announce its decisions. It is noted that his role is to utilize its elements of public property in the public interest, and therefore the interests of citizens, while also required to ensure the legitimacy, effectiveness and credibility of the privatization program".
- Under N.4186 / 2013 (FEK193 / A / 09.17.2013 Article 52 obligations of OTA A and B grade to EYATH SA, which had matured on 31/7/2013, paid up on behalf of these entities from the state budget, less any fines, penalties or other charges.
Consequently the decision no 38560/2013 joint decision of the Ministers of Interior and Finance (GG 2410 / B / 09.26.2013) claims totaling € 12.868 of A and B grade OTA, which had become due on 31/7/2013, paid by the Greek state, after deducting interest, totaling € 2.234.
- Under N.4199 / 2013 (Government Gazette 216 / A / 10.11.2013) Article 131 occurred regulate matters between the AU and EYATH FIXED assets, projects and studies jurisdiction EYATH FIXED commissioned and funded by unilaterally EYATH SA after 26/07/2001 without signed between the two parties are planned contracts.
- On 12.13.2013 the Decision No. 6067 CMD (GG 3180 / B) Finance Ministers and Macedonia-Thrace approved the protocols on handover for transfer of assets of the EYATH SA assets, according to a report by the Chartered Valuation auditor, nominated jointly by two parties. The completion of the transfer would help to reduce existing debts of the first to the second.
- The Annual General Meeting of June 30, 2014 approved the distribution to shareholders of untaxed reserves which had been formed under the provisions of L.2238 / 1994 and the payment of the tax, as provided in Article 72 of N.4172 / 2013. Also in the same general assembly approved the distribution to shareholders of the unused balance of the funds raised.

PROSPECTS - RISKS

PROSPECTS

The Company's 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, Efkarpiia, 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.

Also, the completion of operations is expected, as far as the extension of the Company activities are concerned in cooperation with the Kallikratis Municipalities of Delta, Pylaia, - panorama, Chortatis, Thermaikos as well as their addition to the network of EYATH SA of the Nikopolis area.

For the short term the Company Management has settled the following priorities:

With the aim of investigating the business operations an expressions of interest for the business development was published, both for the filled as well as the daily received sludge, in order to cooperate with other companies to produce compost of energy after combustion. Due to the overwhelming response of interested companies and as more than ten (10) bids were received from relatively large companies with similar expertise in business use of sludge, it seems that this product presents significant investment interest.

Moreover, the acquisition of adjacent land plot for the extension of the deposition basins of calcined sludge in accordance with the environmental standards of JMD 106129/2006, is in satisfactory stage, given that the Region of Central Macedonia, has expressed a positive opinion in order to proceed with the installation procedures.

It is noted that there is no termination of the exploitation sector.

COMPANY AND GROUP OPERATIONS IN THE FIELD OF RESEARCH AND DEVELOPMENT

The Group in the current fiscal period realized research and development expenses of €133 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

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 and the Company do not face any exchange risks as during the period ended no transactions in foreign currency were performed and the amount of its assets, except part of its deposits (deposits in JPY) and liabilities were in Euros.

(ii) Tariff Risks

Regarding the tariff 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 annual average increase of approximately 1% of the water services and 4% of the sewerage tariffs (80% and 76%) of the water value.

With no. 74/2014 Decision of the Board EYATH the AU decided to issue Common Minister Decision duration of one year, which will determine the tariffs period 01.01.2014 to 31.12.2014, the same amount that was introduced with the Health Center A 4799 / 12.19.2012, to ensure the

smooth operation of the company and guaranteed income during the phase of transition to the new regulatory framework for charging.

On 31.12.2013 the Company had paid its debts.

(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 interest deposits (time 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 time 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. Trade receivables of the Group's customers include demands from the state and the broader state sector for which the company expects to collect in full.

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 1/1/2014 – 30/06/2014 and the 30th of June 2014 respectively, are analyzed in the below board (also note 15 of the financial statements):

	GROUP		COMPANY	
	01/01-30/06/2014	01/01-30/06/2014	01/01-30/06/2014	01/01-30/06/2014
Revenues	-	-	-	38
Expenses	-	-	645	602
Transactions & Salaries for the senior personnel	356	377	356	428

	GROUP		COMPANY	
	01/01-30/06/2014	01/01-30/06/2014	01/01-30/06/2014	01/01-30/06/2014
Claims	-	-	144	144
Liabilities	-	-	298	215
Senior Personnel Claims	19	13	19	13
Senior Personnel Liabilities	6	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 2013 dividend a 0,120 €/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». This paragraph was cancelled by the Article 2 of N.4092/2012 which ratified the Legal Act of 07/09/2012. Following that the Extraordinary

General Meeting of 21/02/2013 also cancelled the corresponding provision of Article 5 of the Articles of Association.

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 30/06/2014 were the following:

SHAREHOLDER	No. of Shares	% of shareholding 31.03.20
State's Public Property Fund	26,868,000	74.02%
Suez Environment Company	1,982,870	5.46%
Other Shareholders with shareholding below 2%	7449130	20.52%
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

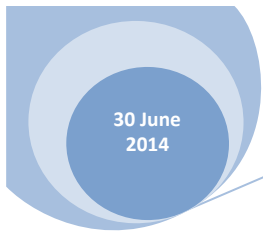
The rules provided in the Company statute for the appointment and replacement of members of the Board of Directors and the amendment of the statute provisions do not differ than what is mentioned in E.L. 2190/1920.

JURISDICTION 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 bid.



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

The General Assembly approved on the 30/06/2014 the dividend payment of €0.120 per share. In particular, the Dividend is suggested at € 4.360 for the fiscal year 2013, which regards a percentage of 35% of net earnings after deducting only the regular reserves in accordance with the current law, against €5.881 in the previous fiscal year 2012, for the total of the 36,300,000 bearer shares.

DISTRIBUTION OF NON TAXED RESERVES - RETURN OF NON DISTRIBUTED RAISED CAPITAL

The ordinary general meeting of 30 June 2014 approved the distribution to shareholders of untaxed reserves net amount of €2,373, which was formed in accordance with the provisions of L.2238 / 1994 and the payment of the tax, as provided in Article 72 of N.4172 / 2013. Also the same general assembly approved the distribution to its shareholders of unused amount of funds raised of €3,695.

POST BALANCE SHEET EVENTS

No post of 30th of June 2014 events which could materially affect the financial position or results of the Company for the year ended on that date, or other events that should be disclosed in the financial statements.

Thessaloniki, 28 August 2014

FOR THE BOARD OF DIRECTORS

Nikolaos Papadakis

Penelope Ralli

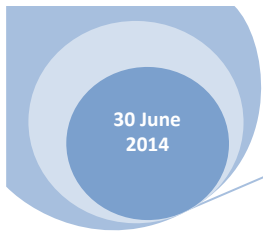
Konstantinos Koutroukis

ID no AA 942423

ID no AZ 187068

ID no Λ 184072





Auditor's Report on the Interim Financial Statements

To the Shareholders of **WATER SUPPLY & SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A**

Introduction

We have audited the accompanying separate and consolidated financial statements of WATER SUPPLY & SEWERAGE SYSTEMS COMPANY OF THESSALONIKI S.A. and its subsidiaries, which comprise the separate and consolidated Statement of Financial Position as at the 30th of June, 2014, and the separate and consolidated Statement of Comprehensive Income, changes in equity and cash flows for the semester ended, as well as the chosen notes which make an integral part of the interim financial report of the L. 3556/2007. The Management is responsible for the preparation and fair presentation of these separate and consolidated financial statements in accordance with International Financial Reporting Standards as adopted by European Union and applied to the Interim Financial Report (IAS 34). Our responsibility is to express an opinion on these separate and consolidated financial statements based on our audit.

