ATTICA HOLDINGS S.A.

Report of the Board of Directors
&
Annual Consolidated and Company Financial Statements
for the period 1-1-2006 to 31-12-2006
Type of Auditors' opinion: Unqualified

(amounts in € thousand)

The Annual Financial Statements for the fiscal year 2006 were approved by the Board of Directors of Attica Holdings S.A. on 15th February 2007.

ATTICA HOLDINGS SA
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I. REPORT OF THE BOARD OF DIRECTORS TO THE SHAREHOLDERS OF ATTICA HOLDINGS S.A. FOR THE FISCAL YEAR 2006

REPORT OF THE BOARD OF DIRECTORS TO THE 89TH ANNUAL GENERAL SHAREHOLDERS' MEETING OF ATTICA HOLDINGS S.A. FOR THE FISCAL YEAR 2006

Dear Shareholders,

We present to you and submit for your approval the consolidated and parent company accounts for fiscal year 2006 together with a review of the most important developments for the Group.

In the course of 2006, the Attica Group was active through its subsidiaries in four markets: The Adriatic Sea, the North Sea, the Greek domestic market and the Baltic Sea until April 2006 when it sold the three Superfast vessels operating in that market and remaining present with two freight-only RoRo vessels which belong to Attica Holdings S.A.

The year 2006 was characterized by intense competition in all the markets in which our Company is active and the high price of fuel oil. Specifically, the average price of fuel oil in 2006 stood 22% higher than the average price of 2005. For the current year 2007 both these factors appear mitigated, with the downward trend recorded in the price of fuel oil and the reduction in the number of vessels operating in the Adriatic Sea.

The Group's operation per geographic segment is as follows:

In the Adriatic Sea, on the routes Patras-Ancona and Patras-Igoumenitsa-Ancona, the Group was active throughout 2006 with vessels Superfast V, Superfast VI, Superfast XI and Superfast XII. In the same market, the route Patras-Igoumenitsa-Bari was served by vessels Blue Star 1 and Blue Horizon of subsidiary, Blue Star Group.

The Superfast vessels carried 525,383 passengers, 106,580 private vehicles and 88,988 freight units. Compared to 2005, these figures represent a 0.5% decrease in passengers carried, a 5.9% decrease in private vehicles carried and a 7.6% decrease in freight units carried. It should be noted that the above decreases were due mainly to a 3.5% decrease in the number of sailings of the Superfast vessels compared to 2005.

The Blue Star vessels carried in the Adriatic Sea 251,958 passengers, 34,290 private vehicles and 47,246 freight units. Compared to 2005, volumes carried decreased by 5.3% in passengers, by 14.5% in private vehicles and increased by 12.8% in freight units.

In the Baltic Sea market, Attica Group was present until the middle of April 2006 with three Superfast vessels (Superfast VII, Superfast VIII and Superfast IX). The financial performance of these vessels until their sale in April 2006 is presented in a distinct column in the Income Statement under the heading "Discontinued Operations".

The Group's decision to sell the three Superfast vessels of the Baltic Sea was guided by the strengthening of competition from high quality vessels with much lower operating costs. In this spirit, the Group's management accepted the offer made by the Estonian company AS Tallink Grupp.

In addition to the abovementioned three vessels, the Group was also active in the Baltic Sea with two freight-only RoRo vessels, m/v Nordia and m/v Marin. In the end of 2006 the Group chartered-out RoRo Nordia while RoRo Marin was redeployed as of February 2007 to the Patras-Venice (Porto Marghera)-Patras route.

In the North Sea market, the Group was active on the Rosyth, Scotland – Zeebrugge, Belgium route with one Superfast vessel (Superfast X), against two (Superfast IX and Superfast X) in 2005. In 2006 sailings decreased by 44.0% compared to 2005. Superfast X carried 113,381 passengers (a 38.3% decrease compared to 2005), 36,331 private vehicles (a 27.6% decrease) and 27,491 freight units (a 28.7% decrease). Superfast X was sold and delivered to her new owners in February 2007 at a significant profit for the Group. The Attica Group continues to serve the Rosyth, Scotland – Zeebrugge, Belgium route with the deployment of Blue Star 1 as of 29th January, 2007, which was redeployed from the Patras-Igoumenitsa-Bari route.

In the Greek domestic market, Attica Group is active through its subsidiary Blue Star Group, on the Cycladic and Dodecanese Islands' routes. Vessels Blue Star Paros, Blue Star Naxos, Blue Star Ithaki and Superferry II served the Cycladic Islands' routes while Blue Star 2 and, as of August 2006, Diagoras, served the Dodecanese Islands' routes. Total revenue for the Group in this market grew by 7.4% compared to 2005 despite 15.7% fewer sailings executed. In comparing years 2005 and 2006, it should be noted that in terms of fleet composition, Blue Star 1 was redeployed to the Adriatic Sea in March 2005, Seajet 2 was sold in March 2006 without having carried out any sailings in 2006 while Diagoras was deployed as of August 2006. The increase in revenue was due to the addition of Diagoras to the fleet as well as the significant improvement in load factors on the Cycladic and Dodecanese Islands' routes, especially in the freight unit traffic segment.

The Blue Star vessels carried in the Greek domestic market 3,099,212 passengers, 391,362 private vehicles and 95,796 freight units. Compared to 2005, these volumes represent a 3.5% decrease in passengers carried, a 2.2% increase in private vehicles and an 18% increase in freight units carried.

The analysis of revenue and profit per geographic segment for the Group is presented at length in the financial statements of the Company reported under International Financial Reporting Standards (Chapter 5. Financial Statements Analysis).

The most important events for the Attica Holdings S.A. Group in 2006, were:

- In February 2006, Attica Group sold its participation in the share capital of Hellenic Seaways S.A. booking a profit of approximately Euro 6.5 mln.

- In April 2006, the Group sold vessels Superfast VII, Superfast VIII and Superfast IX to AS Tallink Grupp for a total of Euro 310 mln. The sale generated for Attica Group additional cash of approximately Euro 102 mln and capital gains of approximately Euro 12 mln.
- In May 2006, the Annual General Meeting of Shareholders decided among other matters on:

  - The share capital return of Euro 0.60 per share;
  - The payment of dividend for the fiscal year 2005 at Euro 0.08 per share;
  - The election of a new Board of Directors with a two-year term with no change in composition.

  The period of the share capital return and payment of dividend commenced on 10th July, 2006.

- In July 2006, the Group's subsidiary company, Blue Star Maritime S.A., acquired through an auction the total assets of DANE Sea Line and specifically, car-passenger ferries Diagoras, Patmos and Rodos and certain items of real estate in the town of Rhodes. The total acquisition cost stood at Euro 19.9 mln. Vessels Patmos and Rodos were sold in September 2006. Their total sale price stood at USD 3.03 mln (Euro 2.36 mln) and the profit booked from the sale was approximately Euro 300 thousand. The Group participated in the auction essentially to acquire vessel Diagoras.
- Part of the acquisition cost of Diagoras was financed through the issuance by Blue Star Maritime S.A. of a new Euro 10 mln secured bond loan, in August 2006. Car-passenger ferry Diagoras, following the completion of the necessary maintenance and repair works, was deployed on 12th August to the Dodecanese Islands' routes.

- In July and August 2006, the regular tax audit of Group companies was completed. The tax audit specifically regarded:
  a) the unaudited fiscal years of the companies of Blue Star Maritime S.A. Group up to and including fiscal year 2005. Total taxes charged amounted to Euro 304.0 thousand. The Blue Star Group had already made a provision for the un-audited fiscal years (20 fiscal years) for Euro 186.4 thousand and therefore the additional amount of Euro 117,600 was posted in the financial results of 2006.

b) the unaudited fiscal years 2001 – 2005 of 100% subsidiary company Attica Premium S.A. Total taxes charged amounted to Euro 68.5 thousand. The total amount was posted in the company's financial results.

- In August 2006, the Group contracted to sell to Veolia Transport its ice-class car-passenger vessel Superfast X.
- In November 2006, the regular tax audit for the parent Company for years 2002, 2003 and 2004, was completed. Total taxes charged amounted to Euro 469,531. The Group had already made a tax provision for Euro 344,000 and therefore the additional amount of Euro 125,531 will be posted in the results of 2006.
- The regular tax audit of parent company Attica Holdings S.A. for 2005 was completed with no additional tax payments.

  The regular tax audit up to and including year 2005 for the subsidiary companies of the Superfast Group was also completed. Additional taxes charged amounted to Euro 175.3 thousand and were posted in the 2006 results.

  The tax audit of Superfast Ferries Maritime S.A. and of ship management company Superfast Ferries S.A. is currently under way.

Information on parent company Attica Holdings S.A.
Revenue for Attica Holdings S.A. is derived mainly from dividends as well as from securities held and interest received, as per below:

Income from investments in subsidiaries
During fiscal year 2006, the Company received dividend from the Superfast Group of Euro 13.5 mln and from Blue Star Maritime S.A. of Euro 3.6 mln.

Other income

Profit from the sale of Hellenic Seaways Shipping S.A. shares	Euro 6.5 mln approx.
Profit from the sale of other securities	Euro 0.6 mln approx.
Interest received and other income	Euro 0.8 mln approx.

In addition to its investments in subsidiary companies, Attica also holds in its portfolio 388,381 shares of SCIENS Holding company, at Euro 1.89 per share. In the course of 2006, Attica also invested an additional amount of Euro 8.1 mln for the acquisition of shares in Minoan Lines Shipping S.A. Following these acquisitions, the Company held as at 31st December, 2006, 10,100,380 shares or a 14.24% stake in Minoan Lines at a total acquisition price of Euro 34.7 mln.

Attica's investment in subsidiaries as at 31st December, 2006, stood at Euro 114.6 mln against Euro 168.4 mln in 2005.

The decrease in the investment in subsidiaries in the course of 2006 is due to the decrease in the share capital of subsidiary companies Superfast Ferries Maritime S.A. (Euro 14.7 mln), Superfast Epta M.C. (Euro 19.1 mln) and Superfast Okto M.C. (Euro 19.1 mln) which was returned to the parent company.

Cash and cash equivalents at the end of the period for the parent company stood at Euro 13.8 mln in 2006 against Euro 3.2 mln in 2005 despite the fact that the parent company paid out an amount of approximately Euro 70.8 mln in the form of a share capital return and dividend payment to shareholders in July 2006.

The Company's dividend policy is determined by the Group's results and the broader financial and economic conditions with a view to enhancing the long-term interest of the Company and its shareholders. For financial year 2006, the Board of Directors will propose to the Annual General Meeting of Shareholders the distribution of a total of Euro 8,333,894.40 in the form of dividend which corresponds to Euro 0.08 per share.

The financial information for the Group and the accounting policies followed are described in detail in the Notes to the Financial Statements which are an integral part of the Annual Financial Statements.

Profit (Loss) before taxes is attributed to the Group's companies as per below:

(in Euro thousand)

ATTICA HOLDINGS S.A.	4,729
SUPERFAST FERRIES MARITIME S.A. GROUP	1,202
BLUE STAR FERRIES MARITIME S.A. GROUP	21,967
SUPERFAST EPTA M.C.	2,957
SUPERFAST OKTO M.C.	3,097
SUPERFAST ENNEA M.C.	(712)
SUPERFAST DEKA M.C.	5,571
NORDIA M.C.	536
MARIN M.C.	25
ATTICA PREMIUM S.A.	(1)
Profit before taxes	**39,371**
Less: Taxes	1,942
Minority Interests after Taxes	11,144
Net profit after taxes and minority interests	**26,285**

Tangible assets for the Group include the Superfast and Blue Star vessels. In the course of 2006, there were changes in the Group's asset base owing to the sale of vessels Superfast VII, Superfast VIII, Superfast IX and Seajet 2 and the acquisition of vessel Diagoras.

Total Equity for the Group after Minority Interests stood at Euro 344 mln against Euro 389 mln in 2005. This decrease is primarily due to the share capital return to shareholders of the parent company which took place in the course of 2006.

Long-term liabilities for the Group stood at Euro 402 mln in 2006 against Euro 707 mln in 2005. The long-term liabilities to equity excluding minorities ratio stood at 1.17 which is considered satisfactory for the sector the Group is active in.

The Group's current liabilities increased mainly due to the increase in the current portion of long-term loans with an amount of Euro 25 mln, corresponding to the unsecured loan of the Company.

Revenue from continuing operations for the Group stood at Euro 308.5 mln in 2006 against Euro 315.6 mln in 2005, decreased by 2.2% which is primarily due to a decrease in the sailings of vessels. Total revenue for the Group in 2006, which includes revenue from the operation of the three Superfast vessels (Superfast VII, Superfast VIII and Superfast IX) which were active in the Baltic Sea until their sale in April 2006, stood at Euro 326.5 mln against Euro 385.1 mln in 2005.

