## PUBLIC POWER CORPORATION S.A.

## CONSOLIDATED STATEMENT OF INCOME FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2007 IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS

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

REVENUES:       I.155.635       I.112.771         Other       86.907       87.372         I.242.542       I.200.143         EXPENSES:       71.242.542       I.200.143         Payroll cost       254.285       245.971         Lignite       185.846       181.863         Liquid fuel       138.934       159.077         Natural gas       161.155       95.697         Depreciation and Amortization       119.840       122.103         Energy purchases       151.667       90.437         Materials and consumables       23.918       25.851         Transmission system usage       71.987       77.569         Utilities and maintenance       16.483       19.614         Third party fees       5.548       5.547         Emission allowances       4.546       -         Provision for risks       (500)       -         Allowance for doubtful balances       1.015       7.962         Actuarial provision       347       -         Financial income       (4.879)       (11.131)         Other expenses, net       13.007       11.578         Share of l		3M 2007	3M 2006
Revenue from energy sales       1.155.635       1.112.771         Other       86.907       87.372         1.242.542       1.200.143         EXPENSES:       254.285       245.971         Lignite       185.846       181.863         Liquid fuel       138.934       159.077         Natural gas       161.155       95.697         Depreciation and Amortization       119.840       122.103         Energy purchases       151.667       90.437         Materials and consumables       23.918       25.851         Transmission system usage       71.987       77.569         Utilities and maintenance       16.483       19.614         Third party fees       5.548       5.547         Emission allowances       4.546       -         Provision for risks       (500)       -         Allowance for doubtful balances       1.015       7.962         Actuarial provision       347       -         Financial expenses       43.652       39.385         Financial income       (4.879)       (11.131)         Other expenses, net       13.007       11.578	<b>REVENUES</b> .		
Other       86.907       87.372         I.242.542       I.200.143         EXPENSES:       254.285       245.971         Lignite       185.846       181.863         Liquid fuel       138.934       159.077         Natural gas       161.155       95.697         Depreciation and Amortization       119.840       122.103         Energy purchases       151.667       90.437         Materials and consumables       23.918       25.851         Transmission system usage       71.987       77.569         Utilities and maintenance       16.483       19.614         Third party fees       5.548       5.547         Emission allowances       4.546       -         Provision for risks       (500)       -         Allowance for doubtful balances       1.015       7.962         Actuarial provision       347       -         Financial expenses       43.652       39.385         Financial income       (4.879)       (11.131)         Other expenses, net       13.007       11.578         Share of loss of associates       -       1.738         Forei		1.155.635	1.112.771
I.242.542       I.200.143         Payroll cost       254.285       245.971         Lignite       185.846       181.863         Liquid fuel       138.934       159.077         Natural gas       161.155       95.697         Depreciation and Amortization       119.840       122.103         Energy purchases       151.667       90.437         Materials and consumables       23.918       25.851         Transmission system usage       71.987       77.569         Utilities and maintenance       16.483       19.614         Third party fees       5.548       5.547         Emission allowances       4.546       -         Provision for risks       (500)       -         Allowance for doubtful balances       1.015       7.962         Actuarial provision       347       -         Financial expenses       43.652       39.385         Financial income       (4.879)       (11.131)         Other expenses, net       13.007       11.578         Share of loss of associates       -       1.738         Foreign currency (gains) losses, net       (830)       (2.948)			
EXPENSES:       Payroll cost     254.285     245.971       Lignite     185.846     181.863       Liquid fuel     138.934     159.077       Natural gas     161.155     95.697       Depreciation and Amortization     119.840     122.103       Energy purchases     151.667     90.437       Materials and consumables     23.918     25.851       Transmission system usage     71.987     77.569       Utilities and maintenance     16.483     19.614       Third party fees     5.548     5.547       Emission allowances     4.546     -       Provision for risks     (500)     4.069       Provision for slow-moving materials     (500)     -       Allowance for doubtful balances     1.015     7.962       Actuarial provision     347     -       Financial income     (4.879)     (11.131)       Other expenses, net     13.007     11.578       Share of loss of associates     -     1.738       Foreign currency (gains) losses, net     (830)     (2.948)       PROFIT BEFORE TAX     57.021     125.761	0		