Scope of Review

We conducted our audit in accordance to the International Audit Standard 2410 "Audit of the Interim Financial Statements under an Independent Auditor". The review of the interim financial information consists of making inquiries, primarily towards persons which are responsible for financial and other accounting matters and in applying analytical and other review procedures. The scope of the review is substantially less than the audit conducted in accordance with the International Audit Standards and consequently does not enable us to obtain the assurance that we are aware of all the significant matters that might be identified in an audit. Consequently, we cannot express an audit opinion.

Result

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

Emphasis

We draw attention to Note 18 of the accompanying financial statements, which refers to the administration of the treatment product, which resulted from the wastewater treatment for the years between 2006-2012 and remains at the company land plots. The final amount of the contingent liability of the company, in addition to the existing provision, cannot be determined



at this stage. It is noted that we do not suggest reservation in our opinion, in relation to this matter.

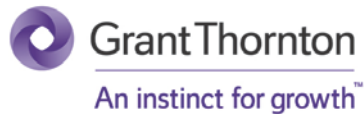
Report on Other Legal and Regulatory Requirements

Our review did not identify any inconsistency in any other information required by article 5 of the Law 3556/2007 of the interim financial report with the accompanying interim condensed financial information.

Athens, 28th August 2014
The Chartered Auditors

Konstantinou Sotiris
I.C.P.A. Reg 13671

Koutroulos Konstantinos
I.C.P.A. Reg 25701



Ορκωτοί Ελεγκτές Σύμβουλοι Επιχειρήσεων
Ζεφύρου 56, 17564 Παλαιό Φάληρο
Α.Μ. ΣΟΕΛ 127

Balance Sheet

	Note	GROUP		COMPANY	
		30/6/2014	31/12/2013	30/6/2014	31/12/2013
Fixed Assets					
Tangible Assets	4	81.263	80.872	81.263	80.827
Intangible Assets		98	94	98	94
Participations in Subsidiary Companies	-	-	-	60	60
Postponed Tax Claims	13	6.368	5.596	6.368	5.596
Other Long Term Claims		1.639	1.762	1.639	1.762
Total Fixed Assets		89.368	88.324	89.427	88.384
Current Assets					
Inventories	5	1.525	1.711	1.525	1.541
Customers & other Claims	6	54.137	47.997	54.205	65.367
Cash & Cash Equivalent	7	56.173	53.588	55.993	32.623
Total Current Assets		111.835	103.296	111.723	99.531
TOTAL ASSETS		201.203	191.620	201.150	191.092
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		26.219	28.495	26.203	29.134
Profit (Loss) carried forward		72.354	70.728	72.150	70.593
Total Group Owner's Equity Capital		142.059	143.363	141.839	143.212
Minority Rights	-	-	-	-	-
Total Owner's Equity Capital		142.059	143.363	141.839	143.212
LIABILITIES					
Long Term Liabilities					
Long Term Debt					
Provisions for Staff allowances	9	2.056	2.030	2.056	2.030
Risk & costs provisions	10	8.271	8.189	8.271	8.188
State subsidies		3.252	3.420	3.252	3.420
Other Long Term Liabilities		13.294	13.126	13.294	13.126
Total Long Term Liabilities		26.873	26.765	26.873	26.765
Short Term Liabilities					
Suppliers & Other Liabilities	11	23.111	13.969	23.303	14.027
Short Term Tax Liabilities	12	9.160	7.523	9.134	7.523
Total Short Term Liabilities		32.271	21.492	32.438	21.550
Total Liabilities		59.145	48.275	59.311	48.315
TOTAL OWNER'S EQUITY & LIABILITIES		201.203	191.620	201.150	191.528

Notifications in pages 24 to 46 are an indispensable part of the interim condensed financial statements

Income Statements

Group Total Income Statement

	GROUP		COMPANY	
	01/01-30/06/2014	01/01-30/06/2013	01/01-30/06/2014	01/01-30/06/2013
Turnover	37.811	36.168	18.553	17.850
Less: Cost of Goods Sold	(22.301)	(21.939)	(11.182)	(11.556)
Gross Profit Margin	15.510	14.259	7.371	6.295
Other Operational Income	1.768	1.323	670	572
	17.728	15.582	8.041	6.866
Distribution Expenses	(2.682)	(3.345)	(1.892)	(2.914)
Administration Expenses	(1.938)	(1.952)	(976)	(1.010)
Research & Development Expenses	(133)	(116)	(84)	(54)
Operational Expenses	(713)	(183)	(339)	(112)
Operational Results	11.812	9.986	4.750	2.776
Financial Expenses	1.094	1.125	511	592
Operational Income	12.907	11.111	5.262	3.368
Investment Income	-	-	-	-
Earnings Before tax	12.907	11.111	5.262	3.368
Income Tax	(3.370)	(2.087)	(1.446)	(827)
Earnings After Tax	9.537	9.024	3.816	2.541
Distributes to:				
Parent Company Owners	9.537	9.024	3.816	2.541
Minority Owners	-	-	-	-
Other Total Income After Tax	-	-	-	-
Total Income After Tax	9.537	9.024	3.816	2.541
Distributed to:				
Parent Company Owners	9.537	9.024	3.816	2.541
Minority Owners	-	-	-	-
Earnings Per Share (€) Basic	0.2627	0.2486	0.1051	0.0700

Notifications in pages 24 to 46 are an indispensable part of the interim condensed financial statements

Company Total Income Statement

	COMPANY		COMPANY	
	01/01-30/06/2014	01/01-30/06/2013	01/01-30/06/2014	01/01-30/06/2013
Turnover	37.811	36.198	18.553	17.850
Less: Cost of Goods Sold	(22.011)	(21.645)	(11.026)	(11.407)
Gross Profit Margin	15.801	14.552	7.528	6.443
Other Operational Income	1.727	1.323	671	572
	17.528	15.876	8.199	7.014
Distribution Expenses	(2.993)	(3.678)	(2.050)	(3.067)
Administration Expenses	(1.938)	(1.938)	(981)	(994)
Research & Development Expenses	(165)	(143)	(103)	(81)
Operational Expenses	(713)	(180)	(339)	(109)
Operational Results	11.718	9.936	4.725	2.763
Net Financial Income	1.094	1.123	511	590
Operational Income	12.812	11.060	5.236	3.364
Investment Income	-	38	-	38
Earnings Before tax	12.812	11.088	5.326	3.392
Income Tax	(3.344)	(2.073)	(1.439)	(823)
Earnings After Tax	9.468	9.025	3.797	2.569
Distributes to:				
Parent Company Owners	9.468	9.025	3.797	2.569
Minority Owners	-	-	-	-
Other Total Income After Tax	-	-	-	-
Total Income After Tax	9.468	9.025	3.797	2.569
Distributed to:				
Parent Company Owners	9.468	9.025	3.797	2.569
Minority Owners	-	-	-	-
Earnings Per Share (€) Basic	0.2608	0.2486	0.1046	0.0708

Notifications in pages 24 to 46 are an indispensable part of the interim condensed financial statements

