



GRID TELECOM SINGLE MEMBER SA

Annual Report of the Board of Directors

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**Annual Consolidated & Stand-alone Financial Statements
for the period from January 1, 2023 to December 31, 2023**

according to International Financial Reporting Standards

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ANNUAL REPORT OF THE BOARD OF DIRECTORS
of GRID TELECOM SINGLE MEMBER S.A.
for the period from 1st January 2023 to 31st December 2023
To the ordinary General Meeting of shareholders

Dear shareholders,

The annual report of the Board of Directors that follows (hereinafter for reasons of brevity "the Report"), was prepared in a manner harmonized with the relevant provisions of the current legislation and the articles of association of **GRID TELECOM SOLE SHAREHOLDER COMPANY** ("GRID TELECOM" or the "Company") and contains in a concise, but substantial and comprehensive manner all the relevant information required by law, in order to extract a substantial and thorough understanding on the activity during the corporate year ended December 31, 2023.

The consolidated and stand-alone financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union (EU).

1. Analysis of Company development and financial performance

a) Business model description, goals and core values

GRID TELECOM was established on January 14, 2019, by the INDEPENDENT POWER TRANSMISSION OPERATOR SA (or "IPTO" or "the Parent"). Its share capital amounts to €15.038.300, while the Company as a subsidiary of IPTO is fully consolidated in the Group's results. The Company's sole purpose and activity consists of:

- i. The provision of electronic communications services, products and integrated services / solutions, as well as broadband access
- ii. Installation, operation, exploitation, management and development of any kind of electronic communications networks and any kind of electronic communications infrastructure and related services, locally, nationally, cross-border and internationally
- iii. The development, installation, operation, management and exploitation of all types of mobile and fixed communication services
- iv. Undertaking activities related to the provision of electronic communications services, telecommunications, including system design, as well as the development, production, use, sale, rental, leasing and maintenance of telecommunications equipment
- v. The acquisition of ownership of equipment and media for the provision of services that fall within the scope of the Company and the acquisition of ownership, use or exploitation rights through purchase, lease or otherwise of movable or immovable property or rights.
- vi. The development, installation, operation, management and exploitation of new services, based on technological developments in the fields of telecommunications, information technology, multimedia and the Internet, as well as any other service that may be provided through the Company's network or other networks in the which the Company has or may have access to.
- vii. The provision of electronic data processing services, databases and internet services.
- viii. Provision of leased or subleased lines and network and leasing of capacity
- ix. The provision of consulting services or services related to line/ network operations, to companies affiliated with the Company, operating domestically or abroad
- x. The provision of electric mobility services to users of electric vehicles (E/V), related to the recharging and pricing of electric mobility, the optimal service of E/V users, indicatively through finding available charging and navigation points, reserving seats, but also with services in general, such as fleet management of E/V vehicles and their provision to E/V users, in accordance with the definitions of Law 4710/2020 and in particular the definition of the Electric Mobility Service Provider (MSP). The above services also include the provision of recharging services per se and directly related or accompanying value-added features (indicatively, charging speed, ease of use and charging, ease of accessibility, parking services, etc.).

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- xi. The acquisition of ownership, development, installation, operation, exploitation, technical maintenance and repair of E/V charging infrastructures, for which electricity can be procured for the purpose of providing E/V charging services as well as the management, control and supervision of these infrastructures, in Greece and/or abroad in private and/or public parking areas, in accordance with the definitions of Law 4710/2020 and specifically of the Charging Infrastructure Owner and the Electric Vehicle Charging Infrastructure Operator (E.V.C.I.O.).
- xii. The development and operation of information infrastructures to facilitate the exchange of information and the processing of financial transactions between E.V.C.I.O. or between M.S.P. or between E.V.C.I.O. and M.S.P., to achieve the interoperability of charging infrastructures, in accordance with the definitions of Law 4710/2020 and in particular the definition of "Transaction Processing Agency (T.P.A)".

On April 29, 2022, an extraordinary General Assembly of the Company was held, which approved an amendment of the Company's purpose with new activities. These activities related to the provision of electric mobility services such as the development, operation, management, repair, and maintenance of electric vehicle charging infrastructure.

To fulfill the above purpose, the Company may:

- i. Establish, with or without the participation of third-party physical or legal entities, or to participate in any business of any corporate type, with a similar or relevant purpose, in a broadly defined sense, in Greece and / or abroad.
- ii. Cooperate with any physical or legal entities in any way in Greece and / or abroad and enter into any agreements or contracts, of any kind.
- iii. Develop any kind of financial activity for the purpose of achieving its goals (e.g. lending, issuing bills of exchange, checks, banknotes, bonds, pledges and other debt securities or documents incorporating debt, etc.).
- iv. Lease, sublease, buy or sell or otherwise acquire or transfer real estate or movable property or rights or reestablish collateral or other rights.
- v. Make use of funding programs and tools, in particular those offered by the European Union and its associated agencies.
- vi. Perform technical, financial, organizational studies related to the construction, operation, organization, management, maintenance of any form of telecommunications facility, unit or structural projects including any related construction.

GRID TELECOM's registered office is located at 89, Dyrachiou and Kifissou str., 104-43, Athens, Greece, and its duration has been set at 35 years from the date of its registration in the Commerce Register. Its registry number to Commerce Register is 148802001000.

b) Administration principles and internal management systems

The administration bodies of the Group and the Company are the General Assembly of shareholders and the Board of Directors which is elected, appointed and controlled by it.

c) Description of performance and tangible and intangible assets

Financial overview of year 2023

Sales during the 2023 financial year increased significantly to €2,814,236 from €2,187,736 last year and reflect deliveries of fiber optic infrastructure, capacity services and co-location services.

The Company's total revenues also represent profits resulting from the derecognition of rights of use assets and their subleasing to customers, as well as financial revenues related to the leasing of optical fibers to customers. The revenue from operation and maintenance services increased to €237,919 compared to €178,724 in the previous year, incorporating equally the addition of sales established in the second half of the year ended December 31, 2022 and new ones recognized during the year ended December 31, 2023. Additionally, €150,417 from capacity services and €104,934 from colocation services were recognized during 2023 compared to €5,323 and €50,155, respectively, in the year ended December 31, 2022. The significant increase for these two sales categories is related to the progress of the construction of the DWDM network through which the mentioned services are provided. Financial income from fiber optic lease for the year ended 31 December 2023 was €429,054 compared to €340,410 in the previous year, reflecting the incorporation of new leases during 2023, and to a greater extent, leases established in the fourth quarter of the previous year which therefore have full participation during the fiscal year ended December 31, 2023.

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With reference to the subleasing to customers, of part of the optical fiber network that the Company leased from IPTO and in accordance with the provisions of IFRS, a profit of €1,888,737 was recognized in the year ended December 31, 2023 and is included in other income. This amount represents the difference between the amortized value of the derecognized right-of-use asset (lease from IPTO) and the financial receivable (sublease to customers). The Company's other income includes, in addition, an amount of €419,249 from the re-invoicing of costs related to the project "Ultra High Broadband Infrastructure - ULTRA FAST BROADBAND through PPP" ("UFBB").

Operating expenses amounted to €2.599.525 compared to €1,743,029 in the previous year with the increase mainly due to a) higher depreciation costs related to investments completed for the installation of the DWDM network and points of presence (PoPs), b) maintenance services of optical fiber infrastructure and DWDM equipment c) costs related to UFBB and d) costs related to the activity of electric vehicle chargers. The higher costs from the expansion of the Company's presence in data centers are also noted, on the one hand due to entry into new centers (Balkan Gate & Synapsecom of Athens and Thessaloniki) and on the other hand due to the pass-through of the increased cost of electricity consumed in the data centers which was affected by the conditions of the energy markets during the last two years. Finally, the increase in operating expenses includes higher operation and maintenance costs to the parent company related to new fiber optic infrastructure leases.

The above changes resulted in a 3.7% increase in Earnings before Interest, Taxes and Depreciation (EBITDA) which amounted to €667,843 compared to €644,205 in the previous year..

The financial condition of the Group and the Company as at 31/12/2023 is considered satisfactory. On the same date, the Group and the Company's equity amounted to €16.338.863 and €16.364.929, respectively.

For the year 1.1.2023 – 31.12.2023 and 1.1.2022 – 31.12.2022 the key financial performance of the Group and the Company was as follows:

	GROUP	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Total income	2.814.236	-
Earnings Before Interest Tax and Depreciation (EBITDA)	667.843	-
Earnings before tax	198.220	-
Net income	145.892	-

	COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Total income	2.814.236	2.187.736
Earnings Before Interest Tax and Depreciation (EBITDA)	667.843	644.205
Earnings before tax	224.287	488.373
Net income	171.958	481.716

Cash flows

The cash inflows during the year ended 31 December 2023 mainly reflect the increase of equity, the grant received, the collection of financial income and receivables from the lease of fiber optics, while the outflows mainly relate to asset investments, operating expenses of the Group and the Company, as well as the payments of lease liabilities. At the end of the fiscal year 2023 the cash position of the Group and the Company was €10.994.095 compared to €1.135.397 at the end of the previous year. In December 2023, the Group and the Company maintained two bank accounts with the National Bank of Greece.

Dividend policy

Pursuant to article 24 of the articles of association, the distribution of net profits and the payment of a dividend shall be made in accordance with the provisions of the law, as it stands in effect.

The Board of Directors of the Company approved the consolidated and stand-alone financial statements for the fiscal year 2023, on 2nd April 2024 and proposed to the regular General Meeting of shareholders the non-distribution of dividends for the fiscal year ending on December 31, 2023.

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Tangible and intangible assets

As of December 31, 2023 the Group and the Company's net capital expenditures amounted to €7.672.863 incorporating additions for the period of €4.818.017 for the continued expansion of telecommunication nodes and the development of points of presence locations for colocation services in different regions of Greece. The Group and the Company also maintains right-of-use assets and fiber optic network infrastructure of net value €5.200.021 incorporating additions for the period of €3.564.014 acquired from the Parent company for the DWDM network development and operation and from third-party suppliers for the expansion of the fiber optic network in the metropolitan area of the Attica region and the Cyclades prefecture.

2. Significant projects completed in 2023 or ongoing

The activation of GRID TELECOM's presence in five new Data Centers (TI Sparkle in Metamorfoosi and Chania, Synapcom in Athens and Thessaloniki and Lancom in Marousi) has been completed. At the same time, new GRID TELECOM PoPs in Megalopolis and Sklavouna in the Peloponnese were configured in accordance with telecommunication standards and telecommunication cabins were installed in Argyroupoli, Keratsini, Pallini, Molaus, Chania and Preveza.

At the same time, the implementation of the extension of the DWDM Network was completed as foreseen in the Company's planning. Thus the DWDM network was extended to Peloponnese and Crete and the urban ring of Attica was expanded (Keratsini, Argyroupoli, Dyrachio, Pallini, LANCOM Maroussi, TI Sparkle Metamorfoosi & DC Synapsecm). Leased circuit capacities of corporate customers and providers over the DWDM Network exceeding 400 Gb/s have been implemented offering high quality service with high availability.

The expansion planning of the Company's DWDM network to the Regions of Eastern Macedonia and Thrace as well as the urban ring of Thessaloniki has also progressed, with a parallel increase in the capacity of the Network to be able to serve capacity leasing to new customers as well. The necessary preliminary actions have been taken so that the planned equipment can be installed within 2024.

Regarding its international presence, GRID TELECOM has concluded agreements with international partners to connect, through capacities, the national network with Sofia in Bulgaria (and Sofia with Milan where the company already has a presence). It expanded its presence in Milan with a footprint in the Via Caldera Campus, laying the groundwork to achieve interconnection with the major data centers in Western Europe in Frankfurt, London, Amsterdam and Paris..

3. Major risks

The Group and the Company is constantly monitoring developments with the aim of limiting as much as possible the potential adverse effects that may result from various events.

a. Future prospects and how these are affected by the existing regulatory framework

Risk of decline in demand

GRID TELECOM takes advantage of the nationwide fiber optic network IPTO has in place to promote telecommunications services in the domestic and international market. This optical network has a large number of alternative routes, which ensure high availability of services to customers. Due to the profile of potential customers of the Group and the Company and the nature of the telecommunications market activity which is characterized by strong growth, demand is not expected to decline in the near future.

b. Other risks related to the activity or the sector in which the Group and the Company operates

Risks related to the sector in which the Group and the Company operates

Considering the Greek state holds (directly or indirectly) 51% of the share capital of the parent company IPTO, GRID TELECOM as a 100% subsidiary of IPTO may be considered, in certain areas, as a Greek public sector company. Consequently, its operations will continue to be subject to laws and regulations applicable to companies in the Greek public sector that affect specific procedures. Indicatively, and not restrictively, those relating to remuneration, pay ceilings, and procurement procedures.

Nonetheless, the Group and the Company's business sector is completely different from that of its regulated Parent entity's and is characterized by complete competitiveness as a free market. Consequently, the main risk is therefore the risk of competition, as the market involves established companies in the sector. This risk is largely offset by the

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Group and the Company's access to the IPTO network which is characterized by high penetration, excellent quality and increased safety. Features that are considered attractive and essential by interested customers.

Liquidity risk

Liquidity risk is associated with the need for adequate financing for the operation and development of the Group and the Company. The Group and the Company manages its liquidity risk by monitoring and scheduling its cash flows, and acting appropriately by securing adequate cash levels, seeking long-term relationships with its customers. The Group and the Company ensures efficient and low-risk placement of cash keeping cash available for investments specified in its business plan.

As at 31.12.2023 the current assets exceeded the current liabilities by €8.741.801.

Credit risk

Credit risk arises when the failure of counterparties to meet their obligations could reduce the amount of future cash inflows from financial assets at the balance sheet date. For the commercial receivables arising from the long-term leases, the Group and the Company is exposed to credit risk, in case it does not ensure the collection of its customers' receivables. In this context, the Group and the Company acts by seeking advance payments of part of the total future obligation, advance payment agreements for future obligations, securing letters of guarantee of good payment and recognizing customer risk provisions in its results.

Currency risk

Currency risk is the risk that the fair values of the cash flows of a financial instrument fluctuate due to foreign currency changes. Currency risk is insignificant for the Group and the Company and relates mainly to any potential agreements for the supply of materials or equipment whose payment is in foreign currency. As at December 31, 2023, the Group and the Company had not entered into any material or equipment supply contract and has no assets or liabilities in foreign currency.

