



INTRACOM HOLDINGS S.A.

Interim condensed financial statements

in accordance with International Accounting Standard 34

for the period 1 January to 31 March 2012

These financial statements have been translated from the original statutory financial statements that have been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language financial statements, the Greek language financial statements will prevail over this document.

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Balance sheet

	Note	Group		Company	
		31/03/2012	31/12/2011	31/03/2012	31/12/2011
ASSETS					
Non-current assets					
Property, plant and equipment	6	337.303	345.038	21.980	22.211
Goodwill		68.395	68.393	-	-
Intangible assets	6	42.266	44.890	2	3
Investment property	6	54.539	54.773	66.720	66.952
Investments in subsidiaries	7	-	-	263.118	263.118
Investments in associates		103.812	103.871	102.900	102.900
Available - for - sale financial assets	8	10.660	10.838	9.627	9.621
Deferred income tax assets		12.201	8.569	-	-
Long-term loans		10.140	10.026	10.140	10.026
Trade and other receivables		12.869	6.510	39	39
		652.184	652.908	474.526	474.870
Current assets					
Inventories		36.435	36.819	-	-
Trade and other receivables		271.599	268.446	11.080	11.377
Construction contracts		24.404	18.313	-	-
Financial assets at fair value through profit or loss		115	105	-	-
Current income tax assets		7.460	11.326	-	-
Cash and cash equivalents		28.593	42.852	2.787	5.504
		368.606	377.861	13.867	16.881
Total assets		1.020.790	1.030.769	488.393	491.752
EQUITY					
Capital and reserves attributable to the Company's equity holders					
Share capital	9	187.567	187.567	187.567	187.567
Share premium	9	194.204	194.204	194.204	194.204
Other reserves		186.901	186.732	147.730	147.725
Retained Earnings		(216.583)	(215.157)	(90.659)	(89.447)
		352.089	353.345	438.842	440.048
Non-controlling interest		42.991	43.954	-	-
Total equity		395.080	397.299	438.842	440.048
LIABILITIES					
Non-current liabilities					
Borrowings	10	156.151	156.512	12.715	12.917
Deferred income tax liabilities		2.613	2.728	996	1.005
Retirement benefit obligations		6.609	6.416	262	262
Grants		21.429	21.210	-	-
Derivative financial instruments		1.741	1.668	-	-
Provisions		1.430	1.429	-	-
Trade and other payables		12.559	12.970	-	-
		202.532	202.933	13.973	14.185
Current liabilities					
Trade and other payables		243.367	236.684	7.518	9.468
Current income tax liabilities		1.004	5.667	-	-
Construction contracts		3.855	2.426	-	-
Borrowings	10	165.993	174.216	27.892	27.883
Grants		2.851	3.870	-	-
Provisions		6.108	7.673	168	168
		423.178	430.537	35.578	37.518
Total liabilities		625.710	633.470	49.551	51.703
Total equity and liabilities		1.020.790	1.030.769	488.393	491.752

The notes on pages 8 to 23 are an integral part of these financial statements

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(All amounts in € 000s)

Statement of comprehensive income

	Note	Group		Company	
		1/1 - 31/03/2012	1/1 - 31/03/2011	1/1 - 31/03/2012	1/1 - 31/03/2011
Sales	5	130.125	132.481	493	532
Cost of goods sold		(107.899)	(114.976)	(410)	(438)
Gross profit		22.227	17.505	83	94
Other operating income		2.857	2.288	762	435
Other gains / (losses) - net		(282)	(410)	-	-
Selling and research costs		(9.853)	(10.264)	0	(32)
Administrative expenses		(13.250)	(14.004)	(1.488)	(1.956)
Operating profit / (loss)		1.699	(4.884)	(643)	(1.459)
Finance expenses	11	(8.305)	(6.001)	(703)	(354)
Finance income	11	1.146	255	125	116
Finance income / (expenses) - net		(7.159)	(5.745)	(578)	(237)
Share of losses of associates	5	(135)	(3.443)	-	-
Loss before income tax		(5.595)	(14.073)	(1.221)	(1.696)
Tax income / (expense)	12	3.131	(583)	9	1
Net loss for the period		(2.464)	(14.655)	(1.212)	(1.695)
Other comprehensive income :					
Fair value gains / (losses) on available for sale financial assets , net of tax	8	(178)	286	6	1
Currency translation differences, net of tax		352	325	-	-
Cash flow hedges		70	505	-	-
Other comprehensive income for the period, net of tax		244	1.116	6	1
Total comprehensive income for the period		(2.219)	(13.539)	(1.206)	(1.694)
Losses attributable to:					
Equity holders of the Company		(1.413)	(12.493)	(1.212)	(1.695)
Non-controlling interest		(1.051)	(2.162)	-	-
		(2.464)	(14.655)	(1.212)	(1.695)
Total comprehensive income attributable to:					
Equity holders of the Company		(1.256)	(11.677)	(1.206)	(1.694)
Non-controlling interest		(964)	(1.862)	-	-
		(2.219)	(13.539)	(1.206)	(1.694)
Earnings per share for loss attributable to the equity holders of the Company during the period (expressed in € per share)					
Basic	13	(0,01)	(0,09)	(0,01)	(0,01)
Diluted	13	(0,01)	(0,09)	(0,01)	(0,01)

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Statement of changes in equity - Group

