

**PUBLIC POWER CORPORATION S.A.**

## CONSOLIDATED STATEMENT OF INCOME

FOR THE SIX MONTHS ENDED 30th JUNE 2005 AND 2004

IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS

(All amounts in thousands of Euro - except per share data)

	<u>1H 2005</u>	<u>1H 2004</u>
<b>REVENUES:</b>		
Revenue from energy sales	1.966.413	1.853.462
Other	152.590	149.403
	<u>2.119.003</u>	<u>2.002.865</u>
<b>EXPENSES:</b>		
Payroll cost	470.699	435.705
Lignite	319.683	282.849
Liquid fuel	238.471	185.965
Natural gas	160.100	137.352
Depreciation and amortization	219.178	226.603
Energy purchases	83.457	74.568
Materials and consumables	53.903	51.573
Transmission system usage	137.393	127.443
Utilities and maintenance	34.675	46.956
Third party fees	11.717	9.873
Emission allowances	45.034	-
Provision for risks	4.688	150
Provision for slow-moving materials	3.237	511
Allowance for doubtful balances	6.715	1.624
Other expenses	34.427	38.569
	<u>295.626</u>	<u>383.124</u>
<b>PROFIT FROM OPERATIONS</b>		
Financial expenses	75.359	82.151
Financial income	11.257	26.174
Share of loss of associates	5.909	7.031
Foreign currency gains/ (losses), net	(6.801)	(17.492)
Other income/ (expense), net	4.432	9.257
	<u>223.246</u>	<u>311.881</u>
<b>PROFIT BEFORE TAX</b>		
Income tax expense	75.553	119.006
	<u>147.693</u>	<u>192.875</u>
<b>PROFIT AFTER TAX</b>		
Earnings per share, basic and diluted	<u>0,64</u>	<u>0,83</u>
Weighted average number of shares	<u>232.000.000</u>	<u>232.000.000</u>