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 ENDED September 30, 2014

(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 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 financial statements according to IFRS as well as the Audit Review report, when is required, are posted.

(amounts presented in euro)

GENERAL INFORMATION:

Web Site:	www.forthnet.gr
Board of Directors approval date:	November 27,2014
Certified Auditor Accountant:	Christos Pelendridis, Eleni Skordalaki
Auditing firm:	ERNST & YOUNG S.A., SOL S.A.
Type of auditor's review report:	Unqualified with Emphasis of Matter

STATEMENT OF FINANCIAL POSITION (consolidated and parent company)

	GROUP		COMPANY	
	30.09.2014	31.12.2013	30.09.2014	31.12.2013
ASSETS				
Tangible assets	170.099.372	191.852.139	97.649.128	111.229.693
Intangible assets	140.725.541	145.717.179	15.581.273	16.660.619
Goodwill	83.168.812	83.168.812	512.569	512.569
Other non current assets	25.287.658	27.473.248	94.008.756	97.548.421
Inventories	7.066.696	6.616.709	1.528.928	1.014.751
Trade receivables	67.159.436	57.804.246	37.841.442	35.101.258
Other current assets	84.550.107	76.552.756	118.813.318	77.209.169
TOTAL ASSETS	**578.057.622**	**589.185.089**	**365.935.414**	**339.276.480**
EQUITY AND LIABILITIES				
Share Capital (110,097,185 shares € 0.30 each as at 31.09.2014 and 12,952,610 shares of € 0.30 each as at 31.12.2013)	33.029.156	3.885.783	33.029.156	3.885.783
Retained earnings and other reserves	(137.296.680)	(101.424.526)	106.557.233	112.383.734
Total Shareholders equity (a)	**(104.267.524)**	**(97.538.743)**	**139.586.389**	**116.269.517**
Non-controlling interests (b)	1.715.137	2.371.509	-	-
Total equity (c)=(a)+(b)	**(102.552.387)**	**(95.167.234)**	**139.586.389**	**116.269.517**
Provisions/Other long-term liabilities	127.765.969	137.221.372	21.910.410	23.747.989
Short-term borrowings	325.539.879	324.961.806	99.953.967	99.850.688
Other current liabilities	227.304.161	222.169.145	104.484.648	99.408.286
Total liabilities (d)	**680.610.009**	**684.352.323**	**226.349.025**	**223.006.963**
TOTAL EQUITY AND LIABILITIES (c)+(d)	**578.057.622**	**589.185.089**	**365.935.414**	**339.276.480**

TOTAL COMPREHENSIVE INCOME (consolidated and parent company)

	GROUP			
	01.01 - 30.09.2014	01.01 - 30.09.2013	01.07-30.09.2014	01.07-30.09.2013
Turnover	281.158.125	279.823.121	88.718.161	91.301.644
Loss before taxes, financing and investing activities	(18.736.782)	(22.931.628)	(7.751.026)	(8.056.932)
Loss before income taxes	(37.234.147)	(38.905.559)	(14.839.549)	(12.721.909)
	-	-	-	-
Loss after income taxes (A)	(36.046.285)	(42.914.525)	(12.251.617)	(14.140.471)
- Share holders of the parent company	(35.389.913)	(42.015.224)	(11.985.078)	(13.893.668)
- Non-controlling interests	(656.372)	(899.301)	(266.539)	(246.803)
Other comprehensive income after taxes(B)	-	-	-	-
Total comprehensive loss after taxes(A)+(B)	(36.046.285)	(42.914.525)	(12.251.617)	(14.140.471)
- Share holders of the parent company	(35.389.913)	(42.015.224)	(11.985.078)	(13.893.668)
- Non-controlling interests	(656.372)	(899.301)	(266.539)	(246.803)
Loss after taxes per share - Basic (in €):	(0,329)	(3,2438)	(0,1089)	(1,0727)
Profit before taxes, financing, investing activities and depreciation	47.258.747	41.368.449	14.968.428	12.708.586