	Attributable to equity holders of the company			Non controlling interest	Total Equity	
	Share capital	Other reserves	Retained earnings			Total
Balance at 1 January 2011	381.771	186.351	(155.942)	412.180	40.637	452.817
Loss for the period	-	-	(12.493)	(12.493)	(2.162)	(14.655)
Fair value gains on available for sale financial assets	-	178	-	178	108	286
Currency translation differences	-	369	-	369	(44)	325
Cash flow hedging	-	270	-	270	235	505
Total comprehensive income for the period	-	817	(12.493)	(11.677)	(1.862)	(13.539)
Disposal of subsidiaries	-	(10)	10	-	(225)	(225)
Transfer	-	-	(21)	(21)	21	-
	-	(10)	(11)	(21)	(204)	(225)
Balance at 31 March 2011	381.771	187.158	(168.446)	400.483	38.571	439.054
Balance at 1 January 2012	381.771	186.732	(215.157)	353.345	43.954	397.299
Loss for the period	-	-	(1.413)	(1.413)	(1.051)	(2.464)
Fair value losses on available for sale financial assets	-	(108)	-	(108)	(70)	(178)
Currency translation differences	-	224	-	224	128	352
Cash flow hedging	-	40	-	40	30	70
Total comprehensive income for the period	-	157	(1.413)	(1.256)	(964)	(2.219)
Transfer	-	13	(13)	-	-	-
	-	13	(13)	-	-	-
Balance at 31 March 2012	381.771	186.901	(216.583)	352.089	42.991	395.080

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Statement of changes in equity - Company

	Share capital	Other reserves	Retained earnings	Total Equity
Balance at 1 January 2011	381.771	147.725	(70.174)	459.322
Loss for the period	-	-	(1.695)	(1.695)
Fair value gains on available for sale financial assets	-	1	-	1
Total comprehensive income for the period	-	1	(1.695)	(1.694)
Balance at 31 March 2011	381.771	147.726	(71.869)	457.628
Balance at 1 January 2012	381.771	147.725	(89.447)	440.048
Loss for the period	-	-	(1.212)	(1.212)
Fair value gains on available for sale financial assets	-	6	-	6
Total comprehensive income for the period	-	6	(1.212)	(1.206)
Balance at 31 March 2012	381.771	147.730	(90.659)	438.842

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Cash flow statement

	Note	Group		Company	
		1/1 - 31/03/2012	1/1 - 31/03/2011	1/1 - 31/03/2012	1/1 - 31/03/2011
Cash flows from operating activities					
Cash generated from operations	14	12.102	16.495	(1.812)	410
Interest paid		(7.609)	(7.597)	(703)	(354)
Income tax (paid) / received		(1.263)	248	(13)	-
Net cash generated from / (used in) operating activities		3.229	9.146	(2.527)	57
Cash flows from investing activities					
Purchase of property, plant and equipment (PPE)		(5.468)	(16.352)	-	(37)
Purchase of investment property		-	(2)	-	(2)
Purchase of intangible assets		(4.475)	(5.465)	-	-
Proceeds from sale of PPE		39	171	-	-
Proceeds from sale of intangible assets		1	-	-	-
Acquisition of available-for-sale financial assets		-	(86)	-	(86)
Disposal of subsidiaries / Share capital decrease		-	151	-	-
Share capital increase of associate		(24)	-	-	-
Interest received		1.024	149	3	10
Loans granted		-	(645)	-	(645)
Net cash from investing activities		(8.903)	(22.079)	3	(760)
Cash flows from financing activities					
Proceeds from borrowings		7.854	5.566	-	-
Repayments of borrowings		(15.669)	(2.512)	-	-
Grants received		-	5.721	-	-
Repayments of finance leases		(770)	(737)	(193)	(175)
Net cash from financing activities		(8.585)	8.038	(193)	(175)
Net decrease in cash and cash equivalents		(14.259)	(4.895)	(2.717)	(879)
Cash and cash equivalents at beginning of period		42.852	34.994	5.504	4.048
Cash and cash equivalents at end of period		28.593	30.099	2.787	3.169

The notes on pages 8 to 23 are an integral part of these financial statements.

Notes to the financial statements in accordance with International Financial Reporting Standards

1. General Information

INTRACOM Holdings S.A., with the distinctive title “INTRACOM HOLDINGS” was incorporated in Greece and its shares are traded in the Athens Stock Exchange.

Intracom Group operates, through the subsidiaries and associates, in developing products, providing services and undertaking complex, integrated and advanced technology projects in the telecommunications, defence, public administration, and banking & finance industries and has also activities in the construction sector and the telecommunications sector. The parent company operates as a holding company.

The Group operates in Greece, Luxemburg, U.S.A, Bulgaria, Romania, as well as in other foreign countries.

The Company’s registered office is at 19 km Markopoulou Ave., Peania Attikis, Greece. Its website address is www.intracom.com.

These interim condensed financial statements of the Group and the Company have been approved for issue by the Board of Directors on 30 May 2012.

2. Basis of preparation and accounting policies

These interim condensed financial statements consist of the stand alone financial statements of Intracom Holdings S.A. (the “Company”) and the consolidated financial statements of the Company and its subsidiaries (the “Group”) for the period 1/1 – 31/3/2012. They have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

These interim condensed financial statements must be examined together with the annual financial statements for the year 2011, as published on the Group’s website www.intracom.com.

