INTERIM CONDENSED
FINANCIAL STATEMENTS
(SEPARATE AND CONSOLIDATED)
FOR THE PERIOD
JANUARY 1 – SEPTEMBER 30, 2013
OF
HELLENIC COMPANY FOR TELECOMMUNICATIONS
AND TELEMATIC APPLICATIONS S.A. (Forthnet S.A.)

Forthnet S.A.
Registration No S.A. 34461/06/B/95/94
G.E.M.I. 77127927000
Scientific Technological Park of Crete
Vassilika Vouton, Iraklion Crete 71003
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Index to the Financial Statements

THIS REPORT HAS BEEN TRANSLATED FROM THE ORIGINAL VERSION IN GREEK

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders of

HELLENIC COMPANY FOR TELECOMMUNICATIONS AND TELEMATIC APPLICATIONS S.A. (Forthnet S.A.)

Introduction

We have reviewed the accompanying interim condensed separate and consolidated statement of financial position of the Hellenic Company for Telecommunications and Telematic Applications S.A. ‘’Forthnet S.A.’’ (the “Company”) as at September 30, 2013, and the related interim condensed separate and consolidated statements of comprehensive income, changes in equity and cash flows for the nine-month period then ended, as well as the selected explanatory notes that comprise the interim financial information, which is an integral part of the nine-month financial report of Law 3556/2007. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Financial Reporting Standards as adopted by the European Union and applies to interim financial reporting (International Accounting Standard “IAS 34”). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not prepared, in all material respects, in accordance with IAS 34.

Emphasis of Matter

Without qualifying our review report we draw attention to Note 3 to the interim condensed separate and consolidated financial statements which indicates that, at September 30, 2013, (a) the Group and the Company were not in compliance with certain financial covenants and undertakings under their bond loan agreements, (b) their long-term borrowings were all classified as current and, (c) the Group’s and Company’s current liabilities exceeded their current assets and, accordingly, they will not be able to meet part of their contractual obligations under their bond loans. As further discussed in Note 3, (i) the Company’s and Group’s ability to refinance their entire contractual obligations under their loan agreements, (ii) the adequate subscription of the Company’s share capital increase, and (iii) 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. Accordingly, these conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company’s and the Group’s ability to continue as a going concern. The accompanying financial statements do not include any adjustments relating to the recoverability and classification of the recorded asset amounts, the amounts and classification of liabilities or any other adjustments that might result should the Company and the Group be unable to continue as a going concern.

Athens, November 30, 2013

The Certified Auditors Accountants

CHRISTODOULOS SEFERIS R.N. ICA (GR) 23431	SPYRIDON BOUNTAS R.N. ICA (GR) 11451
ERNST & YOUNG (HELLAS) CERTIFIED AUDITORS ACCOUNTANTS S.A. SOEL REG. No: 107	SOL S.A. CERTIFIED AUDITORS SOEL REG No: 125

INTERIM STATEMENT OF COMPREHENSIVE INCOME

	Notes	The Group 01.01-30.09.2013	The Group 01.01-30.09.2012	The Group 01.07-30.09.2013	The Group 01.07-30.09.2012	The Company 01.01-30.09.2013	The Company 01.01-30.09.2012	The Company 01.07-30.09.2013	The Company 01.07-30.09.2012
Revenues	4	280,816,255	302,903,008	92,294,778	99,128,960	161,993,666	174,927,317	55,182,374	58,169,944
Telecommunications costs		(70,721,497)	(79,367,220)	(23,153,425)	(27,041,650)	(70,718,734)	(79,229,859)	(23,153,425)	(27,001,619)
Royalties and licenses		(73,151,128)	(73,139,150)	(24,709,915)	(25,136,848)	-	-	-	-
Cost of sales of inventory and consumables	14	(15,545,802)	(7,387,525)	(5,403,293)	(4,034,845)	(1,599,971)	(1,536,790)	(530,233)	(456,640)
Advertising and promotion costs		(9,716,607)	(11,363,425)	(3,513,080)	(4,485,687)	(3,735,211)	(3,818,182)	(692,416)	(1,234,861)
Payroll and related costs	6	(30,263,292)	(32,627,701)	(9,799,624)	(10,664,905)	(17,481,476)	(18,008,169)	(5,844,738)	(5,912,698)
Sundry expenses	8	(42,871,643)	(44,284,107)	(13,208,582)	(15,125,177)	(27,147,557)	(24,590,780)	(10,534,430)	(8,926,128)
Impairment of goodwill		-	(13,410,000)	-	-	-	-	-	-
Impairment of investments in subsidiaries		(112,499)	-	-	-	(178,155)	-	-	-
Other income		4,579,729	3,742,673	1,959,293	791,951	2,462,894	3,284,226	456,404	762,280
Depreciation and amortisation		(66,057,643)	(71,929,849)	(22,523,084)	(21,090,824)	(35,953,868)	(40,608,115)	(11,896,695)	(12,884,661)
Financial income	7	2,067,341	381,301	724,562	110,508	119,573	284,328	4	84,113
Financial expenses	7	(17,928,534)	(23,109,759)	(5,389,539)	(7,436,924)	(3,911,589)	(4,683,123)	(1,293,122)	(1,506,286)
Share of profits of associates accounted for under the equity method		(239)	-	-	-	-	-	-	-
Profit/(Loss) before income taxes		**(38,905,559)**	**(49,591,754)**	**(12,721,909)**	**(14,985,441)**	**3,849,572**	**6,020,853**	**1,693,723**	**1,093,444**
Income taxes	9	(4,008,966)	2,793,751	(1,418,562)	1,694,272	2,168,143	696,865	(2,681,710)	565,596
Profit/(Loss) after tax (A)		**(42,914,525)**	**(46,798,003)**	**(14,140,471)**	**(13,291,169)**	**6,017,715**	**6,717,718**	**(987,987)**	**1,659,040**
Other total comprehensive income after tax (B)		-	-	-	-	-	-	-	-
Total comprehensive Profit/ (Loss) after tax (A)+(B)		**(42,914,525)**	**(46,798,003)**	**(14,140,471)**	**(13,291,169)**	**6,017,715**	**6,717,718**	**(987,987)**	**1,659,040**
Profit/(Loss) for the period attributable to:									
Shareholders of the Parent Company		(42,015,224)	(46,095,293)	(13,893,668)	(12,959,022)	6,017,715	6,717,718	(987,987)	1,659,040
Non-controlling interests		(899,301)	(702,710)	(246,803)	(332,147)	-	-	-	-
		(42,914,525)	**(46,798,003)**	**(14,140,471)**	**(13,291,169)**	**6,017,715**	**6,717,718**	**(987,987)**	**1,659,040**
Total comprehensive income for the period attributable to:									
Shareholders of the Parent Company		(42,015,224)	(46,095,293)	(13,893,668)	(12,959,022)	6,017,715	6,717,718	(987,987)	1,659,040
Non-controlling interests		(899,301)	(702,710)	(246,803)	(332,147)	-	-	-	-
		(42,914,525)	**(46,798,003)**	**(14,140,471)**	**(13,291,169)**	**6,017,715**	**6,717,718**	**(987,987)**	**1,659,040**
Loss per share (Basic and diluted)		(3.2438)	(3.5588)	(1.0727)	(1.0005)				
Weighted Average Number of Shares (Basic)		12,952,610	12,952,610	12,952,610	12,952,610				
Weighted Average Number of Shares (Diluted)		12,952,610	12,952,610	12,952,610	12,952,610				

The accompanying notes are an integral part of Interim Condensed Financial Statements

INTERIM STATEMENT OF FINANCIAL POSITION

	Notes	The Group		The Company	
		30.09.2013	31.12.2012 (RESTATED*)	30.09.2013	31.12.2012 (RESTATED*)
ASSETS					
Non current assets					
Property, plant and equipment	11	199,036,192	226,841,953	115,055,309	132,053,562
Intangible assets	12	146,612,973	155,181,019	15,008,858	14,337,215
Goodwill	10	83,168,812	83,359,167	512,569	512,569
Investments in subsidiaries	1	-	-	74,464,310	75,046,076
Investments in associates accounted under the equity method	1	123,267	-	123,506	-
Other non-current assets		11,515,533	10,035,988	9,782,041	8,623,668
Available for sale financial assets		362,702	382,766	320,001	340,064
Deferred tax assets	9	19,047,699	16,024,257	17,298,957	15,130,814
Total non current assets		**459,867,178**	**491,825,150**	**232,565,551**	**246,043,968**
Current assets					
Inventories	14	7,505,445	4,112,411	821,085	892,070
Programme and film rights	13	59,101,005	48,544,158	-	-
Trade receivables	15	65,321,016	63,916,952	39,054,769	41,650,388
Prepayments and other receivables	16	12,972,906	14,196,303	8,857,387	7,205,204
Due from related companies	23	314,873	859,925	69,083,023	55,914,300
Cash and cash equivalents	17	11,660,456	32,571,829	2,968,972	16,319,853
Restricted cash	17	-	7,000,000	-	7,000,000
Total current assets		**156,875,701**	**171,201,578**	**120,785,236**	**128,981,815**
TOTAL ASSETS		**616,742,879**	**663,026,728**	**353,350,787**	**375,025,783**
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent company					
Share capital		3,885,783	3,885,783	3,885,783	3,885,783
Share premium		300,981,286	300,981,286	300,981,286	300,981,286
Other reserves		194,524,794	194,525,428	193,862,992	193,862,992
Accumulated deficit		(579,291,524)	(537,223,369)	(375,412,918)	(381,430,633)
Total		**(79,899,661)**	**(37,830,872)**	**123,317,143**	**117,299,428**
Non-controlling interests		2,041,820	2,771,602	-	-
Total equity		**(77,857,841)**	**(35,059,270)**	**123,317,143**	**117,299,428**
Non current liabilities					
Long-term borrowings	18	-	116,712	-	-
Long-term transponder leases	19	77,900,163	85,300,657	-	-
Other long-term leases		1,145,270	1,458,047	1,145,270	1,458,047
Other long-term liabilities	4	10,834,539	10,025,746	10,834,539	10,025,746
Long-term obligations of programmes and film rights	20	785,284	765,146	-	-
Reserve for staff retirement indemnities		1,739,568	2,494,884	705,802	1,235,240
Government grants		10,598,448	12,356,014	10,595,673	12,317,883
Deferred tax liability		32,879,103	27,000,841	-	-
Total non-current liabilities		**135,882,375**	**139,518,047**	**23,281,284**	**25,036,916**
Current liabilities					
Trade accounts payable	21	114,301,761	111,615,116	43,303,635	48,498,143
Due to related companies	23	1,278,069	1,134,646	11,855,128	34,441,425
Short-term borrowings		1,418,000	1,633,624	-	-
Current portion of long-term borrowings	18	322,867,241	331,755,015	99,667,773	109,487,018
Deferred income	4	34,097,699	37,558,048	18,236,105	18,871,118
Current portion of transponder leases	19	10,728,242	12,993,449	-	-
Current portion of other leases		453,698	466,732	453,698	466,732
Current portion of programmes and film rights obligations	20	48,540,585	33,032,485	25,064,718	14,477,262
Income tax payable		2,978,516	2,458,860	200,000	200,000
Accrued and other current liabilities	22	22,054,534	25,919,976	7,971,303	6,247,741
Total current liabilities		**558,718,345**	**558,567,951**	**206,752,360**	**232,689,439**
Total liabilities		**694,600,720**	**698,085,998**	**230,033,644**	**257,726,355**
TOTAL LIABILITIES AND EQUITY		**616,742,879**	**663,026,728**	**353,350,787**	**375,025,783**

The accompanying notes are an integral part of Interim Condensed Financial Statements
***Restated due to the implementation of revised IAS 19 "Employee benefits" (note 27)**

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY

		Attridutable to equity holders of the parent company					Non-controlling interests	Total Equity
The Group	**Notes**	**Share capital**	**Share premium**	**Other reserves**	**Accumulated deficit**	**Total**		
Total Equity beginning at the period January 1, 2012 (initially published)		**183,408,963**	**300,981,286**	**14,907,004**	**(437,628,868)**	**61,668,385**	**3,119,355**	**64,787,740**
Implementation of IAS 19		-	-	-	1,297,434	1,297,434	2,738	1,300,172
Total Equity beginning at the period January 1, 2012 (restated*)		**183,408,963**	**300,981,286**	**14,907,004**	**(436,331,434)**	**62,965,819**	**3,122,093**	**66,087,912**
Total comprehensive loss after income taxes of the period (continuing and discontinuing operations)		-	-	-	(46,095,293)	(46,095,293)	(702,710)	(46,798,003)
Stock option plan		-	-	93,000	-	93,000	-	93,000
Legal Reserve		-	-	2,244	-	2,244	-	2,244
Transfer to non distributable reserve (Statutory Reserve)		(179,523,180)	-	179,523,180	-	-	-	-
Total Equity at September 30, 2012		**3,885,783**	**300,981,286**	**194,525,428**	**(482,426,727)**	**16,965,770**	**2,419,383**	**19,385,153**
Total Equity beginning at the period January 1, 2013 (initially published)		**3,885,783**	**300,981,286**	**194,525,428**	**(537,806,322)**	**(38,413,825)**	**2,771,395**	**(35,642,430)**
Implementation of IAS 19		-	-	-	582,953	582,953	207	583,160
Total Equity beginning at the period January 1, 2013 (restated*)		**3,885,783**	**300,981,286**	**194,525,428**	**(537,223,369)**	**(37,830,872)**	**2,771,602**	**(35,059,270)**
Total comprehensive loss after income taxes of the period (continuing and discontinuing operations)		-	-	-	(42,015,224)	(42,015,224)	(899,301)	(42,914,525)
Transfer to non distributable reserve (Statutory Reserve)		-	-	(634)	-	(634)	-	(634)
Sale of subsidiary shares		-	-	-	(52,931)	(52,931)	169,519	116,588
Total Equity at September 30, 2013		**3,885,783**	**300,981,286**	**194,524,794**	**(579,291,524)**	**(79,899,661)**	**2,041,820**	**(77,857,841)**

The Company	**Share capital**	**Share premium**	**Other reserves**	**Accumulated gain/deficit**	**Total**
Total Equity beginning at the period January 1, 2012 (initially published)	**183,408,963**	**300,981,286**	**14,246,812**	**(376,822,517)**	**121,814,544**
Implementation of IAS 19	**-**	**-**	**-**	**762,563**	**762,563**
Total Equity beginning at the period January 1, 2012 (restated*)	**183,408,963**	**300,981,286**	**14,246,812**	**(376,059,954)**	**122,577,107**
Total comprehensive loss after income taxes of the period (continuing and discontinuing operations)	-	-	-	6,717,718	6,717,718
Stock option plan	-	-	93,000	-	93,000
Transfer to non distributable reserve (Statutory Reserve)	(179,523,180)	-	179,523,180	-	-
Total Equity at September 30, 2012	**3,885,783**	**300,981,286**	**193,862,992**	**(369,342,236)**	**129,387,825**
Total Equity beginning at the period January 1, 2013 (restated*)	**3,885,783**	**300,981,286**	**193,862,992**	**(381,727,233)**	**117,002,828**
Implementation of IAS 19	**-**	**-**	**-**	**296,600**	**296,600**
Total Equity beginning at the period January 1, 2013 (restated*)	**3,885,783**	**300,981,286**	**193,862,992**	**(381,430,633)**	**117,299,428**
Total comprehensive gain/loss after income taxes of the period(continuing and discontinuing operations)	-	-	-	6,017,715	6,017,715
Total Equity at September 30, 2013	**3,885,783**	**300,981,286**	**193,862,992**	**(375,412,918)**	**123,317,143**

The accompanying notes are an integral part of Interim Condensed Financial Statements
***Restated due to the implementation of revised IAS 19 ''Employee benefits'' (note 27)**

INTERIM CASH FLOW STATEMENT (INDIRECT METHOD)