Risk of changes in taxation and other regulations

Possible modification of tax and other regulations may have an impact on the financial results of the Group and the Company. This impact is not expected to be significant for the Group and the Company.

4. Environmental issues

The Group and the Company recognizes the need for continuous improvement of its environmental performance and compliance with laws and international standards and aims at a balanced economic development in harmony with the natural environment. Following a path of sustainable development, it carries out its activities in a way that ensures environmental protection. Management considers that there are currently no conditions for the recognition of provisions for environmental liabilities.

5. Labor issues

a) Diversity and equal opportunities policy (regardless of gender, religion, disadvantage or other aspects)

Promoting equal opportunities and protecting diversity are fundamental principles of the Group and the Company. Group and Company's Management does not discriminate in recruitment / selection, remuneration, training, job assignment or any other job activity. The factors that are exclusively taken into account in Management responsibilities are the experience, personality, theoretical training, qualifications, efficiency and competences of the individual. The Group and the Company encourages and recommends all its employees to respect the diversity of each employee or supplier or customer of the Group and the Company and not to accept any behavior that may be discriminatory in any form. The Group and the Company had one employee as of December 31, 2023.

b) Respect for workers' rights and trade union freedom

The Group and the Company respects the rights of its employees, ensures the maintenance and enhancement of a work peace climate and observes labor laws.

c) Health and safety at work

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Employee safety is a top priority and a prerequisite for the operation of the Group and the Company. In this context, the Group and the Company has contracted with the provision of technical security services as defined and provided by provisions Law 3850/2010 to ensure and support obligations by the written provisions for health and safety of employees

The Group and the Company maintains in all workplaces "first aid" materials (medicines, bandages, etc.)

d) Recruitment process, training, promotions

The selection and recruitment procedures are based on the qualifications required for the position, without discrimination and based on the approved personnel policy. The purpose of this policy is to promote harmonious cooperation between employees and the Group and the Company. With the firm and fundamental principle that human resources are the most important source for the Group and the Company's competitive advantage and with the main focus on the provision of high quality technical services, emphasis is placed on the existence of appropriate infrastructure, Management procedures and ongoing training of human resources. This ensures that each position is filled by people who have the appropriate knowledge and skills. Additional emphasis is placed in shaping a culture that promotes honest communication, team spirit, flexibility and creativity. At the same time, the Group and the Company educates and trains its staff, on a regular basis, due to the special professional requirements and operational or individual needs. In addition, the evaluation of staff is based on an approved staff policy depending on the results and skills of each employee.

6. Financial key performance indicators (KPIs)

The main financial indicators of the Group and the Company for the year 2023 and 2022, respectively, are as follows:

Group

Financial ratios		01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
<u>Current assets</u>	=		
<u>Total assets</u>	=	50,83%	

<u>Non-current assets</u>	=		
<u>Total assets</u>	=	49,17%	

The above indicators show the ratio of capital available to current and fixed assets

<u>Equity</u>	=		
<u>Total liabilities</u>	=	89,63%	

The above indicators show the financial adequateness of the Group and the Company

<u>Total liabilities</u>	=		
<u>Total equity and liabilities</u>	=	52,73%	

<u>Equity</u>	=		
<u>Total equity and liabilities</u>	=	47,27%	

The above indicators show the debt dependence of the Group and the Company

<u>Equity</u>	=		
<u>Non-current assets</u>	=	96,12%	

This indicators shows the degree of funding of the assets of the Group and the Company from equity

<u>Current assets</u>	=		
<u>Current liabilities</u>	=	199,03%	

The above indicator shows the entity's general liquidity

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Profitability Ratios	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
<u>Profit before tax</u>	=	1,21%
<u>Total equity</u>		

This indicators shows the Group and the Company's profitability of equity.

Company

Financial ratios	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
<u>Current assets</u>	=	50,79%
<u>Total assets</u>		33,22%
<u>Non-current assets</u>	=	49,21%
<u>Total assets</u>		66,78%

The above indicators show the ratio of capital available to current and fixed assets

<u>Equity</u>	=	89,77%
<u>Total liabilities</u>		92,29%

The above indicators show the financial adequateness of the Group and the Company

<u>Total liabilities</u>	=	52,69%
<u>Total equity and liabilities</u>		52,01%

<u>Equity</u>	=	47,31%
<u>Total equity and liabilities</u>		47,99%

The above indicators show the debt dependence of the Group and the Company

<u>Equity</u>	=	96,12%
<u>Non-current assets</u>		71,87%

This indicators shows the degree of funding of the assets of the Group and the Company from equity

<u>Current assets</u>	=	199,03%
<u>Current liabilities</u>		154,10%

The above indicator shows the entity's general liquidity

Profitability Ratios	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
<u>Profit before tax</u>	=	1,37%
<u>Total equity</u>		7,50%

This indicators shows the Group and the Company's profitability of equity.

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7. Future development of the Company

Prospects for 2024

In its history to date, GRID TELECOM has provided Dark Fiber services and access, and during 2023 it recorded its first significant performance in capacity services and colocation services to telecommunications providers and large enterprises. With nationwide access to an ever-expanding fiber optic cable network of over 4,000 kilometers, GRID TELECOM has a large number of alternative routes ensuring high service availability for its customers.

In 2023 GRID TELECOM continued the development of activity to provide high capacities with ultra-high interconnection speeds between the major urban centers of the country. During the year, physical co-location spaces made available to telecommunications providers to install their active equipment, increased. The development of Phases II & III of the DWDM network has begun to expand the footprint in the Peloponnese, Crete and Thrace regions. In addition, the design of colocation spaces and the installation of prefabricated telecommunications kiosks were developed to create points of presence according to the needs of customers in new network sections (Peloponnese, Crete, Thrace). In addition, the company established interconnection agreements with capacities, of the national network with Sofia (and of Sofia with Milan) but also with the large neutral Data Centers of Western Europe in Frankfurt, London, Amsterdam and Paris (FLAP region). It also contractually secured its presence at the Via Caldera Campus in Milan and evaluated a possible investment in the Andromeda submarine cable and its extension from Israel to Saudi Arabia.

For 2024 GRID TELECOM will focus on product expansion with value-added services such as Direct Internet Access (DIA), Internet Feed, hosting of antenna systems and new collaborations with data centers in interconnection projects. At the same time, it will seek the full utilization of the existing hubs with circuit offers within Greece as well as interconnection circuit offers to European data centers. A main goal will be the activation of the expansions in Sofia and Milan as well as the approach to Western Europe through the comprehensive agreements reached with international partners. Also, the connection to the fiber optic network of the new data centers and the Cable Stations of international submarine cables in Crete, as well as the activation of DWDM nodes, so that the Company can offer interconnection services either locally in Crete or to mainland Greece by utilizing the Minoas and Apollo systems, or abroad. It is further foreseen, the finalization of an agreement for the extension of the Network with optical fiber to Sofia and the presence of GRID TELECOM in all the neutral data centers of Sofia. Finally, a possible optimization of the Apollo system will be evaluated so that it can serve larger capacities while the capacity expected to be delivered in the second half of 2024 based on the investment for the branching of the 2Africa cable system with Crete, will be commercially exploited, .

8. Company activity in the field of research & development

The Group and the Company did not incur expenses in the field of "research and development" in 2023.

9. Information regarding the acquisition of treasury shares as provided in article 52 of Law 4548/2108

No treasury shares were acquired neither during the fiscal year 2023 nor in previous fiscal periods.

10. Company branches

The Group and the Company has not founded any branches.

11. Use of financial instruments

The Group and the Company does not use financial instruments.

12. Significant transactions with related parties

The Group and the Company is controlled by IPTO, which holds 100% of the paid up share capital and is the Parent company.

On January 15, 2019, the Group and the Company leased from IPTO part of the optical fiber network with a 15 year right of use for commercial exploitation through long-term sub-leasing to customers. During the year ended December 31, 2023 additional parts of the optical fiber network were leased from the Parent company.

There are no material transactions that have not been carried out under normal market conditions.

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13. Management remuneration

For the year ended December 31, 2023, Management fees were paid to members of the Board of Directors amounted to €107.976.

14. Applied key accounting principles

For the preparation of the consolidated and stand-alone statements of financial position for the fiscal year, as well as the consolidated and stand-alone income statement and other comprehensive income, equity and cash flow statements, the accounting policies as set forth by the Parent company were applied and detailed in the financial statements.

15. Other issues

The Group and the Company has no foreign exchange currency.

There are no encumbrances, as the Group and the Company has no property.

16. Significant events

By decision of the Board of Directors on January 26st, 2023, the ordinary General Meeting of the Company's shareholders was convened to increase the Group and the Company's share capital in order to address the Group and the Company's financing needs for capital expenditures.

The General Meeting took place on February 1st, 2023 and approved the increase of the share capital by €9.738.300. The increase of the share capital will be carried out through cash payment by IPTO SA, 100% shareholder of the Group and the Company and by issuing 97.383 new common registered shares, with a nominal value of one hundred Euros (€100) each.

By decision of the Board of Directors on May 16, 2023, it was decided to establish the company "TERNA FIBER SPECIAL PURPOSE LIMITED LIABILITY COMPANY" which was established on May 17, 2023 jointly with TERNA ENERGY Industrial Commercial Technical Société Anonyme with participation rates of TERNA ENERGY 50.1% and GRID TELECOM 49.9%. The exclusive purpose of the established company is the execution of the Partnership Agreement with the Greek State for the execution of the UFBB project.

On November 27, 2023, the extraordinary General Meeting of the Company's shareholders elected a new Board of Directors, which was constituted as follows:

1. Konstantinos Agathakis, as Chairman of the Board of Directors
2. Ioannis Maniatis, as Vice-Chairman of the Board of Directors (Non-Executive member)
3. Georgios Psyrris, as a Member of the Board of Directors (Executive member)
4. Nikolaos Raftopoulos, as a Member of the Board of Directors (Non-Executive member)
5. Frantzis Sigalas, as a Member of the Board of Directors (Non-Executive member)
6. Ioannis Koulias, as a Member of the Board of Directors (Non-Executive member)
7. Eleftherios Vassiliadis, as Member of the Board of Directors (Non-Executive member)
8. Konstantinos Papassavidis, as Member of the Board of Directors (Non-Executive member).

17. Subsequent events

There are no events subsequent to the financial statements, which concern the Group and the Company and which are required to be reported by the International Financial Reporting Standards

GRID TELECOM SINGLE MEMBER SA

Annual Report of the Board of Directors as at December 31st,2023

(Amounts in Euro)

Following this Report, we kindly request that you

1. Approve the consolidated and stand-alone statement of financial position, the consolidated and stand-alone statements of comprehensive income, statement of changes in equity, statement of cash flows, the summary of significant accounting policies and methods, and other explanatory information for the year 2023 (financial year 01/01/2023 - 31/12/2023)
2. Approve the overall management by the Board of Directors and release the auditors from any responsibility for the actions of the fiscal year 2023 (management fiscal year 01/01/2023 - 31/12/2023)
3. Approve the proposed non-distribution of dividend from the profits of the year 2023
4. Appoint two (2) regular and two (2) substitute certified auditors for the year 2024.

Athens, 2nd April, 2024

For the Board of Directors

The Chairman

Konstantinos Agathakis

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INDEPENDENT AUDITOR'S REPORT

To the Shareholder of the company "GRID TELECOM SINGLE-MEMBER SOCIÉTÉ ANONYME"

Report on the Audit of the Separate and Consolidated Financial Statements

Opinion

We have audited the accompanying separate and consolidated financial statements of GRID TELECOM SINGLE-MEMBER SOCIÉTÉ ANONYME (the Company), which comprise the separate and consolidated statement of financial position as at 31 December 2023, the separate and consolidated statements of income and other comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying separate and consolidated financial statements present fairly, in all material respects, the financial position of GRID TELECOM SINGLE-MEMBER SOCIÉTÉ ANONYME and its subsidiaries (the Group) as at 31 December 2023, their financial performance and their consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as incorporated into the Greek Legislation. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the separate and consolidated Financial Statements" section of our report. We are independent of the Company and its consolidated subsidiaries throughout our appointment in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), as incorporated into the Greek Legislation and the ethical requirements that are relevant to the audit of the separate and consolidated financial statements in Greece, and we have fulfilled our other ethical responsibilities in accordance with the requirements of the current legislation and the above-mentioned IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Separate and Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the separate and consolidated financial statements in accordance with IFRSs, as adopted by the European Union, and for such internal control as management determines is necessary to enable the preparation of separate and consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the separate and consolidated financial statements, management is responsible for assessing the Company's and the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company and the Group or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Separate and Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the separate and consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs, as incorporated into the Greek Legislation, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these separate and consolidated financial statements.

As part of an audit in accordance with ISAs as incorporated into the Greek Legislation, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the separate and consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's and the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's and the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the separate and consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company and the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the separate and consolidated financial statements, including the disclosures, and whether the separate and consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the separate and consolidated financial statements. We are responsible for the direction, supervision and performance of the company and of its subsidiaries audit. We remain solely responsible for our audit opinion.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other Legal and Regulatory Requirements

Taking into consideration that management is responsible for the preparation of the Board of Directors' Report, according to the provisions of paragraph 5 of article 2 (part B') of L. 4336/2015, we note that:

- a) In our opinion the Board of Directors' Report has been prepared in accordance with the applicable legal requirements of the articles 150 and 153 of L. 4548/2018 and its content corresponds with the accompanying separate and consolidated financial statements for the year ended 31.12.2023.



b) Based on the knowledge we obtained during our audit of GRID TELECOM SINGLE-MEMBER SOCIÉTÉ ANONYME and its environment, we have not identified any material misstatements in the Board of Directors' Report.

Athens, April 3rd, 2024

KONSTANTINOS L. TAKIS

Certified Public Accountant Auditor
Institute of CPA (SOEL) Reg. No. 14881

SOL S.A.

Member of Crowe Global
3, Fok. Negri Str., 112 57 Athens, Greece
Institute of CPA (SOEL) Reg. No. 125

AIKATERINI V. PATEROMICHELAKI

Certified Public Accountant Auditor
Institute of CPA (SOEL) Reg. No. 52321

SOL S.A.