Earnings before taxes, investing and financial results, depreciation and amortization (EBITDA) from continuing operations stood at Euro 74.5 mln against Euro 82.6 mln in 2005.

The decrease in the Group's operational profitability (EBITDA) in its continuing operations is derived from the Adriatic Sea operations and is due to the considerable increase in the operating expenses of the vessels as a result of the increase in the price of fuel oil and the pressure on margins because of the intense competition in this market, where competitor companies increased the available capacity with the addition of more vessels. Total fuel and lubricant expenses for the Group for its continuing operations grew from Euro 81.0 mln in 2005 to Euro 91.7 mln in 2006, an increase of 13.2%, despite the considerable decrease in the number of sailings carried out. It should be noted that these expenses represent approximately 43% of total operating expenses in continuing operations.

Total Earnings before taxes, investing and financial results, depreciation and amortization (EBITDA) from continuing and discontinued operations in 2006 stood at Euro 71.5 mln against Euro 99.1 mln in 2005.

The Group, in addressing the effect of the increase in the price of fuel on operational profitability, imposed a fuel surcharge on passenger, private vehicle and freight unit fares on the Greece-Italy routes which was in effect throughout 2006 and reduced speed where possible on certain domestic market routes in order to reduce fuel consumption.

Profit after Taxes before Minority Interests for the Group was positively affected by a) Euro 7.1 mln from the sale of Attica's participation in Hellenic Seaways Shipping S.A. which accrued a profit of Euro 6.5 mln as well as from the sale of other securities; b) Euro 12 mln in the form of profit accrued by the sale of the three Superfast vessels (Superfast VII, Superfast VIII and Superfast IX) and c) Euro 1.3 mln from the sale of vessels Seajet 2, Patmos and Rodos.

Cash and cash equivalents for the Group at year-end stood at Euro 105.4 mln against Euro 92.5 mln at year-end 2005.

In analyzing the results of the Group, it should be noted that the Group operates in a highly seasonal sector particularly in the passenger and private vehicle traffic segments, which exhibit a peak between July and September and a slowdown from November to February. Freight traffic exhibits much less seasonality and follows a much more even pattern throughout the year.

<u>Developments in the sector</u>

The sharp increase in the price of fuel oil, the liberalization of fares in the majority of the Greek domestic routes and the abolition of the age limit applying to vessels employed in the Greek domestic market, are the most important developments in the sector. Specifically:

- The increase in the average price of fuel oil in 2006 was approximately 22% compared to 2005 for the heavy fuel oil (380 Cst). This negative development affected all companies in the sector.
- The decision of the Greek government to liberalise fares on the busiest routes of the Greek domestic market is a step closer towards the harmonization of the Greek regulatory framework with European Regulation 3577/92 on maritime transport within Member States, although there are still many issues to be resolved until a fully liberalized environment of operation is in place.
- The abolition of the age limit applying to vessels employed in the Greek domestic market subject that they conform to high safety standards is one more step closer to the harmonization of the Greek regulatory framework with the international shipping standards.

<u>Corporate Social Responsibility</u>

Attica Group through its two subsidiary Groups, Superfast Ferries and Blue Star Ferries promotes activities and applies programmes in response to the needs of society and in aid of the local communities of the Greek islands in the areas of Sports, Culture, Social Awareness and the Environment. Among the activities undertaken by the Attica Group in the course of 2006 were:

a) the free transportation of athletic and other non-profit groups participating in international events;
b) the free transportation of artists as well as artifacts to and from Italy for specific causes;
c) the provision of tickets in support of fundraising activities of various non-profit organizations;
d) the active support of the effort of protecting the sea turtle;
e) the donation of a complete system of personal computers and the necessary software to the schools of Schinoussa, Heraklia and Koufonissi in the Cycladic Islands prefecture;
f) the donation of blood dialysis equipment to the Medical Centre of the island of Naxos;
g) the used battery and colour cartridges recycling programmes run at the Group's offices;
h) the provision of tickets in support of fundraising activities of various non-profit organizations in Scotland.

<u>Information provided in accordance with article 11a of Law 3371/2005</u>

- The Company's share capital consists of 104,173,680 common bearer shares. All of the Company's shares trade on the Athens Exchange in the Big Capitalization Trading Category. All rights and obligations deriving by the ownership of the shares are as per the relevant dictates of the law.
- There are no limitations in the transfer of shares.
- Mr. Pericles S. Panagopulos controls, through legal entities, as per articles 7 and 8 of Presidential Decree 51/1992, 43.49% of the Company's voting rights. Mitica Ltd owns 5.01% of the Company's voting rights as per its correspondence dated 12/11/2003.
- There are no shares holding special voting rights.
- There are no restrictions to the voting rights. These are exercised in the General Meetings as per the relevant dictates of the law.
- To the Company's knowledge, there are no agreements between shareholders which could result in any restrictions in the transfer of shares or the exercise of voting rights.
- The rules governing the appointment and replacement of members of the Board of Directors, as well as the amendment of the Company's articles of association do not diverge from the provisions of common law 2190/1920.
- There is no authority resting with the Board of Directors or any of its members as regards the issuance of new shares or share buy-back as per article 16 of common law 2190/1920.
- There are no important agreements in which the Company is engaged and which would come into effect, be altered or terminated in the event of a change in control of the Company following a public offering except as regards its debt obligations which customarily include clauses regarding a possible change in ownership.

- There are no agreements between the Company and members of the Board of Directors or members of its staff, which provide for reimbursement pay in the event of resignation, or dismissal for no reason or the end of duty or employment as a result of a public offer. In the event of termination of employment of members of staff on an employment contract, indemnities as dictated by the law apply.

Other information as per article 1, paragraph. 7b of Law 3487/2006

- The sale and handing over of Superfast X was concluded in February 2007. The total sale price of the vessel stood at Euro 112 mln, while the net cash proceeds form the sale stood at approximately Euro 45 mln. The net profit from the transaction stood at Euro 12.5 mln. Superfast X operated on the Scotland-Belgium route in the North Sea since May 2002 and was replaced on the route by Blue Star 1 in the end of January 2007.

- Freight-only RoRo Marin was deployed in February 2007 on the Patras-Venice (Porto Marghera)-Patras route.

- The Group's operation in current year 2007 to date is developing smoothly. January 2007, witnessed a drop in the average price of fuel oil compared to that of 2006 as well as an improvement in load factors across the Adriatic and Greek domestic markets compared to the same period in 2006. Contributing to the improvement in load factors in the Adriatic market was the reduction in the number of vessels operating in this market.

- The Company due the nature of its business does not have any branches nor has it invested any capital towards research and development.

Other information

There are no other important events in the period between the end of the year and the time of submission of this report which can significantly affect the financial condition of the Company and the Group.

Dear Shareholders,

The above information together with the financial statements submitted to you for year 2006, provide a complete assessment of operations and of the Board of Directors' activities during the period under review, allowing you to decide on the approval of the financial statements of the Company and the Group.

Voula, 15th February, 2007

On behalf of the Board of Directors
The Authorised Director

Charalambos Zavitsanos

II. ANNUAL CONSOLIDATED AND COMPANY FINANCIAL STATEMENTS FOR THE FISCAL YEAR 2006

CONTENTS

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Attica Holdings S.A.

Report on the Financial Statements

We have audited the accompanying financial statements as well as the consolidated financial statements of ATTICA HOLDINGS S.A. which comprise the balance sheets as at 31 December 2006, and the income statements, statements of changes in equity and cash flow statements for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Greek Auditing Standards which have been harmonised with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the afore mentioned financial statements give a true and fair view of the financial position of the Company and of the Group respectively as of 31 December 2006, and of their financial performance and their cash flows for the year then ended in accordance with International Financial Reporting Standards as these have been adopted by the European Union.

Report on Other Legal and Regulatory Requirements

In our opinion, the content of the Report of the Board of Directors which is presented on pages 1 to 10 is in agreement with the aforementioned financial statements.

Athens, 20 February 2007
The Certified Public Accountant

Athos Stylianou, FCCA, CPA(Gr)
A.M. SOEL 12311
For DRM Stylianou SA (A.M. 104)
Member of RSM International

INCOME STATEMENT

For the fiscal year ending at December 31, 2006

	Notes	GROUP 1/1-31/12/06 Continuing operations	Discontinued operations	Total
Total Revenue	(5.1)	308.537	18.060	326.597
Cost of sales	(5.2)	(211.782)	(19.435)	(231.217)
Gross Profit/(loss)		**96.755**	**(1.375)**	**95.380**
Other operating income	(5.3)	980	778	1.758
Administrative expenses	(5.4)	(24.092)	(2.165)	(26.257)
Distribution expenses	(5.5)	(26.476)	(2.802)	(29.278)
Earnings before taxes, investing and financial results		**47.167**	**(5.564)**	**41.603**
Profit from sale of investments	(5.7)	7.094		7.094
Interest & other similar income	(5.7)	2.452	841	3.293
Interest and other financial expenses	(5.7)	(24.353)	(1.908)	(26.261)
Profit/(loss) from revaluation of investments in subsidiaries - associated companies				
Income/expense (net)				
Foreign exchange differences	(5.7)	338	14	352
Financial results		(14.469)	(1.053)	(15.522)
Profit/(loss) from vessels' disposal	(5.8)	1.329	11.961	13.290
Total profit/(loss) before taxes		**34.027**	**5.344**	**39.371**
Taxes	(5.9)	(1.713)	(229)	(1.942)
Total profit/(loss) after taxes		**32.314**	**5.115**	**37.429**
Attributable as follows:				
Company Shareholders		21.170	5.115	26.285
Minority Interests in subsidiaries		11.144		11.144
Earnings after taxes Per Share - basic (in €)		**0,20**	**0,05**	**0,25**
Proposed dividend payable per share (in €)				

The discontinued operations concern the Group's ro-pax service in the Baltic Sea, which after the sale of SUPERFAST VII, SUPERFAST VIII and SUPERFAST IX was terminated. Group's activity in the North Sea is included in the continuing operations, because despite the fact that the Group sold the vessel SUPERFAST X, continues its operation in the North Sea.

The Notes on pages 24 to 73 are an integral part of these Financial Statements.

INCOME STATEMENT

For the fiscal year ending at December 31, 2005

	Notes	GROUP 1/1-31/12/05 Continuing operations	Discontinued operations	Total
Total Revenue	(5.1)	315.650	69.468	385.118
Cost of sales	(5.2)	(218.179)	(47.753)	(265.932)
Gross Profit/(loss)		**97.471**	**21.715**	**119.186**
Other operating income	(5.3)	4.173	299	4.472
Administrative expenses	(5.4)	(24.598)	(2.482)	(27.080)
Distribution expenses	(5.5)	(25.259)	(9.600)	(34.859)
Earnings before taxes, investing and financial results		**51.787**	**9.932**	**61.719**
Profit from sale of investments	(5.7)	791		791
Interest & other similar income	(5.7)	2.232	11	2.243
Interest and other financial expenses	(5.7)	(24.289)	(4.149)	(28.438)
Profit/(loss) from revaluation of investments in subsidiaries - associated companies	(5.7)	450		450
Foreign exchange differences	(5.7)	1.296		1.296
Financial results		(19.520)	(4.138)	(23.658)
Profit/(loss) from vessels' disposal				
Total profit/(loss) before taxes		**32.267**	**5.794**	**38.061**
Taxes	(5.9)	(986)	(33)	(1.019)
Total profit/(loss) after taxes		**31.281**	**5.761**	**37.042**
Attributable as follows:				
Company Shareholders		22.320	5.761	28.081
Minority Interests in subsidiaries		8.961		8.961
Earnings after taxes Per Share - basic (in €)		**0,21**	**0,06**	**0,27**
Proposed dividend payable per share (in €)				

The Notes on pages 24 to 73 are an integral part of these Financial Statements.

INCOME STATEMENT

For the fiscal years ending at December 31 2006 & 2005

	Notes	COMPANY 1/1-31/12/06	1/1-31/12/05
Total Revenue			
Cost of sales			
Gross Profit/(loss)			
Other operating income			
Administrative expenses	(5.4)	(1.235)	(833)
Distribution expenses			(17)
Earnings before taxes, investing and financial results		**(1.235)**	**(850)**
Profit from sale of investments	(5.7)	24.218	14.140
Interest & other similar income	(5.7)	858	58
Interest and other financial expenses	(5.7)	(1.988)	(2.334)
Profit/(loss) from revaluation of investments in subsidiaries - associated companies	(5.7)	(906)	(75)
Foreign exchange differences			
Financial results		22.182	11.789
Profit/(loss) from vessels' disposal			
Total profit/(loss) before taxes		**20.947**	**10.939**
Taxes	(5.9)	(1.349)	
Total profit/(loss) after taxes		**19.598**	**10.939**
Attributable as follows:			
Company Shareholders		19.598	10.939
Minority Interests in subsidiaries			
Earnings after taxes Per Share - basic (in €)		**0,19**	**0,11**
Proposed dividend payable per share (in €)		**0,08**	**0,08**

The Notes on pages 24 to 73 are an integral part of these Financial Statements.

