

ANNUAL REPORT
AND ACCOUNTS
2000



STRINTZIS LINES SHIPPING S.A.

**ANNUAL REPORT
AND ACCOUNTS
2000**

STRINTZIS LINES SHIPPING S.A.



Blue Star Ferries
STANTIS LINES

Blue Star 1
100000

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STRINTZIS LINES SHIPPING S.A.

INVITATION TO THE ANNUAL GENERAL MEETING

The shareholders of Strintzis Lines Shipping S.A. are invited to the Annual Ordinary General Meeting of Shareholders on Thursday, 28th June, 2001 at 09:00 hrs at Divani Apollon Palace Hotel, 10 Agiou Nikolaou and Heliou str., 166 71 Vouliagmeni.

AGENDA

1. Submission and approval of the annual financial statements for the year ended 31st December, 2000 and the reports of the Board of Directors and the Certified Auditors.
2. Discharge of the Board of Directors and the Certified Auditors from any responsibility for the year 2000.
3. Appointment of Certified Auditors for the year 2001 and determination of their remuneration.
4. Change of corporate domicile and amendment of article 3 of the Articles of Incorporation.
5. Resolution according to law 2842/2000 upon the following matters:
 - a) Increase of the share capital, by capitalisation of reserves and increase of the nominal value of the share.
 - b) Conversion of the share capital in Euro.
 - c) Amendment of article 5 of the Articles of Incorporation.
6. Resolution for the change of use of part of the capital raised from the share capital increase decided at the Ordinary General Meeting of 22.05.2000.
7. Approval of remuneration granted to members of the Board of Directors for the fiscal year 2000.

Shareholders who wish to attend the Annual General Meeting of Shareholders are requested to pledge all or part of their shares with their stockbroker or with the Central Security Depository and submit the deposit receipt and any proxies not less than five (5) days from the day of the General Meeting to Mr. D. Souris, Alkyonidon 157, Voula.

Piraeus, 6th June, 2001

The Board of Directors

CHAIRMAN'S ADDRESS

Dear Shareholders,

Important developments marked the year 2000, developments which affected the coastal shipping industry and subsequently so our company.



Two of them stand out, the liberalisation of coastal shipping and the sharp increase in the price of fuel oil which had a direct effect on the financials of the companies of the sector as a whole.

Our company supports free competition and the abolition of the old system of cabotage trade in the domestic waters which restricted the free deployment of ships as their managing companies wished. Protectionism can only lead to lack of innovation and progress and as such our company is confident about the future of Greek coastal shipping following the encouraging moves by the Greek government to abolish the old system of operating licences.

In anticipation of the lifting of cabotage restrictions by the year 2004, coupled with the liberalisation of the system in general as the whole institutional framework changes, our company has proceeded early on with its shipbuilding programme. Our business plan acknowledging the need for medium-sized vessels, best suited for the Greek waters and Greek island ports, has placed us well ahead of our competitors.

Our newbuilt ferry Blue Star Ithaki, delivered in June 2000, has been successfully deployed on the Cycladic island routes. Furthermore, we are expecting the delivery of four more new ultra modern car-passenger ferries during 2002. Two of these are currently under construction at Daewoo Shipbuilding and Marine Engineering Co. Ltd in Korea and are due for delivery in May and July 2002 respectively. Two more vessels are being built at Hellenic Shipyards S.A. of Skaramanga, in Greece and according to the recently revised building contract, are due for delivery in March and in May 2002. These ships are going to be deployed in the Aegean routes for which the company has obtained operating licences. Our company's strategy remains to gain the highest market share on the routes on which we are active and it is to that end that we continue to work for.

During the year 2000, we witnessed considerable traffic volume growth with our ships, and in particular:

Patras-Killini-Ionian islands routes:

774,420 passengers, 135,460 private vehicles and 57,814 trucks.

Cycladic island routes:

1,166,903 passengers, 139,501 private vehicles and 22,666 trucks.

Adriatic Sea routes:

501,886 passengers, 105,764 private vehicles and 77,887 trucks.

Our company ranked third in terms of total traffic volumes carried in the Adriatic Sea routes, with Superfast Ferries holding first place, Minoan Lines second place and ANEK fourth place.

In total, our fleet carried:

2,443,209 passengers, 380,725 private vehicles and 158,367 trucks

We continue to gain market share in the Adriatic Sea and it is worth noting that in the first quarter of 2001, we moved up to second place on the Greece-Italy routes, with Superfast Ferries still the top carrier in passenger and truck traffic.

However, the cost of fuel oil has affected profits against our expectations. In the year 2000, total fuel costs amounted to Grd 11 billion, Grd 5.7 billion more than in 1999.

High fuel prices are persisting and although prices have gone down from the levels reached in 2000, current prices reflect the average prices of year 2000.

To compensate for this increase in fuel prices and hence our operating expenses, earlier on this year our company raised the fares for passenger and private vehicles. The fares increases in the Adriatic routes were of an average of 17% and in the domestic market approximately 7%.

With the addition of four brand new ultra modern ferries in the first half of 2002, our company will own seven newly built fast ferries. This will bring us closer to our aim of continual renewal of our fleet as we build new vessels and gradually dispose of older ones.

We firmly believe that with the addition of the four new vessels currently under construction, we shall capture a considerable share of the passenger and vehicle traffic on the routes on which our company operates. The speed the ships can attain, will enable them to call at the busiest commercial ports during peak hours. Moreover, with the imminent liberalisation of routes and price schedules as of November 2002, according to the law recently voted by the Greek Parliament, our company will be able to deploy its ships on the most profitable routes of the Aegean and Ionian Seas while being able to charge prices relative to the quality of the ships employed and the superior services offered. As such, our company expects that a liberalised market will allow the best possible operation of its ships and thus capturing greater market shares.

Our affiliation with the major shipping group Attica Enterprises S.A., which today holds 48.57% of Strintzis Lines' stock, has generated substantial benefits for our company, the most important of which being the continuous trust shown in our company.

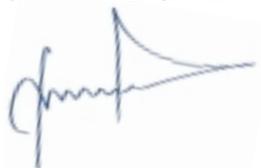
Attica's support breeds a sense of security for us, albeit a sense of increased obligation towards Attica and all of our shareholders.

On behalf of the Board of Directors, I would like to thank all the company's staff and associates for their hard work and contribution.

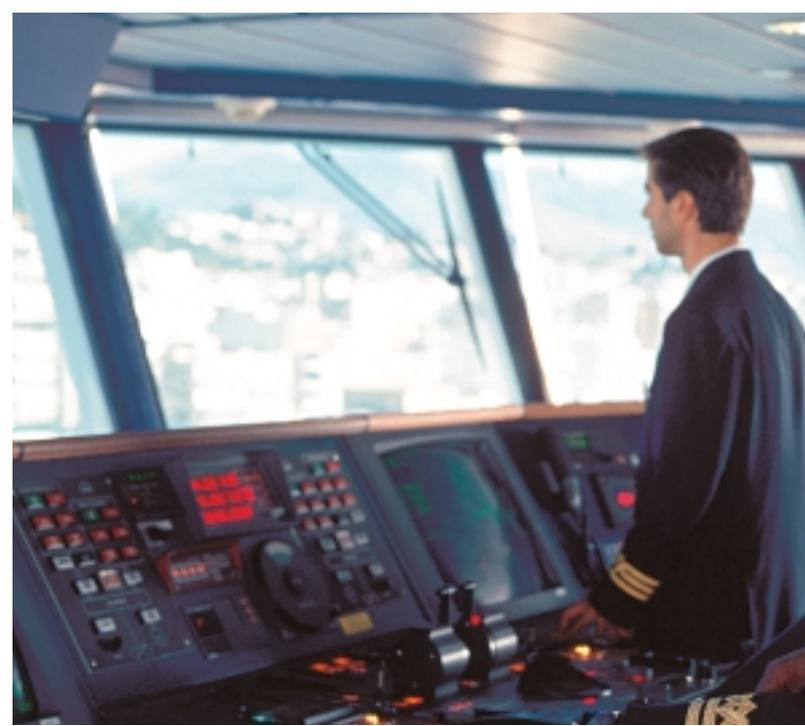
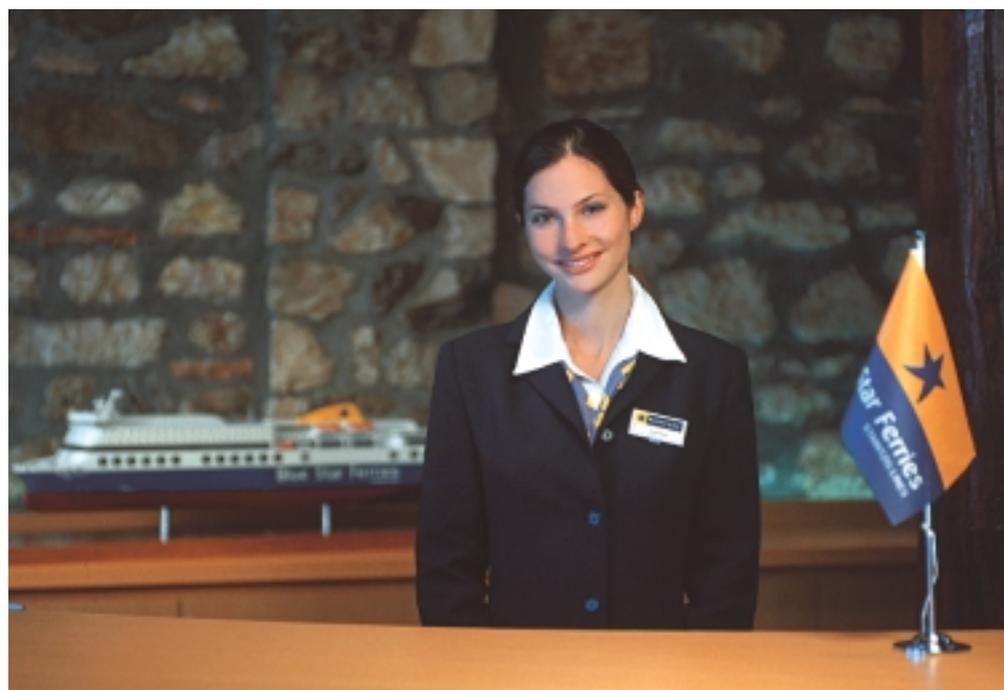
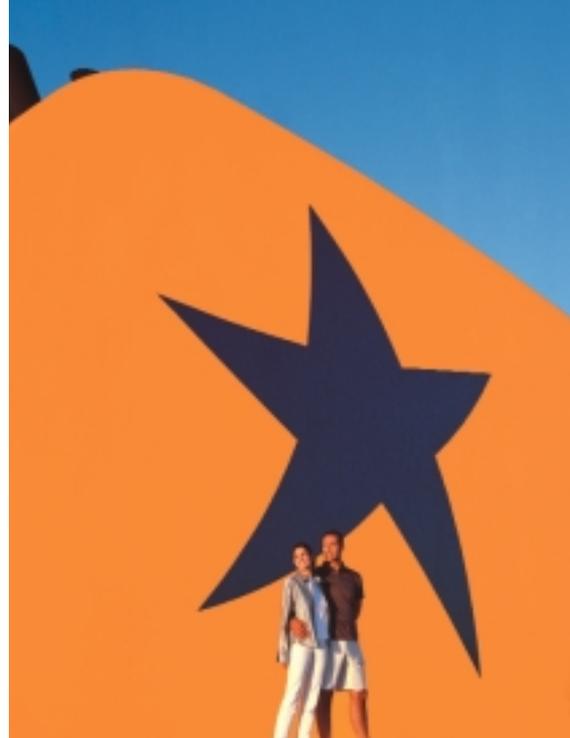
We also wish to thank the officers and crew on our ships for their continuous effort in providing the highest level of services to our passengers.