The accounting policies used for the preparation and the presentation of the interim condensed financial statements are consistent with those applied for the preparation and presentation of the annual financial statements of the Company and the Group for the financial year ended 31 December 2011. These interim condensed financial statements have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets, financial assets at fair value through profit or loss and derivative financial instruments, which are carried at fair value.

Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current financial year and subsequent years. The Group’s evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

Standards and Interpretations effective for the current financial year

IFRS 7 (Amendment) “Financial Instruments: Disclosures” – transfers of financial assets (effective for annual periods beginning on or after 1 July 2011)

This amendment sets out disclosure requirements for transferred financial assets not derecognised in their entirety as well as on transferred financial assets derecognised in their entirety but in which the reporting entity has continuing involvement. It also provides guidance on applying the disclosure requirements. The amendment will be applied in the annual financial statements.

IAS 12 (Amendment) “Income Taxes” (effective for annual periods beginning on or after 1 January 2012)

The amendment to IAS 12 provides a practical approach for measuring deferred tax liabilities and deferred tax assets when investment property is measured using the fair value model in IAS 40 “Investment Property”. This amendment has not yet been endorsed by the EU, and therefore has not been applied by the Group.

Standards and Interpretations effective from periods beginning on or after 1 January 2013

IFRS 9 “Financial Instruments” (effective for annual periods beginning on or after 1 January 2015)

IFRS 9 is the first Phase of the Board’s project to replace IAS 39 and deals with the classification and measurement of financial assets and financial liabilities. The IASB intends to expand IFRS 9 in subsequent phases in order to add new requirements for impairment and hedge accounting. The Group is currently investigating the impact of IFRS 9 on its financial statements. The Group cannot currently early adopt IFRS 9 as it has not been endorsed by the EU. Only once approved will the Group decide if IFRS 9 will be adopted prior to 1 January 2015.

IFRS 13 “Fair Value Measurement” (Effective for annual periods beginning on or after 1 January 2013)

IFRS 13 provides new guidance on fair value measurement and disclosure requirements. These requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRSs. IFRS 13 provides a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRSs. Disclosure requirements are enhanced and apply to all assets and liabilities measured at fair value, not just financial ones. This standard has not yet been endorsed by the EU.

IFRIC 20 “Stripping costs in the production phase of a surface mine” (Effective for annual periods beginning on or after 1 January 2013)

This interpretation sets out the accounting for overburden waste removal (stripping) costs in the production phase of a mine. The interpretation may require mining entities to write off existing stripping assets to opening retained earnings if the assets cannot be attributed to an identifiable component of an ore body. IFRIC 20 applies only to stripping costs that are incurred in surface mining activity during the production phase of the mine, while it does not address underground mining activity or oil and natural gas activity. This interpretation has not yet been endorsed by the EU.

IAS 1 (Amendment) “Presentation of Financial Statements” (effective for annual periods beginning on or after 1 July 2012)

The amendment requires entities to separate items presented in other comprehensive income into two groups, based on whether or not they may be recycled to profit or loss in the future. This amendment has not yet been endorsed by the EU.

IAS 19 (Amendment) “Employee Benefits” (effective for annual periods beginning on or after 1 January 2013)

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. This amendment has not yet been endorsed by the EU.

IFRS 7 (Amendment) “Financial Instruments: Disclosures” (effective for annual periods beginning on or after 1 January 2013)

The IASB has published this amendment to include information that will enable users of an entity's financial statements to evaluate the effect or potential effect of netting arrangements, including rights of set-off associated with the entity's recognised financial assets and recognised financial liabilities, on the entity's financial position. This amendment has not yet been endorsed by the EU.

IAS 32 (Amendment) "Financial Instruments: Presentation" (effective for annual periods beginning on or after 1 January 2014)

This amendment to the application guidance in IAS 32 clarifies some of the requirements for offsetting financial assets and financial liabilities on the statement of financial position. This amendment has not yet been endorsed by the EU.

Group of standards on consolidation and joint arrangements (effective for annual periods beginning on or after 1 January 2013)

The IASB has published five new standards on consolidation and joint arrangements: IFRS 10, IFRS 11, IFRS 12, IAS 27 (amendment) and IAS 28 (amendment). These standards are effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted only if the entire "package" of five standards is adopted at the same time. These standards have not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new standards on its consolidated financial statements. The main provisions are as follows:

IFRS 10 "Consolidated Financial Statements"

IFRS 10 replaces all of the guidance on control and consolidation in IAS 27 and SIC 12. The new standard changes the definition of control for the purpose of determining which entities should be consolidated. This definition is supported by extensive application guidance that addresses the different ways in which a reporting entity (investor) might control another entity (investee). The revised definition of control focuses on the need to have both power (the current ability to direct the activities that significantly influence returns) and variable returns (can be positive, negative or both) before control is present. The new standard also includes guidance on participating and protective rights, as well as on agency/ principal relationships.

IFRS 11 "Joint Arrangements"

IFRS 11 provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. The types of joint arrangements are reduced to two: joint operations and joint ventures. Proportional consolidation of joint ventures is no longer allowed. Equity accounting is mandatory for participants in joint ventures. Entities that participate in joint operations will follow accounting much like that for joint assets or joint operations today. The standard also provides guidance for parties that participate in joint arrangements but do not have joint control.

