# PUBLIC POWER CORPORATION S.A.

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2003

# INCOME STATEMENT

(Expressed in thousands of Euro - except per share data)

	Septem	September 30,	
	2003	2002	
REVENUES:			
Revenue from energy sales	2.725.423	2.486.333	
Other	209.596	34.049	
	2.935.019	2.520.382	
EXPENSES:			
	623.752	580.963	
Payroll cost Lignite	378.799	300.520	
•			
Liquid fuel	358.195	353.838	
Natural gas	227.546	201.879	
Depreciation and amortization	329.033	179.823	
Transmission system usage	184.700	-	
Energy purchases	113.446	115.598	
Materials and consumables	66.911	48.570	
Utilities and maintenance	51.577	44.173	
Third party fees	13.395	18.379	
Taxes and duties	17.852	16.243	
Allowance for doubtful balances	20.177	22.340	
Provision for slow-moving materials	11.250	13.947	
Provision for risks	2.266	22.702	
Other expenses	36.246	41.842	
PROFIT FROM OPERATIONS	499.874	559.565	
Financial expenses	(133.403)	(181.208)	
Financial income	17.813	10.544	
Loss from associates	(26.808)	<u>-</u>	
Foreign currency gains/ (losses), net	34.178	25.705	
Other income/ (expense), net	19.608	8.515	
PROFIT BEFORE TAX	411.262	423.121	
Income tax expense	(150.806)	(161.626)	
PROFIT AFTER TAX	260.456	261.495	
Earnings per share, basic and diluted (Euro)	1,12	1,13	
Weighted average number of shares	232.000.000	232.000.000	

# PUBLIC POWER CORPORATION S.A.

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2003

# BALANCE SHEET

(Expressed in thousands of Euro)

