

Financial Statements



HELLENIC TELECOMMUNICATIONS & POST COMMISSION

BALANCE SHEET AS OF 31st DECEMBER 2006 12th FISCAL YEAR (1st JANUARY - 31st DECEMBER 2006 (AMOUNTS IN EUROS))

ASSETS	Amounts for the Period ended 2006			Amounts for the Period ended 2005			Amounts for the Period ended 2006	Amounts for the Period ended 2005
	Acquisition Value	Depreciation	Net Value	Acquisition Value	Depreciation	Net Value		
B. PREOPERATING COST								
1. Start up expenses	465,538.60	211,186.75	254,351.85	465,538.60	118,078.99	347,459.61	293,470.29	293,470.29
4. Other preoperating expenses (S/W)	2,127,751.25	1,883,816.73	243,934.52	2,067,848.39	1,252,162.63	815,685.76	15,430.67	15,430.67
	<u>2,593,289.85</u>	<u>2,095,003.48</u>	<u>498,286.37</u>	<u>2,533,386.99</u>	<u>1,370,241.62</u>	<u>1,163,145.37</u>	<u>2,869,132.23</u>	<u>5,453,417.41</u>
C. FIXED ASSETS								
I. Tangible Assets								
5. Vehicles	176,424.05	134,760.88	41,663.17	176,424.05	115,609.24	60,814.81	62,243,741.59	207,921,386.49
6. Furniture & fixtures	11,686,672.03	7,204,720.40	4,481,951.63	11,223,737.23	4,933,421.25	6,270,315.98	33,445,871.42	0.00
7. Payments on account & construction in progress	164,530.80	0.00	164,530.80	164,530.80	0.00	164,530.80	95,689,613.01	207,921,386.49
Total Tangible Assets (C I)	<u>12,027,626.88</u>	<u>7,339,481.28</u>	<u>4,688,145.60</u>	<u>11,564,692.08</u>	<u>5,069,030.49</u>	<u>6,495,661.59</u>		
II. Participations & other Long-term Receivables								
2. Other long-term receivables			205,287.60			165,117.00	98,867,646.2	213,683,706.86
Total Fixed Assets (C I + II)			<u>4,893,433.20</u>			<u>6,660,778.59</u>		
D. CURRENT ASSETS								
I. Inventories								
4. Raw and auxiliary materials, consumables and spare parts			254,536.62			277,540.00		
II. Receivables								
1. Trade debtors		1,393,125.88	953,336.46		1,223,008.57			
Less: Provisions (44.11)		<u>439,789.42</u>	<u>8,667,096.82</u>		<u>8,381,130.84</u>			
11. Sundry debtors			<u>9,620,433.28</u>			<u>9,604,139.41</u>		
IV. Cash & Deposits								
1. Cash in hand			3,137.60			1,332.55		
2. Time & Sight deposits			116,234,595.55		204,529,942.10		23,966,359.96	1,340,247.90
			<u>116,237,733.15</u>		<u>204,531,274.65</u>			
			<u>126,112,703.05</u>			<u>214,412,954.06</u>		
Total Current Assets (D I + II + IV)								
E. TRANSITIONAL ASSET ACCOUNTS								
1. Deferred expenses			1,876.16		1,878.36		8,640,460.93	8,287,113.26
2. Deferred income			611,359.69		1,081,095.32		82,031.95	8,783.68
			<u>613,235.85</u>		<u>1,082,973.68</u>		<u>8,722,492.88</u>	<u>8,295,896.94</u>
TOTAL ASSETS (B+C+D+E)			<u>132,117,658.47</u>			<u>223,319,851.70</u>	<u>132,117,658.47</u>	<u>223,319,851.70</u>
MEMO ACCOUNTS (DEBIT)								
2. Guarantees & Liens Debt Accounts			20,505,230.47		23,398,313.96		20,505,230.47	23,398,313.96
4. Tax free reserve from accounting differences			<u>69,376,810.20</u>		<u>97,323,886.73</u>		<u>48,871,579.73</u>	<u>97,323,886.73</u>
							<u>69,376,810.20</u>	<u>120,722,200.69</u>

NOTE: In the Balance Account "Sundry Debtors" are included receivables amounting in total to 8.640.460,93 euros from firms imposed by EETT decisions to obliged parties, due to violations of the legislation in force during the current and previous accounting periods, they will be collected in accordance with the procedure under the Public Revenues Collection Code and will be registered in the respective revenues of accounting periods they will be collected. The amounts from the aforementioned firms are in the transit accounts of the liabilities "Revenues cashed in advance".