		The Group		The Company	
	Notes	01.01-30.09.2013	01.01-30.09.2012	01.01-30.09.2013	01.01-30.09.2012
Cash flows from Operating Activities					
Profit/(Loss) before income taxes		(38,905,559)	(49,591,754)	3,849,572	6,020,853
Adjustments for:					
Depreciation and amortisation		66,057,643	71,929,849	35,953,868	40,608,115
Amortisation of subsidies		(1,757,566)	(2,297,940)	(1,722,210)	(2,254,262)
Gains on disposal of tangible and intangible assets		(3,454)	(13,729)	(1,627)	(13,729)
Financial (income)/expenses	7	15,861,193	22,728,458	3,792,016	4,398,795
Impairment of goodwill	10	190,355	13,410,000	-	
Impairment of investments in subsidiaries		112,499	-	178,155	-
Allowance for doubtful accounts receivable	15.16	3,978,907	4,860,290	3,763,614	4,857,840
Provision for staff retirement indemnities	6	482,013	544,528	274,955	249,139
Other provisions		640,514	12,357	58,225	93,000
Operating profit before working capital changes		**46,656,545**	**61,582,059**	**46,146,568**	**53,959,751**
(Increase)/Decrease in:					
Inventories		(3,356,365)	708,196	25,890	933,311
Trade accounts receivable & amounts due from related companies		(5,420,669)	2,125,730	(14,280,740)	(28,339,109)
Programme and film rights		(10,556,847)	(14,656,916)	-	-
Prepayments and other receivables		904,776	565,813	(1,708,161)	(582,611)
Decrease in other non-current assets		(1,479,545)	695,401	(1,158,373)	697,698
Increase/(Decrease) in:					
Trade accounts payable and amounts due to related companies		18,703,044	8,149,218	(17,193,349)	(8,972,358)
Deferred income		(3,460,349)	(6,678,992)	(635,013)	(3,084,304)
Accrued and other current liabilities		(3,639,237)	(679,017)	1,746,102	3,491,068
Income taxes paid		(371,378)	(665,480)	-	-
Payment of staff retirement indemnities		(1,255,394)	(1,027,182)	(769,740)	(429,703)
Increase/(Decrease) in other long-term liabilities		828,931	(649,761)	808,793	(622,000)
Net cash from Operating Activities		**37,553,512**	**49,469,069**	**12,981,977**	**17,051,743**
Cash flow from Investing activities					
Capital expenditure for property, plant and equipment and intangible assets		(30,426,547)	(29,208,998)	(19,644,471)	(18,080,945)
Disposals of property, plant and equipment and intangible assets		38,519	36,450	18,991	36,450
Interest and related income received		151,610	377,745	119,573	249,923
Restricted cash	17	7,000,000	1,214,500	7,000,000	1,214,500
Net cash used in Investing Activities		**(23,236,418)**	**(27,580,303)**	**(12,505,907)**	**(16,580,072)**
Cash flows from Financing Activities					
Net change in long -term borrowings		-	(168,159)	-	-
Repayment of long-term borrowings		(10,000,000)		(10,000,000)	-
Net change in short -term borrowings		-	175,299	-	-
Interest paid		(15,236,955)	(16,739,105)	(3,501,140)	(3,883,632)
Net change in leases		(9,991,512)	(8,529,606)	(325,811)	(403,831)
Net cash from financing activities		**(35,228,467)**	**(25,261,571)**	**(13,826,951)**	**(4,287,463)**
Net decrease in cash and cash equivalents		**(20,911,373)**	**(3,372,805)**	**(13,350,881)**	**(3,815,792)**
Cash and cash equivalents at the beginning of period	17	**32,571,829**	**27,781,179**	**16,319,853**	**17,144,169**
Cash and cash equivalents at the end of period	17	**11,660,456**	**24,408,374**	**2,968,972**	**13,328,377**

The accompanying notes are an integral part of the Interim Condensed Financial Statements

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. CORPORATE INFORMATION:

HELLENIC COMPANY FOR TELECOMMUNICATIONS AND TELEMATIC APPLICATIONS S.A. (hereinafter referred to as the "Company" or "Forthnet"), was incorporated in Greece in November 1995 (Government Gazette 6718/27.11.1995) as a société anonyme by the Technology and Research Foundation and "Minoan Lines S.A.".

The Company's registered office is in Vassilika Vouton, Iraklion, Crete, while its administrative headquarters are in Pallini, Attica at Manis Street, 153 51 Kantza. The life of the Company, according to its Articles of Incorporation, has been determined to be 40 years from the date of its incorporation with a possible extension permitted following a decision of the General Meeting of the Company's Shareholders.

Effective October 2000, Forthnet's shares were listed on the Athens Exchange.

The Company's principal activities, in accordance with article 3 of its Articles of Incorporation, are the provision of telecommunications services and electronic information systems, the development and use of any telecommunications and network technique and infrastructure in Greece and overseas and the development of any other associated activity.

The Company is licensed under a regime of general licenses, by the National Telecommunications and Post Commission (EETT), by virtue of the "General Licenses Regulation" (No. 390/3/13.6.2006 EETT Resolution) for the operation of a fixed public telephone network, a fixed network of wireless access, a fixed network of electronic communications consisting of cordless micro-links, a fiber optics network and for the provision of services regarding Broadband Access, Data Transfer, Value Added Data, Telematics/Telemetry-radiolocation, audiotex, voice and data integration for intrabusiness networks and closed user groups, telephone services as well as Voice services through IP Protocol and via the internet.

Forgendo Ltd., participates in Forthnet's share capital. As at September 30, 2013 the participation percentage was 41.27% (December 31, 2012: 41.27%). Zesmero L.t.d. also participates in Forthnet's share capital. As at September 30, 2013, the participation percentage was 27.04% (December 31, 2012: 0.00%). The ultimate parent company of Forgento Ltd. is the Emirates International Telecommunications. The shareholder, Cyrte Investments GPI B.V., by its Notification dated July 22, 2013 has notified Forthnet S.A. of the transfer of its entire direct participation percentage in the share capital of Forthnet, namely of 3,333,073 voting rights and equal number of shares, that took place on July 17, 2013. Further, Cyrte Investments GPI B.V. has notified Forthnet of the subsequent change of its participation percentage from 25.73% to 0%. The Notification has been made as the voting rights percentage of Cyrte Investments GPI B.V. has, due to the above transfer, fallen below the threshold of art. 9 par. 1 and 4 of L. 3556/2007. The company FINE LIFE GROUP LTD, BVI through its subsidiary company ZESMERO acquired for the first time a direct participation percentage of 27,04% in the share capital of Forthnet, corresponding to 3,503,073 voting rights and equal shares out of the total of 12,952,610.

The accompanying interim condensed financial statements for the nine-month period ended September 30, 2013 as well as the finalised statements of 2012, include the financial statements of Forthnet and its subsidiaries, Forth CRS S.A., Telemedicine Technologies S.A., Forthnet Media Holdings S.A., Shipping Clearance S.A. (dissolved), NetMed N.V., Intervision (Services) B.V., Dikomo Investment Sarl (Luxembourg) (under liquidation), Tiledrasi S.A. (Luxembourg) (under liquidation), Multichoice Holdings (Cyprus) Ltd (under liquidation), Multichoice (Cyprus) Public Company Ltd (under liquidation), Multichoice Hellas S.A. and NetMed S.A.

Forth CRS S.A.'s principle activities are to provide integrated tourism services through the research, development, use and sale of modern, high convergent technological electronic products and services for the distribution and management of tourism material, such as reservations, ticketing and other related material, produced by entities such as shipping companies, airlines and other transportation enterprises, hotel enterprises, promotion and entertainment enterprises, enterprises relating to sports, hospitals and all other electronic reservation organizations.

Shipping Clearance S.A. (dissolved) was incorporated in Greece in November 2007; Shipping Clearance S.A.'s principle activities are the provision of integrated calculation, settlement and payment of accounts and other services for all types of shipping and other transportation tickets. Upon decision of the General Assembly of its Shareholders dated June 30, 2010, Shipping Clearance S.A., resolved to proceed with its dissolution and liquidation according to the provisions of the C.L. 2190/1920 and its articles of association.

Telemedicine Technologies S.A.'s principle activities are to create, implement and sell services and products associated with the acquisition, transmission and dissemination of information, particularly electronically, in the health sector. The company aims to implement and sell services in the health sector, with emphasis on business-to-business medical services. On April 11, 2013 the Board of Directors of the parent company-Forthnet decided and unanimously approved the transfer of 54,031 common shares of the subsidiary, i.e. 36.48%, for a consideration of € 1. Following the above transfer of shares of the Company's participation in Telemedicine Technologies SA amounts to 24.90%, thus it is considered as an investment in associate and is accounted for using the equity method in the consolidated financial statements. Based on the sale and purchase agreement a contingent consideration of € 346 thousands was recognized as at September 30, 2013, which is included in other non-current assets.

Forthnet Media Holdings S.A. is a holding company which was incorporated in April 2008 and its principle activities are the acquisition and management of investments in other legal entities that are engaged in the electronic communications and media sectors, provides digital satellite transmission and operates the NOVACINEMA and NOVASPORTS channels. Additionally, other activities of the company include the following:

The acquisition, administration and exploitation of holdings in enterprises of any nature, which are activated in the field of the electronic communications and the media, the provision of administrative, supportive and other services to these enterprises, as well as to other members of the Company's group, the provision of satellite services to any natural or legal person of private or public law, for the transfer of radio and television signals and data or of any combination or texts or/and images or/and sounds or/and data, with the exception of voice telephony services, from ground satellite stations to the space part (uplink) and from the space part to ground satellite stations (downlink) or reception terminal devices of any kind, the production and exploitation in any manner, of codified TV programs that are destined for pay TV operation and the cooperation with legal entities for the broadcast of codified programs.

Forthnet Media Holdings S.A. and its subsidiaries which are consolidated are analysed as follows:

Entity name	Date of incorporation	Country of incorporation	Operating activities
NetMed N.V.	January 12, 1996	Netherlands	Holding company
MultiChoice Hellas S.A.	September 14, 1994	Greece	The Company compiles and operates the Nova bouquet, distributes decoders, manages the digital subscriber base and markets and sells NetMed Group's digital Pay-TV services in Greece.
NetMed S.A.	February 14, 1996	Greece	The Company provides customer services (including telephone helpdesk, technical support, information regarding TV programmes and management of subscription services contracts) to Pay-TV subscribers on behalf of MultiChoice Hellas S.A.
MultiChoice Holdings (Cyprus) Limited (under liquidation)	December 20, 1999	Cyprus	Holding company
MultiChoice (Cyprus) Public Company Limited (under liquidation)	November 13, 1993	Cyprus	The Company acted as an agent for MultiChoice Hellas S.A. in Cyprus by entering into subscriber agreements, collecting subscriptions and providing SMS to subscribers to a digital Nova Cyprus bouquet on behalf of MultiChoice Hellas S.A.
Dikomo Investment Sarl (under liquidation)	June 18, 2003	Luxembourg	Holding company
Tiledrasi S.A. (under liquidation)	June 18, 2003	Luxembourg	Holding company
Intervision (Services) B.V.	January 1996	Netherlands	Content acquisition services

The subsidiary Multichoice (Cyprus) Public Company Ltd., which together with the Forthnet Group held a contractual relationship with regard to the management of Multichoice Hellas S.A.'s subscribers in Cyprus, resolved, on June 9, 2011, at the Extraordinary General Meeting of its shareholders, the voluntary liquidation by its creditors pursuant to the provisions of the Cypriot Companies Law. Multichoice (Cyprus) Public Company Ltd. was delisted from the Cyprus Stock Exchange on June 28, 2011. The management of the subscribers as well as the further development of the Forthnet Group's activities in Cyprus is continued by Multichoice Hellas S.A.

The Group's number of employees at September 30, 2013, amounted to 1,347, while that of the Company to 826. At September 30, 2012, the respective number of employees was 1,336 for the Group and 785 for the Company. The number of employees refers to full time equivalent staff.

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 Board of Directors of the subsidiary company, Multichoice Holdings (Cyprus) Limited, decided on July 11, 2012, its liquidation.

The Board of Directors of Forthnet approved the separate and consolidated interim condensed financial statements for the period ended at September 30, 2013, on November 28, 2013.

2.1. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS:

The accompanying separate and consolidated interim condensed financial statements that relate to the nine-month period ended on September 30, 2013, have been prepared in accordance with the International Accounting Standard (IAS) 34 "Interim Financial Reporting".

The accompanying separate and consolidated interim condensed financial statements do not include all the information required in the annual financial statements and, therefore, should be read in combination with the published annual financial statements for the year ended December 2012, which are available on the internet in the address www.forthnetgroup.gr.

Certain line items of the previous period financial statements were reclassified in order to conform to the current year's presentation. These reclassifications are as follows:

- As at December 31, 2012 the amount of € 816,311 of the Company and the Group was reclassified from trade receivables to due from related parties.

- As at December 31, 2012 the amount of € 234,070 of the Company and the Group was reclassified from trade payables to due to related parties.

- As at December 31, 2012 the amount of € (687,744) of the Company and the Group was reclassified from trade receivables to prepayments and other receivables.

2.2 BASIS OF CONSOLIDATION:

The consolidated financial statements comprise the financial statements of Forthnet and all subsidiaries where Forthnet has the power to control. All subsidiaries (companies in which the Group has direct or indirect ownership of 50% or more voting interest or has the power to control the Board of the investees) have been consolidated. Subsidiaries are consolidated from the date on which effective control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group.

The financial statements of the subsidiaries are prepared for the same reporting period as the parent company using consistent accounting policies.

All intra-group balances transactions and unrealized gains and losses resulting from intra-group transactions are eliminated in full in the consolidated financial statements. Where necessary, accounting policies for subsidiaries have been revised to ensure consistency with the policies adopted by the Group. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

Losses of subsidiaries are attributed to the non-controlling interest even if that results in a deficit balance.

If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary
- Derecognises the carrying amount of any non-controlling interest
- Derecognises the cumulative translation differences, recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Reclassifies the parents' share of components previously recognised in other comprehensive income to profit or loss

Investments in subsidiaries in the separate financial statements are accounted for at cost less any accumulated impairment.

2.3. SIGNIFICANT ACCOUNTING POLICIES:

The accounting policies adopted in the preparation of the interim condensed financial statements, are consistent with those followed in the preparation of the annual financial statements of the Group and the Company for the year ended December 31, 2012, except for the adoption of new standards and interpretations applicable for fiscal periods beginning at January 1, 2013.

New standards, interpretation and amendments adopted by the Group and the Company

The Group and the Company applied for the first time, IAS 19 (Revised 2011) Employee Benefits which requires restatement of previous financial statements. As required by IAS 34, the nature and the effect of this change is disclosed below.

- **IAS 19 Employee Benefits (amended)**
  This amendment makes significant changes to the recognition and measurement of defined benefit pension expense and termination benefits (eliminates the corridor approach) and to the disclosures for all employee benefits. The key changes relate mainly to recognition of actuarial gains and losses, recognition of past service cost / curtailment, measurement of pension expense, disclosure requirements, treatment of expenses and taxes relating to employee benefit plans and distinction between "short-term" and "other long-term" benefits. The impact of this amendment is further explained in Note 27.

Several other new standards and amendments apply for the first time in 2013. However, they do not have a significant impact on the annual financial statements or the interim condensed financial statements of the Group and the Company or they are not applicable for the Group and the Company.

- **IAS 1 Presentation of Financial Statements (amended) – Presentation of Items of Other Comprehensive Income**
- **IFRS 7 Financial Instruments: Disclosures (Amended) - Offsetting Financial Assets and Financial Liabilities**
- **IFRS 13 Fair Value Measurement**
- **IFRIC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine**
- **The IASB has issued the Annual Improvements to IFRSs – 2009 – 2011 Cycle,** which contains amendments to its standards and the related Basis for Conclusions. The annual improvements project provides a mechanism for making necessary, but non-urgent, amendments to IFRS.