Member of Crowe Global
3, Fok. Negri Str., 112 57 Athens, Greece
Institute of CPA (SOEL) Reg. No. 125

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GRID TELECOM SINGLE MEMBER SA
Consolidated and Stand-alone Annual Financial Statements for the year ended 31st December 2023

(Amounts in Euro)

STATEMENT OF COMPREHENSIVE INCOME

	Notes	GROUP		COMPANY	
		01/01/2023- 31/12/2023	01/01/2022- 31/12/2022	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
INCOME:					
Optic fiber maintenance revenue	6	237.919	-	237.919	178.724
IRU capacity revenue	6	150.417	-	150.417	5.323
Co-location service revenue	6	104.934	-	104.934	50.155
Other income	7	2.320.966	-	2.320.966	1.953.533
Total income		2.814.236	-	2.814.236	2.187.736
EXPENSES:					
Payroll costs		(234.389)	-	(234.389)	(188.899)
Third party services	8	(196.512)	-	(196.512)	(76.665)
Third party fees	9	(1.586.554)	-	(1.586.554)	(1.162.980)
Other taxes - duties	10	(17.309)	-	(17.309)	(17.343)
Depreciation and amortization	15,16, 17	(453.131)	-	(453.131)	(199.498)
Provisions for impairment	21	(21.759)	-	(21.759)	(19.706)
Other expenses	11	(89.869)	-	(89.869)	(77.937)
Total		(2.599.525)	-	(2.599.525)	(1.743.029)
PROFIT BEFORE TAX AND FINANCIAL RESULTS					
		214.711	-	214.711	444.707
Finance expenses	12	(419.478)	-	(419.478)	(296.745)
Finance income	13	429.054	-	429.054	340.410
Share of profit / (loss) of investments in associates and joint ventures	18	(26.066)	-	-	-
PROFIT BEFORE TAX		198.220	-	224.287	488.373
Income tax	14	(52.328)	-	(52.328)	(6.656)
NET PROFIT FOR THE YEAR		145.892	-	171.958	481.716
NET PROFIT FOR THE YEAR					
Other comprehensive income for the year, after tax		-	-	-	-
TOTAL COMPREHENSIVE INCOME/ (LOSS) FOR THE YEAR AFTER TAX		145.892	-	171.958	481.716

The notes on pages 24 to 57 are an integral part of these Consolidated and Stand-alone financial statements.

GRID TELECOM SINGLE MEMBER SA
Consolidated and Stand-alone Annual Financial Statements for the year ended 31st December 2023

(Amounts in Euro)

STATEMENT OF FINANCIAL POSITION

	Notes	GROUP		COMPANY	
		31/12/2023	31/12/2022	31/12/2023	31/12/2022
ASSETS					
Non – current assets:					
Property, plant and equipment	15	7.650.117	-	7.650.117	3.154.864
Intangible assets	16	22.745	-	22.745	28.962
Right of use assets	17	5.200.021	-	5.200.021	1.775.818
Investments in associates and joint ventures	18	23.834	-	49.900	-
Deferred tax assets	19	9.540	-	9.540	8.328
Other non-current assets	20	504.944	-	504.944	526.779
Long-term receivables for optic fiber sublease	21	3.587.638	-	3.587.638	3.567.525
Total non- current assets		16.998.839	-	17.024.905	9.062.276
Current assets:					
Trade receivables	22	2.147.854	-	2.147.854	2.001.752
Other receivables	23	2.120.282	-	2.120.282	238.447
Short-term receivables for optic fiber sublease	21	2.307.314	-	2.307.314	1.132.648
Cash and cash equivalents	24	10.994.095	-	10.994.095	1.135.397
Total current assets		17.569.545	-	17.569.545	4.508.245
Total assets		34.568.384	-	34.594.450	13.570.521
EQUITY AND LIABILITIES					
EQUITY:					
Share capital	25	15.038.300	-	15.038.300	5.300.000
Legal reserve	26	103.493	-	103.493	92.278
Retained earnings		1.197.070	-	1.223.137	1.120.822
Total equity		16.338.863	-	16.364.929	6.513.101
Non-current liabilities:					
Long-term lease liabilities	27	6.352.961	-	6.352.961	4.084.664
Government grants	28	3.000.000	-	3.000.000	-
Other non-current liabilities	29	48.816	-	48.816	47.235
Total non-current liabilities		9.401.777	-	9.401.777	4.131.899
Current liabilities:					
Trade and other payables	30	6.417.878	-	6.417.878	2.483.486
Short-term lease liabilities	27	1.004.019	-	1.004.019	240.043
Income tax payable		109.760	-	109.760	85.179
Accrued and other current liabilities		137.695	-	137.695	81.034
Deferred income	31	1.158.392	-	1.158.392	35.780
Total current liabilities		8.827.744	-	8.827.744	2.925.521
Total liabilities		18.229.521	-	18.229.521	7.057.420
Total liabilities and equity		34.568.384	-	34.594.450	13.570.521

The notes on pages 24 to 57 are an integral part of these Consolidated and Stand-alone financial statements.

GRID TELECOM SINGLE MEMBER SA
Consolidated and Stand-alone Annual Financial Statements for the year ended 31st December 2023

(Amounts in Euro)

STATEMENTS OF CHANGES IN EQUITY

	GROUP			
	<u>Share Capital</u>	<u>Legal Reserve</u>	<u>Retained Earnings</u>	<u>Total equity</u>
Balance 01/01/2022				
Net profit for the year				
Other comprehensive income for the year				
Total comprehensive income for the year (net of tax)				
Share capital increase				
Share issue transaction costs				
Legal reserve for the year				
Balance 31/12/2022 and 16/05/2023				
Balance 17/05/2023	5.300.000	92.278	1.120.822	6.513.101
Net profit for the year	-	-	145.892	145.892
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year (net of tax)	-	-	145.892	145.892
Share capital increase	9.738.300	-	-	9.738.300
Share issue transaction costs	-	-	(58.430)	(58.430)
Legal reserve for the year	-	11.214	(11.214)	-
Balance 31/12/2023	15.038.300	103.493	1.197.070	16.338.863

	COMPANY			
	<u>Share Capital</u>	<u>Legal Reserve</u>	<u>Retained Earnings</u>	<u>Total equity</u>
Balance 01/01/2022	1.800.000	67.860	684.525	2.552.384
Net profit for the year	-	-	481.716	481.716
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year (net of tax)	-	-	481.716	481.716
Share capital increase	3.500.000	-	-	3.500.000
Share issue transaction costs	-	-	(21.000)	(21.000)
Legal reserve for the year	-	24.419	(24.419)	-
Balance 31/12/2022	5.300.000	92.278	1.120.822	6.513.101
Balance 01/01/2023	5.300.000	92.278	1.120.822	6.513.101
Net profit for the year	-	-	171.958	171.958
Total comprehensive income for the year (net of tax)	-	-	171.958	171.958
Share capital increase	9.738.300	-	-	9.738.300
Share issue transaction costs	-	-	(58.430)	(58.430)
Legal reserve for the year	-	11.214	(11.214)	-
Balance 31/12/2023	15.038.300	103.493	1.223.137	16.364.929

The notes on pages 24 to 57 are an integral part of these Consolidated and Stand-alone financial statements.

GRID TELECOM SINGLE MEMBER SA
Consolidated and Stand-alone Annual Financial Statements for the year ended 31st December 2023

(Amounts in Euro)

STATEMENT OF CASH FLOW

	Notes	GROUP		COMPANY	
		01/01/2023- 31/12/2023	01/01/2022- 31/12/2022	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Cash flows from operating activities					
Profit before tax		198.220	-	224.287	488.373
<i>Adjustments for:</i>					
Depreciation / amortization of PPE, intangible assets and right of use assets	15,16, 17	452.674	-	452.674	199.498
Provisions for impairment		21.759	-	21.759	19.706
Interest and other finance income	13	(429.054)	-	(429.054)	(340.410)
Gain on right of use assets derecognition		(1.888.737)	-	(1.888.737)	(1.820.252)
Share of profit / (loss) of investments in associates and joint ventures		26.066	-	-	-
Interest and other finance expense	12	419.478	-	419.478	296.745
Operating loss before changes in working capital		(1.199.592)	-	(1.199.592)	(1.156.341)
<i>(Increase) / decrease in:</i>					
Trade receivables	22	319.424	-	319.424	(291.737)
Other receivables	23	(1.787.048)	-	(1.787.048)	(380.631)
<i>Increase / (decrease) in:</i>					
Trade payables	30	1.965.973	-	1.965.973	(902.926)
Other payables and accrued expenses		1.180.855	-	1.180.855	95.836
Tax payments		(101.911)	-	(101.911)	-
Net cash flows (used in) / generated from operating activities		377.701	-	377.701	(2.635.799)
Cash flows from investing activities					
Acquisition of property, plant and equipment		(3.400.352)	-	(3.400.352)	(1.101.264)
Grants received		3.000.000	-	3.000.000	-
Lease receivable proceeds	17	291.392	-	291.392	271.391
Interest received		322.273	-	322.273	319.469
Net cash flows used in from investing activities		213.313	-	213.313	(510.403)
Cash flows from financing activities					
Proceeds from issues of shares		9.738.300	-	9.738.300	3.500.000
Share issue transaction costs		(58.430)	-	(58.430)	(21.000)
Lease liability payments		(169.910)	-	(169.910)	(230.238)
Interest and other financial expense paid		(242.276)	-	(242.276)	(26.988)
Net cash flows generated / (used in) from financing activities		9.267.684	-	9.267.684	3.221.774
Net increase/ (decrease) in cash and cash equivalents		9.858.698	-	9.858.698	75.572
Cash and cash equivalents at the beginning of the year		1.135.397	-	1.135.397	1.059.826
Cash and cash equivalents at the end of the year		10.994.095	-	10.994.095	1.135.397

The notes on pages 24 to 57 are an integral part of these Consolidated and Stand-alone financial statements.

NOTES TO THE CONSOLIDATED AND STAND-ALONE FINANCIAL STATEMENTS

GRID TELECOM SINGLE MEMBER SA
Consolidated and Stand-alone Annual Financial Statements for the year ended 31st December 2023
(Amounts in Euro)

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GRID TELECOM SINGLE MEMBER SA

Consolidated and Stand-alone Annual Financial Statements for the year ended 31st December 2023

(Amounts in Euro)

1. GENERAL INFORMATION

GRID TELECOM SINGLE MEMBER SOCIETE ANONYME was incorporated on January 14th, 2019 and is controlled by INDEPENDENT POWER TRANSMISSION OPERATOR S,A ,(or "IPTO S,A", or "the Parent company"), The Group and the Company' s share capital amounts to €15.038.300 and it has been paid in full, The Company as a subsidiary of IPTO SA, is consolidated under the full consolidation method:

- a) The provision of electronic communications services, products and integrated services / solutions, as well as broadband access.
- b) Installation, operation, exploitation, management and development of any kind of electronic communications networks and any kind of electronic communications infrastructure and related services, in local, national, cross-border and international level.
- c) The development, installation, operation, management and exploitation of all types of mobile and fixed communication services.
- d) Undertaking activities related to the provision of electronic communications services, telecommunications, including system design, as well as the development, production, use, sale, rental, leasing and maintenance of telecommunications equipment.
- e) The acquisition of ownership of equipment and media for the provision of services that fall within the scope of the Company and the acquisition of ownership, use or exploitation rights through purchase, lease or otherwise of movable or immovable property or rights.
- f) The development, installation, operation, management and exploitation of new services, based on technological developments in the fields of telecommunications, information technology, multimedia and Internet, as well as any other service that may be provided through the Company's network or other networks in the which the Company has or may have access to.
- g) The provision of electronic data processing services, databases and internet services.
- h) Provision of leased or subleased lines and network and leasing of capacity.
- i) The provision of consulting services or services related to line / network operations, to companies affiliated with the Company, operating domestically or abroad.
- j) The provision of electric mobility services to users of electric vehicles (E/V), related to the recharging and pricing of electric mobility, the optimal service of E/V users, indicatively through finding available charging and navigation points, reserving seats, but also with services in general, such as fleet management of E/V vehicles and their provision to E/V users, in accordance with the definitions of Law 4710/2020 and in particular the definition of the Electric Mobility Service Provider (MSP). The above services also include the provision of recharging services per se and directly related or accompanying value-added features (indicatively, charging speed, ease of use and charging, ease of accessibility, parking services, etc.).
- k) The acquisition of ownership, development, installation, operation, exploitation, technical maintenance and repair of E/V charging infrastructures, for which electricity can be procured for the purpose of providing E/V charging services as well as the management, control and supervision of these infrastructures, in Greece and/or abroad in private and/or public parking areas, in accordance with the definitions of Law 4710/2020 and specifically of the Charging Infrastructure Owner and the Electric Vehicle Charging Infrastructure Operator (E.V.C.I.O.)
- l) The development and operation of information infrastructures to facilitate the exchange of information and the processing of financial transactions between E.V.C.I.O. or between M.S.P. or between E.V.C.I.O. and M.S.P., to achieve the interoperability of charging infrastructures, in accordance with the definitions of Law 4710/2020 and in particular the definition of "Transaction Processing Agency (T.P.A)".

On April 29, 2022, an extraordinary General Assembly of the Company was held, which approved an amendment of the Company's purpose with new activities, These activities related to the provision of electric mobility services such as the development, operation, management, repair, and maintenance of electric vehicle charging infrastructure.

To fulfill the above purpose, the Company may:

GRID TELECOM SINGLE MEMBER SA

Consolidated and Stand-alone Annual Financial Statements for the year ended 31st December 2023

(Amounts in Euro)

- a) Establish, with or without the participation of third-party physical or legal entities, or to participate in any business of any corporate type, with a similar or relevant purpose, in a broadly defined sense, in Greece and/or abroad.
- b) Cooperate with any physical or legal entities in any way in Greece and / or abroad and enter into any agreements or contracts, of any kind.
- c) Develop any kind of financial activity for the purpose of achieving its goals (e.g, lending, issuing bills of exchange, checks, banknotes, bonds, pledges and other debt securities or documents incorporating debt, etc.),
- d) Lease, sublease, buy or sell or otherwise acquire or transfer real estate or movable property or rights or establish collateral or other rights.
- e) Make use of funding programs and tools, in particular those offered by the European Union and its associated agencies.
- f) Perform technical, financial, organizational studies related to the construction, operation, organization, management, maintenance of any form of telecommunications facility, unit or structural projects including any related construction.

GRID TELECOM's registered office is located at 89, Dyrachiou and Kifissou str, 104-43, Athens, Greece, and its duration has been extended to 35 years, from 20 years that was initially set, from the date of its registration in the Commerce Register, its Commerce Register number is 148802001000.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The main accounting principles applied for the preparation of these financial statements are presented below, These principles have been applied with consistency for all the financial periods presented, except stated otherwise.