Equity Changes Statement

Group Equity Changes

	Share Capital	Share Premium	Ordinary Reserves	Other Reserves	Profits Carried Forward	Total
Balance carried forward on the 01.01.2014 according to I.F.R.S.	40.656	2.830	9.234	19.914	70.729	143.363
Comprehensive Profits for the period after tax 01/01-30/06/2014	-	-	-	-	9.537	9.537
Distributed Dividend	-	-	-	(2.930)	(7.911)	(10.841)
Balance at 30.06.2014 according to IFRS	40.656	2.830	9.234	16.984	72.355	142.058
Balance carried forward on the 01.01.2013 according to I.F.R.S.	40.656	2.830	8.580	19.914	64.215	136.195
Comprehensive Profits for the period after tax 01/01-30/06/2013	-	-	-	-	9.024	9.024
Distributed Dividend	-	-	-	-	(5881)	(5881)
Balance carried forward on the 30.06.2013 according to I.F.R.S.	40.656	2.830	8.580	19.914	67.358	139.338
Balance carried forward on the 01.01.2013 according to I.F.R.S.	40.656	2.830	8.580	19.914	64.215	136.195
Comprehensive Profits for the period after tax 01/01-31/12/2013	-	-	654	-	12.395	13.049
Distributed Dividend	-	-	-	-	(5.881)	(5.881)
Balance carried forward on the 31.12.2013 according to I.F.R.S.	40.656	2.830	9.234	19.914	70.729	143.363

Company equity changes

	Share Capital	Share Premium	Ordinary Reserves	Other Reserves	Profits Carried Forward	Total
Balance carried forward on the 01.01.2014 according to I.F.R.S.	40.656	2.830	9.219	19.914	70.594	143.213
Comprehensive Profits for the period after tax 01/01-31/03/2014	-	-	-	-	9.488	9.488
Distributed Dividend	-	-	-	(2.930)	(7.911)	(10.841)
Balance carried forward on the 31.03.2014 according to I.F.R.S.	40.656	2.830	9.219	16.984	72.151	141.839
Balance carried forward on the 01.01.2013 according to I.F.R.S.	40.656	2.830	8.565	19.914	64.041	136.006
Comprehensive Profits for the period after tax 01/01-30/06/2013	-	-	-	-	9.025	9.025
Distributed Dividend	-	-	-	-	(5.881)	(5.881)
Balance carried forward on the 31.06.2013 according to I.F.R.S.	40.656	2.830	8.565	19.914	67.185	139.149
Balance carried forward on the 01.01.2013 according to I.F.R.S.	40.656	2.830	8.565	19.914	64.041	136.006
Comprehensive Profits for the period after tax 01/01-31/12/2013	-	-	654	-	12.434	13.088
Distributed Dividend	-	-	-	-	(5.881)	(5.881)
Balance carried forward on the 31.12.2013 according to I.F.R.S.	40.656	2.830	9.219	19.914	70.594	143.212

Notifications in pages 24 to 46 are an indispensable part of the interim condensed financial statements

Cash Flow Statement

Note	GROUP		COMPANY	
	01/01-30/06/2014	01/01-30/06/2013	01/01-30/06/2014	01/01-30/06/2013
Cash Flows from Operating Activities				
Profit/(Loss) before tax (continued operations)	12.907	11.111	12.812	11.088
Plus (minus) adjustments for :				
Depreciation	2.726	3.071	2.726	3.071
Depreciations of state subsidies' fixed assets	(178)	(156)	(178)	(156)
Provision	1.658	2.338	1.658	2.388
Participation Income	-	-	-	(38)
Interest and related (income)/expenses	(1.094)	(1.125)	(1.094)	(1.123)
	16.019	15.239	15.924	15.189
Decrease / (increase) of Reserves	87	(298)	87	(298)
Decrease / (increase) of customers & claims	(8.249)	(4.277)	(8.246)	(4.292)
Increase / (decrease) of customers & liabilities (except	(1.673)	612	(1.539)	762
Decrease / (Increase) of other long term claims	123	112	123	112
(Less):				
Interest paid and related expenses paid	(24)	(25)	(24)	(25)
Tax paid	(1.750)	(455)	(1.750)	(455)
Net Cash inflows / (outflows) from operating activities (a)	4.533	10.908	4.576	10.993
Cash Flow from Investing Operations				
Purchase of fixed assets	(3.099)	(2.518)	(3.099)	(2.518)
Purchase of non fixed assets	(25)	(17)	(25)	(17)
Interest received	1.171	1.029	1.171	1.027
Total inflow / (outflow) from investment operations (b)	(1,953)	(1.506)	(1,953)	(1.508)
Cash Flow from Financial Operations				
Loan paid	-	(142)	-	(142)
Income from subsidies	10	98	10	98
Dividend paid	(5)	(1)	(5)	(1)
Total inflow / (outflow) from financing operations (c)	5	(45)	5	(45)
Net increase / (decrease) in cash & cash equivalent of the period (a) + (b) + (c)	2.584	9.357	2.628	9.44
Cash & Cash equivalent at the beginning of the period	53.588	32.976	53.365	32.623
Cash & Cash equivalent at the end of the period	56.173	42.333	55.993	42.063

Notifications in pages 24 to 46 are an indispensable part of the interim condensed financial statements

NOTES ON THE BRIEF INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION ON THE COMPANY AND THE GROUP

«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. Nikolaos Papadakis, Managing Director and CEO, executive member
2. Penelope Ralli, Vice Chairman, executive member
3. Konstantinos Koutroukis, Vice Chairman, executive member
4. Apostol's Apostolic, independent non executive member
5. Dimitris Zavala's, non-executive member
6. Eleftheria Karahaliou, non-executive member
7. Sotiris Karahalios, independent non-executive member
8. Markos Tsafis, non-executive member
9. Nikolaos Hadjioannou, non-executive member
10. Georgios Archontopoulos, non-executive member
11. Konstantinos Marioglou, non-executive member

Company Head Quarters: 127 Egnatia Street
54 635, Thessaloniki
Greece

Joint Stock Companies Reg. No.: 41913/ 06/ B/ 98/ 32

Audit Company
Grant-Thornton S.A.
Zephirou 56
17564,
Palaio Faliro
Athens
Greece

The Company shares trade in the Large Capitalization Category of the Athens Stock Exchange.

2 BASIS FOR COMPOSITION OF THE FINANCIAL STATEMENTS

2.1 Framework for the draft of the financial statements

The brief interim financial statements have been drafted according to the International Accounting Standard 34 (Interim Financial Statement). The brief interim financial statements must be taken into consideration in combination with the financial statements of the 31st of December 2013. The basic accounting principles applied in the draft of the brief financial statements of the quarter that ended on the 30th of June 2014, are the same to those followed during the draft of the annual financial statements of the period that ended on the 31st December 2013 and described within, after taking into consideration the amendments of the standards and interpretations which are stated below. Wherever necessary, the comparative figures were reclassified in order to agree with differences in the presentation of the figures in the present period. Differences that come across between the amounts in the brief interim financial statements and the respective ones on the notes are due to rounding of the amounts.

Basis of Consolidation

The consolidated financial statements comprise the financial statements of the parent and the subsidiary of the Group. The table below shows the parent and the subsidiaries included in the consolidation together with the associated participation rates, the country established and their activity.

COMPANIES	% GROUP	COUNTRY	OPERATION
EYATH SA	PARENT	GREECE	Water Provision Service & Sewerage
EYATH SERVICES SA	100%	GREECE	Provision of Water Services & Sewerage, Telecom Services & production / sale of electric power

2.2 New standards, amendments of standards and interpretations

New standards, amendments of standards and interpretations: Specific new standards, alterations of standards and interpretations that have been issued, which are mandatory for the accounting fiscal periods beginning during the current fiscal period or later. The group's evaluation regarding the effect from the application of these new standards and interpretations is listed below.

Standards and Interpretations which are mandatory for the current fiscal period

IAS 32 (Amendment) «Financing means: Presentation»

This modification to the application guidance of IAS 32 provide clarification on some requirements for offsetting financial assets and liabilities in the statement of financial position.

