



HELLENIC COMPANY FOR TELECOMMUNICATIONS AND TELEMATIC APPLICATIONS S.A.

Forthnet S.A.

Registration No S.A. 34461/06/B/95/94

Scientific Technological Park of Crete, Vassiliki Vouton, Iraklion Crete 71003  
**FINANCIAL DATA & INFORMATION FOR THE PERIOD JANUARY 1, 2010 - MARCH 31, 2010**  
**(According to 4/507/28.04.2009 resolution of Greek Capital Committee )**

The financial data and information provided below, aim to provide a general overview of FORTHNET S.A. financial statements and results and of the Group. As a result of this, we recommend to any potential investor, that before engage in any type of investment activity or any other kind of transaction with the Company, to visit the Company's web site at the electronic address www.forthnet.gr, where all interim condensed financial statements according to IFRS as well as the Audit Review report, when is required, are posted.  
**(amounts in euro)**

**GENERAL INFORMATION:**

Website: www.forthnet.gr  
 Date of Approval of the Annual Financial Statements: May 19, 2010  
 The Certified Auditors - Accountants: Chris Pelendridis, Saloustris Stavros  
 Auditing Companies: ERNST & YOUNG , SOL S.A.  
 Review Report: Upon approval

**STATEMENT OF FINANCIAL POSITION (parent company and consolidated)**

	GROUP		COMPANY	
	31.03.2010	31.12.2009	31.03.2010	31.12.2009
<b>ASSETS</b>				
Tangible assets	297,809,677	305,357,127	175,620,350	179,268,579
Intangible assets	235,022,263	241,364,207	17,274,549	15,645,799
Provisional goodwill	286,692,695	286,692,695	512,569	512,569
Other non current assets	35,989,822	36,593,901	313,979,597	315,522,259
Inventories	4,559,864	5,537,891	2,523,120	2,269,943
Trade receivables	56,904,427	54,219,167	35,736,241	31,134,051
Other current assets	135,260,299	154,310,267	40,093,809	58,479,751
Non current assets available for sale				
<b>TOTAL ASSETS</b>	<b>1,052,239,047</b>	<b>1,084,075,255</b>	<b>585,740,235</b>	<b>602,832,951</b>
<b>EQUITY AND LIABILITIES</b>				
Share Capital (155.431.324 shares € 1,18 each)	183,408,963	183,408,963	183,408,963	183,408,963
Retained earnings and other reserves	145,815,137	161,162,560	166,217,361	175,998,182
Total Shareholders equity (a)	329,224,100	344,571,523	349,626,324	359,407,145
Minority interests (b)	3,642,976	3,886,038	-	-
Total Equity (c)=(a)+(b)	332,867,076	348,457,561	349,626,324	359,407,145
Long-term borrowings	321,077,508	330,890,404	99,380,645	109,349,677
Provisions/Other long-term liabilities	183,339,858	188,325,128	24,977,850	25,635,124
Short-term borrowings	31,553,334	21,256,127	20,000,000	10,000,000
Other Current Liabilities	183,401,271	195,146,035	91,755,416	98,441,005
Total Liabilities (d)	719,371,971	735,617,694	236,113,911	243,425,806
<b>TOTAL EQUITY AND LIABILITIES (c)+(d)</b>	<b>1,052,239,047</b>	<b>1,084,075,255</b>	<b>585,740,235</b>	<b>602,832,951</b>