Voula, 28th June, 2001

Gerasimos D. Strintzis

A handwritten signature in blue ink, appearing to be 'G. Strintzis', written over a light blue rectangular background.

Chairman of the Board of Directors



REPORT OF THE BOARD OF DIRECTORS

Dear Shareholders,

Year 2000 was a year of a restructuring and modernisation for our company. It was the first full financial year during which Attica Enterprises Holdings S.A. was the main shareholder of Strintzis Lines Shipping S.A. Today, Attica Enterprises controls 48.57% of Strintzis Lines Shipping S.A.

Synergistic effects exploited together with the other companies belonging to the Attica Enterprises Group contributed to considerable economies of scale especially in fuel and other suppliers, reduction in insurance costs, in optimisation of timetable scheduling and in on board services costs.

The company under its new trademark, Blue Star Ferries, aims at the expansion of its activities into new routes in Greece and abroad, with technologically advanced vessels, while achieving a gradual renewal of its fleet's age. To that end, our company took delivery of three new ships during 2000, of which Blue Star 1 and Blue Star 2 were deployed on the Greece – Italy routes and Blue Star Ithaki on the domestic routes in the Aegean Sea. The value of these ships stands at Grd 84 billion which were added to the company's fixed assets. The group's oldest vessel, the Eptanisos, was sold.

In November 2000, the company successfully concluded a share capital increase approved in the Annual Shareholders' General Meeting of 22nd May, 2000, to the order of Grd 27.7 billion. The capital raised will finance the completion of this part of Strintzis Lines' investment programme and in particular the building of new vessels aimed at the renewal of the fleet and the strengthening of the company's position on the routes on which it operates. Finally, the government's decision to gradually proceed with the earlier than planned liberalisation of the Greek coastal shipping system and to dismantle the existing protectionist regime, vindicated our group's long-standing position. It provides the springboard for our company's planning and development for coastal shipping with new, modern and reliable vessels.

The highlights of the financial year 2000 include:

On March 25th 2000, ultra modern fast car-passenger ferry Blue Star 2 was launched in a special ceremony at the Dutch shipyard Van der Giessen-de-Noord in Rotterdam.

In May, fast car-passenger ferry Blue Star Ithaki was delivered by Daewoo Heavy Industries Ltd shipyard and was successfully deployed as of June 2000

on the Rafina-Syros-Paros-Naxos-Santorini routes, introducing new standards in Greek coastal shipping.

On 5th June, 2000, ultra modern 28 knot-speed fast car-passenger ferry Blue Star 1 was delivered by the Dutch shipyard Van der Giessen-de-Noord and was deployed on the Greece-Italy route between Patras, Brindisi and Ancona. Crossings between Patras and Brindisi take 9 hours while sailing between Patras and Ancona via Brindisi, requires 21 hours.

On 6th July, 2000, ultra modern 28 knot-speed fast car-passenger ferry Blue Star 2 was delivered by the Dutch shipyard Van der Giessen-de-Noord and was deployed on the same route as Blue Star 1, thus offering daily departures from the ports of Ancona and Brindisi to Patras, and return.

In November 2000, our company successfully concluded a share capital increase of Grd 27.7 billion. The capital raised will finance the completion of Strintzis Lines' investment programme and in particular the building of new vessels aimed at the renewal of the fleet and the strengthening of the company's position on the routes on which it operates.

Following the completion of its share capital increase in November 2000, our company concluded an agreement with Daewoo Shipbuilding & Marine Engineering Co. Shipyards in Korea, for the building of two fast ultra modern car-passenger ferries. The new order is worth approximately Grd 29 billion. The ships are due for delivery within the first half of 2002 and are expected to upgrade the level of services offered to the traveling public on the Greek domestic routes.

In autumn, our company was granted four licences for the servicing of domestic routes following the positive assessment of the Ministry of Shipping's Advisory Committee for operating licences, for the following routes:

- Pireaus-Paros-Naxos-Santorini (2 licences)
- Patras-Zakinthos and Patras-Cephalonia
- Lavrio-Andros-Tinos-Mykonos or Pireaus-Syros-Tinos-Mykonos

Our company intends to deploy the aforementioned vessels currently under construction to the routes for which it has been granted licences.

Also in November 2000, our company got approval for the redeployment of Blue Star Ithaki from the Rafina-Cycladic islands route to the Piraeus-Paros-Naxos-Santorini route, calling twice a week to Syros and Ios.

In addition, the building of two car-passenger ferries, Blue Star Chios and Blue Star Myconos, is continuing at the Hellenic Shipyards at Skaramanga. Upon completion, these two vessels will be deployed on the coastal services routes, considerably reducing travelling time. With the completion and delivery of these two ships, the company will have seven ultra modern fast conventional-type ferries in its fleet, all built between 2000-2002.

Last year, the company's traffic volumes increased considerably in comparison to 1999. On the domestic routes our ships carried 1,941,323 passengers, 80,480 trucks and 274,961 private vehicles. Compared to 1999, we carried 33.29% more passengers, 25.17% more trucks and 53.94% more private vehicles.

On the Adriatic Sea routes, according to the statistical data released by the port authorities of Patras and Igoumenitsa, our company ranked third in all traffic categories for the year 2000. Being active with 7 ships in a total of 45 ships operating on the Greece-Italy routes, it carried 16.5% of total market traffic in passengers, 17.9% in trucks and 15.5% in private vehicles. Versus last year's reports, this represents an increase in volumes carried by 35.48% in passengers, 17.49% in trucks and 33.35% in private vehicles.

Consolidated sales reached Grd 33.9 billion for the year 2000 against Grd 26.8 billion in 1999, an increase of 26.8%. Net profit, on a consolidated basis, stood at Grd 611 million against Grd 3 billion in 1999, a decline of 79.6%.

This decline in consolidated profit, despite the increase in turnover, is primarily due to the increase by approximately Grd 3 billion of the group's operating expenses against 1999, due to the sharp increase in the price of fuel oil expenses. The financial results of 1999 also included profit of Grd 436 million from the sale of the company's subsidiary Swansea-Cork Ferries. Not included in this year's accounts, are profits of Grd 1.1 billion following the sale of the company's own stock. Year 2000 financial statements include considerable expenses for repairs, maintenance and upgrading of the fleet's ships as well as the launching of the company's new trademark, Blue Star Ferries. Finally, the Ministry of Shipping granted no fare increases during the whole of year 2000, despite the sharp increase in the operating expenses of the Greek coastal fleet.