	COMPANY			
	01.01 - 30.09.2014	01.01 - 30.09.2013	01.07-30.09.2014	01.07-30.09.2013
Turnover	163.589.412	160.971.974	52.056.005	54.160.682
Profit before taxes, financing and investing activities	1.493.378	7.707.244	616.256	2.986.841
Profit/(loss) before income taxes	(2.423.551)	3.849.572	(924.067)	1.693.723
	-	-	-	-
Profit/(loss) after income taxes (A)	(5.344.260)	6.017.715	(2.109.408)	(987.987)
- Share holders of the parent company	(5.344.260)	6.017.715	(2.109.408)	(987.987)
- Non-controlling interests	-	-	-	-
Other comprehensive income after taxes(B)	-	-	-	-
Total comprehensive income/(loss) after taxes(A)+(B)	(5.344.260)	6.017.715	(2.109.408)	(987.987)
Profit before taxes, financing, investing activities and depreciation	34.842.568	41.938.902 -	11.824.072	13.161.326

STATEMENT OF CHANGES IN EQUITY (consolidated and parent company)

	GROUP		COMPANY	
	01.01 - 30.09.2014	01.01 - 30.09.2013	01.01 - 30.09.2014	01.01 - 30.09.2013
Total equity balance at the beginning of period (01.01.2013 and 01.01.2012 respectively)	**(95.167.234)**	**(35.059.270)**	**116.269.517**	**117.299.428**
Total comprehensive loss after income taxes of the period (continuing and discontinuing operations)	(36.046.285)	(42.914.525)	(5.344.260)	6.017.715
Issuance of share capital	29.143.373	-	29.143.373	-
Share capital issuance costs (net from deferred tax)	(482.241)	-	(482.241)	-
Legal Reserve	-	(634)	-	-
Total equity balance of period (30.09.2014 and 30.09.2013 respectively)	**(102.552.387)**	**(77.974.429)**	**139.586.389**	**123.317.143**

CASH FLOW STATEMENT (consolidated and parent company)

	GROUP		COMPANY	
	01.01 - 30.09.2014	01.01 - 30.09.2013	01.01 - 30.09.2014	01.01 - 30.09.2013
Cash flow from Operating Activities				
Loss before income taxes	(37.234.147)	(38.905.559)	(2.423.551)	3.849.572
Adjustments for:				
Depreciation and amortisation	67.464.585	66.057.643	34.817.060	35.953.868
Amortisation of subsidies	(1.469.056)	(1.757.566)	(1.467.870)	(1.722.210)
(Gains)/ Loss on disposal of tangible and intangible assets	-	(3.454)	(4.289)	(1.627)
Allowance for doubtful accounts receivable	4.721.313	3.978.907	3.860.717	3.763.614
Provision for staff retirement indemnities	1.228.274	482.013	720.312	274.955
Impairment of investment in associates	-	-	-	112.499
Impairment of goodwill	-	190.355	-	-
Share of profits/(losses) of associates accounted for under the equity method	(6.678)	-	-	-
Other provisions	26.589	640.514	15.256	58.225
Financial (income)/expenses	18.504.043	15.973.692	3.916.929	3.857.672
Add/ less adjustments for changes in working capital related to operating activities:				
Increase inventories	(476.576)	(3.356.365)	(529.433)	25.890
Increase in receivables	(18.066.019)	(16.552.285)	(42.220.210)	(17.147.274)
(Increase)/Decrease liabilities (other than Bank loans)	(150.994)	11.603.458	4.723.406	(16.082.260)
Minus:				
Income taxes paid	(487.399)	(371.378)	-	-
Increase/ (decrease) in other long-term liabilities	(238.836)	828.931	(238.836)	808.793
Payment of staff retirement indemnities	(1.178.149)	(1.255.394)	(740.090)	(769.740)
Net cash from Operating Activities	**32.636.950**	**37.553.512**	**429.401**	**12.981.977**
Cash flow from Investing activities				
Capital expenditure for property, plant and equipment and intangible assets	(40.720.180)	(30.426.547)	(20.157.149)	(19.644.471)
Disposals of property, plant and equipment and intangible assets	-	38.519	10.194	18.991
Interest and related income received	212.649	151.610	209.923	119.573
Decrease/ (increase) Restricted cash	(3.138.212)	7.000.000	(2.838.212)	7.000.000
Net cash used in Investing Activities	**(43.645.743)**	**(23.236.418)**	**(22.775.244)**	**(12.505.907)**
Cash flows from Financing Activities				
Net proceeds from the issuance of share capital	28.491.696	-	28.491.696	-
Net change in short -term borrowings	-	(10.000.000)	-	(10.000.000)
Interest paid	(12.921.227)	(15.236.955)	(3.474.967)	(3.501.140)
Net change in leases	(5.853.874)	(9.991.512)	(312.649)	(325.811)
Net cash used in Financing Activities	**9.716.595**	**(35.228.467)**	**24.704.080**	**(13.826.951)**
Net increase/(decrease) in cash and cash equivalents	**(1.292.198)**	**(20.911.373)**	**2.358.237**	**(13.350.881)**
Cash and cash equivalents at the beginning of period	**14.689.747**	**32.571.829**	**5.582.295**	**16.319.853**
Cash and cash equivalents at the end of period	**13.397.549**	**11.660.456**	**7.940.532**	**2.968.972**

