

**MARITIME COMPANY OF LESVOS S.A.**

**INTERIM CONSOLIDATED  
AND INDIVIDUAL STATEMENTS  
31<sup>st</sup> MARCH 2008 (1/1/2008 – 31/03/2008)**

**According to the  
International Financial Reporting Standards (IFRS)  
which have been adopted by the European Community**

## MARITIME COMPANY OF LESVOS S.A.

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**MARITIME COMPANY OF LESVOS S.A.**  
**INCOME STATEMENT**  
**FOR THE PERIOD 1<sup>st</sup> JANUARY, 2008 UNTIL 31<sup>st</sup> MARCH, 2008**  
**(Amounts expressed in Euro)**

**GROUP**

	<u>Notes</u>	<u>1/1/- 31/03/2008</u>	<u>1/1/- 31/03/2007</u>
Revenue (sales)	19	5.442.471,60	5.322.129,78
Other operating income	20	208.059,34	5.108.802,80
Less: Fuel and other consumables		2.848.071,39	2.245.534,23
Less: Administrative expenses	22	3.015.380,29	3.357.314,57
Less: Depreciation	23	829.303,91	1.369.119,59
Less: Other operating expenses	21	2.080.025,85	3.444.556,50
Less: Interest and other financial expenses	24	1.500.902,87	2.585.306,79
<b>Profit/(loss) before tax</b>		<b><u>(4.623.153,37)</u></b>	<b><u>(2.570.899,10)</u></b>
Taxes		0,00	0,00
<b>Profit /(Loss) of the period</b>		<b><u>(4.623.153,37)</u></b>	<b><u>(2.570.899,10)</u></b>
<b>Earning/(losses) per share</b>	25	<b>(0,04)</b>	<b>(0,02)</b>

**COMPANY**

	<u>Notes</u>	<u>1/1/- 31/03/2008</u>	<u>1/1/- 31/03/2007</u>
Revenue (sales)	19	3.684.685,86	3.749.046,15
Other operating income	20	193.634,70	5.100.172,88
Less: Fuel and other consumables		2.100.105,03	1.618.844,82
Less: Administrative expenses	22	2.158.494,29	2.392.185,02
Less: Depreciation	23	641.148,03	1.137.122,64
Less: Other operating expenses	21	1.633.943,75	2.581.925,57
Less: Interest and other financial expenses	24	977.209,27	1.974.050,50
<b>Profit/(loss) before tax</b>		<b><u>(3.632.849,81)</u></b>	<b><u>(854.909,52)</u></b>
Taxes		0.00	0.00
<b>Profit /(Loss) of the period</b>		<b><u>(3.632.849,81)</u></b>	<b><u>(854.909,52)</u></b>
<b>Earning/(losses) per share</b>	25	<b>(0,03)</b>	<b>(0,01)</b>

The notes on pages 6-34 are an integral part of our Interim Financial Statements.

**MARITIME COMPANY OF LESVOS S.A.**  
**BALANCE SHEET**  
**31<sup>st</sup> MARCH, 2008**  
(Amounts expressed in Euro)

	<u>Notes</u>	<u>GROUP</u>		<u>COMPANY</u>	
		<u>31/03/2008</u>	<u>31/12/2007</u>	<u>31/03/2008</u>	<u>31/12/2007</u>
<b>ASSETS</b>					
<b>Non-current assets</b>					
Intangible assets		32.422,41	39,790.66	31.263,59	38,445.09
Goodwill	5	2.692.679,51	2,692,679.51	0,00	0.00
Tangible assets	6	100.476.135,86	101,145,002.24	80.207.857,52	80,691,606.87
Other assets	7	3.705.677,90	4,121,297.42	2.787.044,81	3,087,978.24
Investments in subsidiaries	8	0,00	0.00	536.400,00	536,400.00
Other long-term receivables	8	<u>12.897,46</u>	<u>12,897.46</u>	<u>12.197,46</u>	<u>12,197.46</u>
		<b><u>106.919.813,14</u></b>	<b><u>108.011.667,29</u></b>	<b><u>83.574.763,38</u></b>	<b><u>84.366.627,66</u></b>
<b>CURRENT ASSETS</b>					
Inventories	11	997.307,91	1.084.455,57	901.578,30	1.011.333,96
Trade receivables	9	7.117.822,09	5.210.335,47	2.747.048,60	1.570.681,52
Other receivables	9	25.281.523,56	25.288.382,62	32.563.962,81	32.700.241,23
Prepayments	10	3.775.046,73	3.418.524,77	3.254.130,12	2.898.143,70
Investments	12	5.714.453,45	3.615.043,45	114.453,45	115.043,45
Cash and cash equivalents	13	1.151.316,42	4.612.692,56	395.841,77	2.026.550,04
<b>Total current assets</b>		<b><u>44.037.470,16</u></b>	<b><u>43.229.434,44</u></b>	<b><u>39.977.015,05</u></b>	<b><u>40.321.993,90</u></b>
<b>Total assets</b>		<b><u>150.957.283,30</u></b>	<b><u>151.241.101,73</u></b>	<b><u>123.551.778,43</u></b>	<b><u>124.688.621,56</u></b>
<b>SHAREHOLDERS EQUITY AND LIABILITIES</b>					
Share capital	14	35.448.701,10	35,448.701.10	35.448.701,10	35,448.701.10
Share premium		28.946.956,65	28,986.496.49	28.946.956,65	28,986,496.49
Own shares	14	(56.143,92)	(56,143.92)	(56.143,92)	(56,143.92)
Retained earnings		(12.381.968,40)	(9,858,815.03)	(11.765.837,15)	(8,132,987.34)
<b>Total equity</b>		<b><u>51.957.283,30</u></b>	<b><u>54.520.238,64</u></b>	<b><u>52.573.676,68</u></b>	<b><u>56.246.066,33</u></b>
<b>LIABILITIES</b>					
<b>Long term liabilities</b>					
Long term loans	17	52.046.424,40	56,098,014.35	39.116.500,00	39,660,356.20
Retirement benefit provisions	15	220.875,00	220,875.00	220.875,00	220,875.00
Other provisions	15	<u>6.064.353,92</u>	<u>6,064,353.92</u>	<u>6.064.353,92</u>	<u>6,064,353.92</u>
		<b><u>58.331.653,32</u></b>	<b><u>62.383.243,27</u></b>	<b><u>45.401.728,92</u></b>	<b><u>45.945.585,12</u></b>
<b>Current liabilities</b>					
Creditors and other liabilities	16	19.977.662,39	18,777,822.85	15.507.338,56	14,245,291.59
Short term loans	17	18.949.647,53	14,569,640.91	8.965.121,98	7,582,639.14
Loans for sold vessels during 2007	17	<u>1.740.774,63</u>	<u>990,156.06</u>	<u>1.103.912,29</u>	<u>669,039.38</u>
Accrued expenses	18	<u>40.668.084,55</u>	<u>34,337,619.82</u>	<u>25.576.372,83</u>	<u>22,496,970.11</u>
		<b><u>98.999.737,87</u></b>	<b><u>96.720.863,09</u></b>	<b><u>70.978.101,75</u></b>	<b><u>68.442.555,23</u></b>
<b>Total liabilities</b>		<b><u>150.957.283,30</u></b>	<b><u>151.241.101,73</u></b>	<b><u>123.551.778,43</u></b>	<b><u>124.688.621,56</u></b>
<b>Total shareholder equity and liabilities</b>					

The notes on pages 6-34 are an integral part of our Interim Financial Statements.

**MARITIME COMPANY OF LESVOS S.A.**  
**STATEMENT OF CHANGES IN EQUITY**  
**1<sup>st</sup> JANUARY UNTIL 31<sup>st</sup> MARCH, 2008**  
**(Amounts expressed in Euro)**

**GROUP**

	Share capital	Share premium	Purchase of own shares	Retained earnings	Other reserves	Total Equity
<b>Balance on 1<sup>st</sup> January 2008</b>	35.448.701,10	28.986.496,49	-56.143,92	-23.860.300,25	14.001.485,22	54.520.238,64
Share capital increase expenses		-39.539,84				-39.539,84
Profit /(loss) 01/01 - 31/03/08				-4.623.153,37		-4.623.153,37
Net income registered directly in equity (1)					2.100.000,00	2.100.000,00
<b>Balance on 31<sup>st</sup> March 2008</b>	35.448.701,10	28.946.956,65	-56.143,92	-28.483.453,62	16.101.485,22	51.957.545,43
<b>Balance on 1<sup>st</sup> January 2007</b>	31.702.455,30	31.860.342,29		-14.030.299,24	9.204.453,31	58.736.951,66
Purchase of own shares			-56.143,92			-56.143,92
Vessels' revaluation					1.850.553,72	1.850.553,72
Profit /(Loss) 01/01 - 31/03/07				-2.570.899,10		-2.570.899,10
<b>Balance on 31<sup>st</sup> March 2007</b>	31.702.455,30	31.860.342,29	-56.143,92	-16.601.198,34	11.055.007,03	57.960.462,36
<b>Balance on 1<sup>st</sup> January 2007</b>	31.702.455,30	31.860.342,29		-14.030.299,24	9.204.453,31	58.736.951,66
Purchase of own shares			-56.143,92			-56.143,92
Share capital increase	3.170.245,80	-3.170.245,80				0,00
Share capital increase	576.000,00	326.400,00				902.400,00
Stock option reserve					768.000,00	768.000,00
Share capital increase expenses		-30.000,00				-30.000,00
Vessels' revaluation					4.029.031,91	4.029.031,91
Profit /(loss) 01/01 - 31/12/07				-9.830.001,01		-9.830.001,01
<b>Balance on 31<sup>st</sup> December 2007</b>	35.448.701,10	28.986.496,49	-56.143,92	-23.860.300,25	14.001.485,22	54.520.238,64

Note 1. Profit from valuation in fair value of 1.400.000 shares of Hellenic Seaways S.A. according to IAS 39.