Dear Shareholders,

The Consolidated Accounts for the Group in 2000, are as follows:

Turnover	Grd	33,923,572,620
Gross profit	Grd	7,205,510,678
Earnings before interest and depreciation	Grd	6,210,369,272
Net consolidated profit	Grd	611,069,445

Net consolidated profit (loss) for the group was derived as follows:

STRINTZIS LINES SHIPPING S.A.	Grd	(920,817,744)
BLUE STAR FERRIES SHIPPING S.A.	Grd	260,025,949
STRINTZIS LINES COMPANY LTD	Grd	552,020,533
STRINTZIS LINES SHIPPING LTD	Grd	(91,258,820)
WATERFRONT NAVIGATION CO.	Grd	140,163
THELMO MARINE S.A.	Grd	810,959,364
STRINTZIS LINES S.A.	Grd	-
BLUE STAR JOINT VENTURE	Grd	-
BLUE STAR FERRIES S.A.	Grd	-
NET PROFIT FOR THE GROUP	Grd	611,069,445

On behalf of the Board of Directors

Spiros Ch. Pashalis
Authorised Director

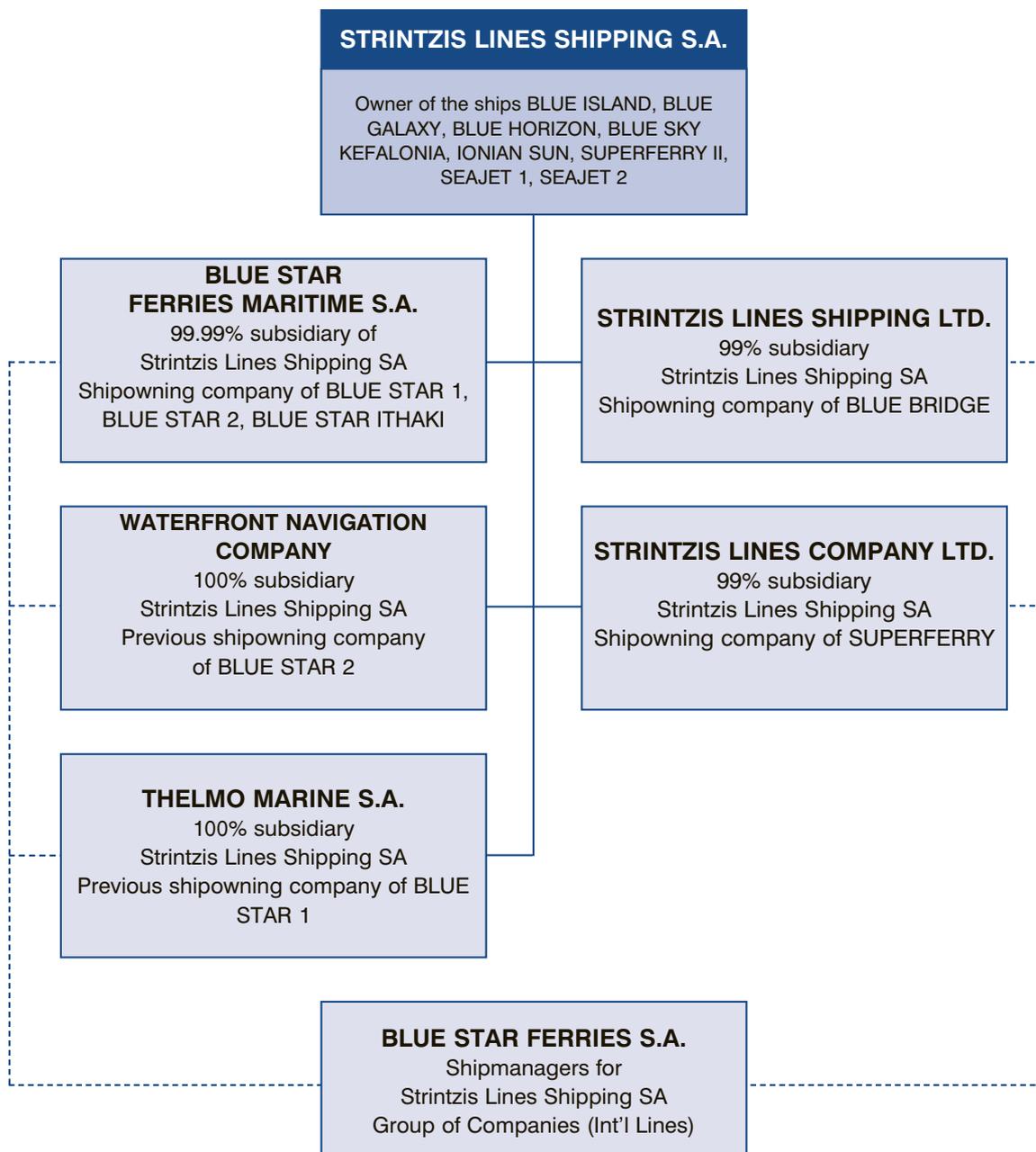
We confirm that the above Report of the Board of Directors to the Annual General Meeting of Shareholders of 2001 which consists of four pages is that which is referred to in our Audit report dated 27th February 2001.

RSM
international

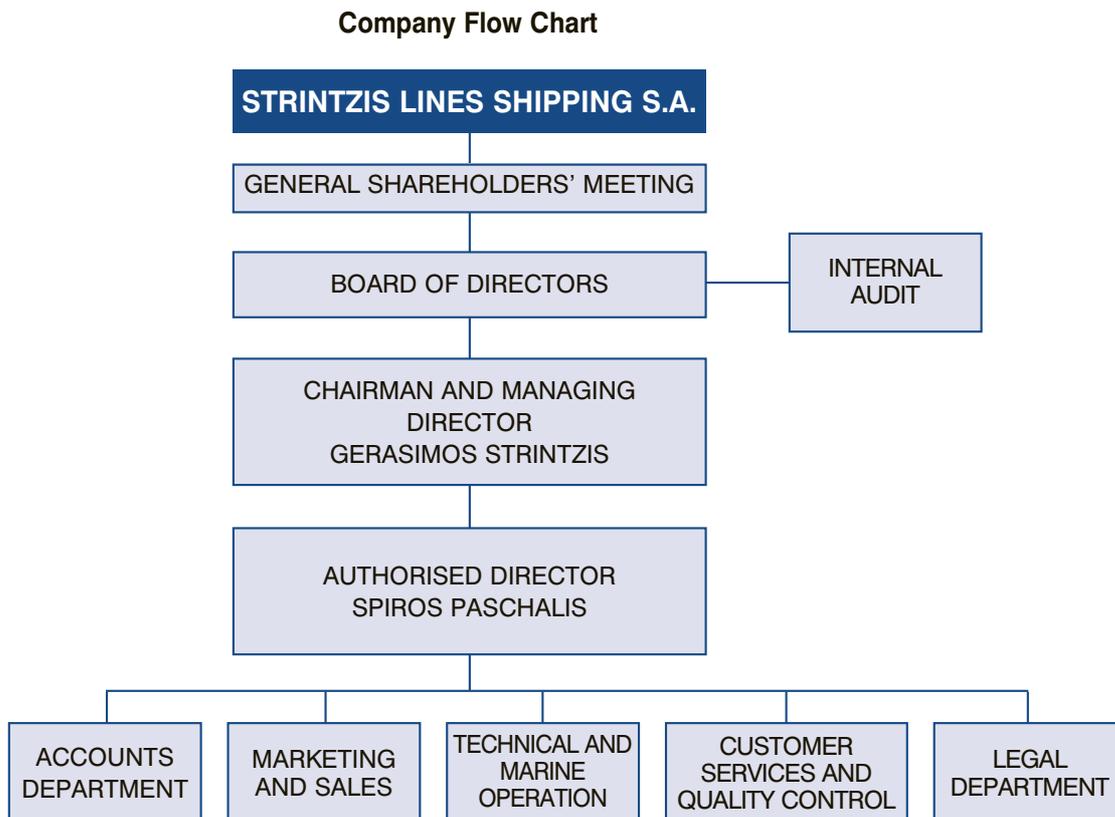
The Certified Public Accountants
Athos Stylianou, FCCA, CA (Gr)
DRM STYLIANOU S.A.
A Member Firm of RSM International

CORPORATE STRUCTURE

STRINTZIS LINES SHIPPING S.A. GROUP OF COMPANIES



Company Flow Chart



The Board of Directors

GERASIMOS D. STRINTZIS

Chairman and Chief Executive Officer

ALEXANDER P. PANAGOPULOS

Vice-Chairman

SPIROS CH. PASCHALIS

Authorised Director

PERICLES S. PANAGOPULOS

Director

MICHAEL G. GIALOURIS

Director

ANTHONY D. STRINTZIS

Director

The Fleet

Blue Star Ferries owns a fleet of fourteen ships operating in the Greek domestic and Adriatic Sea routes. Twelve of its vessels are monohull-type car-passenger vessels and two are passenger-only catamarans.

Three new ultra modern ferries joined the Blue Star Ferries fleet during the year 2000, namely, Blue Star 1, Blue Star 2 for the Greece-Italy routes and Blue Star Ithaki for the ferry connection of the Cycladic islands with mainland Greece.

In the course of the year, the oldest ship of the fleet, car-passenger ferry Eptanisos was sold. Car-passenger ferry Superferry which operated under charter agreement on the Swansea-Cork route in the United Kingdom was returned to her owners at the end of the year and renamed Blue Aegean.