ASSETS         2003         2002           Current Assets:         30.332         37.877           Marketable and other securities         15.448         15.137           Trade receivables, net         645.065         571.985           Other receivables, net         48.987         95.433           Materials, spare parts and supplies, net         545.215         557.768           PPC - Personnel Insurance Organisation, net         22.465         22.302           Derivative asset         9.021         5.884           Other current assets         11.035         8.411           Total current assets         11.035         8.411           Total current assets         11.035         8.411           Property, plant and equipment, net         9.007.569         6.401,930           Intagnible assets, net         6.446         2.484           Deferred tax assets         139.313         186.477           Other non-current assets         12.770         14.155           Total non-current assets         12.770         14.155           Total douber payable         463         1.99           Income tax payable         463         1.99           Income tax payable         23.365         3.90.20		Septemb	er 30,	
Cash and cash equivalents         30.332         37.877           Marketable and other securities         15.448         15.137           Trade receivables, net         645.065         571.985           Other receivables, net         48.987         95.433           Materials, spare parts and supplies, net         48.987         95.433           PPC - Personnel Insurance Organisation, net         22.465         22.320           Derivative asset         9.021         5.884           Other current assets         11.035         8.411           Total current assets         11.035         8.411           Non-Current Assets:         11.035         8.411           Investments in associates         14.510         11.882           Property, plant and equipment, net         9.007.569         6.401.930           Intangible assets, net         6.446         2.484           Deferred tax assets         139.313         186.477           Other non-current assets         12.770         14.155           Total non-current assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           EVERTILITIES AND EOUITY         Current Liabilities         175.713         175.001           <	<u>ASSETS</u>			
Marketable and other securities         15.448         15.137           Trade receivables, net         645.065         571.985           Other receivables, net         48.987         95.433           Materials, spare parts and supplies, net         545.215         557.768           PPC - Personnel Insurance Organisation, net         22.465         22.320           Derivative asset         9.021         5.884           Other current assets         11.035         8.411           Total current assets         1.327.568         1.314.815           Non-Current Assets:         1         1.510         11.882           Property, plant and equipment, net         9.007.569         6.401.930         1.602         6.401.930           Intangible assets, net         6.446         2.484         2.644         2.484         2.667         2.791         14.155         1.4510         11.882         1.700         14.155         1.4510         1.733         1.8647         1.8647         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700         1.700	Current Assets:			
Trade receivables, net         48.987         95.433           Other receivables, net         48.987         95.433           Materials, spare parts and supplies, net         545.215         527.768           PPC - Personnel Insurance Organisation, net         22.465         22.320           Derivative asset         9.021         5.884           Other current assets         11.035         8.411           Total current assets         1.327.568         1314.815           Non-Current Assets:         1         1.035         8.411           Investments in associates         14.510         11.882           Property, plant and equipment, net         9.007.569         6.401.930           Intangible assets, net         6.446         6.248           Deferred tax assets         139.313         186.477           Other non-current assets         12.770         14.155           Total assets         10.508.176         7.931.743           Current Liabilities           Total assets         586.253         502.865           Dividends payable         463         139           Income tax payable         463         139           Income tax payable         59.353         800.51 <t< td=""><td>Cash and cash equivalents</td><td>30.332</td><td>37.877</td></t<>	Cash and cash equivalents	30.332	37.877	
Other receivables, net         48.987         95.433           Materials, spare parts and supplies, net         545.215         577.768           PPC - Personnel Insurance Organisation, net         22.465         522.320           Derivative asset         9.021         5.884           Other current assets         11.035         8.411           Total current assets         1.327.568         1.314.815           Non-Current Assets:         1         1.510         11.882           Investments in associates         14.510         11.882           Property, plant and equipment, net         9.007.569         6.401.930           Intangible assets, net         6.446         2.484           Deferred tax assets         139.313         186.477           Other non-current assets         19.180.608         6.616.928           Total non-current assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           LiABILITIES AND EQUITY           Current Liabilities         10.508.176         7.931.743           LiABILITIES AND EQUITY           Current Liabilities         123.348         295.732           Current Liabilities         123.348 <t< td=""><td>Marketable and other securities</td><td>15.448</td><td>15.137</td></t<>	Marketable and other securities	15.448	15.137	
Materials, spare parts and supplies, net         545.215         557.768           PPC - Personnel Insurance Organisation, net         22.465         22.320           Derivative asset         9.021         5.884           Other current assets         11.035         8.411           Total current assets         1.327.568         1.314.815           Non-Current Assets:         1         1.82           Investments in associates         14.510         11.882           Property, plant and equipment, net         9.007.569         6.401.930           Intangible assets, net         6.446         2.484           Deferred tax assets         139.313         186.477           Other non-current assets         12.770         14.155           Total non-current assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           LIABILITIES AND EOUITY           Current Liabilities           Trada and other payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-te	Trade receivables, net	645.065	571.985	