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), as issued by the International Accounting Standards Board (IASB), and in accordance with their interpretations as issued by the commission, IASB Interpretations and standards have been adopted by the European Union ("EU") and are mandatory for financial years starting as of January 1st,2023 or later.

The financial statements have been prepared under the historical cost principle and the going concern principle, The financial statements are presented in Euros and all funds are rounded to the nearest whole Euro unit unless otherwise stated , any differences in the tables are due to roundings.

The preparation of financial statements under IFRS requires Management to make estimates and judgments that affect the reported amount of assets, liabilities, revenues and expenses and related disclosures of contingent assets and liabilities in the financial statements, It also requires Management to exercise its judgment in the process of applying the accounting policies adopted, Actual results may differ from these estimates under different assumptions or conditions.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 4.

2.1.1 GOING CONCERN

The financial statements have been prepared under the going concern principle.

MACROECONOMIC AND BUSINESS ENVIRONMENT RISKS IN GREECE

Current economic conditions continue to be volatile, with interest rate fluctuations, energy market turbulence and inflationary pressures driving up the prices of raw materials and labor-intensive services.

The geopolitical environment also presents instability with the Russia-Ukraine war and the intensifying conflicts in the Middle East. Increasing geopolitical turmoil is causing more and more concern for markets and the economy. The energy crisis led to a significant increase in energy prices, an increase in food prices, as well as an adjustment of monetary policy in a more restrictive direction, which led to a slower growth rate in 2023. However, the effective utilization of its resources long-term EU budget 2021-2027 and the European recovery instrument NextGenerationEU can mitigate the

GRID TELECOM SINGLE MEMBER SA

Consolidated and Stand-alone Annual Financial Statements for the year ended 31st December 2023

(Amounts in Euro)

negative effects of the energy crisis and monetary policy tightening on the economy, leading to medium-term growth rates close to 3% in 2024 and 2025.

In particular, investments are expected to grow at very high rates throughout the period 2023-2025, 10% on average, supported by the maintenance of sufficient liquidity in the banking sector and by the utilization of available European resources. In the coming years, Greece will receive support of around Euro 40 billion from the EU long-term budget 2021-2027 and Euro 30 billion from the Recovery and Resilience Mechanism until 2026. These resources are expected to attract additional private capital. At the same time, it is expected to attract increased foreign direct and indirect investments.

Greek exports reached Euro 50,9 billion in 2023, marking the second best performance since 2022. Exports continued and continue to increase, albeit at a much softer pace, due to the expected slowdown in economic activity, international uncertainty and the war conflicts in Gaza and Ukraine, and the worsening outlook in the eurozone and the global economy. Exports of services are estimated to have recovered significantly in 2023 and will continue to rise in the following years. At the same time, however, imports are expected to rise throughout the period 2023-2025, as a result of the stimulation of domestic demand, especially investments.

The gradual de-escalation of unemployment and the increase in the number of employed persons is expected to continue in the period 2023-2025, as a result of economic growth, which will be supported by the implementation of the National Recovery and Resilience Plan. This is also confirmed by the reduction of unemployment by almost one unit in a year.

According to the latest data from the Hellenic Statistical Authority (ELSTAT), average annual inflation in Greece in 2023 slowed to 4,2% from 9,3% the previous year. The slowdown in inflation came largely from lower energy prices. This is mainly reflected in the price indices of housing, water, electricity, gas and other fuels and transport. The first, from an increase of 25,0% in 2022, decreased by 8,8% in 2023, while the second, from an increase of 13,6% in 2022, increased by 1,5% in 2023. The result of the acceleration of core inflation in 5,3% in 2023 from 4,6% in 2022 indicates that inflationary pressures extended to other categories of goods and services besides energy and food (eg services and non-energy industrial goods).

For 2024, the estimate of the Bank of Greece for the increase of the Harmonized Index of Consumer Prices is at 3,0%, the European Commission at 2,8%, followed by the average estimate of the market and the State Budget 2024 at 2,6%. The ongoing armed conflicts (Ukraine, Gaza), as well as the tensions in the Red Sea, i.e. one of the main channels of navigation and trade between the East and the West, are expected to further increase the risks of inflation. The activities of the Company and the Group are not expected to be affected by the above changes in the macroeconomic environment.

2.2 NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

The accounting policies followed by the Group and the Company for the preparation of the financial statements are applied consistently, after taking into account the new standards, the following amendments to standards and interpretations which have been issued and are mandatory for the annual accounting periods beginning on 2023 or later. The Group and the Company's assessment of the impact of the implementation of these new standards, modifications and interpretations is set out below.

The Group and the Company did not proceed with early adoption of standards, interpretations or amendments issued by International Accounting Standards Board and adopted by European Union but have no mandatory application for the year 2023.

New Standards and Interpretations mandatory for the current year

IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2: Disclosure of Accounting policies (Amendments):

In February 2021, IASB issued narrow-scope amendments that pertain to accounting policy disclosures. The objective of these amendments is to improve accounting policy disclosures so that they provide more useful information to investors and other primary users of the financial statements. More specifically, companies are required to disclose material accounting policy information rather than their significant accounting policies.

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According to the updated definition of material accounting policy as published by the IASB in October 2018, accounting policy information is material if when considered together with other information included in an entity's financial statements, it can be reasonably expected to influence decisions that the primary users of general purposes financial statements make on the basis of those financial statements.

Additionally, IFRS Practice Statement 2 amendments include guidance and additional examples on the application of materiality to accounting policy disclosures.

IAS 8 Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates (Amendments):

In February 2021, IASB issued amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors to clarify how companies should distinguish changes in accounting policies from changes in accounting estimates. The amendments introduce a new definition for accounting estimates: clarifying that they are monetary amounts in the financial statements that are subject to measurement uncertainty.

IAS 12 Income taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments):

In May 2021, IASB issued amendment to IAS 12 in order to specify how companies should account for deferred tax related to assets and liabilities arising from a single transaction, such as leases and decommissioning obligations, transactions for which entities recognize both an asset and a liability. In specific cases, the entities were exempted from the recognition of deferred tax on initial recognition of both an asset and a liability. The amendments clarify that the initial recognition exemption does not apply and entities are required to recognize deferred tax on these transactions.

IAS 12 International Tax reform-Pillar Two (Amendments)

In May 2023, IASB published the amendments to IAS 12 in order to provide a temporary exemption from accounting for deferred taxes arising from the implementation of the OECD's Pillar Two model rules, as well as targeted disclosures for affected entities. The temporary exemption is to be applied immediately upon the issue of those amendments by IASB and retrospectively in accordance with International Accounting Standard 8 Accounting Policies, Changes in Accounting Estimates and Errors ('IAS 8'). The disclosure requirements are to be applied to annual reporting periods beginning on or after 1 January 2023. An entity is not required to apply the disclosure requirements in interim financial reports for interim periods ending on or before 31 December 2023.

IFRS 17 "Insurance Contracts" and amendments to IFRS 17

In May 2017, IASB issued a new Standard IFRS 17, which replaces the interim standard IFRS 4. The scope of the IASB's project was the development of a single principle based Standard for the accounting of all types of insurance contracts, including any reinsurance contracts that an entity holds. This single principle based Standard will improve the comparability of the financial information between companies, jurisdictions and capital markets. IFRS 17 sets out the recognition, measurement and disclosure requirements that an entity should apply in the financial information related to insurance contracts issued and reinsurance contracts held.

IFRS 17 Initial Application of IFRS 17 and IFRS 9- Comparative Information (Amendments)

The amendment is a transitional choice in relation to the comparative information in the classification of financial assets in the first application of IFRS 17. The amendment therefore, aims to prevent temporary accounting imbalances between financial assets and insurance contract liabilities and improve the usefulness of comparative information for the users of the financial statements.

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Standards that have been issued but are not effective to current accounting period and have not early adopted

Standards and interpretations mandatory for later periods that have not been applied earlier by the Group and the Company and have not been adopted by the EU:

The following amendments are not expected to have a material impact on the Group and the Company's financial statements unless otherwise stated.

IAS 1 Presentation of Financial Statements: Classification of Liabilities as Current or Non Current (Amendments) The amendments are effective for annual periods on or after 01 January 2024.

In January 2020, IASB issued amendments to IAS 1 clarifying the requirements for the classification of the liabilities as current and non-current. In particular, the amendments clarify that one of the criteria for the classification of a liability as non-current is the entity's right to defer settlement for at least 12 months after the reporting date. The amendments clarify the meaning of a right to defer settlement, the requirement of this right to exist at the reporting date and that management intend in relation to the option to defer the settlement does not affect current or non-current classification.

Additionally, in July 2020, IASB issued an amendment providing clarifications for the classification of debt with covenants and deferring the effective date of the January 2020 amendments of IAS 1 by one year.

IFRS 16 Leases: Lease Liability in a Sale and Leaseback (Amendments). The amendments are effective for annual periods on or after 01 January 2024.

The amendments are intended to clarify the requirements of accounting by a seller-lessee regarding measuring the lease liability arising in a sale and leaseback transactions. An entity applies the amendment retrospectively in cases of sale and leaseback transactions entered into after the date of the initial application of IFRS 16.

IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments Disclosures (Amendments). The amendments are effective for annual periods on or after 01 January 2024.

In May 2023, IASB issued the final amendments to IAS 7 and IFRS 7 which address the disclosure requirements to be provided by entities in relation to their supplier finance arrangements. The amendments have not yet been endorsed by the EU.

IAS 21 The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability (Amendments). The amendments are effective for annual periods on or after 01 January 2025.

In August 2023, IASB published amendments to IAS 21 "The Effects of Changes in Foreign Exchange Rates" which require companies to provide more useful information in their financial statements when a currency is not exchangeable to another currency. The amendments introduce a definition of the "exchangeability" of a currency and provide guidance on how an entity should estimate a spot exchange rate in cases where a currency is not exchangeable. Also, additional disclosures are required in cases where an entity has estimated a spot exchange rate due to a lack of exchangeability. The amendments have not yet been endorsed by the EU.

2.3 MAIN ACCOUNTING POLICIES

Consolidation of Financial Statements

Joint agreements

Joint arrangements are classified as either joint ventures or joint ventures, depending on the contractual rights and obligations of each investor.

Joint ventures are accounted for using the equity method, whereby the Group's interest in the joint venture is initially recognized at cost and then adjusted by the Group's share of post-acquisition profits or losses and changes in other comprehensive income. When the Group's share of post-acquisition losses equals or exceeds the acquisition cost, the

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Group does not recognize further losses unless it has assumed obligations or made payments on behalf of the joint venture. Unrealized gains related to transactions between the Group and the joint ventures are eliminated in the percentage of the Group's participation in the joint venture. Unrealized losses are also eliminated unless the transaction is indicative of impairment of the asset being transferred. The accounting principles of the joint venture entities are modified where necessary to ensure consistency with the Group's accounting principles.

Joint ventures arise where the Group has rights to the assets and liabilities arising from the joint ventures. The Group recognizes its share of the assets, liabilities, income and expenses of the joint venture including the proportion of those held or existing jointly, in the respective accounts in the Financial Statements.

After applying the equity method, the Group determines whether it is necessary to recognize an impairment loss on its investment in the joint venture. At each balance sheet date, the Group assesses whether there is objective evidence to indicate that the investment in the joint venture is impaired. In the event that such evidence exists, the Group calculates the amount of the impairment as the difference between the recoverable value of the investment and its book value and then recognizes the loss in the line "Profits / (Loss) in associates and joint ventures" in the statement of comprehensive income of income.

Government grants

Grants related to the subsidy of tangible fixed assets are recognized at their fair value when there is reasonable certainty that the grant will be collected and all the relevant conditions for receiving it will be met.

These grants are recorded as income for subsequent years and are transferred to the income statement in equal annual installments based on the expected useful life of the granted fixed assets.

Grants related to costs are recorded as a deduction of these costs during the period required to systematically correlate them with the costs granted.

Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Group and the Company operates ("the functional currency"). The financial statements are presented in Euro, which is the Group and the Company's functional and presentation currency.

Transactions and balances

Transactions involving other currencies are converted into Euro using the exchange rates which were in effect at the time of the transactions. At the balance sheet dates, monetary assets and liabilities that are denominated in other currencies are adjusted to reflect the current exchange rates. Gains or losses resulting from foreign currency adjustments are reflected in other expenses in the income statement.

Property, plant and equipment

Property, plant and equipment are initially recognized at their acquisition cost which includes all directly attributable expenses for their acquisition of their construction until they are ready for use as intended by the Management, subsequent to their initial recognition, property, plant and equipment are measured at historical cost less any accumulated depreciation and impairment losses.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the asset will flow to the Group and the Company and the cost of the item can be measured reliably. The repair and maintenance cost is recorded in the profit and loss when incurred.

Depreciation of other PPE is calculated using the straight-line method over their estimated useful life as follows:

Classification	Useful lives
Buildings – installations on buildings	25
Technical works and improvements (in third parties' properties)	10
Installations and other mechanical equipment	10
Mechanical equipment (third parties' assets)	35
Computer	5
Furniture and other equipment	10

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The residual values and useful lives of tangible assets are subject to review at each balance sheet date. When the carrying values of tangible assets exceed their recoverable amount, the difference (impairment) is immediately recognized in the statement of comprehensive income as an expense.

For all assets retired or sold, their acquisition cost and related depreciation are written off. The gain or loss arising on the disposal of an acquired tangible asset is determined as the difference between the sale proceeds and the carrying value of the asset. Any gain or loss is included in the income statement.

Leases

The Group and the Company as a lessee

The Group and the Company assess at contract inception whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group and the Company apply a single recognition and measurement approach for all leases except for short-term leases (defined as leases with a lease term of 12 months or less) and leases whose underlying asset is of low value (i.e., less than €5,000). The Group and the Company treats these leases as operating expenses using the straight-line method over the term of the lease. The Group and the Company recognizes the lease payments relating to these leases as operating expenses in the income statement.

The Group and the Company recognize lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right of use assets

The Group and the Company recognize right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses and adjusted for any remeasurement of lease liabilities.

The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful life of the assets. If ownership of the leased asset is transferred to the Group and the Company at the end of the lease term or its cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The depreciation starts at the commencement date of the lease.

The useful lives of the assets are consistent with those used by independent evaluator to calculate the remaining useful lives of the Parent's assets (IPTO).