BALANCE SHEET

As at 31st of December 2006 and at December 31, 2005

	Notes	GROUP 31/12/2006	GROUP 31/12/2005	COMPANY 31/12/2006	COMPANY 31/12/2005
ASSETS					
Non-current assets					
Tangible assets	(5.10)	719.549	1.116.915	2	
Intangible assets	(5.11)	2.660	3.240	80	86
Investments in subsidiaries-associated companies	(5.12)			114.686	168.434
Other financial assets	(5.13)	34.732	26.643	34.732	26.643
Non-current receivables	(5.14)	215	135		
Deferred tax assets	(5.15)	127			
		757.283	1.146.933	149.500	195.163
Current assets					
Inventories	(5.16)	3.790	4.194		
Trade receivables and prepayments	(5.17)	55.983	60.224		
Tax receivables	(5.18)	1.495	1.496	349	581
Receivables from subsidiaries-associated companies					
Other receivables	(5.19)	2.903	6.449	31	219
Financial assets held for trading	(5.20)	734	16.545	734	16.517
Cash and cash equivalents	(5.21)	105.449	92.558	13.888	3.251
Deferred expenses	(5.22)	8.108	5.079		
Accrued income	(5.22)	138	1.218	30	2
		178.600	187.763	15.032	20.570
Non-current assets classified as held for sale	(5.23)	99.679			
Total assets		**1.035.562**	**1.334.696**	**164.532**	**215.733**
EQUITY AND LIABILITIES					
Equity					
Share capital	(5.24)	62.504	93.756	62.504	93.756
Reserves	(5.24)	259.077	289.644	44.396	75.293
Retained earnings	(5.24)	22.713	5.680	21.738	10.939
Total Sharholders equity		**344.294**	**389.080**	**128.638**	**179.988**
Minority interests in subsidiaries		**110.107**	**102.726**		
Total equity		**454.401**	**491.806**	**128.638**	**179.988**
Non-current liabilities					
Secured loans	(5.25)	399.465	677.965		
Unsecured loans			25.000		25.000
Finance leases	(5.26)	304	202		
Deferred tax liabilities	(5.27)	329	295	267	267
Retirement benefit provisions	(5.28)	1.131	1.017	54	54
Provisions	(5.29)	321	2.482		
		401.550	706.961	321	25.321
Current liabilities					
Bank loans and overdrafts	(5.30)	9.931	12.150	9.931	9.931
Current portion of long term liabilities	(5.31)	63.661	69.924	25.000	
Trade and other payables	(5.32)	28.217	35.722	109	81
Payables to subsidiaries-associated companies					
Tax liabilities	(5.33)	2.688	3.908	20	
Deferred income	(5.34)	1.933	2.864		
Accrued expenses	(5.34)	8.018	11.361	513	412
		114.448	135.929	35.573	10.424
Liabilities directly associated with non current assets classified as held for sale	(5.35)	65.163			
Total equity and liabilities		**1.035.562**	**1.334.696**	**164.532**	**215.733**

The Notes on pages 24 to 73 are an integral part of these Financial Statements.

Statement of Changes in Equity

For the Period 1/1-31/12/2006

GROUP

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Shareholders Equity	Minority interests in subsidiaries	Total Equity
Balance at 1 Jannuary 2006	**93.756**	**239.244**	**46.832**	**(6.601)**	**5.680**	**10.169**	**389.080**	**102.726**	**491.806**
Increase of Share Capital	31.252						31.252		31.252
Decrease of Share Capital	(62.504)	(31.252)					(93.756)		(93.756)
Expenses related to share capital increase		(344)					(344)		(344)
Exchange differences on translating foreign operations					12		12		12
Changes in Equity for the Period 1/1-31/12/2006				91	8		99		99
Net Profit for the Period 1/1-31/12/2006			938		25.347		26.285	11.144	37.429
Dividends					(8.334)		(8.334)	(3.763)	(12.097)
Balance at 31 December 2006	**62.504**	**207.648**	**47.770**	**(6.510)**	**22.713**	**10.169**	**344.294**	**110.107**	**454.401**

COMPANY

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Shareholders Equity	Minority interests in subsidiaries	Total Equity
Balance at 1 Jannuary 2006	**93.756**	**225.936**	**(4.362)**	**(154.234)**	**10.919**	**7.973**	**179.988**		**179.988**
Increase of Share Capital	31.252						31.252		31.252
Decrease of Share Capital	(62.504)	(31.252)					(93.756)		(93.756)
Expenses related to share capital increase		(344)					(344)		(344)
Changes in Equity for the Period 1/1-31/12/2006				234			234		234
Net Profit for the Period 1/1-31/12/2006			445		19.153		19.598		19.598
Dividends					(8.334)		(8.334)		(8.334)
Balance at 31 December 2006	**62.504**	**194.340**	**(3.917)**	**(154.000)**	**21.738**	**7.973**	**128.638**		**128.638**

Statement of Changes in Equity

For the Period 1/1-31/12/2005

GROUP

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Shareholders Equity	Minority interests in subsidiaries	Total Equity
Balance at 1 Jannuary 2005	**93.756**	**239.244**	**32.562**	**(6.355)**	**3.428**	**10.169**	**372.804**	**94.084**	**466.888**
Changes in Equity for the Period 1/1-31/12/2005				(246)			(246)	(319)	(565)
Net Profit for the Period 1/1-31/12/2005			25.829		2.252		28.081	8.961	37.042
Dividends			(11.559)				(11.559)		(11.559)
Balance at 31 December 2005	**93.756**	**239.244**	**46.832**	**(6.601)**	**5.680**	**10.169**	**389.080**	**102.726**	**491.806**

COMPANY

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Shareholders Equity	Minority interests in subsidiaries	Total Equity
Balance at 1 Jannuary 2005	**93.756**	**225.936**	**3.972**	**(156.957)**		**7.973**	**174.680**		**174.680**
Changes in Equity for the Period 1/1-31/12/2005				2.703			2.703		2.703
Net Profit for the Period 1/1-31/12/2005					10.939		10.939		10.939
Dividends			(8.334)				(8.334)		(8.334)
Balance at 31 December 2005	**93.756**	**225.936**	**(4.362)**	**(154.254)**	**10.939**	**7.973**	**179.988**		**179.988**

CASH FLOW STATEMENT

For the periods ending at December 31 2006 & 2005

	Notes	GROUP 1/1-31/12/2006	GROUP 1/1-31/12/2005	COMPANY 1/1-31/12/2006	COMPANY 1/1-31/12/2005
Cash flow from Operating Activities					
Profit Before Taxes		39.371	38.061	20.947	10.939
Adjustments for:					
Depreciation & amortization	(5.6)	29.931	37.385	11	
Deferred tax expense		(22)	27		41
Provisions		919	2.802	906	525
Foreign exchange differences	(5.7)	(352)	(1.296)		
Net (profit)/Loss from investing activities	(5.7)+(5.8)	(23.632)	(4.010)	(25.047)	(14.648)
Interest and other financial expenses	(5.7)	26.261	28.438	1.988	2.334
Plus or minus for Working Capital changes :					
Decrease/(increase) in Receivables		404	(972)		
Decrease/(increase) in Inventories		5.246	(533)	217	749
(Decrease)/increase in Payables (excluding banks)		(14.601)	10.510	(28)	60
Less:					
Interest and other financial expenses paid		(26.511)	(38.553)	(1.887)	(2.339)
Taxes paid		(2.031)	(490)	(1.440)	
Total cash inflow/(outflow) from operating activities (a)		**34.983**	**71.369**	**(4.333)**	**(2.339)**
Cash flow from Investing Activities					
Acquisition of subsidiaries, associated companies, joint ventures and other investments		(8.089)	(41.106)	(8.089)	(22.897)
Purchase of tangible and intangible assets	(5.10)+(5.11)+(5.13)+(5.23)	(24.429)	(16.662)	(8)	(6)
Proceeds from sale of tangible and intangible assets	(5.8)+(5.12)	329.146		75.925	
Interest received	(5.7)	3.263	2.691	829	506
Dividends received	(4.1)+(5.7)	28	791	17.151	14.140
Total cash inflow/(outflow) from investing activities (b)		**299.919**	**(54.286)**	**85.808**	**(8.257)**
Cash flow from Financing Activities					
Proceeds from issuance of Share Capital					
Proceeds from Borrowings	(5.25)	9.895	210.050		2.500
Payments of Borrowings	(5.21)	(256.701)	(265.335)		(2.500)
Payments of finance lease liabilities	(5.21)	(604)	(688)		
Dividends paid	(5.21)	(12.097)	(11.560)	(8.334)	(8.334)
Equity return to shareholders	(5.24)	(62.504)		(62.504)	
Total cash inflow/(outflow) from financing activities (c)		**(322.011)**	**(67.533)**	**(70.838)**	**(8.334)**
Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)		**12.891**	**(50.450)**	**10.637**	**(18.930)**
Cash and cash equivalents at beginning of period		**92.558**	**143.008**	**3.251**	**22.181**
Cash and cash equivalents at end of period		**105.449**	**92.558**	**13.888**	**3.251**

The method used for the preparation of the above Cash Flow Statement is the Indirect Method.
Cash and cash equivalents analysis is presented in paragraph 5.21.
The Notes on pages 24 to 73 are an integral part of these Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

1. General information

ATTICA HOLDINGS S.A. ("ATTICA GROUP") is a Holding Company and as such does not have trading activities of its own. The Company, through its subsidiaries, operates in passenger shipping and in travel agency services.

The headquarters of the Company are in Athens, Greece, C. Karamanli Avenue 157, 16673, Voula.

The number of employees at 31/12/2006 was 9 for the parent company and 1.288 for the Group, while at 31/12/2005 was 9 and 1.517 respectively.

Attica Holdings S.A. shares are listed in the Athens Stock Exchange under the code ATTICA.

The corresponding codes under Bloomberg is ATTEN GA and under Reuters is EPA.AT.

The total number of common bearer shares outstanding as at 31 December 2006 was 104.173.680. Each share carries one voting right. The total market capitalization amounted to € 416.695 thousand.

For the fiscal year 2006, companies SUPERFAST EPTA INC., SUPERFAST OKTO INC., SUPERFAST ENNEA INC., SUPERFAST DEKA INC. have not been consolidated due to their liquidation. The above change had absolutely no effect in the financial figures of ATTICA GROUP.

The Financial Statements of the Company and the Group for the fiscal year 2006 were approved by the Board of Directors on February 15, 2007.

Due to rounding there may be minor differences in some amounts.

2. Significant Group accounting policies

The accounting policies used by the Group for the preparation of the financial statements for the period 1/1-31/12/2006 are the same with those used for the preparation of the financial statements for the fiscal year 2005 and are as follows:

2.1. Basis of preparation of financial statements

The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) which have been issued by the International Accounting Standards Board (IASB) and the interpretations which have been issued by the International Financial Reporting Interpretations Committee as adopted by the European Union.

In addition, the Group has prepared the financial statements in compliance with the historical cost principle, the going concern principle, the accrual basis principle, the consistency principle, the materiality principle and the accrual basis of accounting.

For the fiscal year 2006, the going concern principle does not apply for the 100% subsidiary companies SUPERFAST EPTA M.C., SUPERFAST OKTO M.C. and SUPERFAST ENNEA M.C., shipowing companies of SUPERFAST VII, SUPERAST VIII and SUPERFAST IX, which sold their vessels in April 2006 and therefore they do not have any trading activity anymore. For this reason the financial results from the operation of these vessels are presented within a distinct column in the Income Statement of the Group under the heading “Discontinued Operations”.

The expenses are recognized in the income statement based on the direct relation of the expense to the specific income that is recognised.