IFRS 12 "Disclosure of Interests in Other Entities"

IFRS 12 requires entities to disclose information, including significant judgments and assumptions, which enable users of financial statements to evaluate the nature, risks and financial effects associated with the entity's interests in subsidiaries, associates, joint arrangements and unconsolidated structured entities. An entity can provide any or all of the above disclosures without having to apply IFRS 12 in its entirety, or IFRS 10 or 11, or the amended IAS 27 or 28.

IAS 27 (Amendment) "Separate Financial Statements"

This Standard is issued concurrently with IFRS 10 and together, the two IFRSs supersede IAS 27 "*Consolidated and Separate Financial Statements*". The amended IAS 27 prescribes the accounting and disclosure requirements for investment in subsidiaries, joint ventures and associates when an entity prepares separate

financial statements. At the same time, the Board relocated to IAS 27 requirements from IAS 28 “*Investments in Associates*” and IAS 31 “*Interests in Joint Ventures*” regarding separate financial statements.

IAS 28 (Amendment) “Investments in Associates and Joint Ventures”

IAS 28 “*Investments in Associates and Joint Ventures*” replaces IAS 28 “*Investments in Associates*”. The objective of this Standard is to prescribe the accounting for investments in associates and to set out the requirements for the application of the equity method when accounting for investments in associates and joint ventures, following the issue of IFRS 11.

Roundings

Differences between amounts presented in the financial statements and corresponding amounts in the notes result from roundings

3. Financial risk management

There have been not any material changes in the financial risk management of the Group or any material changes in fair value measurement since 31 December 2011.

4. Critical accounting estimates and judgments

Estimates and judgements 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. Actual results may differ from these estimates.

In preparing these interim condensed financial statements, the accounting estimates and judgments made by management were consistent to those applied to the annual financial statements of the Company and the Group for the year ended 31 December 2011.

5. Segment information

At 31 March 2012, the Group is organised into five main segments:

- (1) Telecommunications systems
- (2) Technology solutions for government and banking sector
- (3) Defence systems
- (4) Construction
- (5) Telecommunication services

The segment information for the period 1/1 – 31/3/2012 is as follows:

	Telecommunications systems	Technology solutions for government and banking sector	Defence systems	Construction	Telecommunication services	Other	Total
Total sales	905	34.560	12.524	23.467	59.886	886	132.228
Inter-segment sales	-	(153)	-	(1.167)	(53)	(730)	(2.103)
Sales from external customers	905	34.407	12.524	22.300	59.833	156	130.125
Earnings before interest, tax, depreciation and amortisation (EBITDA)	105	2.151	89	1.864	16.653	(260)	20.601

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The segment information for the period 1/1 – 31/3/2011 is as follows:

	Telecommunications systems	Technology solutions for government and banking sector	Defence systems	Construction	Telecommunication services	Other	Total
Total sales	1.241	31.678	13.707	33.231	54.576	556	134.989
Inter-segment sales	(12)	(982)	(13)	(988)	(75)	(438)	(2.508)
Sales from external customers	1.229	30.696	13.694	32.242	54.502	118	132.481
Earnings before interest, tax, depreciation and amortisation (EBITDA)	(72)	(1.384)	(680)	2.597	15.037	(1.013)	14.486

The activities of the parent company Intracom Holdings SA are included under the column “Other”.

The reconciliation of earnings before interest, tax, depreciation and amortization (EBITDA) to losses before tax is as follows:

	1/1 - 31/03/2012	1/1 - 31/03/2011
Earnings before interest, tax, depreciation and amortisation (EBITDA)	20.601	14.486
Depreciation	(18.902)	(19.370)
Finance cost - net	(7.159)	(5.745)
Loss from associates	(135)	(3.443)
Loss before income tax	(5.595)	(14.073)

Inter-segment transfers or transactions are entered into under the normal commercial terms and conditions that would also be available to unrelated third parties.

Loss from associates mainly includes the results of Intracom Telecom Solutions S.A. (1/1 – 31/3/2012: loss €154 and 1/1 – 31/3/2011: loss €3.426).

6. Capital expenditure

Group

	Fixed Assets	Intangible Assets	Investment Properties	Total
Net book amount at 1 January 2011	362.394	56.604	68.368	487.367
Additions	4.381	5.461	2	9.844
Disposals / Write-offs	(406)	-	-	(406)
Depreciation charge	(11.280)	(7.926)	(164)	(19.370)
Other movement	(33)	(3)	(13)	(50)
Net book amount at 31 March 2011	355.056	54.135	68.193	477.385

	Fixed Assets	Intangible Assets	Investment Properties	Total
Net book amount at 1 January 2012	345.038	44.890	54.773	444.701
Additions	3.909	4.475	-	8.384
Disposals	(29)	(1)	-	(30)
Depreciation charge	(11.698)	(7.091)	(114)	(18.903)
Other movement	82	(7)	(121)	(45)
Net book amount at 31 March 2012	337.303	42.266	54.539	434.108

Company

	Fixed Assets	Intangible Assets	Investment Properties	Total
Net book amount at 1 January 2011	25.425	7	65.768	91.200
Additions	37	-	2	40
Disposals / Write-offs	(226)	-	-	(226)
Depreciation charge	(239)	(1)	(224)	(465)
Net book amount at 31 March 2011	24.998	6	65.546	90.550

	Fixed Assets	Intangible Assets	Investment Properties	Total
Net book amount at 1 January 2012	22.211	3	66.952	89.166
Depreciation charge	(231)	(1)	(232)	(463)
Net book amount at 31 March 2012	21.980	2	66.720	88.703

7. Investments in subsidiaries

Period 1/1 – 31/3/2012

The trans-border merger through absorption of the 100% subsidiary of the Group Intracom IT Services by its 99,99% subsidiary Intrasoft International S.A. based in Luxembourg was completed on 2 January 2012. As a result, the Company's direct shareholding in the absorbing company is 99,99%. The merger had no effect to the Group.