Blue Star 1



Blue Star 2



Blue Star Ithaki



SeaJet 1



SeaJet 2



Kefalonia



Superferry II



Blue Horizon



Blue Bridge



Blue Island



Ionian Sun



Blue Galaxy



Blue Aegean



Blue Sky

Itineraries 2000

In year 2000, the company's ships operated on the following routes:

1. Domestic routes (daily)

- Rafina-Andros-Tinos-Mykonos
Superferry II
- Rafina-Tinos-Mykonos-Paros
SeaJet 2
- Rafina-Syros-Paros-Naxos-Ios-Santorini
SeaJet 1
- Rafina-Syros-Paros-Naxos-Santorini
Blue Star Ithaki until November 2000
- Piraeus-Paros-Naxos-Santorini (also to Syros and Ios twice a week)
Blue Star Ithaki since November 2000
- Patras-Cephalonia (Sami)-Ithaki
Kefalonia
- Killini-Cephalonia (Poros) and Killini-Cephalonia (Argostoli)
Ionian Sun

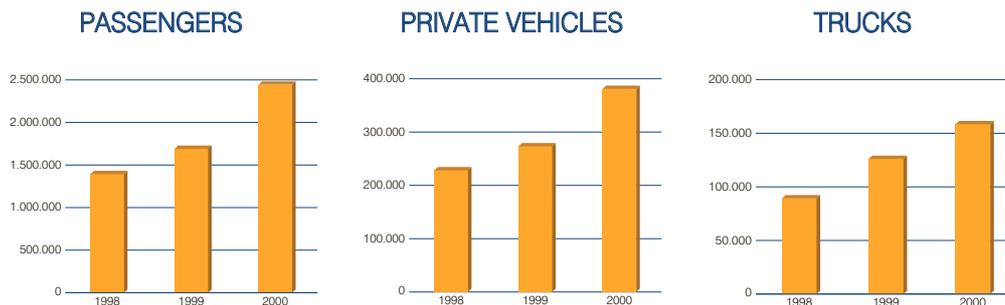
2. Greece-Italy routes (daily)

- Patras-Brindisi-Ancona
Blue Star 1, Blue Star 2
- Patras-Corfu-Igoumenitsa-Venice
Blue Horizon, Blue Sky, Blue Island and **Blue Galaxy**
- Igoumenitsa-Corfu-Venice
Blue Bridge



Traffic Volumes Blue Star Ferries 1998-2000

TOTAL TRAFFIC VOLUME



The Domestic Routes

Strintzis Lines has traditionally been an operator in the two main Greek domestic seas, the Ionian Sea and the Aegean Sea. In particular, last year the company's ships served daily the Ionian islands of Cephalonia, Ithaki and Corfu and the Cycladic islands of Andros, Tinos, Mykonos, Paros, Syros, Naxos, Ios, Amorgos and Santorini.

1. The Ionian Sea routes

The company operated two ferries, the Ionian Sun and the Kefalonia between the ports of Patras and Killini in the Peloponnese to the Ionian islands of Cephalonia and Ithaki.

Throughout the year, the company's ships carried 774,420 passengers, 57,814 trucks and 135,460 private vehicles. This represents an increase of 22.7% in passengers, 15.7% in trucks and 11.2% in private vehicle traffic. It should be mentioned that this increase was achieved despite the introduction of a brand new ferry of a competing firm in the Patras-Cephalonia service and another conventional ferry in the Patras-Cephalonia-Ithaki service.

Not included in the data given above, is the traffic to and from the island of Corfu, further north in the Ionian Sea, and mainland Greece, generated by the ships Blue Horizon, Blue Sky, Blue Island and Blue Galaxy which made a stop-over in Corfu as part of their international service between Greece and Italy. This amounted to 32,308 passengers, 3,307 trucks and 6,807 private vehicles.

2. The Cycladic islands routes

The major event in the company's ferry activity in the Cycladic islands' itineraries last year, was the introduction of the brand new car-passenger ferry Blue Star

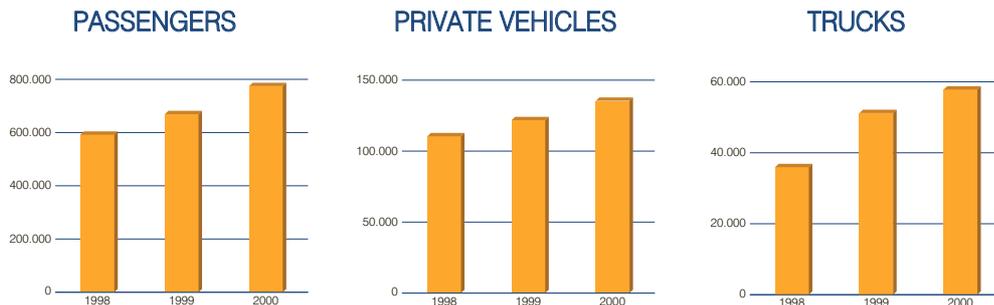
Ithaki which was the first newly-built conventional ferry deployed in the Greek coastal services. Blue Star Ithaki was specially designed for the needs of Greece's domestic ferry routes. She can carry 1,350 passengers and 250 private vehicles or 120 private cars and 35 trucks, and has a service speed of 24.5 knots.

Blue Star Ithaki commenced operations in June 2000, sailing from the port of Rafina, about 35 km east of Athens, to the islands of Syros, Paros, Naxos, Ios and Santorini. Later in the year, the service was transferred to depart every morning from Piraeus to the same destinations including the addition of Syros, twice a week.

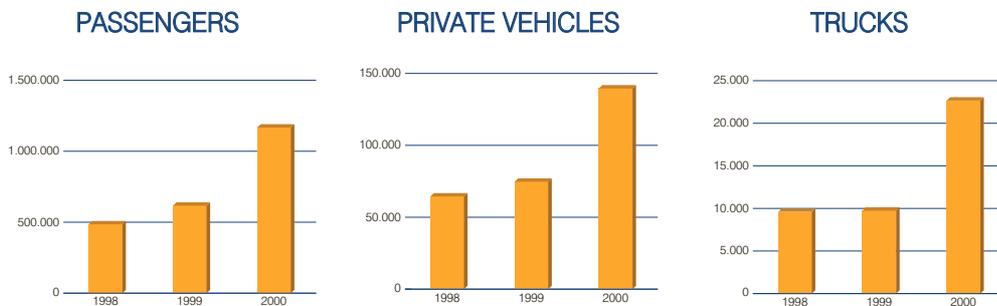
In 381 sailings in just over six months, Blue Star Ithaki carried 343,713 passengers, 52,727 private cars and 6,485 trucks achieving spectacular load factors both in the passenger and the garage area of the ship.

Also very popular, was the company's Superferry II serving daily the islands of Andros, Tinos and Mykonos. In 1,002 sailings, Superferry II carried 493,623 passengers, 86,774 private vehicles and 16,181 trucks. Compared to 1999, this represents a 21.5% increase in passengers, 42.1% increase in private vehicles and 66.3% more trucks.

CEPHALONIA-ITHAKI ROUTES



CYCLADIC ISLANDS ROUTES



The two passenger-only catamarans of the company served the islands of Syros, Tinos, Mykonos, Paros, Naxos, Ios and Santorini sailing daily from the port of Rafina. Built in the late 90's, SeaJet 1 and SeaJet 2 travel at a service speed of about 40 knots.

Overall in the Cycladic islands' routes last year, the company carried 53.7% more passengers, 128.4% more private cars and 132.9% more trucks compared to the year before.

The Greece-Italy routes

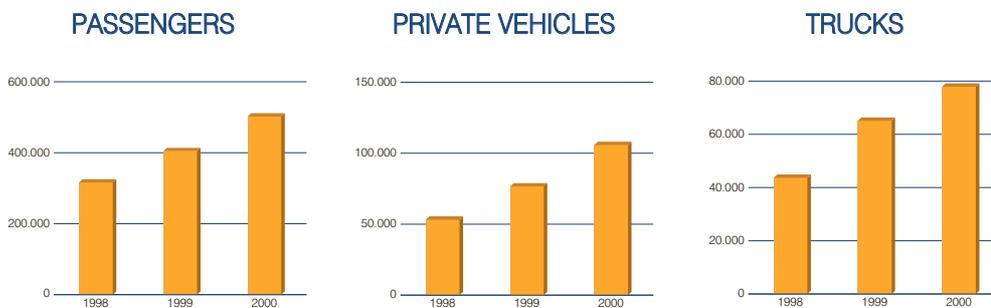
Traffic volumes with the company's ships saw a spectacular increase in 2000 compared to 1999. This is particularly due to the introduction of the two brand new Blue Star 1 and Blue Star 2 as of June and July 2000 respectively, in the new route connecting daily Patras to Brindisi in a record 9-hour journey and Ancona via Brindisi in 21 hours, and the launching of a daily service from Patras, Igoumenitsa and Corfu to Venice.

Excluding Corfu's traffic data to and from Italy, the Blue Star Ferries fleet carried 413,043 passengers, an annual increase of 35.5%, 75,460 trucks, an increase of 17.5% over 1999, and 87,390 private cars and campers, 33.4% more than a year before.

In market share, the company ranked third in all major categories of traffic, with a market share of 16.5% in passengers, 17.9% in trucks and 15.5% in private vehicles, in the total traffic between Greece and Italy in the Adriatic Sea.

In addition the company's ships carried 88,843 passengers, 2,420 trucks and 18,377 private vehicles in the ferry connection of Corfu with the Italian ports of Brindisi and Venice. It should be noted that Blue Bridge performed a small number of sailings in the Patras-Bari route at the beginning of the year.