It is mentioned that on 2/4/2008 the subsidiary C-LINK FERRIS M.C. signed an agreement for the sale of the aforementioned shares for a total value of € 5.600.000,00.

The notes on pages 6-34 are an integral part of our Interim Financial Statements.

**MARITIME COMPANY OF LESVOS S.A.**  
**STATEMENT OF CHANGES IN EQUITY**  
**1<sup>st</sup> JANUARY UNTIL 31<sup>st</sup> MARCH, 2008**  
**(Amounts expressed in Euro)**

**COMPANY**

	Share capital	Share premium	Purchase of own shares	Retained earnings	Other reserves	Total Equity
<b>Balance on 1<sup>st</sup> January 2008</b>	35.448.701,10	28.986.496,49	-56143,92	-19.480.898,38	11.347.911,04	56.246.066,33
Share capital increase expenses		-39.539,84				-39.539,84
Profit /(loss) 01/01 - 31/03/08				-3.632.849,81		-3.632.849,81
<b>Balance on 31<sup>st</sup> March 2008</b>	35.448.701,10	28.946.956,65	-56.143,92	-23.113.748,19	11.347.911,04	52.573.676,68
<b>Balance on 1<sup>st</sup> January 2007</b>	31.702.455,30	31.860.342,29		-14.030.299,24	9.204.453,31	58.736.951,66
Purchase of own shares			-56143,92			
Profit /(Loss) 01/01 - 31/03/07				-854.909,52		-854.909,52
<b>Balance on 31<sup>st</sup> March 2007</b>	31.702.455,30	31.860.342,29	-56.143,92	-14.885.208,76	9.204.453,31	57.825.898,22
<b>Balance on 1<sup>st</sup> January 2007</b>	31.702.455,30	31.860.342,29		-14.030.299,24	9.204.453,31	58.736.951,66
Purchase of own shares			-56.143,92			-56.143,92
Share capital increase	3.170.245,80	-3.170.245,80				0
Share capital increase	576.000,00	326.400,00				902.400,00
Stock option reserve					768.000,00	768.000,00
Share capital increase expenses		-30.000,00				-30.000,00
Vessels' revaluation					1.375.457,73	1.375.457,73
Profit /(loss) 01/01 - 31/12/07				-5.450.599,14		-5.450.599,14
<b>Balance on 31<sup>st</sup> December 2007</b>	35.448.701,10	28.986.496,49	-56.143,92	-19.480.898,38	11.347.911,04	56.246.066,33

The notes on pages 6-34 are an integral part of our Interim Financial Statements.

**MARITIME COMPANY OF LESVOS S.A.**  
**CASH FLOW STATEMENT**  
**31<sup>st</sup> MARCH, 2008**  
**(Amounts expressed in Euro)**

	<u>No</u> <u>tes</u>	<u>GROUP</u>		<u>COMPANY</u>	
		<u>01.01-</u> <u>31.03.2008</u>	<u>01.01-</u> <u>31.03.2007</u>	<u>01.01-</u> <u>31.03.2008</u>	<u>01.01-</u> <u>31.03.2007</u>
<b>Indirect method</b>					
<b><u>Cash flow from operating activities</u></b>					
Profit/(loss) before taxes (continued operations)	25	(4.623.153,37)	(2.570.899,10)	(3.632.849,81)	(854.909,52)
<b>Adjustments for amounts without cash effect:</b>					
Depreciations	23	829.303,91	1.369.119,59	641.148,03	1.137.122,64
Other no cash transactions (note 1)		415.619,52	0,00	300.933,43	0,00
Impairment of tangible and intangible assets		0,00	0,00	0,00	0,00
Provisions		795,59	(5.051.441,07)	795,59	(5.054.652,28)
Foreign exchange differences	24	(105.735,76)	(18.365,70)	(85.382,50)	(18.365,70)
Results from investing activities		(71,05)	18.013,67	(67,54)	0,00
Interest and other financial expenses	24	1.606.764,25	2.589.580,68	1.062.650,36	1.992.060,37
<b>Plus / minus adjustments for changes in working capital or related to operating activities:</b>					
Decrease / (increase) in inventories	11	87.147,66	33.470,90	109.755,66	23.276,67
Decrease / (increase) in receivables		(2.257.149,52)	2.380,89	(1.396.075,08)	(2.073.157,79)
(Decrease) / increase in liabilities (excluding banks)		1.361.050,71	(555.128,88)	1.402.904,88	338.076,05)
Minus:					
Interest and other financial expenses paid		(995.991,15)	(494.817,84)	(767.622,92)	(325.173,60)
<b>Total inflows / (outflows) from operating activities (a)</b>		<b><u>(3.681.419,21)</u></b>	<b><u>(4.678.086,86)</u></b>	<b><u>(2.363.809,90)</u></b>	<b><u>(4.835.723,16)</u></b>
<b><u>Cash flow from investing activities</u></b>					
Acquisition of subsidiaries, associated companies, joint ventures and other investments		(205,59)	0,00	(205,59)	0,00
Acquisition of tangible and intangible assets		(153.069,28)	(651.983,51)	(150.217,18)	(534.918,59)
Proceeds from sale of tangible and intangible assets		0,00	0,00	0,00	0,00
Proceeds from sale of financial instruments		0,00	0,00	0,00	0,00
Interest received		71,05	0,00	67,54	0,00
Dividends received		0,00	0,00	0,00	0,00
<b>Total inflows / (outflows) from investing activities (b)</b>		<b><u>(153.203,82)</u></b>	<b><u>(651.983,51)</u></b>	<b><u>(150.355,23)</u></b>	<b><u>(534.918,59)</u></b>
<b><u>Cash flow from financing activities</u></b>					
Proceeds from share capital increase		0,00	0,00	0,00	0,00
Share capital increase expenses		(39.539,84)	0,00	(39.539,84)	0,00
Proceeds from borrowings		2.593.435,66	1.805.800,00	2.593.435,66	1.805.800,00
Payments of borrowings		(2.180.648,93)	(984.964,85)	(1.670.438,96)	(976.957,56)
Purchase of own shares		0,00	(56.143,92)	0,00	(56.143,92)
<b>Total inflows / (outflows) from financing activities (c)</b>		<b><u>373.246,89</u></b>	<b><u>764.691,23</u></b>	<b><u>883.456,86</u></b>	<b><u>772.698,52</u></b>
<b>Net increase / (decrease) in cash and cash equivalents of the period (a) + (b) + (c)</b>		<b><u>(3.461.376,14)</u></b>	<b><u>(4.565.379,14)</u></b>	<b><u>(1.630.708,27)</u></b>	<b><u>(4.597.943,23)</u></b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b><u>4.612.692,56</u></b>	<b><u>7.043.303,74</u></b>	<b><u>2.026.550,04</u></b>	<b><u>5.708.639,78</u></b>
<b>Cash and cash equivalents at the end of the period</b>		<b><u>1.151.316,42</u></b>	<b><u>2.477.924,60</u></b>	<b><u>395.841,77</u></b>	<b><u>1.110.696,55</u></b>

(Note 1) Concerns the transfer to the results of the fiscal year:

	<u>GROUP</u>	<u>COMPANY</u>
• Analogy of cost of periodical inspection of ships	€ 415.619,52	300.933,43

The notes on pages 6-34 are an integral part of our Annual Financial Statements.

**MARITIME COMPANY OF LESVOS S.A.**  
**Notes to the interim financial statements**  
**31<sup>st</sup> March, 2008**  
**(Amounts in Euro)**

**1. General information**

The purpose of the parent company Maritime Company of Lesvos S.A. is the acquisition and exploitation of ships, mainly in the Lesvos – Chios - Piraeus coastal line. It is a Public Company and its central offices are located at El. Venizelou 5 in the Mitilini Municipality of Lesvos. The company is listed in the Athens Stock Exchange (in category of “Large capitalization” and in index “DTA – Athex Travel and Leisure) and its website is [www.nel.gr](http://www.nel.gr). The BOD of Athens Stock Exchange decided on 17/4/2008 participation of company’s shares in category of “Medium and Small Capitalization” since 02/06/2008. The total number of common shares at 31/03/2008 was 118.162.337 and the weighted average number during the period was 118.091.845. Every common share has one voting right. The total capitalization of Maritime Company of Lesvos S.A. at 31/03/2008 was Euro 79.169.000.

The subsidiary companies which are included in the consolidated interim statements and the percentage of shareholding are as follows:

1. NEL LINES JOINT VENTURE has been established in Lesvos Island, address El. Venizelou 5 Mytilene. The parent company has the 100% shareholding (50% direct and 50% indirect through the subsidiary (100%) C-LINK FERRIES) and the consolidation was made on the basis of total method.