Lignite       185.846       181.863         Liquid fuel       138.934       159.077         Natural gas       161.155       95.697         Depreciation and Amortization       119.840       122.103         Energy purchases       151.667       90.437         Materials and consumables       23.918       25.851         Transmission system usage       71.987       77.569         Utilities and maintenance       16.483       19.614         Third party fees       5.548       5.547         Emission allowances       4.546       -         Provision for risks       (500)       4.069         Provision for slow-moving materials       (500)       -         Allowance for doubtful balances       1.015       7.962         Actuarial provision       347       -         Financial expenses       43.652       39.385         Financial income       (4.879)       (11.131)         Other expenses, net       13.007       11.578         Share of loss of associates       -       1.738         Foreign currency (gains) losses, net       (830)       (2.948)         PROFIT BEFORE TAX	EXPENSES:		
Liquid fuel       138.934       159.077         Natural gas       161.155       95.697         Depreciation and Amortization       119.840       122.103         Energy purchases       151.667       90.437         Materials and consumables       23.918       25.851         Transmission system usage       71.987       77.569         Utilities and maintenance       16.483       19.614         Third party fees       5.548       5.547         Emission allowances       4.546       -         Provision for risks       (500)       4.069         Provision for slow-moving materials       (500)       -         Allowance for doubtful balances       1.015       7.962         Actuarial provision       347       -         Financial expenses       43.652       39.385         Financial income       (4.879)       (11.131)         Other expenses, net       13.007       11.578         Share of loss of associates       -       1.738         Foreign currency (gains) losses, net       (830)       (2.948)         PROFIT BEFORE TAX       57.021       125.761         Income tax expen	Payroll cost	254.285	245.971
Natural gas       161.155       95.697         Depreciation and Amortization       119.840       122.103         Energy purchases       151.667       90.437         Materials and consumables       23.918       25.851         Transmission system usage       71.987       77.569         Utilities and maintenance       16.483       19.614         Third party fees       5.548       5.547         Emission allowances       4.546       -         Provision for risks       (500)       4.069         Provision for slow-moving materials       (500)       -         Allowance for doubtful balances       1.015       7.962         Actuarial provision       347       -         Financial expenses       43.652       39.385         Financial income       (4.879)       (11.131)         Other expenses, net       13.007       11.578         Share of loss of associates       -       1.738         Foreign currency (gains) losses, net       (830)       (2.948)         PROFIT BEFORE TAX       57.021       125.761         Income tax expense       (16.022)       (37.326)         PROFIT	Lignite	185.846	181.863
Natural gas       161.155       95.697         Depreciation and Amortization       119.840       122.103         Energy purchases       151.667       90.437         Materials and consumables       23.918       25.851         Transmission system usage       71.987       77.569         Utilities and maintenance       16.483       19.614         Third party fees       5.548       5.547         Emission allowances       4.546       -         Provision for risks       (500)       4.069         Provision for slow-moving materials       (500)       -         Allowance for doubtful balances       1.015       7.962         Actuarial provision       347       -         Financial expenses       43.652       39.385         Financial income       (4.879)       (11.131)         Other expenses, net       13.007       11.578         Share of loss of associates       -       1.738         Foreign currency (gains) losses, net       (830)       (2.948)         PROFIT BEFORE TAX       57.021       125.761         Income tax expense       (16.022)       (37.326)         PROFIT	0	138.934	159.077
Energy purchases     151.667     90.437       Materials and consumables     23.918     25.851       Transmission system usage     71.987     77.569       Utilities and maintenance     16.483     19.614       Third party fees     5.548     5.547       Emission allowances     4.546     -       Provision for risks     (500)     4.069       Provision for slow-moving materials     (500)     -       Allowance for doubtful balances     1.015     7.962       Actuarial provision     347     -       Financial expenses     43.652     39.385       Financial income     (4.879)     (11.131)       Other expenses, net     13.007     11.578       Share of loss of associates     -     1.738       Foreign currency (gains) losses, net     (830)     (2.948)       PROFIT BEFORE TAX     57.021     125.761       Income tax expense     (16.022)     (37.326)       PROFIT FOR THE PERIOD FROM     40.999     88.435       Profit after tax from disposal group     -     -       PROFIT AFTER TAX     40.999     88.435       Earnings	Natural gas	161.155	95.697
