

MINOAN LINES

- Euro 21.6 MILLION CONSOLIDATED NET PROFITS (+22.7%)
- THE HIGHEST TURNOVER THAT HAS EVER BEEN ACHIEVED Euro 206.7 MILLION
- SIGNIFICANT REDUCTION OF COMPANYS LEVEL OF BANK DEBT
- Euro 0.135 per SHARE PROPOSED DIVIDEND

Financial Results (Company):

The revenues stood at Euro 206.7 million in 2006 versus Euro 204.2 in 2005 (increase 1.2%) despite the reduction of the companys fleet by one vessel (F/B Daedalus). The contribution of the subject vessel in the revenues of 2005 amounted to Euro 8.4 million.

The operating results (EBITDA) stood at Euro 61.4 million compared to Euro 56.0 million in 2005 (increase 9.6%). In the operating results (EBITDA) the profit of Euro 11.2 million from the sale of H/S/F Ariadne Palace is included.

It should be noted that the companys operating profitability has been significantly affected for the past two years by the enormous increase in fuel prices (increase 25% in comparison to the fiscal year 2005).

The companys net profits after taxes stood at Euro 18.3 million against Euro 17.0 million in 2005 (increase 7.4%).

The management of Minoan Lines will propose dividend of Euro 0.135 per share in the annual general meeting of shareholders.

Financial Results (Group):

The consolidated financial results do not present any significant differentiation as compared to the parent financial results. The revenues stood at Euro 206.9 million and earnings before taxation and depreciation (EBITDA) at Euro 61.4 million for the fiscal year 2006. The consolidated net results after taxes stood at Euro 21.6 million in 2006 against Euro 17.6 million in 2005 (increase 22.7%) while the net profits per share shaped at Euro 0.30 compared to Euro 0.25 in 2005.

The differentiation of Euro 3.3 million between the consolidated financial profit (Euro 21.6 million) and the companys results (Euro 18.3 million), is due to the positive financial results of the associated company HELLENIC SEAWAYS S.A. The aforementioned company has managed to improve both revenues and net profits. More specifically, revenues stood at Euro 165.4 million in 2006 versus 141.1 in 2005 while the net profits, according to international financial reporting standards, shaped at Euro 10.1 million in 2006 compared to Euro 2.0 million the previous year.

Traffic volumes - Market shares:

In Ancona and Venice routes, for the year 2006, the company carried in total 581 thousand passengers, 154 thousand private cars and 91 thousand trucks, maintaining its leading position regarding market shares among the companies operating in the north Adriatic market. The market shares for passengers, cars and trucks shaped at 35.7%, 37.5% and 35.2% respectively which are higher than the market share of trips (33.4%).

In the Heraklion - Piraeus route during the year 2006 the company carried in total, 968 thousand passengers, 126 thousand private cars, and 66 thousand trucks. The market shares for passengers, cars and trucks stood at 71.0%, 62.1% and 49.6% respectively which are higher than the market share of trips (48.6%)

Important developments - Companys prospects:

Over the past year Minoan Lines has significantly reduced the bank debt in Euro 365.6 compared to 453.8 million in 2005 (reduction Euro 88.2 million).

For the current year, the traffic data along with the bookings for the summer period are positive indications for the revenues of the current year. Additionally, the quality of fleet, the significant decline of the companys level of bank debt, the rationalization to a great degree of north Adriatic market (capacity reduction) and the moderate decline of fuel prices make the management of Minoan Lines optimistic for further improvement and healthy profitability over the next years.