

(Published in accordance with Article 135 of Codified Law 2190/1920 on businesses preparing annual financial reports, consolidated or otherwise, in conformity with the IAS)

his data and information based on the financial statements seeks to provide a general overview of the financial status and results of THESSALONIKI WATER SUPPLY & SEWERAGE CO. S.A. Consequently, we

The competent Ministry:
Website:
Line-up of Board of Directors:

Ministry of Economy, Infrastructure, Shipping & Tourism
www.eyath.gr

Ioannis Krestenitis, Chairman of the BoD & CEO, executive member - Ioannis Papaioannou, Vice Chairman, executive member - Styliani Valani, Vice Chairman, executive member - Stefania Tanimanidou, independent non-executive member - Panagiotis Gogos, independent non-executive member - Evdoxos Petridis, non-executive member - Olympia Latsiou, non-executive member - Ioannis Tsionas, non-executive member - Eleftheria Karahaliou, non-executive member - Giorgos Archontopoulos, employee representative, non-executive member - Anastasios Sachinidis, employee representative non-executive member.

Date of approval of periodic financial statements by Board of Directors:
Statutory auditor:
Auditing Company:
Type of audit report:

27 April 2017
Athanasia Arabatzis (Reg. No. 12821), Christos Vargiomezis (Reg. No. 30891)
Grant Thornton S.A. (Companies Register No. 127)
Unqualified opinion

STATEMENT OF FINANCIAL POSITION

(amounts expressed in € '000)

THE GROUP

THE COMPANY

ASSETS

31/12/2016

31/12/2015

31/12/2016

31/12/2015

Property, plant and equipment

80.275

81.418

80.275

81.418

Intangible assets

401

153

401

153

Other non-current assets

5.256

6.400

5.316

6.460

Inventories

1.636

1.045

1.636

1.045

Trade receivables

41.360

41.758

41.338

41.729

Other current assets

63.070

57.258

62.747

57.123

TOTAL ASSETS

191.998

188.032

191.713

187.928

EQUITY AND LIABILITIES

Share capital

40.656

40.656

40.656

40.656

Other reserves of equity

113.499

110.013

113.139

109.778

Total equity attributable to owners of parent company (a)

154.155

150.668

153.795

150.435

Non-controlling interests (b)

0

0

0

0

Total equity (c) = (a) + (b)

154.155

150.668

153.795

150.435

Provisions / Other long-term liabilities

27.554

26.651

27.554

26.651

Trade and other short-term payables

10.288

10.713

10.364

10.843

Total liabilities (d)

37.842

37.364

37.918

37.494

TOTAL EQUITY AND LIABILITIES

191.998

188.032

191.713

187.928

STATEMENT OF COMPREHENSIVE INCOME

(amounts expressed in € '000)

THE GROUP

THE COMPANY

1/1-31/12/2016

1/1-31/12/2015

1/1-31/12/2016

1/1-31/12/2015

Continuing Operations

Continuing Operations

Turnover

73.278

73.048

73.278

73.048

Gross Profit / (losses)

29.496

26.068

30.241

26.902

Earnings / (losses) before taxes, financial and investment results

20.496

19.575

20.298

19.594

Earnings / (losses) before tax

21.769

20.701

21.568

20.754

Less taxes

(9.311)

(7.217)

(9.237)

(7.201)

Earnings / (losses) net of tax (A)

12.457

13.485

12.331

13.553

- Parent company shareholders

12.457

13.485

12.331

13.553

- Non-controlling interests

0

0

0

0

Other total income net of tax (B)

105

111

105

111

Total comprehensive income net of tax (A)+(B)

12.562

13.596

12.436

13.664

- Parent company shareholders

12.562

13.596

12.436

13.664

- Non-controlling interests

0

0

0

0

Basic earnings (losses) per share after taxes (in €)

0,3432

0,3715

0,3397

0,3734

Dividend proposed per share (in euro)

0,1140

0,1250

Earnings / (losses) before taxes, financial and investment results and total depreciation

26.501

25.338

26.302

25.331

ADDITIONAL DATA AND INFORMATION

1. The companies included in the consolidated financial statements for the current period are presented below. Up until 31/12/2016 there has been no change to the consolidated companies and/or the % of participation and their consolidation method.

Company

Country

% holding

Consolidation method

EYATH S.A.

Greece

Parent company

Full consolidation

EYATH SERVICES S.A.

Greece

100%

Full consolidation

2. During 2017, the parent company EYATH S.A. received an interim tax audit report for the audit for fiscal years 2009 and 2010 which is under way. That report was accepted by Company Management in Board of Directors' Decision No. 137/2017 and the final audit report is expected to be issued soon. The subsidiary, EYATH Services S.A., has the following fiscal years which still need to be audited:

Company

Country

% holding

OPEN TAX YEARS

EYATH SERVICES S.A.

Greece

100,00%

2010

An audit is already being carried out for fiscal year 2016 by the auditing firm Grant Thornton which will issue a tax certificate (note 28.4 of the Annual Financial Report).