The right-of-use assets are presented as a separate line in the consolidated and separate statement of financial position.

The right-of-use assets are also subject to impairment.

Variable rents that do not depend on an index or rate are not included in the measurement of the lease liability and the right-of-use asset. The related payments are recognized as an expense in the statement of comprehensive income in the period in which the event or condition that triggers those payments occurs.

Lease liabilities

At the commencement of the lease period, the Group and the Company measures the lease liability at the present value of the lease payments that are not paid at that date. The lease payments will be discounted using the interest rate implicit in the lease. If that rate can be readily determined. Otherwise, the Group and the Company will use the incremental borrowing rate.

At the commencement date of the lease period, the lease payments included in the measurement of the lease liability comprise the following payments for the right to use the underlying asset during the lease term that are not paid at the commencement date of the lease period:

- (a) fixed payments, less any lease incentives receivable,
- (b) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date of the lease period,

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- (c) amounts expected to be payable by the Group and the Company under residual value guarantees,
- (d) the exercise price of a purchase option if the Group and the Company is reasonably certain to exercise that option, and
- (e) payments of penalties for terminating the lease, if the lease term reflects the Group and the Company exercising an option to terminate the lease,

Variable lease payments that do not depend on an index or a rate are not included in the measurement of the lease liability.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made. The Group and the Company remeasure the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:

- the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.
- the lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which cases the lease liability is measured by discounting the revised lease payments using the initial discount rate.
- a lease contract is modified and the lease modification is not accounted for as a separate lease, in which case, the lease liability is remeasured by discounting the revised lease payments using a revised discount rate

Lease liabilities are presented separate in the statement of financial position.

Interest on the lease liability is allocated during the lease term in such a manner so that the amount produces a constant periodic rate of interest on the remaining balance of the lease liability.

After the commencement date of the lease period, the Group and the Company recognize in profit or loss (unless the costs are included in the carrying amount of another asset applying other applicable Standards) both:

- (a) interest on the lease liability, and
- (b) variable lease payments not included in the measurement of the lease liability in the period in which the event or condition that triggers those payments occurs.

The Group and the Company as an intermediary lessor

Leases for which the Group and the Company is a lessor are classified as finance or operating leases. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

The Group and the Company operates as an intermediary lessor, subleasing assets to third parties. The Group and the Company treats the underlying lease and sublease as two separate contracts, recognizing as a finance lease asset the claim arising from the sublease and derecognizing part of the right of use the asset that corresponds to the sublease. During the lease period, a portion of the installments charged to customers is recognized as a decrease of the net investment and a portion as a lease income.

Upon initial recognition of the financial asset, the Group and the Company used the discount rate used for the main lease as the interest rate implicit of the sublease was not easy to determine.(IFRS 16, Paragraph 68)

Intangible assets

Intangible assets include costs of purchased and internally generated software.

An intangible asset is initially recognized at cost. Following initial recognition, intangible assets are measured at cost less accumulated amortization and any accumulated impairment loss. Amortization is recorded based on the straight-line method over the estimated useful life of the asset.

Classification of intangible asset

Software

Useful life

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For all assets retired or sold, their acquisition cost and related depreciation are written off. The gain or loss arising on the disposal of an acquired intangible asset is determined as the difference between the sale proceeds and the carrying value of the asset. Any gain or loss is included in the income statement

Impairment of non-financial assets

The Group and the Company assesses at each reporting date the existence or absence of evidence of impairment of its assets. These indications relate mainly to a greater loss in the asset's value than expected, changes in the market, technology, legal status, physical condition of the asset and change in use. In case there are indications, the Group and the Company calculates the recoverable amount of the asset. The recoverable amount of an asset is determined as the greater of the fair value of the asset's or cash-generating unit's sale value (net of disposal costs) and value in use.

The recoverable amount is determined at the level of a qualifying asset unless that asset does not generate cash inflows that are independent of those of other assets or group of assets. When the carrying amount of an asset exceeds its recoverable amount, it is assumed that its value is impaired and adjusted to its recoverable amount. The value in use is calculated as the present value of estimated future cash flows using a pre-tax discount rate that reflects current estimates of the time value of the money and the risks associated with that asset. The fair value of the sale (after deducting selling expenses) is determined on the basis, where appropriate, of applying a valuation model. Impairment losses from continuing operations are recognized in the income statement. At each financial position date, the extent to which impairment losses recognized in the past still exist or have been impaired. If there are such indications, the recoverable amount of the asset is redefined, Impairment losses that have been recognized in the past are reversed only if there are changes in the estimates used to determine the recoverable amount from the recognition of the last impairment loss.

The increased balance of the asset resulting from the reversal of the impairment loss may not exceed the amount that would have been determined (less depreciation) if the impairment loss had not been recognized in the past. Reversal of impairment is recognized in the income statement unless the asset is measured at fair value, where the reversal is treated as an increase of the already recognized goodwill and after reversal, the depreciation of the asset is adjusted so that the revised balance (less the residual value) is allotted equally in the future based on the remaining useful life of the asset.

Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

i. Initial recognition of financial assets

The Group and the Company classify its financial as financial assets measured at amortized cost.

The classification of financial assets at initial recognition depends on the contractual cash flow of the financial assets and the business model within which the financial asset is held.

With the exception of trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient, the Group and the Company initially measures a financial asset at its fair value plus transaction costs, in the case of a financial asset that is not measured at fair value through profit or loss. Trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient are measured at the transaction price as determined by IFRS 15.

In order for a financial asset to be classified and measured at amortized cost it needs to give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding. This assessment is referred to as the 'solely payments of principal and interest' (SPPI) test and is performed at an instrument level.

The Group and the Company's business model for managing financial assets refers to how the Group and the Company manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Group and the Company commits to purchase or sell the asset.

ii. Subsequent measurement of financial assets

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Financial assets at amortized cost

The Group and the Company measures financial assets at amortized cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding

Financial assets at amortized cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognized in profit or loss when the asset is derecognized, modified or impaired.

The Group and the Company's financial assets at amortized cost include trade and other receivables and financial lease receivables.

iii. Derecognition of financial assets

A financial asset is derecognized when:

- The rights to receive cash flows from the asset have expired, or
- The Group and the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Group and the Company has transferred substantially all the risks and rewards of the asset, or (b) the Group and the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

The Group and the Company transfers a financial asset if, and only if, it either:

- transfers the contractual rights to receive the cash flows of the financial asset, or
- retains the contractual rights to receive the cash flows of the financial asset but assumes a contractual obligation to pay the cash flows to one or more recipients in an arrangement.

When the Group and the Company transfers a financial asset, it shall evaluate the extent to which retains the risks and rewards of ownership of the financial asset.

In this case:

- if the Group and the Company transfers substantially all the risks and rewards of ownership of the financial asset, the entity shall derecognize the financial asset and recognize separately as assets or liabilities any rights and obligations created or retained in the transfer.
- if the Group and the Company retains substantially all the risks and rewards of ownership of the financial asset, the Group and the Company shall continue to recognize the financial asset.
- if the Group and the Company neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset, shall determine whether it has retained control of the financial asset.

In this case:

- (i) if the Group and the Company has not retained control, it shall derecognize the financial asset and recognize separately as assets or liabilities any rights and obligations created or retained in the transfer.
- (ii) if the Group and the Company has retained control, it shall continue to recognize the financial asset to the extent of its continuing involvement in the financial asset.

iv. Impairment of financial assets

The Group and the Company assess at each reporting date, whether a financial asset of financial assets is impaired and recognize, if necessary, an allowance for Expected Credit Losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group and the Company expects to receive, discounted at an approximation of the original effective interest rate.

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ECLs are recognized in two stages, For credit exposures for which there has not been a significant increase in credit risk since initial recognition. ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL),

For trade receivables and financial lease receivables the Company apply a simplified approach in calculating ECLs. Therefore, the Group and the Company do not track changes in credit risk, but instead recognize a loss allowance based on lifetime ECLs at each reporting date.

Financial liabilities

i. Initial recognition and subsequent measurement of financial liabilities

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. For the purpose of subsequent measurement, financial liabilities are classified as financial liabilities at amortized cost.

ii. Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of comprehensive income.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position only when the Group and the Company has a legally enforceable right to offset the recognized amounts and intends either to settle such asset and liability on a net basis or to realize the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.

Trade and other receivables and finance lease receivables

Trade receivables and finance lease receivables are initially recognized at their fair value and subsequently measured at amortized cost using the effective interest rate, except if the discount outcome is not material, less provision for impairment. Gains and losses, including impairment and amortization, are recognized in the income statement.

Cash and cash equivalents

Cash and cash equivalents include cash and demand deposits.

Share capital and share premium

Share capital consists of the ordinary shares of the Group and the Company. Any excess of the fair value of the consideration received over the par value of the shares issued is recognized as share premium in shareholders' equity. Share capital issuance costs, net of related tax, are reflected as a deduction from equity.

Income tax (current and deferred)

Current income tax

Current tax expense includes income tax resulting from the Group and the Company's earnings as reformed in the tax returns and provisions for additional taxes and surcharges for unaudited tax years and is calculated in accordance with the statutory or substantively enacted tax rates on the date of preparation of the financial position.

Deferred income tax

Deferred income tax is calculated using the liability method, on all temporary differences at the reporting date between the tax base and the book value of assets and liabilities. Deferred tax liabilities are recognized for all taxable temporary differences, except when the deferred income tax liability arises from initial recognition of capital gain or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor the taxable profit or loss. Deferred tax assets are recognized for all deductible temporary differences, carried forward tax assets and tax losses, to the extent that it is possible that taxable profit will be available to use against the

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deductible temporary differences and the carried forward unused tax assets and unused tax losses. A deferred tax asset is not recognized if it arises from the initial recognition of an asset or liability in a transaction that is not a business combination and at the time of the transaction it does not affect either the book profit or the taxable profit or loss.

Deferred tax assets are reassessed at each financial year and are reduced to the extent that it is unlikely that there will be sufficient taxable profits against which part or all of the deferred income tax assets may be used. Deferred tax assets and liabilities are calculated based on the tax rates that are expected to be effective for the period in which the asset is realized or the liability settled, based on the tax rates (and tax laws) that are in force or have been enacted at the date of preparation of the financial position statements. Income tax relating to items that are recognized directly in other comprehensive income is recognized as well directly in other comprehensive income and not in the income statement.

Employee benefits

Defined contribution plan

A defined contribution plan is a pension plan under which the Group and the Company pays fixed contributions into a separate entity. The Group and the Company has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

For defined contribution plans, the Group and the Company pays contributions to publicly administered pension insurance plans on a mandatory basis. The Group and the Company has no further payment obligations once the contributions have been paid. The contributions are recognized as employee benefit expense when they are due. Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in the future payments is available.

Employment termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits, the Group and the Company recognizes termination benefits at the earlier of the following dates: (a) when the Group and the Company can no longer withdraw the offer of those benefits; and (b) when the entity recognizes costs for a restructuring that is within the scope of IAS 37 and involves the payment of termination benefits. In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Termination benefits falling due more than 12 months after the end of the reporting period are discounted to their present value.

In case of termination of employment where the number of employees who will use such benefits cannot be determined, the benefits are disclosed as contingent liabilities and are not accounted for.

Provisions for risks and expenses, contingent liabilities and contingent claims

Provisions are recognized when the Group and the Company has a present legal, contractual or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle this obligation, and a reliable estimate of the amount of the obligation can be made. Provisions are reviewed at each reporting date and adjusted to reflect the present value of the expenditure expected to be required to settle the obligation. Contingent liabilities are not recognized in the financial statements but are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized in the financial statements but are disclosed when an inflow of economic benefits is probable.

Trade and other payables

Trade payables are obligations for goods or services that have been acquired in the ordinary course of business by suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less, If not, they are classified as non-current liabilities. Trade payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest rate method.

Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and the Company and the revenue can be reliably measured. Revenue from the provision of services is recognized based on the stage of completion of the services provided and the degree to which the corresponding claim will be collected.

Revenue from contracts with customers

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Revenue comprises the fair value of the sale of goods and services, net of value-added tax and discounts. Revenue from contracts with customers is recognized when control of the goods or services is transferred to the customer at an amount that reflects the consideration to which the Group and the Company expects to be entitled in exchange for those goods or services. Control over goods sold and services rendered is transferred to the customer upon delivery of the respective products or service respectively. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and the Company and the revenue can be reliably measured. The terms of payments usually vary according to the type of sale and mainly depend on the nature of the products or services, the distribution channels, and the characteristics of each customer.

IFRS 15 provides a single, principles based five-step to be applied to all contracts with customers for the identification and the recognition of revenue. Its application also applies to the recognition and measurement of gains or losses on the sale of non-financial assets that are not part of three Company's ordinary activities (e.g, sale of tangible fixed assets or intangible assets).

Revenue is recognized when a contractual obligation to the individual customer is fulfilled by the provision of services. The customer obtains control of a service when it can direct its use and receive substantially all the remaining economic benefits from it. If a contract contains more than one contractual obligations, the total value of the contract is allocated to the individual liabilities based on the individual sales values. The revenue amount recognized is the amount allocated to the contractual obligation that has been fulfilled, based on the consideration that the Group and the Company expects to receive under the terms of the contract.

Revenue from services

The Group and the Company's main revenue arises from the provision of specialized services for the operation & maintenance of the optical fiber network and IRU capacity services.

In accordance with the assessment of the Group and the Company's Management. The revenue from the operation & maintenance of the optical fiber network and the revenue from IRU capacity services are recognized over time as the customer receives and consumes the benefits provided by the Group and the Company.

Interest income

Financial income includes interest income from the fiber optic sublease and is recognized at the effective interest rate method. Lease payments received are recognized as a decrease of the net investment and a portion as a lease income.

Interest on cash deposits represents income recognized with the nominal interest rate method.

Dividend distribution

Dividend distribution to the shareholders is recognized as a liability in the period they are approved by the General Assembly of the Group and the Company's shareholders.

3. FINANCIAL RISK MANAGEMENT

3.1 FINANCIAL RISK FACTORS

The Group and the Company is exposed to a variety of financial risks, such as market risks (foreign exchange risk, interest rate risk, etc.), credit risk and liquidity risk. Financial risks are associated with the following financial instruments: trade receivables, cash and cash equivalents, trade and other payables.