GREECE - ITALY - GREECE



Sales Network

 **Australia**

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Fax: +61 (7) 3831 4411

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**Igoumenitsa****S. PITOULIS Ltd.**

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Neo Limani 46 100 Igoumenitsa, Greece
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Fax: +30 (665) 22 348

**Corfu****GRAND SEA SERVICES**

2, Ethnikis Antistasseos Str.
Neo Limani 491 00 Corfu
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Fax: +30 (661) 26 426

**Italy****F.LLI MORANDI & CO.**

Via XXIX Settembre 2/0, I-60122 Ancona
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+39 (071) 20 20 34
Fax: +39 (071) 20 22 19

IL GLOBO S.r.l. (Brindisi area)

Corso Garibaldi 65, Italy
Tel.: +39 (0831) 562 200
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**Israel****DOLPHIN SHIPPING AGENCY Ltd.**

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**The Netherlands****CT SEABRIDGES**

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KONTIKI-SAGA REISEN AG.

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**United Kingdom****VIAMARE TRAVEL LTD.**

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**U.S.A.****KOMPAS HOLIDAYS INTERNATIONAL**

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Objectives and Prospects

In the course of the last two years, Strintzis Lines Shipping S.A. has been granted a large number of operating licences by the Ministry of Mercantile Marine for the deployment of modern car-passenger ferries in the domestic routes.

The new licences refer to the routes:

1. Piraeus (Lavrio)-Chios-Mytilene
2. Piraeus (Lavrio)-Tinos-Mykonos-Ikaria-Samos
3. Piraeus (Lavrio)-Kithnos-Serifos-Sifnos-Milos
4. Piraeus-Paros-Naxos-Santorini (2 licences)
5. Patras-Zakinthos
6. Patras-Cephalonia
7. Piraeus-Syros-Tinos-Mykonos or Lavrio-Andros-Tinos-Mykonos

Latest developments towards a faster liberalisation of the Greek coastal services and earlier abolition of cabotage restrictions find the company ahead of competing firms.



Blue Star Ferries/Strintzis Lines has four brand new car-passenger ferries under construction, specially designed to serve the inter-island domestic trade.

These ferries which will be similar to Blue Star Ithaki are due for delivery in the course of the first half of 2002. These new ships will play an important role in the growth of the company in the coming years and will upgrade the Greek coastal ferry services to levels similar to those of the international Greece-Italy routes.

In addition, the management is exploiting alternative global opportunities for the company's fleet on new international routes. Management believes that the prospects for the company are bright and in that the future more new modern ferries will be required to serve an increasing demand in freight and passenger transportation.

Newbuildings

VESSEL	SPEED (miles)	LENGTH	WIDTH	PASSENGERS	CARS
BLUE STAR tbn	27	140	21	1,800	420
BLUE STAR tbn	27	140	21	1,800	420
BLUE STAR tbn	26	123.8	18.9	1,300	250
BLUE STAR tbn	26	123.8	18.9	1,300	250





STRINTZIS LINES SHIPPING S.A. - GROUP OF COMPANIES

8th CONSOLIDATED BALANCE SHEET – As at 31st December 2000

ASSETS	2000				1999				LIABILITIES AND SHAREHOLDERS - EQUITY			
	Cost	Depreciation	Net book value		Cost	Depreciation	Net book value		2000		1999	
			in GRD	in EURO			in GRD	in EURO	in GRD	in EURO	in GRD	in EURO
ESTABLISHMENT EXPENSES												
Exchange differences on currency loans	3,519,603,501	2,994,579,663	525,023,838	1,540,788.96	3,813,405,103	2,006,788,281	1,806,616,822	5,301,883.56				
Interest pertaining to construction period	138,555,393	76,450,637	62,104,756	182,259.01	138,555,393	66,450,637	72,104,756	211,606.03				
Differences on valuation of investments & other expenses	2,382,733,101	2,280,408,439	102,324,662	300,292.48	2,634,052,910	1,003,787,499	1,630,265,411	4,784,344.57				
	<u>6,040,891,995</u>	<u>5,351,438,739</u>	<u>689,453,256</u>	<u>2,023,340.45</u>	<u>6,586,013,406</u>	<u>3,077,026,417</u>	<u>3,508,986,989</u>	<u>10,297,834.16</u>				
FIXED ASSETS												
Intangible assets												
Registered trade marks	304,808,855	262,879,411	41,929,444	123,050.46	183,244,653	3,254,931	179,989,722	528,216.35				
	<u>304,808,855</u>	<u>262,879,411</u>	<u>41,929,444</u>	<u>123,050.46</u>	<u>183,244,653</u>	<u>3,254,931</u>	<u>179,989,722</u>	<u>528,216.35</u>				
Tangible assets												
Vessels	143,517,619,655	18,295,808,844	125,221,810,811	367,488,806.49	56,819,306,035	6,400,587,859	50,418,718,176	147,963,956.50				
Vessels under construction	7,041,141,971	—	7,041,141,971	20,863,659.49	34,224,283,139	—	34,224,283,139	100,438,101.66				
Buildings and technical installations	359,147,768	111,097,874	248,049,894	727,952.73	359,147,768	66,559,364	292,588,404	858,660.03				
Motor vehicles	12,661,688	8,744,373	3,917,315	11,496.16	21,161,688	5,968,147	15,193,541	44,588.53				
Technical installations	—	—	—	—	—	—	—	—				
Furniture and other equipment	589,625,720	191,193,135	398,432,585	1,169,281.25	264,492,911	98,188,713	166,304,198	488,053.41				
	<u>151,520,196,802</u>	<u>18,606,844,226</u>	<u>132,913,352,576</u>	<u>390,061,196.12</u>	<u>91,688,391,541</u>	<u>6,571,304,083</u>	<u>85,117,087,458</u>	<u>249,793,360.13</u>				
	<u>151,825,005,657</u>	<u>18,869,723,637</u>	<u>132,955,282,020</u>	<u>390,184,246.58</u>	<u>91,871,636,194</u>	<u>6,574,559,014</u>	<u>85,297,077,180</u>	<u>250,321,576.48</u>				
Investments in affiliated companies	—	—	390,170,031	1,145,033.11	—	—	—	—				
Long term receivables	—	—	7,787,380	22,853.65	—	—	5,927,380	17,395.10				
			<u>397,957,411</u>	<u>1,167,886.75</u>			<u>5,927,380</u>	<u>17,395.10</u>				
Total fixed assets			<u>133,353,239,431</u>	<u>391,352,133.34</u>			<u>85,303,004,560</u>	<u>250,338,971.58</u>				
CURRENT ASSETS												
Inventories	—	—	862,782,269	2,532,009.59	—	—	723,695,973	2,123,832.64				
Trade receivables	—	—	4,748,201,348	13,934,560.08	—	—	3,447,730,431	10,118,064.36				
Bills receivables	—	—	—	—	—	—	—	—				
Post dated cheques	—	—	1,870,556,726	5,489,528.18	—	—	1,667,153,596	4,892,600.43				
Cheques overdue	—	—	483,068,510	1,417,662.54	—	—	20,873,268	61,256.84				
Due from subsidiaries	—	—	—	—	—	—	19,960,290	58,577.52				
Other receivables	—	—	115,000,000	337,490.83	—	—	206,523,000	606,083.64				
Bad and doubtful debts	—	—	—	—	—	—	—	—				
Less: Provisions	—	220,517,966	—	—	—	220,517,966	—	—				
		<u>-210,257,373</u>	<u>10,260,593</u>	<u>30,111.79</u>		<u>-210,257,373</u>	<u>10,260,593</u>	<u>30,111.79</u>				
Sundry debtors	—	—	881,883,533	2,588,066.13	—	—	531,751,968	1,560,534.02				
Sundry advances	—	—	336,362,296	987,123.39	—	—	66,683,108	195,695.11				
			<u>9,308,115,275</u>	<u>27,316,552.53</u>			<u>6,694,632,227</u>	<u>19,646,756.35</u>				
Securities												
Shares	—	—	—	—	—	—	—	—				
Sundry securities	—	—	26,413,034	77,514.41	—	—	26,413,034	77,514.41				
			<u>26,413,034</u>	<u>77,514.41</u>			<u>26,413,034</u>	<u>77,514.41</u>				
Cash and banks												
Cash	—	—	10,797,331	31,686.96	—	—	14,136,973	41,487.82				
Banks	—	—	19,113,883,578	56,093,568.83	—	—	6,638,638,930	19,482,432.66				
			<u>19,124,680,909</u>	<u>56,125,255.79</u>			<u>6,652,775,903</u>	<u>19,523,920.48</u>				
Total current assets			<u>28,459,209,218</u>	<u>83,519,322.73</u>			<u>13,373,821,164</u>	<u>39,248,191.24</u>				
PREPAYMENTS AND ACCRUED INCOME												
Prepaid expenses	—	—	1,601,904,282	4,701,113.08	—	—	920,991,165	2,702,835.41				
Income receivable	—	—	—	—	—	—	18,967,803	55,664.87				
Other deferred amounts	—	—	—	—	—	—	—	—				
			<u>1,601,904,282</u>	<u>4,701,113.08</u>			<u>939,958,968</u>	<u>2,758,500.28</u>				
TOTAL ASSETS			<u>164,103,806,187</u>	<u>481,595,909.60</u>			<u>103,125,771,681</u>	<u>302,643,497.26</u>				
LIABILITIES AND SHAREHOLDERS - EQUITY												
SHAREHOLDERS - EQUITY AND RESERVES												
Share capital												
Paid up capital	—	—	—	—	—	—	—	—				
Paid up capital (105,000,000 shares at GRD 500)	—	—	52,500,000,000	154,071,900.22	—	—	37,125,616,000	108,952,651.50				
			<u>52,500,000,000</u>	<u>154,071,900.22</u>			<u>37,125,616,000</u>	<u>108,952,651.50</u>				
Share premium account			28,120,497,200	82,525,303.60	—	—	15,820,990,000	46,429,904.62				
			<u>28,120,497,200</u>	<u>82,525,303.60</u>			<u>15,820,990,000</u>	<u>46,429,904.62</u>				
Revaluation reserves												
Reserves from value adjustments of other assets	—	—	—	—	—	—	—	—				
Government grants	130,198,133	382,092.83	130,198,133	382,092.83	130,198,133	382,092.83	130,198,133	382,092.83				
	<u>130,198,133</u>	<u>382,092.83</u>	<u>130,198,133</u>	<u>382,092.83</u>	<u>130,198,133</u>	<u>382,092.83</u>	<u>130,198,133</u>	<u>382,092.83</u>				
Reserves												
Statutory reserve	802,486,118	2,355,058.31	802,163,021	2,354,110.11	802,163,021	2,354,110.11	802,163,021	2,354,110.11				
Extraordinary reserve	—	—	—	—	—	—	—	—				
Special tax free reserve	4,443,188,566	13,039,438.20	3,441,160,508	10,098,783.59	3,441,160,508	10,098,783.59	3,441,160,508	10,098,783.59				
Total reserves	<u>5,245,674,684</u>	<u>15,394,496.51</u>	<u>4,243,323,529</u>	<u>12,452,893.70</u>	<u>4,243,323,529</u>	<u>12,452,893.70</u>	<u>4,243,323,529</u>	<u>12,452,893.70</u>				
Results carried forward												
Profit and loss account	828,201,488	2,430,525.28	163,514,114	479,865.33	828,201,488	2,430,525.28	163,514,114	479,865.33				
	<u>828,201,488</u>	<u>2,430,525.28</u>	<u>163,514,114</u>	<u>479,865.33</u>	<u>828,201,488</u>	<u>2,430,525.28</u>	<u>163,514,114</u>	<u>479,865.33</u>				
Differences on consolidation	-1,006,792,592	-2,954,637.10	-6,836,855	-20,064.14	-1,006,792,592	-2,954,637.10	-6,836,855	-20,064.14				
Minority interests	20,000,000	58,694.06	—	—	20,000,000	58,694.06	—	—				
Total shareholders - equity and reserves	<u>65,837,778,913</u>	<u>251,908,375.40</u>	<u>57,476,804,921</u>	<u>168,677,343.85</u>	<u>65,837,778,913</u>	<u>251,908,375.40</u>	<u>57,476,804,921</u>	<u>168,677,343.85</u>				
PROVISIONS												
Provision for termination indemnities	—	—	—	—	—	—	—	—				
Sundry provisions	106,823,161	313,494.23	60,994,737	179,001.44	106,823,161	313,494.23	60,994,737	179,001.44				
Total provisions	<u>106,823,161</u>	<u>313,494.23</u>	<u>60,994,737</u>	<u>179,001.44</u>	<u>106,823,161</u>	<u>313,494.23</u>	<u>60,994,737</u>	<u>179,001.44</u>				
LIABILITIES												
Long term liabilities												
Bank loans	61,862,621,428	181,548,412.11	36,200,945,340	106,239,017.87	61,862,621,428	181,548,412.11	36,200,945,340	106,239,017.87				
	<u>61,862,621,428</u>	<u>181,548,412.11</u>	<u>36,200,945,340</u>	<u>106,239,017.87</u>	<u>61,862,621,428</u>	<u>181,548,412.11</u>	<u>36,200,945,340</u>	<u>106,239,017.87</u>				
Current liabilities												
Suppliers	3,860,611,473	11,329,747.54	1,537,738,021	4,512,804.17	3,860,611,473	11,329,747.54	1,537,738,021	4,512,804.17				
Post dated cheques	1,189,727	3,491.50	84,760,174	248,745.93	1,189,727	3,491.50	84,760,174	248,745.93				
Bank overdrafts	705,655,487	2,070,889.18	469,289,256	1,377,224.53	705,655,487	2,070,889.18	469,289,					

