

The following information provide a general overview of the financial position and financial results of BLUE STAR MARITIME S.A. We advise readers, who wish to find a complete set of the annual financial statements issued according to the International Financial Reporting Standards (IFRS) as well as the relevant certified auditor's report, to navigate at the domain www.bluestarferries.com. (Amounts in thousand €)

COMPANY INFORMATION	
Corporate Name:	BLUE STAR MARITIME S.A.
Domicile:	157, C. Karamanli Avenue - 16673 Voula, Greece
Date of Incorporation:	10/11/1992
Registration Number:	27574/06/B/92/34 (Ministry of Development)
V.A.T. Number:	EL094087727
Board of Directors:	Ch.Paschalis - President, M.Gialouris - Vice-president, M.Sakellis - Managing Director, S.Paschalis - Authorised Director, P.Panagopoulos - Director, A.Panagopoulos - Director, A.Strintzis - Director, D.Klados - Director, E.Kalpadakis - Director.
Fiscal Year ends:	31/12/2005
Date of Board of Directors approval of annual financial results:	20/02/2006
Certified Public Accountant:	Athos Stylianou - SOEL No. 12311
Audit Firm:	DRM STYLIANOU S.A. - member firm of RSM International
Type of auditor's opinion:	Unqualified

BALANCE SHEET				
	GROUP		COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
ASSETS				
Non-current assets				
Tangible assets	333,462	344,235	27,316	29,096
Intangible assets	1,915	1,442	1,391	1,156
Investments in subsidiaries-associated companies		9	228,738	228,747
Non-current receivables	63	62	50	49
	<u>335,440</u>	<u>345,748</u>	<u>257,495</u>	<u>259,048</u>
Current assets				
Inventories	1,454	1,104	374	312
Trade receivables and prepayments	22,352	17,975	2,638	2,907
Tax receivables	144	152	78	82
Receivables from subsidiaries-associated companies			331,917	248,783
Other receivables	2,983	4,931	685	2,422
Financial assets held for trading	27	27	27	27
Cash and cash equivalents	49,225	44,130	8,915	25,998
Deferred expenses	2,837	4,372	1,025	1,549
Accrued income	65		16	
	<u>79,087</u>	<u>72,691</u>	<u>345,675</u>	<u>282,080</u>
Total assets	414,527	418,439	603,170	541,128
EQUITY AND LIABILITIES				
Equity				
Share capital	105,000	105,000	105,000	105,000
Reserves	69,355	75,732	69,192	75,923
Retained Earnings	26,264	9,309	8,334	127
Total equity	200,619	190,041	182,526	181,050
Minority interests in subsidiaries				
Non-current liabilities				
Secured loans	179,800	152,625		110,500
Finance leases	139	326	139	103
Deferred tax liabilities	19		4	
Retirement benefit provisions	438	376	178	156
Other provisions	2,377	1,500	2,377	1,500
	<u>182,773</u>	<u>154,827</u>	<u>2,698</u>	<u>112,259</u>
Current liabilities				
Bank loans and overdrafts	2,219	3,393	2,219	3,393
Current portion of long term liabilities	12,500	55,328		51,578
Trade and other payables	13,410	10,795	3,181	3,114
Payables to subsidiaries-associated companies			411,567	187,615
Tax liabilities	1,296	949	269	236
Accrued expenses	1,710	3,106	710	1,883
	<u>31,135</u>	<u>73,571</u>	<u>417,946</u>	<u>247,819</u>
Total equity and liabilities	414,527	418,439	603,170	541,128