(a) Market risk

i. Foreign exchange risk

Foreign exchange risk is the risk that the fair values of the cash flows of a financial instrument fluctuate due to foreign currency changes, the Group and the Company's revenues are mainly based on Euro denominated agreements and therefore the Group and the Company is not exposed to foreign exchange risk. However, the Group and the Company's Management continuously monitors the foreign exchange risks that may arise and evaluates the need for such measures.

ii. Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the interest rates. The Group and the Company has interest bearing assets that include sight deposits,

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Probable interest rate changes would have no significant impact on the Group and the the Company's equity, Management monitors on a continuous basis, fluctuations in interest rates and evaluates the need for taking relevant positions to hedge against such risks.

(b) Credit risk

Credit risk is the risk of financial loss to the Group and the Company if a counterparty fails to meet its contractual obligations. Credit risk arises from cash and cash equivalents and trade and other receivables, For banks and financial institutions only well established with good reputation parties are accepted and the Group and the Company set limits to the degree of exposure for each financial institution, In such cases, credit risk may arise from the counterparty's inability to meet its obligations towards the Group and the Company.

(c) Liquidity risk

Liquidity risk is connected with the need to ensure adequate cash flow for the financing of the operation and the growth of the Group and the Company, the Group and the Company does not face liquidity risk as it has sufficient cash and cash equivalents, the Group and the Company manages its liquidity risk by continuously monitoring and programming its cash flows and act appropriately by ensuring as far as possible sufficient credit limits and cash and cash equivalents, while simultaneously seeking the best sources of financing. At the same time, the Group and the Company ensures the efficient and low-risk placement of cash reserves while keeping cash and cash equivalents ready to implement the investments according to its articles of association.

The following table analyzed the Group and the Company's financial liabilities as of 31 December 2023 and 31 December 2022, into relevant maturity groupings based on the remaining period from the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the undiscounted contractual cash flows.

GROUP & COMPANY					
	Within 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total
As at December 31st, 2023					
Trade and other liabilities	6.274.077	-	-	-	6.274.077
Lease liabilities	1.324.194	1.081.634	2.862.210	7.082.671	12.350.709
	7.598.271	1.081.634	2.862.210	7.082.671	18.624.786
GROUP & COMPANY					
	Within 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total
As at December 31st, 2022					
Trade and other liabilities	2.431.494	-	-	-	2.431.494
Lease liabilities	587.962	587.962	1.736.748	4.349.794	7.262.465
	3.019.456	587.962	1.736.748	4.349.794	9.693.959

Lease liabilities are not in agreement with the respective amounts shown in the financial statements as they are contractual (undiscounted) cash flows, which include capital and interest.

The analysis of trade and other liabilities does not include the amounts from "Social security and other taxes".

3.2 CAPITAL RISK MANAGEMENT

The Group and the Company's purpose in terms of capital management is to ensure its ability to continue its operations smoothly in order to provide returns to shareholders, benefits to other parties related to the Group and the Company and to maintain an optimal capital structure to reduce capital costs

The Group and the Company monitors its capital based on the leverage ratio. Leverage ratio is calculated as the net debt divided by total working capital, net debt is calculated as the company's total liabilities (short-term and long-term liabilities as they appear in the statement of financial position) minus cash and cash equivalents. Total working capital is calculated as the sum of equity, as it appears in the statement of financial position, with net debt.

The Group and the Company's net debt is presented in detail in the following table:

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	GROUP		COMPANY	
	31/12/2023		31/12/2023	31/12/2022
Long-term lease liabilities	6.352.961		6.352.961	4.084.664
Short-term lease liabilities	1.004.019		1.004.019	240.043
Minus: cash and cash equivalents	(10.994.095)		(10.994.095)	(1.135.397)
Net lease liabilities	(3.637.116)		(3.637.116)	3.189.309
Total equity	16.338.863		16.364.929	6.513.101
Total working capital	12.701.747		12.727.813	9.702.410
Leverage ratio	-29%		-29%	33%

The leverage ratio is calculated as the net debt divided by total working capital (total equity plus net debt).

On December 31, 2023, the Group and the Company's leverage ratio amounted to -29% while on December 31, 2022 the respective ratio was 33%.

	GROUP & COMPANY			
	Other assets	Lease liabilities		Total
		Cash / Bank	Lease liabilities within 1 year	
Net debt on December 31, 2022	1.135.397	(240.043)	(4.084.664)	(3.189.309)
Cash flow	9.858.698	-	-	9.858.698
Cash movements	-	169.910	-	169.910
Non-cash movements – Modification of leases	-	-	(946)	(946)
Non-cash movements - Recognition of new leases	-	(545.376)	(2.979.512)	(3.524.887)
Non-cash movements – Transfer to short term lease liabilities	-	2.267.350	(2.267.350)	-
Non-cash movements – Transfer to trade liabilities	-	-2.655.860	2.979.512	323.651
Net debt on December 31, 2023	10.994.095	(1.004.019)	(6.352.960)	3.637.116

	GROUP & COMPANY			
	Other assets	Lease liabilities		Total
		Cash / Bank	Lease liabilities within 1 year	
Net debt on December 31, 2021	1.059.826	(180.644)	(3.164.284)	(2.285.102)
Cash flow	75.572	-	-	75.572
Cash movements	-	230.238	-	230.238
Non-cash movements - Recognition of new leases	-	(34.009)	(1.248.962)	(1.282.971)
Non-cash movements – Transfer to trade liabilities	-	(255.628)	328.583	72.955
Net debt on December 31, 2022	1.135.397	(240.043)	(4.084.664)	(3.189.309)

3.3 DETERMINATION OF FAIR VALUES

There's no financial assets and liabilities that are measured in fair value as of 31 December, 2023.

4. SIGNIFICANT ESTIMATES AND JUDGMENTS OF THE MANAGEMENT

The preparation of the annual financial statements requires estimations, judgments and assumptions from Management that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities

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at the date of the annual financial statements and the reported amounts of revenues and expenses during the reporting periods. The Management's estimations and judgments are reviewed annually. The actual results may differ from these estimations. The principle judgments and estimates referring to events the development of which could significantly affect the items of the financial statements during the forthcoming period are as follows:

Provision for income taxes

The provision for income taxes in accordance with IAS 12 "Income taxes", are the amounts expected to be paid to the taxation authorities and includes provision for current income taxes reported and the potential additional tax that may be imposed as a result of audits by the taxation authorities. Group entities are subject to income taxes in different jurisdictions and significant Management judgment is required in determining provision for income taxes. Actual income taxes could vary from these estimates due to future changes in income tax law, significant changes in the jurisdictions in which the Group and the Company operate, or unpredicted results from the final determination of each year's liability by tax authorities. These changes could have a significant impact on the Group and the Company's financial position. Where the actual additional taxes payable are different from the amounts that were initially recorded, these differences will impact the income tax and deferred tax provisions in the period in which such a determination is made.

Deferred tax assets and liabilities

Deferred income tax assets and liabilities have been provided for the tax effects of temporary differences between the carrying amount and tax base of such assets and liabilities, using enacted tax rates in effect in the years in which the differences are expected to reverse. Deferred tax assets are recognized for all deductible temporary differences and carry forward of unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax losses can be utilized. The accounting estimate related to deferred tax assets requires Management to make assumptions regarding the timing of future events, including the probability of expected future taxable income and available tax planning opportunities.

Provision for expected credit losses of trade receivables and legal cases

Management periodically reassess the adequacy of allowance for doubtful accounts receivable following an expected credit losses ('ECLs') approach. Because of the number of accounts, it is not practical to review the collectability of each account. Therefore, at each reporting date, the expected loss rate is assessed on the basis of historical credit losses adjusted to reflect current and forward-looking information, ECLs are based on the difference between the contractual cash flows due and all the cash flows that the Group and the Company expects to receive taking into consideration reports from its legal department.

For the allowance of legal cases Management assesses the probability of negative outcome, as well as possible payment amounts for their settlement. Provision for contingent liability there's no created.

Useful lives - Depreciation rates

The Group and the Company's assets are depreciated over their estimated remaining useful lives, These useful lives are periodically reassessed to determine whether the original period continues to be appropriate. The actual lives of these assets can vary depending on a variety of factors such as technological innovation and maintenance programmes.

Impairment of property, plant and equipment

Property, plant and equipment are tested for impairment when there are indicators that the carrying amounts may not be recoverable. When value-in-use calculations are undertaken. Management estimates the expected future cash flows from the asset or cash-generating unit and chooses a suitable discount rate in order to calculate the present value of those cash flows.

Impairment of intangible assets

The carrying values of intangible assets are assessed for indications of impairment on an annual basis. To assess impairment, the recoverable amount of the asset is estimated based on value in use calculation. The calculations estimate future cashflows, discounted to present value using a pre-tax discount rate that reflects current market assessments of the time value of money. This calculation includes estimations and assumptions about the future cash flows, and about the appropriateness of the discount rate applied.

Determination of lease term – Accounting by lessee

In determining the lease term, Management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination

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options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated). The following factors are normally the most relevant: If there are significant penalties to terminate (or not extend). The Group and the Company is typically reasonably certain to extend (or not terminate). If any leasehold improvements are expected to have a significant remaining value, Group and Company is typically reasonably certain to extend (or not terminate). Otherwise, the Group and the the Company considers other factors including historical lease durations and the costs and business disruption required to replace the leased asset. Most extension options in offices and vehicles leases have not been included in the lease liability, because the Group and the the Company could replace the assets without significant cost or business disruption. The lease term is reassessed if an option is actually exercised (or not exercised) or the Group and the the Company becomes obliged to exercise (or not exercise) it. The assessment of reasonable certainty is only revised if a significant event or a significant change in circumstances occurs, which affects this assessment, and that is within the control of the lessee.

5. RECLASSIFICATIONS FOR THE YEAR ENDED 31 DECEMBER 2022

The comparative data of "Revenue" amount of €50.155 has been reclassified from the value of "Other income" to the value of "Colocation services revenue". In addition the amount of €1.459 has been reclassified from "Third Party Fees" to "Third Party Benefits". Regarding the comparative data on Balance Sheet, amount of €523.859 has been reclassified from the value of "Other receivables" to "Other non-current assets". Furthermore, amount of €47.235 has been reclassified from "Deferred income" to "Other non-current liabilities". These reforms do not affect the net results of the comparative year.

6. REVENUE

The Group and the Company's main revenue arises from the sublease of its fiber optic network, the Group and the Company treats the agreement as a finance lease and as a result, only the maintenance and operation fee is recognized as sales revenue in the income statement. The income for the period 01/01-31/12/2023 is €237.919 while for the period 01/01-31/12/2022 was €178.724. Interest from finance sublease contracts are included in financial income (Note 13).

The Group and the Company entered into contracts for tonnage services with the corresponding amount for the period amounting to €150.417, while for the comparative period 01/01-31/12/2022 was €5.323.

The Group and the Company recognize revenues of colocation services amounting to €104.934 for the period, while for the comparative period 01/01-31/12/2022 was €50.155.

7. OTHER INCOME

Other income is analyzed as follows:

	GROUP & COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Gain on derecognition of right of use assets	1.888.737	1.827.680
Revenue from re-invoicing UFBB project costs	419.249	-
Revenue for providing access to third party facilities	-	119.058-
Other income from previous years	1.404	
Other income	11.577	6.795
Total	2.320.966	1.953.533

The amount of €1.888.737 concerns a gain arising from the difference between the amortized value of the right-of-use asset, which was recognized by the contract for the lease of the optical fiber section from IPTO S.A., and the financial claim from its sublease to customers. For the corresponding period of 2022, the amount was €1.827.680.

The re-invoicing of costs was made to TERNA FIBER, a special purpose company established on May 17, 2023 for the needs of UFBB (Ultra-Fast Broad Band). It refers to consultant expenses undertaken by its founders (GRID TELECOM and TERNA ENERGI AKI ABETE), before it was established.

8. THIRD PARTY SERVICES

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Third party services are analyzed as follows:

	GROUP & COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Telecommunication services	5.690	4.386
Maintenance services	141.025	3.053
Building maintenance fees	12.979	12.356
Car rent	435	656
Other services	16.932	1.709
Expense for access to third parties facilities	19.452	54.506
Total	196.512	76.665

The benefits of third parties include intra-group transactions worth €44.193 (2022: €35.601) related to the common costs of the building (electricity, water supply, heating, cleaning, security, etc.), telecommunications costs, maintenance services, other benefits and costs for providing access to third-party facilities.

9. THIRD PARTY FEES

Third party fees are analyzed as follows:

	GROUP & COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
IT services	9.038	9.520
Legal fees	46.494	11.644
Software licenses	8.574	8.916
HR services	2.260	3.201
Consultant fees and expenses	105.016	46.825
Accounting & Audit fees and expenses	71.950	51.800
Fees and expenses for telecommunication consultants	510.155	559.711
Colocation fees	253.278	178.579
Other Third party fees	579.789	292.785
Total	1.586.554	1.162.980

In the above analysis, IT services, use of software licenses, human resource management services and a portion of Other Third Party fees relate to intra-group transactions and amount to €224.192 (2022: €124.771). The change in consulting fees and other third party fees incorporates costs for (i) assessment for submarine network development, (ii) capacity services (iii) costs related to the UFBB project. The change in colocation fees reflects the expansion of the company's presence in Data Centers (new locations in Athens and Thessaloniki) and the increase in energy prices for the relevant electricity supply service provided therein.

10. OTHER TAXES - DUTIES

Other taxes are analyzed as follows:

	GROUP & COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Other taxes-duties	11.642	14.000
Stamp duty on leased building	316	295
Transit fees	3.568	1.477
Entrepreneurial duty	1.000	1.000
Tax fines	783	572

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Total	17.309	17.343
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Other taxes-duties include intra-groups transactions related to stamp duty on leased building.

11. OTHER EXPENSES

The other expenses are analyzed as follow:

	GROUP & COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Travel Expenses	23.506	19.459
Advertising, conference & subscription fees	32.107	17.056
Prior year expenses	-	10.259
Tender services	18.000	21.600
Fines for social security contributions	16.140	9.563
Total	89.869	77.937

12. FINANCE EXPENSES

Finance expenses are analyzed as follows:

	GROUP & COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Finance lease expense for other leases	3.465	1.710
Finance lease expense for optic fibers	403.480	282.828
Bank charges	12.533	12.207
Total	419.478	296.745

Financial expenses include property and optical fiber leases concerning intra-group transactions amounting to €404.154 (2022: €280.543).