8. Available-for-sale financial assets

	Group		Company	
	31/03/2012	31/12/2011	31/03/2012	31/12/2011
Balance at the beginning of the period	10.838	11.191	9.621	9.470
Additions	-	152	-	152
Fair value gains / (losses)	(178)	(218)	6	(1)
Impairment	-	(287)	-	-
Balance at the end of the period	10.660	10.838	9.627	9.621

9. Share capital

	Number of shares	Share capital	Share premium	Total
Balance at 1 January 2011	<u>133.025.996</u>	<u>187.567</u>	<u>194.204</u>	<u>381.771</u>
Balance at 31 December 2011	<u>133.025.996</u>	<u>187.567</u>	<u>194.204</u>	<u>381.771</u>
Balance at 1 January 2012	<u>133.025.996</u>	<u>187.567</u>	<u>194.204</u>	<u>381.771</u>
Balance at 31 March 2012	<u>133.025.996</u>	<u>187.567</u>	<u>194.204</u>	<u>381.771</u>

On 31 December 2011 and on 31 March 2012 the Company's share capital amounts to €187.567 divided into 133.025.996 shares with a nominal value of €1,41 each.

10. Borrowings

	Group		Company	
	31/03/2012	31/12/2011	31/03/2012	31/12/2011
Bank loans	151.969	154.855	20.196	20.196
Finance lease liabilities	13.085	13.855	10.411	10.604
Bond loans	147.090	152.018	-	-
Other loans	10.000	10.000	10.000	10.000
Total borrowings	322.144	330.728	40.607	40.800
Long-term borrowings	156.151	156.512	12.715	12.917
Short-term borrowings	165.993	174.216	27.892	27.883
	322.144	330.728	40.607	40.800

11. Finance income / (expenses) - net

	Group		Company	
	1/1 - 31/03/2012	1/1 - 31/03/2011	1/1 - 31/03/2012	1/1 - 31/03/2011
Finance expenses				
- Bank borrowings	(2.942)	(2.466)	(551)	(203)
- Bond loans	(2.722)	(1.847)	-	-
- Finance leases	(196)	(243)	(139)	(151)
- Letters of credit and related costs	(714)	(662)	-	-
- Other expenses	(1.322)	(866)	-	-
- Net foreign exchange gains / (losses)	(264)	85	(14)	-
Total	(8.162)	(6.001)	(703)	(354)
Swaps: cash flow hedge transfer from equity	(144)	-	-	-
Total finance expense	(8.305)	(6.001)	(703)	(354)
Finance Income				
- Interest income	1.011	142	3	10
- Interest income from loans	122	106	122	106
- Other	13	7	-	-
Total finance income	1.146	255	125	116
Finance income / (expense) - net	(7.159)	(5.745)	(577)	(237)

12. Income tax

	Group		Company	
	1/1 - 31/03/2012	1/1 - 31/03/2011	1/1 - 31/03/2012	1/1 - 31/03/2011
Current tax	561	485	-	-
Deferred tax	(3.692)	98	(9)	(1)
Total	(3.131)	583	(9)	(1)

As at 31/3/2012 the Group has recognised deferred tax assets of €12.201 (31/12/11: €8.569). The Group expects that within the next years, future taxable profits will be available against which the temporary differences that give rise to the deferred tax asset can be utilised.

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The parent and the Greek companies in the Group have been under the tax audit of the statutory auditors, pursuant to the provisions of article 82 paragraph 5 of Law 2238/1994. The audit is still in progress and the tax compliance report is expected to be issued not later than the 10th day of the 7th month after the end of the financial year. The Group's Management does not expect that significant additional tax liabilities will arise, in excess of these provided for and disclosed in the financial statements.

The financial years for which the Company and its subsidiaries have not been audited and, therefore, the tax liabilities for these open years have not been finalized, are presented in note 19.

13. Earnings / (losses) per share

Basic / diluted earnings / (losses) per share

	Group		Company	
	1/1 - 31/03/2012	1/1 - 31/03/2011	1/1 - 31/03/2012	1/1 - 31/03/2011
Loss attributable to equity holders of the Company	(1.413)	(12.493)	(1.212)	(1.695)
Weighted average number of ordinary shares in issue (thousands)	133.026	133.026	133.026	133.026
Basic/Diluted earnings per share (€ per share)	(0,01)	(0,09)	(0,01)	(0,01)