3. The provisions formed for contingencies are in each case the following:

i) A provision of € 6,488 thousand has been formed for disputes in litigation or arbitration of the Group and the Company, as well as decisions of court or arbitration bodies. Other than the provision, there are no other disputes that may have a significant effect on the Group's financial position or operations (note 28.1 of the Annual Financial Report).

ii) An accumulated provision has been formed for bad debts of € 23,210 thousand (note: 12 of the Annual Financial Report).

iii) An accumulated provision has been formed for open tax years of € 500 thousand (note: 17 of the Annual Financial Report).

iv) An accumulated provision has been formed for impairment of inventories of € 35 thousand (note: 11 of the Annual Financial Report).

v) An accumulated provision has been formed for retirement compensation to staff of € 1,998 thousand (note: 16)

vi) An accumulated provision has been formed for the removal of dehydrated sludge of € 2,200 thousand (note: 17 of the Annual Financial Report).

vii) No other provisions have been formed.

4. There are no real encumbrances on Group and Company properties.

CASH FLOW STATEMENT

Indirect method
(amounts expressed in € '000)

THE GROUP

THE COMPANY

1/1-31/12/2016

1/1-31/12/2015

1/1-31/12/2016

1/1-31/12/2015

Operating activities:

Earnings / (losses) before tax (continuing operations)

21.769

20.701

21.568

20.754

Plus/(Minus) adjustments for:

Depreciation

6.402

6.184

6.401

6.157

Provisions

4.583

2.551

4.583

2.551

Income from participations

-

-

-

(51)

Fixed asset investment subsidies

(397)

(420)

(397)

(420)

Interest and related (income) / expenses

(1.272)

(1.127)

(1.270)

(1.111)

31.084

27.889

30.884

27.880

Plus / minus adjustments for changes in working capital

or related to operating activities:

Decrease / (increase) in inventories

591

(284)

591

(284)

Decrease / (increase) in receivables

3.094

(4.756)

3.080

(4.726)

Decrease/ (increase) in long-term receivables

53

(401)

53

(401)

(Decrease) /increase in liabilities (excl. loans)

(7.632)

55

(7.627)

98

(Less):

Interest charges and related expenses paid

(50)

(50)

(57)

(50)

Tax paid

(8.330)

(7.807)

(8.330)

(7.708)

Total inflow/(outflow) from operating activities (a)

18.809

14.645

18.594

14.810

Investing activities:

Purchase of intangible and tangible assets

(5.511)

(6.961)

(5.511)

(6.959)

Sale of intangible and tangible assets

-

27

-

27

Dividends received

-

-

-

63

Interest received

1.312

1.414

1.312

1.398

Total inflow/(outflow) from investing activities (b)

(4.199)

(5.520)

(4.200)

(5.471)

Financing activities:

Collections from subsidies

-

45

-

45

Dividends paid

(8.869)

(8.519)

(8.869)

(8.519)

Total inflow / (outflow) from financing activities (c)

(8.869)

(8.474)

(8.869)

(8.474)

Net increase/ (decrease) in cash and cash equivalents for the period (a) + (b) + (c)

5.741

652

5.526

865

Cash and cash equivalents at beginning of period

50.956

50.305

50.776

49.911

Cash and cash equivalents at end of period

56.697

50.956

56.302

50.776

STATEMENT OF CHANGES IN EQUITY

(amounts expressed in € '000)

THE GROUP

THE COMPANY

1/1-31/12/2016

1/1-31/12/2015

1/1-31/12/2016

1/1-31/12/2015

Total equity at start of period (1/1/2016 and 1/1/2015 respectively)

150.668

145.785

150.435

145.482

Total comprehensive income net of tax

12.562

13.596

12.436

13.664

Share capital increase / (decrease)

0

0

0

0

Dividends distributed

(9.075)

(8.712)

(9.075)

(8.712)

Own share purchase / (sale)

0

0

0

0

Total equity at end of period (31/12/2016 and 31/12/2015 respectively)

154.155

150.668

153.795

150.435

5. The number of staff employed at the end of the current period was: Group: 221, Company: 221, whereas for the corresponding previous period it was 224 for the Group and the Company.

6. The Group and Company investments in fixed assets for the current period amounted to € 5,511 thousand. For the corresponding previous period they amounted to € 6,961 thousand and € 6,959 thousand for the Group and the Company respectively. (note: 7 & 8 of the Annual Financial Report).

7. Other comprehensive income net of tax during the current period amounted to € 105 thousand, whereas in the previous period it amounted to € 111 thousand and related to actuarial results.

8. The income and expenses amounts, cumulatively from the start of the financial period and the balances of the Group and Company receivables and liabilities at the end of the current period, resulting from transactions with related parties, as such are defined in IAS 24, are as follows:

Group

Company

a) Income

0

0

b) Expenses

0

1.969

c) Receivables

0

120

d) Liabilities

0

275

e) Transactions with and fees for management executives and Board members

783

783

f) Receivables from management executives and Board members

4

4

g) Payables to management executives and Board members

20

20

9. The Group does not hold own shares.

10. No event has occurred which significantly affects the financial structure or business course of the Company and the Group from 31/12/2016 to the date of approval of the financial statements by the Company's Board of Directors.

11. The annual Financial Statements were prepared based on the accounting policies used to prepare the Financial Statements for the year ended on 31/12/2015, other than the changes to the Standards and Interpretations which apply since 1/1/2016, which are explained in note 2 to the Financial Statements.

12. No sector of operations or company in the Group has discontinued its operations.

Thessaloniki, 27 April 2017

THE VICE CHAIRMAN OF THE BOARD

THE CFO

Ioannis Krestenitis
ID Card No. AB 680550

Ioannis Papaioannou
ID Card No. AE 183479

Dimitrios Alexandris
No. Econ. Chamber of Greece Licence No. 0105601 (1st Class)
ID Card No. AZ 683204