Group of Standards according to the consolidation of joint agreements

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 of the Group. The main conditions of these standards are the following:

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 judgements 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 (Amendment) "Separate Financial Statements"

This Standard is issued concurrently with IFRS 10 and together, the two IFRS supersede IAS 27 "Consolidated and Separate Financial Statements". The amended IAS 27 prescribes the accounting and disclosure requirements for investment in subsidiaries, joint ventures and associates when an entity prepares separate financial statements. Furthermore, the Board relocated to IAS 27 requirements of IAS 28 "Investments in Associates" and IAS 31 "Interests in Joint Ventures" regarding separate financial statements.

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.

IFRS 10, IFRS 11 and IFRS 12 (Amendment) "Consolidated financial statements, joint arrangements and disclosure of interests in other entities: Instructions for transition"

The amending Directives transition to IFRS 10, 11 and 12 provide guidance on directions to IFRS 10 and reduces 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 unconsolidated entities (structured entities) is not required.

IFRS 10, IFRS 12 and IAS 27 (Amendment) "Investment Companies"

The amendment to IFRS 10 defines an investment company and provides an exception from consolidation. Many investment funds and similar companies that meet the definition of investment companies excluded from the consolidation of several subsidiaries, which are accounted for as financial assets at fair value through profit or loss, although control is exercised. The amendments to IFRS 12 introduces disclosures necessary to provide an investment company. The amendments have not yet been adopted by the European Union.

IAS 36 (Amendment) 'Disclosures on recoverable value of non-financial assets'

This alteration requires: a) the disclosure of the recoverable amount of an asset or cash-generating unit (CGU) when is recognized or when an impairment loss is reversed and b) detailed disclosures about the fair value less selling costs when an impaired loss is recognized or reversed. It also removes the requirement to publicize the recoverable amount when a CGU containing goodwill or intangible assets with an indefinite useful life and no impairment.

IAS 39 (Amendment) «Financial Means: Recognition and measurement »

This modification allows for the continuation of hedge accounting when a derivative that is designated as a hedging instrument, renewed legal (novated) to be cleared by a central counterparty as a result of laws or regulations, provided certain conditions are met.

Standards and Interpretations which are mandatory for the forthcoming fiscal years

IAS 19 (Amendment) «Employee Benefits» (applicable on the annual financial statements starting on or after the 1st of July 2014)

The limited scope amendment applies to employee contributions or third parties in defined benefit plans and simplify the accounting of contributions when they are independent of the number of years that the work is, for example, employee contributions are calculated based on a fixed percentage of salary. The amendment has not yet been adopted by the European Union.

Annual Improvements to IFRS 2012 (effective for annual periods beginning on or after 1 July 2014)

The following amendments describe the major changes involved in seven IFRS as a consequence of the results of the 2010-12 cycle of annual improvements project of the IASB. These changes have not yet been adopted by the European Union.

IFRS 2 "Share -based payment of shares"

The amendment clarifies the definition of a 'vesting condition' and the discretely states the term 'performance condition' and the 'the terms of service'.

IFRS 3 " Business Merger"

The amendment clarifies that the liability for contingent consideration which meets the definition of a financial asset is classified as a financial liability or equity item based on the definitions in IAS 32 "Financial Instruments: Presentation". It also clarifies that any contingent consideration, financial and non-financial, that is not an item of equity measured at fair value through profit or loss.

IFRS 8 "Operating Segments"

The amendment requires disclosure of estimates made by management regarding the aggregation of operating segments.

IFRS 13 " Fair Value Measurement"

The amendment clarifies that the standard does not preclude the possibility of measuring short-term assets and liabilities in the amounts of invoices in cases where the effect of discounting is insignificant.

IAS 16 "Property and equipment" and IAS 38 " Intangible Assets"

Both standards have been amended to clarify the way we treat the gross carrying amount of the asset and the accumulated depreciation when an entity following the revaluation.

IAS 24 " Related Party Disclosures"

The model was modified to include a related party one company that provides basic services manager the entity or parent entity.

Annual Improvements to IFRS 2013 (effective for annual periods beginning on or after 1 July 2014)

The following amendments describe the major changes involved in four IFRS as a consequence of the results of the 2011-13 cycle of annual improvements project of the IAS. These changes have not yet been adopted by the European Union.

IFRS 3 " Business Combinations"

The amendment clarifies that IFRS 3 does not apply to accounting for the formation of any joint activity basis of IFRS 11 on its financial statements of the joint activity.

IFRS 13 "Fair Value Measurement"

The amendment clarifies that the exemption provided by IFRS 13 for a portfolio of financial assets and liabilities ('portfolio exception') apply to all contracts (including non- financial contracts) within the scope of IAS 39/IFRS 9.

IAS 40 "Investment Property"

The standard has been amended to clarify that IAS 40 and IFRS 3 are not mutually exclusive.

IFRS 9 "Financial Instruments: Hedge Accounting and amendments to IFRS 9 , IFRS 7 "Compulsory application date and transactions acknowledgements" and IFRS 9 "Hedge Accounting" and amendments on IFRS 9, IFRS 7, and IAS 39

IFRS 9 replaces the portion of IAS 39 relating to the classification and measurement of financial assets and financial liabilities. The IASB also issued IFRS 9 hedge accounting, the third phase of the project to replace IAS 39, which establishes a hedging approach based on principles and addresses inconsistencies and weaknesses in the current model of IAS 39, the Group is currently assessing the impact of IFRS 9 on its financial statements. IFRS 9 can not be applied earlier than the Group because it has not been adopted by the European Union.

IFRIC 21 "Contributions" (effective for annual periods beginning on or after June 17, 2014)

This interpretation defines the accounting treatment of payment of levy imposed by the government and not an income tax. This interpretation clarifies that the obligating event basis which should form the obligation to pay the levy (one of the criteria for liability recognition under IAS 37) is the energy as described in the relevant legislation which causes the payment of the levy. This interpretation may have resulted in the recognition of an obligation later than is currently the case, in particular in relation to levies imposed as a result of conditions that apply to a specific date.

IFRS 11 (Amendment) "Joint Arrangements" (effective for annual periods beginning on or after January 1, 2016)

This amendment requires an investor to apply the acquisition method when acquiring participation in a joint activity that is a ' business '. The amendment has not yet been adopted by the European Union.

IAS 16 and IAS 38 (Amendments) "Clarification of allowed depreciation method" (effective for annual periods beginning on or after January 1, 2016)

This amendment clarifies that the use of methods based on revenue are not suitable for calculating the depreciation of an asset and also specifies that the revenue is not considered an appropriate basis of measurement of consumption of economic benefits embodied in an intangible asset. These amendments have not been adopted yet by the European Union.

IFRS 15, "Revenue from Contracts with Customers" (effective for annual periods beginning on or after January 1, 2017)

IFRS 15 was issued in May 2014 The purpose of the standard is to provide a single, comprehensible model for the recognition of revenue from all contracts with customers in order to improve comparability between companies in the same industry, different industries and different markets. Includes the principles that should apply to an entity to determine the amount of revenue and the timing of the recognition. The basic principle is that an entity would recognize revenue in a way that depicts the transfer of goods or services to customers in the amount it expects to be entitled in exchange for those goods or services. The standard has not yet been adopted by the European Union.