PPC - Personnel Insurance Organisation, net         22.465         22.320           Derivative asset         9.021         5.884           Other current assets         11.035         8.411           Total current assets         1.327.568         13.14.815           Non-Current Assets:         1         11.882           Property, plant and equipment, net         9.007.569         6.401.930           Intangible assets, net         6.446         2.484           Deferred tax assets         13.9313         186.477           Other non-current assets         12.770         14.155           Total non-current assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           LIABILITIES AND EQUITY           Current Liabilities:           Trade and other payables         586.253         502.865           Dividends payable         463         139           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650 <td colspa<="" td=""><td>Other receivables, net</td><td>48.987</td><td>95.433</td></td>	<td>Other receivables, net</td> <td>48.987</td> <td>95.433</td>	Other receivables, net	48.987	95.433
Derivative asset         9.021         5.884           Other current assets         11.035         8.411           Total current assets         1.327,568         1.314.815           Non-Current Assets:         1         1.510         11.882           Property, plant and equipment, net         9.007.569         6.401.930         7.931.743         7.931.743         7.931.743         7.931.743         7.931.743         7.931.743         7.931.743         7.931.743         7.931.743         7.931.743         7.931.743         7.931.743	Materials, spare parts and supplies, net	545.215	557.768	
Other current assets         11.035         8.411           Total current assets         1.327.568         1.314.815           Non-Current Assets:         11.882           Property, plant and equipment, net         9.007.569         6.401.930           Intangible assets, pet         6.446         2.484           Deferred tax assets         139.313         186.477           Other non-current assets         12.770         14.155           Total non-current assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           LEABILITIES AND EQUITY           Current Liabilities:           Trade and other payables         586.253         502.865           Dividends payable         463         139           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.51           Short-term borrowings         234.365         39.022           Current portion of long-term debt         509.353         890.860           Total current liabilities         1,705.201         421.493           Long-term debt, net of current portion         3.303.471         3.396.411           Provisi	PPC - Personnel Insurance Organisation, net	22.465	22.320	
Total current assets         1.327.568         1.314.815           Non-Current Assets:         Investments in associates         14.510         11.882           Property, plant and equipment, net         9.007.569         6.401.930           Intangible assets, net         6.446         2.484           Deferred tax assets         139.313         186.477           Other non-current assets         12.770         14.155           Total non-current assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           LIABILITIES AND EQUITY           Current Liabilities         586.253         502.865           Dividends payable         463         139           Income tax payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.860           Total current liabilities         1,705.220         1,983.650           Non-Current         421.264	Derivative asset	9.021	5.884	
Non-Current Assets:	Other current assets	11.035	8.411	
Investments in associates	Total current assets	1.327.568	1.314.815	
Property, plant and equipment, net         9.007.569         6.401.930           Intangible assets, net         6.446         2.484           Deferred tax assets         139.313         186.477           Other non-current assets         12.770         14.155           Total non-current assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           LIABILITIES AND EQUITY           Current Liabilities:           Trade and other payables         586.253         502.865           Dividends payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.805           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities           Long-term debt, net of current portion         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         <	Non-Current Assets:			
Intangible assets, net         6.446         2.484           Deferred tax assets         139,313         186.477           Other non-current assets         12,770         14,155           Total non-current assets         9,180,608         6,616.928           Total assets         10,508.176         7,931.743           LIABILITIES AND EQUITY           Current Liabilities:           Trade and other payables         586,253         502,865           Dividends payable         463         139           Income tax payable         463         139           Income tax payable         123,348         295,732           Accrued and other current liabilities         175,713         175,001           Derivative liability         75,725         80,051           Short-term borrowings         234,365         39,002           Current portion of long-term debt         509,353         890,860           Total current liabilities         1,705,220         1,983,650           Non-Current Liabilities         2,343,65         39,002           Long-term debt, net of current portion         3,303,471         3,396,411           Provisions         421,250         421,848           Deferred tax liability	Investments in associates	14.510	11.882	
Deferred tax assets         139,313         186,477           Other non-current assets         12,770         14,155           Total non-current assets         9,180,608         6,616,928           Total assets         10,508,176         7,931,743           LIABILITIES AND EQUITY           Current Liabilities:           Trade and other payables         586,253         502,865           Dividends payable         463         139           Income tax payable         463         139           Income tax payable         175,713         175,001           Derivative liability         75,725         80,051           Short-term borrowings         234,365         39,002           Current portion of long-term debt         509,353         890,860           Total current liabilities         1,705,220         1,983,650           Non-Current Liabilities         3,303,471         3,396,411           Provisions         421,250         421,848           Deferred customers' contributions and subsidies         1,244,936         1,175,178           Other non-current liabilities         362,857         353,885           Total non-current liabilities         362,857         353,885           Formulation	Property, plant and equipment, net	9.007.569	6.401.930	
Other non-current assets         12.770         14.155           Total non-current assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           LIABILITIES AND EQUITY           Current Liabilities:           Trade and other payables         586.253         502.865           Dividends payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.082           Current portion of long-term debt         509.353         898.860           Total current liabilities         1,705.220         1.983.650           Non-Current Liabilities         2,303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred tax liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:         25.46.583         -           Equity:         -	Intangible assets, net	6.446	2.484	