14. Cash generated from operations

	Group		Company	
	1/1 - 31/03/2012	1/1 - 31/03/2011	1/1 - 31/03/2012	1/1 - 31/03/2011
Loss for the year	(2.464)	(14.655)	(1.212)	(1.695)
Adjustments for:				
Tax	(3.131)	583	(9)	(1)
Depreciation of PPE	11.698	11.280	231	239
Amortisation of intangible assets	7.091	7.926	1	1
Depreciation of investment property	114	164	232	224
Loss / (Profit) on sale of PPE	(11)	231	-	226
Fair value gains of investments at fair value through profit or loss	(11)	(23)	-	-
Fair value losses of derivatives through profit or loss	144	-	-	-
Loss on disposal of subsidiary	-	20	-	-
Interest income	(1.146)	(255)	(125)	(116)
Interest expense	8.305	6.001	703	354
Depreciation of grants received	(799)	(1.340)	-	-
Share of profit from associates	131	3.441	-	-
Exchange losses / (gains)	(351)	(406)	-	-
	19.570	12.965	(180)	(769)
Changes in working capital				
Decrease in inventories	384	7.064	-	-
(Increase)/ decrease in trade and other receivables	(15.632)	(2.101)	318	929
Increase/ (decrease) in trade and other payables	9.152	(1.707)	(1.950)	272
Increase/ (decrease) in provision	(1.564)	513	-	-
Increase/ (decrease) in retirement benefit obligations	193	(239)	-	(22)
	(7.468)	3.530	(1.632)	1.179
Cash generated from operations	12.102	16.495	(1.812)	410

15. Capital commitments

As at the balance sheet date there were capital commitments for property, plant and equipment of €3.450 for the Group (2010: €4.350).

16. Contingencies / Outstanding legal cases

The Group and the Company have contingent liabilities in respect of banks, other guarantees and other matters arising in the ordinary course of business as follows:

	Group		Company	
	31/03/2012	31/12/2011	31/03/2012	31/12/2011
Guarantees for advance payments	28.801	29.081	25.360	25.380
Guarantees for good performance	140.378	145.668	136.584	134.359
Guarantees for participation in contests	18.246	22.214	16.150	20.224
Other	30.664	22.776	5.878	6.003
	218.089	219.740	183.971	185.965

The Company has given guarantees to banks for subsidiaries' loans amounting to €320.032.

In addition, the Company has guaranteed the contractual liabilities of an associate company.

Outstanding legal cases

There is an outstanding legal case against a subsidiary company from the Ministry of Merchant Marine (MMM) concerning violations during the execution of a project completed and delivered to the MMM in a prior period. The penalties and rebates that were initially claimed have been reduced to €9 mil., following relevant appeals of the Company and ministerial decisions. Subsequently, according to a decision by the administrative court of appeal of Piraeus, the above mentioned penalties and rebates were cancelled. According to the Company's legal advisers the appeal exercised by the Greek State against the previous decision by the administrative court of appeal of Piraeus will not succeed and hence there will be no surcharge on the Company.

On 4 March 2008 specific major shareholders of Teledome S.A. took legal action against Intracom Holdings, Hellas Online and members of the Management, requesting among others, to abolish the earlier decision of key management personnel (Board of Directors and General Meeting) of the Group for the annulment of the merger of Hellas online, Unibrain and Teledome. Through this lawsuit, an amount of approximately €141 mil. is claimed from the parent company and the subsidiary, for the loss and the moral damage that the plaintiffs allege to have suffer. The Group's management and its lawyers assess that the possibility of any material liabilities arising for the Group in relation to this case is very low.

The Hellas Online Group is in dispute, which is under examination by EETT (Hellenic Telecommunications and Post Commission), with OTE SA regarding certain charges of the latter which are claimed to be unlawful. In relation to this case, the company disputed charges of €2.825 as at 31 March 2012, for which a provision of an equal amount has been recorded.

It is not anticipated that any material liabilities will arise from the contingent liabilities.

17. Related party transactions

The following transactions are carried out with related parties:

	Group		Company	
	1/1 - 31/03/2012	1/1 - 31/03/2011	1/1 - 31/03/2012	1/1 - 31/03/2011
Sales of goods / services:				
To subsidiaries	-	-	432	438
To associates	274	441	16	26
To other related parties	465	471	-	1
	739	912	448	465
Purchases of goods / services:				
From subsidiaries	-	-	75	127
From associates	2.918	2.347	-	-
From other related parties	18	47	-	-
	2.936	2.394	75	127
Rental income:				
From subsidiaries	-	-	615	433
From associates	21	113	-	1
From other related parties	69	67	33	33
	90	181	648	467
Purchases of fixed assets:				
From subsidiaries	-	-	-	40
From associates	2.122	1.750	-	-
	2.122	1.750	-	40

Services from and to related parties, as well as sales and purchases of goods, take place on the basis of the price lists in force with non-related parties. Other related parties are mainly associates and companies in which the major shareholder of the Company holds an interest share.

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Period-end balances arising from transactions with related parties are as follows:

	Group		Company	
	31/03/2012	31/12/2011	31/03/2012	31/12/2011
Receivables from related parties				
From subsidiaries	-	-	4.015	3.608
From associates	9.799	10.775	2.636	2.670
From other related parties	4.091	3.823	1.187	1.154
	13.890	14.598	7.838	7.432
Payables to related parties				
To subsidiaries	-	-	1.169	1.189
To associates	58.358	57.263	2.688	4.757
To other related parties	861	917	157	157
	59.219	58.180	4.014	6.103

Key Management compensations

During the period 1/1-31/3/2012, a total of €227 and €351 was paid by the Company and the Group respectively as Directors' remunerations, key Management and other related party compensations (1/1 – 31/3/2011: €355 and €401 respectively). As at 31 March 2012 and 31 December 2011 there were not any receivables or payables from / to Directors with regards to the Company. The Group has outstanding receivables from Directors amounting to €233 as at 31 March 2012 (2011: €233).

18. Post balance sheet events

No significant events occurred after the balance sheet date.

