



## **BLUE STAR FERRIES JOINT VENTURE**

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 BLUE STAR FERRIES JOINT VENTURE on 20<sup>th</sup> March 2008.

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

## INDEPENDENT AUDITOR'S REPORT

### To the Shareholders of Blue Star Maritime S.A.

#### ***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 2007, 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 Blue Star Ferries Joint Venture 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 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 2007 and at December 31, 2006

	<b>COMPANY</b>	
	<b>31/12/2007</b>	<b>31/12/2006</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	21.855	21.458
Tax receivables	38	38
Receivables from subsidiaries-associated companies	323.499	182.751
Other receivables	33	340
Financial assets held for trading		
Cash and cash equivalents	3.010	2.349
Deferred expenses		
Accrued income		
	<u>348.436</u>	<u>206.937</u>
<b>Total assets</b>	<b><u>348.436</u></b>	<b><u>206.937</u></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	142	125
Provisions		
	<u>142</u>	<u>125</u>
<b><u>Current liabilities</u></b>		
Bank loans and overdrafts		
Current portion of long term liabilities		
Trade and other payables	2.994	3.275
Payables to subsidiaries-associated companies	344.317	202.730
Tax liabilities	39	32
Accrued expenses	943	776
	<u>348.294</u>	<u>206.812</u>
<b>Total equity and liabilities</b>	<b><u>348.436</u></b>	<b><u>206.937</u></b>



## CASH FLOW STATEMENT

For the periods ending at December 31 2007 & 2006

1/1-31/12/2007 1/1-31/12/2006

### 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

(140.839) 267.999

(Decrease)/increase in Payables (excluding banks)

141.500 (270.725)

Less:

Interest and other financial expenses paid

Taxes paid

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

661 (2.726)

### 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)**

661 (2.726)

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

2.349 5.075

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

3.010 2.349

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