3 OPERATIONAL FIELD ANALYSIS

The Group evaluating the activity has been identified as sectors Provision of Water Services and Sewerage Services. The analysis by sector of activity is as follows:

3.1 Operational Field Analysis (primary type of information)

3.1.1 Distribution of turnover per operational field

Group figures for the period 01.01-30.06.2014

	Water Services	Sewerage Services	GROUP TOTAL
Sales to third party	25.911	11.900	37.811
Less: Cost of Goods Sold	(12.861)	(9.440)	(22.301)
Gross Profit (loss)	13.050	2.460	15.510
Profit / (Loss) before tax & financial expenses	10.516	1.296	11.812
Financial Expenses	766	329	1.094
Operational Income	11.282	1.625	12.907
Earnings Before tax	11.282	1.625	12.907
Income tax	(2.946)	(424)	(3.370)
Earnings After tax	8.336	1.200	9.537
Profit / (Loss) before tax, financial expenses & income tax	12.697	1.663	14.360

Group figures for the period 01.01-30.06.2013

	Water Services	Sewerage Services	GROUP TOTAL
Sales to third party	25.180	11.018	36.198
Less: Cost of Goods Sold	(12.480)	(9.458)	(21.939)
Gross Profit (loss)	12.699	1.560	14.259
Profit / (Loss) before tax & financial expenses	9.727	259	9.986
Financial Expenses	800	325	1.125
Operational Income	10.527	584	11.111
Earnings Before tax	10.527	584	11.111
Income tax	(1.978)	(110)	(2.087)
Earnings After tax	8.550	474	9.024
Profit / (Loss) before tax, financial expenses & income tax	12.184	717	12.901

3.1.2 Assets and Liabilities distribution per operation field.

Group figures on 30.06.2014

	Water Services	Sewerage Services	GROUP TOTAL
Group Figures			
Fixed Assets	50.769	30.592	81.361
Customers & other claims	37.099	17.038	54.137
Non distributed Fixed Assets elements	-	-	65.705
Total Assets	87.868	47.630	201.203
Future Subsidy Income	-	3.252	3.252
Liabilities	14.077	12.396	23.111
Non Distributed Liability Elements	-	-	174.840
Total Liabilities	14.077	15.648	201.203
Additional Fixed & Intangible Assets	2.561	563	3.124

Group Figures	Group figures on 31.12.2013		
	Water Services	Sewerage Services	GROUP TOTAL
Fixed Assets	48.530	32.436	80.966
Customers & other claims	31.128	16.869	47.997
Non distributed Fixed Assets elements	-	-	62.657
Total Assets	79.658	49.305	191.620
Future Subsidy Income	-	3.420	3.420
Liabilities	9.657	4.312	13.969
Non Distributed Liability Elements	-	-	174.231
Total Liabilities	9.657	7.732	191.620
Additional Fixed & Intangible Assets	4.084	1.309	5.393

3.2 Geographical sector analysis (secondary type of information)

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

4 TANGIBLE FIXED ASSETS

The Group's tangible fixed assets are analyzed below:

	THE GROUP						
	Fields & Lots	Buildings & facilities	Machinery & mechanical installations	Transport means	Furniture & other equipment	Tangibles under development	Total
Acquisition or rating value							
Balance on 01.01.2014	18.896	5.826	95.828	1.202	3.048	5.856	130.667
Additions 01.01-30.06.2014	-	-	449	283	102	2.264	3.099
Reclassifications 01.01-30.06.2014	-	-	23	-	-	(23)	-
Total on 30.06.2014	18.896	5.826	96.301	1.486	3.150	8.098	133.756
Accumulated depreciation							
Balance on 01.01.2014	-	1.457	45.109	1.001	2.217	-	49.783
Depreciation 01.01-30.06.2014	-	72	2.499	19	120	-	2.710
Total on 30.06.2014	-	1.529	47.608	1.019	2.337	-	52.493
Net Non Depreciated amount on 31.12.2013	18.896	4.369	50.720	201	831	5.856	80.872
Net Non Depreciated amount on 30.06.2014	18.896	4.297	48.693	466	814	8.098	81.262

The Company's tangible fixed assets are analyzed below:

	THE COMPANY						
	Fields & Lots	Buildings & facilities	Machinery & mechanical installations	Transport means	Furniture & other equipment	Tangibles under development	Total
Acquisition or rating value							
Balance on 01.01.2014	18.896	5.826	95.828	1.202	3.046	5.856	130.654
Charges 01.01-30.06.2014	-	-	449	283	102	2.264	3.099
Reclassifications 01.01-30.06.2014	-	-	23	-	-	(23)	-
Total on 30.06.2014	18.896	5.826	96.301	1.486	3.148	8.098	133.753
Accumulated depreciation							
Balance on 01.01.2014	-	1.457	45.109	1.001	2.215	-	49.781
Depreciation 01.01-30.06.2014	-	72	2.499	19	120	-	2.710
Total on 30.06.2014	-	1.529	47.608	1.019	2.334	-	52.491
Net Non Depreciated amount on 31.12.2013	18.896	4.369	50.720	201	831	5.856	80.872
Net Non Depreciated amount on 30.06.2014	18.896	4.297	48.693	466	814	8.098	81.262

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

5 INVENTORIES

Group and Company inventories are analysed as following:

	THE GROUP		THE COMPANY	
	30/6/2014	31.12.2013	30/6/2014	31.12.2013
Raw and supporting materials & spare parts	2.039	2.126	2.039	2.126
Reserves Impairment	(513)	(415)	(513)	(415)
Total after Impairment	1.525	1.711	1.525	1.711

There is a depreciation provision on Group supplies of €13. There are no pledges on Group supplies.

6 CUSTOMER AND OTHER CLAIMS

The total claims of the Group and the Company are analyzed as follows:

	THE GROUP		THE COMPANY	
	30/6/2014	31.12.2013	30/6/2014	31.12.2013
Customer Claims	42.464	38.911	42.413	38.860
Short term Claims against participants	-	-	144	144
Doubtful customer - under litigation & debtors	17.247	15.584	17.247	15.584
Debtors	7.246	4.677	7.22	4.654
Administration Accounts on prepayments & cred	135	155	135	155
Expenses of future fiscal years	71	97	71	97
Income Received	4.222	4.157	4.222	4.157
	71.384	63.580	71.451	63.651
Less: Provisions on bad claims	(17.247)	(15.584)	(17.247)	(15.584)
Total Customer & Other Claims	54.137	47.997	54.205	48.068

The carrying values of these receivables represents fair value and no discounting on the balance sheet date. There is no concentration of credit risk with respect to trade receivables, as the Group has a large number of customers and the credit risk is dispersed.

It is noted that the account balance for «Various debtors» on the 30/06/2014 of €7,246 regards a deposit of income tax and other retained taxes of €5,061, special grants claims from services supplied to the Ministry for the Environment, Planning and Public Works of €360 and claims from other debtors of €1,825.

Moreover, it is noted that the account balance for «Received fiscal period revenues» on the 31/06/2014 of €4,222, regards work revenues of EYATH S.A for the fiscal period 1/1/2014-30/06/2014 (in which they were listed) which will be invoiced at a next fiscal period of €2.818, grant revenues by the Ministry for the Environment, Planning and Public Works of €841 and other received revenues of €563.

The credits and deposits management account on the 30/06/2014 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	
	30/6/2014	31.12.2013	30/6/2014	31.12.2013
Balance on 1 January 2013	15.584	12.92	15.584	12.92
Increase	1.653	2.664	1.663	2.664
Decrease	-	-	-	-
Balance on 31 December 2013	17.247	15.584	17.247	15.584

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	
	30/6/2014	31.12.2013	30/6/2014	31.12.2013
Cash	355	1.720	355	1.720
Deposits	55.816	51.867	55.638	51.645
Total	56.172	53.588	55.993	53.365

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:

	THE GROUP		THE COMPANY	
	30/6/2014	31.12.2013	30/6/2014	31.12.2013
Credit Worthness in cash equivalents (Fitch)				
B-	52.166	48.269	51.988	48.047
Deposits in banks non rated by Fitch	3.650	3.598	3.650	3.598
Total	55.816	32.092	55.638	51.645

8 SHARE CAPITAL

	30.06.2014	31.12.2013
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's stocks are introduced in the category High Capitalization of the Athens Stock Exchange.

