



## **BLUE STAR FERRIES JOINT VENTURE**

Annual Company Financial Statements  
for the period 1-1-2006 to 31-12-2006  
Type of Auditors' opinion: Unqualified

(Amounts in thousand €)

The Annual Financial Statements for the fiscal year 2006 were approved by the Board of Directors of BLUE STAR FERRIES JOINT VENTURE on 15<sup>th</sup> February 2007.

BLUE STAR FERRIES JOINT VENTURE  
157, C.Karamanli Avenue  
Voula 166 73  
Athens, Greece

## INDEPENDENT AUDITOR'S REPORT

To the members of BLUE STAR FERRIES JOINT VENTURE

### **Report on the Financial Statements**

We have audited the accompanying financial statements of BLUE STAR FERRIES JOINT VENTURE which comprise the balance sheet as at 31 December 2006, and the income statement, statement of changes in 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 as these 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 Greek Auditing Standards which have been harmonised with International Standards on 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 financial statements give a true and fair view of the financial position of BLUE STAR FERRIES JOINT VENTURE as of 31 December 2006, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as these have been adopted by the European Union.

Athens, 20 February 2007  
The Certified Public Accountant

Athos Stylianou, FCCA, CPA(Gr)  
A.M. SOEL 12311  
For DRM Stylianou SA (A.M. 104)  
Member of RSM International

## **BALANCE SHEET**

As at 31st of December 2006 and at December 31, 2005

	<b>COMPANY</b>	
	<b>31/12/2006</b>	<b>31/12/2005</b>
<b><u>ASSETS</u></b>		
<b><u>Non-current assets</u></b>		
Tangible assets		
Intangible assets		
Investments in subsidiaries-associated companies		
Non-current receivables		
<b><u>Current assets</u></b>		
Inventories		
Trade receivables and prepayments	21.458	16.580
Tax receivables	38	37
Receivables from subsidiaries-associated companies	182.751	455.100
Other receivables	340	834
Financial assets held for trading		
Cash and cash equivalents	2.349	5.075
Deferred expenses		36
Accrued income		
	206.937	477.662
<b>Total assets</b>	<b>206.937</b>	<b>477.662</b>
<b><u>EQUITY AND LIABILITIES</u></b>		
<b><u>Equity</u></b>		
Share capital		
Reserves		
Retained earnings		
<b>Total Shareholders equity</b>		
<b>Minority interests in subsidiaries</b>		
<b>Total equity</b>		
<b><u>Non-current liabilities</u></b>		
Secured loans		
Finance leases		
Deferred tax liabilities		
Retirement benefit provisions	125	99
Provisions		
	125	99
<b><u>Current liabilities</u></b>		
Bank loans and overdrafts		
Current portion of long term liabilities		
Trade and other payables	3.275	3.159
Payables to subsidiaries-associated companies	202.730	473.800
Tax liabilities	32	20
Accrued expenses	776	584
	206.812	477.563
<b>Total equity and liabilities</b>	<b>206.937</b>	<b>477.662</b>

## **CASH FLOW STATEMENT**

For the periods ending at December 31 2006 & 2005

**1/1-31/12/2006 1/1-31/12/2005**

### **Cash flow from Operating Activities**

Profit Before Taxes

#### **Adjustments for:**

Depreciation & amortization

Provisions

Foreign exchange differences

Net (profit)/Loss from investing activities

Interest and other financial expenses

#### **Plus or minus for Working Capital changes :**

Decrease/(increase) in Inventories

Decrease/(increase) in Receivables

267.999 (119.944)

(Decrease)/increase in Payables (excluding banks)

(270.725) 119.079

Less:

Interest and other financial expenses paid

Taxes paid

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

**(2.726) (865)**

### **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)**

**(2.726) (865)**

**Cash and cash equivalents at beginning of period**

**5.075 5.940**

**Cash and cash equivalents at end of period**

**2.349 5.075**

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