13. FINANCE INCOME

Finance income is analyzed as follows:

	GROUP & COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Interest on deposits	27.151	440
Fiber optic sublease financial income	401.903	339.971
Total	429.054	340.410

14. INCOME TAX

Based on International Accounting Standard 12 "Income Taxes" deferred tax assets and liabilities are calculated, without discounting, at tax rates that are expected to apply at the period of realization, provided they are enacted or substantively enacted at the reporting date,

According to law 4799/2021, the corporate income tax rate in Greece is 22% for fiscal year 2021 onwards, Consequently, the deferred tax was calculated using 22%,

The income tax return is submitted on an annual basis, but the declared profits or losses remain temporary until the tax authorities audit the taxpayer's statements and books and records and the final audit report is issued, In accordance

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with the Greek tax legislation (article 36 of law 4174/2013) in force and the respective Ministerial Decisions issued, the Greek tax authorities may impose additional taxes and penalties following a tax audit, within the applicable statute of limitations which in principle is five years as from the end of the following fiscal year within which the relevant tax return should have been submitted, Based on the above, the right of the tax authorities to impose additional income taxes for the fiscal years up to 2017 (inclusive) is considered in principle and under the general rules as time-barred,

Income tax payable is offset against the tax advance and withholding taxes and the net amount appears as a receivable or liability in the Group and the Company's statement of financial position,

From the financial year 2011 and onwards, the tax returns are subject to the audit tax certificate process (described below), Tax losses, to the extent that they are accepted by the tax authorities, may offset future gains for a period of five years from the year in which they arose,

Tax Compliance certificate

From the financial year 2011 and onwards, Greek Société Anonyme and Limited Liability Companies that are required to prepare audited statutory financial statements are subject to the "Annual Tax Certificate" process as provided for by paragraph 5 of Article 82 of law 2238/1994 and article 65a of law 4174/2013, This "Annual Tax Certificate" is issued by the same statutory auditor or audit firm that issues the audit opinion on the statutory financial statements, Upon completion of the tax audit, the statutory auditor or audit firm issues to the entity a "Tax Compliance Report" which is subsequently submitted electronically to the Ministry of Finance, by the statutory auditor or audit firm,

For the Company, which is subject to the "Annual Tax Certificate" process, the "Tax Compliance Report" for the years 2019 till 2022, has been issued and submitted with no substantial adjustments with respect to the tax expense and corresponding tax provision as reflected in the respective annual financial statements. It is noted that, based on the tax legislation in force (Circular POL 1006/2016), the companies that have obtained a tax audit certificate without any reservations for infringements of the tax law, are not exempt from tax audit.

In effect, the tax authorities retain the right to audit them within the applicable statute of limitations as described above.

The tax audit for the financial year 2023 is being performed by "SOL S.A.". Upon completion of the tax audit, Management does not expect that significant additional tax liabilities will arise, in excess of those provided for and disclosed in the financial statements.

	GROUP & COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Current income tax	48.613	85.179
Income tax previous years	4.927	(79.528)
Deferred tax (Note 19)	(1.212)	1.006
Total	52.328	6.656

The tax on the Group and the Company's profit before tax differs from the theoretical amount that would arise using the tax rate applicable in Greece on its profits. The difference is, as follows:

	GROUP		COMPANY	
	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
Profit before tax	198.220		224.287	488.373
Tax calculated based on the tax rate applicable	49.343		49.343	107.442
Tax effect on non-tax deductible expenses	(1.942)		(1.942)	10.186
Effect of non-recognition of deferred tax asset on tax loss carryforwards	-		-	(31.444)
Adjustment of previous year tax	4.927		4.927	(79.528)
Tax	52.328		52.328	6.656

15. PROPERTY, PLANT AND EQUIPMENT

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Property, plant and equipment are analyzed as follows:

	GROUP & COMPANY				
	Machinery	Buildings	Other equipment	Construction work in progress	Total
Cost					
Balance at January 1, 2023	2.745.621	141.167	24.294	397.255	3.308.337
Additions	178.801	-	19.493	4.619.723	4.818.017
Transfers	1.681.725	-	-	(1.681.725)	-
Disposals	(16.231)	-	-	-	(16.231)
Balance at December 31, 2023	4.589.915	141.167	43.788	3.335.253	8.110.123
Accumulated depreciation					
Balance at January 1, 2023	(139.290)	(7.923)	(6.260)	-	(153.473)
Depreciation expense	(295.094)	(6.944)	(5.066)	-	(307.104)
Disposals	571	-	-	-	571
Balance at December 31, 2023	(433.813)	(14.867)	(11.325)	-	(460.006)
Net book value at 31 December 2023	4.156.102	126.300	32.462	3.335.253	7.650.117
	COMPANY				
	Machinery	Buildings	Other equipment	Construction work in progress	Total
Cost					
Balance at January 1, 2022	507.018	135.359	12.618	1.589.880	2.244.875
Additions	655.838	5.808	11.677	427.941	1.101.264
Transfers	1.590.412	-	-	(1.620.567)	(30.155)
Disposals	(7.647)	-	-	-	(7.647)
Balance at December 31, 2022	2.745.621	141.167	24.294	397.255	3.308.337
Accumulated depreciation					
Balance at January 1, 2022	(14.461)	(1.133)	(2.776)	-	(18.370)
Depreciation expense	(125.048)	(6.790)	(3.484)	-	(135.322)
Disposals	219	-	-	-	219
Balance at December 31, 2022	(139.290)	(7.923)	(6.260)	-	(153.473)
Net book value at 31 December 2022	2.606.331	133.244	18.035	397.255	3.154.864

16. INTANGIBLE ASSETS

Intangible assets are analyzed as follows:

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	GROUP & COMPANY	
	Software	Total
Cost		
Balance at January 1, 2023	31.168	31.168
Additions	-	-
Tranfers from PPE	-	-
Balance at December 31, 2023	31.168	31.168
Accumulated depreciation		
Balance at January 1, 2023	(2.206)	(2.206)
Depreciation expense	(6.216)	(6.216)
Balance at December 31, 2023	(8.422)	(8.422)
Net book value at 31 December 2023	22.745	22.745

	COMPANY	
	Software	Total
Cost		
Balance at January 1, 2022	1.013	1.013
Additions	-	-
Tranfers from PPE	30.155	30.155
Balance at December 31, 2022	31.168	31.168
Accumulated depreciation		
Balance at January 1, 2022	(253)	(253)
Depreciation expense	(1.953)	(1.953)
Balance at December 31, 2022	(2.206)	(2.206)
Net book value at 31 December 2022	28.962	28.962

17. RIGHT OF USE ASSETS

Right of use assets are analyzed as follows:

	GROUP & COMPANY				
	Land	Buildings / Property	Vehicles	Fiber optic	Total
Cost					
Balance at January 1, 2023	33.128	72.144	42.605	1.717.272	1.865.150
Additions	-	-	-	4.549.527	4.549.527
Modifications	946	-	-	-	946
Disposals	-	-	-	(986.459)	(986.459)
Balance at December 31, 2023	34.074	72.144	42.605	5.280.340	5.429.164
Accumulated depreciation					
Balance at January 1, 2023	(1.824)	(28.541)	(14.992)	(43.973)	(89.331)
Depreciation expense	(1.506)	(7.195)	(9.704)	(121.407)	(139.811)
Balance at December 31, 2023	(3.330)	(35.736)	(24.696)	(165.380)	(229.143)
Net book value at 31 December 2023	31.304	36.408	17.909	5.114.960	5.200.021

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	GROUP & COMPANY				
	Land	Buildings / Property	Vehicles	Fiber optic	Total
Cost					
Balance at January 1, 2022	33.128	72.144	38.218	-	143.490
Additions	-	-	-	2.285.015	2.285.015
Modifications	-	-	4.387	-	4.387
Disposals	-	-	-	(567.743)	(567.743)
Balance at December 31, 2022	33.128	72.144	42.605	1.717.272	1.865.150
Accumulated depreciation					
Balance at January 1, 2022	(356)	(21.347)	(5.406)	-	(27.108)
Depreciation expense	(1.468)	(7.195)	(9.587)	(43.973)	(62.223)
Balance at December 31, 2022	(1.824)	(28.541)	(14.992)	(43.973)	(89.331)
Net book value at December 31, 2022	31.304	43.603	27.613	1.673.299	1.775.818

18. INVESTMENTS IN RELATED ENTERPRISES AND JOINT VENTURES

"GRID TELECOM Single Member S.A." in cooperation with the anonymous company "TERNA ENERGY", established a Union of Companies under the name "Union of Companies TERNA ENERGY Commercial Industrial & Technical S.A.- GRID TELECOM S.A.", which after its successful participation in the relevant tender, has been chosen as temporary contractor for the execution of the project "Ultra Broadband Infrastructure - ULTRA FAST BROADBAND through PPP" for Geographical Zones 2, 4, 5 and 6. For the signing of the partnership agreement with the Greek State, the members of the Union established an anonymous company, which will sign and implement the agreement. On 10/2/2023, the above companies signed a Shareholders Agreement to regulate their relations, In order to fulfill the competitive process and after a decision of the Board of Directors, the members of the Union of Companies established on 17/5/2023 an anonymous company with the name "TERNA FIBER SPECIAL PURPOSE COMPANY" and the distinguishing title "TERNA FIBER S.A." with headquarters in the Municipality of Athens, in which the founders participate as follows: "TERNA ENERGY S.A." with a percentage of 50,1% and the Company with a percentage of 49,9%. The initial share capital of the company amounted to one hundred thousand euros (€100,000.00) divided into one hundred thousand registered voting shares, with a nominal value of one euro (€1.00) each and paid in cash by the Founding Members of the Union.

The sole and exclusive purpose of the incorporated company is:

(a) the execution of the Partnership Agreement that will be signed between the Greek State through the Minister of Digital Governance, the company, and the founders – original shareholders of the company as third parties, for the execution of the project "Ultra Broadband Infrastructure – ULTRA FAST BROADBAND through PPP" for Geographical Zones 2, 4, 5 and 6, as they are mentioned in the Invitation for Expression of Interest and in the Issue of Invitation to Submit Binding Offers, the fulfillment of the obligations and the exercise of the company's rights arising from it.

(b) the conclusion of the Partnership Agreement, its Appendixes, and other Contractual Documents in accordance with the provisions of Law 3389/2005 and the Invitation to Submit Binding Offers regarding the PPP Project the conclusion of any contract imposed, provided for, or permitted by the Agreement Partnership or Law 3389/2005, as applicable each time, as well as the fulfillment of all kinds of obligations of the company from the above contracts,

(c) The exercise and performance of any type of commercial transactions directly or indirectly related to the PPP Project, the Partnership Agreement, and the Contractual Documents, as well as any type of legal acts, actions and acts of implementation that are related to the nature and operation of the company,

The company is managed by a seven-member Board of Directors whose composition includes:

- three (3) members from the Company,

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- four (4) members from TERNA ENERGY S.A.,

President of the Board of Directors is elected member of the Board of Directors nominated by GRID TELECOM and CEO is elected member who has been nominated by TERNA ENERGY S.A. For the usual quorum of the Board of Directors of TERNA FIBER, the presence of four (4) members is required, with mandatory participation of at least one (1) member appointed by each of the founders and an increased quorum of five (5) members, to receive on issues of major importance for the operation and promoting the purpose of TERNA FIBER, such as for example the granting of mortgages, guarantees or recommendations of pledges as well as for the conclusion of loans, the granting of permission to enter into a transaction with a related party or to provide securities and guarantees to third parties of the related party, the establishment of branches, agencies or subsidiaries, the acquisition or transfer of holdings.

Investments in associates and joint ventures are broken down as follows:

	GROUP		COMPANY	
	<u>31/12/2023</u>	<u>31/12/2022</u>	<u>31/12/2023</u>	<u>31/12/2022</u>
Interest in joint ventures	23.834	-	49.900	-
Total	23.834	-	49.900	-

The amounts represent the Group's share of the net profit / (losses) from associated companies and joint ventures accounted for on an equity accounting basis, which are analysed as follows:

	GROUP
Balance at January 1, 2022	-
Balance at December 31, 2022	-
Balance at January 1, 2023	-
Interest in joint ventures	49.900
Losses from joint venture investments	(26.066)
Balance at December 31, 2023	23.834
	COMPANY
Balance at January 1, 2022	-
Balance at December 31, 2022	-
Balance at January 1, 2023	-
Interest in joint ventures	49.900
Balance at December 31, 2023	49.900

The Group accounts for TERNA Fiber SA using the equity method and as such, the Group's 49.9% share of the results of TERNA Fiber SA appear under "Share of profit of investments in associates and joint ventures" and its 49.9% share of net assets under "Investment in associates and joint ventures".

The following table summarises the financial information of TERNA Fiber SA as included in its own financial statements. The table also reconciles the summarised financial information to the carrying amount of the Group's interest in TERNA Fiber SA.

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	<u>31/12/2023</u>
Ownership percentage	49,9%
Non-current assets	2.092.624
Current assets	275.444
Non-current liabilities	(2.320.305)
Profit/(loss) for the year (100%)	47.763
Group's share (49.9%)	23.834
Book value of participation in a joint venture	23.834
Operating expenses	(158.782)
Research and development expenses	106.584
Financial expenses	(39)
Income tax	-
Profit / (Losses) and total incomes (100%)	(52.237)
Profit / (Losses) and total incomes (49.9%)	(26.066)
The Group's share of total income	(26.066)

19. DEFERRED TAX ASSETS

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset the current tax assets against the current tax liabilities and when the deferred income taxes concern the same tax authority. The offset amounts for the Group and the Company are the following:

	GROUP & COMPANY	
	<u>31/12/2023</u>	<u>31/12/2022</u>
Deferred tax assets	31.815	23.565
Deferred tax liabilities	(22.274)	(15.237)
Net deferred tax assets	9.540	8.328

The gross movement in the deferred income tax account is as follows:

	GROUP & COMPANY	
	<u>31/12/2023</u>	<u>31/12/2022</u>
Balance at beginning of year	8.328	9.333
Charged in the statement of comprehensive income (Note 14)	1.212	(1.006)
Balance at end of year	9.540	8.328

Changes in deferred tax assets and liabilities during the year, without taking into account the offsetting of balances pertaining to the same tax authority, are the following:

	GROUP & COMPANY	
	<u>Assets (PPE and intangible)</u>	<u>Total</u>
Deferred tax liabilities		
January 01, 2022	(7.767)	(7.767)
Charged in the statement of comprehensive income	(7.470)	(7.470)
December 31, 2022	(15.237)	(15.237)
January 01, 2023	(15.237)	(15.237)
Charged in the statement of comprehensive income	(7.037)	(7.037)
December 31, 2023	(22.274)	(22.274)

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	GROUP & COMPANY			Total
	Leases	Provisions for expected credit loss	Social Security	
Deferred tax assets				
January 01, 2022	2.601	14.499	-	17.100
Credited in the statement of comprehensive income	2.129	4.335	-	6.464
December 31, 2022	4.730	18.835	-	23.565
January 01, 2023	4.730	18.835	-	23.565
Credited in the statement of comprehensive income	2.135	4.787	1.327	8.250
December 31, 2023	6.865	23.622	1.327	31.815

20. OTHER NON- CURRENT LIABILITIES

The other long-term receivables consist of given guarantees for the lease of cars and technical installations and deferred expenses for next years which are expected to be settled after more than 12 months. .