In addition to those standards and interpretations that have been disclosed in the financial statements for the year ended 31 December 2012, the following new standards, amendments to standards and interpretations have been issued but are not effective for the financial year beginning 1 January 2013 and have not been early adopted from the Group and the Company:

- **IFRIC Interpretation 21:** The interpretation is effective for annual periods beginning on or after 1 January 2014. The Interpretations Committee was asked to consider how an entity should account for liabilities to pay levies imposed by governments, other than income taxes, in its financial statements. This Interpretation is an interpretation of IAS 37 Provisions, Contingent Liabilities and Contingent Assets. IAS 37 sets out criteria for the recognition of a liability, one of which is the requirement for the entity to have a present obligation as a result of a past event (known as an obligating event). The Interpretation clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. This interpretation has not yet been endorsed by the EU. The Group and the Company do not expect that this interpretation may have significant impact on the financial position or their performance.

- **IAS 36 Impairment of Assets – Recoverable Amount Disclosures for Non-Financial Assets:** This amendment is effective for annual periods beginning on or after 1 January 2014. In developing IFRS 13 the IASB decided to amend IAS 36 to require the disclosure of information about the recoverable amount of impaired assets, particularly if that amount is based on fair value less costs of disposal. In particular, instead of requiring an entity to disclose the recoverable amount of an asset (including goodwill) or a cash-generating unit for which a material impairment loss was recognised or reversed during the reporting period, the amendment made to IAS 36 required an entity to disclose the recoverable amount of each cash generating unit for which the carrying amount of goodwill or intangible assets with indefinite useful lives allocated to that unit is significant in comparison with the entity's total carrying amount of goodwill or of intangible assets with indefinite useful lives. This amendment has not yet been endorsed by the EU. The Group and the Company do not expect that this amendment may have significant impact on the financial position or their performance

- **IAS 39 Financial Instruments: Recognition and Measurement - Novation of Derivatives and Continuation of Hedge Accounting (amendment):** This amendment is effective for annual periods beginning on or after 1 January 2014. Under the amendment there would be no need to discontinue hedge accounting if a hedging derivative was novated, provided certain criteria are met. The IASB made a narrow-scope amendment to IAS 39 to permit the continuation of hedge accounting in certain circumstances in which the counterparty to a hedging instrument changes in order to achieve clearing for that instrument. . This amendment has not yet been endorsed by the EU. The Group and the Company are in the process of assessing the impact of the amendment on the financial position or their performance.

2.4. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES:

The Group makes estimates and judgments concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and judgments adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended December 31, 2012.

3. GOING CONCERN:

As at September 30, 2013, Forthnet S.A. and Forthnet Media Holdings S.A. continue not to meet certain financial covenants under their respective bond loans (see Note 18). Specifically, the Group was not in compliance with its Net Debt to Total Equity, the Net Debt to Normalised EBITDA and the Normalised EBITDA to Total Interest ratios for the existing bond loans ("EBL") and its new bond loans ("NBL"). Accordingly, as at September 30, 2013, the Group has retained the classification of all outstanding balances of such bond loans amounting to € 322.9 million and € 99.7 million for the Group and Company, respectively, as current. The classification of the outstanding balances of the bond loans as current has, among others, led to the Group's and the Company's current liabilities exceeding their current assets by approximately € 401.8 million and € 86.0 million, respectively, as at September 30, 2013.

In addition, as at January 13, 2012, the Company (in its capacity as issuer of the new bond loans and guarantor of the new bond loans of Forthnet Media Holdings S.A.) has not completed a share capital increase of € 30 million, an additional undertaking of the NBL.

On July 5, 2012, the Group was granted a conditional waiver from its lending banks on the following:

1. The financial covenants of the companies' EBL and NBL that were not in compliance as at December 31, 2011 and June 30, 2011 and,

2. The undertaking of Forthnet S.A. (in its capacity as issuer of the NBL and guarantor of the NBL of Media Holdings S.A.) to propose to its General Assembly a share capital increase of € 30 million which had to be completed no later than January 31, 2012.

On November 26, 2012, the Company submitted a prospectus to the Hellenic Capital Markets Commission for the increase of its share capital as resolved by the Extraordinary General Assembly of the Shareholders of the Company dated August 23, 2012. On November 29, 2013, the Hellenic Capital Markets Commission approved the prospectus with respect to the share capital increase. An addendum to the prospectus which will include the interim condensed separate and consolidated financial statements as of and for the nine months ended September 30, 2013, is pending submission.
The issue price for the share capital increase was set by the Board of Directors in the meeting held on August 21, 2013.

On January 15, 2013, the lending banks requested, among others, an update on (i) the progress of the share capital increase and, (ii) the Group's actions towards the compliance to the financial covenants and other undertakings of its loan agreements.

The Group responded on January 25, 2013, to the above, providing an update on the progress of the share capital increase and stressing that the financial covenants agreed in a totally different economic environment and need to be adjusted in the broader context of its business outlook and the refinancing discussions.

In addition, due to the Group's insufficient working capital, it will not be able to meet fully its contractual obligations under its bond loans up to September 30, 2014, which include € 100.5 million in principal repayments. To this effect the Company contracted an independent financial advisor to, among others, assist the Management of the Group (i) in formulating a refinancing proposal to be presented to the lending banks and, (ii) coordinate all respective procedures with respect to the refinancing of the bond loans. Management together with the advisor have initiated discussions with the lending banks and submitted a refinancing proposal to such banks on March 19, 2013.

Additionally, the Company is proceeding with the increase of its share capital in order to raise up to € 30 million with a view to strengthening the Company's capital and, consequently, working capital base.

The lending banks requested an Independent Business Review ("IBR") of the Group's business plan and a financial due diligence report covering the Group's historical financial information for the last three financial years. During May 2013 the Company submitted the IBR which, among others, reviewed the refinancing proposal referred to above and the financial due diligence report.

On August 7, 2013, the Group was granted a waiver from its lending banks, covering the period July 1, 2013 to September 30, 2013, on the following:

1. The financial covenants of Forthnet's EBL and NBL and the number of subscribers stipulated in the NBL, that were not in compliance and,

2. The payment of a € 12.5 million installment on the Forthnet Media Holdings S.A. bond loan, which was to be paid as at June 30, 2013, although no waiver was granted for the breach of financial and subscribers covenants of these bond loan for this period.

On November 14, 2013, the Group was granted a waiver from its lending banks, covering the period October 1, 2013 to December 31, 2013, on the following:

1. The payment of a € 12.5 million installment on the Forthnet Media Holdings S.A. bond loan, which was to be paid as at September 30, 2013.

2. The payment of a € 10.0 million installment on the Forthnet S.A. bond loan, which was to be paid as at September 30, 2013, with a waiver fee of € 50 thousands, which represents the 0,5% of the postponed installment.

The above waivers were granted by the syndicated banks without any further conditions for entry into force.

Based on the results of the IBR report, the financial due diligence report and the ongoing discussions with the banks, the Management of the Group is confident of a successful outcome of the refinancing negotiations with the lending banks.

In the light of the above, the separate and consolidated financial statements have been prepared assuming that the Company and the Group will continue as a going concern. Accordingly, the accompanying financial statements do not include any adjustments relating to the recoverability and classification of the recorded asset amounts, the amounts and classification of liabilities or any other adjustments that might result should the Company and the Group be unable to continue as a going concern.

This fact notwithstanding, the inability of the Group to complete a refinancing of its entire contractual obligations with respect to its bank debt, have its share capital increase sufficiently subscribed in a way that is fitting to its liquidity outlook and resolves outstanding issues regarding financial covenants and undertakings under its bond loans, indicates the existence of a material uncertainty that may cast significant doubt on the Company's and the Group's ability to continue as a going concern.

4. REVENUES:

Revenues are analysed as follows:

	The Group		The Company	
	September 30,		September 30,	
	2013	2012	2013	2012
Operating Revenues				
Direct Retail Services	**231,740,839**	**247,523,780**	**119,533,218**	**127,175,184**
Bundled services (2play)	82,447,325	91,266,327	83,178,969	91,276,531
Bundled services (3play)	7,602,554	-	7,602,554	-
Telephony	13,011,338	17,124,303	13,011,338	17,124,303
ADSL	10,961,425	14,657,168	11,042,480	14,746,361
Pay-TV Revenues	113,020,320	120,447,993	-	-
Other	4,697,877	4,027,989	4,697,877	4,027,989
Indirect Retail Services	**3,853,096**	**2,547,549**	**3,853,096**	**2,547,549**
Telephony	491,534	883,890	491,534	883,890
ADSL	3,139,796	1,390,125	3,139,796	1,390,125
Other	221,766	273,534	221,766	273,534
Direct Business Services	**27,715,219**	**36,585,396**	**27,924,832**	**36,843,114**
E-business	**1,219,559**	**1,374,397**	**1,219,559**	**1,398,397**
Pay-TV Advertising Revenue	**7,133,852**	**6,665,560**	**-**	**-**
Forth CRS	**2,550,014**	**2,446,525**	**-**	**-**
Equipment	**4,819,290**	**3,120,032**	**448,275**	**875,267**
Other services	**1,784,386**	**2,639,769**	**9,014,686**	**6,087,806**
Total	**280,816,255**	**302,903,008**	**161,993,666**	**174,927,317**

Billed revenue which has been deferred and will be recognised as income in subsequent periods for the Group and the Company at September 30, 2013, amounted to € 44,560,309 and € 28,698,715 respectively, of which, amount of € 10,462,610 for both the Group and the Company relates to the long-term portion which has been included into other long term liabilities while the short term portion is included in deferred revenue (at December 31, 2012, amounted to € 47,212,565 and € 28,525,635 for the Group and the Company, respectively of which € 9,654,517 for both the Group and the Company related to the long-term portion).

Unbilled revenues for the Group and the Company at September 30, 2013, amounted to € 6,678,522 and € 5,610,796, respectively (at December 31, 2012, amounted to € 4,600,766, for the Group and the Company) (Note 15).

5. GROUP SEGMENT INFORMATION:

From March 31, 2013, the two segments of telecommunication and pay-tv services are presented as a single reportable segment. This resulted from business changes undertaken to integrate the steering of these services. The previous reported telecommunication and pay-tv operating segments are combined into a single reportable segment because they are steered and monitored together and they relate to one single service provided by the Group to its customers. The Group's new business approach is to review the telecommunication and pay-tv services as a whole considering that the whole business philosophy is focusing on triple play services. As the financial information obtained by the chief operating decision makers ("CODM") for this single segment is in line with the IFRS figures, no separate disclosures are made in this note.

6. PAYROLL AND RELATED COSTS:

Payroll and related costs are analysed as follows:

	The Group		The Company	
	September 30,		September 30,	
	2013	**2012**	**2013**	**2012**
Wages and salaries	25,072,934	27,086,104	14,774,763	15,456,459
Social security costs	5,798,394	6,170,505	3,572,410	3,615,723
Staff retirement indemnities	482,013	544,528	274,955	249,139
Stock option plans	-	93,000	-	93,000
Other staff costs	625,791	696,401	402,593	382,534
	31,979,132	**34,590,538**	**19,024,721**	**19,796,855**
Less: Amounts capitalised	(1,715,840)	(1,962,837)	(1,543,245)	(1,788,686)
Total	**30,263,292**	**32,627,701**	**17,481,476**	**18,008,169**

7. FINANCIAL INCOME / (EXPENSES):

Financial income/(expenses) are analysed as follows:

	The Group		The Company	
	September 30,		September 30,	
	2013	**2012**	**2013**	**2012**
Interest on long-term borrowings (Note 18)	(9,594,394)	(11,628,787)	(3,488,917)	(4,251,228)
Interest on short-term borrowings (Note 18)	(89,279)	(114,333)	-	-
Finance charges paid under finance leases	(5,609,629)	(6,185,145)	(29,602)	(60,920)
Bond loan costs	(1,112,225)	(792,225)	(180,755)	(180,755)
Other financial costs (Note 22)	(1,523,007)	(4,389,269)	(212,315)	(190,220)
Total financial expenses	**(17,928,534)**	**(23,109,759)**	**(3,911,589)**	**(4,683,123)**
Interest earned on cash at banks and on time deposits (Note 17)	151,610	377,745	119,573	284,328
Other financial income (Note 22)	1,915,731	3,556	-	-
Total financial income	**2,067,341**	**381,301**	**119,573**	**284,328**
Total financial income/(expenses), net	**(15,861,193)**	**(22,728,458)**	**(3,792,016)**	**(4,398,795)**

8. SUNDRY EXPENSES:

Sundry expenses are analysed as follows:

	The Group		The Company	
	September 30,		September 30,	
	2013	2012	2013	2012
Third party fees and services	16,954,733	17,662,328	8,603,771	7,096,901
Taxes and duties	1,035,633	1,111,837	896,773	943,979
Sundry expenses	3,594,168	5,224,759	2,799,769	2,728,492
Allowance for doubtful accounts receivable (Notes 15, 16)	3,978,907	4,860,290	3,763,614	4,857,840
Maintenance	4,881,700	4,765,215	3,168,163	3,329,093
Rentals	1,889,059	2,363,368	704,144	765,453
Commissions	8,493,359	6,344,199	5,784,047	3,627,550
Building function costs	2,044,084	1,952,111	1,427,276	1,241,472
Total	**42,871,643**	**44,284,107**	**27,147,557**	**24,590,780**

9. INCOME TAXES:

According to the new Greek tax law 4110/2013, the tax rate for the Societies Anonymes in Greece has changed from 20% to 26%, for the fiscal years beginning January 1, 2013.

Income taxes reflected in the accompanying interim condensed statements of comprehensive income are analysed as follows:

	The Group		The Company	
	September 30,		September 30,	
	2013	2012	2013	2012
Current income taxes	270,319	501,810	-	-
Income taxes from prior years	883,827	797,018	-	-
Deferred income taxes	2,854,820	(4,092,579)	(2,168,143)	(696,865)
Total income taxes (credit) / debit reflected in the statements of total comprehensive income	**4,008,966**	**(2,793,751)**	**(2,168,143)**	**(696,865)**

Greek tax laws and regulations are subject to interpretations by the tax authorities. Tax returns are filed annually but the profits or losses declared for tax purposes remain provisional until such time, as the tax authorities examine the returns and the records of the taxpayer and a final assessment is issued. Tax losses, to the extent accepted by the tax authorities, can be used to offset profits of the five fiscal years following the fiscal year to which they relate.

Forthnet has not been audited for the fiscal years 2007 through to 2010. Forthnet's subsidiaries have not been subject to a tax audit for the following fiscal years:

SUBSIDIARY COMPANIES	UNAUDITED TAX YEARS/PERIODS
Forthnet Media Holdings S.A.	01/01/2010 – 31/12/2010
Forth-Crs S.A.	01/01/2010 – 31/12/2010
NetMed S.A.	01/01/2010 – 31/12/2010
Syned S.A.	01/01/2010 – 30/09/2010
Ad Value S.A.	01/04/2008 – 31/12/2009
Multichoice Hellas S.A.	01/01/2010 – 31/12/2010
RPO S.A.	16/01/2006 – 31/12/2008

For the subsidiaries which are located abroad there is no mandatory tax audit. Tax audits are performed exceptionally, if deemed necessary by the tax authorities based on specific criteria. The tax liabilities of the companies remain open to be audited by the tax authorities for a certain period of time according to each country's applicable tax legislation.

For the Greek companies of the Group, the tax compliance certificate for the financial year 2012 was concluded by its auditors, based on the provisions of §5, article 82 of L.2238/1994. No significant additional tax liabilities arose, in excess of those provided for and disclosed in the financial statements.

In April 2012, the subsidiary company, Syned S.A., accepted the tax clearance (L. 3888/2010) regarding the unaudited fiscal years 2008 and 2009. According to tax clearance, the total tax for the above fiscal years amounted to € 226 thousands for which the Group had recorded an equal provision in prior years.

In May 2012, the tax audit of the subsidiary company, NetMed Hellas S.A., was concluded regarding the fiscal years from April 1, 2004 to July 30, 2010. According to the tax audit, the total tax for the above fiscal years amounted to € 1.8 million for which the Group had recorded an equal provision in prior years.

In September 2013, the tax audit of the subsidiary company, Multichoice Hellas S.A., was concluded regarding the fiscal years from April 1, 2007 to December 31, 2009. According to the tax audit, the total tax for the above fiscal years amounted to € 0,7 million for which the Group had recorded an equal provision in prior years.