In preparing its financial statements for the period ending 31 December 2006, the Group has chosen to apply accounting policies which secure that the financial statements comply with all the requirements of each applicable Standard or Interpretation taking into consideration the following Standards:

IAS 1 Presentation of Financial Statements
IAS 2 Inventories
IAS 7 Cash Flow Statements
IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
IAS 10 Events after the Balance Sheet Date
IAS 11 Construction Contracts
IAS 12 Income Taxes
IAS 14 Segment Reporting
IAS 16 Property, Plant and Equipment
IAS 17 Leases
IAS 18 Revenue
IAS 19 Employee Benefits
IAS 20 Accounting for Government Grants and Disclosure of Government Assistance
IAS 21 The Effects of Changes in Foreign Exchange Rates
IAS 23 Borrowing Costs
IAS 24 Related Party Disclosures
IAS 26 Accounting and Reporting by Retirement Benefit Plans
IAS 27 Consolidated and Separate Financial Statements
IAS 28 Investments in Associates
IAS 29 Financial Reporting in Hyperinflationary Economies
IAS 31 Interests in Joint Ventures
IAS 32 Financial Instruments: Disclosure and Presentation
IAS 33 Earnings per share
IAS 34 Interim Financial Reporting
IAS 36 Impairment of Assets

IAS 37 Provisions, Contingent Liabilities and Contingent Assets
IAS 38 Intangible Assets
IAS 39 Financial instruments: Recognition and measurement
IAS 40 Investment Property
IFRS 2 Share-based Payment
IFRS 3 Business Combinations
IFRS 5 Non-current Assets Held for Sale and Discontinued Operations

IFRS 6 is not applicable to the operations of the Group and IFRS 7 will be implemented on 1/1/2007.

The Management of the Group considers that the financial statements present fairly the company's financial position, financial performance and cash flows. The General Meeting of Shareholders has the right to modify these financial statements.

The preparation of the financial statements calls for the use of estimates and assumptions which must be in line with the provisions of generally accepted accounting principles. The above estimates are based on the knowledge and the information available to the Management of the Group until the date of approval of the financial statements for the fiscal year ending 31 December 2006.

2.2. Consolidation

2.2.1. Basis of consolidation

The purchase method is used for the consolidation.

An acquisition is recognised at cost. The cost of an acquisition is measured as the fair value of the assets acquired, the equity instruments issued and the liabilities incurred or assumed at the date of the transaction, plus any cost directly attributable to the acquisition.

2.2.2. Subsidiaries

Subsidiaries are the entities which are controlled by another Company. Control exists when a Company has the power to govern the financial and operating policies of an entity.

In the Company's financial statements, participation in subsidiaries is presented at the acquisition cost less any impairment loss, if such case arises.

2.2.3. Consolidated financial statements

The consolidated financial statements include the Company and its subsidiaries. The financial statements of the subsidiaries are included in the consolidated financial statements from the date that control commences until the date that the parent company ceases to control the subsidiary.

Intercompany transactions, balances and gains or losses on transactions between companies of the Group are eliminated unless the transaction relates to an asset which provides evidence of impairment.

The subsidiaries' accounting policies are consistent with the policies adopted by the Group.

Minority interests are presented separately from the shareholders' equity of the Group.

2.3. Goodwill

Goodwill represents the excess of the cost of an acquisition over the fair value of identifiable assets and liabilities of the acquired subsidiary or associated company, at the time of acquisition. The goodwill is not amortized. The goodwill is subject to an impairment test at the end of each year.

The negative goodwill which, prior to the first application of IFRS, was shown as a deduction from equity, it cannot be recognised as an asset. The Company shall not recognise that goodwill in profit or loss if it disposes of all or part of the business to which that goodwill relates.

2.4. Investments

The investments are classified according to their scope as follows:

a) Long-term investments

These investments are recognised at cost plus any cost directly attributable to the investment and are reported as non-current assets. The company, annually, shall assess whether there is any indication that an investment need to be impaired.

If any such indication exists, impairment losses are recognised in the shareholders' equity.

b) Investments held for sale (short-term investments)

These investments are initially recorded at cost plus any cost attributable to the investment. Subsequently, these investments are re-measured at fair value and gains or losses are recorded under shareholders' equity until these are disposed of or considered impaired. When these are disposed of or considered impaired, gains or losses are recognised in the income statement.

2.5. Tangible assets

Tangible assets are stated at acquisition cost less accumulated depreciation and any impairment loss.

Acquisition cost includes expenses that are directly attributable to the acquisition of the assets.

Subsequent costs are added in the asset's carrying amount or recognised as a separate asset, only when it is probable that additional future economic benefits, associated with the asset, will arise for the Group.

All other expenses are charged to the income statement as they are considered as repairs and maintenance.

Land is not depreciated.

Depreciation is calculated on a straight line basis over the estimated useful life of each asset.

The estimated useful lives are as follows:

1. Conventional vessels	30 years
2. High-speed vessels (Catamaran)	15 years
3. Buildings	60 years
4. Harbor establishments	10 years
5. Motor Vehicles	5 years
6. Furniture and fixtures	5 years
7. Hardware equipment	3 years

The residual value of the vessels is estimated at 20% of the acquisition cost. For the other fixed assets no residual value is calculated. The residual value and the useful life of fixed assets is reviewed annually.

Costs incurred subsequent to the acquisition of a vessel for the purpose of increasing the future economic benefits from the operation of the vessel or for compliance with new safety rules and regulations are capitalised separately and are depreciated over 5 years. Furthermore, costs incurred subsequent to extensive additions and improvements of the vessels, are capitalised separately and are depreciated over 5 years.

Once the sale of a tangible asset is completed, the difference between the selling price and the net book value less any expenses related to the sale, is recognised as gain or loss in the income statement.

2.6. Intangible assets

The Group considers that the useful life of its intangible assets is not indefinite. The intangible assets of the Group are the following:

a) Trademarks

Trademarks are recognised at cost less accumulated depreciation and any impairment loss.

The cost of trademarks includes expenses related to the development and registration of the trademarks in Greece and abroad.
The useful life of trademarks is 15 years and depreciation is calculated on a straight line basis.

b) Computer software

Computer software programs are recognised at cost less accumulated depreciation and any impairment loss.

The initial cost includes, in addition to the licenses, all installation, customizing and development expenses.

Subsequent expenses which enhance or extend the performance of computer software programs beyond their original specifications are recognised as capital expenditure and are added to the original cost of the software.

Useful life of computer software is 8 years and depreciation is calculated on a straight line basis.

2.7. Impairment of assets

At each reporting date the assets are assessed as to whether there is any indication that an asset may be impaired.

If any such indication exists, the entity estimates the recoverable amount of the asset, namely the present value of the estimated future cash flows that are expected to flow into the entity by the use of the asset.

The recoverable amount of an asset or a cash generating unit is the higher of its fair value less associated costs of selling the asset and its value when used by the entity.
As a cash generating unit is defined the geographical segment to which each vessel operates, so as it is reported in paragraph 2.16.

Impairment losses are recognised in the income statement.

2.8. Investment property

An investment in property is initially recognised at cost. Transaction costs are included in the initial cost. Subsequent expenses are added to the cost only if it is probable that future economic benefits are expected.

Subsequent to initial recognition, an investment in property is stated at cost less accumulated depreciation and any accumulated impairment losses.

2.9. Inventories

Inventories are stated at the lower value between cost and net realizable value. Net realizable value is the estimated selling price less applicable variable selling expenses. The cost of inventories is determined using the weighted average method.

2.10. Trade receivables

Trade receivables are short-term receivables to be collected in less than 12 months from the date of recognition and are initially recognised at fair value.

Subsequently, if the collection is delayed, trade receivables are measured at amortized cost using the effective interest rate, less any impairment loss.

Impairment loss is established when there is objective evidence that the Group will not be able to collect all the amounts due.

The amount of the provision calculated when there is a delay in collection of a trade receivable, is the difference between the asset's carrying amount and the present value of estimated future cash flows.

The discounting of the above difference is calculated using the effective interest rate.

The amount of the provision is recognised in the income statement.

2.11. Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits in banks, other short-term highly liquid investments maturing within three months and bank overdrafts.

2.12 Share capital

Share capital consists of common ordinary shares and is included in shareholders' equity.

Costs directly attributable to the issuance of new shares are shown in equity as a deduction from the share premium, net of tax.

Costs directly attributable to the issuance of new shares for the acquisition of a new entity are recognised in the cost of the acquired entity.

The cost of treasury stock is deducted from equity until the shares are cancelled or disposed of. In this case profit or loss, net from direct costs, is included in shareholders' equity.

2.13. Dividends

Dividends payable are recognised as a liability when these are approved by the Shareholders' General Assembly.

2.14. Revenue

The revenue of the Group is derived from cargo, passengers and vehicles fares, from on board sales of goods and services and from sales of travel agency services. The Group also has income from credit interest and dividends.

2.14.1. Revenue from fares

Revenue from fares is recognised as follows:

a) For international routes: when the customer travels.
b) For domestic routes: when the ticket is issued.

The above difference to the recognition of income between international and domestic routes is due to the fact that tickets for domestic routes issued in a specific month that are due to travel in a subsequent month, are not of a substantial amount compared to total income. Besides this, the cost of tracking changes of tickets for the period from the date of issuance to the date of traveling would be very significant compared with the benefit of such information.

c) For revenues from timecharter when the days of the timecharter are accrued.

2.14.2. Revenue from on board sales

Revenue from sales of goods and services on board is recognised upon delivery of goods or services.

Regarding the services provided by the Group through concessions, revenue is recognised when the invoice is issued for services relating to the period.

2.14.3. Revenue from travel agency services

Revenue from sales of air tickets are the sales commissions which the Group receives from airline companies and is recognised when the invoice is issued.

Revenue from tour operating packages is recognised when the appropriate invoice is issued.

All the above revenue is recognised when the collection of the related receivables is reasonably assured.

2.14.4. Interest income

Interest income is recognised on an accrual basis using the effective interest method.

2.14.5. Dividend income

Dividend income is recognised as revenue on the date the dividends are approved from the Shareholders' General Assembly of the entity which declares these.

2.15. Accounting for Government grants and disclosure of Government assistance

2.15.1. Government grants related to assets

Government grants that relate to assets are those that are provided to entities subject to the condition that the entity will purchase or construct long-term assets.

Government grants are recognised when it is certain that:

a) The entity will comply with the conditions attached to these grants.
b) The grants will be received.

Government grants related to assets are recognised as a deferred income, on a systematic basis, during the useful life of a non current asset.

2.15.2. Government grants related to income

Government grants related to income are recognised as income over the periods, on a systematic basis, in order to match the relevant costs.

2.16. Segment reporting

A business segment is a distinguishable component of an entity that is engaged in providing an individual product or service or a group of related products or services which are subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of an entity that is engaged in providing products or services within a particular economic environment and which is subject to risks and returns that are different from those of components operating in other economic environments.

The Group mainly operates in sea transportation services for passengers, private vehicles and cargo in several geographical areas.
For this reason geographical segmentation is used.

The Group's geographical segments, for the fiscal year 2006 are the following:
a) Greek Domestic Market
b) Adriatic Sea
c) Baltic Sea
d) North Sea

The Group's vessels provide transportation services to passengers, private vehicles and cargo. The Company's sales are highly seasonal. The highest traffic for passengers and vehicles is observed during the months July, August and September while the lowest traffic for passengers and vehicles is observed between November and February. On the other hand, cargo sales are not affected significantly by seasonality.

2.17. Expenses

2.17.1. Borrowing costs

Borrowing costs are interest and other costs incurred by an entity in connection with the borrowing of funds.

Borrowing costs include:

a) Interest on bank overdrafts and interest on short-term and long-term borrowings.
b) Amortisation of discount or premium occurring out of the issuance or repayment of borrowings.
c) Amortisation of ancillary costs incurred in connection with the arrangement of borrowings.

d) Finance charges in respect of finance leases recognised in accordance with IAS 17 "Leases".
e) Exchange differences arising from foreign currency borrowings to the extent that these are regarded as an additional cost to interest costs.

2.17.1.1. Recognition of borrowing cost

Borrowing costs are recognised as an expense in the period in which these are incurred unless these are related to the acquisition or construction of a qualifying asset. In this case, these are capitalised.

2.17.1.2. Capitalisation procedures of borrowing costs

The capitalisation of borrowing cost:

a) Commences when the investment in an asset is taking place and borrowing cost exists.
b) Is suspended when the investment in an asset is suspended for a long period.
c) Ceases when all the activities necessary to prepare the qualifying asset for its intended use or sale are completed.

2.17.2. Employee benefits

2.17.2.1. Short-term benefits

The current obligations of the Group towards its personnel, in cash or in non-monetary items are recognised as expenses as soon as they are incurred unless these relate to services that are included in the cost of an asset.

2.17.2.2. Defined benefit plans

Defined benefit plan is a legal obligation of the Group that defines an amount of pension benefit that an employee will receive on retirement. The defined benefit obligation is calculated annually based on actuarial valuation performed by independent actuaries using the projected unit credit method. Actuarial gains or losses are recognised in the income statement.

2.17.3. Leases

2.17.3.1. Finance leases

Finance leases are recognised as assets and liabilities at amounts equal to the fair value of the leased property or, if lower, to the present value of the minimum lease payments.

The depreciation method of leased assets, when at the end of the leasing period the ownership remains to the Company, is similar to the method used for the other assets of the Company. Depreciation is calculated in accordance with IAS 16 "Property, plant and equipment" and IAS 38 "Intangible assets". Therefore, paragraphs 2.5. "Tangible assets", 2.6. "Intangible assets" and 2.7. "Impairment of assets" refer. When at the end of the leasing period the ownership does not remain to the Company, the depreciation is calculated by using the shorter period between the duration of the lease and the useful life of the asset.