NEL LINES JOINT VENTURE was consolidated for the first time in year 2006. Maritime Company of Lesvos S.A. is a joint venture with its subsidiary C LINK FERRIES.

2. C- LINK FERRIES was established in Piraeus, address Kolokotroni 116. The parent company has the 100% shareholding (acquisition 22/12/2006) and the consolidation was made on the basis of total method

The interim financial statements were approved by the Board of Directors at 02/05/2008. The members of the Board of Directors at the date of the approval of the interim financial statements were:

<b>Sifakis Ioannes</b>	President –Executive member
<b>Ventouris Apostolos</b>	CEO- Executive member
<b>Papageorgiou Theocharis</b>	Vice President- Executive member
<b>Demetroulopoulos Andreas</b>	Executive member
<b>Kavadias Socrates</b>	Non-executive member
<b>Zouros Ioannes</b>	Independent non-executive member
<b>Kountsouros Michael</b>	Independent non-executive member

**MARITIME COMPANY OF LESVOS S.A.**  
**Notes to the interim financial statements**  
**31<sup>st</sup> March, 2008**  
**(Amounts in Euro)**

**2. Adoption of the International Financial Reporting Standards (IFRS)**

The interim financial statements of the accounting period 1/1/-31/03/2008 have been prepared by the management of the company in accordance with the IFRS and their interpretations that have been published by the International Accounting Standards Board (IASB) and by the International Financial Reporting Interpretation Committee (IFRIC) respectively and have been adopted by the European Union.

The accounting principles mentioned below are applied with consistency.

The present financial statements have been prepared under the historical cost convention, (except the valuation of vessels which are measured of their fair value), the continuance of activity of the group, the consistency concept, the uniformity of presentation, the consideration of the materiality, and the principle of accrued income and expenses. The preparation of the financial statements according to IFRS requires the use of accounting estimates and assumptions for the application of the accounting principles. The aforementioned estimates are based on available to that the Group's management information until the approval of the financial statements of 31/03/2008.

**2.1. Adoption of new and revised International Financial Reporting Standards**

The group adopted, in the current year, the new and revised International Financial Reporting Standards (IFRS) and the corresponding amendments that have been published by the International Accounting Standards Board (IASB) and from the International Financial Reporting Interpretation Committee (IFRIC) respectively, to the extent that these are related with the group's activity and are effective for accounting periods beginning on 1<sup>st</sup> January, 2008

**a. New and revised standards and interpretation effective from 1<sup>st</sup> of January, 2008**

In the current period, the group has adopted the above interpretations:  
IFRIC 12 - Service Concession Arrangements (effective 1 January 2008), and  
IFRIC 14 - IAS 19: The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction (effective 1 January 2008).

**b. New and revised standards not yet in effect**

At the date of authorisation of these financial statements, the following Standards and Interpretations were in issue but not yet effective:

IAS 1 - (Revised) Presentation of Financial Statements (effective 1 January 2009);  
IAS 23 - (Revised) Borrowing Costs (effective 1 January 2009);  
IFRS 8 - Operating Segments (effective 1 January 2009);  
IFRIC 11 - IFRS 2: Group and Treasury Share Transactions (effective 1 March 2007);  
IFRIC 13 - Customer Loyalty Programmes (effective 1 July 2008)

The directors anticipate that the adoption of these Standards and Interpretations in future periods will have no material impact on the financial statements of the group.

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**3. Basic accounting principles**

**3.1. Consolidation**

**Basis of consolidation**

The purchase method is the accounting method used for consolidation. The purchase cost is the amount of cash and cash equivalent or the fair value of other consideration given by the acquirer for the acquisition of the control of other entity's net worth plus any other cost connected with the specific purchase.

**Subsidiary company**

Subsidiary is the company which is controlled by other company. Control is the right to direct the financial and business policies of other company in order to obtain benefits from its activities. At the end of each accounting period the cost of participation in the subsidiary is subject to impairment test.

**Consolidated financial statements**

The consolidated financial statements incorporate the financial statements of the parent company and its subsidiaries, which are controlled directly or indirectly by the parent company. Control is achieved when the parent company has the power to govern the financial and operating policy of the entity in so as to obtain benefits from its activities.

Consolidated financial statements are based on separate companies' financial statements which have been prepared in accordance with IFRS and certain accounting principles followed by the Group. All group's companies have the same reporting date. All intercompany transactions and intercompany balances income and expenses are eliminated on consolidation.

**3.2. Goodwill**

Goodwill is the positive difference between the acquisition cost of a company and the fair value of assets and liabilities of the acquired company at the date of acquisition (acquisition cost > fair value cost). Such goodwill is not depreciated, but is checked for any impairment at the end of each fiscal year.

**Negative** goodwill is the difference between the acquisition cost of a company and the fair value of assets and liabilities of the acquired company (acquisition cost < fair value cost). Negative goodwill is shown in the results.

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**3. Basic accounting principles (cont'd)**

**3.3. Financial instruments**

The financial instruments are classified under the following categories on the basis of the purpose for which they were required.

**Financial assets measured at fair value through Profit and Loss.**

These are originally recognised and measured by the company at their fair value and their changes in values are recognised through Profit and Loss or they were acquired by the company with the purposes for sale in the short term.

Securities which are connected with the right on specific asset which can be measured in cash are originally recognised at cost which is the real value of the consideration given plus transaction expenses.

Securities are acquired by the Group for trading purposes, i.e. it is considered that they were acquired with the purpose for sale in the short term. The fair value of securities listed in active market is measured at current value. For the non listed securities the fair value is calculated on the basis of other methods such as analysis of recent transactions of comparable once and discounted cash flow.

**Held to maturity investments**

These are non derivative financial instruments with fixed or defined payments and specific maturity date, which the Group has the intention and the ability to hold up to maturity. The Group has not investment of such category.

**Loans and claims**

These are non-derivative financial instruments with fixed or defined payments which are not coded in active market. This category does not include claims or advances for purchase of goods of services or liabilities and claim which are not conventional.

Loans and claims are recognised at the outstanding balance on the basis of the effective rate of interest method. The management of the Group believes that the fair value of the short term claims and payables is the same with the book value. For the loan the Group believes that the interest rates are equivalent with the effective rate of interest and consequently is not necessary to adjust the value of these liabilities to the book value.

**Financial Instruments hold for sale**

These are non derivative financial instruments, which are either classified under this category or cannot be classified under any one of the above categories. Depends on the intention of the management for withholding are classified under the Fixed or Current Assets.

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**3. Basic accounting principles (cont'd)**

**3.3. Financial instruments (cont'd)**

Financial Instruments available for sale are initially recognised at cost plus direct transaction cost. After the initial recognition these instruments are measured at fair value and the profit or loss for the changes in their fair value are recognised direct to equity until their sale or impairment when the accumulated profit or loss previously recognised in equity is transferred to Profit and Loss. The fair value of the financial instruments which are coded in an active market is measured at current values. Participation instruments which are not coded in active markets and of which the fair value cannot be measured reliably are valued at cost. Dividends from participations available for sale are recognised to Profit and Loss when the right for collection is secured.

**3.4. Foreign currency transactions**

The foreign currency transactions are initially recorded based on the rate (Euro to foreign currency) at the date of the transaction. The financial assets and liabilities in foreign currency are translated to the functional currency based on the exchange rate prevailing at the balance-sheet. Exchange differences are transferred to P & L Account. The non-current assets and the liabilities that are stated at the historical cost and are expressed in the foreign currency are translated using the rate at the date of acquisition.

**3.5. Tangible assets**

Tangible fixed assets (excluding ships) are stated at the cost of acquisition less depreciation and impairment. The cost of acquisition includes all the initial expenses for the acquisition of assets. Subsequent expenses are recorded as an increase in book value only if they add future economic benefits to the company and their cost can be valued reliably.

Ships are stated at real value minus depreciation and impairment.

Repairs and maintenance of tangible fixed assets are recorded when incurred, except when they are incurred during the four year period of regular ship inspections, in which case they are capitalised and shown in the isomeric results of that four year period.

Differences in revaluation are rectified in agreement with those forecast in Article No. 16 of International Accounting Standards.

The depreciation of tangible fixed assets is calculated using the straight-line method according to their estimated useful economic life which is as follows:

Buildings	20 years
Ships	30 to 40 years
Other equipment	3 to 5 years

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**3. Basic accounting principles (cont'd)**

**3.5. Tangible assets (cont'd)**

Land is not depreciated.

More specifically for ships, it is noted that, under Presidential Decree 124/2006, the restriction regarding the useful economic life of ships (30-35 years) is no longer in effect, provided they have been fully adopted under the Stockholm Convention. This restriction was provided under Law 2932/01 No 3 Paragraph 2(c) and concerned the routing of coastal ships in the Greek seas. All ships in this group have been adopted in the provisions of the Stockholm Convention.

The group does not enforce the above restriction on the basis of the straight-line method and the duration of the useful economic life of ships, which is 30-40 years from the time of their shipbuilding. Up until the time that Law 2932/01 was in force, the useful economic life of ships was determined by the provisions in this Law. Following the lifting of the restriction, the useful economic life of ships determined by independent experts. Depreciation is calculated on acquisition value (or after the initial recognition of the fair value) reduced by the amount of the residual value of the ship at the end of its useful life. The residual value of all ships in the group is determined by independent evaluators.