ADDITIONAL DATA AND INFORMATION

1. The emphasis of matter paragraph in the auditors report relates to uncertainty regarding (i) the Company's and Group's ability to refinance their entire contractual obligations under their loan agreements and, (ii) the Group's and the Company's working capital sufficiency, cannot be assured and are depended on a successful refinancing of their borrowings with their lending banks.
2. The above financial statements for the period 01/01/2014-30/9/2014 have been approved by the members of the Board of Directors November 27, 2014
3. At September 30, 2014 the total number of employees reached 1,283, while those of the Parent Company reached 764. At September 30, 2013 the Group's relative number of employees was 1,347, while that of the parent company was 826.
4. There is no burden against title to the Group's real estate.
5. The financial statements of the Group are included in the financial statement of Company "FORGENDO LIMITED" (Head Office: Cyprus, Percentage Participation at September 30, 2014: 44.022%) under the equity method.
6. The same accounting methods and assessments have been used as in prior fiscal year 2013.
7. The unaudited tax years of the Company and of the companies of the Group are stated in Note 9 of the financial statements.
8. The Company and the Group have made cumulative provisions for additional taxes assessments for the unaudited tax-years amounting to € 0.2m for the Company and € 0.4 m. for the Group, in order to cover any additional taxes which will occur in future tax audit. In addition, no deferred tax asset has been recognised for set-off of tax losses of amount € 34.1 m. for the Group.
9. 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 € 0.3 million for the Company and € 1.0 million for the Group.
10. The Group's subsidiaries, their registered offices, the equity interest as well as the participation relationship with the Group which are incorporated at the end of the current period consolidated financial statements, do not differ from those included in note 11 of the financial stetements of December 31, 2013
11. 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.
12. On November 24, 2011 the Board of Directors of the Athens Exchange decided to place the Company's shares under close monitoring based on the fact that the fiscal year 2010 losses were greater than 30% of its equity and the planned share capital increase was not successfully completed
13. 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 liabilities as at the end of the year derived from transactions with related parties as defined by IAS 24 are as follows:

(Amounts in euro)	GROUP	COMPANY
a) Income	5.420.502	20.688.668
b) Expenses	8.299.973	9.873.460
c) Receivables	2.421.233	103.786.471
d) Liabilities	4.177.619	10.993.828
e) Fees of Managers and members of the Board of Directors	2.092.873	1.264.241
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

Iraklion , November 27, 2014

PRESIDENT OF THE B.o.D.	VICE PRESIDENT OF B.o.D & MANAGING DIRECTOR	CHIEF FINANCIAL OFFICER	GROUP FINANCIAL REPORTING MANAGER	GROUP ACCOUNTING MANAGER
DEEPAK SRINIVAS PADMANABHAN Passport No Z 2052599	PANAGIOTIS PAPADOPOULOS ID Number S 676330	GEORGE MANTZOROS ID Number AK 231579 License Number O.E.E. 0005375 A Class	GEORGIA GALI ID Number X 091299	POLYCHRONIS KATSARIS ID Number AK 012888 License Number O.E.E. 0001049 A Class