CONSOLIDATED PROFIT AND LOSS ACCOUNT – For the year ended 31st December 2000

	<u>2000</u>		<u>1999</u>	
	<u>In GRD</u>	<u>In EURO</u>	<u>In GRD</u>	<u>In EURO</u>
RESULTS FROM EXPLOITATION				
Total turnover	33,923,572.620	99,555,605.63	26,752,003.933	78,509,182.49
Less: Direct exploitation costs	26,718,061.942	78,409,572.83	19,651,176.894	57,670,365.06
Gross profit from exploitation	7,205,510.678	21,146,032.80	7,100,827.039	20,838,817.43
Plus: Sundry income	—	—	—	—
Total gross profit from exploitation	7,205,510.678	21,146,032.80	7,100,827.039	20,838,817.43
Less: Expenses:				
Administration expenses	1,591,438.914	4,670,400.33	1,187,452.378	3,484,819.89
Operating and distribution expenses	2,691,757.293	7,899,507.83	2,778,978.289	8,155,475.54
	4,283,196.207	12,569,908.16	3,966,430.667	11,640,295.43
Operating profit	2,922,314.471	8,576,124.64	3,134,396.372	9,198,522.00
Other income/expenses				
Income from participations	—	—	436,154.500	1,279,983.86
Income from securities	—	—	1,110,358.998	3,258,573.73
Profit from sale of investments and securities	—	—	—	—
Interest income	789,394.306	2,316,637.73	545,604.745	1,601,187.81
Interest expense	-3,135,132.011	-9,200,680.88	-1,565,345.124	-4,593,822.81
	-2,345,737.705	-6,884,043.15	526,773.119	1,545,922.59
Extraordinary income:				
Exchange profit realised	112,387.180	329,822.98	864,036.786	2,535,691.23
Prior year income	31,696,526	93,019.87	57,612.835	169,076.55
Income from prior year provisions	—	—	11,563,508	33,935.46
	144,083,706	422,842.85	933,213,129	2,738,703.24
Less: Extraordinary expenses:				
Exchange losses	—	—	-1,253,679.390	-3,679,176.49
Extraordinary costs	-3,225,000	-9,464.42	-125,076	-367.06
Prior year expenses	—	—	-295,478.394	-867,141.29
Sundry provisions	-106,366.027	-312,152.68	-25,553,212	-74,991.08
	-109,591,027	-321,617.10	-1,574,836,072	-4,621,675.94
Profit including extraordinary items	611,069,445	1,793,307.25	3,019,546,548	8,861,471.89
Total depreciation of fixed assets	2,464,167,816	7,231,600.33	2,626,654,611	7,708,450.80
Less: Depreciation included in exploitation costs	-2,464,167,816	-7,231,600.34	-2,626,654,611	-7,708,450.80
	—	—	—	—
Net profit for the year	611,069,445	1,793,307.25	3,019,546,548	8,861,471.89
Less: Minority interest	—	—	—	—
Net consolidated profit for the year	<u>611,069,445</u>	<u>1,793,307.25</u>	<u>3,019,546,548</u>	<u>8,861,471.89</u>

Piraeus, 21st February, 2001

Chairman of the
Board of Directors

Gerasimos D. Strintzis

Authorised Director

Spiros Ch. Paschalis

Financial Director

Nicholas J. Tapiris

**REPORT OF CERTIFIED PUBLIC ACCOUNTANTS
To the Shareholders of STRINTZIS LINES SHIPPING S.A. AND ITS SUBSIDIARIES**

We have audited in accordance with the provisions of article 108 of Company Law 2190/1920, the eighth consolidated balance sheet and the consolidated profit and loss account, as well as the related notes to the financial statements of STRINTZIS LINES SHIPPING S.A. and its subsidiaries for the year ended 31 December 2000. We applied the auditing procedures which we considered necessary for the purposes of our audit and which are in accordance with the principles and standards of auditing of the Institute of Certified Public Accountants of Greece and we verified the contents of the consolidated directors' report with the related consolidated financial statements. The following matters resulted from our audit: 1) During the accounting years preceding 1997 "STRINTZIS LINES SHIPPING S.A. Group of Companies" took advantage of the provisions of the tax law (article 31, parag. 1, case f., of Law 2238/1994) and did not charge depreciation of a cumulative amount of Drs. 3.4 billion. The total amount of this depreciation was accounted for and charged in this year's profit and loss account, by increasing the depreciation charge for the year by an equal amount. 2) In December 1998, the Competition Committee of the European Commission imposed a fine on "STRINTZIS LINES SHIPPING S.A.", in accordance with a first instance court decision. The fine which was imposed refers to the period 1987-1993 and amounts to Drs 500 million approximately. No provision has been made for this amount because the Group is disputing this decision and have already appealed to the European Court. The outcome of this case is presently uncertain. 3) STRINTZIS LINES SHIPPING S.A. and its subsidiaries have not been audited by the tax authorities for the years 1993-2000 and their taxation liability has not, therefore, become definite. In our opinion, subject to the effects of the matters referred to above, the consolidated financial statements have been prepared in accordance with the provisions of Company Law 2190/1920 and present the property structure, the financial position and the results of all the companies which are included in the consolidation of 31 December 2000, in accordance with the related statutes and the accounting methods and principles which are applied by the parent Company and which have been generally accepted and do not differ from those applied in the previous year.

Athens, 27 February 2001
The Certified Public Accountants

RSM
international

Athos Stylianou, FCCA, CA(Gr)
DRM STYLIANOU SA
A Member Firm of RSM International



STRINTZIS LINES S.A.