In a future tax audit of the unaudited tax fiscal years it is possible that additional taxes and penalties may be assessed to Forthnet and to its subsidiaries. The Group believes that they have provided adequate provision (€ 0.4 million for the Group and € 0.2 million for the Company) for probable future tax assessments based upon previous years' tax examinations and past interpretations of the tax laws.

Deferred taxes are defined as timing differences that exist in assets and liabilities between the accounting records and tax records and are calculated by applying the official tax rates.

10. GOODWILL:

Goodwill in the accompanying consolidated financial statements arose from various business combinations as follows:

	The Group		**The Company**	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
MBA	512,569	512,569	512,569	512,569
Forth CRS S.A.	24,595	24,595	-	-
Telemedicine S.A.	-	190,355	-	-
NetMed N.V. Group and Intervision B.V.	285,965,176	285,965,176	-	-
NetMed N.V. Group and Intervision B.V. impairment of goodwill	(203,333,528)	(203,333,528)	-	-
Total	**83,168,812**	**83,359,167**	**512,569**	**512,569**

Goodwill is tested for impairment annually (as at December 31) and when circumstances indicate the carrying value may be impaired.

The Group did not test goodwill for impairment as at September 30, 2013, as there were no relevant circumstances indicating that the carrying value may be impaired.

11. PROPERTY, PLANT AND EQUIPMENT:

During the period from January 1, 2013 until September 30, 2013, the total investments of the Group's tangible assets amounted to € 5,633,246 and those of the Company's to € 4,581,935 and refer mainly to telecom equipment (at September 30, 2012 amounted to € 8,957,594 and € 7,220,576 for the Group and the Company, respectively).

There is no property, plant and equipment that has been pledged as security. The title of the capitalized leased assets has been retained by the lessor. The net book value of the Group's capitalized leased assets at September 30, 2013 and at December 31, 2012, amounted to € 80,923,169 and € 91,163,456, respectively, while for the Company the related amounts are € 3,036,700 and € 3,200,222, respectively.

12. INTANGIBLE ASSETS:

During the period from January 1, 2013 until September 30, 2013, the total investments of the Group's intangible assets amounted to € 24,793,301 and those of the Company amounted to € 15,062,536 and are mainly related to acquisition costs of new subscribers and also to the upgrade of IT software systems (at September 30, 2012, amounted to € 13,822,918 and € 10,860,369 for the Group and the Company, respectively).

13. PROGRAMME AND FILM RIGHTS:

Programme and film rights receivables are analysed as follows:

	The Group	
	30.09.2013	**31.12.2012**
Purchased sports rights	105,552,866	110,315,581
Licensed film rights	6,513,382	7,480,015
Cost of Sports and Film Rights	**112,066,248**	**117,795,596**
Purchased sports rights	(50,823,402)	(65,986,374)
Licensed film rights	(2,141,841)	(3,265,064)
Sports and Film Rights Amortisation	**(52,965,243)**	**(69,251,438)**
Purchased sports rights	54,729,464	44,329,207
Licensed film rights	4,371,541	4,214,951
Sports and Film Rights, net value	**59,101,005**	**48,544,158**
Less: Programme and film rights short-term	59,101,005	48,544,158
Programme and sports film rights, long-term	**-**	**-**

14. INVENTORIES:

Inventories are analysed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Merchandise	8,708,256	5,375,226	1,484,211	1,510,101
Consumables	150,412	129,290	-	-
Obsolete & slow moving provision	(1,353,223)	(1,392,105)	(663,126)	(618,031)
Total	**7,505,445**	**4,112,411**	**821,085**	**892,070**

The movement in the obsolete inventories is analysed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Beginning balance	**1,392,105**	**1,009,798**	**618,031**	**294,475**
Provision for the period/ year	58,225	516,453	58,225	326,945
Less: Utilisation	(97,107)	(134,146)	(13,130)	(3,389)
Ending balance	**1,353,223**	**1,392,105**	**663,126**	**618,031**

Cost of sales of inventory and consumables for the Group increased compared to the nine-month period ended September 30, 2012, mainly due to one-off costs amounting to € 7,713,387 for the replacement of old technology with new technology decoders.

15. TRADE ACCOUNTS RECEIVABLE:

Trade accounts receivable are analysed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Domestic customers	91,211,058	90,655,147	58,138,838	58,535,976
Foreign customers	4,805,328	2,140,935	1,592,526	1,144,285
Receivables from Greek State	1,720,288	1,579,747	1,681,132	1,565,780
Cheques and notes receivable	3,142,275	3,258,461	1,489,995	1,559,041
Unbilled revenue(note 4)	6,678,522	4,600,766	5,610,796	4,600,766
	107,557,471	**102,235,056**	**68,513,287**	**67,405,848**
Less: Allowance for doubtful accounts receivable	(42,236,455)	(38,318,104)	(29,458,518)	(25,755,460)
Total	**65,321,016**	**63,916,952**	**39,054,769**	**41,650,388**

The movement in the allowance for doubtful accounts receivable is analysed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Beginning balance	**38,318,104**	**39,397,019**	**25,755,460**	**27,418,368**
Provision for the period/ year (Note 8)	3,922,929	7,471,025	3,707,636	6,368,344
Less: Utilisation	(4,578)	(8,549,940)	(4,578)	(8,031,252)
Ending balance	**42,236,455**	**38,318,104**	**29,458,518**	**25,755,460**

The Company's and Group's trade accounts receivable are pledged as collateral for the related new bond loans for an amount equal to 50% of the outstanding balances of the related new bond loans (Note 18).

16. PREPAYMENTS AND OTHER RECEIVABLES:

Prepayments and other receivables in are analysed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Receivables due from the Greek State	1,404,525	1,116,992	473,085	181,081
Prepaid expenses	4,086,662	5,253,064	2,353,999	3,159,683
Value Added Tax	71,100	2,360,493	-	-
Advances to suppliers	4,633,956	2,232,713	4,406,188	1,911,629
Other debtors	3,520,385	3,920,785	2,367,837	2,640,555
	13,716,628	**14,884,047**	**9,601,109**	**7,892,948**
Less: Allowance for doubtful other receivables	(743,722)	(687,744)	(743,722)	(687,744)
Total	**12,972,906**	**14,196,303**	**8,857,387**	**7,205,204**

The movement in the allowance for doubtful other receivables is analysed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Beginning balance	**687,744**	-	**687,744**	-
Provision for the period/ year (Note 8)	55,978	687,744	55,978	687,744
Less: Utilisation	-	-	-	-
Ending balance	**743,722**	**687,744**	**743,722**	**687,744**

The Company's and the Group's prepaid expenses include an amount of € 1,109,299 (December 31, 2012: € 983,391), which relates to billings from other providers under a mutual concession for the use of optical fiber infrastructure for a period of 15 years (from March 12, 2010 until December 31, 2026, from February 20, 2012 until February 20, 2027 and from July 1, 2012 until July 31, 2027). An amount of € 9,203,578 (December 31, 2012: € 8,324,672) which relates to the invoiced amount for the period from July 1, 2014 until December 31, 2027, is included in other non-current assets. Amounts billed by the Company to the other provider for the use of its optical fibre infrastructure are reported as deferred income € 1,109,299 (December 31, 2012: € 983,391) and other long-term liabilities € 9,203,578 (December 31, 2012: € 8,324,672).

17. CASH AND CASH EQUIVALENTS:

Cash and cash equivalents are analyzed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Cash in hand	37,998	30,520	12,675	13,022
Cash at banks	11,574,776	22,794,309	2,956,297	10,159,831
Time deposits	47,682	9,747,000	-	6,147,000
Total	**11,660,456**	**32,571,829**	**2,968,972**	**16,319,853**
Restricted cash	-	7,000,000	-	7,000,000
Total	**11,660,456**	**39,571,829**	**2,968,972**	**23,319,853**

Cash at banks earns interest at floating rates based on monthly bank deposit rates, interest earned on cash at banks and time deposits is accounted for on an accrual basis and for the period ended September 30, 2013, amounted to € 151,610 and € 119,573 for the Group and the Company, respectively, (for the period ended

September 30, 2012, € 377,745 and € 284,328 for the Group and the Company, respectively) and are included in financial income in the accompanying statements of comprehensive income (Note 7).

In 2013, the Group recorded a provision for impairment of its cash at Cypriot Banks of approx. € 1.0 million which is included in other financial costs (Note 7). The impairment was performed following the package of measures agreed between Cyprus government and the Eurogroup (together with the International Monetary Fund) intended to restore the validity of the financial sector in Cyprus after the liquidity crisis in Cyprus. As part of those measures Cypriot Popular Bank was resolved and unsecured depositors (above € 100 thousands) incurred a "haircut".

The restricted cash at December 31, 2012 includes reserved time deposits which mainly relate to two pledge deposit contracts of € 7,000,000, respectively, for the issuance of letters of guarantee to third parties of a total amount of € 9,000,000. Based on the contract amendments signed in 2013 with these suppliers, the relevant letters of guaranties were cancelled and accordingly, the Group is not required to maintain these reserved time deposits.

18. LONG-TERM AND SHORT-TERM BORROWINGS:

α) Long-term Loans:

Long-term loans are analysed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Bond loan	322,867,241	331,755,015	99,667,773	109,487,018
Other long term loans	-	116,712	-	-
Total	**322,867,241**	**331,871,727**	**99,667,773**	**109,487,018**
Less current portion:				
- Bond loan	322,867,241	331,755,015	99,667,773	109,487,018
Total	**322,867,241**	**331,755,015**	**99,667,773**	**109,487,018**
Long-term portion	**-**	**116,712**	**-**	**-**

Forthnet - Bond Loan 2007:

On June 29, 2007, Forthnet entered into a bond loan agreement with a syndicate of banks for a principle amount up to € 150,000,000 (the “Existing Bond Loan” or “EBL”) which bore interest at three-month Euribor plus a margin ranging from 1.15% to 1.75%. The purpose of the bond loan was the financing of its investment plan for the years 2006-2009. The bond issuance of up to € 120,000,000 was divided in three tranches to be drawn from the signing of the Agreement through March 31, 2010.

The repayment of the bond at December 31, 2011 and following the pre-payment of the contractual principal obligations for the fiscal years 2011 and 2012 (see below), is in five variable semi-annual installments from March 31, 2013 through March 31, 2015. This last installment is equal to 43% of the outstanding balance at December 31, 2011.

In accordance with the bond loan agreement certain undertakings are made including but not limited to: (i) Forthnet is obliged to maintain throughout the term of the bond facility an all-risks-insurance contract through a recognised insurance company on its assets at their current commercial value and shall not assign to third parties its claims arising out of the insurance contracts, (ii) within 3 months from the period ended, Forthnet is obliged to submit to the Paying Agent the annual and the semi-annual consolidated financial statements audited by certified auditors accountants along with the Certificate of Compliance, and (iii) Forthnet is obliged to maintain throughout the term of the Bond facility financial covenants based on the annual and semi-annual consolidated financial statements audited by certified auditors accountants throughout the term of the bond facility.

At August 6, 2009, the Company reached an agreement to amend the financial covenants by accepting the increase in interest margin to 2.5%.

As at June 30, 2011, December 31, 2011, June 30, 2012 and December 31, 2012, the Group was not in compliance with two of its financial covenants under the EBL (Net Debt/EBITDA and Net Debt/Equity). Accordingly, the outstanding balance of the EBL was classified as current. As at June 30, 2013 and September 30, 2013, the Group remained non-compliant in these financial covenants and in one additional financial covenant (Normalised EBITDA/Total Interest) and the same classification has been maintained for the outstanding balance of the EBL.

Forthnet - Bond Loan 2011:

On July 22, 2011, Forthnet entered into a secured bond loan agreement (the “New Bond Loan” or “NBL”) with a syndicate of banks for a principle amount up to € 40,000,000 which bears a floating interest rate equal to Euribor for the applicable interest period plus a margin of seven per cent (7%). The purpose of the NBL was to finance the investing and other activities of the Company.

The bond loan was subscribed in full by the banking syndicates, as in the 2007 bond loan and the proceeds of the above loan were applied towards the pre-payment of the contractual principal obligations of the 2007 bond loan as at July 31, 2011.

The repayment of the bond is in 5 quarterly variable instalments from December 31, 2013 through December 31, 2014. The first, third and last instalments are each equal to 30% of the total amount.

The bond loan is secured by (i) a second ranking pledge over the shares held by the Company in Forthnet Media Holdings S.A. (“FMH”), (ii) a second ranking pledge over the shares held by FMH and Netmed N.V. in Multichoice Hellas S.A., (iii) a third ranking pledge over the shares held by FMH in Intervision B.V. and Netmed N.V., (iv) a floating charge over the Company’s business receivables, (v) an assignment of claims arising from the Company’s insurance agreements and, (vi) a bank account pledge over a Company’s bank account.

In accordance with the bond loan agreement the Company has made certain undertakings including but not limited to the maintenance of an all-risks-insurance contract on its assets, the submission of the semi-annual and annual audited or reviewed consolidated financial statements along with the Certificate of Compliance, the proposal to the General Assembly of a share capital increase of € 30 million to be completed no later than January 31, 2012, the trading of the Company’s shares on the Athens Exchange cannot be terminated or suspended, to maintain the number of its active LLU subscribers between the range applicable for each of the fiscal years 2011-2014 and the maintenance throughout the term of the bond facility financial covenants based on the annual and semi-annual consolidated financial statements.

The agreed set of financial covenants is as follows:

1. EBITDA / Net interest expenses greater or equal to 3.0 to 4.0 for the fiscal years 2011-2014.
2. Total net bank borrowing / EBITDA less or equal to 5.5 to 4.0 for the fiscal years 2011-2014.
3. Total net bank borrowing / Total equity less or equal to 1.65 to 1.2 for the fiscal years 2011-2014.
4. Cash Flow / Debt Service greater or equal to 1.02 for the fiscal years 2011-2014.

As at December 31, 2011 and June 30, 2012, the Group was not in compliance with the “Net Debt/Equity” financial covenant under its NBL, and as a consequence, the outstanding balance of the NBL was classified as current. As at December 31, 2012, June 30, 2013 and September 30, 2013, the Group was not in compliance with two of its financial covenants under the NBL (Net Debt/EBITDA and Net Debt/Equity), and the same classification has been maintained for the outstanding balance of the NBL. Additionally, as at December 31, 2012 the Group was not in compliance with the minimum number of its active LLU subscribers as required by the bond loan agreement and as at June 30, 2013 and September 30, 2013 the Group was not in compliance with the financial covenant under NBL Normalised EBITDA/Total Interest.

Other Group Bond Loans

Forthnet Media Holdings S.A. - Bond Loan 2008:

On May 14, 2008, Forthnet's wholly owned subsidiary, "Forthnet Media Holdings S.A.", issued a secured common bond loan of a principal amount of up to € 245 million (the "Existing Bond Loan" or "EBL"). Forthnet S.A. has guaranteed the obligations of Forthnet Media Holdings S.A. under the bond loan and provided a pledge over the total share capital of Forthnet Media Holdings S.A. owned.

The term of the bond loan will be for up to 9 years and the funds were utilised in order to, among other purposes, partially finance the acquisition of the total share capital of each of NetMed N.V. and Intervision (Services)B.V.

The repayment of the bond at December 31, 2011 and following the pre-payment of the contractual principal obligations for fiscal years 2011 and 2012 (see below), is in eight variable instalments from June 30, 2013 to June 30, 2017.

In accordance with the bond loan agreement certain undertakings for the Group's subsidiary Forthnet Media Holdings S.A. are made including but not limited to: (i) it is obliged to maintain throughout the term of the bond facility an all-risks-insurance contract through a recognised insurance company on its assets at their current commercial value, (ii) within 120 days from the period ended, Forthnet Media Holdings S.A. is obliged to submit the annual and the semi-annual financial statements audited by certified auditors accountants along with the Certificate of Compliance, and (iii) Forthnet Media Holdings S.A. is obliged to maintain throughout the term of the Bond facility the financial covenants based on the annual and semi-annual consolidated financial statements audited by certified auditors accountants throughout the term of the bond facility.