CASH FLOW STATEMENT				
	GROUP		COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Cash flow from Operating Activities				
Profit Before Taxes	18,016	10,856	8,602	7,233
Adjustments for:				
Depreciation & amortization	12,299	13,200	2,529	3,362
Deferred tax expense				
Net profit/(Loss) from investing activities	(846)	(1,711)	(8,232)	(6,932)
Provisions	801	(4,634)	419	(4,634)
Foreign exchange differences	26		42	
Interest and other financial expenses	8,120	11,940	1,355	5,974
Plus or minus for Working Capital changes :				
Decrease/(increase) in Receivables	147	7,340	(80,617)	(51,605)
Decrease/(increase) in Inventories	(350)	466	(61)	221
(Decrease)/increase in Payables (excluding banks)	1,043	(6,048)	226,528	66,947
Less:				
Interest and other financial expenses paid	(12,712)	(7,993)	(8,436)	(2,032)
Taxes paid	(284)	(206)	(222)	(150)
Total cash inflow/(outflow) from operating activities (a)	26,260	23,210	141,907	18,384
Cash flow from Investing Activities				
Acquisition of subsidiaries, associated companies, joint ventures and other investments				
Purchase of tangible and intangible assets	(1,500)	(872)	(485)	(4,417)
Proceeds from sale of tangible and intangible assets		16,060		11,885
Interest received	820	779	389	568
Dividends received			7,827	6,364
Total cash inflow/(outflow) from investing activities (b)	(680)	15,967	7,731	14,400
Cash flow from Financing Activities				
Proceeds from issue of Share Capital				
Proceeds from Borrowings	198,550		(160,279)	(30,610)
Payments of Borrowings	(212,404)	(34,360)		
Payments of finance lease liabilities	(331)		(142)	(3,807)
Dividends paid	(6,300)	(3,807)	(6,300)	(3,807)
Total cash inflow/(outflow) from financing activities (c)	(20,485)	(38,167)	(166,721)	(34,417)
Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)	5,095	1,010	(17,083)	(1,633)
Cash and cash equivalents at beginning of period	44,130	43,120	25,998	27,631
Cash and cash equivalents at end of period	49,225	44,130	8,915	25,998

STATEMENT OF CHANGES IN EQUITY				
	GROUP		COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Net Equity Opening Balance (1.1.2005 and 1.1.2004)	190,041	181,600	181,050	180,551
Dividends paid	(6,300)	(3,807)	(6,300)	(3,807)
Net income charged directly to equity	(622)	1,731	(626)	(2,652)
Profit/ (loss) for the period, after taxes	17,500	10,517	8,402	6,958
Net Equity Closing Balance	200,619	190,041	182,526	181,050

INCOME STATEMENT								
	GROUP				COMPANY			
	1/10-31/12/05	1/10-31/12/04	1/1-31/12/05	1/1-31/12/04	1/10-31/12/05	1/10-31/12/04	1/1-31/12/05	1/1-31/12/04
Revenue	25,100	21,578	133,379	128,495	5,466	5,439	33,202	41,745
Cost of sales	(17,432)	(13,594)	(73,250)	(76,782)	(5,189)	(4,801)	(22,537)	(27,734)
Gross Profit/(loss)	7,668	7,984	60,129	51,713	277	638	10,665	14,011
Other operating income	4	124	666	124	3		635	
Administrative expenses	(2,035)	(1,721)	(7,118)	(7,647)	(672)	(1,092)	(3,023)	(3,480)
Distribution expenses	(2,397)	(2,520)	(16,036)	(13,801)	(456)	(670)	(3,965)	(4,791)
Earnings before taxes, investing and financial results, depreciation and amortization	3,240	3,867	37,641	30,389	(848)	(1,124)	4,312	5,740
Depreciation and amortization	(3,074)	(2,948)	(12,299)	(13,200)	(629)	(604)	(2,529)	(3,362)
Earnings before taxes, investing and financial results	166	919	25,342	17,189	(1,477)	(1,728)	1,783	2,378
Dividends from subsidiaries and other entities							6,364	6,364
Interest & other similar income	265	208	820	779	4		150	389
Interest and other financial expenses	(1,895)	(2,780)	(8,120)	(11,940)	(308)	(1,467)	(1,355)	(5,974)
Foreign exchange differences			(26)		(1)		(42)	
Financial results	(1,630)	(2,572)	(7,326)	(11,161)	(305)		6,819	958
Profit/(loss) from vessels' disposal		3,647		4,828		3,647		3,897
Profit/(loss) before taxes	(1,464)	1,994	18,016	10,856	(1,782)	6,966	8,602	7,233
Taxes	(276)	(164)	(516)	(339)	(34)	(67)	(200)	(275)
Profit/(loss) after taxes	(1,740)	1,830	17,500	10,517	(1,816)	6,899	8,402	6,958
Attributable as follows:								
Company shareholders	(1,740)	1,830	17,500	10,517	(1,816)	6,899	8,402	6,958
Minority interests in subsidiaries								
Earnings after taxes Per Share - basic (in €)	(0.02)	0.02	0.17	0.10	(0.02)	0.07	0.08	0.07
Proposed dividend payable per share (in €)							0.07	0.06