EIGHTH BALANCE SHEET – As at 31st December 2000

ASSETS

	2000				1999			
	Cost	Depreciation	Net book value		Cost	Depreciation	Net book value	
			in GRD	in EURO			in GRD	in EURO
ESTABLISHMENT EXPENSES								
Exchange differences on currency loans	3,519,603.501	2,994,579.663	525,023.838	1,540,788.96	2,370,221.436	1,169,188.762	1,201,032.674	3,524,674.02
Interest pertaining to construction period	130,807.500	73,421.913	57,385.587	168,409.65	130,807.500	63,421.913	67,385.587	197,756.67
Various establishment expenses	2,375,522.803	2,279,009.201	96,513.602	283,238.74	2,632,748.801	1,003,482.614	1,629,266.187	4,781,412.14
	6,025,933.804	5,347,010.777	678,923.027	1,992,437.35	5,133,777.737	2,236,093.289	2,897,684.448	8,503,842.83
FIXED ASSETS								
Intangible assets								
Registered trade marks	298,852.052	260,561.917	38,290.135	112,370.17	177,613.988	2,128.798	175,485.190	514,996.89
	298,852.052	260,561.917	38,290.135	112,370.17	177,613.988	2,128.798	175,485.190	514,996.89
Tangible assets								
Vessels	48,716,797.613	13,710,810.391	35,005,987.222	102,732,170.86	40,194,192.507	3,891,063.988	36,303,128.519	106,538,895.14
Vessels under construction	4,094,559.625	0	4,094,559.625	12,016,315.85	7,204,441,167	0	7,204,441,167	21,142,894.11
Buildings and technical installations	359,147.768	111,097.874	248,049.894	727,952.73	359,147,768	66,559.364	292,588.404	858,660.03
Motor vehicles	5,799.525	1,882.211	3,917.314	11,496.15	14,299.525	2,344.451	11,955.074	35,084.59
Technical installations	0	0	0	0.00	0	0	0	0.00
Furniture and other equipment	565,387.323	190,235.365	375,151.958	1,100,959.52	264,492.911	98,188.713	166,304.198	488,053.41
	53,741,691.854	14,014,025.841	39,727,666.013	116,588,895.11	48,036,573.878	4,058,156.516	43,978,417.362	129,063,587.28
	54,040,543.906	14,274,587.758	39,765,956.148	116,701,265.28	48,214,187.866	4,060,285.314	44,153,902.552	129,578,584.17
Investments in affiliated companies			80,124,298.488	235,141,008.04			2,238,488.488	6,569,298.57
Long term receivables from affiliated companies			6,102,496.165	17,909,012.96			5,559,452.605	16,315,341.47
Long term receivables			7,787,380	22,853.65			5,927,380	17,395.10
			86,234,582.033	253,072,874.65			7,803,868.473	22,902,035.14
Total fixed assets			126,000,538.181	369,774,139.93			51,957,771.025	152,480,619.31
CURRENT ASSETS								
Inventories			504,213.655	1,479,717.26			494,451,590	1,451,068.47
Trade receivables			371,651.634	1,090,687.11			2,379,242,045	6,982,368.44
Bills receivables			0	0.00			0	0.00
Post dated cheques			1,202,998.227	3,530,442.34			1,423,888.277	4,178,689.00
Cheques overdue			81,134.754	238,106.39			20,873,288	61,256.84
Due from subsidiaries			63,395,492.514	186,046,933.28			27,940,551,311	81,997,215.88
Other receivables			115,000.000	337,490.83			206,523,000	606,083.64
Bad and doubtful debts		220,517.966				220,517.966		
Less: Provisions		-210,257.373				-210,257.373		
Sundry debtors			1,089,709.098	3,197,972.41			499,392,776	1,465,569.41
Sundry advances			57,494.655	168,729.73			40,464.333	118,750.79
			66,827,955.130	196,120,191.14			33,015,647.183	96,891,114.26
Securities								
Shares			0	0.00			0	0.00
Sundry securities			26,413.034	77,514.41			26,413.034	77,514.41
			26,413.034	77,514.41			26,413.034	77,514.41
Cash and banks								
Cash			3,579.536	10,504.87			11,363.194	33,347.60
Banks			18,791,313.118	55,146,920.38			6,416,311.697	18,829,968.30
			18,794,892.654	55,157,425.25			6,427,674.891	18,863,315.90
Total current assets			85,649,260.818	251,355,130.80			39,469,735.108	115,831,944.57
PREPAYMENTS AND ACCRUED INCOME								
Prepaid expenses			1,087,003.799	3,190,033.16			689,691.559	2,024,039.79
Income receivable			0	0.00			18,967,803	55,664.87
Other deferred amounts			0	0.00			0	0.00
			1,087,003.799	3,190,033.16			708,659.362	2,079,704.66
TOTAL ASSETS			213,415,725,825	626,311,741.24			95,033,849,943	278,896,111.37

LIABILITIES AND SHAREHOLDERS' EQUITY

	2000		1999	
	in GRD	in EURO	in GRD	in EURO
	SHAREHOLDERS' EQUITY AND RESERVES			
Share capital				
Paid up capital				
(105,000,000 shares at GRD 500)	52,500,000.000	154,071,900.22	37,125,616.000	108,952,651.50
Share premium account	28,120,497.200	82,525,303.60	15,820,990.000	46,429,904.62
Revaluation reserves				
Reserves from value adjustments of other assets	130,198.133	382,092.83	130,198.133	382,092.83
	130,198.133	382,092.83	130,198.133	382,092.83
Reserves				
Statutory reserve	802,163.021	2,354,110.11	802,163.021	2,354,110.11
Extraordinary reserve	0	0.00	0	0.00
Special tax free reserve	3,441,160.508	10,098,783.59	3,441,160.508	10,098,783.59
Total reserves	4,243,323.529	12,452,893.70	4,243,323.529	12,452,893.70
Results carried forward				
Profit and loss account	-5.012	-14.71	0	0.00
	-5.012	-14.71	0	0.00
Total shareholders' equity and reserves	84,994,013.850	249,432,175.64	57,320,127.662	168,217,542.65
PROVISIONS				
Provision for termination indemnities	0	0.00	0	0.00
Sundry provisions	242,683.562	712,204.14	10,984.366	32,235.85
Total provisions	242,683.562	712,204.14	10,984.366	32,235.85
LIABILITIES				
Long term liabilities				
Bank loans	57,568,871.227	168,947,531.11	30,038,081.309	88,152,843.17
Long term liabilities to affiliated companies	57,201,964.096	167,870,767.71	111,026.016	325,828.37
	114,770,835.323	336,818,298.82	30,149,107.325	88,478,671.54
Current liabilities				
Suppliers	2,199,289.421	6,454,260.96	996,802.635	2,925,319.55
Post dated cheques	1,189.727	3,491.50	84,760.174	248,745.93
Bank overdrafts	705,655.487	2,070,889.18	469,289.256	1,377,224.52
Taxes and other dues	214,140.582	628,438.98	748,340.802	2,196,157.89
Social security contributions	33,313.448	97,765.07	105,100.325	308,438.22
Current portion of long term loans	8,054,913.314	23,638,777.15	3,174,551.429	9,316,365.16
Dividends payable	8,560.440	25,122.35	1,255,307.120	3,683,853.40
Sundry creditors	152,858.299	448,593.69	474,159.740	1,391,517.95
Total current liabilities	11,369,920.718	33,367,338.88	7,308,311.481	21,447,722.62
Total liabilities	126,140,756.041	370,185,637.70	37,457,418.806	109,926,394.16
DEFERRED INCOME AND ACCRUED EXPENSES				
Deferred income	1,557,788.519	4,571,646.42	194,833.986	571,779.86
Accrued expenses	0	0.00	0	0.00
Other accruals	480,483.853	1,410,077.34	50,485.123	148,158.83
	2,038,272.372	5,981,723.76	245,319.109	719,938.69
TOTAL EQUITY AND LIABILITIES	213,415,725.825	626,311,741.24	95,033,849.943	278,896,111.37