According to the Company's Stockholders Register on the 30/06/2014, stockholders with a percentage larger than 2 % were the following:

SHAREHOLDER	No. of Shares	% of shareholding 30.06.2014
State's Public Property Fund	26.868.000	74.02%
Suez Environment Company	1.982.870	5.46%
Other Shareholders with shareholding below 2%	7,449,130	20.52%
Total	36.300.000	100.00%

9 PROVISIONS FOR BENEFITS TO EMPLOYEES

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	
	01/01-30/06/2014	01/01-30/06/2013	01/01-30/06/2014	01/01-30/06/2013
Employee Salaries	3.608	3.828	3.608	3.828
Employee Provisions	959	1.019	959	1.019
Employee Expenses	84	78	84	78
Provisions on staff redundancies	56	53	56	53
Total Cost	4.708	4.978	4.708	4.978
Number of constant staff	239	253	239	253

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	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Current value of non financed liabilities	2.056	2.030	2.056	2.030
Net liability registered on the Balance Sheet	2.056	2.030	2.056	2.030

Amounts registered in the Income Statement

	THE GROUP		THE COMPANY	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Costs of current fiscal year	25	59	25	59
Interest on debt	32	48	32	48
Normal expense on the Income Statement	56	107	56	107
Recognition of work experience cost	-	0	-	-
Cost of job terminations	-	217	-	217
Total expense on the Income Statement	56	324	56	324

Changes in the net obligations registered in the Balance Sheet

	THE GROUP		THE COMPANY	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Net obligation on the beginning of the year	2.030	2.142	2.030	2.142
Provisions paid by the employer	(30)	(472)	(30)	(472)
Total Expenses registered in the income statement	56	324	56	324
Amount allocated to Results Statement	-	35	-	35
Net obligation on the end of the year	2.056	2.030	2.056	2.030

Readjustments

(Profit)/Loss from change of assumptions	-	173	-	173
(Profit)/Loss from the current year	-	(208)	-	(208)
Total charges to other income	-	(35)	-	(36)

Difference in the current value of the obligation

Current value of obligation at the beginning of the year	2.030	2.142	2.030	2.142
Cost of current employment	25	59	25	59
Interest Costs	32	48	32	48
Provisions paid by the employer	(30)	(472)	(30)	(472)
Cost of job terminations	-	217	-	217
Amounts recognised to total other income	-	35	-	35
Present value of obligation at the period end	2.056	2.030	2.056	2.030

Actuarial assumptions

Discount rate	3.53%	3.53%	2.50%	2.50%
Future Salary increases	0% (for 2014-2015)	0% (for 2014-2015)	0% (for 2014-2015)	0% (for 2014-2015)
	2,5% (after)	2,5% (after)	2,5% (after)	2,5% (after)
Retirement increase rate	0.00%	0.00%	0.00%	0.00%
Expected residual employers life	11.57	11.57	11.57	11.57

10 PROVISIONS FOR RISKS AND EXPENSES

The amount of €2,752 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).

Provision of €3,700 concerns the amount of dried sludge.

Provision of €782 concerns the water provision to employees and retired personnel.

GROUP AND COMPANY

	Outstanding Legal Cases	Tax Provisions	Provisions for extraordinary risks	Provisions for water provision	Total
Long term provisions 01.01.2014	2.685	1.037	3.700	767	8.188
Additional provisions	67	-	-	16	83
Provisions used	-	-	-	-	-
30.06.2014	2.752	1.037	3.700	782	8.271

11 TRADE AND OTHER LIABILITIES

Group and Company total liabilities towards suppliers and other third parties are analysed as follows:

	THE GROUP		THE COMPANY	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Suppliers	6.430	5.438	6.402	5.426
Checks payable	19	99	19	70
Other taxes	2.628	2.296	2.628	2.296
Insurance Organisations	278	349	278	349
Obligations to participated	-	-	298	215
Expenses on fiscal year	1.464	1.319	1.459	1.350
Customer Advances	-	-	-	-
Dividends paid	10.441	16	10.441	16
Creditors	1.117	4.360	1.044	4.306
Other transitory accounts c	734	41	734	-
Total	23.111	13.969	23.303	14.027

12 SHORT TERM TAX LIABILITIES

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

	THE GROUP		THE COMPANY	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Income tax	9.160	7.523	9.134	7.523
	9.160	7.523	9.134	7.523

13 INCOME TAX

The taxation on results has been determined as follows:

	THE GROUP		THE COMPANY	
	01/01-30/06/2014	01/01-30/06/2013	01/01-30/06/2014	01/01-30/06/2013
Income tax	3.941	3.579	3.915	3.564
Tax on large real estate prc	201	81	201	81
Deferred tax	(772)	(1.573)	(772)	(1.573)
Total	3.370	2.087	3.344	2.073

The amount of tax on line "Income tax" the statement of comprehensive income differs from the theoretical amount that would arise using the applicable tax rate on profits of the Company. The difference is as follows:

	THE GROUP		THE COMPANY	
	01/01-30/06/2014	01/01-30/06/2013	01/01-30/06/2014	01/01-30/06/2013
Earnings Before Tax	12.907	11.111	12.812	11.088
Tax calculated on the Company tax coefficient (2014: 26%, 2013: 26%)	3.356	2.869	3.331	2.885
Expenses non deducted from income tax	445	265	444	265
Tax on large real estate property	201	81	201	81
Non taxed income	(632)	(759)	(632)	(768)
Effect from tax coefficient change	-	(389)	-	(391)
Total taxation on Income Statement	3.370	2.087	3.344	2.073

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	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Deferred tax claims	5.876	5.188	5.876	5.188
Deferred tax obligations	492	408	492	408
Total deferred tax on the Income Statement	6.368	5.596	6.368	5.596

	THE GROUP		THE COMPANY	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Balance at the beginning	5.596	2.565	5.596	2.565
Income tax	772	3.031	772	3.031
Balance at the end	6.368	5.596	6.368	5.596

	THE GROUP			
	31.12.2013	Credit (Debit) of Income	Credit (Debit) of Equity	30.06.2014
Deferred tax obligations				
Financial depreciation of tangibles	2.537	49	-	2.585
Adjustments of grants on tangibles	(2.129)	35	-	(2.093)
	408	84	-	492
Deferred tax claims				
Deregister of many years depreciated costs and adjustment of depreciated of intangibles	72	12	-	84
Adjustments on value of bills	3.553	488	-	4.041
Provision for extraordinary risks	962	196	-	1.158
Provision of staff compensation due to retirement	601	-8	-	593
	5.188	688	-	6.368
Net deferred tax obligations in the Income Statement	5.596	772	-	6.368
Registry in the Income Statement				
Deferred tax claims	5.596			6.368
Deferred tax obligations	-			-
	5.596			6.368

	THE COMPANY			
	31.12.2013	Credit (Debit) of Income	Credit (Debit) of Equity	30.06.2014
Deferred tax obligations				
Financial depreciation of tangibles	2.537	49	-	2.585
Adjustments of grants on tangibles	(2.129)	35	-	(2.093)
	408	84	-	492
Deferred tax claims				
Deregister of many years depreciated costs and adjustment of depreciated of intangibles	72	12	-	84
Adjustment of value of bills	3.553	488	-	4.041
Provision for extraordinary risks	962	195.60	-	1.158
Provision of staff compensation due to retirement	601	(8)	-	593
	5.188	688	-	5.876
Net deferred tax obligations in the Income Statement	5.596	772	-	6.368
Registry in the Income Statement				
Deferred tax claims	5.596			6.368
Deferred tax obligations	0			0
	5.596			6.368