IFRS ADJUSTMENTS IN NET EQUITY				
	GROUP		COMPANY	
	01/01/2005	01/01/2004	01/01/2005	01/01/2004
Net equity as previously reported under Greek GAAP	185,256	181,158	175,318	178,872
Change in economic useful life of tangible and intangible assets	1,515	1,374	1,287	1,162
Write-off of long-term depreciation expenses	(925)	(2,027)	(892)	(1,896)
Presentation of Bond Loan according to IFRS	(912)	(1,325)	(912)	(1,325)
Presentation of sale of tangible assets on credit according to IFRS	170	136	170	136
Adjustment of leasing contracts according to IFRS	127	(66)		
Derecognition of dividends as a liability until approved by the Annual General Assembly	6,300	3,807	6,300	3,807
Recognition of provision for staff termination	54	86	22	39
Other adjustments	(1,544)	(1,543)	(244)	(244)
Net equity at the beginning of the period, excluding minority interests, according to IFRS	190,041	181,600	181,050	180,551

NOTES:

- In addition to the parent company the following subsidiaries have been fully consolidated in the Financial Statements of 31.12.2005:
Registered in Greece: BLUE STAR FERRIES MARITIME S.A. - The under common management company BLUE STAR FERRIES JOINT VENTURE.
Registered in Cyprus: STRINTZIS LINES SHIPPING LTD.
Registered in Liberia: BLUE STAR FERRIES S.A. - WATERFRONT NAVIGATION COMPANY - THELMO MARINE S.A.
Registered in Panama: BLUE ISLAND SHIPPING INC.
- The accounting principles are the same as those used on 31.12.2004, except for cases that are referred in the IFRS Adjustments in Net Equity Statement.
- Number of employees is 172 for the parent company and 557 for the group.
- The total revenue of the consolidated financial statements of the Group belongs to the following categories of financial activities:
(Amounts in thousand €)
"Sea and coastal transportation" 121,227
"Restaurants on board" 2,852
"Bars on board" 7,239
"Casino on board" 1,050
"Shops on board" 1,011
- The vessels of the Group have been mortgaged as security of long term borrowings for the amount of Euro 200 million.
- The Group's companies have been audited by tax authorities until fiscal year 2001, except for the subsidiary BLUE STAR FERRIES MARITIME S.A. which has been audited until fiscal year 1999.
- There are no legal or arbitration cases pending which could have a significant effect on the financial position of the Group.
- There are no amounts concerning sales and purchases between the Company and associates. The outstanding balances of receivables and payables of the parent Company from and to its subsidiaries as at 31/12/2005 were € 332 mln. and € 412 mln. respectively.
- Earnings per share were calculated using the weighted average method.
- During June 2005, the Group has issued a € 200 mln secured bond loan.
- During June 2005, the Group has fully repaid the € 30 mln convertible bond loan.
- There are no any overdue liabilities, or liabilities that are about to become due, that cannot be paid.

Voula, 14th February, 2006

Michael Sakellis
 Managing Director

Spiros Paschalis
 Authorised Director

Nikolaos Tapiris
 Financial Director