As at June 30, 2011, December 31, 2011, June 30, 2012 and December 31, 2012, the Group was not in compliance with two of its financial covenants under the EBL (Net Debt/EBITDA and Net Debt/Equity). Accordingly, the outstanding balance of the EBL was classified as current. As at June 30, 2013 and September 30, 2013, the Group remained non-compliant in these financial covenants and in one additional financial covenant (Normalised EBITDA/Total Interest) and the and the same classification has been maintained for the outstanding balance of the EBL.

Forthnet Media Holdings S.A - Bond Loan 2011:

On July 22, 2011, Forthnet Media Holdings S.A. entered into a long-term secured bond loan agreement with a syndicate of banks for a principle amount up to € 50,000,000 which bears floating interest rate equal to Euribor for the applicable interest period plus a margin of seven per cent (7%). The purpose of the loan was to finance the investing and other activities of the company.

Forthnet has guaranteed the obligations of Forthnet Media Holdings S.A. under the bond loan and provided a pledge over the total share capital of Forthnet Media Holdings S.A.

The bond loan was subscribed in full by the banking syndicates, as in bond loan 2008, and the proceeds of the above loan were applied towards the pre-payment of the contractual principal obligations of the 2008 bond loan as at July 31, 2011.

The repayment of the bond is in 8 quarterly variable instalments from December 31, 2013 through to June 30, 2017. The last 2 instalments are equal to 40% of the total amount.

The bond loan is secured by (i) a first ranking pledge over the shares held by Forthnet Media Holdings S.A. ("FMH") and Netmed N.V. in Multichoice S.A., (ii) a second ranking pledge over the shares held by FMH in Intervision B.V. and Netmed N.V., (iii) a floating charge over the FMH's business receivables, (iv) an assignment of claims arising from several FMH's cooperation agreements with Multichoice Hellas S.A., (v) an assignment of claims arising from the FMH's insurance agreements and, (vi) pledge over FMH's bank accounts.

In accordance with the bond loan agreement the company has made certain undertakings including but not limited to the maintenance throughout the term of the bond facility of an all-risks-insurance contract on its assets, the submission of the semi-annual and annual audited or reviewed consolidated financial statements, by certified auditors accountants along with the Certificate of Compliance, the proposal of the Guarantor, Forthnet, to the General Assembly of a share capital increase of € 30 million to be completed no later than January 31, 2012, the trading of the Guarantor (Forthnet)'s shares on the Athens Exchange cannot be terminated or suspended, the maintenance of the number of its active PAY TV subscribers between the range applicable for each of the fiscal years 2011-2017, and the maintenance throughout the term of the bond facility financial covenants based on the annual and semi-annual consolidated financial statements.

The agreed set of financial covenants is as follows:

1. EBITDA / Net interest expenses greater or equal to 3.0 to 4.5 for the fiscal years 2011-2017.
2. Total net bank borrowing / EBITDA less or equal to 5.5 to 3.0 for the fiscal years 2011-2017.
3. Total net bank borrowing / Total equity less or equal to 1.65 to 1.0 for the fiscal years 2011-2017.
4. Cash Flow / Debt Service greater or equal to 1.02 for the fiscal years 2011-2017.

As at December 31, 2011 and June 30, 2012, the Group was not in compliance with the "Total net bank borrowing / Total equity" financial covenant under its NBL. Accordingly, the outstanding balance of the NBL was classified as current. As at December 31, 2012, June 30, 2013 and September 30, 2013, the Group was not in compliance with two of its financial covenants under the NBL (Net Debt/EBITDA and Net Debt/Equity), and the same classification has been maintained for the outstanding balance of the NBL. Additionally, as at December 31, 2012 the Group was not in compliance with the minimum number of its active Pay-TV subscribers as required by the bond loan agreement and as at June 30, 2013 and September 30, 2013 the Group was not in compliance with the financial covenant under NBL Normalised EBITDA/Total Interest.

On May 10, 2012, Forthnet S.A. and Forthnet Media Holdings S.A. submitted waiver requests to National Bank of Greece (in its capacity as agent and representative of the bondholders). The waiver requests cover the following:

1. The financial covenants of the companies' EBL that were not in compliance as at December 31, 2011 and June 30, 2011,
2. The financial covenants of the companies' NBL that were not in compliance as at December 31, 2011 and June 30, 2011 and,
3. The undertaking of Forthnet S.A. (in its capacity as issuer of the NBL and guarantor of the NBL of Media Holdings S.A.) to propose to its General Assembly a share capital increase of € 30 million which was to be completed no later than January 31, 2012.

On July 5, 2012, the Group was granted a conditional waiver from its lending banks on the following:

1. The financial covenants of the companies' EBL and NBL that were not in compliance as at December 31, 2011 and June 30, 2011 and,
2. The undertaking of Forthnet S.A. (in its capacity as issuer of the NBL and guarantor of the NBL of Media Holdings S.A.) to propose to its General Assembly a share capital increase of € 30 million which had to be completed no later than January 31, 2012.

On November 26, 2012, the Group submitted a prospectus to the Hellenic Capital Markets Commission for the increase of the Company's share capital as resolved by the Extraordinary General Assembly of the Shareholders of the Company dated August 23, 2012.

On January 15, 2013, the lending banks requested, among others, an update on (i) the progress of the share capital increase and (ii) the Group's actions towards the compliance to the financial covenants and other undertakings of its loan agreements.

The Group responded on January 25, 2013, to the above, providing an update on the progress of the share capital increase and stressing that the financial covenants were agreed in a totally different economic environment and need to be adjusted in the broader context of its business outlook and the refinancing discussions.

The lending banks requested an Independent Business Review ("IBR") of the Group's business plan and a financial due diligence report covering the Group's historical financial information for the last three financial years. During May 2013 the Company submitted the IBR which, among others, reviewed the refinancing proposal referred to above and the financial due diligence report.

On August 7, 2013, the Group was granted a waiver from its lending banks, covering the period July 1, 2013 to September 30, 2013, on the following:

1. The financial covenants of Forthnet's EBL and NBL and the number of subscribers stipulated in the NBL, that were not in compliance and,

2. The payment of a € 12.5 million installment on the Forthnet Media Holdings S.A. bond loan, which was to be paid as at June 30, 2013, although no waiver was granted for the breach of financial and subscribers covenants of these bond loan for this period.

On November 14, 2013, the Group was granted a waiver from its lending banks, covering the period October 1, 2013 to December 31, 2013, on the following:

1. The payment of a € 12.5 million installment on the Forthnet Media Holdings S.A. bond loan, which was to be paid as at September 30, 2013.

2. The payment of a € 10.0 million installment on the Forthnet S.A. bond loan, which was to be paid as at September 30, 2013, with a waiver fee of € 50 thousands, which represents the 0,5% of the postponed installment.

The above waivers were granted by the syndicated banks without any further conditions for entry into force.

Total interest expenses on long-term loans for the period ended September 30, 2013 and 2012, amounted to € 9,594,394 and € 11,628,787, respectively for the Group and € 3,488,917 and € 4,251,228, respectively for the Company and are included in financial expenses (Note 7), in the accompanying interim condensed financial statements.

b) Short-term borrowings:

Forth CRS has short-term borrowings with annual variable interest rates of 5% to 6%. The table below presents the credit lines available to the Group and the Company as well as the utilised portion.

	The Group	
	30.09.2013	**31.12.2012**
Credit lines available	1,700,000	1,633,624
Unused portion	(282,000)	-
Used portion	**1,418,000**	**1,633,624**

The total interest expense for short-term borrowings for the years ended September 30, 2013 and 2012 amounted to € 89,279 and € 114,333 for the Group and € 0 and € 0 for the Company respectively and are included in the financial expenses (Note 7), in the accompanying financial statements.

19. FINANCE LEASE TRANSPONDER OBLIGATIONS:

The Group leases transmission equipment of a total value of € 153,079,114, with duration of twelve years, repayable in equal monthly instalments bearing interest at 6.5% to 9.57%.

In 2012, the Group decided to technologically accelerate the scale of information (bandwidth) through the transmission path by upgrading the headend and the 4 transponders to DVBS2 and be able to release one of the 5 existing transponders. New DVBS-2 technology allows broadcasters to accommodate the same number of channels using less satellite capacity, while at the same time transmitting the maximum data speed through the satellite.

The 5th transponder will be released as of January 1, 2014 and in this respect, as at December 31, 2012 the Group proceeded with the derecognition of part of the asset value amounting to € 19,104,611, as well, as the relevant financial liability of € 19,986,623 for the years 2014 to 2020. The net result (income) of € 882,012 is included in other financial income in the financial statements of December 31, 2012.

The finance lease transponders obligations are analysed as follows:

	The Group	
	30.09.2013	31.12.2012
Obligation under finance lease of transponders	88,628,405	98,294,106
Less: Current portion	(10,728,242)	(12,993,449)
Long-term portion	**77,900,163**	**85,300,657**

20. PROGRAMME AND FILM RIGHTS LIABILITIES:

Programme and film rights liabilities are analysed as follows:

	The Group		The Company	
	30.09.2013	31.12.2012	30.09.2013	31.12.2012
Programmes and Rights	49,325,869	33,797,631	25,064,718	14,477,262
Less: Current portion	(48,540,585)	(33,032,485)	(25,064,718)	(14,477,262)
Long-term portion	**785,284**	**765,146**	**-**	**-**

21. TRADE ACCOUNTS PAYABLE:

Trade accounts payable are analysed as follows:

	The Group		The Company	
	30.09.2013	31.12.2012	30.09.2013	31.12.2012
Domestic suppliers	79,554,858	88,565,997	34,909,651	40,155,716
Foreign suppliers	33,384,520	20,088,714	7,504,608	7,227,682
Post dated cheques payable	1,362,383	2,960,405	889,376	1,114,745
Total	**114,301,761**	**111,615,116**	**43,303,635**	**48,498,143**

22. ACCRUED AND OTHER CURRENT LIABILITIES:

Accrued and other current liabilities are analysed as follows:

	The Group		The Company	
	30.09.2013	**31.12.2012**	**30.09.2013**	**31.12.2012**
Social security payable	931,808	1,996,447	580,440	1,115,427
Value added tax	4,539,613	5,896,844	3,115,720	2,346,339
Other taxes and duties	924,593	1,184,094	340,544	652,837
Customer advances	79,044	1,021,499	-	-
Interest accrued	1,152,217	1,095,870	504,432	487,053
Other current liabilities	9,288,429	6,532,608	3,430,167	1,646,085
Interest rates swaps (Note 25)	5,138,830	8,192,614	-	-
Total	**22,054,534**	**25,919,976**	**7,971,303**	**6,247,741**

In order to mitigate interest rate risk, the Group has entered into medium term interest rate swaps agreements amounting to € 135 million (December 31, 2012: € 135 million). The interest rate swap agreements are payments of fixed interest rate against receipts of floating rates.

Nominal Value of IRS	Maturity	Interest Rate
20,000,000	30/09/2014	3months EURIBOR
20,000,000	30/09/2014	3months EURIBOR
20,000,000	30/09/2014	3months EURIBOR
20,000,000	30/09/2014	3months EURIBOR
35,000,000	30/06/2017	3months EURIBOR
20,000,000	30/09/2014	3months EURIBOR
135,000,000		

The fair values of the interest rate swaps are based on market valuations (marked to market) (Note 25).

Gains for the Group from the valuation of the fair values of the swaps for the nine months period ended as at September 30, 2013, were € 3,054 thousands (at September 30, 2012: losses € 1,578 thousands).

Realised losses from the interest rate swap transactions during the period ended September 30, 2013 for the Group were € 2,903 thousands (at September 30, 2012: losses € 2,151 thousands).

The net amount of € 151 thousands is included in other financial income (Note 7), in the accompanying financial statements (at September 30, 2012: losses € 3,729 thousands were included in other financial costs).

23. RELATED PARTIES:

The Company and the Group purchase goods and services from and provides services to certain related parties in the normal course of business. These related parties consist of companies that have a significant influence over the Group (shareholders) or are associates of the Group.

The Company's transactions and account balances with related companies are as follows:

Related Party	Relation with Forthnet	Period ending at	Sales to related parties	Purchases from related parties
Go Plc.	Indirect Shareholder	30.09.2012	-	4,752
		30.09.2013	-	-
Technology and Research Foundation	Shareholder	30.09.2012	59,321	35,395
		30.09.2013	53,318	2,285
Forth CRS S.A.	Subsidiary	30.09.2012	81,428	1,280
		30.09.2013	78,809	2,285
MultiChoice Hellas S.A	Subsidiary	30.09.2012	2,703,516	367,916
		30.09.2013	9,282,103	1,094,401
Interoute Spa (Italy)	Related Party	30.09.2012	148,083	-
		30.09.2013	124,550	-
Interoute Bulgaria JsCo	Related Party	30.09.2012	249,600	343,226
		30.09.2013	250,800	376,737
Interoute Czech Sro	Related Party	30.09.2012	4,529	363,796
		30.09.2013	1,996	56,510
NetMed S.A	Subsidiary	30.09.2012	98,910	-
		30.09.2013	100,261	-
Forthnet Media Holdings S.A.	Subsidiary	30.09.2012	2,035,729	2,578
		30.09.2013	1,272,385	11,593
	Total	**30.09.2012**	**5,381,116**	**1,118,943**
	Total	**30.09.2013**	**11,164,222**	**1,543,811**

Related Party	Relation with Forthnet	Period ending at	Amounts due from related parties	Amounts due to related parties
Emirates International Telecommunications	Indirect Shareholder	31.12.2012	-	877,986
		30.09.2013	-	803,325
Go Plc	Indirect Shareholder	31.12.2012	-	-
		30.09.2013	4,293	-
Technology and Research Foundation	Shareholder	31.12.2012	32,112	6,142
		30.09.2013	15,357	65
Forth CRS S.A.	Subsidiary	31.12.2012	678,695	-
		30.09.2013	711,221	4,613
Telemedicine Technologies S.A.	Associated	31.12.2012	3,734	-
		30.09.2013	3,734	-
Athlonet S.A.	Associated	31.12.2012	11,502	10,060
		30.09.2013	11,502	8,060
MultiChoice Hellas S.A.	Subsidiary	31.12.2012	5,084,217	32,840,509
		30.09.2013	16,424,901	9,917,576
Interoute Managed Service Netherlands	Related Party	31.12.2012	657,000	-
		30.09.2013	-	-
Interoute Spa (Italy)	Related Party	31.12.2012	29,168	-
		30.09.2013	27,600	-
Interoute Bulgaria JsCo	Related Party	31.12.2012	126,000	169,881
		30.09.2013	250,800	376,737
Interoute Czech Sro	Related Party	31.12.2012	409	64,189
		30.09.2013	1,587	83,494
Forthnet Media Holdings S.A.	Subsidiary	31.12.2012	49,102,934	472,658
		30.09.2013	51,320,318	661,258
NetMed S.A.	Subsidiary	31.12.2012	188,529	-
		30.09.2013	311,710	-
	Total	**31.12.2012**	**55,914,300**	**34,441,425**
	Total	**30.09.2013**	**69,083,023**	**11,855,128**

The intergroup revenue from Multichoice Hellas S.A. relates to the recharge of Multichoice Hellas S.A.'s share in joint sell advertising, telecommunication services (telephony, broadband, etc.) and recharge of payroll cost that relates to director's and general manager's salaries.

The intergroup costs from Multichoice Hellas S.A. relate mainly to the recharge of Forthnet S.A.'s share in joint sell advertising.

The intergroup revenue and receivable from Forthnet Media Holdings S.A. arises mainly from the re-sale of the Superleague football rights and UEFA champion League and Europa League rights.

The Company's payable towards Multichoice Hellas S.A. relates to cash collected by its stores on behalf of Multichoice Hellas S.A.

The Company's receivable from Interoute Managed Services Netherlands relates to the use of Forthnet's fiber optic network.