Tangible fixed assets are subject to an impairment check when certain factors show that the book value is not recoverable. The recoverable value is the larger value between the fair value (less the required sale cost) and the value due to use. Impairment damage is recognized when the recoverable value is smaller than the non-depreciated book value. Impairment damages, when they occur, are reported as expenses in the results.

At the time of disposal of tangible assets, the difference between the amount received and their real value is shown in the financial results.

**3.6. Intangible Assets**

**Software**

The software licenses are stated at their cost of acquisition less the accumulated depreciation. The depreciation is calculated using the straight-line method over the useful economic life of these assets which varies from 3 to 5 years.

**3.7. Impairment of Assets**

The depreciated assets are subject to impairment test, when there are indications that their recoverable amount is doubtful. The recoverable amount is the highest of the fair value; less selling cost and the value in use. For the estimation of impairment loss the assets are classified in the smaller possible cash generating units. The impairment losses are presented as expenses in the financial statements, when they are incurred.

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**3. Basic accounting principles (cont'd)**

**3.8. Inventories**

Inventories are valued at the lower of the cost of acquisition and the net realisable value. The cost is calculated using the FIFO method. The net realisable value is valued based on sales proceeds less costs associated with the sale which would have occurred in the normal operations of business.

**3.9. Trade Receivables**

Trade receivables are short-term (up to 1 year) receivables and are initially recorded at their fair value, which is the same with the nominal value. They are subsequently stated at their nominal value less any provision for bad debts or bad debts. The provision for bad debts or bad debts are recognised when there is objective evidence that the company is not in place to collect all receivable amounts based on agreed terms. The amount of impairment is the difference between the receivables book value and the present value of estimated cash flows, and is recorded as an expense in results. That difference is discounted by using the market interest rate.

**3.10. Cash and cash equivalents**

Cash and cash equivalents include cash deposits and short term (up to 3 months maturities) investments of high liquidity and low risk.

**3.11. Non current assets which are hold for sale**

There are fixed assets which the Group intends to sell within one calendar year since the date of their classification as “held for sale”. Non-current assets which are classified as available for sale are not subject to depreciation and are measured at the lower value between their accounting value just before their classification as “held for sale” and their value less cost of sale. The results from the sale or revaluation of the non-current assets which are held for sale are recognised to Profit and Loss.

**3.12. Share Capital**

Common shares are classified as equity. Direct cost for the shares issued, is presented as a decrease of the share capital.

The acquisition cost of own shares is presented as a decrease of the equity, until the own shares are sold or cancelled. Profit or loss on the sale of owned shares are shown as a reserve after taking into consideration the cost of the transaction.

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**3. Basic accounting principles (cont'd)**

**3.13. Income Tax**

According to Law 27/1975 ship owning companies with vessels under Greek flag are subject to tax which is calculated on the basis of the vessels tonnage independently from the company's results. The above substitutes the income tax from shipping activities. It is the Group's opinion that the tax is similar to contribution since it is neither imposed nor it is based on taxable profits and consequently is charged to Profit and Loss. Profits from non shipping activities (if any) are taxed in accordance with the general provision for income tax. Up to 31/03/2008 the parent company and the subsidiary C- LINK FERRIES have not paid tax of Law 27/1975 (tonnage tax).

**3.14. Compensation to employees**

(a) **Short term benefits**

The short-term benefits to the employees in money or in kind are recorded as expenses when they are earned and are realised.

(b) **Benefits in case of retirement**

Benefits in case of retirement include programs of determined benefits.

The liabilities for determined benefits concern the benefits stated in law 2112/20 according to which, employees receive a lump-sum compensation at the time of retirement. This compensation is calculated on the basis of predetermined scale set by the aforesaid law based on the number of years of service and their salary at the time of retirement. The present value of this liability as at 30/6/2007 was calculated by independent actuaries using the Present Unit Credit Method. This discounting of the estimated cash flows was made by using the weighted average interest rate applicable to Greek Government Bonds. The accumulated actuarial profit or loss at the date of estimation to the extent they are 10% over the accrued liabilities, are depreciated within a period equal to remaining period of service of the staff.

**3.15. Income**

Income includes the fair value of sales of goods and services, net of taxes, discounts and returns. The income from the sale of tickets is recognised when the tickets are issued.

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**3. Basic accounting principles (cont'd)**

**3.16. Segmental information**

The Group's activities are within the sector of passenger shipping throughout various geographical areas. The Group's activity throughout 2006 was restricted to the Greek Coastal Lines. Since May 2007 the activities were extended to the Red Sea. Consequently the activity of the group for 2007 can be grouped to:

- a. Greek Coastal lines
- b. Red Sea

For the period 1/1/2008-31/03/2008 (and the relevant period of the previous fiscal year) the Group operated only in the geographical area of Greek Coastal lines.

The Group's vessels carry passengers (passenger transportation) and trucks (Commercial transportation). The passenger transportation is high seasonal. The higher is from June to September and the lower from November to February. The commercial movement is distributed evenly throughout the year.

**4. Financial risk management**

**Financial risk factors**

**(a) Credit risk**

Credit risk is mainly related to travel agents and is not considered substantial domestically, while it is of importance for the Red Sea operations.

In order to reduce the risk the company has defined strict credit limits. Furthermore it follows the policy to receive bank letters of guarantees as a security against credit limits given.

**(b) Market risk**

The exchange risk that can exist due to Group activities in the Red Sea Market is not large, since the turnover that emanates from this market is 10% less than total turnover. The Group does not pre-purchase either foreign exchange or futures contracts. Regarding the purchase of spare parts, materials and services in currencies outside the eurozone, these are very few compared with the overall group total of such purchases.

**(c) Liquidity risk**

The company's liquidity is characterized as seasonal and is significantly affected, during the winter months, by the decreased turnover.

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**4. Financial risk management (cont'd)**

**Financial risk factors (cont'd)**

**(d) Cash flow risk and interest-rate change risk**

The company does not have significant interest bearing assets and consequently is not subject to risk caused by changes in interest rates.

The risk from changes in interest rates is related with the loan agreements, since the loans bear floating interest-rates.

**Risk Management**

The aim of the Group is to maintain its capital structure, which will decrease its cost of capital and ensure its continuous activity and growth.

The capital structure is reviewed on a tax leverage basis. The tax leverage is reported in relation to the net debt of the group with the total return on capital employed (shareholder equity plus net debt).

DESCRIPTION	THE GROUP		THE COMPANY	
	<u>31/03/2008</u>	<u>31/12/2007</u>	<u>31/03/2008</u>	<u>31/12/2007</u>
Total Lending (Note 17)	70.996.071,93	70.667.655,26	48.081.621,98	47.242.995,34
Less: Cash Flow (Note 13)	-1.151.316,42	-4.612.692,56	-395.841,77	-2.026.550,04
<b>Net Profit</b>	<b>69.844.755,51</b>	<b>66.054.962,70</b>	<b>47.685.780,21</b>	<b>45.216.445,30</b>
Total Equity Capital	51.957.545,43	54.520.238,64	52.573.676,68	56.246.066,33
<b>Total Return on Capital Employed</b>	<b>121.802.300,94</b>	<b>120.575.201,34</b>	<b>100.259.456,89</b>	<b>101.462.511,63</b>
<b>Leverage ratio</b>	<b>57,35%</b>	<b>54,78%</b>	<b>47,57%</b>	<b>44,56%</b>

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**5. Goodwill**

Goodwill of € 3.757.742,77 was raised on acquisition of the subsidiary C LINK FERRIES M.C. This is the difference between the paid consideration of € 536.400 and the fair values of the assets and liabilities of the acquired company. The fair values are equal to the respective presented in the financial statements of 31/12/2006 which have been prepared in accordance with IAS.

At the end of the fiscal year 2007, a test was carried out for the provision of the above mentioned goodwill in accordance with the principles stated in par. 3.7. The table below shows per fiscal year the distribution of goodwill in units of created cash flows, the impairment and the balance on 31/3/2008.

	VESSELS			PARTICIPATIONS	TOTAL
	PAN.TINOI	PAN.CHOZOV/SA	PAN.THALASINI	HELLENIC SEAWAYS S.A,	
INITIAL DISTRIBUTION OF GOODWILL AT 31/12/06	1,080,800.12	1,142,138.78	919,784,50	615,019.37	<b>3,757,742.77</b>
LESS: PROVISIONS FOR GOODWILL AS AT 31/12/07	-145,278.76	0,00	-919,784,50	0.00	<b>-1,065,063.26</b>
BALANCE OF GOODWILL AS AT 31/12/07	935,521.36	1,142,138.78	0.00	615,019.37	<b>2,692,679.51</b>
MINUS IMPAIRMENT OF GOODWILL ON 31/03/08	0,00	0,00	0,00	0,00	<b>0,00</b>
BALANCE OF GOODWILL ON 31/03/08	935,521.36	1,142,138.78	0.00	615,019.37	<b>2,692,679.51</b>

