



STRINTZIS LINES SHIPPING LTD

Annual Company Financial Statements
for the period 1-1-2007 to 31-12-2007
Type of Auditors' opinion: Unqualified

(Amounts in thousand €)

The Annual Financial Statements for the fiscal year 2007 were approved by the Board of Directors of STRINTZIS LINES SHIPPING LTD on 20th March 2008.

STRINTZIS LINES SHIPPING LTD
Domicile: 1, Costaki Pantelidi Avenue - Nicosia, Cyprus
Branch: 157, C. Karamanli Avenue - Voula 166 73 Athens, Greece

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of **Strintzis Lines Shipping L.T.D.**

Report on the Financial Statements

We have audited the accompanying financial statements of Strintzis Lines Shipping L.T.D., which comprise the balance sheet as at 31 December 2007, and the income statement, statement of changes in shareholders' equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards that have been adopted by the European Union. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Greek Auditing Standards, which are based on International Standards of Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the aforementioned financial statements present fairly, in all material respects, the financial position of Strintzis Lines Shipping L.T.D. as of 31 December 2007 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards that have been adopted by the European Union.

Athens, 24 March 2008

The Certified Public Accountant
Athos Stylianos, FCCA, CPA(Gr)
A.M. SOEL 12311
For DRM Stylianos SA (A.M. 104)
Member of RSM International

INCOME STATEMENT

For the fiscal years ending at December 31 2007 & 2006

	COMPANY	
	<u>1/1-31/12/07</u>	<u>1/1-31/12/06</u>
Revenue		
Cost of sales		
Gross Profit/(loss)		
Other operating income		
Administrative expenses		
Distribution expenses		
Earnings before taxes, investing and financial results		
Dividends from subsidiaries and other entities		
Interest & other similar income		
Interest & other financial expenses		(1)
Foreign exchange differences		
Financial results		(1)
Total profit/(loss) before taxes		(1)
Taxes		(10)
Profit/(loss) after taxes		(11)
<u>Attributable as follows:</u>		
Company Shareholders		(11)
Minority Interest in subsidiaries		
Earnings After Taxes per Share - Basic (in €)		
Proposed dividend payable per share (in €)		

BALANCE SHEET

As at 31st of December 2007 and at December 31, 2006

	COMPANY	
	31/12/2007	31/12/2006
<u>ASSETS</u>		
<u>Non-current assets</u>		
Tangible assets		
Intangible assets		
Investments in subsidiaries-associated companies		
Non-current receivables		
<hr/>		
<u>Current assets</u>		
Inventories		
Trade receivables and prepayments	10	
Tax receivables	9	9
Receivables from subsidiaries-associated companies	10.947	10.945
Other receivables	1	11
Financial assets held for trading		
Cash and cash equivalents	7	8
Deferred expenses		
Accrued income		
	<hr/>	<hr/>
	10.974	10.973
Total assets	<hr/>	<hr/>
	10.974	10.973
<hr/>		
<u>EQUITY AND LIABILITIES</u>		
<u>Equity</u>		
Share capital	4.419	4.419
Reserves	(4.534)	(4.534)
Retained earnings	137	137
Total Shareholders equity	<hr/>	<hr/>
	22	22
Minority interests in subsidiaries		
Total equity	<hr/>	<hr/>
	22	22
<hr/>		
<u>Non-current liabilities</u>		
Secured loans		
Finance leases		
Deferred tax liabilities		
Retirement benefit provisions		
Provisions		
<hr/>		
<u>Current liabilities</u>		
Bank loans and overdrafts		
Current portion of long term liabilities		
Trade and other payables		6
Payables to subsidiaries-associated companies	10.942	10.935
Tax liabilities		
Accrued expenses	10	10
	<hr/>	<hr/>
	10.952	10.951
Total equity and liabilities	<hr/>	<hr/>
	10.974	10.973

Statement of Changes in Equity
For the Period 1/1-31/12 2007 & 2006

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Equity
Balance at 1 January 2007	4.419		3.296	(7.830)	137		22
Changes in Equity for the Period 1/1-31/12/2007							
Net Profit for the Period 1/1-31/12/2007							
Dividends							
Balance at 31 December 2007	4.419		3.296	(7.830)	137		22
Balance at 1 January 2006	4.419		3.296	(7.830)	148		33
Changes in Equity for the Period 1/1-31/12/2006							
Net Profit for the Period 1/1-31/12/2006					(11)		(11)
Dividends							
Balance at 31 December 2006	4.419		3.296	(7.830)	137		22

CASH FLOW STATEMENT

For the periods ending at December 31 2007 & 2006

COMPANY	
<u>1/1-31/12/2007</u>	<u>1/1-31/12/2006</u>

Cash flow from Operating Activities

Profit Before Taxes		(1)
Adjustments for:		
Depreciation & amortization		
Provisions		
Foreign exchange differences		
Net (profit)/Loss from investing activities		
Interest and other financial expenses		1
Plus or minus for Working Capital changes :		
Decrease/(increase) in Inventories		
Decrease/(increase) in Receivables	(2)	22.820
(Decrease)/increase in Payables (excluding banks)	1	(22.833)
Less:		
Interest and other financial expenses paid		(1)
Taxes paid		
Total cash inflow/(outflow) from operating activities (a)	(1)	(14)

Cash flow from Investing Activities

Acquisition of subsidiaries, associated companies, joint ventures and other investments		
Purchase of tangible and intangible assets		
Proceeds from sale of tangible and intangible assets		
Interest received		
Dividends received		
Total cash inflow/(outflow) from investing activities (b)		

Cash flow from Financing Activities

Proceeds from issuance of Share Capital		
Proceeds from Borrowings		
Payments of Borrowings		
Payments of finance lease liabilities		
Dividends paid		
Total cash inflow/(outflow) from financing activities (c)		

Net increase/(decrease) in cash and cash equivalents

(a)+(b)+(c)	(1)	(14)
Cash and cash equivalents at beginning of period	8	22
Cash and cash equivalents at end of period	7	8

The method used for the preparation of the above Cash Flow Statement is the Indirect Method.