2.17.3.2. Operating leases

The lease payments for an operating lease are recognised as an expense and charged to the income statement. In case that according to the leasing contract, at the end of the lease period repairs are required on damages occurred out of usual wear and tear of the leased asset then these expenses are recognised in the income statement of the year when the lease contract is terminated.

2.17.4. Provisions, contingent liabilities and contingent assets

Provisions are recognised when:

a) The Group has a present obligation, legal or construed, as result of a past event.
b) It is probable that an outflow of resources embodying economic benefits will be required to settle an obligation.
c) A reliable estimation of the obligation can be made.

Provisions should be reviewed at each balance sheet date.

Contingent liabilities or contingent assets are not recognised in the financial statements, but they are disclosed in the notes to the financial statements, when the possibility of an outflow or inflow of economic benefit is remote.

2.17.5. Allocation of revenue and expenses

2.17.5.1. Allocation of joint revenue and expenses

As reported in paragraph 4.1, Joint Ventures and management companies which are consolidated in the Group, transfer all revenue and expenses relating to specific companies to these shipowning companies. This means that when revenue or expenses are incurred which are not related to specific shipowning companies, these expenses are allocated to the shipowning companies based on gross registered tonnage of each vessel.

2.17.5.2. Allocation of expenses on a monthly basis

The Group recognises insurance expenses and annual survey (dry docking) expenses in the income statement on a monthly basis because the above expenses are incurred once every year but relate to a complete fiscal year of operation.

2.18. Current and deferred income taxes

For a better understanding of the way in which the Group's income is taxed, the profits are classified based on their origin.

2.18.1. Income tax on profit from shipping activities

According to Law 27/1975, article 6, the shipowning companies whose vessels are carrying the Greek flag pay taxes based on the gross tonnage of the vessels, regardless of profits or losses. This tax is in effect an income tax which is readjusted according to the above law.

The payment of the above tax covers all obligations which are related to income tax with regard to shipping activities.

In this case, a permanent difference exists between taxable and accounting results, which will not be taken into consideration for the calculation of deferred taxation.

2.18.2. Income tax on profit from financial revenues

This category includes financial revenue which is recognised as taxable when it is distributed or capitalised. For the portion of the revenue which will not be distributed, a temporary tax difference will result and a deferred tax liability will be recognised until the distribution of these revenues.

The following sources of revenue are exempted:

a) The interest on deposits which is taxable under the general taxation rules.
b) The dividends received from other companies which are not subject to taxation and therefore are not taken into account for the calculation of deferred tax.

2.18.3. Income tax on profit from non-shipping activities

In that case, the profits are subject to the provisions of the tax law. When calculation of deferred tax is required, it will be done in accordance with IAS 12.

2.19. The effect of changes in foreign exchange rates

The functional currency of the Group is Euro.

Transactions in foreign currencies are translated into Euro at the exchange rate applying at the date of the transaction.

At each balance sheet date:

a) Monetary items are translated using the closing rate of that date. Exchange differences arising in the above case are recognised in profit or loss in the period in which they arise.
b) Non-monetary items in foreign currency that are measured using historical cost are translated by using the exchange rate at the date of transaction. These items at each balance sheet date are translated into functional currency by using the closing rate of that date.

Exchange differences arising on the settlement of non-monetary items are recognised directly in shareholders' equity.

Exchange differences arising from the translation of the net investment in foreign entities are recognised in the income statement.

On consolidated basis the above exchange differences are taken initially to shareholders' equity and when the foreign entity is sold or closed, such exchange differences are recognised in the income statement.

2.20. Financial instruments

The basic financial instruments of the Group are:

a) Cash, bank deposits, short-term receivables and payables.

Given the short-term nature of these instruments, the Group's Management considers that their fair value is essentially identical to the value at which these are recorded in the accounting books of the Group.

b) Securities

Securities are titles that embody rights on specific financial assets which can be valued in cash.

Securities are initially recognised at cost which is the market price plus expenses related to the transaction.

Securities are held by the Group for trading purposes. This means that these are acquired with the intention of selling them for a profit.

Subsequently securities are measured at fair value and any profit or loss is recognised in the income statement.

Fair values of listed securities in active markets are calculated with current prices.

For non negotiable securities, fair values are defined through various valuation methods such as the analysis of recent comparative transactions, estimation of future cash flows, etc.

c) Bank loans

Management considers that the interest rates of bank loans are almost equal to current market interest rates and therefore, it is not appropriate to adjust the value of these liabilities.

d) Bond Loans

Bond Loans are initially recognised at cost which is the fair value of the actual amount received including issuance expenses. Subsequently these are valued at the carrying amount as it is calculated by the application of the effective interest rate method.

Any difference between the amount received at the issuance date, net of related expenses, and the amount that is finally repaid is recognised in the income statement using the effective interest rate method over the period of the Bond Loan.

The recognition of sales and purchases is effected at the transaction date and not at the settlement date.

2.21. Earnings per share

Basic earnings per share are calculated by dividing the profit or loss for the period, attributable to ordinary equity shareholders, adjusted for the payment of dividends to preferred shares, by the weighted average number of ordinary shares outstanding during the period.

For the purpose of calculating basic earnings per share for the consolidated financial statements the numerator includes profit or loss attributable to equity shareholders of the parent company and the denominator includes the weighted average number of ordinary shares outstanding during the period.

3. **Financial risk management**

3.1. Financial risk factors

a) Market risk

The Group operates in countries that belong to the European Monetary Union (Eurozone) and in United Kingdom.

The foreign exchange risk arising from operating in the market of North Sea is not significant because the revenue in UK pounds is less than 10% of the total revenue of the Group.

The Group rarely buys foreign currencies in advance or enters into forward contracts.

The amount spent for provisions of spare parts and other materials or services in foreign currencies outside the Eurozone are not substantial compared to the total amounts spent for provisions.

b) Credit risk

The Group has established credit control procedures in order to minimize credit risk.

The Group estimates that there is no considerable concentration of trade receivables in any sales agent except in the case of "Attica Premium SA" which is 100% subsidiary company and therefore there is no credit risk.

The Group has defined credit limits and specific credit policies for all of its customers.

Furthermore, the Group has obtained bank guarantees from major Premium Sales Agents, in order to secure its trade receivables.

c) Liquidity risk

The liquidity risk is at a very low level because the Group maintains sufficient cash and also has a high credit rating from banks.

d) Interest rate risk

The borrowings of the Group are linked to floating interest rates.

In order to manage the interest rate risk, the Group has entered an interest rate hedge for the next four years covering the largest part of the long-term borrowings.

3.2. Determination of fair values

The fair value of financial instruments which are negotiable in active markets is calculated by using the closing price published in each market at the balance sheet date.

The asking price is used for the determination of the fair value of the financial assets and the bid price is used for the financial liabilities.

Nominal value of trade receivables, after related provisions, is approaching their fair value.

4 Related Party disclosures

4.1. Intercompany transactions

a) The intercompany transactions between the parent company and its subsidiaries relate to services (i.e. issuance of airline tickets) provided by the 100% subsidiary Attica Premium S.A.

b) There are no intercompany transactions between Superfast Group and Blue Star Group, whose shares are controlled 100% and 48,795% respectively by Attica Group.

c) There are no intercompany transactions between the subsidiaries of Superfast Group and the subsidiaries of Blue Star Group.

d) Attica Holdings S.A. consolidates two Joint Ventures and two companies that operate under the Law 378/68, which create intercompany transactions with shipowning companies.

Superfast Dodeka (Hellas) Inc. and Co. Joint Venture and the Management Company Superfast Ferries S.A. are responsible, under a contractual agreement with the subsidiaries of Superfast Group, for the revenue and common expenses of the vessels that operate in international routes. Also Superfast Dodeka (Hellas) Inc. and Co. Joint Venture is responsible, under a contractual Agreement, with Blue Star for the common revenue and expenses of the vessels that operate in international routes.
At the end of each month the above mentioned revenue and expenses are transferred to the shipowning companies.

Blue Star Ferries Joint Venture and the Management Company Blue Star Ferries S.A. are responsible, under a contractual agreement with the subsidiaries of Blue Star Group, for the revenue and common expenses of vessels. Blue Star Ferries Joint Venture is responsible for the revenue and common expenses of the vessels that operate in domestic routes and Blue Star Ferries S.A. is responsible for the revenue and common expenses of the vessels that operate in international routes. At the end of each month the above mentioned revenue and expenses are transferred to the shipowning companies.

e) Attica Premium S.A., a 100% subsidiary of Attica Holdings S.A., is, according to a contractual agreement Premium Sales Agent for Superfast and Blue Star.

For these sales, Attica Premium S.A. receives commission which result in intercompany transactions.

f) During 2006 ATTICA HOLDINGS S.A. had not performed any intercompany transactions that create commercial revenue, apart from (a) above, amounting € 4 thousand.

The capital transactions of ATTICA HOLDINGS S.A. with its subsidiaries during 2006 are the following:

- The company received the amount of € 13.537 thousand as dividend of fiscal year 2005 from its 100% subsidiary SUPERFAST FERRIES MARITIME S.A.

- The companies of the Group SUPERFAST FERRIES MARITIME S.A., SUPERFAST EPTA MC, SUPERFAST OKTO MC, SUPERFAST EPTA INC., SUPERFAST OKTO INC., SUPERFAST ENNEA INC. and SUPERFAST DEKA INC. have decided to return part of their share capital to their parent company ATTICA HOLDINGS S.A. mainly due to sale of assets. The capital return amounts € 52.929 thousand.

- The company received the amount of € 3.586 thousand as dividend of fiscal year 2005 from its 100% subsidiary BLUE STAR MARITIME S.A.

There are no any receivables or payables of the parent Company arising from or to its transactions with directly or indirectly related entities.

The intercompany balances as at 31/12/2006 can be found in the following table.

Intercompany balances of SUPERFAST Group

COMPANY	SUPERFAST ENA INC.		SUPERFAST ENA (HELLAS) INC.		SUPERFAST DIO INC.		SUPERFAST DIO (HELLAS) INC.		SUPERFAST TRIA INC.		SUPERFAST TRIA (HELLAS) INC.	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
SUPERFAST ENA INC.												
SUPERFAST ENA (HELLAS) INC.												
SUPERFAST DIO INC.												
SUPERFAST DIO (HELLAS) INC.												
SUPERFAST TRIA INC.												
SUPERFAST TRIA (HELLAS) INC.												
SUPERFAST TESSERA INC.												
SUPERFAST TESSERA (HELLAS) INC.												
SUPERFAST PENTE INC.												
SUPERFAST PENTE (HELLAS) INC.												
SUPERFAST EXI INC.												
SUPERFAST EXI (HELLAS) INC.												
SUPERFAST EPTA MC												
SUPERFAST OKTO MC												
SUPERFAST ENNEA MC												
SUPERFAST DEKA MC												
SUPERFAST ENDEKA INC.												
SUPERFAST ENDEKA (HELLAS) INC.												
SUPERFAST DODEKA INC.												
SUPERFAST DODEKA (HELLAS) INC.												
NORDIA MC												
MARIN MC												
SUPERFAST FERRIES S.A.	2.637			16	2.444			18	422			
SUPERFAST DODEKA (HELLAS) INC. & CO JOINT VENTURE												
SUPERFAST FERRIES MARITIME S.A.												
TOTAL	**2.637**			**16**	**2.444**			**18**	**422**			

Intercompany balances of SUPERFAST Group-Continued

COMPANY	SUPERFAST TESSERA INC.		SUPERFAST TESSERA (HELLAS) INC.		SUPERFAST PENTE INC.		SUPERFAST PENTE (HELLAS) INC.		SUPERFAST EXI INC.		SUPERFAST EXI (HELLAS) INC.	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
SUPERFAST ENA INC.												
SUPERFAST ENA (HELLAS) INC.												
SUPERFAST DIO INC.												
SUPERFAST DIO (HELLAS) INC.												
SUPERFAST TRIA INC.												
SUPERFAST TRIA (HELLAS) INC.												
SUPERFAST TESSERA INC.												
SUPERFAST TESSERA (HELLAS) INC.												
SUPERFAST PENTE INC.								42.592				
SUPERFAST PENTE (HELLAS) INC.					42.592							
SUPERFAST EXI INC.												50.009
SUPERFAST EXI (HELLAS) INC.									50.009			
SUPERFAST EPTA MC												
SUPERFAST OKTO MC												
SUPERFAST ENNEA MC												
SUPERFAST DEKA MC												
SUPERFAST ENDEKA INC.												
SUPERFAST ENDEKA (HELLAS) INC.												
SUPERFAST DODEKA INC.												
SUPERFAST DODEKA (HELLAS) INC.												
NORDIA MC												
MARIN MC												
SUPERFAST FERRIES S.A.	753					42.823				48.672		
SUPERFAST DODEKA (HELLAS) INC. & CO JOINT VENTURE							43.048				50.791	
SUPERFAST FERRIES MARITIME S.A.												
TOTAL	**753**				**42.592**	**42.823**	**43.048**	**42.592**	**50.009**	**48.672**	**50.791**	**50.009**