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**6. Tangible assets**

<b>GROUP</b>	<b>Land</b>	<b>Buildings</b>	<b>Vessels</b>	<b>Other means of transport</b>	<b>Other equipment</b>	<b>Total</b>
<b>Cost</b>						
<b>1/1/2008 parent company</b>	<b>439.729,74</b>	<b>239.319,85</b>	<b>81.019.841,14</b>	<b>6.300,00</b>	<b>1.544.642,97</b>	<b>83.249.833,70</b>
<b>1/1/2008 subsidiary</b>	<b>-</b>	<b>667.218,64</b>	<b>20.320.590,41</b>	<b>23.261,85</b>	<b>87.633,35</b>	<b>21.098.704,25</b>
<b>Purchases of period parent company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>149.897,00</b>	<b>82,36</b>	<b>149.979,36</b>
<b>Purchases of period subsidiary</b>	<b>-</b>	<b>-</b>	<b>2.852,10</b>	<b>-</b>	<b>-</b>	<b>2.852,10</b>
<b>Set off of intercompany transactions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>- 2.219,53</b>	<b>-</b>	<b>- 2.219,53</b>
<b>31/3/2008</b>	<b>439.729,74</b>	<b>906.538,49</b>	<b>101.343.283,65</b>	<b>177.239,32</b>	<b>1.632.358,68</b>	<b>104.499.149,88</b>
<b>Depreciation</b>						
<b>1/1/2008 parent company</b>	<b>-</b>	<b>135.922,57</b>	<b>1.198.365,74</b>	<b>918,75</b>	<b>1.223.019,78</b>	<b>2.558.226,84</b>
<b>1/1/2008 subsidiary</b>	<b>-</b>	<b>67.667,37</b>	<b>507.697,69</b>	<b>15.275,99</b>	<b>52.448,30</b>	<b>643.089,35</b>
<b>Depreciation of period parent company</b>	<b>-</b>	<b>3.125,21</b>	<b>599.182,88</b>	<b>201,80</b>	<b>31.218,82</b>	<b>633.728,71</b>
<b>Depreciation of period subsidiary</b>	<b>-</b>	<b>4.990,43</b>	<b>179.037,68</b>	<b>836,28</b>	<b>3.104,73</b>	<b>187.969,12</b>
<b>31/3/2008</b>	<b>-</b>	<b>211.705,58</b>	<b>2.484.283,99</b>	<b>17.232,82</b>	<b>1.309.791,63</b>	<b>4.023.014,02</b>
<b>31/03/2008 (Net book value)</b>	<b>439.729,74</b>	<b>694.832,91</b>	<b>98.858.999,66</b>	<b>160.006,50</b>	<b>322.567,05</b>	<b>100.476.135,86</b>
<b>31/12/2007 (Net book value)</b>	<b>439.729,74</b>	<b>702.948,55</b>	<b>99.634.368,12</b>	<b>11.147,58</b>	<b>356.808,25</b>	<b>101.145.002,24</b>

**MARITIME COMPANY OF LESVOS S.A.**  
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**6. Tangible assets**

<b>COMPANY</b>	<b>Land</b>	<b>Buildings</b>	<b>Vessels</b>	<b>Other means of transport</b>	<b>Other equipment</b>	<b>Total</b>
<b><u>Cost</u></b>						
<b>1/1/2008</b>	<b>439.729,74</b>	<b>239.319,85</b>	<b>81.019.841,14</b>	<b>6.300,00</b>	<b>1.544.642,97</b>	<b>83.249.833,70</b>
<b>Purchases of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>149.897,00</b>	<b>82,36</b>	<b>149.979,36</b>
<b>31/3/2008</b>	<b>439.729,74</b>	<b>239.319,85</b>	<b>81.019.841,14</b>	<b>156.197,00</b>	<b>1.544.725,33</b>	<b>83.399.813,06</b>
<b><u>Depreciation</u></b>						
<b>1/1/2008</b>	<b>-</b>	<b>135.922,57</b>	<b>1.198.365,74</b>	<b>918,75</b>	<b>1.223.019,77</b>	<b>2.558.226,83</b>
<b>Depreciation of period</b>	<b>-</b>	<b>3.125,21</b>	<b>599.182,88</b>	<b>201,80</b>	<b>31.218,82</b>	<b>633.728,71</b>
<b>31/3/2008</b>	<b>-</b>	<b>139.047,78</b>	<b>1.797.548,62</b>	<b>1.120,55</b>	<b>1.254.238,59</b>	<b>3.191.955,54</b>
<b>31/03/2008 (Net book value)</b>	<b>439.729,74</b>	<b>100.272,07</b>	<b>79.222.292,52</b>	<b>155.076,45</b>	<b>290.486,74</b>	<b>80.207.857,52</b>
<b>31/12/2007 (Net book value)</b>	<b>439.729,74</b>	<b>103.397,28</b>	<b>79.821.475,40</b>	<b>5.381,25</b>	<b>321.623,20</b>	<b>80.691.606,87</b>

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**6. Tangible assets**

The vessels are depreciated on a straight line method during the useful economic life of 35-40 years. The vessel's useful economic life was estimated on 30.6.2007 by independent valuers. The estimated residual values of the vessels at the end of their useful economic life were also evaluated by independent valuers at 30.6.2007 and were defined at 30% of their initial acquisition cost for the conventional vessels and 20% of their initial acquisition cost for the High speed vessels. The vessels fair values (except of the vessel Panagia Thalassini) as at 30.6.2007 were valued by independent valuer. The fair value of the vessel Panagia Thalassini was revaluated by 31.3.2007 by two independent valuers and the deference on revaluation refers to that date. It is noted that the vessel Panagia Parou which was sold on 5<sup>th</sup> April, 2003 for € 18.000.000 was identical to Panagia Thalassini.

The analytical data of the above evaluation are as follows:

**PARENT COMPANY**

SHIP	FAIR VALUE 30/06/2007	NET BOOK VALUE 30/06/2007	REVALUATION INCREASE 30/06/2007	RESIDUAL VALUE 30/06/2007	NET BOOK VALUE 31/03/2008	END OF USEFUL ECONOMIC LIFE
AEOLOS KENTERIS I	30.800.000,00	30.311.444,08	488.555,92	7.400.000,00	30.192.092,49	2035
AEOLOS KENTERIS II	28.900.000,00	28.460.625,14	439.374,86	6.700.000,00	28.337.055,09	2036
THEOFILOS	9.400.000,00	9.259.722,77	140.277,23	6.600.000,00	9.153.207,55	2015
TAXIARCHES	5.500.000,00	5.424.766,75	75.233,25	3.600.000,00	5.359.168,15	2016
MITILINI	6.400.000,00	6.167.983,53	232.016,47	4.500.000,00	6.180.769,24	2013
<b>TOTAL</b>	<b>81.000.000,00</b>	<b>79.624.542,27</b>	<b>1.375.457,73</b>	<b>28.800.000,00</b>	<b>79.222.292,52</b>	

**C LINK FERRIES S.C.**

SHIP	FAIR VALUE 30/06/2007	NET BOOK VALUE 30/06/2007	REVALUATION INCREASE 30/06/2007	RESIDUAL VALUE 30/06/2007	NET BOOK VALUE 31/03/2008	END OF USEFUL ECONOMIC LIFE
PANAGIA TINOU	1.100.000,00	1.020.386,70	79.613,30	500.000,00	1.052.871,96	2016
PANAGIA HOZOVIOTISSA	1.200.000,00	1.110.608,77	89.391,23	500.000,00	1.155.219,45	2017
PANAGIA THALASSINI **	18.000.000,00	15.515.430,35	2.484.569,65	3.600.000,00	17.428.615,72	2031
<b>TOTAL</b>	<b>20.300.000,00</b>	<b>17.646.425,82</b>	<b>2.653.574,18</b>	<b>4.600.000,00</b>	<b>19.636.707,13</b>	

\*\* The "fair value" and the "readjustment difference" of the ship "Panagia Thalassini" are reported as at 31/3/07

**MARITIME COMPANY OF LESVOS S.A.**  
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**6. Tangible Assets (cont.)**

The following mortgages were registered on the parent company's vessels:  
(31/03/2008)

MYTILINI	USD	32.500.000
THEOFILOS	USD	32.500.000
TAXIARCHIS	USD	9.100.000
<b>Total</b>	USD	<u>74.100.000</u>
MYTILINI	EURO	4.000.000
THEOFILOS	EURO	4.000.000
AEOLOS KENTERIS II	EURO	26.650.000
TAXIARCHIS	EURO	1.430.668
AEOLOS KENTERIS I	EURO	26.700.000
<b>Total</b>	EURO	<u>62.780.668</u>

The following mortgages were registered on C-LINK FERRIES vessel:  
(31/12/2007)

PANAGIA THALASSINI	EURO	<u>16.250.000</u>
<b>Total</b>		<u>16.250.000</u>

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**7. Other assets**

The amount of € **3.705.677,90** represents the net book value of costs for special survey, which is analyzed as follows:

	TOTAL COST OF SPECIAL SURVEY	TRANSFER TO THE PROFIT AND LOSS ACCOUNT SPECIAL SURVEY'S PART	NET BOOK VALUE 31/03/2008
AEOLOS KENTERIS I	866.211,53	73.312,49	792.899,04
AEOLOS KENTERIS II	767.339,76	72.362,84	694.976,92
THEOFILOS	617.994,58	67.709,76	550.284,82
MYTILINI	449.851,20	47.433,78	402.417,42
TAXIARCHIS	386.581,17	40.114,56	346.466,61
<b>COMPANY NET VALUE 31/03/2008</b>	<b>3.087.978,24</b>	<b>300.933,43</b>	<b>2.787.044,81</b>
PANAGIA TINOU	100.107,58	11.360,11	88.747,47
PANAGIA HOZOVIOTISSA	373.625,19	37.760,89	335.864,30
PANAGIA THALASSINI	559.586,41	65.565,09	494.021,32
<b>C-LINK FERRIES NET VALUE 31/03/2008</b>	<b>1.033.319,18</b>	<b>114.686,09</b>	<b>918.633,09</b>
<b>GROUP NET BOOK VALUE 31/03/2008</b>	<b>4.121.297,42</b>	<b>415.619,52</b>	<b>3.705.677,90</b>