Total assets         9.180.608         6.616.928           Total assets         10.508.176         7.931.743           LIABILITIES AND EQUITY           Current Liabilities:           Trade and other payables         586.253         502.865           Dividends payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         3.367.731         5.460.786           Equity:           Share capital         1.067.200         <	Deferred tax assets	139.313	186.477	
Total assets         10.508.176         7.931.743           LIABILITIES AND EQUITY           Current Liabilities:         386.253         502.865           Dividends payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities         2.212.250         421.848           Deferred debt, net of current portion         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:         4.24.250         679.760           Share pemium         1.067.200         <	Other non-current assets	12.770	14.155	
Current Liabilities:   Trade and other payables   586.253   502.865     Dividends payable   463   139     Income tax payable   123.348   295.732     Accrued and other current liabilities   175.713   175.001     Derivative liability   75.725   80.051     Short-term borrowings   234.365   39.002     Current portion of long-term debt   509.353   890.860     Total current liabilities   1.705.220   1.983.650     Non-Current Liabilities   1.705.220   1.983.650     Non-Current Liabilities   2.250   421.848     Deferred tax liability   35.217   113.464     Deferred customers' contributions and subsidies   1.244.936   1.175.178     Other non-current liabilities   362.857   353.885     Total non-current liabilities   5.367.731   5.460.786     Equity:   Share capital   1.067.200   679.760     Share premium   106.679   106.679     Legal Reserve   11.127   - 2.250     Revaluation surplus   2.546.583   - 3.250     Reversal of fixed assets' statutory revaluation   surplus included in share capital   (947.342)   (531.777)     Reserves   211.318   210.443     Retained earnings/ (accumulated deficit)   439.660   22.202     Total equity   3.435.225   487.307	Total non-current assets	9.180.608	6.616.928	
Current Liabilities:           Trade and other payables         586.253         502.865           Dividends payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities:           Long-term debt, net of current portion         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.31         5.460.786           Equity:           Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127	Total assets	10.508.176	7.931.743	
Current Liabilities:           Trade and other payables         586.253         502.865           Dividends payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities:           Long-term debt, net of current portion         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.31         5.460.786           Equity:           Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127				
Trade and other payables         586.253         502.865           Dividends payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities:         2         1.705.220         1.983.650           Non-Current Liabilities         3.303.471         3.396.411         2.346.50         2.242.20         421.848         2.242.20         421.848         2.242.20         421.848         2.242.20         421.848         2.242.22         2.242.22         421.848         2.244.936         1.175.178         2.244.936         1.175.178         2.244.936         1.175.178         2.246.283         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786         2.246.786				
Dividends payable         463         139           Income tax payable         123.348         295.732           Accrued and other current liabilities         175.713         175.001           Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities         2         1.983.650           Non-Current Liabilities         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         3.362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:           Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal		506.252	<b>500.065</b>	
Income tax payable         123,348         295,732           Accrued and other current liabilities         175,713         175,001           Derivative liability         75,725         80,051           Short-term borrowings         234,365         39,002           Current portion of long-term debt         509,353         890,860           Total current liabilities         1,705,220         1,983,650           Non-Current Liabilities         2         1,705,220         1,983,650           Non-Current Liabilities         3,303,471         3,396,411         3,396,411         1,705,220         421,848           Deferred tax liability         35,217         113,464         1,175,178         13,464         1,175,178         13,464         1,175,178         13,464         1,175,178				
Accrued and other current liabilities       175.713       175.001         Derivative liability       75.725       80.051         Short-term borrowings       234.365       39.002         Current portion of long-term debt       509.353       890.860         Total current liabilities       1.705.220       1.983.650         Non-Current Liabilities:       2         Long-term debt, net of current portion       3.303.471       3.396.411         Provisions       421.250       421.848         Deferred tax liability       35.217       113.464         Deferred customers' contributions and subsidies       1.244.936       1.175.178         Other non-current liabilities       362.857       353.885         Total non-current liabilities       5.367.731       5.460.786         Equity:         Share capital       1.067.200       679.760         Share premium       106.679       106.679         Legal Reserve       11.127       -         Revaluation surplus       2.546.583       -         Reversal of fixed assets' statutory revaluation       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202 <td></td> <td></td> <td></td>				
Derivative liability         75.725         80.051           Short-term borrowings         234.365         39.002           Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities:         2         1.983.650           Long-term debt, net of current portion         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:         Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation         (947.342)         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202				
Short-term borrowings         234,365         39,002           Current portion of long-term debt         509,353         890,860           Total current liabilities         1,705,220         1,983,650           Non-Current Liabilities:         3303,471         3,396,411           Provisions         421,250         421,848           Deferred tax liability         35,217         113,464           Deferred customers' contributions and subsidies         1,244,936         1,175,178           Other non-current liabilities         362,857         353,885           Total non-current liabilities         5,367,731         5,460,786           Equity:         Share capital         1,067,200         679,760           Share premium         106,679         106,679           Legal Reserve         11,127         -           Revaluation surplus         2,546,583         -           Reversal of fixed assets' statutory revaluation         (947,342)         (531,777)           Reserves         211,318         210,443           Retained earnings/ (accumulated deficit)         439,660         22,202           Total equity         3,435,225         487,307				