14 EARNINGS PER SHARE

The estimate of basic earnings (loss) per stock is as follows:

	THE GROUP		THE COMPANY	
	01/01-30/06/2014	01/01-30/06/2013	01/01-30/06/2014	01/01-30/06/2013
Net earnings attributed to the Company owners	9.537	9.024	9.468	9.025
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	<u>36.300.000</u>	<u>36.300.000</u>	<u>36.300.000</u>	<u>36.300.000</u>
Basic earning (loss) per share (€)	0.2627	0.2486	0.2608	0.2486

15 TRANSACTIONS WITH AFFILIATED PARTIES

The Group considers as related parties the members of the Board of Directors, Management Team as well as the shareholders holding a significant percentage of its share capital (including related parties). Commercial transactions between the Group and related persons during the period 1/1/2014-30/6/2014 conducted with market terms and in the ordinary course of its business. Transactions and balances with related parties of the Group and of the Company during the period 1/1/2014-30/06/2014 and the 30th of June 2014 respectively, are analyzed in the following tables:

	THE GROUP		THE COMPANY	
	01/01-30/06/2014	01/01-30/06/2013	01/01-30/06/2014	01/01-30/06/2013
Income	-	-	-	38
Expenses	-	-	645	602
Management Salaries	356	377	356	428

	THE GROUP		THE COMPANY	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Claims	-	-	144	144
Liabilities	-	-	298	215
Claims from Managerial Staff	19	13	19	13
Liabilities to Managerial Staff	6	4	2	-

The company expenses of €645 regard water meter measurement services supplied by the subsidiary company «EYATH SERVICES S.A.». The company claim for €144 mainly regards the claim against the approved dividend. The Company liability of €298 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 30/06/2014 there are legal actions, solicitor's letters and in general future claims of €17 mil. against the Company and the Group and for these cases, there has been a provision for € 2,752 which is included in the long term liabilities account «Provisions for potential risks and expenses» (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 30/06/2014 had signed contracts regarding the operational lease of property and means of transport which expire partially until 2019. The lease expenses for the operational leases included in the results statement of the current fiscal period amount to €251 (30/06/2012: €276).

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

	30.06.2014	30.06.2013
0-1 Years	211	81
1-5 Years	767	37
Total	978	118

16.3 Other Potential liabilities

The Group on the 30/06/2014 had issued good performance contract guarantees of €883 (30/06/2013: €754) in total.

16.4 Aunaudited fiscal years

Tax Compliance Report

From the year 2011 onwards , the Greek Societe Anonyme and Limited Liability Companies whose annual financial statements scrutinized by auditors, registered in the public register of Law 3693/2008 , are required to obtain an " Annual Certificate " as provided for in paragraph 5 of Article 82 of N.2238/1994 . The certificate shall be issued after a tax audit performed by the same statutory auditor or audit firm that audits the annual financial statements. Following the completion of a tax audit, the statutory auditor or audit firm gives the company «Tax Compliance Report ", accompanied by Appendix detailed information. Not later than ten days from the date of approval of the financial statements by the General Meeting of Shareholders that report and the relevant Appendix submitted electronically to the Treasury by the statutory auditor or audit firm. The Treasury will then select a sample of at least 9% for fiscal retesting of the supervisory authorities. The check should be completed within a period not exceeding eighteen months from the date of submission of the "Fair Tax Compliance' at the Ministry of Finance.

Aunaudited fiscal years

The Company has been audited by tax authorities for the years 2009 to 2010. For the possibility of additional taxes and penalties, the Company has made a provision of €1,037. (See note 10)

For the years 2011, to 2014 the company has been subject to the tax control of the Auditors as provided by Article 82 par 5 of law 2238/1994.

For the year 2011 up to 2013, the tax audit conducted by Grant Thornton SA. Upon completion of the tax audit, the audit report was issued under agreement, while no tax liabilities were recognised beyond those recognized and disclosed in the corporate and consolidated financial statements.

The subsidiary Company has not been audited by the tax authorities for the year 2010 up to the present. Not expected to impose additional taxes and surcharges and therefore not relevant provision, as performed preventive tax audit by Chartered Accountants from year 2011 until today.

The audit for 2012 is underway and the related tax certificate to be granted after the publication of this interim financial information. If at the completion of a tax audit incur additional tax liabilities estimated that these will not have a material impact on the financial statements.

17 NUMBER OF EMPLOYEES

The Group and the Company's number of employees at the end of the current fiscal period were 239 people, while at the end of the respective previous fiscal period it was 253 people.

18 IMPORTANT FACTS

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 eater 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 gradual 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 framework of NSRF two more works were announced by the relevant Ministry. 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.

- From April 2013 the EYATH SA took over the running of the unit thermal drying of sludge. This project was financed by the Cohesion Fund allocation for the project "Expansion and Integration of Biological Wastewater Treatment Thessaloniki - Stage III" and constructed from YPOMEDI (EIDE Water Supply and Sewerage Greater Thessaloniki) in the Sewage Treatment Plant of Thessaloniki in Municipality of Delta, near the village of Sindou. The unit is sited so that it is scalable, with lugs and provision of space for the future installation of an additional drying same line and the same two silos dried sludge with the necessary peripheral equipment within this region.

The drying unit comprises two parallel lines drying turnstiles -with nominal exhaust capacity 4 tn / hr of water for each line; continuous operation (dryness of the final product above 92%). The final product obtained is dried sludge granules with physicochemical properties that make it easy and attractive for further utilization and disposal in accordance with the relevant European and Greek legislation. It is a homogeneous and stabilized, abrasion resistant and free of pathogens and are reliable and safe for public health.

With the operation of the work of drying the volume of sludge produced is reduced to about 1/5. Achieved that drastically reduce the volume and weight of the finished product led to the disposal or tipping, which allows economical and safe storage and handling of the product, minimizes deposition problem and opens more perspectives disposal such as agriculture, forestry or as fuel in cement and power plants.

For more complete information, also noted the following:

The Company has undertaken the operation and maintenance of the Wastewater Treatment Plant of Thessaloniki (hereinafter "E.E.L.TH.") located on the eastern shore of the French River and about 12 km from the city of Thessaloniki. The area of installation is approximately 400 acres. The E.E.L.TH. received through the main sewer most urban sewage of the agglomeration of Thessaloniki.

Up to 2006 the product of biological purification E.E.L.TH. (herein after "dewatered sludge") were transferred to XYTA Tagaradon. Since 2006, the year in which it ceased operation Tagaradon landfill while the landfill Mavrorachi Administration refused to accept the product of biological treatment, the dewatered sludge until 2011 were transported in specially equipped area near E.E.L.TH. , where was deposited in accordance with what is stipulated in the CMD 106129 / 25.10.2006.

The largest amount of sludge is placed in drying beds, which are coated on the bottom and the slopes of specific material (geotextile) for environmental protection. Removed from the premises of the WWTP in excess of 50,000 tons over the production of organic fertilizers, but also for direct use in agriculture as a fertilizer material. The lackluster performance in the agricultural sector, led to a gradual increase in demand for calcined sludge. Then newer estimates, the residual current quantity of dehydrated sludge calcined with 10% Ca (OH)₂, amounting to less than 180,000 tones.

The management of the company in trying to find all suitable methods of operation of that product or the appropriate methods for removing them, prepare a preliminary study to investigate possible ways of using and specify the possible actions that can be taken in conjunction with products of thermal drying unit in operation by March 2012 and at the same time cease to charge the company with the cost of calcification and deposition.