**8. Investments – Other non current receivables**

	GROUP		COMPANY	
	<u>31/03/2008</u>	<u>31/12/2007</u>	<u>31/03/2008</u>	<u>31/12/2007</u>
<b>Other non current receivables</b>				
P.P.C. (Public Power Corporation)				
S.A. guaranties	1.679,11	1.679,11	1.679,11	1.679,11
Offices rent	7.746,72	7.746,72	7.046,72	7.046,72
Guarantees	2.471,63	2.471,63	2.471,63	2.471,63
Various guaranties	1.000,00	1.000,00	1.000,00	1.000,00
<b>Total</b>	<b>12.897,46</b>	<b>12.897,46</b>	<b>12.197,46</b>	<b>12.197,46</b>
<b>Investments</b>				
Participation in related companies	-	-	536.400,00	536.400,00
<b>Total</b>	<b>-</b>	<b>-</b>	<b>536.400,00</b>	<b>536.400,00</b>

Other participations concern the 10% of shares of the company P. Kakaniaris – K. Papadimitriou – P. Karantanis & Co. E.E. without substantial activity. This company is inactive since March 2007 and it is tried to go into liquidation.

The participation in subsidiary companies concerns the purchase of the whole number of shares of C- LINK FERRIES M.C. in accordance to the decision of the General Meeting.

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**9. Trade and other receivables**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/12/2007</u>	<u>31/12/2006</u>	<u>31/12/2007</u>	<u>31/12/2006</u>
<b>Clients</b>	8.768.779,40	6.861.292,78	4.398.005,91	3.221.638,83
Minus: Provision for bad debts	<u>(1.650.957,31)</u>	<u>(1.650.957,31)</u>	<u>(1.650.957,31)</u>	<u>(1.650.957,31)</u>
<b>Total</b>	<b><u>7.117.822,09</u></b>	<b><u>5.210.335,47</u></b>	<b><u>2.747.048,60</u></b>	<b><u>1.570.681,52</u></b>
<b>Other receivables</b>				
Receivables from related companies	--	--	7.343.264,91	7.565.186,30
Other receivables (1)	25.037.599,56	25.187.395,20	25.037.599,56	25.135.054,93
Prepayments for contributions ship register	<u>243.924,00</u>	<u>100.987,42</u>	<u>183.098,34</u>	--
<b>Total</b>	<b><u>25.281.523,56</u></b>	<b><u>25.288.382,62</u></b>	<b><u>32.563.962,81</u></b>	<b><u>32.700.241,23</u></b>

(1) To the remaining liabilities a liability of Euro 25.000.000,00 is included, as a result of the sale of the vessel "Aeolos Kenteris". The initial pay-off date of the above mentioned amount was the 15<sup>th</sup> of November 2007, which was postponed, by agreement of the involved parties, for the 15<sup>th</sup> of May 2008. The liability is secured with the bondage of shares of the purchasing company and of the company that purchased the vessel "Panagia Parou". This is confirmed by the Custodian Bank of these shares. The deletion of the sold vessel "Aeolos Kenteris" from the Greek Registry is not completed as it is connected with the remained to be decided by the Court of Justice case between the company and NAT (not. 27.12). However, the company has undertaken the obligation to deliver the Certificate of Deletion of the vessel "Aeolos Kenteris" from the Greek Registry, on the pay-off date.

**10. Prepayments**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/12/2007</u>	<u>31/03/2008</u>	<u>31/12/2007</u>
Insurance premiums of the next period (1)	768.315,45	728.782,34	374.136,48	351.123,09
Prepaid insurance	27.417,95	12.285,54	23.533,76	9.975,84
Other	300.686,87	298.899,20	253.607,48	224.544,77
Rents of the next period	150.000,00	150.000,00	150.000,00	150.000,00
Rent of following periods (beyond one year)	2.125.000,00	2.162.500,00	2.125.000,00	2.162.500,00
Prepayments to suppliers	<u>403.626,46</u>	<u>66.057,69</u>	<u>327.852,40</u>	--
	<b><u>3.775.046,73</u></b>	<b><u>3.418.524,77</u></b>	<b><u>3.254.130,12</u></b>	<b><u>2.898.143,70</u></b>

(1) Corresponds to equal liability.

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**11. Inventories**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/12/2007</u>	<u>31/03/2008</u>	<u>31/12/2007</u>
Fuel-other consumables	354,24	354,24	354,24	354,24
Spare parts	356.953,67	444.101,33	261.224,06	370.979,72
	<u>640.000,00</u>	<u>640.000,00</u>	<u>640.000,00</u>	<u>640.000,00</u>
	<b>997.307,91</b>	<b>1.084.455,57</b>	<b>901.578,30</b>	<b>1.011.333,96</b>

**12. Available for sale financial investments**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/12/2007</u>	<u>31/03/2008</u>	<u>31/12/2007</u>
A.N.E.N S.A.	26.952,31	26.952,31	26.952,31	26.952,31
L.A.N.E S.A.	14.673,51	14.673,51	14.673,51	14.673,51
CO-OPERATIVE BANK				
LESVOS - LIMNOS	64.915,63	64.915,63	64.915,63	64.915,63
MINOAN LINES S.A.	5.256,00	5.832,00	5.256,00	5.832,00
A.N.E.K. S.A.	2.030,00	2.110,00	2.030,00	2.110,00
HELLENIC SEAWAYS S.A.	5.600.000,00	3.500.000,00	--	--
SEA STAR CAPITAL	440,00	560,00	440,00	560,00
SAOS S.A.	<u>186,00</u>	<u>--</u>	<u>186,00</u>	<u>--</u>
	<b>5.714.453,45</b>	<b>3.615.043,45</b>	<b>114.453,45</b>	<b>115.043,45</b>

**13. Cash and cash equivalents**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/12/2007</u>	<u>31/03/2008</u>	<u>31/12/2007</u>
Cash in hand	22.245,23	22.930,19	20.342,84	7.966,03
Short term bank deposits	1.129.071,19	4.589.762,37	375.498,93	2.018.584,01
	<b>1.151.316,42</b>	<b>4.612.692,56</b>	<b>395.841,77</b>	<b>2.026.550,04</b>

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**14. Share capital – Purchase of Own Shares**

	<u>31/03/2008</u>	<u>31/12/2007</u>
Number of shares	118.162.337	118.162.337
Common shares	118.162.337	118.162.337
Share capital	35.448.701,10	35.448.701,10

The total number of shares issued is 118.162.337, with a nominal value of Euro 0.30 per share. All the shares issued have been fully paid.

In accordance with the relevant decisions of the Annual Shareholders Meeting on 05/07/06 and the Board of Directors on 02/11/06 the company on 21/03/2007 purchased 64.084 own common shares with total value € 56.143,92.

According the above mentioned decisions the company could purchase up to 10.000.000 own shares at a price from € 0,30 up to € 3,00 and the period ended on 04/07/2007.

During the current financial year 2007 the Ordinary General Meeting of the company's shareholders, that took place on 24/06/2007, decided, amongst others, the increase of the company's share capital with capitalization of reserves formed from the difference in the issuance price of shares above par. The company received 6.408 bonus shares. The total own shares of the company is 70.492 common shares at 31/03/2008.

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**15. Provisions**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>
<b>Provisions for retirement compensations to employees</b>				
Balance at beginning	220.875,00	170.847,00	220.875,00	170.847,00
Provisions unused	--	--	--	--
Provisions for the period	--	<u>50.028,00</u>	--	<u>50.028,00</u>
<b>Total</b>	<u><b>220.875,00</b></u>	<u><b>220.875,00</b></u>	<u><b>220.875,00</b></u>	<u><b>220.875,00</b></u>
<b>Other provisions</b>				
Provisions for the KAEO rights (note 27.12)	5.171.353,92	5.171.353,92	5.171.353,92	5.171.353,92
Other provisions (1)	<u>893.000,00</u>	<u>893.000,00</u>	<u>893.000,00</u>	<u>893.000,00</u>
<b>Total</b>	<u><b>6.064.353,92</b></u>	<u><b>6.064.353,92</b></u>	<u><b>6.064.353,92</b></u>	<u><b>6.064.353,92</b></u>

(1) The remaining forecasts concern contingent liabilities of the return of shipping costs for third parties.

**16. Suppliers and other liabilities**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>
Suppliers	12.555.538,99	10.986.682,64	9.471.994,41	7.972.810,19
Liabilities to Employees	658.735,55	712.681,66	459.360,63	486.414,26
Tax and other liabilities including pension contributions (1)	5.062.533,74	5.268.745,72	4.387.331,67	4.560.187,13
Liabilities to company-major shareholders –controlled by a number of the Board of Directors	--	22.846,81	--	--
Customers prepayments	512.202,26	560.986,01	--	--
Other liabilities	49.044,82	86.272,98	49.044,82	86.272,98
Dividends of previous years	<u>1.139.607,03</u>	<u>1.139.607,03</u>	<u>1.139.607,03</u>	<u>1.139.607,03</u>
	<u><b>19.977.662,39</b></u>	<u><b>18.777.822,85</b></u>	<u><b>15.507.338,56</b></u>	<u><b>14.245.291,59</b></u>

(1) Amount of € 3.079.000 refers to previous fiscal years liabilities to Naval Retirement Fund for Capital Insurance of Passengers and Vehicles, which outstand (see note 27.12).