The Group's transactions and account balances with related companies are as follows:

Related Party	Relation with Forthnet	Period ending at	Sales to related parties	Purchases from related parties
Go Plc	Indirect Shareholder	30.09.2012	-	4,752
		30.09.2013	-	-
Interoute Spa (Italy)	Related Party	30.09.2012	148,083	-
		30.09.2013	124,550	-
Interoute Bulgaria JsCo	Related Party	30.09.2012	249,600	343,226
		30.09.2013	250,800	376,737
Interoute Czech Sro	Related Party	30.09.2012	4,529	363,796
		30.09.2013	1,996	56,510
Technology and Research Foundation	Shareholder	30.09.2012	59,321	35,397
		30.09.2013	53,318	2,285
	Total	**30.09.2012**	**461,533**	**747,171**
	Total	**30.09.2013**	**430,664**	**435,532**

Related Party	Relation with Forthnet	Period ending at	Amounts due from related parties	Amounts due to related parties
Emirates International Telecommunications	Indirect Shareholder	31.12.2012	-	877,986
		30.09.2013	-	803,325
Go Plc	Indirect Shareholder	31.12.2012	-	-
		30.09.2013	4,293	-
Technology and Research Foundation	Shareholder	31.12.2012	32,112	6,142
		30.09.2013	15,357	65
Interoute Managed Service Netherlands	Related Party	31.12.2012	657,000	-
		30.09.2013	-	-
Interoute Spa (Italy)	Related Party	31.12.2012	29,168	-
		30.09.2013	27,600	-
Interoute Bulgaria JsCo	Related Party	31.12.2012	126,000	169,881
		30.09.2013	250,800	376,737
Interoute Czech Sro	Related Party	31.12.2012	409	64,189
		30.09.2013	1,587	83,494
Lumiere Productions S.A.	Shareholder	31.12.2012	-	6,378
		30.09.2013	-	6,378
Lumiere Cosmos Communications	Indirect Shareholder	31.12.2012	-	10
		30.09.2013	-	10
Athlonet S.A.	Associated	31.12.2012	11,502	10,060
		30.09.2013	11,502	8,060
Telemedicine Technologies S.A.	Associated	31.12.2012	3,734	-
		30.09.2013	3,734	-
	Total	**31.12.2012**	**859,925**	**1,134,646**
	Total	**30.09.2013**	**314,873**	**1,278,069**

The Emirates International Telecommunications LLC (EIT), indirect shareholder, provides management services.

The Group's receivable from Interoute Managed Services Netherlands relates to the use of Forthnet's fiber optic network.

Salaries and fees for the members the Board of Directors and the General Managers of the Group and the Company for the nine-month periods ended September 30, 2013 and 2012, are analysed as follows:

	The Group		The Company	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Salaries and fees for executive members of the BoD	221,531	213,229	221,531	213,229
Salaries and fees for non executive members of the BoD	91,350	102,950	91,350	102,950
Salaries and fees for Senior Managers	1,684,379	1,566,617	1,061,978	1,068,482
Total	**1,997,260**	**1,882,796**	**1,374,859**	**1,384,661**

Furthermore, benefits provided by the Group and the Company for the current period to members of the Board of Directors and Management relating to social security amounted to € 129,934 for both the Group and the Company (September 30, 2012: € 60,165), whereas benefits relating to leaving indemnities amounted to € 563,990 and € 544,740 respectively (September 30, 2012: € 11,667 and € 0, respectively).

24. COMMITMENTS AND CONTINGENCIES:

Litigation and Claims: The Group is currently involved in a number of legal proceedings and has various claims pending arising in the ordinary course of business. Based on currently available information, management and its legal counsel believe that the outcome of these proceedings will not have a significant effect on the Group's and Company's operating results or financial position, except for the cases were the results cannot be foreseen at present (Refer to Note 26).

Compensation of Senior Executives: According to the employment contracts of the Chief Executive Officer and certain senior executives, there is a provision for the payment of compensation at the end of their employment term which liability has been included in the provision for staff retirement indemnities. In addition, in case of early termination of their contracts by the Company without grounds or in case of forced resignation, the Company shall pay to them an additional compensation. The amount of the additional compensation amounted to approximately € 0.9 million at September 30, 2013 (approximately € 0.9 million at December 31, 2012).

License Terms and Obligations: The Fixed Wireless Access Telecommunications infrastructure license granted to one of the absorbed subsidiaries. Mediterranean Broadband Access S.A. is subject to a number of commercial and technical conditions which require that Mediterranean Broadband Access S.A. meet certain coverage and technical criteria and attain population coverage of 20% within two years from the date of the grant. By the end of 2002, MBA's network covered in excess of 20% of the Greek population.

Development Law 3299/2004: According to decision no 28757/YPE/4/00447/L,3299/E/ 22.12.2006 of the Minister and Deputy-Minister of Finance and Economics (GG 358/15.03.2007), the Company's business plan relating to the establishment of an integrated, high-speed broadband network applying a cutting-edge technology for the provision of new data, voice and content services in the regions of Attica and Thessaloniki, in accordance with the provisions of Development Law 3299/2004 was approved. The amount of investment approved amounts to approximately €30 million. The percentage of subsidy equals to 30% of the total investment, i.e. equal to the amount of € 9 million. Up to December 31, 2009, the Company had completed its investment of the above amount and a related provision of approximately € 9 million has been included in Government grants and receivable from State, respectively and the Company has submitted an application for the receipt of the approved grant.

In addition, according to decision no 12487/P01/4/00004/E/L.3299/E/27.09.2006 of the General Secretary of the Attica Region (GG 1437/29.09.2006), NetMed Hellas S.A.'s business plan relating to the multimedia content for advanced services in accordance with the provisions of Development Law 3299/2004 was approved. The amount of investment approved amounted to approximately € 1,880,000 and the percentage of subsidy equals to 30% of the total investment, i.e. equal to the amount of € 564,000. The company completed its investment at a cost of € 1,892,337 and, after the publication in the Government Gazette 1561/06.08.2008, on October 10, 2008 the company collected the amount of € 567,701 which was included in "Government Grants" in the accompanying statements of financial position.

Agreements with Information Society S.A.: On March 12, 2007, the Company signed two agreements with Information Society S.A., which are subject to the development programme "INFORMATION SOCIETY" and specifically the sub-projects 6 & 7, within the framework of the action for "Financing Businesses for the development of Broadband Access in the Regions of Greece". Based on the agreements' forecasts the overall budget for the 2 sub-projects equals to € 55.6 million, of which, an amount of € 42.3 million concerns Milestone I (Broadband Access Development), while an amount of € 13.3 million concerns Milestone II (Enhancement of demand for Broadband Services). The available funding for the two milestones reaches 50% of the budgeted amount and its implementation is expected to be completed for the Milestone I by July 31, 2009 and for the Milestone II by October 31, 2009.

Up to December 31, 2009, the Company completed its investment and collected a subsidy to € 19.5 million approximately, which has been included in Government grants.

Commitments:

Rentals: The Group has entered into commercial operating lease agreements for the lease of a building, office space and offices used as points of presentation for dealers. These lease agreements have an average life of 5 to 10 years with renewal terms included in certain contracts. Future minimum rentals payable under non-cancellable operating leases as at September 30, 2013 and at December 31, 2012, are as follows:

	The Group		The Company	
	30.09.2013	31.12.2012	30.09.2013	31.12.2012
Within one year	2,451,230	2,553,061	931,520	1,063,049
2-5 years	9,045,683	9,434,994	2,587,852	3,057,906
Over 5 years	3,234,640	5,096,930	951,132	1,554,900
Total	**14,731,553**	**17,084,985**	**4,470,504**	**5,675,855**

Guarantees: Letters of guarantee are issued by the Group to various beneficiaries and, as at September 30, 2013 and at December 31, 2012, are analysed as follows:

	The Group		The Company	
	30.09.2013	31.12.2012	30.09.2013	31.12.2012
Performance Guarantee	5,805,168	7,712,896	468,440	905,825
Participation in tender Guarantee	24,678	235,699	24,678	235,699
Guarantees for good execution of agreements	14,211,863	27,951,069	14,164,276	27,903,481
Total	**20,041,709**	**35,899,664**	**14,657,394**	**29,045,005**

Contractual Commitments: The outstanding balance of the contractual commitments for the Group amounted to approximately € 138.7 million and for the Company to approximately € 72.7 million at September 30, 2013 (December 31, 2012: € 139.5 million and € 88.3 million respectively). In addition, the outstanding balance of the contractual commitments relating to the maintenance of international capacity telecommunication lines (OA&M charges) which have been acquired through long-term lease (IRU), amounted for the Group and the Company to approximately € 4.2 million (December 31, 2012: € 5.1 million).

25. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES:

Fair Value: The carrying amounts reflected in the accompanying statements of financial position for cash and cash equivalents, trade and other accounts receivable, prepayments, trade and other accounts payable and accrued and other current liabilities approximate their respective fair values due to the relatively short-term maturity of these financial instruments. The fair values of available for sale financial assets and assets held for trading are reflected in the accompanying statements of financial position.

The fair value of variable rate loans and borrowings approximate the amounts appearing in the statements of financial position.

The Group categorised its financial instruments carried at fair value in three categories, defined as follows:
Level 1: Quoted market prices
Level 2: Valuation techniques (market observable)
Level 3: Valuation techniques (non-market observable)

During the period, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

As at September 30, 2013 and December 31, 2012 respectively, the Group and the Company held the following financial instruments measured at fair value:

	The Group			
	Fair value 30.09.2013			
	Level 1	Level 2	Level 3	Total
Financial assets				
Available for sale financial assets	-	-	362,702	**362,702**
Financial liabilities				
Interest rate swaps (Note 22)	-	5,138,830	-	**5,138,830**

	The Group			
	Fair value 31.12.2012			
	Level 1	Level 2	Level 3	Total
Financial assets				
Available for sale financial assets	-	-	382,766	**382,766**
Financial liabilities				
Interest rate swaps (Note 22)	-	8,192,614	-	**8,192,614**

	The Company			
	Fair value 30.09.2013			
	Level 1	Level 2	Level 3	Σύνολο
Financial assets				
Available for sale financial assets	-	-	320,001	**320,001**

	The Company			
	Fair value 31.12.2012			
	Level 1	Level 2	Level 3	Σύνολο
Financial assets				
Available for sale financial assets	-	-	340,064	**340,064**

26. LITIGATION – ARBITRATION:

A. FORTHNET S.A.

(a) Forthnet's outstanding judicial claims against third parties amount to approximately € 48.4 million.

i) Approximately € 26.7 million of this amount concern a claim against OTE by virtue of the law suit filed on December 31, 2002, with regard to the positive damages claimed to have been suffered by the Company in the case of EPAK (preferential treatment by OTE to its subsidiary, OTEnet), approximately € 293 thousand consisting of a claim against OTE for moral damages that the Company has suffered for the same cause.

There are outstanding opposing applications before the Council of State and the Administrative Court of Appeals of Athens for the annulment of EETT decisions that concern: (a) volume discounts by OTE, (b) low margin between retail and wholesale prices of leased lines, (c) the level of interconnection fees, (d) the fees for leased lines, (e) the fees for wholesale services and (f) the cost accounting model of OTE. The Company's position has basis though, the significance of the cases and the circumstances make it difficult for the prediction of any positive outcome of the above cases in the sense of the denial of the applications filed by OTE and the acceptance of the applications filed by the Company. It is impossible to predict the impact (positive) on the Company's financial results as, it is estimated that even if any or all of the applications were to be accepted, the case will be brought to the Management which will have to evaluate again the critical fees. There are still outstanding appeals, in the Court of Appeal of Athens, against the decision of EETT for the new regulation of pre-selection.

Furthermore, the following EETT's Decisions have been issued and served to our company: (a) EETT's DECISION No. 695/60/27.06.2013 that concerns the 26.03.2010 complaint of Forthnet for arbitrary charges of wasteful travel fees regarding the fixing of local loop failures on the part of OTE. With this resolution, OTE was ordered to credit Forthnet in 3,316 cases that totally correspond to the amount of € 178.0 thousands, while a fine of € 331.6 thousands was additionally imposed to OTE. (b) EETT's DECISION No. 692/36/30.05.2013 that concerns the 05.09.2011 complaint of Forthnet for arbitrary charges of wasteful travel fees regarding the fixing of local loop failures on the part of OTE. With this resolution, OTE was ordered to credit Forthnet in 1,492 cases that totally correspond to the amount of € 79.3 thousands, while a fine of € 149.2 thousands was additionally imposed to OTE. (c) EETT's DECISION No. 690/21/14.05.2013 that concerns the 15.02.2012 Dispute Resolution Request of Forthnet regarding its right to charge wasteful travel fees at the expense of OTE for local loop's failure. With this Decision, the right of Forthnet to charge wasteful travel fees in specific cases was acknowledged and by virtue of this Decision, Forthnet proceeded to the billing of OTE with the amount of € 226.2 thousands. (d) EETT's DECISION No. 640/50/21.02.2012 that concerns the 15.11.2011 complaint of Forthnet for charges of OTE wasteful travels fees for the fixing of local loop failures with the justification "non-accessible building", which charges were not in accordance with the legislative framework. With this decision, OTE was ordered to credit to Forthnet the imposed charges during the time period from October 2010 up to June 2011, which charges amounted to € 78.0 thousands, an amount that was refunded by OTE to Forthnet. With the same resolution, a fine of € 250.0 thousands had been imposed to OTE for its illegitimate conduct. (e) For the same matter of the charges of OTE wasteful travel fees with the justification "non-accessible building", which charges were not in accordance with the legislative framework. Forthnet had filed a new complaint to EETT on 11.02.2012, further to which, EETT's DECISION No. 695/62/27.06.2013 was issued, by which a fine of € 125.0 thousands was imposed to OTE for its illegitimate conduct and the latter was ordered to refund to Forthnet the relevant fees that had collected during the time period from July 2011 up to August 2012, which amount to € 206.0 thousands. It is expected that OTE will appeal to the competent courts against all the aforementioned resolutions.

In addition, there are pending decisions related to two hearings from EETT which took place in 2005, of which, the first one relates to OTE' s denial to recognize wholesale volume discounts and the second one to the illegal invoicing of circuits of the Company and the obligation of OTE regarding the return of amounts unduly paid. Finally, EETT's decision has been issued regarding unjustified electricity charges at physical collocations, according which OTE was obliged to apply a clearance regarding the invoices received from all alternative operators concerning the charges for electricity at physical collocations for the term between February 2007 and August 2009, applying the model as set out in the aforementioned decision. OTE paid to the Company the amount of € 841.5 thousands in December 2012.

For the above mentioned judicial claims no related provision of income has been made by the Company in its financial statements.

ii) The remaining (apart from the above claims concerning regulatory and telecommunication law matters) judicial claims of the Company against third parties amount to approximately € 14.7 millions. The Company has recorded equal provision for the above claims (allowance for doubtful accounts receivable).

iii) Furthermore, there is a Claim against the Greek State for the project of the Ministry of Internal Affairs "National Network of Public Government - SYZEYXIS", which amounts approximately to € 1.9 million plus VAT for the fiscal year 2010. For this amount, the Company has already filed respective motions before the Legal Council of the State for the acknowledgment of the aforementioned debt for the first half of fiscal year 2010 amounting to €994 thousands, for the 3rd quarter of 2010 amounting to approximately € 469 thousands and for the 4th quarter of 2010 amounting to approximately to € 471 thousands respectively, plus the respective VAT.

In respect to the Application of Acknowledgment of the Company's Claim against the Greek State for the first half of fiscal year 2010, the Company's motion has been already partially granted and the amount of € 686 thousands has been already paid.

In respect to the Applications of Acknowledgment of the Company for the second half of fiscal year 2010 (Applications for C' and D' quarter of 2010) these were partially accepted for the payment to the Company of the amount of € 690 thousands in total, not including VAT and have been already paid.

Moreover, for 2011, the Company has already filed an additional motion before the Legal Council of the State for the aforementioned project, for the Acknowledgment of the Company's Claim for the first half of fiscal year 2011 amounting to € 940 thousands, not including VAT for services during the first half of fiscal year 2011 and the amount of € 942 thousands, not including VAT for the services offered during the second half of fiscal the year 2011 In respect to the Applications of Acknowledgment of the Company for the first half of fiscal year 2011, these were partially accepted for the payment to the Company of the amount of € 691 thousands in total, not including VAT and have been already paid. Accordingly, for the second half of the fiscal year 2011, the application of the Company was partially accepted for payment to the Company of the amount of €692 thousands not including VAT.