**TOTAL COMPREHENSIVE INCOME (parent company and consolidated)**

	GROUP		COMPANY	
	01.01 - 31.03.2010	01.01 - 31.03.2009	01.01 - 31.03.2010	01.01 - 31.03.2009
Turnover	98,339,636	88,835,058	48,135,170	37,163,045
Gross Profit/(Loss)	17,123,794	14,178,719	10,835,974	486,935
Loss before taxes, financing and investing activities	(7,680,346)	(2,609,793)	(7,146,815)	(6,314,824)
Loss before income taxes	(15,221,661)	(7,834,381)	(8,230,035)	(7,482,828)
<b>Loss after income taxes (A)</b>	<b>(15,590,485)</b>	<b>(8,959,809)</b>	<b>(9,780,821)</b>	<b>(7,267,108)</b>
- Share holders of the parent company	(15,347,423)	(8,861,147)	(9,780,821)	(7,267,108)
- Minority interests	(243,062)	(98,662)	-	-
<b>Other comprehensive income after taxes(B)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income after income(A)+(B)</b>	<b>(15,590,485)</b>	<b>(8,959,809)</b>	<b>(9,780,821)</b>	<b>(7,267,108)</b>
- Share holders of the parent company	(15,347,423)	(8,861,147)	(9,780,821)	(7,267,108)
- Minority interests	(243,062)	(98,662)	-	-
Loss after taxes per share - Basic (in €):	(0.0987)	(0.1064)	(0.0629)	(0.0863)
Profit/(Loss) before taxes, financing, investing activities and depreciation	16,481,121	18,236,394	5,000,766	3,591,768

**STATEMENT OF CHANGES IN EQUITY (parent company and consolidated)**

	GROUP		COMPANY	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
Total equity balance at the beginning of period (01.01.2010 and 01.01.2009)	348,457,561	388,853,774	359,407,145	384,456,695
Total comprehensive income after taxes	(15,590,485)	(8,959,809)	(9,780,821)	(7,267,108)
Total equity balance end of period (31.03.2010 and 31.03.2009)	<b>332,867,076</b>	<b>379,893,965</b>	<b>349,626,324</b>	<b>377,189,587</b>

**CASH FLOW STATEMENT (parent company and consolidated)**

	GROUP		COMPANY	
	01.01 - 31.03.2010	01.01 - 31.03.2009	01.01 - 31.03.2010	01.01 - 31.03.2009
<b>Cash flow from Operating Activities</b>				
Loss before taxes (continuing activities)	(15,221,661)	(7,834,381)	(8,230,035)	(7,482,828)
Add / Less adjustments for:				
Depreciation and amortization	24,941,887	21,687,615	12,910,696	10,729,124
Amortization of subsidies	(780,422)	(841,428)	(763,115)	(822,532)
Losses on disposals of tangible and intangible assets	(27,559)	(19,339)	(3,895)	(19,339)
Allowance for doubtful receivable accounts	788,280	1,416,000	835,756	919,324
Other provisions	190,834	146,380	76,342	70,370
Gains on disposals of financial investing activities	(158,360)	(850,188)	(110,123)	(6,278)
Interest and related expenses	7,698,176	6,075,525	1,193,344	1,174,283
Share of profits of associates accounted for under the equity method	1,500	(750)	-	-
Add/ less adjustments for changes in working capital related to operating activities:				
Decrease / (increase) inventories	978,027	(1,183,797)	(253,177)	(468,470)
Decrease/ (increase) trade accounts receivable and prepayments	6,289,619	5,435,023	(6,692,538)	1,495,570
(Decrease) / increase liabilities (other than Bank loans)	(15,556,692)	(13,307,034)	(8,961,934)	11,490,966
Less:				
Interest and related expenses paid	(5,046,410)	(4,807,566)	(1,160,943)	(1,051,574)
Tax paid	(361,436)	(1,625,830)	-	-
Increase/(decrease) in other long-term receivables	(8,118)	(634,266)	(8,122)	(1,068)
Increase/(decrease) in other long-term liabilities	32,700	(123,471)	32,700	19,900
Payment of staff retirement indemnities	(432,236)	-	(21,532)	-
<b>Net cash from/(used in) operating activities (a)</b>	<b>3,328,130</b>	<b>3,532,493</b>	<b>(11,156,576)</b>	<b>16,047,448</b>
<b>Cash flow from Investing Activities</b>				
Investment in subsidiary	-	-	-	(199,998)
Purchase of tangible and intangible assets	(8,813,470)	(15,537,880)	(8,644,566)	(15,152,474)
Proceeds from the sale of tangible and intangible assets	43,178	19,339	11,886	19,339
Interest received	246,694	516,190	110,123	6,278
<b>Net cash flow from/(used in) investing activities (b)</b>	<b>(8,523,598)</b>	<b>(15,002,351)</b>	<b>(8,522,557)</b>	<b>(15,326,855)</b>
<b>Cash flow from Financing Activities</b>				
Net proceeds from long-term issuance	-	10,322	-	10,323
Repayment of long-term borrowings	328,175	-	30,968	-
Net change in short-term borrowings	-	(34,021)	-	-
Net change in finance lease creditors	(2,700,621)	(1,779,266)	7,632	(34,408)
<b>Net cash flows from/(used in) financing activities (c)</b>	<b>(2,372,446)</b>	<b>(1,802,965)</b>	<b>38,600</b>	<b>(24,085)</b>
<b>Net increase/(decrease) in cash and cash equivalents (a) + (b) + (c)</b>	<b>(7,567,914)</b>	<b>(13,272,823)</b>	<b>(19,640,533)</b>	<b>696,508</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>79,549,226</b>	<b>79,510,860</b>	<b>40,621,678</b>	<b>14,864,016</b>
<b>Cash and cash equivalents at end of the period</b>	<b>71,981,312</b>	<b>66,238,037</b>	<b>20,981,145</b>	<b>15,560,524</b>