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**17. Long term loans**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>
<b>Long term liabilities</b>				
Debenture loan	--	543.856,20	--	543.856,20
Bank loans	52.046.424,40	55.554.158,15	39.116.500,00	39.116.500,00
	<b>52.046.424,40</b>	<b>56.098.014,35</b>	<b>39.116.500,00</b>	<b>39.660.356,20</b>
<b>Short term liabilities</b>				
Debenture loan	543.856,20	--	543.856,20	--
Bank loans	18.405.791,33	14.569.640,91	8.421.265,78	7.582.639,14
<b>Loans total</b>	<b>70.996.071,93</b>	<b>70.667.655,26</b>	<b>48.081.621,98</b>	<b>47.242.995,34</b>

The long term loans repayment schedule of the parent company is as follows:

	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>
From 1 to 2 years	5.600.000,00	6.143.856,20
From 2 to 5 years	9.400.000,00	9.400.000,00
Over 5 years	24.116.500,00	24.116.500,00
	<b>39.116.500,00</b>	<b>39.660.356,20</b>

The parent company loan's book value (long term and short term) are expressed in the following currencies:

	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>
Euro	46.974.867,61	46.051.870,91
\$ U.S.A (1.750 thousand)	1.106.754,37	1.191.124,43

The long term loans repayment schedule of the group is as follows:

	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>
From 1 to 2 years	9.141.262,85	13.183.413,61
From 2 to 5 years	12.236.492,98	12.233.179,32
Over 5 years	30.668.668,57	30.681.421,42
	<b>52.046.424,40</b>	<b>56.098.014,35</b>

The group loan's book value (long term and short term) are expressed in the following currencies:

	<u><b>31/03/2008</b></u>	<u><b>31/12/2007</b></u>
Euro	69.889.317,56	69.476.530,83
\$ U.S.A (1.750 thousand)	1.106.754,37	1.191.124,43

For the security of the loans of the parent company with balance on 31/3/2008 € 43.248.254,37 there are registered mortgages on the vessels (see note 6) and mortgage pre-notation € 686.720,46 on the buildings for loan with balance € 528.246,51 on 31/03/08.

For the security of loans of the subsidiary company C-LINK FERRIES M.C. with balance on 31/03/2008 € 11.074.784,14 there are registered mortgages on the vessels (see note 6) and mortgage pre-notation of € 780,000 on buildings for a loan with balance on 31/03/08 € 542.994,80. Also subsidiary has pledged 1.4 million shares of HELLENIC SEAWAYS S.A. with an acquisition value of €3.5 million for receiving a loan of the same value, as well as transferred receivables from contracts with public services for a loan with balance on 31/03/08 € 5.796.671,01.

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**18. Provisions for accrued expenses**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/12/2007</u>	<u>31/03/2008</u>	<u>31/12/2007</u>
Loans interest	1.600.929,16	990.156,06	964.066,82	669.039,38
Other accrued expenses	<u>139.845,47</u>	--	<u>139.845,47</u>	--
	<b><u>1.740.774,63</u></b>	<b><u>990.156,06</u></b>	<b><u>1.103.912,29</u></b>	<b><u>669.039,38</u></b>

**19. Sales – Analysis by geographic sector**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/03/2007</u>	<u>31/03/2008</u>	<u>31/03/2007</u>
Revenue from fares	5.441.587,60	5.322.129,78	3.683.801,86	3.749.046,15
On Board Sales	<u>884,00</u>	--	<u>884,00</u>	--
	<b><u>5.442.471,60</u></b>	<b><u>5.322.129,78</u></b>	<b><u>3.684.685,86</u></b>	<b><u>3.749.046,15</u></b>

The period revenue of the parent company is analyzed into operation categories:

- 611.0 “Sea and Coastal Transportations” € 3.518.558,12
- 703.2 “Restaurants and Bars” € 165.243,74
- 521.4 “General Stores” € 884,00

The period revenue of the group is analyzed into operation categories:

- 611.0 “Sea and Coastal Transportations” € 5.267.647,71
- 703.2 “Restaurants and Bars” € 173.939,89
- 521.4 “General Stores” € 884,00

For the period 1/1/2008-31/03/2008 (and the relevant period of the previous fiscal year) the Group activated only in the geographical area of Greek Coastal lines.

**20. Other income**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/03/2007</u>	<u>31/03/2008</u>	<u>31/03/2007</u>
Reverse of impairment of ships	--	5.066.666,68	--	5.066.666,68
Other income	<u>208.059,34</u>	<u>42.136,12</u>	<u>193.364,70</u>	<u>33.506,20</u>
	<b><u>208.059,34</u></b>	<b><u>5.108.802,80</u></b>	<b><u>193.364,70</u></b>	<b><u>5.100.172,88</u></b>

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**21. Other expenses**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/03/2007</u>	<u>31/03/2008</u>	<u>31/03/2007</u>
Agents commission	309.327,21	328.936,81	293.078,61	272.054,33
Maintenance	369.532,33	819.229,24	302.096,47	516.817,99
Insurance premiums	684.894,30	723.512,94	537.326,15	617.810,35
Fees paid to third parties	231.961,93	918.834,44	205.305,42	716.329,37
Third parties expenses	93.353,88	140.935,59	80.719,36	133.103,76
Advertisement expenses	27.336,08	19.012,84	27.336,08	15.337,74
Harbor expenses	122.968,16	140.522,34	74.337,81	95.976,51
Other expenses	<u>240.651,96</u>	<u>353.572,30</u>	<u>113.743,85</u>	<u>214.495,52</u>
<b>Total</b>	<b><u>2.080.025,85</u></b>	<b><u>3.444.556,50</u></b>	<b><u>1.633.943,75</u></b>	<b><u>2.581.925,57</u></b>

**22. Remuneration of employees**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/03/2007</u>	<u>31/03/2008</u>	<u>31/03/2007</u>
Wages	2.602.287,12	2.741.729,41	1.857.805,23	1.961.132,24
Contributions to employees funds	352.740,28	368.803,26	260.838,76	270.220,85
Other	57.188,61	196.855,66	36.686,02	160.831,93
Compensation according to Law 2112/1920	<u>3.164,28</u>	<u>49.926,24</u>	<u>3.164,28</u>	--
	<b><u>3.015.380,29</u></b>	<b><u>3.357.314,57</u></b>	<b><u>2.158.494,29</u></b>	<b><u>2.392.185,02</u></b>

The number of employees on 31.03.2008 was 267 persons for the parent company and 366 persons for the group. The number of employees on 31.03.2007 was 303 persons for the company and 410 persons for the group.

**23. Depreciation**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/03/2007</u>	<u>31/03/2008</u>	<u>31/03/2007</u>
Buildings	8.115,64	8.060,81	3.125,21	3.125,22
<b>Ships:</b>				
AEOLOS KENTERIS I	205.334,17	185.015,62	205.334,17	185.015,62
AEOLOS KENTERIS II	188.148,31	171.277,52	188.148,31	171.277,52
MYTILINI	73.076,92	147.952,48	73.076,92	147.952,48
TAXIARCHIS	50.261,95	217.868,84	50.261,95	217.868,84
THEOFILOS	82.361,53	368.641,17	82.361,53	368.641,17
PANAGIA HOZOVIOTISSA	17.051,08	31.173,08	--	--
PANAGIA TINOU	15.897,22	44.496,77	--	--
PANAGIA THALASSINI	146.089,39	145.536,35	--	--
Other transportation means	1.038,08	827,09	201,80	--
Office and other equipment	34.323,55	36.502,87	31.218,82	32.316,25
Software programs	<u>7.606,07</u>	<u>11.766,99</u>	<u>7.419,32</u>	<u>10.925,54</u>
<b>Total</b>	<b><u>829.303,91</u></b>	<b><u>1.369.119,59</u></b>	<b><u>641.148,03</u></b>	<b><u>1.137.122,64</u></b>

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**24. Financial cost**

	<b>GROUP</b>		<b>COMPANY</b>	
	<u>31/03/2008</u>	<u>31/03/2007</u>	<u>31/03/2008</u>	<u>31/03/2007</u>
Interest on Long term and Sort term Loans	1.606.764,25	2.589.580,68	1.062.650,36	1.992.060,37
Foreign Exchange Difference	(105.735,76)	(18.365,70)	(85.382,50)	(18.365,70)
Other expenses	<u>(125,62)</u>	<u>14.091,81</u>	<u>(58,59)</u>	<u>355,83</u>
	<b><u>1.500.902,87</u></b>	<b><u>2.585.306,79</u></b>	<b><u>977.209,27</u></b>	<b><u>1.974.050,50</u></b>

**25. Earnings/(losses) per share**

Profit or Loss per share applicable to nominal shareholders is calculated by the decision of the period Profit or Loss by the weighted average of the number of shares during the period.