The company has already filed for 2012 respective Applications of Acknowledgment of Claim against the State for the provision of electronic services for the aforementioned project. Specifically, the company, for the provision of the aforementioned services during the first half of fiscal year 2012, requests the amount of € 943 thousands, plus the applicable VAT and for the second half of fiscal year 2012 the amount of € 944 thousands, plus the applicable VAT. For the first half of fiscal year 2012, the application of the Company was partially accepted for payment to the Company of the amount of €693 thousands not including VAT.

For the above mentioned project ("SYZEYXIS") the Company had recorded unbilled revenue in its financial statements for an amount of € 3.1 million.

iv) During an audit, the Company discovered the abuse of a significant amount of money by an employee of its accounting department together with her spouse of approximately € 2.37 million. Consequently, the Company filed charges against the above persons for the criminal acts of counterfeiting and fraud while at the same time took the necessary legal actions before the civil courts for compensation for the damages suffered. The Company has recorded the necessary provisions in its financial statements.

v) Also, there is a claim of the Company against TSPEATH for the return of undue amounts paid regarding advertisements tax ("aggeliosimo"): for the year 2002 amounting to € 252 thousands, for the year 2003 amounting to € 433 thousands plus interest and related legal expenses.

For the aforementioned claim, the Company had appealed before the Administrative Courts, lodging a relevant Appeal and filing a relevant Lawsuit. The Administrative Court of the First Instance of Athens rejected the aforementioned appeal of the Company. The Company intends to exercise the provided remedies against the aforementioned judgment of the Administrative Court of the First Instance of Athens that has rejected the appeal. Given the negative judgment, it is estimated that the chances are limited.

(b) Judicial claims of third parties against Forthnet

i) Legal action brought by OTE against the Company before the Multiparty Court of First Instance of Athens seeking compensation for the alleged violation of the provisions of the Code of Ethics on the Provision of Telecommunications Activities (article 11 par. 3), articles 57-59C.C. regarding the protection of personality, as well as the provisions of Law 146/1914 regarding prohibited and unfair advertising. With its legal action, OTE claims amongst other the payment of compensation amounting to € 5 million due to moral damages claimed to have been suffered by it, plus interest from the date of legal notice of the said action and until payment thereof. At the hearing date, the hearing of the case was cancelled, but OTE is entitled to apply for a new hearing date.

ii) Complaint filed by OTE before the National Competition Commission concerning alleged breach, on the part of Multichoice Hellas S.A., of provisions of articles 1 and 2 of L. 703/77 on competition, with relation to the exclusive carriage agreements of audiovisual content executed between Multichoice Hellas S.A. and Greek Free-To-Air national TV stations. The case was heard on March 26, 2012, before the NCC, which accepted the commitments offered by FORTHNET for the lifting of the exclusivity in the contracts that Multichoice Hellas S.A. maintains with the Free-To-Air national TV stations channels. As a result, NCC did not proceed to further examination of the case and/or to the imposition of any fine against Forthnet and Multichoice Hellas S.A.. OTE is entitled to file an appeal against the NCC decision.

iii) Following the conclusion of the Content Supply Agreement between Forthnet Media Holdings S.A. and Cyprus Telecommunication Authority ("CYTA"), the Commission for the Protection of Competition of the Republic of Cyprus launched an inquiry for a reported violation of the provisions of competition (according to articles 3 or/and 6 of the Cyprus Law no. 13(I) 2008 as well as to articles 101 or/and 102 of the Treaty on the Functioning of the European Union [TFEU]), either by the Company itself or by its controlled companies/subsidiaries Multichoice Hellas S.A. and Forthnet Media Holdings S.A. With relation to the same case, Primetel, a Cypriot telecom company, has filed a complaint before the Commission against Multichoice Hellas S.A. and Forthnet. This consolidated case is under investigation by the Competition Commission and the Group has provided responses to the relevant questionnaires sent by the Competition Commission in February, June and December of 2012. At the present time, it is not possible to determine whether the above will have an effect on the Group's financial position or operations.

The results of the above judicial claims cannot be foreseen, thus no provision of loss has been made by the Company in its financial statements.

B. FORTHNET MEDIA HOLDINGS S.A.

(a) The outstanding judicial claims of third parties against the subsidiary, Forthnet Media Holdings S.A. (hereinafter FMH, which merged and absorbed NetMed Hellas S.A. and SYNED S.A.) amount to € 6.1 million approximately, plus interest and legal expenses. From the abovementioned amount:

i) € 4.6 million approximately plus interest, concern claims of PAE (Football Clubs), for the restitution of the alleged damage PAE has incurred due to the claimed unlawful termination –on the part of FMH (ex NetMed Hellas S.A.) of its agreement for the TV/radio broadcasting of their football games. It is noted that the hearing of the specific lawsuit, after several adjournments, has been cancelled but PAE is, theoretically, entitled to apply for a new hearing date.

ii) A claim of approximately € 0.81 million, plus interest and legal expenses concerns a lawsuit by the Cypriot based company Lumiere TV Public Company Limited, as a fee for the obligatory purchase, pursuant to article 49b of the Greek Law 2190/1920, by TILEDRASI S.A. (prior to its absorption by FMH) of 828 shares of Multichoice Hellas S.A., which Lumiere TV Public Company Limited holds. The First-Instance Court dismissed the lawsuit, but Lumiere is entitled to file an appeal.

For the above judicial claims the Management believes that the Group will not have a significant impact on its financial statements and, therefore, no related provision has been made.

iii) A potential claim of PAE PANATHINAIKOS due to the extrajudicial notice of default and termination by the company, of the 15.9.2011 agreement that it had concluded with the said PAE, due to inadequate performance of the obligations of the latter and its anti-contractual conduct. The PAE disputed the validity of the termination, declaring that it will institute legal proceedings for the pursuit of its claims, yet the company considers that the termination is well-founded, legal and valid. The case should be considered closed, given that the PAE has agreed in writing to hold the company harmless and has waived all its rights and claims against the company with relation to the abovementioned case.

(b) The outstanding judicial claims of the subsidiary FMH (arisen by the absorbed NetMed Hellas S.A.) against third parties amount to € 25.6 million approximately, plus interest and expenses. From the abovementioned amount:

i) € 12.7 million approximately, plus interest and expenses, relates to the company's claims against several PAE (football clubs) for the restitution of (pecuniary and moral) damages incurred by FMH (ex NetMed Hellas S.A.) due to the unlawful and void termination –on the part of PAE- of the agreements which the PAE had concluded with FMH (ex NetMed Hellas S.A.) for the TV/radio broadcast of their football matches. Most of these claims have not been judged irrevocably, whilst most of the PAE are inactive (either due to downgrading or due to liquidation). Additionally, it should be noted that during 2012, the claim against PAE PAOK and the companies EXAFON and INTERACTIVE was judged irrecoverable and from the initial claim of € 18.6 million, ultimately the court decided on a compensation of € 0.2 million. However, the third parties are apparently not in a financial position to reimburse the Company.

ii) € 4.44 million approximately, plus interest and expenses, relates to the company's claims against the companies «EIDISEIS DOT COM S.A.» and «Radio and TV Business S.A.» for the restitution of damages incurred by FMH due to the unlawful broadcast (via TV and internet), without FMH's permission, of highlights of the matches of PAE, played in the course of the SUPERLEAGUE football championship during the period 2011-2012. It is noted that FMH has acquired the exclusive broadcast rights of the PAE matches (including their highlights). The case has not been heard yet.

iii) A lawsuit against the company ERT S.A., Alpha Bank and Piraeus Bank by which it is requested to be acknowledged that the company does not owe the minimum guaranteed consideration of €2.9 million per year from November 10, 2008 or, alternatively if it does not apply for 2008, from November 10, 2010, but instead, a percentage on the real basis of its terrestrial analogue subscribers. The claim on the main and supportive basis consists of the acknowledgment of the non existence of a payment right; accordingly it is not evaluated as an actual monetary claim against ERT but as a negative obligation to pay. The case has not been heard yet.

iv) A lawsuit against the Greek Football Federation (EPO), by which the cancellation of a BoD decision is required. By virtue of the said BoD decision, EPO rejected the company's participation in the tender for the acquisition of the TV rights of the Greek Soccer Cup for the periods 2013-2016 and awarded the tender to a third company. The reason for the cancellation is based on legal grounds (the company to which the tender was awarded is not a TV entity, as required by article 84 of L. 2725/1999 and therefore the BoD decision is contrary to Law, according to the company's position). The case was heard and the court judgment is expected. The case does not contain any compensational claims and its outcome cannot be assessed.

v) An amount of approximately € 3.9 million, plus interests and expenses, concerns a claim of FMH against the companies "EIDISEIS DOT COM PROVISION OF INFORMATION AND INFORMING SOCIETE ANONYME" and "Radio and Telecommunication Enterprises S.A." for the reinstatement of the damage caused to the company due to the illegal rebroadcast (via TV and internet) of highlights related to the games of the PAEs within the framework of the professional football SUPERLEAGUE championship of 2012-2013, the exclusive broadcasting rights of which are held by FMH. The case has not been heard yet.

vi) Claim of € 1.5 million concerns a claim of FMH against the companies "EIDISEIS DOT COM PROVISION OF INFORMATION AND INFORMING SOCIETE ANONYME", "Radio and Telecommunication Enterprises S.A.", "MELODIA MASS MEDIA AND COMMUNICATION COMMERCIAL SOCIETE ANONYME", "MUSIC AND RADIO ENTERPISES SOCIETE ANONYME" and the legal representatives of the aforementioned companies, as an indemnification for the offence of the personality, reputation and reliability of the company, due to the defamatory calumny via the press. The case should be considered closed, given that FMH has agreed in writing to waive all its rights and claims from the abovementioned lawsuit with relation to the abovementioned case.

C. MULTICHOICE HELLAS S.A.

(a) The outstanding judicial claims of third parties against the subsidiary Multichoice Hellas S.A. amount to € 11.5 million approximately, plus interest and legal expenses. From the abovementioned amount:

i) € 7.7 million approximately (as it stood on March 9, 2006) plus interest relating to a claim of the Greek State relating to differences resulting from tax audits. Multichoice Hellas S.A. has filed appeals against the above actions before the Administrative Court of Athens. The appeals have been heard and court judgments have been issued, which partially accept the appeals and define the taxable income for the fiscal year 1998 to € 0.34 million, while for the fiscal year 1999 to € 0.18 million and the due taxes will be computed on the said amounts. The company has the right to lodge an appeal against the aforementioned judgments. For the final amount of tax that is going to be charged according to the above, a relevant provision has been recorded by the Company in its financial statements for the nine-month period ended as at September 30, 2013.

ii) € 0.46 million approximately concerns a lawsuit by UNITEK S.A., an agent of Multichoice Hellas S.A. by which it demands payment of the aforementioned amount as a restitution for the loss of its clientele, by virtue of Presidential Decree 219/1991, due to the termination of the contract with Multichoice Hellas S.A. The First Instance court judgment accepted UNITEK S.A.'s lawsuit. Multichoice Hellas S.A. has filed an appeal. The appeal has been heard and the issue of a court judgment is expected. The Appeals Court's decision rejected Multichoice Hellas S.A.'s appeals and verified the judgment of the First Instance, adjudicating € 0.40 million, plus interests from the date of service of the lawsuit and judicial expenses € 0.015 million. Multichoice Hellas S.A. filed a writ of cassation against the Appeals Court's decision, the scheduling of which is pending, before the Supreme Court of Cassation (Arios Pagos), while a petition for stay will also be filed.

iii) € 2.94 million approximately concerns a lawsuit filed by an attorney at law, by which she demands payment of the above amount, for legal fees (based on the Greek Code of Legal Practice) arising from the alleged legal handling of the judicial dispute between FMH (ex Netmed Hellas S.A.)/Multichoice Hellas S.A. and the TV station "ALPHA" (during the period 2002-2006). The First-Instance Court dismissed the lawsuit, but the lawyer-plaintiff filed an appeal, which was heard. The Court of Appeals dismissed the appeal, ratifying the First-Instance Court's judgment. The lawyer-plaintiff is entitled to file a writ of cassation before the Supreme Court of Cassation (Arios Pagos).

For the above judicial claims ii) and iii) the Management believes that the Group will not have a significant impact on its financial statements and, therefore, no related provision has been made.

(b) The outstanding judicial claims of the subsidiary Multichoice Hellas S.A. against third parties amount to € 6.5 million approximately, plus interest and legal expenses. The abovementioned amount is mainly related to the company's claims against several PAE for the restitution of (pecuniary and moral) damages incurred by Multichoice Hellas S.A. due to the unlawful and void termination –on the part of PAE- of the agreements which the PAE had concluded with FMH (ex NetMed Hellas S.A.) for the TV/radio broadcast of their football matches. Most of these claims have not been judged irrevocably, whilst most of the PAE are inactive (either due to downgrading or due to liquidation). Additionally, it is noted that during 2012, the claim against PAE PAOK and the companies EXAFON and INTERACTIVE was judged irrecoverable and from the initial claim of € 23.4 million, ultimately the court decided on a compensation of € 0.2 million. However, the third parties are apparently not in a financial position to reimburse the Company.

From the abovementioned amount:

i) The amount of € 5.57 million, plus interest and expenses, relates to Multichoice Hellas S.A.'s judicial claim against ERT S.A., which will be heard before the Multi-Member Court of Athens, as fees for the provision, by Multichoice Hellas S.A., of services related to the transmission –through satellite- of the signal of three TV (ET1, NET, ET3) and four radio (NET, ERA 2, ERA 3 and ERA SPORT) ERT channels within the entire Greek territory during the years 2008 to 2012. With the abolition of ERT, the Greek State replaced ERT in its rights and obligations; consequently it will be the litigant party in the specific case.

ii) The amount of € 0.33 million relates to Multichoice Hellas S.A.'s claim against the companies Passpoint S.A. (as the main liable party) and Lannet Communications S.A. (as a guarantor) for non-payment to Multichoice Hellas S.A. of the amounts of subscriptions received by Passpoint S.A. We note that LANNET Communications S.A. is under bankruptcy proceedings (during which Multichoice Hellas S.A. has notified its claims to the creditors' team and its claim has been approved). PASSPOINT S.A. remains inactive without evident assets.

iii) The amount Claim of € 1.5 million concerns a claim of Multichoice Hellas .S.A against the companies "EIDISEIS DOT COM PROVISION OF INFORMATION AND INFORMING SOCIETE ANONYME", "Radio and Telecommunication Enterprises S.A.", "MELODIA MASS MEDIA AND COMMUNICATION COMMERCIAL SOCIETE ANONYME", "MUSIC AND RADIO ENTERPISES SOCIETE ANONYME" and the legal representatives of the aforementioned companies, as an indemnification for the offence of the personality, reputation and reliability of Multichoice Hellas S.A., due to defamatory calumny via the press. The case should be considered closed, given that the Multichoice Hellas has agreed in writing to waive all its rights and claims from the abovementioned lawsuit with relation to the abovementioned case.

For the above mentioned judicial claims, no related provision of income has been made by the Company in its financial statements.

D. Forth-CRS S.A.

The outstanding judicial claims of the company against third parties amount to approximately € 0.61 million. The Company has recorded a provision for the above claims (allowance for doubtful accounts receivable).

E. NETMED N.V.

The outstanding judicial claims of third parties against the subsidiary Netmed N.V. amount to approximately € 3.45 million, plus interest and legal expenses. The Cypriot based company, Lumiere TV Public Company Limited is claiming the abovementioned amount for the obligatory purchase, pursuant to article 49b of the Greek Law 2190/1920, by Myriad Development BV (before merging by Netmed NV) of the 3,528 shares of Multichoice Hellas S.A., which Lumiere TV Public Company Limited holds. The First-Instance Court dismissed the lawsuit, but Lumiere is entitled to file an appeal.