**ADDITIONAL DATA AND INFORMATION**

- The above financial statements for the period 01/01/2010-31/03/2010 have been approved by the members of the Board of Directors on May 19, 2010
- At March 31, 2010 the total number of employees reached 1,474, while those of the Parent Company reached 853. At March 31, 2009 the Group's relative number of employees was 1,487, while that of the parent company was 871.
- There are not any real burden on the Group's real estate.
- The financial statements of the Group are included in the financial statement of Company "FORGENDO LIMITED" (Head Office: Cyprus, Percentage Participation at March 31, 2010: 39.87%) under the equity method.
- Same accounting methods and assessments have been used as in prior fiscal years.
- The Group's subsidiaries, their registered offices, the equity interest as well as the participation relationship with the Group which are incorporated in the interim consolidated financial statements of the year, are stated in note 10 of the interim condensed financial statements.
- The unaudited tax years of the Company and of the companies of the Group are stated in Note 9 of the interim condensed financial statements.
- The Company and the Group have made cumulative provisions for additional taxes assessments for the unaudited tax-years amounting to € 0.2 m. for the Company and € 2.55 m. for the Group. In addition, no deferred tax asset has been recognised for set-off of tax losses of amount € 4.5 m. for the Group and the Company in order to cover any additional taxes which will occur in future tax audit.
- There are no disputes or issues under arbitration, or decisions issued by legal or arbitration bodies affecting the Group's financial status.

- The amount of the provision for the above issues are € 0.00 for the company and € 0.00 for the group.
- The amounts of other provisions are € 1.15 m. for the Company and € 1.15 m. for the Group.
- At the end of current period no shares of the parent company are possessed by either the parent company or any subsidiary or associate companies.
- The accumulated income and expenses since the beginning of the current fiscal year as well as the Company's and the Group's trade accounts receivable and payable balances at the end of the current fiscal year that have resulted from the transactions with their related parties, according to IAS 24, are as follows:

(Amounts in euro)	Όμιλος	Εταιρεία
a) Income	23,563	1,621,674
b) Expenses	2,126,452	641,829
c) Receivables	355,737	3,134,648
d) Liabilities	578,802	12,596,839
e) Fees of Managers and members of the Board of Directors	1,426,541	421,999
f) Amounts owed by Managers and members of the Board of Directors	0	0
g) Amounts to Managers and members of the Board of Directors	0	0

- The Group Capital Expenditure for the period ending at March 31, 2010 amounted to € 9,864,116.

Iraklion, May 19 2010

THE PRESIDENT OF THE B.o.D.

THE VICE PRESIDENT OF THE B.o.D.  
& CHIEF EXECUTIVE OFFICER

THE GROUP FINANCIAL REPORTING  
& BUDGETING MANAGER

THE CHIEF ACCOUNTANT

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