From the preliminary result different ways of addressing the issue, but the most appropriate method of disposal of the product of sewage is deposited into agricultural land. This solution is environmentally friendly, follows the instructions and prompts the Greek and EU legislation, while it is economically much better, both for the company and for the farmers who will use the product. Specifically, the measurements of the relevant departments of the company and the results of a preliminary study conducted recently shows that the sludge produced is satisfactory physicochemical characteristics, which are within the limits set by European and American regulations for disposal in agriculture. With this method, the cost of managing an estimated amount of € 3,7 million., Which is illustrated in the financial statements for the period 01.01.2012 to 31.12.2012 in accordance with IAS 37 (note 18). Each year, the company reserves the right to reassess the effectiveness of the chosen method, so if it becomes inoperable, the company to immediately adopt alternative methods for addressing the above issues.

Also published a call for expressions of interest for business use, both the saved and the daily sludge, to cooperate with other companies to produce energy or conditioner products after combustion. From the overwhelming response of interested companies and filed more than ten

(10) deals from relatively large companies with similar expertise in business recovery sludge, it appears that the product presents significant investor interest. Examination of candidate files investors is still in progress.

The company's management continues to examine the use of alternatives that may arise, such as those described in the above paragraphs, in order to minimize the expected costs.

In addition, since 2012 the Ministry of Environment, Energy and Climate Change (ministry) launched a public online consultation the draft Joint Ministerial Decision which modernizes and expands the institutional framework for the use of sludge produced in wastewater treatment plants. The aim of the ministry is to fulfill its potential for use of sludge in agriculture, forestry and landscape restoration and soil (regeneration sites, etc.). To serve this objective has been developed under a National Management Plan sludge, under which preparation has been completed and is being signed by the ministers responsible for JMD relevant terms and conditions for use of sludge.

- On February 21, 2013 the Fund for the Development of Asset (TAIPED SA) published a call for expressions of interest for the acquisition of 51% of the total share capital of EYATH through an international tender process with a deadline for expressions of interest on April 19, 2013, which was extended until 04/29/2013.

- At the Annual General Meeting of June 30, 2014 the TAIPED filed the following statement: "The decision of the State Council on water authority creates a new situation in the issue of privatization of water companies. To TAIPED, respecting their legal institutions, but also the reactions of the local community, will proceed to the next time a review of the process of recovery EYATH and will announce its decisions. Noted that TAIPED's role is to utilize elements of public property in the public interest, and therefore the interests of citizens, while also required to ensure the legitimacy, effectiveness and credibility of the privatization program. "

- Under N.4186 / 2013 (FEK193 / A / 09.17.2013 Article 52 obligations of OTA A and B grade to EYATH SA, which had matured on 07/31/2013, paid up on behalf of these entities from the state budget, less any fines, penalties or other charges.

Consequently the decision no 38560/2013 joint decision of the Ministers of Interior and Finance (GG 2410 / B / 09.26.2013) claims totaling € 12.868 A and the OTA secondary school, which had become due on 7/31/2013, paid by the Greek state, after deducting interest, totaling € 2.234.

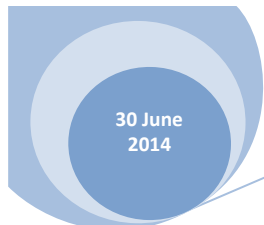
- Under N.4199 / 2013 (Government Gazette 216 / A / 10.11.2013) Article 131 occurred to regulate matters between the EYATH and EYATH Fixed assets, for projects and studies in the jurisdiction of EYATH FIXED Assets that were commissioned and funded by unilaterally EYATH SA after the 26/07/2001 without been signed between the two parties are planned contracts.

On 12.13.2013 the Decision No. 6067 CMD (GG 3180 / B) Finance Ministers and Macedonia-Thrace approved the protocols on handover for transfer of assets of the EYATH Fixed assets, according to a report by the Chartered Valuation auditor, nominated jointly by two parties. The completion of the transfer would help to reduce existing debts of the first to the second.

The ordinary general meeting of 30 June 2014 approved the distribution to shareholders of untaxed reserves which had been formed under the provisions of L.2238 / 1994 and pay tax, as provided in Article 72 of N.4172 / 2013. Also, the AGM approved the return to shareholders unused balance of funds raised.

19 DISTRIBUTION OF NON TAXED RESERVES – RETURN OF NON DISTRIBUTED RAISED CAPITAL

The ordinary general meeting of 30 June 2014 approved the distribution to shareholders of untaxed reserves net €2.373, which was formed in accordance with the provisions of L.2238 / 1994 and the payment of the tax, as provided in Article 72 of N.4172 / 2013. Also, the AGM approved the distribution to its shareholders unused balance of funds raised, amount €3.695.



20 FACTS POSTERIOR TO THE BALANCE SHEET

No more after the events of 30TH of June 2014 which would materially affect the financial position or results of the Company for the year ended on that date or facts that should be disclosed in the financial statements.

Thessaloniki, 28 August 2014

Nikolaos Papadakis

Penelope Ralli

Maria Samara

President of the BoD & CEO

Vice President of the BoD

CFO



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/B/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 65.430,623.54 (65.910,000 less expenses 469.376.46). 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, 26.6.2009 and 04.08.2011 decision of the General Assemblies of the Company Shareholders, it was distributed up until 31.12.2012, 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 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 €	Total cash available for building construction from 1.1.2010 to 31.12.2010	Remaining amount of cash to be available in thousands €	Total cash available for building construction from 1.1.2011 to 31.12.2011	Remaining amount of cash to be available in thousands €	Total cash available for building construction from 1.1.2011 to 30.06.2012	Remaining amount of cash to be available in thousands €	Total cash available for building construction from 1.1.2013 to 31.12.2013	Remaining amount of cash to be available in thousands €	Total cash available for building construction from 1.1.2014 to 30.06.2014	Remaining amount of cash to be available in thousands €			
	2002	2003	Total in 1000 €	2003		2004	Total in 1000 €	2005	2006	Total in 1000 €	2007	2008	Total in 1000 €	2009	2010													Total in 1000 €		
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	6	3.708	0	3.708	11	3.697	0	3.967
Transportation	440	294	734	440	294	734	734																							
Total Amount	2.788	2.642	5.430	2.788	2.642	5.430	734	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	6	3.708	0	3.708	11	3.697	0	3.967

Notes: 1) The remaining amount of 63.697 on the 30.06.2014 is attributed on short term deposits and on the Balance Sheet is included on the amount "Cash & Cash Equivalent".

2) Under a BoD decision on the 29th of November 2012, the completion of the schedule of the raised funds towards the construction of the building is transferred in the years 2013-2014. It is noted that this decision was approved on the Shareholder's AGM on the 28.06.2013.

3) Under a BoD decision on the 30th of June 2014, it was approved the shareholders distribution of the remaining of the raised capital

Thessaloniki, 29th of August 2014

THE CHAIRMAN OF THE BoD

THE MANAGING DIRECTOR

THE FINANCIAL MANAGER

Nikolaos Papadakis
ID Card Number AZ 187088Penelope Ralli
LD Card No. AK 255987Maria Samara
Hellenic Financial Chamber License No. 71414 A' grade
LD Card No. S 342116Statement of findings from the Application of Agreed Procedure on the Report of Raised Funds
Towards the Board of Directors of EYATH 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, which is applicable on the 'Assignments on Preagreed Procedures on Financial Information'. It is our responsibility to execute the procedures and to notify our findings.

Procedure

- 1) 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.
- 2) 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

- 1) 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.
- 2) 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 Annual Report 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 issues may had been under our overview beyond those referred to the previous paragraph.

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 as made by the company for the period of 01/01/2014-30/06/2014 for which we published a separate audit report on the 28th of March 2014.

Athens, 28th of August 2014

Grant Thornton

Konstantinou Sotiris

Koutroulos Konstantinos