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19. Subsidiaries

The companies and joint ventures included in the consolidated financial statements and the related direct percentage interests held as at 31 March 2012 are as follows.

Name	Country of incorporation	Direct % interest held	Consolidation Method	Unaudited Tax Years
* Intracom S.A Defence Electronic Systems	Greece	100,00%	Full	2010
* HELLAS ON LINE	Greece	53,28% (see note 1)	Full	2010
* Intracom Holdings International Ltd	Cyprus	100,00%	Full	From establishment - 2011
- Intracom Technologies Ltd	Cyprus	100,00%	Full	From establishment - 2011
- Intracom Operations Ltd	Cyprus	100,00%	Full	From establishment - 2011
- Intracom Group USA	USA	100,00%	Full	From establishment - 2011
- Duckelco Holdings Ltd	Cyprus	100,00%	Full	From establishment - 2011
- Ingrelenco Trading Co. Ltd	Cyprus	100,00%	Full	From establishment - 2011
* Intrasoft International S.A.	Luxemburg	100,00%	Full	2008-2011
- Intrasoft SA	Greece	99,00%	Full	2008-2010
- Intrasoft International Belgium	Belgium	100,00%	Full	2004-2011
- Intrasoft International Bulgaria**	Bulgaria	100,00%	Full	-
- Global Net Solutions Ltd	Bulgaria	100,00%	Full	From establishment - 2011
- Data Bank SA	Greece	90,00%	Full	2010
- Intracom IT Services Middle East & Africa	Jordan	80,00%	Full	2010-2011
- Intracom IT Services Denmark AS	Denmark	100,00%	Full	2008 - 2011
- Intracom Exports Ltd	Cyprus	100,00%	Full	From establishment - 2011
- Intracom Cyprus Ltd	Cyprus	100,00%	Full	From establishment - 2011

Note 1: The total shareholding in Hellas on Line is 57,24% through the participation of subsidiary companies of the Group.

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Name	Country of incorporation	Direct % interest held	Consolidation Method	Unaudited Tax Years
* Intrakat SA	Greece	61,76%	Full	2010
- Inmaint SA	Greece	62,00%	Full	2010
- Intracom Construct SA	Romania	96,54%	Full	2009-2011
-Oikos Properties SRL.	Romania	100,00%	Full	2007-2011
-Rominplot SRL	Romania	99,99%	Full	2010-2011
- Eurokat SA	Greece	54,38%	Full	2010
-J./V. AKTOR ATE - LOBBE TZILALIS - EUROKAT ATE (Ily Administration K.E.L.)	Greece	18,00%	Proportional	2010
-J./V. Eurokat ATE - Proteas (Sewage network of Paiania municipality)	Greece	27,19%	Proportional	From establishment - 2011
- Intrakat International Ltd	Cyprus	100,00%	Full	2008-2011
-SC Plurin Telecommunications SRL	Romania	99,00%	Full	2008-2011
-Alpha Mogilany Development SP Z.O.O	Poland	25,00%	Equity	2008-2011
-Ambtila Enterprises Limited	Cyprus	100,00%	Full	2007-2011
-A. Katselis Energiaki SA	Greece	50,00%	Proportional	2009-2010
- Intradevelopment SA	Greece	100,00%	Full	2010
- Fracasso Hellas AE Design & construction of road safety systems	Greece	55,00%	Full	2010
-Prisma - Domi ATE	Greece	50,00%	Full	2010
-Mobile Composting A.E.**	Greece	12,00%	Equity	-
-J/V Athinaiki Techniki s.a.- "J/V Archirodon Hellas ATE - Prisma Domi ATE" (General Department East Macedonia & Thraki)	Greece	40,00%	Proportional	2010
-J/V VIOTER s.a. - Prisma Domi ATE constructor (Sewages process facilities & subpipe of Ag.Theodorous municipality)	Greece	10,00%	Proportional	2010
-J/V/ NOEL s.a. - Prisma Domi ATE - (Wind park in "Driopi")	Greece	17,50%	Proportional	2010
-J/V Prisma - Domi ATE - Mesogeios ES SA - (operation & mainten. of biolog.wastewater treatment In Oinofita-Schimatari)	Greece	25,00%	Proportional	2010
-Intrapower SA Company of Energy Works	Greece	75,00%	Full	2010
-Intra - Phos S.A. Alternative energy	Greece	42,00%	Full	2010
-ICC ATE	Greece	50,00%	Equity	2010
J./V. Mohlos - Intrakat (Tennis)	Greece	50,00%	Equity	2010
J./V. Mohlos - Intrakat (Swimm.)	Greece	50,00%	Equity	2010
J./V. Panthessalikon Stadium	Greece	15,00%	Equity	2008-2010
J./V. Elter-Intrakat (EPA Gas)	Greece	45,00%	Equity	2010
J./V. Intrakat - Gatzoulas	Greece	50,00%	Equity	2004-2010
J./V. Elter-Intrakat-Energy	Greece	40,00%	Equity	2005-2010
J./V. "Ath.Techniki-Prisma Domi"-Intrakat	Greece	57,50%	Equity	2005-2010
J./V. Intrakat-Ergaz-ALGAS	Greece	33,33%	Equity	2007-2010
J./V. Intrakat - Elter (Maintenance N.Section)	Greece	50,00%	Proportional	2006-2010
J./V. Intrakat - ATTIKAT (Egnatia Odos)	Greece	50,00%	Proportional	2010
J./V. Intrakat - Elter (Alex/polis pipeline)	Greece	50,00%	Proportional	2010
J./V. Intrakat - Elter (Xiria)	Greece	50,00%	Proportional	2010
J./V. Intrakat - Elter (Road diversion- Arta)	Greece	30,00%	Proportional	2010
J./V. Intrakat - Elter (Natural gas installation project- Schools)	Greece	30,00%	Proportional	2010
J./V. Intrakat - Intracom Telecom (DEPA Network)	Greece	70,00%	Proportional	2007-2010
J./V. Intrakat - Elter (Broadband networks)	Greece	50,00%	Proportional	2007-2010

Note 2: The total shareholding in Rominplot SRL is 100% through the participation of another subsidiary.

