



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, Vassilika Vouton, Iraklion Crete 71003
FINANCIAL DATA & INFORMATION FOR THE PERIOD (01/01/2007 - 31/12/2007)

(Published based on Corporate Law 2190, article 135 for corporations that report annual financial statements, consolidated or not, according to IFRS)

The financial data and information provided below, aim to provide a general overview FORTHNET S.A. financial situation and results.

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 are posted.

(Amounts in euro)

GENERAL INFORMATION:

Head Office : Scientific Technological Park of Crete, Vassilika Vouton, Iraklion Crete 71003
S.A. Register: 34461/06/B/95/94
Authority: Ministry of Development, Secretary of Commerce
Date of Approval of the Annual Financial Statements: 17th March 2008
The Certified Auditors - Accountants: Chris Pektoudis, Spyros Rodas
Auditing Companies: ERNST & YOUNG - SOL S.A.
Review Report: Upon approval
Website: www.forthnet.gr

Board of Directors:
Averof Ioannis - Chairman, Non executive member
Padmanabhan Deepan Srinivas - Vice-chairman, Non executive member
Tzortzakis Pantelis - Chief Executive Officer, Executive member
Stavros Iasin, Non executive member
Warrington Michael, Non executive member
Majid Mohsin, Non executive member
Koutsoudakis Georgios, Non executive member
Pagiatakis Alkiviadis, Non executive member
Ponethil Savvion, Non executive member

ANNUAL BALANCE SHEET

	GROUP		COMPANY	
	31.12.2007	31.12.2006	31.12.2007	31.12.2006
ASSETS				
Non current assets	158,225,726	106,322,340	158,473,436	106,811,117
Inventories	1,316,383	1,288,591	1,182,931	1,169,126
Trade accounts receivable	31,356,622	30,590,574	28,138,279	28,399,734
Other current assets	75,536,450	100,851,205	75,026,513	99,890,990
TOTAL ASSETS	266,435,181	239,052,710	262,821,159	236,270,967
EQUITY AND LIABILITIES				
Non-Current Liabilities	61,118,171	4,675,078	60,291,926	4,533,061
Current Bank Liabilities	1,155,516	35,004,391	-	34,000,000
Other Current Liabilities	80,644,390	47,859,269	79,363,300	46,368,165
Total Liabilities (a)	142,918,077	87,538,738	139,655,226	84,901,226
Share capital	45,852,241	45,478,005	45,852,241	45,478,005
Other Equity Elements	77,621,435	105,999,182	77,313,692	105,891,736
Total Shareholders equity (b)	123,473,676	151,477,187	123,165,933	151,369,741
Minority interests (c)	43,428	36,785	-	-
Total Equity (d) = (b)+(c)	123,517,104	151,513,972	123,165,933	151,369,741
TOTAL LIABILITIES AND EQUITY (e) = (a) + (d)	266,435,181	239,052,710	262,821,159	236,270,967

ANNUAL CASH FLOW STATEMENT

	GROUP		COMPANY	
	01.01 - 31.12.2007	01.01 - 31.12.2006	01.01 - 31.12.2007	01.01 - 31.12.2006
Cash flow from Operating activities				
Loss before taxes	(40,442,501)	(19,379,937)	(40,698,287)	(19,172,345)
Add / Less adjustments for:				
Depreciation and amortization	20,047,221	13,737,778	19,230,642	13,040,304
Provisions	8,134,931	4,237,621	8,081,098	3,988,475
Losses/(Gains) on disposal of property, plant, equipment and intangible assets	352,242	(11,962)	354,321	(15,236)
Gains on disposal of financial assets	(2,338,555)	(2,166,927)	(2,323,588)	(2,257,822)
Financial (income) expenses, net	2,648,243	2,833,153	2,545,943	2,769,910
Add/ less adjustments for changes in working capital related to operating activities:				
Decrease / (increase) inventories	(27,792)	(801,342)	(13,805)	(754,262)
Decrease/ (increase) trade accounts receivable and prepayments	(17,452,306)	(5,853,541)	(16,301,560)	(6,233,831)
(Decrease) / increase liabilities (other than Bank loans)	20,320,912	4,051,981	20,609,189	3,803,381
Less:				
Interest and related expenses paid	(2,380,635)	(2,043,096)	(2,289,888)	(1,988,318)
Net cash used in operating activities (a)	(11,138,240)	(5,396,272)	(10,805,935)	(6,819,744)
Cash flow from Investing activities				
Increase of participation in subsidiary	-	-	(599,584)	-
Capital expenditure for property, plant and equipment	(45,622,748)	(25,141,208)	(43,967,240)	(23,848,708)
Purchase of property, plant, equipment and intangible assets	26,890	50,187	24,455	46,467
Interest and related income received	2,219,875	2,160,779	2,210,005	2,257,822
(Purchase) sales of financial assets at fair value with changes in net results	68,130,477	(68,282,477)	68,130,477	(68,282,477)
Purchase of available for sale financial assets	-	(53,552)	-	(39,525)
Net cash from/(used in) investing activities (b)	24,754,494	(91,266,271)	25,798,113	(89,866,421)
Cash flow from Financing activities				
Proceeds from the issuance of Share capital Increase	1,695,454	116,356,667	1,695,454	116,356,667
Proceeds from long-term borrowings	49,821,935	-	49,101,935	-
Repayment of long-term borrowings	(34,000,000)	-	(34,000,000)	-
Distribution of reserves of a subsidiary to minority shareholders	-	(691)	-	-
Net change in short-term borrowings	151,125	(2,707,595)	-	(3,500,000)
Net change in finance lease creditors	(141,654)	(179,176)	(108,701)	(121,991)
Net cash from financing activities (c)	17,526,860	113,469,205	16,688,688	112,734,676
Net increase in Cash (a) + (b) + (c)	31,143,114	16,806,662	31,680,866	16,048,511
Cash at Beginning of period	24,977,304	8,170,642	24,021,062	7,872,012
Cash of absorbed companies	-	-	-	100,539
Cash at the end of period	56,120,418	24,977,304	55,701,928	24,021,062