Furthermore, an extrajudicial notice of third party was served against the subsidiary Netmed NV, by which a claim of obligation nature of a third party is notified to the company, arising from a document that bears, according to the assertion of the third party/rightsholder, a nature of a procedural guarantee of the company against the third party. The company disputes the validity, effect and binding nature of the specific document. Furthermore, the company, even if it is obliged to pay any amount, it is entitled to turn against third parties and seek any paid amounts. Due to the complexity of the issue, we cannot predict whether a litigation will occur, and in the event of a judicial claim, the possible content of its.

F. DIKOMO INVESTMENT Sarl.

The outstanding judicial claims of third parties against the subsidiary Dikomo Investment Sarl amount to approximately € 1.24 million, plus interest and legal expenses. The Cypriot based company Lumiere TV Public Company Limited is claiming the abovementioned amount for the obligatory purchase, pursuant to article 49b of the Greek Law 2190/1920, by Dikomo Investment Sarl of the 1,272 shares of Multichoice Hellas S.A., which Lumiere TV Public Company Limited holds. The First-Instance Court dismissed the lawsuit, but Lumiere is entitled to file an appeal.

G. TILEDRASI S.A.

The outstanding judicial claims of third parties against the subsidiary Tiledrasi S.A. amount to approximately € 2.81 million, plus interest and legal expenses. The Cypriot based company Lumiere TV Public Company Limited is claiming the abovementioned amount for the obligatory purchase, pursuant to article 49b of the Greek Law 2190/1920, by Tiledrasi S.A. of the 2,872 shares of Multichoice Hellas S.A., which Lumiere TV Public Company Limited holds. The First-Instance Court dismissed the lawsuit, but Lumiere is entitled to file an appeal.

For the above mentioned judicial claims no related provision of expense has been made by the Group in its financial statements as the outcome of these judicial claims cannot be estimated.

H. MULTICHOICE CYPRUS PUBLIC LIMITED LTD

There is a pending claim of the under liquidation subsidiary Multichoice Cyprus Public Company Ltd against third parties, by virtue of the appeal of MULTICHOICE against the Central Bank of Cyprus, the Manager of the Central Bank of Cyprus and the Cyprus Republic, before the Supreme Court of Cyprus, for the abrogation of the Decree regarding the Sale of Certain Transactions of Cyprus Popular Bank Public Co Ltd (CPD 104/2013), that passed within the framework of the cleansing of credit institutions in Cyprus, by which Decree the deposits of the depositors of over €0.10 million were decidedly blocked (bail-in). The Company had an account in the aforementioned Bank Institution, and the total amount of € 0.68 million was blocked. The appeal has been scheduled for hearing within December of 2013.

The outcome of the case is uncertain, because the Plenary Session of the Supreme Court had rejected a similar appeal.

I. INTERVISION S.A.

There is a pending lawsuit before the Multi-Number First Instance Court of Athens, filed in November 2003, against the Greek Football Federation (EPO), by virtue of which the Company requests the fair readjustment/decrease of the fees, that the Company had agreed to pay for the period 2003-2004 with relation to the acquisition of the TV rights of the Greek Football Cup, to the amount of € 4.4 million, plus VAT, instead of the amount of € 6.3 million plus VAT, which the Company actually paid. The outcome of the case is uncertain, given that the real, fair and objective commercial value of acquired TV rights should be well established and proved, according to the factual aspects of that period.

27. RESTATEMENT FROM THE IMPLEMENTATION OF REVISED IAS 19:

From January 1, 2013 the Group and the Company have implemented the revised IAS 19 “Employees Benefits” and recognized the unrecognized actuarial gains directly to other comprehensive income of the related fiscal years. The shareholders equity, the reserve for staff retirement indemnities and the deferred taxation has been adjusted for prior year as follows:

SHAREHOLDERS EQUITY (including non controlling interests)	**The Group**		**The Company**	
	31.12.2012	**01.01.2012**	**31.12.2012**	**01.01.2012**
Initial balance (published)	**(35,642,430)**	**64,787,740**	**117,002,828**	**121,814,544**
Effect of revised IAS 19	728,952	1,625,216	370,750	953,204
Effect of deferred income taxes	(145,792)	(325,044)	(74,150)	(190,641)
Restated balance	**(35,059,270)**	**66,087,912**	**117,299,428**	**122,577,107**

RESERVE FOR STAFF LEAVING INDEMNITIES	**The Group**	**The Company**
	31.12.2012	
Initial balance (published)	3,223,836	1,605,990
Effect of revised IAS 19	(728,952)	(370,750)
Restated balance	**2,494,884**	**1,235,240**

DEFERRED TAX ASSET	**The Group**	**The Company**
	31.12.2012	
Initial balance (published)	**16,169,664**	**15,204,964**
Effect of revised IAS 19	(145,407)	(74,150)
Restated balance	**16,024,257**	**15,130,814**

DEFERRED INCOME TAX LIABILITY	**The Group**
	31.12.2012
Initial balance (published)	27,000,456
Effect of revised IAS 19	385
Restated balance	**27,000,841**

28. SUBSEQUENT EVENTS:

There are no significant subsequent events after September 30, 2013, affecting the financial statements of the Group and the Company.

Iraklion, November 30, 2013

President of the Board of Directors	Vice President of the Board of Directors and Chief Executive Officer
Deepak Srinivas Padmanabhan Passport No. Z 2052599	Panagiotis Papadopoulos I.D. Σ 676330

Chief Financial Officer	Group Financial Reporting Manager	Group Accounting Manager
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

FINANCIAL INFORMATION FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2013

HELLENIC COMPANY FOR TELECOMMUNICATIONS AND TELEMATIC APPLICATIONS S.A.
Forthnet S.A.

Registration No S.A. 24961/06/B/91/94
Scientific Technological Park of Crete, Vassilika Vouton, Iraklion Crete 71003
FINANCIAL DATA & INFORMATION FOR THE PERIOD ENDED September 30, 2013

(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.forthnetgroup.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.forthnetgroup.gr
Board of Directors approval date:	November 30, 2013
Certified Auditor Accountant:	Seferis Christodoulos, Bountas Spyridon
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	
	30.09.2013	31.12.2012 RESTATED*	30.09.2013	31.12.2012 RESTATED*
ASSETS				
Tangible assets	199.036.192	226.841.953	115.055.309	132.053.562
Intangible assets	146.612.973	155.181.019	15.008.858	14.337.215
Goodwill	83.168.812	83.359.167	512.569	512.569
Other non current assets	31.049.201	26.443.011	101.988.815	99.140.622
Inventories	7.505.445	4.112.411	821.085	892.070
Trade receivables	65.321.016	63.916.952	39.054.769	41.650.388
Other current assets	84.049.240	103.172.215	80.909.382	86.439.357
TOTAL ASSETS	**616.742.879**	**663.026.728**	**353.350.787**	**375.025.783**
EQUITY AND LIABILITIES				
Share capital (12,952,610 shares € 0.30 each)	3.885.783	3.885.783	3.885.783	3.885.783
Retained earnings and other reserves	(83.785.444)	(41.716.655)	119.431.360	113.413.645
Total Shareholders equity (a)	**(79.899.661)**	**(37.830.872)**	**123.317.143**	**117.299.428**
Non-controlling interests (b)	2.041.820	2.771.602	-	-
Total equity (c)=(a)+(b)	**(77.857.841)**	**(35.059.270)**	**123.317.143**	**117.299.428**
Long-term borrowings	-	116.712	-	-
Provisions/Other long-term liabilities	135.882.375	139.401.335	23.281.284	25.036.916
Short-term borrowings	324.285.241	333.388.639	99.667.773	109.487.018
Other current liabilities	234.433.104	225.179.312	107.084.587	123.202.421
Total liabilities (d)	**694.600.720**	**698.085.998**	**230.033.644**	**257.726.355**
TOTAL EQUITY AND LIABILITIES (c)+(d)	**616.742.879**	**663.026.728**	**353.350.787**	**375.025.783**

***Restated due to the implementation of revised IAS 19 "Employee Benefits" (note 27) of the interim condensed financial statements.**

STATEMENT OF CHANGES IN EQUITY (consolidated and parent company)

	GROUP		COMPANY	
	01.01 - 30.09.2013	01.01 - 30.09.2012	01.01-30.09.2013	01.01-30.09.2012
Total equity balance at the beginning of period (01.01.2013 and 01.01.2012 respectively) published	(35.642.430)	64.787.740	117.002.828	121.814.544
Implementation of revised IAS 19	583.160	1.300.172	296.600	762.563
Total equity balance at the beginning of period (01.01.2013 and 01.01.2012 respectively) restated *	**(35.059.270)**	**66.087.912**	**117.299.428**	**122.577.107**
Total comprehensive income/(loss) after income taxes of the period (continuing and discontinuing operations)	(42.914.525)	(46.798.003)	6.017.715	6.717.718
Stock Option Plan	-	93.000	-	93.000
Transfer to non distributable reserve (Statutory Reserve)	(634)	2.244	-	-
Sale of subsidiary shares	116.588	-	-	-
Total equity balance of period (30.9.2013 and 30.9.2012 respectively)	**(77.857.841)**	**19.385.153**	**123.317.143**	**129.387.825**

***Restated due to the implementation of revised IAS 19 "Employee Benefits" (note 27) of the interim condensed financial statements.**

CASH FLOW STATEMENT (consolidated and parent company)

	GROUP		COMPANY	
	01.01 - 30.09.2013	01.01 - 30.09.2012	01.01 - 30.09.2013	01.01 - 30.09.2012
Cash flow from Operating Activities				
(Loss)/ profit before income taxes	(38.905.559)	(49.591.754)	3.849.572	6.020.853
Adjustments for:				
Depreciation and amortisation	66.057.643	71.929.849	35.953.868	40.608.115
Amortisation of subsidies	(1.757.566)	(2.297.940)	(1.722.210)	(2.254.262)
Gains on disposal of tangible and intangible assets	(3.454)	(13.729)	(1.627)	(13.729)
Allowance for doubtful accounts receivable	3.978.907	4.860.290	3.763.614	4.857.840
Provision for staff retirement indemnities	482.013	544.528	274.955	249.139
Other provisions	640.514	12.357	58.225	93.000
Impairment of goodwill	190.355	13.410.000	-	-
Impairment of investment in subsidiary	112.499	-	178.155	-
Financial (income)/expenses	15.861.193	22.728.458	3.792.016	4.398.795
Add/ less adjustments for changes in working capital related to operating activities:				
Decrease / (increase) inventories	(3.356.365)	708.196	25.890	933.311
Decrease in receivables	(16.552.285)	(11.269.972)	(17.147.274)	(28.224.022)
Increase/(Decrease) liabilities (other than Bank loans)	11.603.458	791.209	(16.082.260)	(8.565.594)
Minus:				
Income taxes paid	(371.378)	(665.480)	-	-
Increase/(Decrease) in other long-term liabilities	828.931	(649.761)	808.793	(622.000)
Payment of staff retirement indemnities	(1.255.394)	(1.027.182)	(769.740)	(429.703)
Net cash from Operating Activities	**37.553.512**	**49.469.069**	**12.981.977**	**17.051.743**
Cash flow from Investing activities				
Capital expenditure for property, plant and equipment and intangible assets	(30.426.547)	(29.208.998)	(19.644.471)	(18.080.945)
Disposals of property, plant and equipment and intangible assets	38.519	36.450	18.991	36.450
Interest and related income received	151.610	377.745	119.573	249.923
Restricted cash	7.000.000	1.214.500	7.000.000	1.214.500
Net cash used in Investing Activities	**(23.236.418)**	**(27.580.303)**	**(12.505.907)**	**(16.580.072)**
Cash flows from Financing Activities				
Net change in long -term borrowings	-	(168.159)	-	-
Net change in short -term borrowings	-	175.299	-	-
Repayment of long-term borrowings	(10.000.000)	-	(10.000.000)	-
Net change in short -term borrowings	(15.236.955)	(16.739.105)	(3.501.140)	(3.883.632)
Net cash from financing activities	(9.991.512)	(8.529.606)	(325.811)	(403.831)
Net cash used in Financing Activities	**(35.228.467)**	**(25.261.571)**	**(13.826.951)**	**(4.287.463)**
Net decrease in cash and cash equivalents	**(20.911.373)**	**(3.372.805)**	**(13.350.881)**	**(3.815.792)**
Cash and cash equivalents at the beginning of period	**32.571.829**	**27.781.179**	**16.319.853**	**17.144.169**
Cash and cash equivalents at the end of period	**11.660.456**	**24.408.374**	**2.968.972**	**13.328.377**

TOTAL COMPREHENSIVE INCOME (consolidated and parent company)

	GROUP			
	01.01 - 30.09.2013	01.01 - 30.09.2012	01.07-30.09.2013	01.07-30.09.2012
Turnover	280.816.255	302.903.008	92.294.778	99.128.960
Loss before taxes, financing and investing activities	(23.044.127)	(26.863.296)	(8.056.932)	(7.659.025)
Loss before income taxes	(38.905.559)	(49.591.754)	(12.721.909)	(14.985.441)
Loss after income taxes (A)	(42.914.525)	(46.798.003)	(14.140.471)	(13.291.169)
- Share holders of the parent company	(42.015.224)	(46.095.293)	(13.893.668)	(12.959.022)
- Non-controlling interests	(899.301)	(702.710)	(246.803)	(332.147)
Other comprehensive income after taxes(B)	-	-	-	-
Total comprehensive loss after taxes(A)+(B)	(42.914.525)	(46.798.003)	(14.140.471)	(13.291.169)
- Share holders of the parent company	(42.015.224)	(46.095.293)	(13.893.668)	(12.959.022)
- Non-controlling interests	(899.301)	(702.710)	(246.803)	(332.147)
Loss after taxes per share - Basic (in €):	(3,2438)	(3,5588)	(1,0727)	(1,0005)
Profit before taxes, financing, investing activities and depreciation	41.255.950	42.768.613	13.950.828	12.693.789

	COMPANY			
	01.01 - 30.09.2013	01.01 - 30.09.2012	01.07-30.09.2013	01.07-30.09.2012
Turnover	161.993.666	174.927.317	55.182.374	58.169.944
Profit before taxes, financing and investing activities	7.641.588	10.419.648	2.986.841	2.515.617
Profit before income taxes	3.849.572	6.020.853	1.693.723	1.093.444
Profit/(loss) after income taxes (A)	6.017.715	6.717.718	(987.987)	1.659.040
- Share holders of the parent company	6.017.715	6.717.718	(987.987)	1.659.040
- Non-controlling interests	-	-	-	-
Total comprehensive income/(loss) after taxes(A)+(B)	-	-	-	-
Total comprehensive income after taxes(A)+(B)	6.017.715	6.717.718	(987.987)	1.659.040
Profit before taxes, financing, investing activities and depreciation	41.873.246	48.773.501 -	14.374.449	14.676.827

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, (ii) the adequate subscription of the Company's share capital increase, and (iii) the Group's and the Company's working capital sufficiency.
2. The above financial statements for the period 01/01/2013-30/09/2013 have been approved by the members of the Board of Directors November 28, 2013
3. At September 30, 2013 the total number of employees reached 1,347, while those of the Parent Company reached 826. At September 30, 2012 the Group's relative number of employees was 1,336, while that of the parent company was 785.
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, 2013: 41.27%) under the equity method.
6. The Group and the Company applied for the first time, IAS 19 (Revised 2011) Employee Benefits which requires restatement of previous financial statements (note 27). Except for the above, the same accounting methods and assessments have been used as in prior fiscal year 2012.
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 tax losses of amount € 104.0 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 € 0.0 m for the Company and € 0.0 m for the Group.
10. Certain line items of the previous year's/period's financial statements were reclassified in order to conform to the current period's presentation (note 2.1).
11. 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, are stated in note 12 of the financial statements as of 31 December 2012, except Telemedicine S.A., in which the participation reduced to 24,9%.
12. At the end of the period no shares of the parent company are possessed by either the parent company or any subsidiary or associate companies.
13. 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
14. 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	430.664	11.164.222
b) Expenses	435.532	1.543.811
c) Receivables	314.873	69.083.023
d) Liabilities	1.278.069	11.855.128
e) Fees of Managers and members of the Board of Directors	1.997.260	1.374.859
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 30, 2013

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