REPORT ON THE USAGE OF CAPITAL RAISED THROUGH THE SHARE CAPITAL INCREASE WITH CASH

It is hereby notified, in accordance with decision no. 25/17.07.2008 of the Athens Exchange, that from the Company's share capital increase by cash and free options rights to old shareholders, which took place on the basis of decision no. 23/14.05.2008 of the Company's Extraordinary General Assembly of Shareholders and approved by the Board of Directors of the Athens Exchange at their meeting on 10/07/2008, it raised net capital of €285,000,000 (total amount €299,593,877 less issuing expenses of €14,593,877). The exercise period for the preemption rights was from 18/07/2008 to 01/08/2008. From share capital increase, 116,573,493 new common shares were issued with a nominal value of €1.18 each, which were listed for trading on the Athens Exchange on 11/08/2008. The Company's share capital increase was confirmed by the Company's Board of Directors on 04/08/2008.

	Intended use of funds	Usage of funds			
Amounts in €	according to		01/01/2009 to	Total	Unused funds
	Prospectus	2008	30/06/2009	30/06/2009	
Financing of a portion of					
the consideration for the					
acquisition of NetMed					
N.V. και Intervision					
(Services) B.V.	285,000,000	285,000,000	-	285,000,000	-
Expenses relating to the					
issuance and the					
acquisition	14,593,877	11,456,916	3,136,961	14,593,877	-
Total	299,593,877	296,456,916	3,136,961	299,593,877	-

Notes:

- 1. The category "Expenses relating to the issuance and the acquisition" concerns expenses for guaranteed coverage, consultant fees, taxes and duties, sundry expenses directly related to the increase as well as the consultant's issuing fee.
- 2. The total funds raised from the increase of share capital were fully utilized according to the purpose as stated in the respective Offering Circular of July 10, 2008. Therefore, the usage of capital was completed during the period ended June 30, 2009.

Iraklion, August 14, 2009

President of the Board of Directors

Vice President of the Board of Directors and Chief Executive Officer

Deepak Srinivas Padmanabhan Passport I.d. Z 1031032

Chief Financial Officer

Pavlos Kanellopoulos I.D. N 006982 Pantelis Tzortzakis I.D. X 072948

Chief Accountant

Spyros Kosmas I.D. AZ 555377 License No. O.E.E. 0016310 A Class

REPORT OF FACTUAL FINDINGS IN CONNECTION WITH THE "REPORT ON USAGE OF FUNDS" TO THE BOARD OF DIRECTORS OF "HELLENIC COMPANY FOR TELECOMMUNICATIONS AND TELEMATIC APPLICATIONS – FORTHNET S.A."

Following the request of the Board of Directors of Hellenic Company for Telecommunications and Telematic Applications – Forthnet S.A. ("the Company"), we have performed the agreed-upon procedures enumerated below within the related regulatory framework of the Athens Exchange as well as the related legal framework of the Hellenic Capital Markets Commission relating to the Company's share capital increase, in cash, in 2008 in accordance to the decision of the Extraordinary Shareholders Meeting of May 14, 2008. The Company's Management is responsible for preparing the above report. Our engagement was undertaken in accordance with the International Standard on Related Services 4400, "Engagements to perform Agreed-Upon procedures regarding Financial Information". Our responsibility is to perform the agreed-upon procedures enumerated below and provide you with our findings.

Procedures:

- 1. We compared the payments presented in the attached table "Report on the Usage of Capital raised through the Share Capital Increase in cash" ("Report"), with the corresponding amounts recorded in the Company's accounting books and records for the relevant period.
- 2. We examined the consistency of the content of the above Report with the related Offering Circular issued by the Company as well as to other relevant decisions and announcements made by the official bodies of the Company.

Findings:

- 1. The above "Usage of Funds" columns reflected in the accompanying "Report on the Usage of Capital raised through the Share Capital increase with Cash" is derived from the Company's books and records in the related period to which it refers to.
- 2. The contents of the Report includes the minimum information required in this respect by the regulatory Framework of the Athens Exchange and the legal framework of the Hellenic Capital Markets Commission and is consistent with the above mentioned Offering Circular and the related decisions and announcements issued by the competent bodies of the Company.

Because the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or the International Standard on Review Engagement, we do not express any assurance other than that referred to above. Had we performed additional procedures or had we performed an audit or review, other matters might have come to our attention that would have been reported to you.

Our report is solely addressed to the Board of Directors of the Company so that it complies with the related regulatory framework of the Athens Exchange and the related legal framework of the Hellenic Capital Markets Commision. Accordingly, our report should not be used for any other purpose as it is restricted to the information referred to above and does not relate and extend to the interim financial statements prepared by the Company for the period January 1, 2009 to June 30, 2009, for which we have issued a separate review report dated August 14, 2009.

Athens, August 14, 2009

The Certified Auditors Accountants

CHRIS PELENDRIDIS R.N. ICA (GR) 17831 STAVROS SALOUSTROS R.N. ICA (GR) 14611

ERNST & YOUNG (HELLAS) CERTIFIED AUDITORS ACCOUNTANTS S.A. SOEL REG. No: 107



ERNST & YOUNG