

HELLENIC COMPANY FOR TELECOMMUNICATIONS AND TELEMATIC APPLICATIONS S.A.

Forthnet S.A.

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

G.E.M.H 77127927000

Scientific Technological Park of Crete, Vassilika Vouton, Iraklion Crete 71003

FINANCIAL DATA & INFORMATION FOR THE PERIOD ENDED MARCH 31, 2015

(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 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: May 28, 2015
 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	
	31.03.2015	31.12.2014	31.03.2015	31.12.2014
ASSETS				
Tangible assets	157,304,006	163,304,387	90,517,731	93,874,774
Intangible assets	133,733,073	140,100,359	16,134,607	17,737,300
Goodwill	83,168,812	83,168,812	512,569	512,569
Other non current assets	30,190,307	30,357,666	81,702,179	82,093,881
Inventories	5,259,433	6,451,629	1,468,367	1,213,989
Trade receivables	61,458,264	64,458,973	34,410,271	34,571,979
Other current assets	50,502,737	71,173,723	111,844,292	115,759,570
TOTAL ASSETS	521,616,632	559,015,549	336,590,016	345,764,062
EQUITY AND LIABILITIES				
Share Capital (110,097,185 shares € 0.30 each)	33,029,156	33,029,156	33,029,156	33,029,156
Retained earnings and other reserves	(158,273,515)	(145,248,671)	90,330,427	91,706,766
Total Shareholders equity (a)	(125,244,359)	(112,219,515)	123,359,583	124,735,922
Non-controlling interests (b)	1,589,251	1,700,586	-	-
Total equity (c)=(a)+(b)	(123,655,108)	(110,518,929)	123,359,583	124,735,922
Provisions/Other long-term liabilities	118,355,983	122,115,978	20,940,902	21,749,831
Short-term borrowings	325,860,924	325,743,614	100,000,000	99,999,438
Other current liabilities	201,054,833	221,674,886	92,289,531	99,278,871
Total liabilities (d)	645,271,740	669,534,478	213,230,433	221,028,140
TOTAL EQUITY AND LIABILITIES (c)+(d)	521,616,632	559,015,549	336,590,016	345,764,062

STATEMENT OF CHANGES IN EQUITY (consolidated and parent company)

	GROUP		COMPANY	
	01.01 - 31.03.2015	01.01 - 31.03.2014	01.01 - 31.03.2015	01.01 - 31.03.2014
Total equity balance at the beginning of period (01.01.2015 and 01.01.2013 respectively)	(110,518,929)	(95,167,234)	124,735,922	116,269,517
Total comprehensive loss after income taxes of the period (continuing and discontinuing operations)	(13,136,179)	(11,586,092)	(1,376,339)	254,107
Issuance of share capital	-	29,143,373	-	29,143,373
Share capital issuance costs (net from deferred tax)	-	(482,241)	-	(482,241)
Total equity balance of period (31.3.2015 and 31.3.2014 respectively)	(123,655,108)	(78,092,194)	123,359,583	145,184,756

CASH FLOW STATEMENT (consolidated and parent company)

	GROUP		COMPANY	
	01.01 - 31.03.2015	01.01 - 31.03.2014	01.01 - 31.03.2015	01.01 - 31.03.2014
Cash flow from Operating Activities				
(Loss)/ profit before income taxes	(13,854,551)	(10,778,627)	(1,261,032)	461,431
Adjustments for:				
Depreciation and amortisation	21,109,491	21,579,167	10,104,436	11,550,349
Amortisation of subsidies	(419,832)	(495,796)	(419,832)	(495,326)
(Gains)/ Loss on disposal of tangible and intangible assets	-	-	-	(215)
Allowance for doubtful accounts receivable	1,278,533	1,290,450	552,739	1,032,180
Provision for staff retirement indemnities	379,107	96,593	339,677	93,343
Other provisions	(220,102)	-	(203,551)	-
Financial (income)/expenses	7,719,792	5,667,830	1,559,455	1,183,331
Add/ less adjustments for changes in working capital related to operating activities:				
Decrease/(increase) inventories	1,412,298	50,075	(50,827)	(59,260)
Decrease/(increase) in receivables	18,770,774	13,026,959	3,235,386	(189,550)
Decrease liabilities (other than Bank loans)	(21,318,740)	(22,978,376)	(7,565,876)	(15,845,771)
Minus:				
Income taxes paid	(138,367)	(138,367)	-	-
Increase/(decrease) in other long-term liabilities	(352,942)	230,099	(352,942)	280,859
Payment of staff retirement indemnities	(315,137)	(200,354)	(201,815)	(148,241)
Net cash from Operating Activities	14,050,324	7,347,344	5,735,818	(2,136,870)
Cash flow from Investing activities				
Capital expenditure for property, plant and equipment and intangible	(8,741,824)	(13,204,017)	(5,144,700)	(6,782,906)
Disposals of property, plant and equipment and intangible assets	-	16,149	-	9,879
Interest and related income received	264	86,303	-	85,802
Increase in Restricted cash	(40,774)	(310,118)	(28,474)	(10,118)
Net cash used in Investing Activities	(8,782,334)	(13,411,683)	(5,173,174)	(6,697,343)
Cash flows from Financing Activities				
Net proceeds from the issuance of share capital	-	28,491,696	-	28,491,696
Interest paid	(7,002,364)	(1,766,261)	(1,105,424)	(7,060)
Net change in leases	(2,017,195)	(1,927,654)	(50,948)	(119,027)
Net cash used in Financing Activities	(9,019,559)	24,797,781	(1,156,372)	28,365,609
Net increase/(decrease) in cash and cash equivalents	(3,751,569)	18,733,440	(593,728)	19,531,396
Cash and cash equivalents at the beginning of period	10,283,640	14,689,747	5,555,352	5,582,295
Cash and cash equivalents at the end of period	6,532,071	33,423,187	4,961,624	25,113,691