PROFIT AND LOSS ACCOUNT – For the year ended 31st December 2000

	2000		1999	
	In GRD	In EURO	In GRD	In EURO
RESULTS FROM EXPLOITATION				
Total turnover	20,211,564.681	59,314,936.70	19,048,936.578	55,902,968.68
Less: Direct exploitation costs	17,160,223.655	50,360,157.46	14,198,500.068	41,668,378.78
Gross profit from exploitation	3,051,341.026	8,954,779.24	4,850,436.510	14,234,589.90
Plus: Sundry income	0	0.00	0	0.00
Total gross profit from exploitation	3,051,341.026	8,954,779.24	4,850,436.510	14,234,589.90
Less: Expenses:				
Administration expenses	1,390,776.665	4,081,516.26	1,126,636.143	3,306,342.31
Operating and distribution expenses	1,678,031.576	4,924,524.07	2,139,484.241	6,278,750.52
	<u>3,068,808.241</u>	<u>9,006,040.33</u>	<u>3,266,120.384</u>	<u>9,585,092.84</u>
Operating profit	-17,467.215	-1,261.09	1,584,316.126	4,649,497.06
Other income/expenses				
Income from participations	926,622.732	2,719,362.38	1,383,974.874	4,061,555.02
Income from securities	0	0.00	1,110,358.998	3,258,573.73
Profit from sale of investments and securities	0	0.00	0	0.00
Interest income	739,822.688	2,171,159.76	545,160.038	1,599,882.72
Interest expense	-1,495,525.249	-4,388,922.23	-1,257,567.917	-3,690,588.16
	<u>170,920.171</u>	<u>501,599.91</u>	<u>1,781,925.983</u>	<u>5,229,423.31</u>
Extraordinary income:				
Exchange profit realised	0	0.00	199,509.274	585,500.44
Extraordinary income			535,065.728	1,570,258.92
Prior year income	0	0.00	49,863.965	146,335.92
Income from prior year provisions	28,460.648	83,523.54	11,563.508	33,935.46
	<u>28,460.648</u>	<u>83,523.54</u>	<u>796,002.475</u>	<u>2,336,030.74</u>
Less: Extraordinary expenses:				
Exchange losses	-156,223.196	-458,468.66	-996,560.724	-2,924,609.61
Extraordinary costs	-3,225,000	-9,464.42	0	0.00
Prior year expenses	0	0.00	-238,713.443	-700,553.02
Sundry provisions	-22,470.420	-65,944.02	-25,553.212	-74,991.08
	<u>-181,918.616</u>	<u>-533,877.08</u>	<u>-1,260,827.379</u>	<u>-3,700,153.73</u>
Profit including extraordinary items	-5,012	-14.72	2,901,417,215	8,514,797.39
Total depreciation of fixed assets	1,756,122.940	5,153,699.01	1,836,287.450	5,388,958.03
Less: Depreciation included in exploitation costs	-1,756,122.940	-5,153,699.02	-1,836,287.450	-5,388,958.03
	<u>0</u>	<u>0.00</u>	<u>0</u>	<u>0.00</u>
Net profit for the year	-5,012	-14.72	2,901,417,215	8,514,797.39
Less: Minority interest	0	0.00	0	0.00
Net consolidated profit for the year	-5,012	-14.72	2,901,417,215	8,514,797.39

DISTRIBUTION OF PROFITS

	2000		1999	
	In GRD	In EURO	In GRD	In EURO
Net profit for the year	-5,012	-14.72	2,901,417,215	8,514,797.39
Plus: Profit carried forward	0	0.00	2,055,239,853	6,031,518.28
Plus: Tax free reserves of art.8 of L. 2579/98	0	0.00	0	0.00
Total	-5,012	-14.72	4,956,657,068	14,546,315.67
Less: Income tax	0	0.00	-343,391,369	-1,007,751.63
Taxation of tax free reserves of art.8 of L. 2579/98	0	0.00	0	0.00
Other taxes not included in operating cost	0	0.00	-502,479	-1,474.63
Net profit available for distribution	-5,012	-14.72	4,612,763,220	13,537,089.42
The distribution of the profit is as follows:				
Statutory reserve	0	0.00	61,088,000	179,275.13
Dividend	0	0.00	1,113,768,480	3,268,579.55
Reserves from tax free income	0	0.00	1,036,944,666	3,043,124.48
Reserves from interest income taxed per L. 2238/94	0	0.00	1,166,572	3,423.54
Tax free reserves (L. 277/5)	0	0.00	2,368,795,502	6,951,710.94
Directors' fees	0	0.00	31,000,000	90,975.79
Losses carried forward	-5,012	-14.72	0	0.00
	<u>-5,012</u>	<u>-14.72</u>	<u>4,612,763,220</u>	<u>13,537,089.42</u>

Piraeus, 21st February, 2001

Chairman of the Board of Directors

Gerasimos D. Strintzis

Authorised Director

Spiros Ch. Paschalas

Financial Director

Nicholas J. Tapiris

REPORT OF CERTIFIED PUBLIC ACCOUNTANTS
To the Shareholders of STRINTZIS LINES SHIPPING S.A.

We have audited the above financial statements and the related notes to the financial statements of STRINTZIS LINES SHIPPING S.A. for the year ended 31 December 2000. Our audit was performed in accordance with the provisions of article 37 of Company Law 2190/1920 and the auditing procedures which we considered necessary, in accordance with the principles and auditing standards of the Institute of Certified Public Accountants of Greece. The books and vouchers of the Company were made available to us and we were provided with all the necessary information and explanations which we required. The Company applied correctly the General Accounting Plan. The accounting principles applied are the same as those of the previous year. We verified the contents of the Report of the Board of Directors to the Annual General Meeting of Shareholders with the related financial statements. The notes to the financial statements include all the information provided by paragraph 1 of article 43a of Company Law 2190/1920. The following matters resulted from our audit: 1) During the accounting years preceding 1997 "STRINTZIS LINES SHIPPING S.A." took advantage of the provisions of the tax law (article 31, para. 1, case f., of Law 2238/1994) and did not charge depreciation of a cumulative amount of Dr. 2.6 billion. The total amount of this depreciation was accounted for and charged in this year's profit and loss account, by increasing the depreciation charge for the year by an equal amount. 2) In December 1998, the Competition Committee of the European Commission imposed a fine on "STRINTZIS LINES SHIPPING S.A.", in accordance with a first instance court decision. The fine which was imposed refers to the period 1987-1993 and amounts to Dr5 500 million approximately. No provision has been made for this amount because the Company is disputing this decision and have already appealed to the European Court. The outcome of this case is presently uncertain. 3) STRINTZIS LINES SHIPPING S.A. have not been audited by the tax authorities for the years 1993-2000 and their taxation liability has not, therefore, become definite. In our opinion, subject to the effects of the matters referred to above, the financial statements which result from the books and records of the Company reflect, together with the notes to the financial statements, the financial position of the Company at 31 December 2000 and the results of its operations for the year then ended, in accordance with the related statutes and the accounting principles which have been generally adopted and accepted and do not differ from those which the Company applied in the previous year.

Athens, 27 February 2001
The Certified Public Accountants

RSM
international

Athos Stylianou, FCCA, CA(Gr)
DRM STYLIANOU SA
A Member Firm of RSM International

Group Cash Flow Statement

Group Cash Flow Statement 1/1/2000 - 31/12/2000	Amounts in Grd
Cash flow from operation	
<u>Operating cash inflow</u>	
Turnover (sales)	33,923,572,620
Extraordinary income	112,387,180
Prior year income	31,696,526
Interest income	789,394,306
<i>Less:</i>	
Increase in debtors	2,474,396,752
<i>Total operating cash inflow</i>	<i>32,382,653,880</i>
<u>Operating cash outflow</u>	
Cost of sales	24,208,065,702
Administration expenses	1,591,438,914
Operation and distribution expenses	2,691,757,293
Other expenses	3,225,000
Increase in inventories	139,086,296
Increase in prepayments and accrued income	661,945,314
<i>Less:</i>	
Increase in deferred income and accrued expenses	2,300,747,447
Increase in current liabilities (except banks)	532,643,991
<i>Total operation cash outflow</i>	<i>26,462,127,081</i>
<u>Tax cash outflow</u>	
Deduction in liabilities due to taxes	378,944,606
<i>Total tax cash outflow</i>	<i>378,944,606</i>
Cash flow from operation	5,541,582,193
Cash flow from investment activities	
<u>Investment cash inflow</u>	
Sale of tangible assets	1,319,203,911
Deduction in investments in subsidiaries	390,170,031
<i>Total investment cash inflow</i>	<i>1,709,373,942</i>
<u>Investment cash outflow</u>	
Increase in intangible assets	121,564,202
Increase in tangible assets	49,331,136,374
Increase in long term receivables	1,860,000
<i>Total investment cash outflow</i>	<i>49,454,560,576</i>
Cash flow from investment activities	-47,745,186,634

Cash flow from financial activities	
<u>Cash in flow</u>	
Revenue from increase in paid up capital and share premium account	27,693,856,200
Increase in long term liabilities	25,661,676,088
Increase in current liabilities (bank accounts)	4,455,109,170
<i>Total cash inflow</i>	<i>57,810,641,458</i>
<u>Cash outflow</u>	
Debit interest	3,135,132,011
<i>Total cash outflow</i>	<i>3,135,132,011</i>
Cash flow from financial activities	54,675,509,447
GROUP CASH FLOW	12,471,905,006
PLUS: CASH AND BANKS 1/1/2000	6,652,775,903
CASH AND BANKS 31/12/2000	19,124,680,909

REPORT OF THE CERTIFIED PUBLIC ACCOUNTANTS

We have audited the above Consolidated Cash Flow Statement of Strintzis Lines Shipping S.A. and its subsidiaries for the year ended 31 December 2000, which has been prepared based on the Audited Consolidated Financial Statements for which we have issued our Audit Report on 21 February 2001.

In our opinion, the abovementioned Consolidated Cash Flow Statement presents the Cash outflows and inflows of the activities for the year of all the companies which are included in the consolidation of 31 December 2000.

Athens, 28 May 2001
The Certified Public Accountants

Athos Stylianos, FCCA, CA (Gr)
DRM STYLIANOU S.A.
A Member Firm of RSM International

STOCKHOLDER INFORMATION

STOCK SYMBOL

Reuters : STR
Bloomberg : STRIK GA
Telerate : STRIK
Euroamerican : STRIK

INTERNET SITE

www.bluestarferries.com

CERTIFIED PUBLIC ACCOUNTANTS

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ANNUAL GENERAL MEETING

Strintzis Lines Shipping S.A.: 28th June, 2001



STRINTZIS LINES SHIPPING S.A.

A MEMBER OF THE GROUP



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