For the calculation of profit or loss per share at consolidation level the combined profit and loss is divided by the weighted average number of shares during the period after deducting the rights of minority interest. Given that in the current period, the capitalisation of reserves and the distribution of bonus shares took place, a relevant adaptation of earning per share for the previous period occurred.

<b>Number of shares 1/1/2007</b>	<b>105.674.851</b>
<b>New shares 1/1-31/03/2008</b>	<b>0</b>
<b>Total number of shares</b>	<b>118.162.337</b>

<b>Calculation of weighted average number of shares</b>				
<b>Period</b>	<b>Number of Shares</b>	<b>Own Shares</b>	<b>Issued Shares</b>	<b>Weighted average Number of Shares</b>
<b>Number of Shares 1/1/2008-31/03/2008</b>	<b>105.674.851</b>	<b>70.492</b>	<b>118.091.845</b>	<b>118.091.845</b>
<b>Total</b>	<b>118.162.337</b>	<b>70.492</b>	<b>118.091.845</b>	<b>118.091.845</b>

**GROUP**

	<u><b>31/03/2008</b></u>	<u><b>31/03/2007</b></u>
Earnings / (Losses)	(4.623.153,37)	(2.570.899,10)
Weighted average shares outstanding	118.091.845	105.610.767
Earnings / ( Losses) per share in Euro	(0,04)	(0,02)

**COMPANY**

Earnings / (Losses)	(3.642.849,81)	(854.909,52)
Weighted average shares outstanding	118.091,845	105.610.767
Earnings / ( Losses) per share in Euro	(0,03)	(0,01)

**MARITIME COMPANY OF LESVOS S.A.**  
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**26. Related parties transactions**

	<u>GROUP</u>	<u>COMPANY</u>
Sales	--	--
Purchases	--	--
Receivables (1)	--	7.343.264,91
Liabilities	--	--
Transactions and wages with member of management	126.017,65	126.017,65
Receivables from members of management	--	--
Payable to members of management	--	--

The transactions with the related parties are priced based on the usual trading practice.

- (1) Total amount of receivables € 7.343.264,91 includes claim from the participation in NEL LINES JOINT VENTURE € 4.254.047,68 and claim from C LINK FERRIES S.C. € 3.089.217,23

Participation of members of the Board of Directors in the Board of Directors of other companies

Member	Company	Point
Apostolos Ventouris	C LINK FERRIES SC	Chairman/official representative
	Brockwood Shipping Inc	Chairman/official representative
	Edgewater Holdings Inc	Chairman/official representative
	Secure Com E.I.E.	Administrator
	Aveco Holdings Inc	Chairman/official representative
Sokratis Kavvadias	Edgewater Holdings Inc	Secretary/Cashier
	Renate Trading	Only director
	C-LINK FERRIES S.C.	Secretary
Theoharis Papageorgiou	Aveco Holdings Inc	Member
Michael Kountsouros	Development Company of Lesvos S.A.	Member

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**27. Contingent liabilities**

- 27.1. Letter of guarantee of GDR 375,000,000 or Euro 1.100.513,58 for coverage of initial claim by court of law for third parties claims, until the final issue of decision by court of law.
- 27.2. Other letter of guarantee of € 16.140,86 for coverage of liabilities.
- 27.3. Additional insurance contributions to Pension Funds which may result from final assessment.
- 27.4. The parent company MARITIME COMPANY OF LESVOS S.A. has been audited by the Greek Tax Authorities until the fiscal year 2004, meaning that tax liabilities should not be considered as definite.
- 27.5. NEL LINES JOINT VENTURE has not been audited by the Greek Tax Authorities for the fiscal years 2006 and 2007, meaning that tax liabilities should not be considered as definite.
- 27.6. C- LINK FERRIES SC. has been audited by Greek Tax Authorities until 2005, meaning that tax liabilities should not be considered as definite.
- 27.7. Letter of guarantee of € 688,584.00 of subsidiary company C-LINK FERRIES M.C. in favour of Ministry of Aegean for good performance of contracts of subsidized routes.
- 27.8. Legal suit against the company by charterers. This legal suit has important content and as a result will be influenced either positively (because of the return of a letter of guarantee of approximately €1.1 million, which the company deposited during this trial) or negatively – the economic situation of the company. This suit began in the year 2000 and a hearing date has been set for 11<sup>th</sup> March 2008. It was tried and a decision is awaited. It has not recorded any provision because it is believed the suit will be rejected.
- 27.9. The suing of the company by an urban cooperative which is seeking to determine the sum of the legal wage (related rights) for the materials of sound and picture (television) which the company used on its vessels transmitting work of actors during 2005-06 and 07 in the sum of €45,220 and claims the company should pay him the reported sum. It has not recorded any provision because it is believed that this case will have a positive result.
- 27.10. The suing of NEL LINES by a music composer who claims that NEL LINES has proceeded with illegal use of his work and is seeking compensation. The claim is for €400,000.00 and it has not recorded any provision because it is believed this case will be rejected.

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**27. Contingent liabilities (cont'd)**

- 27.11 A credit institution is suing NEL LINES with a claim for a payment of €200,000.00. This claim concerns a cheque of a customer of the credit institution which was lost and the payment was requested on the basis of a photocopy which the company denied. The company believes that this suit will be rejected.
- 27.12. The Naval Retirement Fund, in accordance with sub-article 12/28.9.2005 Liquidation Page, ascribed in the company as charges for rights under the Capital Insurance of Passengers and Vehicles the amount of € 11.760 thousand (capital € 7.030 thousand plus surcharges € 4.730 thousand) towards a respective liability € 3.079 thousand which is recorded at company's books and included in the account "Tax and other liabilities including pension contributions" (see note 16). In view of the contestation on behalf of the company both on the amount of the above sum and the correctness of its basis of calculation, the company proceeded with legal measures appealing in question the clarification of Liquidation Page, at the same time judicial protection on the suspension of the implementation of the above Page, which is provided under decision number 1746/2005 of the Administrative Court of First Instance Piraeus, ordering the suspension of the implementation of the issue of the judicial decision on the appeal. The appeal of the above Liquidation Page had been set for 14 February 2007 at the same three-member Administrative Court of First Instance Piraeus and was tried and the decision is awaited. In the framework of the above contestation and as a result of this, for reasons of prudence, until 31/3/2008 have been formed as provisions for contingent liabilities in favour of Capital Insurance of Passengers and Vehicles the amount of € 5.171 thousand (see note 15). These provisions will be liquidated with the expiry of the outstandings.

**28. Contingent assets and other significant events**

There are not other contingent assets and significant events except for these that reported in financial statements.

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## **29. Events after the Balance Sheet Date**

### **29.1 Share capital increase**

As per the 2<sup>nd</sup> Repeat Extraordinary General Assembly of Shareholders on 30/10/2007, the Board of Directors, at its meeting on 20/12/2007, decided on an increase in company share capital of 14,179,480.50 EURO, with the issue of 47,264,935 new common shares, at a nominal value of EURO 0.30 each, by cash contribution and a pre-emption right in favor of existing shareholders in the proportion of four (4) new common registered shares for every ten (10) old common registered shares. The offer price of the new shares is to EURO 0.70 per share.

The information Memorandum on the increase in share capital was approved by the Board of Directors of the Capital Markets Commission on 7/3/2008.

The ex-rights date of pre-emption Right was 18/3/2008, the period of "Exercise of Pre-emption Right" is from 27/3/2008 up to and including 11/4/2008, the trading period of Pre-emption Right is from 27/3/2008 up to and including 7/4/2008.

The Increase of Share Capital was covered by 25,03% with the payment of the total amount of 8.281.612,50 Euro, corresponding to 11.830.875 new common shares, whereas 35.434.060 shares remained indisposed. By decision dated 15/04/2008 of the company's Board of Directors the 11.999.261 initially indisposed shares were made available based on the subscriptions to its shareholders, and, thus, the final coverage percentage of the Increase of the Share Capital amounts to 50,41% and the total amount of the increase of the share capital amounts to 16.681.095,30 Euro. Following the above, the company's share capital shall be increased up to the amount of the coverage, i.e. by 7.149.040,80 Euro, with the issuance of 23.830.136 new common shares, with a face value of 0,30 Euro each.

The Board of Directors of the Athens Exchange during its meeting held on 22/4/2008 approved the admission of 23.830.136 new shares to trading in the Athens Exchange.

The 23.830.136 new common shares of the company with face value 0,30 Euro each, that resulted from the Increase of the Share Capital with cash payment, commenced trading on the Athens Exchange since 02/05/2008.

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**29.2 Transfer of financial instruments held for sales**

The subsidiary C-LINK FERRIES M.C. on 31/03/08 held 1.400 thousand common named shares of Hellenic Seaways S.A. with book value € 3.500 thousand (before valuation in fair value).

On 2/4/08 the subsidiary transferred the aforementioned shares for a total value of € 5.600 thousand in cash. The profit gained from this sale is € 2.100 thousand and will be included at the subsidiary's results of the second quarter of 2008. At group level the benefit is € 1.485 thousand (sale profit € 2.100 thousand minus surplus value impairment € 615 thousand) and will be included at the results of the same quarter. On 31/03/08 these shares were evaluated in fair value according IAS 39 (also see Statement of changes in equity for the period 1/1-31/03/208).

Mytilini 02 MAY, 2008

The President

CEO – Executive Member

Vice President

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