Energy purchases     151.667     90.437       Materials and consumables     23.918     25.851       Transmission system usage     71.987     77.569       Utilities and maintenance     16.483     19.614       Third party fees     5.548     5.547       Emission allowances     4.546     -       Provision for risks     (500)     4.069       Provision for slow-moving materials     (500)     -       Allowance for doubtful balances     1.015     7.962       Actuarial provision     347     -       Financial expenses     43.652     39.385       Financial income     (4.879)     (11.131)       Other expenses, net     13.007     11.578       Share of loss of associates     -     1.738       Foreign currency (gains) losses, net     (830)     (2.948)       PROFIT BEFORE TAX     57.021     125.761       Income tax expense     (16.022)     (37.326)       PROFIT FOR THE PERIOD FROM     40.999     88.435       Profit after tax from disposal group     -     -       PROFIT AFTER TAX     40.999     88.435       Earnings	Depreciation and Amortization	119.840	122.103
Transmission system usage71.98777.569Utilities and maintenance16.48319.614Third party fees5.5485.547Emission allowances4.546-Provision for risks(500)4.069Provision for slow-moving materials(500)-Allowance for doubtful balances1.0157.962Actuarial provision347-Financial expenses43.65239.385Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0.180.38		151.667	90.437
Utilities and maintenance16.48319.614Third party fees5.5485.547Emission allowances4.546-Provision for risks(500)4.069Provision for slow-moving materials(500)-Allowance for doubtful balances1.0157.962Actuarial provision347-Financial expenses43.65239.385Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0.180.38	Materials and consumables	23.918	25.851
Third party fees5.5485.547Emission allowances4.546-Provision for risks(500)4.069Provision for slow-moving materials(500)-Allowance for doubtful balances1.0157.962Actuarial provision347-Financial expenses43.65239.385Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Transmission system usage	71.987	77.569
Emission allowances4.546-Provision for risks(500)4.069Provision for slow-moving materials(500)-Allowance for doubtful balances1.0157.962Actuarial provision347-Financial expenses43.65239.385Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Utilities and maintenance	16.483	19.614
Provision for risks(500)4.069Provision for slow-moving materials(500)-Allowance for doubtful balances1.0157.962Actuarial provision347-Financial expenses43.65239.385Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Third party fees	5.548	5.547
Provision for slow-moving materials(500)Allowance for doubtful balances1.015Actuarial provision347Financial expenses43.652Financial income(4.879)Other expenses, net13.007Share of loss of associates-Foreign currency (gains) losses, net(830)PROFIT BEFORE TAX57.021Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.999PROFIT AFTER TAX40.999PROFIT AFTER TAX0.180.180.38	Emission allowances	4.546	-
Allowance for doubtful balances1.0157.962Actuarial provision347-Financial expenses43.65239.385Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Provision for risks	(500)	4.069
Actuarial provision347-Financial expenses43.65239.385Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Provision for slow-moving materials	(500)	-
Financial expenses43.65239.385Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Allowance for doubtful balances	1.015	7.962
Financial income(4.879)(11.131)Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Actuarial provision	347	-
Other expenses, net13.00711.578Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX <b>57.021125.761</b> Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS <b>40.99988.435</b> Profit after tax from disposal groupPROFIT AFTER TAX <b>40.99988.435</b> Earnings per share, basic and diluted0,180,38	Financial expenses	43.652	39.385
Share of loss of associates-1.738Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Financial income	(4.879)	(11.131)
Foreign currency (gains) losses, net(830)(2.948)PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Other expenses, net	13.007	11.578
PROFIT BEFORE TAX57.021125.761Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Share of loss of associates	-	1.738
Income tax expense(16.022)(37.326)PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Foreign currency (gains) losses, net	(830)	(2.948)
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	PROFIT BEFORE TAX	57.021	125.761
CONTINUING OPERATIONS40.99988.435Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	Income tax expense	(16.022)	(37.326)
Profit after tax from disposal groupPROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38			
PROFIT AFTER TAX40.99988.435Earnings per share, basic and diluted0,180,38	CONTINUING OPERATIONS	40.999	88.435
Earnings per share, basic and diluted 0,18 0,38	Profit after tax from disposal group	-	_
	PROFIT AFTER TAX	40.999	88.435
Weighted average number of shares232.000.000232.000.000	Earnings per share, basic and diluted	0,18	0,38
	Weighted average number of shares	232.000.000	232.000.000