Current portion of long-term debt         509.353         890.860           Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities:         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:           Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation         947.342         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307				
Total current liabilities         1.705.220         1.983.650           Non-Current Liabilities:         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:         Share capital         1.067.200         679.760           Share premium         106.679         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation         (947.342)         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307				
Non-Current Liabilities:           Long-term debt, net of current portion         3.303.471         3.396.411           Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:         Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation         (947.342)         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307				
Long-term debt, net of current portion       3.303.471       3.396.411         Provisions       421.250       421.848         Deferred tax liability       35.217       113.464         Deferred customers' contributions and subsidies       1.244.936       1.175.178         Other non-current liabilities       362.857       353.885         Total non-current liabilities       5.367.731       5.460.786         Equity:       Share capital       1.067.200       679.760         Share premium       106.679       106.679         Legal Reserve       11.127       -         Revaluation surplus       2.546.583       -         Reversal of fixed assets' statutory revaluation       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307	Total current liabilities	1.705.220	1.983.650	
Provisions         421.250         421.848           Deferred tax liability         35.217         113.464           Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:           Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation surplus included in share capital         (947.342)         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307	Non-Current Liabilities:			
Deferred tax liability       35.217       113.464         Deferred customers' contributions and subsidies       1.244.936       1.175.178         Other non-current liabilities       362.857       353.885         Total non-current liabilities       5.367.731       5.460.786         Equity:         Share capital       1.067.200       679.760         Share premium       106.679       106.679         Legal Reserve       11.127       -         Revaluation surplus       2.546.583       -         Reversal of fixed assets' statutory revaluation surplus included in share capital       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307	Long-term debt, net of current portion	3.303.471	3.396.411	
Deferred customers' contributions and subsidies         1.244.936         1.175.178           Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:         Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation surplus included in share capital         (947.342)         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307	Provisions	421.250	421.848	
Other non-current liabilities         362.857         353.885           Total non-current liabilities         5.367.731         5.460.786           Equity:         Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation surplus included in share capital         (947.342)         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307	Deferred tax liability	35.217	113.464	
Total non-current liabilities         5.367.731         5.460.786           Equity:         Share capital         1.067.200         679.760           Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation surplus included in share capital         (947.342)         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307	Deferred customers' contributions and subsidies	1.244.936	1.175.178	
Equity:         Share capital       1.067.200       679.760         Share premium       106.679       106.679         Legal Reserve       11.127       -         Revaluation surplus       2.546.583       -         Reversal of fixed assets' statutory revaluation surplus included in share capital       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307	Other non-current liabilities	362.857	353.885	
Share capital       1.067.200       679.760         Share premium       106.679       106.679         Legal Reserve       11.127       -         Revaluation surplus       2.546.583       -         Reversal of fixed assets' statutory revaluation surplus included in share capital       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307	Total non-current liabilities	5.367.731	5.460.786	
Share capital       1.067.200       679.760         Share premium       106.679       106.679         Legal Reserve       11.127       -         Revaluation surplus       2.546.583       -         Reversal of fixed assets' statutory revaluation surplus included in share capital       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307	Equity:			
Share premium         106.679         106.679           Legal Reserve         11.127         -           Revaluation surplus         2.546.583         -           Reversal of fixed assets' statutory revaluation surplus included in share capital         (947.342)         (531.777)           Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307		1.067.200	679.760	
Legal Reserve       11.127       -         Revaluation surplus       2.546.583       -         Reversal of fixed assets' statutory revaluation surplus included in share capital       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307		106.679	106.679	
Reversal of fixed assets' statutory revaluation surplus included in share capital       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307		11.127	-	
Reversal of fixed assets' statutory revaluation surplus included in share capital       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307	_	2.546.583	-	
surplus included in share capital       (947.342)       (531.777)         Reserves       211.318       210.443         Retained earnings/ (accumulated deficit)       439.660       22.202         Total equity       3.435.225       487.307	•			
Reserves         211.318         210.443           Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307	<u> </u>	(947.342)	(531.777)	
Retained earnings/ (accumulated deficit)         439.660         22.202           Total equity         3.435.225         487.307				
	Retained earnings/ (accumulated deficit)			
<b>Total liabilities and equity</b> 10.508.176 7.931.743	Total equity	3.435.225	487.307	
	Total liabilities and equity	10.508.176	7.931.743	