TOTAL COMPREHENSIVE INCOME (consolidated and parent company)

	GROUP		COMPANY	
	01.01 - 31.03.2015	01.01 - 31.03.2014	01.01 - 31.03.2015	01.01 - 31.03.2014
Turnover	91,334,050	95,798,810	50,374,173	56,012,841
Gain/(Loss) before taxes, financing and investing activities	(6,134,759)	(5,110,797)	298,423	1,644,762
Gain/(Loss) before income taxes	(13,854,551)	(10,778,627)	(1,261,032)	461,431
Gain/(Loss) after income taxes (A)	(13,136,179)	(11,586,092)	(1,376,339)	254,107
- Share holders of the parent company	(13,024,844)	(11,295,045)	(1,376,339)	254,107
- Non-controlling interests	(111,335)	(291,047)	-	-
Other comprehensive income after taxes(B)	-	-	-	-
Total comprehensive Gain/(Loss) after taxes(A)+(B)	(13,136,179)	(11,586,092)	(1,376,339)	254,107
- Share holders of the parent company	(13,024,844)	(11,295,045)	(1,376,339)	254,107
- Non-controlling interests	(111,335)	(291,047)	-	-
Loss after taxes per share - Basic (in €):	(0.1203)	(0.1102)	-	-
Profit before taxes, financing, investing activities and depreciation	14,554,901	15,972,574	9,983,027	12,699,785

ADDITIONAL DATA AND INFORMATION

- 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, that cannot be assured and are dependent on a successful refinancing of their borrowings with their lending banks.
- The above financial statements for the year 01/01/2015-31/3/2015 have been approved by the members of the Board of Directors May 28, 2015
- At March 31, 2015 the total number of employees reached 1,237, while those of the Parent Company reached 742. At March 31, 2015 the Group's relative number of employees was 1,408, while that of the parent company was 843.
- There is no burden against title to the Group's real estate.
- The financial statements of the Group are included in the financial statement of Company "FORGENO LIMITED" (Head Office: Cyprus, Percentage Participation at March 31, 2015: 45.21%) under the equity method.
- The same accounting methods and assessments have been used as in prior fiscal year 2014.
- The unaudited tax years of the Company and of the companies of the Group are stated in Note 9 of the financial statements.
- 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 € 166.3 m. for the Group as of March 31, 2015 (December 31, 2014 151.2 m).
- 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 € 0.1 million for the Company and € 0.8 million for the Group.

- 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 interim consolidated financial statements, do not differ from those included in note 11 of the financial statements of December 31, 2014
- 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.
- 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
- 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	1,331,073	4,485,112
b) Expenses	2,992,084	3,213,073
c) Receivables	2,940,106	100,003,009
d) Liabilities	5,709,091	20,005,943
e) Fees of Managers and members of the Board of Directors	632,263	397,436
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, May 28, 2015

PRESIDENT OF THE B.o.D.

VICE PRESIDENT OF B.o.D & MANAGING DIRECTOR

DEPUTY FINANCIAL DIRECTOR

GROUP FINANCIAL REPORTING MANAGER

GROUP ACCOUNTING MANAGER

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