

**TABLE OF DISTRIBUTION FROM CAPITAL RAISED THROUGH SHARE CAPITAL INCREASE WITH CASH**

It is hereby notified, in accordance with decision no. 58/28.12.2000 of the Athens Stock Exchange, that from the company's share capital increase by cash and share options exercised by old shareholders, which took place on the basis of decision no. 18/17.03.2006 of the company's shareholders Extraordinary General Assembly and approved by the Athens Stock Exchange Board of Directors meeting on 25.05.2006, raised a net capital of €116,362,366 (total amount €119,904,344 less issuing expenses equal to €3,541,978). The exercise period for the stock option was from 08.05.2006 to 22.05.2006. From this share capital increase 21,411,490 new common shares have issued with a nominal value of €1.18 each, which were listed for trading on the Athens Stock Exchange on 29.05.2006. The company's share capital increase was confirmed by the Board of Directors on 23.05.2006.

Amounts in €	Intended use of funds according to Prospectus				Funds allocation			Unused funds
	2006	2007	2008	Total (2006-2008)	Until 31/12/2006	01/01 to 30/06/2007	Total up until 30/06/2007	
Development - Installation of Optical Fibre Networks and Acquisition of International Capacity	5.000.000	17.500.000	10.000.000	32.500.000	4.770.125	8.004.516	12.774.641	19.725.359
Development of Broadband Infrastructure and Services	13.000.000	16.000.000	10.904.344	39.904.344	5.027.365	7.591.285	12.618.650	27.285.694
Procurement of EDP software and hardware	3.000.000	3.000.000	1.500.000	7.500.000	2.496.334	2.802.224	5.298.558	2.201.442
Market share expansion	10.000.000	20.000.000	-	30.000.000	6.180.967	9.679.374	15.860.341	14.139.659
Working capital increase	6.000.000	-	-	6.000.000	6.000.000	-	6.000.000	-
Issuing expenses	4.000.000	-	-	4.000.000	3.541.978	-	3.541.978	458.022
<b>Total</b>	<b>41.000.000</b>	<b>56.500.000</b>	<b>22.404.344</b>	<b>119.904.344</b>	<b>28.016.769</b>	<b>28.077.399</b>	<b>56.094.168</b>	<b>63.810.176</b>

**Notes:**

- The category "Development - Installation of Optical Fibre Networks and Acquisition of International Capacity" is related to investments for the development of fibre optics network in the region of Attica and Thessaloniki, as well as the purchase of high capacity fibre optics lines necessary for the company's network interconnection with overseas.
- The category "Development of Broadband Infrastructure and Services" is related to investments in broadband access infrastructure equipment, transmission systems, preparation of broadband access sites and infrastructure in building facilities and procurement of broadband access terminal equipment.
- The category "Procurement of EDP software and hardware" is related to investments for the procurement of IT systems (equipment and software).
- The category "Market share expansion" is related to expenses made for the promotion of the company's services. These expenses are advertising, suitable marketing policies and the enhancement of the commercial agreements.
- The category "Working Capital" is related to the partial repayment of the company's short term borrowings.
- The category "Issuing expenses" is related to expenses made for consulting fees, taxes and duties, various directly related expenses to issue as well as the fees paid to the financial advisor.
- The unused funds as at 30.06.2007 equal to € 63,810,176 are invested as follows:

- Bonds	20.000.000
- Time Deposits	39.500.000
- Sight Deposits	4.310.176
<b>Total</b>	<b>63.810.176</b>

Heraklion, August 29, 2007

CHAIRMAN OF THE B.O.D

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

FINANCIAL DIRECTOR

CHIEF ACCOUNTANT

IOANNIS AVEROF  
ID No. N 772354

PANTELIS TZORTZAKIS  
ID No. X 072948

KANELLOPOULOS PAVLOS  
I.D. N 006982

GEORGIOS KARAKOVOUNIS  
ID No. N 536124  
OEE License No. 0036987 A' Class

SPYROS KOSMAS  
ID Ε 324578  
OEE License No. 0016310 A' Class

**REPORT OF FINDINGS OF THE AGREED UPON PROCEDURES TO THE BOARD OF DIRECTORS OF Forthnet S.A.**

We have performed the following agreed upon procedures related to the attached "Table of Distribution from capital raised through share capital increase of «Forthnet S.A.» («the Company») with cash". The specific report is solely responsibility of the Company's Administration. Our work has been done based on the International Standards on Related Services «ISRS 4400», which is applied in agreed upon procedures cases. Our responsibility is to proceed in the agreed upon procedures below and report our findings. The agreed upon procedures and findings are as follows:

- It is confirmed that the data in the columns with title: «Intended use of funds according to Prospectus» result indeed from the company's prospectus.
  - It is confirmed that the data in the columns with title: «Funds allocation»: (a) until 31.12.2006 result from the related published statement as of March 29<sup>th</sup> 2007 and (b) from January 1<sup>st</sup> to June 30<sup>th</sup> 2007 result from the company's accounting books.
- As a result of the above agreed upon procedures we have not traced any exemptions. Based on the fact that the above procedures do not present an audit or a review according to the International Standards on Auditing and the International Survey Standards, we do not express any audit opinion, beyond our findings. Our report is solely provided to the Forthnet's S.A. Board of Directors regarding their obligations to the Supervising Authorities. The present report is limited to the data provided above and does not include the Company's financial statements.

Athens, August 30, 2007

CHRISTOS PELENDRIDIS  
SOEL REG. No: 17831

SPYROS BOUDAS  
SOEL REG. No: 11451

ERNST & YOUNG (HELLAS)  
CERTIFIED AUDITORS S.A.  
SOEL REG. No: 107

 **ERNST & YOUNG**

SOL S.A.  
CERTIFIED AUDITORS  
SOEL REG No: 125

  
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