Note 3: The total shareholding in SC Plurin Telecommunications SRL is 100% through the participation of another subsidiary.

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J./V. Intrakat- Elter(Gas Distrib.Network Expansion Xanthi, Serres, Komotini)	Greece	50,00%	Proportional	2007-2010
J./V. AKTOR ATE - Intrakat (J./V. Moreas)	Greece	13,33%	Proportional	2008-2010
J./V. Intrakat - Elter (Hospital of Katerini)	Greece	50,00%	Proportional	2008-2010
J./V. Intrakat - Elter (Hospital of Corfu)	Greece	50,00%	Proportional	2008-2010
J./V. Intrakat Elter (EPA 7) - Natural Gas Distribut.Network Attica South Region	Greece	49,00%	Proportional	2010
J./V. Intrakat Elter -Natural Gas Suppl.Network Lamia-Thiva-Chalkida	Greece	50,00%	Proportional	2010
J./V. Intrakat - Elter (Completion of Ionio Building, General Clinic)	Greece	77,19%	Proportional	2010
J./V. Eurokat-ETVO- Construction of Central Library Building of School of Fine Arts	Greece	70,00%	Proportional	2008-2010
J/V Anastilotiki - Getem - Intrakat (Museum of Patras)	Greece	25,00%	Proportional	2010
J/V Anastilotiki - Getem - Intrakat (Piros-Parapiros Dams)	Greece	33,30%	Proportional	2007-2010
J/V Intrakat - Elter - (dam construction in Filiatra)	Greece	50,00%	Proportional	2010
J/V Intrakat - K.Panagiotidis & Co (line transfer construction 1)	Greece	60,00%	Proportional	2010
J/V Altec - Intrakat - Anastilotiki (Thessaloniki Airport)	Greece	46,90%	Proportional	2010
J/V Elter ATE - Intrakat - Nea Messimvria project	Greece	50,00%	Proportional	2010
J/V Intrakat - Filippod SA - Anthipolis project	Greece	50,00%	Proportional	2010
J/V Ekter SA - Erteka SA - Themeli SA - Intrakat (Filothei & Kiffisias Aven. Network construction)	Greece	24,00%	Proportional	2010
J/V Intrakat - Mavridis (construction of hypermarket Carefour Chalkidiki)	Greece	99,00%	Proportional	2010
J/V Intrakat - G.D.K. Texniki E.P.E. "Construction of Filiatrinou Dam"***	Greece	70,00%	Proportional	-

Name	Country of incorporation	Direct % interest held	Consolidation Method	Unaudited Tax Years
* Intracom Telecom Solutions SA	Greece	49,00%	Equity	2009-2010
-Intracom Bulgaria S.A.	Bulgaria	100,00%	Full	1998-2011
-Intracom Svyaz Ltd.	Russia	100,00%	Full	From establishment - 2011
-Intracom Doo Skopje	FYROM	100,00%	Full	2010
-Intralban Sha	Albania	95,00%	Full	2005-2011
-Intrarom S.A.	Romania	66,70%	Full	2008-2011
-Sitronics Intracom India PL	India	100,00%	Full	2010-2011
-Intracom Telecom Holdings International Ltd	Cyprus	100,00%	Full	2008-2011
- Intracom Middle East L.L.C.	UAE	100,00%	Full	No income tax applicable
- Connklin Corporation	USA	100,00%	Full	2001-2011
- Intracom Telecom solutions S.R.L.	Moldava	100,00%	Full	No income tax applicable
- Intracom doo Belgrade	Serbia	100,00%	Full	From establishment - 2011
- E-Teleserv doo Belgrade	Serbia	100,00%	Full	From establishment - 2011
- Intracom doo Armenia	Armenia	100,00%	Full	2010-2011
- Intracom Telecom Technologies Ltd.	Cyprus	100,00%	Full	2010-2011
- Intracom Telecom Operations Ltd.	Cyprus	100,00%	Full	2010-2011
- Intracom Telecom Solutions Saudi Arabia	Saudi Arabia	95,00%	Full	No income tax applicable

* Direct shareholding

(**) These companies have been included in the Group for the first time in the current period ending 31 March 2012 but were not included in the corresponding period of 2011.

Except for the above, there are no further changes in the consolidation method for the companies included in the Group financial statements.

Peania, 30 May 2012

**THE VICE CHAIRMAN OF THE BOARD OF
DIRECTORS
& DEPUTY MANAGING DIRECTOR**

THE MEMBER OF THE BOARD

D. C. KLONIS
ID No. AK 121708/07.10.2011

G. A. ANNINOS
ID No. AE 550167/17.04.2007

THE CHIEF ACCOUNTANT

J. K. TSOUMAS
ID No AZ 505361/10.12.2007
License No 637