ANNUAL STATEMENT OF INCOME

	GROUP		COMPANY	
	01.01-31.12.2007	01.01-31.12.2006	01.01-31.12.2007	01.01-31.12.2006
Revenues	118,842,370	97,600,534	113,978,698	92,756,031
Gross Profit	3,027,109	16,002,401	1,377,942	14,652,304
Losses before taxes, financing and investing activities	(40,132,813)	(18,713,710)	(40,475,932)	(18,660,257)
Losses before taxes, financing, investing activities and depreciation	(20,085,592)	(4,975,932)	(21,245,290)	(5,619,953)
Loss Before Income Taxes	(40,442,501)	(19,379,937)	(40,698,287)	(19,172,345)
Income taxes	7,912,211	2,680,501	7,965,189	2,714,996
Loss After Income Taxes from Continuing Operations (a)	(32,530,290)	(16,699,436)	(32,733,098)	(16,457,349)
Profit/ (Loss) After Income Taxes from Discontinuing Operations (b)	-	-	-	-
Loss After Income Taxes (From Continuing and Discontinuing Operations) (c)	(32,530,290)	(16,699,436)	(32,733,098)	(16,457,349)
Attributable to:				
Equity holders of the parent	(32,532,801)	(16,698,583)	32,733,098	(16,457,349)
Minority interests	2,511	(853)	-	-
Losses after taxes per share - Basic (a€):	(0.84)	(0.56)	(0.85)	(0.55)

STATEMENT OF CHANGES IN EQUITY

	GROUP		COMPANY	
	31.12.2007	31.12.2006	31.12.2007	31.12.2006
Shareholder's Equity at beginning of period including minority interests (01.01.2007 and 01.01.2006 respectively)	151,513,972	50,335,821	151,369,741	51,869,349
- (Losses) after taxes	(32,530,290)	(16,699,436)	(32,733,098)	(16,457,349)
118,983,682	33,636,385	118,636,643	35,412,002	
- Issuance of share capital	1,696,570	117,385,494	1,696,570	117,385,494
- Absorption of Subsidiary	-	-	-	(1,920,589)
- Distribution of reserves of a subsidiary to minority shareholders	4,132	(691)	-	-
- Employee stock option plan	2,832,720	492,784	2,832,720	492,784
Shareholder's Equity at the end of period including Minority interests (31.12.2007 and 31.12.2006 respectively)	123,517,104	151,513,972	123,165,933	151,369,741

ADDITIONAL DATA AND INFORMATION

- The above financial statements during the period 1/1/2007-31/12/2007, have been approved by the members of the Board on March 17, 2008.
- The parent company has not been tax audited during the fiscal years 2003-2007, while the absorbed company INTERNET HELLAS S.A. for the fiscal years 1999-2004.
- At 31/12/2007 the Group's total number of employees reached 992, while the parent company's 935. At 31/12/2006 the Group's relative number of employees was 759, while the parent company's 702.
- There are not any real burden on the Group's real estate.
- The companies which are incorporated in the consolidated financial statements are:

Company name	Head office	Percentage participation	Unaudited tax years	Consolidation Method
FORTH CRS S.A.	Greece	99.31%	5 (2003-2007)	Full
TELEMEDICINE TECHNOLOGIES SA	France	94.40%	-	Full
ATHLONET S.A.	Greece	44.00%	5 (2003-2007)	Net Position

- There are no disputes or issues under arbitration, or decisions issued by legal or arbitration bodies affecting the Group's financial status.
- Same accounting methods and assessments have been used as in prior fiscal years.
- The accumulated sales and purchases since the beginning of the current fiscal year as well as the company's trade accounts receivable and payable balances at the end of the current fiscal year that have resulted from the transactions with its related parties, according to IAS 24, are as follows:

(Amounts in euro)	Group	Company
a) Sale of Goods and Services	164,491	380,531
b) Purchase of Goods and Services	66,163	87,750
c) Receivables	82,042	581,004
d) Liabilities	18,623	33,878
e) Fees of Managers and members of the Board of Directors	1,940,572	1,815,690
f) Amounts owed by Managers and members of the Board of Directors	-	-
g) Amounts to Managers and members of the Board of Directors	58,372	58,372

Heraklion, 17th March 2008

PRESIDENT OF B.O.D.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

CHIEF ACCOUNTANT

AVEROF IOANNIS
I.D. number N 772354

TZORTZAKIS PANTELIS
I.D. number X 072948

KANELLOPOULOS PAVLOS
I.D. N 006982

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