INCOME STATEMENT (PROFIT & LOSS ACCOUNT) FOR THE YEAR ENDED 31 st DECEMBER 2006 (1 st JANUARY - 31 st DECEMBER 2006)				PROFIT DISTRIBUTION TABLE			
I. OPERATING RESULTS	Amounts for Period ended 31-12-2006		Amounts for Period ended 31-12-2005		Amounts for the period ended 31-12-2006	Amounts for the period ended 31-12-2005	
Turnover (fees received)		36,620,501.80		34,072,084.79			
Less: Cost of services provided		<u>13,098,222.84</u>		<u>10,826,724.87</u>			
Gross operating results		23,522,278.96		23,245,359.92			
Plus: Other operating income		<u>8,130,460.06</u>		<u>1,398,997.6</u>			
Total		31,652,739.02		24,644,357.52			
Less: 1. Administrative expenses		<u>3,102,893.54</u>		<u>2,686,682.55</u>			
Sum total of Operating results		28,549,845.48		21,957,474.97			
Plus: 4. Credit interest and related income		3,708,089.71		4,040,486.28			
Less: 3. Interest, charges & related expenses		<u>2,334.64</u>		<u>2,000.47</u>			
Total Operating Results		32,255,600.55		25,995,960.78			
II PLUS: EXTRAORDINARY RESULTS							
1. Extraordinary and non operating income		1,632,085.04		55,356.07			
3. Income from previous periods		<u>0.00</u>		<u>0.00</u>			
Less: 1. Extraordinary & non operating expenses	1,577.31		2,146.09				
3. Prior period expenses	447.44		312.46				
4 Provisions for nonrecurring expenses	<u>439,789.42</u>	<u>441,814.17</u>	<u>1,190,270.87</u>	<u>2,458.55</u>	<u>52,897.52</u>		
Operating and extraordinary results		33,445,871.42		26,048,858.30			
Total depreciation on Fixed Assets		3,117,011.43		2,944,417.78			
Less: Depreciation incorporated to operating costs		<u>0.00</u>		<u>0.00</u>			
NET RESULT (PROFIT) BEFORE TAX		<u>33,445,871.42</u>		<u>26,048,858.30</u>			

THE ACCOUNTABLE FINANCIAL ADMINISTRATOR EETT CHAIRMAN	Maroussi, 4 April 2007 HEAD OF THE DIRECTORATE FOR FINANCIAL & ADMINISTRATIVE SERVICES EETT VICE PRESIDENT	THE HEAD OF THE EETT ACCOUNTING DEPARTMENT
NIKITAS ALEXANDRIDIS I.D. N°: AB 064537	THEODOROS DRAVILLAS I.D. N°: AT T 076616	GIORGOS ORFANOS I.D. N°: AT 2 521075 ECONOMIC CHAMBER OF GREECE CLASS A REG N° 0003970

REPORT OF CERTIFIED AUDITOR - ACCOUNTANT To the "Hellenic Telecommunications and Post Commission"

Report on Financial Statements. We have audited the above Financial Statements of the Hellenic Telecommunications and Post Commission which are consisted of the Balance Sheet as of December 31st 2006, the Income Statement (Profit & Loss Account) and the Profit Distribution Table for the period ended on 31st December 2006.

Administration Responsibility on Financial Statements. The Administration of Hellenic Telecommunications and Post Commission has the responsibility for conducting and presenting the Financial Statements in accordance with the Accounting Standards prescribed by Greek Legislation. Such a responsibility includes planning, application and maintenance of an internal Financial Statements control system free from essential inaccuracy, caused by fraud or error. This responsibility also includes the selection and implementation of appropriate accounting policies and the conduct of accounting estimations that are reasonable for the circumstances.

Certified Auditors' Responsibility. Our responsibility is the expression of an opinion on the above Financial Statements, according to our auditing data. Our audit was conducted in accordance with the Greek Auditing Standards, which are in line with the International Auditing Standards. These Accounting Standards require our conformity with the rules of business ethics. The planning and the conduct of our audit aim at the legitimate guarantee that the Financial Statements are free from substantial inaccuracy.

The audit entails the conduct of procedures for checking the audit records which is relevant to the amounts and the information that are included in the Financial Statements. The choice of procedures lie on the supervisor's judgement and entail the estimation of the substantial risk for the inaccuracy of the Financial Statements, due to fraud or error. For this risk estimation, the auditor takes into account the internal control system which is relevant to the formation and the reasonable presentation of the Financial Statements, in order to outline audit procedures for the circumstances and not to express an opinion about the effectiveness of the internal control system of the Hellenic Telecommunications and Post Commission. The audit also entails the appreciation for the suitability of the applied accounting policies and the reasonability of the Administrator's estimations, as well as the appreciation of the total presentation of the Financial Statements. We believe that the auditing data that we have assembled are sufficient and suitable for the groundation of our opinion.

Opinion. In our opinion, the above Financial Statements reflect reasonably and under any substantial opinion the economic situation of the Hellenic Telecommunications and Post Commission as of December 31st 2006 and its financial performance for the fiscal year ended on that date, in accordance with the Accounting Standards prescribed by Greek Legislation.

Report on other legal and regulatory issues. The content of EETT's Presidential proposal to the Plenary regarding the Annual Report is consistent with the above Financial Statements.

Maroussi, 10 April 2007



The Certified Auditor - Accountant
LEONIDAS SP. KAWADIAS
ICPA REG. NO. 10711