# PUBLIC POWER CORPORATION S.A.

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2003

# STATEMENT OF CASH FLOWS

(Expressed in thousands of Euro)

(Expressed in thousands of Euro)	September 30,	
•	2003	2002
Cash Flows from Operating Activities:		
Profit before tax	411.262	423.121
Adjustments to reconcile net income to net cash		
provided by operating activities:		
Depreciation and amortization	477.531	280.155
Amortization of customers' contributions and subsidies	(73.861)	(68.358)
Fair value (gain)/loss of derivative instruments	(5.099)	4.785
Interest and other income	(12.482)	(10.501)
Sundry provisions	42.668	62.465
Unrealized foreign exchange differences on long-term debt	(34.178)	(12.940)
Unbilled revenue	(36.669)	(6.468)
Interest expense	124.263	157.317
Operating profit before working capital changes	893.434	829.576
(Increase)/ Decrease in:		
Accounts receivable, trade and other	(35.148)	(15.498)
Other current assets	(4.869)	(1.866)
PPC-Personnel Insurance Organization	38.829	156.852
Materials, spare parts and supplies	13.218	(5.964)
Other long-term assets	-	5.565
Increase/ (Decrease) in:		
Accounts payable	4.819	(25.587)
Other long-term liabilities	18.423	19.192
Accrued liabilities excluding bank loan interest	38.243	51.819
Income taxes paid	(215.686)	-
Net Cash from Operating Activities	751.263	1.014.089
Cash Flows from Investing Activities:		
Interest received	6.952	10.501
Capital expenditure for fixed assets and software	(490.435)	(444.058)
Disposal of fixed assets and software	680	5.164
Proceeds from customers' contributions and subsidies	123.650	140.938
Proceeds from OAE bonds	_	2.101
Investments	(11.423)	(9.571)
Net Cash used in Investing Activities	(370.576)	(294.925)
Cash Flows from Financing Activities:		
Net change in short-term borrowings	130.965	36.899
Proceeds from long-term debt	355.169	7.140
Principal payments of long-term debt	(640.566)	(545.107)
Financing fees	(1.099)	
Interest paid	(107.694)	(139.476)
Dividends paid	(115.537)	(88.021)
Net Cash from/ (used in) Financing Activities	(378.762)	(728.565)
N.A. in annual (dannam)	1.025	(0.401)
Net increase/ (decrease) in cash and cash equivalents  Cash and cash equivalents at beginning of period/ year	1.925 28.407	(9.401) 47.278
Cash and cash equivalents at end of period	30.332	37.877