Intercompany balances of SUPERFAST Group-Continued

COMPANY	SUPERFAST EPTA MC		SUPERFAST OKTO MC		SUPERFAST ENNEA MC	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
SUPERFAST ENA INC.						
SUPERFAST ENA (HELLAS) INC.						
SUPERFAST DIO INC.						
SUPERFAST DIO (HELLAS) INC.						
SUPERFAST TRIA INC.						
SUPERFAST TRIA (HELLAS) INC.						
SUPERFAST TESSERA INC.						
SUPERFAST TESSERA (HELLAS) INC.						
SUPERFAST PENTE INC.						
SUPERFAST PENTE (HELLAS) INC.						
SUPERFAST EXI INC.						
SUPERFAST EXI (HELLAS) INC.						
SUPERFAST EPTA MC						
SUPERFAST OKTO MC						
SUPERFAST ENNEA MC						
SUPERFAST DEKA MC						
SUPERFAST ENDEKA INC.						
SUPERFAST ENDEKA (HELLAS) INC.						
SUPERFAST DODEKA INC.						
SUPERFAST DODEKA (HELLAS) INC.						
NORDIA MC						
MARIN MC						
SUPERFAST FERRIES S.A.		6.527		3.978		
SUPERFAST DODEKA (HELLAS) INC.& CO JOINT VENTURE					2.793	
SUPERFAST FERRIES MARITIME S.A.						
TOTAL		**6.527**		**3.978**	**2.793**	

Intercompany balances of SUPERFAST Group-Continued

COMPANY	SUPERFAST DEKA MC		SUPERFAST ENDEKA INC.		SUPERFAST ENDEKA (HELLAS) INC.		SUPERFAST DODEKA INC.		SUPERFAST DODEKA (HELLAS) INC.	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
SUPERFAST ENA INC.										
SUPERFAST ENA (HELLAS) INC.										
SUPERFAST DIO INC.										
SUPERFAST DIO (HELLAS) INC.										
SUPERFAST TRIA INC.										
SUPERFAST TRIA (HELLAS) INC.										
SUPERFAST TESSERA INC.										
SUPERFAST TESSERA (HELLAS) INC.										
SUPERFAST PENTE INC.										
SUPERFAST PENTE (HELLAS) INC.										
SUPERFAST EXI INC.										
SUPERFAST EXI (HELLAS) INC.										
SUPERFAST EPTA MC										
SUPERFAST OKTO MC										
SUPERFAST ENNEA MC										
SUPERFAST DEKA MC										
SUPERFAST ENDEKA INC.						45.333				
SUPERFAST ENDEKA (HELLAS) INC.			45.333							
SUPERFAST DODEKA INC.										40.019
SUPERFAST DODEKA (HELLAS) INC.							40.019			
NORDIA MC										
MARIN MC										
SUPERFAST FERRIES S.A.		14.183		20.543				16.005		
SUPERFAST DODEKA (HELLAS) INC.& CO JOINT VENTURE					45.944				40.862	
SUPERFAST FERRIES MARITIME S.A.										
TOTAL		**14.183**	**45.333**	**20.543**	**45.944**	**45.333**	**40.019**	**16.005**	**40.862**	**40.019**

Intercompany balances of SUPERFAST Group-Continued

COMPANY	NORDIA MC		MARIN MC		SUPERFAST FERRIES MARITIME S.A.		SUPERFAST FERRIES S.A.		SUPERFAST DODEKA (HELLAS) INC. & CO JOINT VENTURE	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
SUPERFAST ENA INC.								2.637		
SUPERFAST ENA (HELLAS) INC.							16			
SUPERFAST DIO INC.								2.444		
SUPERFAST DIO (HELLAS) INC.							18			
SUPERFAST TRIA INC.								422		
SUPERFAST TRIA (HELLAS) INC.										
SUPERFAST TESSERA INC.								753		
SUPERFAST TESSERA (HELLAS) INC.										
SUPERFAST PENTE INC.							42.823			
SUPERFAST PENTE (HELLAS) INC.										43.048
SUPERFAST EXI INC.							48.672			
SUPERFAST EXI (HELLAS) INC.										50.791
SUPERFAST EPTA MC							6.527			
SUPERFAST OKTO MC							3.978			
SUPERFAST ENNEA MC										2.793
SUPERFAST DEKA MC							14.183			
SUPERFAST DEKA INC.										
SUPERFAST ENDEKA INC.							20.543			
SUPERFAST ENDEKA (HELLAS) INC.										45.944
SUPERFAST DODEKA INC.							16.005			
SUPERFAST DODEKA (HELLAS) INC.										40.862
NORDIA MC										770
MARIN MC										675
SUPERFAST FERRIES S.A.									159.855	
SUPERFAST DODEKA (HELLAS) INC. & CO JOINT VENTURE	770		675					159.855		
SUPERFAST FERRIES MARITIME S.A.										
TOTAL	**770**		**675**				**152.767**	**166.112**	**159.855**	**184.883**

Reconciliation of intercompany balances:

Total debit:	681.715
Total credit:	681.715
Balance	0

Intercompany Balances of Blue Star Group

COMPANY	THELMO MARINE S.A.		WATERFRONT NAVIGATION CO.		BLUE STAR FERRIES S.A.		STRINTZIS LINES SHIPPING LTD.	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
BLUE STAR MARITIME S.A.		68		1	51.565	81.351	10.935	
THELMO MARINE S.A.					8			
WATERFRONT NAVIGATION CO.								
STRINTZIS LINES SHIPPING LTD.					9.650			
BLUE STAR FERRIES MARITIME S.A.					92.578	36.833		10
BLUE STAR FERRIES S.A.		8						9.650
BLUE STAR FERRIES JOINT VENTURE					1.499			798
BLUE ISLAND SHIPPING INC.					1.054	98		488
TOTAL		**76**		**1**	**156.355**	**118.282**	**10.935**	**10.946**

COMPANY	BLUE STAR MARITIME S.A.		BLUE STAR FERRIES JOINT VENTURE		BLUE STAR FERRIES MARITIME S.A.		BLUE ISLAND SHIPPING INC.	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
BLUE STAR MARITIME S.A.			35.418	97.761	22	32	440	
THELMO MARINE S.A.	68							
WATERFRONT NAVIGATION CO.	1							
STRINTZIS LINES SHIPPING LTD.		10.935	798		10		488	
BLUE STAR FERRIES MARITIME S.A.	32	22	166.514	83.492				
BLUE STAR FERRIES S.A.	81.351	51.565		1.499	36.833	92.578	98	1.054
BLUE STAR FERRIES JOINT VENTURE	97.761	35.418			83.492	166.514		
BLUE ISLAND SHIPPING INC.		440						
TOTAL	**179.213**	**98.381**	**202.730**	**182.752**	**120.357**	**259.124**	**1.026**	**1.054**

Reconciliation of Intercompany Balances

Total debit :	670.617
Total credit :	670.617
Balance	0

Attica Premium S.A.

Reconciliation of intercompany balances:

	31/12/2006		31/12/2005	
	Debit	Credit	Debit	Credit
Superfast Group		7.818		12.948
Blue Star Group		833		1.264
Attica Holdings S.A.				
		8.651		14.212

Sales to associated companies:

	1/1-31/12/2006	1/1-31/12/2005
Superfast Group	4.568	10.545
Blue Star Group	1.002	755
Attica Holdings S.A.	4	
	5.574	11.300

The transactions between Attica Premium S.A. and the other companies of Attica Holdings S.A. have been priced in market terms.

Furthermore, there are intercompany transactions between Superfast Dodeka (Hellas) Inc. and Co Joint Venture and Blue Star Group amounting to € 5.438 thousand approximately.

4.2. Participation of the members of the Board of Directors to the Board of Directors of other companies

a) Mr. Pericles S. Panagopulos and Mr. Alexander P. Panagopulos, members of the Board of Directors, are also members of the Boards of Directors of Attica Premium S.A., of all the companies of Superfast Group and of selected companies of Blue Star Group.

b) Additionally, Mr. Pericles S. Panagopulos and Mr. Alexander P. Panagopulos participate in the management of a number of foreign companies, mainly shipping companies, that are represented by Magna Marine Inc, which is established in Greece under Law 378/68. No other business exists between these companies and ATTICA HOLDINGS S.A., except with ODYSSEY MARITIME INC. and PELLUCID TRADE INC. owners of the building on 157 C. Karamanli Avenue and 139 Vasileos Pavlou in Voula, Greece, where the headquarters of the Group are located. Rent paid by the Group to the above companies for the period 1/1-31/12/2006 totalled an amount of € 355 thousand.

c) Mr. Charalambos Zavitsanos, authorized director, and Mr. Yannis Criticos, director, are also members of the Board of Directors of the 100% subsidiary Superfast Ferries Maritime S.A.

d) Mr. Charalambos Paschalis, a non-executive member of the Board, is also the President – non executive member of the Board of Directors of Blue Star Maritime S.A. and Blue Star Ferries Maritime S.A.

e) Mr. Dimitrios Klados and Mr. Emmanouil Kalpadakis, non-executive members, are also members of the Board of Directors of Blue Star Maritime S.A.

f) Mr. Nikolaos Tapiris, Group's financial director is member of the Board of Directors of subsidiaries of BLUE STAR MARITIME S.A.

4.3. Guarantees

The parent company has guaranteed to lending banks the repayment of the loans of Superfast Group vessels.

4.4. Board of Directors and Executive Directors' Fees

Executive Directors' Fees (Managing Director, Authorized Director, Financial Director, Sales Director, Investment Relations Director, Technical - Marine Director, New Buildings Director, Hotel Director) totaled an amount of € 1.764 thousand.

Board of Directors' Fees for the period 2005, are as follows:
Executive members: € 275 thousand
Non Executive members: € 124 thousand

5. Financial statements analysis

5.1. Revenue Analysis and Geographical Segment Report

As already stated in paragraph 2.16, the Group has decided to provide information based on the geographical segmentation of its operations.

The Company, as a holding company, does not have any sales activity and for this reason there is no revenue analysis by Geographical segment.

As stated in the Income Statement of the Group, "Discontinued Operations" refer to the Group's ro-pax service in the Baltic Sea and specifically the Rostock, Germany-Hanko, Finland route. On the other hand, the Rostock, Germany-Uusikaupunki, Finland ro-ro service is included in the "Continuing Operations".

Due to this termination of operation as well as due to the fact that BLUE STAR Group sold the passenger catamaran Seajet 2 and deployed the car passenger ferry Diagoras in August 2006, the financial results of the Group are not comparable with the same period of last year.
The main figures of the Income Statement for the fiscal year 2005 if adjusted to reflect current year's "Discontinued Operations" show the following differences:

a) Revenue is higher by € 51.408 thousand.
b) Earnings before taxes, investing and financial results, depreciation and amortization (EBITDA) is lower by € 19.475 thousand.
c) Profit before taxes is lower by € 450 thousand.

Discontinued operations did not have any major effect (over 25%) in the revenue, profit after taxes and total equity of the Group.

The consolidated results and other information per segment for the period 1/1 – 31/12/2006 are as follows:

	GROUP 1/1-31/12/2006								
Geographical Segment	Domestic Routes	Adriatic Sea	Baltic Sea		North Sea	Other	Total		Grand Total
			Continuing operations	Discontinued operations			Continuing operations	Discontinued operations	
Revenue from Fares	96.861	136.591	8.480	17.380	28.325		270.257	17.380	287.637
On-board Sales	7.575	24.028		680	2.041		33.644	680	34.323
Travel Agency Services						4.636	4.636		4.636
Total Revenue	104.436	160.619	8.480	18.060	30.366	4.636	308.537	18.060	326.597
Gross profit	44.529	36.250	1.646	(1.375)	11.861	2.469	96.755	(1.375)	95.380
Financial results	(4.820)	(12.817)	(332)	(1.053)	(2.562)	6.061	(14.469)	(1.053)	(15.522)
Earnings before taxes,investing and financial results,depreciation and amortization	35.884	29.118	1.497	(2.987)	9.983	(1.961)	74.522	(2.987)	71.535
Profit/(Loss) before Taxes	23.601	388	561	5.344	5.571	3.906	34.027	5.344	39.371
Profit/(Loss) after Taxes	23.490	242	546	5.115	5.559	2.477	32.314	5.115	37.429
Vessels' Book Value at 01/01*	217.972	492.019	13.920	291.107	99.785		823.696	291.107	1.114.803
Improvements / Additions	21.992						21.992		21.992
Vessel Disposals	(3.815)			(288.661)			(3.815)	(288.661)	(292.476)
Depreciation for the Period	(8.010)	(15.690)	(580)	(2.446)	(1.784)		(26.064)	(2.446)	(28.510)
Net Book Value of vessels at 31/12	228.139	476.329	13.340	0	98.002	0	815.809	0	815.809
Secured loans	115.745	277.934	5.786		65.163		464.628		464.628

* Includes vessel SUPERFAST X.