21. RECEIVABLES FROM FINANCE LEASE

The finance lease receivables from "Dark fiber" optical fiber leases were formed in accordance with IFRS 16 "Leases" as follows:

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Long-term receivables from finance sublease	3.660.526	3.621.295
Short-term receivables from finance sublease	2.307.314	1.132.648
	5.967.840	4.753.942
<i>Minus: Provision for impairment</i>	(72.888)	(53.770)
Total	5.894.951	4.700.173

The provisions against expected credit losses are shown as a deduction in the long-term part of the finance lease receivables.

The movement on provision for impairment of finance lease receivables is presented in the following table:

January 1, 2022	44.446
Provision for impairment	9.324
December 31, 2022	53.770
January 1, 2023	53.770
Provision for impairment	19.119
December 31, 2023	72.888

The Group and the Company form a provision for leasing receivables based on the expected credit loss method (IFRS 9).

The maturity dates of long-term receivables are as follows:

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Between 1 and 2 years	178.185	306.756
Between 2 and 5 years	1.334.669	849.651
Over 5 years	2.147.672	2.464.888
Total	3.660.526	3.621.295

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The maturity analysis of finance lease receivables is as follows:

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Finance lease receivables – minimum lease receivables		
Up to 1 year	2.280.081	1.526.119
Between 1 and 5 years	2.942.366	2.183.661
Over 5 years	2.717.502	3.228.645
Total	7.939.949	6.938.425
<i>Minus: Future finance income of finance lease receivables</i>	(1.972.109)	(2.184.483)
Present value of lease receivables	5.967.840	4.753.942

22. TRADE RECEIVABLES

The analysis of trade receivables are analyzed as follows:

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Trade receivables	2.199.802	2.033.595
<i>Minus: Provision for impairment</i>	(34.483)	(31.842)
<i>Minus: Retained guarantees</i>	(17.466)	
Total	2.147.854	2.001.752

The balance of trade receivables includes also invoices for optical fiber leases which at the reporting date have not been received.

The fair value of trade receivables approximates their carrying values.

The movement on provision for impairment of trade receivables is presented in the following table:

	GROUP & COMPANY
Balance at January 1, 2022	21.460
Provision for impairment	10.382
Balance at December 31, 2022	31.842
Balance at January 1, 2023	31.842
Provision for impairment	2.641
Balance at December 31, 2023	34.483

The Group and the Company forms a provision for insecure customers based on the expected credit loss method. The maximum exposure to credit risk at the reference dates is the carrying amount of each class of claim mentioned above.

23. OTHER RECEIVABLES

The analysis of other receivables are analyzed as follows:

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Withholding tax 15% on bank deposits	4.073	66
Receivable from Greek state	1.255.937	180.933
Deferred expenses	624.204	56.289
Accrued income	234.798	-
Guarantees	1.159	1.159
Other receivable	111	-

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Total	<u><u>2.120.282</u></u>	<u><u>238.447</u></u>
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Receivables from Greek state amounted €1,183,919 (31/12/2022: €180,933) relate to VAT for the year.

The costs of subsequent periods include an amount of €70,278 (31/12/2022: €26,919) regarding receivables from related parties (Note 32). An additional amount of €502,024 (31/12/2022: €523,859) concerns expenses of subsequent years which are expected to be settled in more than 12 months.).

Further, the amount of €283,027 relates to accrued income related to receivables from related parties (note 32)

24. CASH AND CASH EQUIVALENTS

The cash and cash equivalents are analyzed as follows:

	GROUP & COMPANY	
	<u>31/12/2023</u>	<u>31/12/2022</u>
Bank deposits	<u>10.994.095</u>	<u>1.135.397</u>
Total	<u>10.994.095</u>	<u>1.135.397</u>

The total amount of cash and cash equivalents of the Group and Company are in Euro, deposited in the National Bank of Greece and there are no commitments on them.

While cash and cash equivalents are also subject to the impairment under IFRS 9, the identified impairment loss was not significant due to the fact that the cash and cash equivalents of the Group and the Company are held at a reputable financial institution.

25. SHARE CAPITAL

By decision of the Board of Directors on January 26, 2023, it was decided to convene an extraordinary General Meeting of the Company's shareholders to increase the Company's share capital in order to address the Company's financial needs for capital expenditures. The General Assembly took place on February 1, 2023 and approved the increase of the share capital by €9.738.300. The increase in the share capital was carried out with a cash payment by IPTO SA, 100% shareholder of the Company and with the issuance of 97.383 new common registered shares, with a nominal value of one hundred Euros (€100) each. The Board of Directors certified the share capital increase by its decision on May 16, 2023 and on June 6, 2023 it was registered in the Commercial Registry with registration code number 3630639.

Therefore, the Company's share capital on 31/12/2023 amounted to €15.038.300 divided into 150.383 common registered shares of nominal value of €100 each.

26. LEGAL RESERVE

The Regular Reserve is formed in accordance with the provisions of the Greek Legislation in which an amount at least equal to 5% of the annual net (after tax) profits, is mandatory to be transferred to the Regular Reserve until its amount reaches one third of the paid-up share capital. This reserve cannot be distributed during the operation of the Group and the Company.

27. LEASE LIABILITIES

The finance lease liabilities are formed in accordance with IFRS 16 "Leases" and as of December 31, 2023 relate to the lease of optic fiber from IPTO SA, the lease of the Group and the Company's headquarters, two car leases as well as the lease of transverse and underground land from GAIAOSE railway network for the passage of optic fiber cables.

The movement of lease liabilities are analyzed as follows:

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	GROUP & COMPANY	
	31/12/2023	31/12/2022
Leasing movement		
Balance at beginning of year	4.324.707	3.344.928
Interest for the year	406.945	284.538
Lease payments for the year	(1.925.146)	(1.594.161)
New leases	4.549.527	2.288.698
Modifications	946	704
Balance at end of year	7.356.979	4.324.707

	GROUP & COMPANY				
	Optic fiber	Building	Vehicles	Land	Total
Long-term lease liabilities	6.284.809	30.942	4.509	32.700	6.352.961
Short-term lease liabilities	983.996	8.433	10.240	1.350	1.004.019
Total	7.268.805	39.374	14.750	34.051	7.356.979

The maturity dates of long-term payables are as follows:

	GROUP & COMPANY				
	Optic fiber	Building	Vehicles	Land	Total
Between 1 and 2 years	284.445	7.308	4.509	1.046	297.308
Between 2 and 5 years	1.505.189	23.634	-	3.381	1.532.203
Over 5 years	4.495.176	-	-	28.274	4.523.449
Total	6.284.809	30.942	4.509	32.700	6.352.961

The present value of lease liabilities are analyzed as follows:

	GROUP & COMPANY				
	Optic fiber	Property	Vehicles	Land	Total
Lease liabilities - minimum lease payments					
Up to 1 year	1.302.832	8.484	10.590	2.288	1.324.194
Between 1 and 5 years	3.896.122	33.936	4.633	9.153	3.943.844
Over 5 years	7.043.772	-	-	38.899	7.082.671
Total	12.242.726	42.420	15.223	50.339	12.350.709
<i>Minus: Future finance cost of lease liabilities</i>	(4.973.921)	(3.046)	(474)	(16.289)	(4.993.729)
Present value of lease liabilities	7.268.805	39.374	14.750	34.051	7.356.979

28. GOVERNMENT GRANTS

At the beginning of March 2023, a grant from the European Commission's Connecting Europe Facility financing mechanism was approved for the development of a network of electric vehicle charging stations. GRID TELECOM (with a coordinating role) and five other companies in Union countries (the "consortium") undertook the implementation of a network of publicly accessible recharging stations for light-duty and heavy-duty electric vehicles to allow electric charging along roads TEN-T networks (Trans-European Transport Networks) in the Czech Republic, Croatia, Greece, Latvia, Lithuania, Poland, Romania, Slovakia and Slovenia. Based on the role of coordinator, GRID TELECOM was appointed the recipient of the grant and its administrator in terms of its distribution to the other members of the consortium. The amount of the total grant for the consortium amounts to €40.950.000, while €6.000.000 corresponds to GRID TELECOM.

On 15.5.2023 for the grant action EXPAND-E Cohesion, GRID TELECOM received from the EUROPEAN CLIMATE, INFRASTRUCTURE AND ENVIRONMENT EXECUTIVE AGENCY (CINEA) for the program "CEF 2 Transport - Alternative Fuels Infrastructure Facility" (EU financial instrument for the boosting EU-wide investments in transport, energy and digital infrastructure), an amount of €20.475.000 as an advance payment of the total grant from which it distributed an amount of €17.475.000 to the other 4 members of the consortium, keeping for itself the the remaining amount of €3.000.000 corresponds to it.

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The movement of grants is analyzed as follows:

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Balance at 1st January	-	-
New received grants	3.000.000	-
Balance at 31 December	3.000.000	-

29. OTHER NON-CURRENT LIABILITIES

Other non-current liabilities are analyzed as follows :

	ΟΜΙΛΟΣ & ΕΤΑΙΡΕΙΑ	
	31/12/2023	31/12/2022
Liabilities for guarantees	7.200	-
Deferred income	41.616	47.235
Σύνολο	48.816	47.235

30. TRADE AND OTHER LIABILITIES

The trade and other liabilities are analyzed as follows:

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Trade payables	3.722.297	2.426.401
Other liabilities	2.551.780	5.093
Other taxes payable and insurance contributions	143.801	51.992
Total	6.417.878	2.483.486

For suppliers an amount of €997.521 (31/12/2022: €1.108.078) is included regarding liabilities to related parties (Note 32).

The fair value of the trade and other short-term liabilities approach the net book value.

31. DEFERRED INCOME

Deferred income refers to prepaid expenses of optic fiber's maintenance and IRU capacity service.

32. TRANSACTIONS WITH RELATED PARTIES

The financial statements of the Group and the Company are consolidated by the parent company IPTO SA (100% direct shareholder as at 31.12.2023) with the full consolidation method.

The Group and the Company is indirectly jointly controlled by the Greek State through IPTO Holdings SA, and DES IPTO SA, which are controlled by the Greek State and control 51% and 25% respectively of its parent company IPTO SA.

Below is the list of the affiliated companies of the Group:

Company	Relation
IPTO SA	Parent
ARIADNI INTERCONNECTION SA	Affiliated
ENERGY EXCHANGE GROUP	Affiliated
SEleNe CC	Affiliated
IPTO HOLDING SA	Affiliated
DES IPTO SA	Affiliated
STATE GRID LTD	Affiliated

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TERNA FIBER S.A.

Affiliated

a) Transactions with related parties

Related party transactions refer to the provision and purchase of services in the normal course of business. The aggregate amounts of sales and purchases from the beginning of the year with related parties under IAS 24, are as follows:

	GROUP & COMPANY	
	01/01/2023 - 31/12/2023	01/01/2022 - 31/12/2022
Revenue from joint arrangements		
TERNA FIBER S.A.	419.249	-
Total	419.249	-

The sales relate to the re-invoicing of costs related to the UFBB project that were incurred before the establishment of the company.

	GROUP & COMPANY	
	01/01/2023 - 31/12/2023	01/01/2022 - 31/12/2022
Intercompany purchase of services		
IPTO S.A.	742.816	496.813
Total	742.816	496.813

The purchases of services concern fees & costs of optical fiber maintenance, financial costs of leases, space rents and the provision of supporting services such as IT, telecommunications, utilities, space maintenance, etc.

Board of Directors and Key Management

The compensation of the members of the Board of Directors and Key Management personnel for the Company amounted to €107.976 (31/12/2022: €62.028).

The Group and the Company's transactions with related parties have been carried out under normal market conditions

b) Balances with related parties

The closings balances of receivables and liabilities at year end, which have resulted from transactions with related parties under IAS 24, are as follows:

The Group and the Company's transaction with related parties are analyzed as follows:

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Receivables		
IPTO S.A.	84.285	26.929
TERNA FIBER S.A.	451.942	-
Total	536.227	26.929

	GROUP & COMPANY	
	31/12/2023	31/12/2022
Intercompany Payables		
IPTO S.A.	7.525.373	5.374.066
Obligations to Board members	-	3.340
Total	7.525.373	5.377.406

33. COMMITMENTS AND CONTINGENT LIABILITIES

For the years ended 31.12.2019 until 31.12.2022 and remain tax unaudited by the competent tax authorities. Management's assessment is that any taxes that may arise will not have a material effect on the financial statements.

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For the same years, the Group and the Company has been subject to the tax audit of Certified Public Accountants, in accordance with the regime provided by the provisions of article 65A of Law 4174/2013 as amended by article 37 of Law 4664/2019 and is also valid. Tax compliance reports were issued, For the year 2023, the Group and the Company has been subject to the tax audit of OEL, as provided by the provisions of article 65a of Law 4174/2013. This audit is in progress and the relevant tax certificate is expected to be issued after the publication of the financial statements for the year 2023, If until the completion of the tax audit additional tax liabilities arise we estimate that they will not have a material effect on the financial statements.

There are no other contingent liabilities at balance sheet date.

34. SUBSEQUENT EVENTS

There are no subsequent events, apart from those disclosed in the above notes, that would require disclosure or adjustment of, the attached financial statements.

THE CHAIRMAN

MEMBER OF THE BOARD OF
DIRECTORS

CHIEF ACCOUNTANT

K. AGATHAKIS

ID No X 075895

GEORGIOS PSIRIS

ID No , AZ 096291

KPMG Accountants Single Member S,A

Office License No: 157

ANTONIS TRICHAS

License No: 98475