Revenue from Fares includes the grants received for public service performed under contracts with the Ministry of Mercantile Marine and the Ministry of Aegean and Island Policy amounting of € 1.975 thousand.

There are no transactions related to income and expenses between segments.

The vessels' values represent the tangible assets in the geographical segments where the vessels operate in.

Secured loans are the loans obtained by the Group for the acquisition and construction of vessels.

The consolidated results and other information per segment for the period 1/1 – 31/12/2005 are as follows:

	GROUP 1/1-31/12/2005								
Geographical Segment	Domestic Routes	Adriatic Sea	Baltic Sea		North Sea	Other	Total		Grand Total
			Continuing operations	Discontinued operations			Continuing operations	Discontinued operations	
Revenue from Fares	90.066	139.120	6.863	66.164	39.450		275.499	66.164	341.663
On-board Sales	7.190	24.668		3.304	3.092		34.950	3.304	38.254
Travel Agency Services						5.201	5.201		5.201
Total Revenue	97.256	163.788	6.863	69.468	42.542	5.201	315.650	69.468	385.118
Gross profit	39.931	50.022	460	21.715	9.629	(2.571)	97.471	21.715	119.186
Financial results	(5.092)	(11.234)	(347)	(4.138)	(3.667)	820	(19.520)	(4.138)	(23.658)
Earnings before taxes,investing and financial results,depreciation and amortization	31.462	40.135	454	16.490	10.920	(357)	82.614	16.490	99.104
Profit/(Loss) before Taxes	17.856	13.296	(506)	5.794	1.539	82	32.267	5.794	38.061
Profit/(Loss) after Taxes	17.537	13.029	(521)	5.761	1.509	(273)	31.281	5.761	37.042
Vessels' Book Value at 01/01	224.632	507.326		197.288	205.473		937.431	197.288	1.134.719
Improvements / Additions	714	383					1.097		1.097
Vessel acquisitions in the present period			14.500				14.500		14.500
Vessel Disposals				100.159	(100.159)		(100.159)	100.159	
Depreciation for the Period	(7.374)	(15.690)	(580)	(6.340)	(5.529)		(29.172)	(6.340)	(35.513)
Net Book Value of vessels at 31/12	217.972	492.019	13.920	291.107	99.785	0	823.696	291.107	1.114.803
Secured loans	115.385	306.287	5.786	185.344	65.163		492.621	185.344	677.965

Revenue from Fares includes the grants received for public service performed under contracts with the Ministry of Mercantile Marine and the Ministry of Aegean and Island Policy amounting of € 1.628 thousand.

The Revenues that appear in the Group's Consolidated Financial Statements for the period 01/01 - 31/12/2006 belong to the following Business Activity Categories:

Sea & Coastal Transportation	287.637
Restaurants on board	10.516
Bars on board	15.954
Casino on board	4.967
Shops on board	2.887
Travel agency services	4.636
Total	326.597

5.2. Cost of sales

Below can be obtained the Cost of Sales analysis as stated in the Income Statement for the fiscal years ended 31/12 2006 and 2005.

GROUP

	1/1-31/12/2006			1/1-31/12/2005		
	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total
Crew Expenses	43.118	3.767	46.885	43.437	10.792	54.229
Fuel-Lubricants	91.770	9.030	100.800	81.077	20.798	101.875
Insurance Premia	3.840	272	4.112	4.118	645	4.763
Repairs-Maintenance-Spare Parts	20.560	1.587	22.147	28.181	3.688	31.869
Port Expenses	17.022	2.301	19.323	17.078	5.273	22.351
On-board Cost of Goods Sold	7.241	32	7.273	6.844	146	6.990
Other				497	72	569
Vessels Depreciation	26.064	2.446	28.510	29.172	6.340	35.512
Cost of Travel Agency Services	2.167		2.167	7.774		7.774
Total	211.782	19.435	231.217	218.179	47.753	265.932

COMPANY

	1/1-31/12/2006	1/1-31/12/2005
Crew Expenses		
Fuel-Lubricants		
Insurance Premia		
Repairs-Maintenance-Spare Parts		
Port Expenses		
On-board Cost of Goods Sold		
Other		
Vessels Depreciation		
Cost of Travel Agency Services		
Total	0	0

5.3. Other Operating Income

The item "Other Operating Income", amounting € 1.758 thousand, refer mainly to subventions received by the Ministry of Mercantile Marine for employing and training officer cadets, to amounts received from insurance claims and Scottish Enterprise.

GROUP

	1/1-31/12/2006			1/1-31/12/2005		
	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total
Subventions from Ministry of Mercantile Marine	38	5	43	5	4	9
Subventions from Scottish Enteprise	231		231	2.515		2.515
Reimbursement from claims	337	463	800	666		666
Other	374	310	684	987	295	1.282
Total	980	778	1.758	4.173	299	4.472

5.4. Administrative Expenses

GROUP

	1/1-31/12/2006			1/1-31/12/2005		
	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total
Personnel Expenses	12.840	1.328	14.168	12.531	1.296	13.827
Rent and related Expenses	1.534	104	1.639	1.758	104	1.862
Telecommunication Expenses	604	115	719	559	149	708
Stationery	320	33	353	462	75	537
Office Repair-Maintenance Expenses	954	174	1.128	1.030	243	1.273
Third Party Services & Expenses	1.601	28	1.629	1.455	46	1.501
Other	4.950	251	5.201	5.146	353	5.499
Office Depreciation	1.289	132	1.421	1.656	217	1.873
Total	24.092	2.165	26.257	24.598	2.482	27.080

COMPANY

	1/1-31/12/2006	1/1-31/12/2005
Personnel Expenses	377	421
Rent and related Expenses	18	17
Telecommunication Expenses	11	6
Stationery	39	41
Office Repair-Maintenance Expenses	9	13
Third Party Services & Expenses	600	90
Other	170	204
Office Depreciation	11	41
Total	1.235	833

5.5. Distribution Expenses

GROUP

	1/1-31/12/2006			1/1-31/12/2005		
	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total
Advertising Expenses	3.705	1.233	4.938	5.169	2.158	7.327
Sales Promotional Expenses	723	169	892	1.636	274	1.910
Sales Commissions	19.448	1.329	20.777	15.286	6.936	22.222
Other	2.600	71	2.671	3.168	232	3.400
Total	26.476	2.802	29.278	25.259	9.600	34.859

COMPANY

	1/1-31/12/2006	1/1-31/12/2005
Advertising Expenses		
Sales Promotional Expenses		
Sales Commissions		
Other		17
Total		17

5.6. Depreciation

GROUP

	1/1-31/12/2006			1/1-31/12/2005		
	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total
Vessels	26.064	2.446	28.510	29.172	6.340	35.512
Office	1.289	132	1.421	1.656	217	1.873
Total	27.353	2.578	29.931	30.828	6.557	37.385

COMPANY

	1/1-31/12/2006	1/1-31/12/2005
Vessels		
Office	11	41
Total	11	41

5.6.1. Reclassified items – Change in Presentation

The Group was presenting the depreciation expenses as a separate item in each period’s income statement in order for the reader to have a direct access to the EBITDA information. By the interim period 1/1 - 30/06/2006 the depreciation expenses are distributed on the cost of sales and the administrative expenses according to their origin. From this change in presentation there was not and there is no effect neither to any period’s result nor to the balance sheet or to the earnings after taxes per share or to the shareholders equity. The above reclassifications had as a result the increase (or the decrease) of the following items.

GROUP

	1/1-31/12/2006			1/1-31/12/2005		
	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total
Cost of sales	26.064	2.446	28.510	29.172	6.340	35.512
Administrative expenses	1.289	132	1.421	1.656	217	1.873
Depreciation	(27.353)	(2.578)	(29.931)	(30.828)	(6.557)	(37.385)

COMPANY

	1/1-31/12/2006	1/1-31/12/2005
Cost of sales		
Administrative expenses	11	41
Depreciation	(11)	(41)

5.7. Financial Results

a) Dividend Income and profit from sale of investments

	GROUP	COMPANY
Dividend from SUPERFAST FERRIES MARITIME S.A.		13.537
Dividend from BLUE STAR MARITIME S.A.		3.586
Profit from sale of shares of HELLENIC SEAWAYS	6.536	6.536
From other investments	558	558
Total	7.094	24.217

b) Interest and similar Income

The Group has invested its cash in time deposits with an average interest rate of 2,8%, net of taxes.

c) Interest and Other Financial Expenses

They refer mainly to the interest paid on loans.

d) Foreign Exchange Differences

They were created from the revaluation of the balances of the cash and cash equivalents, receivables and payables in foreign currencies.

The Foreign Exchange Differences that arised from the translation of the net equity of the branch of Attica Premium S.A. in Scotland were recognised in the retained earnings.

The analysis of the financial income and expenses is the following:

GROUP

	1/1-31/12/2006 Continuing operations	1/1-31/12/2006 Discontinued operations	1/1-31/12/2006 Total	1/1-31/12/2005 Continuing operations	1/1-31/12/2005 Discontinued operations	1/1-31/12/2005 Total
Interest on Long-Term Borrowings	(13.293)	(1.682)	(14.974)	(16.309)	(4.064)	(20.372)
Interest on Bonds	(8.331)		(8.331)	(4.552)		(4.552)
Interest on Short-Term Borrowings	(476)		(476)	(1.033)		(1.033)
Other Financial Expenses	(2.254)	(225)	(2.480)	(2.395)	(85)	(2.480)
Interest Income	2.452	841	3.293	2.232	11	2.243
Profit from sale of investments	7.094		7.094	1.241		1.241
Profit/(loss) from revaluation of investments in subsidiaries - associated companies						
Foreign Exchange Differences	338	14	352	1.296		1.296
Total	(14.469)	(1.053)	(15.522)	(19.520)	(4.138)	(23.658)

COMPANY

	1/1-31/12/2006	1/1-31/12/2005
Interest on Long-Term Borrowings	(1.289)	(1.198)
Interest on Bonds		
Interest on Short-Term Borrowings	(476)	(841)
Other Financial Expenses	(223)	(295)
Interest Income	858	58
Profit from sale of investments	24.218	14.590
Profit/(loss) from revaluation of investments in subsidiaries - associated companies	(906)	(525)
Foreign Exchange Differences		
Total	22.182	11.789

Other Financial Expenses include loss of € 1.741 thousand that arised from the interest rate hedging contracts of the Group.

5.8. Profit / (Loss) from vessels' disposal

It refers to

a) The profit from the sale of the vessels SUPERFAST VII, SUPERFAST VIII and SUPERFAST IX, which took place in April 2006, amounting € 12 mln. The sale price of the above vessels stood at € 310 mln in total.

b) The profit from the sale of BLUE STAR Group's passenger-catamaran Seajet 2 which took place in March 2006. The agreed sale price was Euro 2.950.000. Part of the sale price was paid on vessel's delivery while the credited amount of Euro 2.550.000 was to be paid in monthly installments until September 2006.

Within April and May BLUE STAR Group received the amount of € 500.000. After the above receipt the outstanding balance of the receivable was € 2.050.000.

In June 2006 BLUE STAR Group agreed with the buyer to receive the amount of € 1.996.673 as a full early prepayment of the outstanding amount. The difference which resulted from the above agreement, amounting € 53.327, was posted as a decrease in the profit from the sale of the vessel. The profit from the sale of the vessel was € 1.029 thousand.

c) The profit from the sale, in September 2006, of BLUE STAR Group's car passenger ferries Patmos and Rodos, at price of € 2,3 mln approximately. The profit from the sale of the vessels was € 300 thousand.

5.9. Income taxes

As already stated in paragraph 2.18, special taxation policies apply on the Group's profits. Consequently, it is believed that the following analysis provides a better understanding of the income taxes.

	GROUP			COMPANY
	1/1-31/12/2006			1/1-31/12/2006
	Continuing operations	Discontinued operations	Total	
Dividend distribution Tax	1.043	200	1.243	878
Tax according to Law 27/75	122	29	151	
Provision for unaudited fiscal years				
Taxes charged from the taxation audit	651		651	470
Deferred tax expense	(103)		(103)	
Total	1.713	229	1.942	1.349

	GROUP			COMPANY
	1/1-31/12/2005			1/1-31/12/2005
	Continuing operations	Discontinued operations	Total	
Dividend distribution Tax	493	3	496	
Tax according to Law 27/75	204	30	234	
Provision for unaudited fiscal years	289		289	
Taxes charged from the taxation audit				
Deferred tax expense				
Total	986	33	1.019	

A comparison between the tax rates is not possible, because, as already stated in paragraph 2.18, the income tax is related to the profits that do not stem from the shipping operation.

Within November 2006 the taxation audit for the parent company ATTICA HOLDINGS S.A., for the fiscal years 2002, 2003, 2004, was completed. Total taxes charged amount € 469 thousand approximately. The Company had already made a tax provision of € 344 thousand. The additional amount of € 125 thousand approximately was posted in the current year's results.
Also, within February 2007 the taxation audit for the parent company, for the fiscal year 2005, was completed. From the taxation audit there was no further payment.

The taxation audit for the company SUPERFAST FERRIES MARITIME S.A and the Management company SUPERFAST FERRIES S.A., is in progress. The subsidiary companies of Superfast Group have been audited by the tax authorities up to and including fiscal year 2005.

In the course of 2006, all the companies included in the consolidation of BLUE STAR Group have been audited by tax authorities until fiscal year 2005. Total taxes charged amount € 304 thousand. BLUE STAR Group had already made a tax provision for unaudited fiscal years of € 186 thousand and therefore the additional amount of € 117 thousand was posted in the current year's results.

Also, ATTICA PREMIUM S.A. has been audited by tax authorities until fiscal year 2005. Particularly, the company has been audited for the fiscal years 2001 – 2005. Total taxes charged amounting € 68 thousand, were posted in the current year's results.

The Group uses different depreciation policies from those that the tax law determines. Due to the above, tax differences arise for Attica Holdings S.A. and Attica Premium S.A. which however are immaterial.

5.10 Tangible assets

The vessels of the Group have been mortgaged as security of the long-term borrowings for the amount of € 919 mil.

There is no indication of impairment for the below-mentioned tangible assets.

The depreciation analysis can be found in paragraph 5.6.

5.10 Tangible Assets

Consolidated Figures	Vessels	Land	Buildings	Furniture & Other Fixtures	Improvements In Third Parties Property	Vehicles	Fixed Assets Under Construction	Total
Initial Cost at 01.01.2006	1.260.193	274	765	7.259	972	129	97	1.269.688
Acquisitions - Additions	21.992			170	1	200	72	22.435
Disposals / Write-offs	(446.984)			(66)		(128)	(46)	(447.224)
Adjustments-Impairments added to the Net Equity								
Adjustments-Impairments added to the Income Statement								
Cost at 31.12.2006	835.201	274	765	7.363	973	201	122	844.899
Accumulated Depreciation at 01.01.2006	145.389		179	6.517	644	43		152.773
Depreciation for the Period	26.749		26	408	135	24		27.341
Disposals / Write-offs	(54.765)							(54.765)
Accumulated Depreciation at 31.12.2006	117.373		205	6.925	779	67		125.349
Net Book Value at 31.12.2006	717.828	274	560	438	195	134	122	719.550
Initial Cost at 01.01.2005	1.244.596	274	765	6.769	956	206	2.164	1.255.729
Acquisitions - Additions	15.597			494	16	65	97	16.269
Disposals / Write-offs				(4)		(142)	(2.164)	(2.310)
Adjustments-Impairments added to the Net Equity								
Adjustments-Impairments added to the Income Statement								
Cost at 31.12.2005	1.260.193	274	765	7.259	972	129	97	1.269.688
Accumulated Depreciation at 01.01.2005	109.877		153	5.668	506	91		116.295
Depreciation for the Period	35.512		26	849	138	21		36.546
Disposals / Write-offs						(68)		(68)
Accumulated Depreciation at 31.12.2005	145.389		179	6.517	644	43		152.773
Net Book Value at 31.12.2005	1.114.803	274	586	742	328	86	97	1.116.915

Company Figures	Vessels	Land	Buildings	Furniture & Other Fixtures	Improvements In Third Parties Property	Vehicles	Fixed Assets Under Construction	Total
Initial Cost at 01.01.2006				77		6		83
Acquisitions - Additions				2				2
Disposals / Write-offs								
Adjustments-Impairments added to the Net Equity								
Adjustments-Impairments added to the Income Statement								
Cost at 31.12.2006				79		6		85
Accumulated Depreciation at 01.01.2006				77		6		83
Depreciation for the Period								
Disposals / Write-offs								
Accumulated Depreciation at 31.12.2006				77		6		83
Net Book Value at 31.12.2006				2		0		2
Initial Cost at 01.01.2005				77		6		83
Acquisitions - Additions								
Disposals / Write-offs								
Adjustments-Impairments added to the Net Equity								
Adjustments-Impairments added to the Income Statement								
Cost at 31.12.2005				77		6		83
Accumulated Depreciation at 01.01.2005				74		6		80
Depreciation for the Period				3				3
Disposals / Write-offs								
Accumulated Depreciation at 31.12.2005				77		6		83
Net Book Value at 31.12.2005				0		0		0

The table below analyzes the tangible and intangible assets held by the Group under finance leases. These assets are included in table 5.10. “Tangible Assets” and table 5.11. “Intangible Assets”.

Leased Assets	GROUP	COMPANY
Net Book Value 2005	960	
Additions 01/01-31/12/06	768	
Disposals / Write-offs 01/01-31/12/06	(170)	
Depreciation 01/01-31/12/06	(445)	
Net Book Value 31/12/06	1.113	

The most important assets under finance lease are: the vessels’ satellite antennas purchased for € 1.444 thousand, software programs purchased for € 571 thousand and various office electronic equipment purchased for € 243 thousand.

5.11 Intangible assets

There is no indication of impairment for the following intangible assets.

Consolidated Figures	Trademarks	Software	Total
Initial Cost at 01.01.2006	353	9.750	10.103
Acquisitions - Additions		327	327
Disposals / Write-offs		(39)	(39)
Adjustments-Impairments added to the Net Equity			
Adjustments-Impairments added to the Income Statement		(53)	(53)
Cost at 31.12.2006	353	9.985	10.338
Accumulated Depreciation at 01.01.2006	266	6.595	6.862
Depreciation for the Period	11	806	817
Disposals / Write-offs			
Accumulated Depreciation at 31.12.2006	277	7.401	7.679
Net Book Value at 31.12.2006	76	2.584	2.659
Initial Cost at 01.01.2005	347	8.097	8.444
Acquisitions - Additions	6	1.643	1.649
Disposals / Write-offs			
Adjustments-Impairments added to the Net Equity		10	10
Adjustments-Impairments added to the Income Statement			
Cost at 31.12.2005	353	9.750	10.103
Accumulated Depreciation at 01.01.2005	219	5.804	6.024
Depreciation for the Period	47	791	838
Disposals / Write-offs			
Accumulated Depreciation at 31.12.2005	266	6.595	6.862
Net Book Value at 31.12.2005	87	3.155	3.241

Company figures	Trademarks	Software	Total
Initial Cost at 01.01.2006	111	99	210
Acquisitions - Additions		6	6
Disposals / Write-offs			
Adjustments-Impairments added to the Net Equity			
Adjustments-Impairments added to the Income Statement			
Cost at 31.12.2006	111	105	216
Accumulated Depreciation at 01.01.2006	103	21	124
Depreciation for the Period	1	10	11
Disposals / Write-offs			
Accumulated Depreciation at 31.12.2006	104	31	135
Net Book Value at 31.12.2006	8	73	81
Initial Cost at 01.01.2005	105	99	204
Acquisitions - Additions	6		6
Disposals / Write-offs			
Adjustments-Impairments added to the Net Equity			
Adjustments-Impairments added to the Income Statement			
Cost at 31.12.2005	111	99	210
Accumulated Depreciation at 01.01.2005	65	21	86
Depreciation for the Period	38		38
Disposals / Write-offs			
Accumulated Depreciation at 31.12.2005	103	21	124
Net Book Value at 31.12.2005	8	78	86

As presented above, intangible assets consist of the following assets:

a) Trademarks, the cost of which include the cost of development and registration of the trademarks of Attica Holdings S.A., Superfast Ferries and Blue Star Ferries both in Greece and abroad.

b) Computer software programs, the cost of which include the cost of the ticket booking systems and the cost of the purchase and development of the Group's integrated Enterprise Resource Planning System.

5.12. Investments in subsidiaries – associated companies

The following table depicts the development of the investments in subsidiaries and associated companies:

	COMPANY	GROUP
Initial Cost at 01.01.2006	168.434	
Acquisitions - Additions		
Disposals/Write-offs *	(52.928)	
Adjustments-Impairments added to Net Equity	87	
Adjustments-Impairments added to the Income Statement	(906)	
Value at 31.12.2006	114.686	

	COMPANY	GROUP
Initial Cost at 01.01.2005	184.756	9
Acquisitions - Additions	7.810	
Disposals/Write-offs **	(26.019)	
Adjustments-Impairments added to Net Equity	2.412	
Adjustments-Impairments added to the Income Statement	(525)	(9)
Value at 31.12.2005	168.434	0

*Refers to the return of capital from the 100% subsidiary company SUPERFAST FERRIES MARITIME S.A. as well as the shipowing companies of SUPERFAST VII, SUPERFAST VIII, SUPERFAST IX and SUPERFAST X.

**Refers to the return of capital form the 100% subsidiary company SUPERFAST FERRIES MARITIME S.A.

The following fully owned subsidiaries are being consolidated using the full consolidation method.

Company name	Cost	Equity Return	Impairment / (Reversal of Impairment)	Net Book Value	Registered in	Participation
SUPERFAST FERRIES MARITIME S.A.	60.479	14.700		45.779	GREECE	100%
SUPERFAST EPTA MC	19.154	19.110		44	GREECE	100%
SUPERFAST OKTO MC	19.154	19.110		44	GREECE	100%
SUPERFAST ENNEA MC	5.544		721	4.823	GREECE	100%
SUPERFAST DEKA MC	10.625			10.625	GREECE	100%
SUPERFAST EPTA INC	2	2		0	LIBERIA	100%
SUPERFAST OKTO INC	2	2		0	LIBERIA	100%
SUPERFAST ENNEA INC	2	2		0	LIBERIA	100%
SUPERFAST DEKA INC	2	2		0	LIBERIA	100%
NORDIA MC	4.005			4.005	GREECE	100%
MARIN MC	3.805		185	3.620	GREECE	100%
BLUE STAR MARITIME S.A.*	42.525			42.525	GREECE	48,79%
ATTICA PREMIUM S.A.	3.135		(87)	3.222	GREECE	100%
Total	168.434	52.929	819	114.686		

* Blue Star Maritime S.A. is consolidated in Attica Holdings S.A. because the company controls the Board of Directors of Blue Star Maritime S.A. although it owns less than 50% of its share capital.

Further, the following companies are also fully consolidated indirectly in the Attica Group:

1. The following 100% subsidiaries of Superfast Ferries Maritime S.A.

a) Registered in Liberia :

Superfast Ena Inc*, Superfast Dio Inc*, Superfast Tria Inc*, Superfast Tessera Inc*, Superfast Pente Inc, Superfast Exi Inc, Superfast Endeka Inc, Superfast Dodeka Inc.

b) Superfast Dodeka (Hellas) Inc. & Co. Joint Venture registered in Greece and Superfast Ferries S.A., registered in Liberia which operate under common management.

2. The following 100% subsidiaries of Blue Star Maritime S.A.

a) Registered in Greece :

Blue Star Ferries Maritime S.A.

Blue Star Ferries Joint Venture which operates under common management.

b) Registered in Cyprus :

Strintzis Lines Shipping Ltd*

c) Registered in Liberia :

Blue Star Ferries S.A., Waterfront Navigation Company*, Thelmo Marine S.A.*

d) Registered in Panama :

Blue Island Shipping Inc.*

* Inactive companies

5.13. Other Financial Assets

During 2006, the Company invested an additional amount of € 8.089 thousand for the acquisition of shares in Minoan Lines Shipping S.A. After this acquisition Attica Holdings S.A. holds 10.100.380 shares or 14,24 % of the share capital of the above company. The value of this investment is € 34.732 thousand.

5.14. Non-current receivables

Non-current receivables consist of guarantees given against office rent and public utility companies such as P.P.C. (Public Power Corporation) and H.T.O. (Hellenic Telecommunications Organization). This account also includes an advance for office rent amounting € 91 thousand paid by the 100% subsidiary company Attica Premium S.A.

5.15. Deferred Tax Assets

	31/12/2006	
	GROUP	COMPANY
From subsidiary's losses in the period	103	
From provisions for personnel reimbursement		
From tax-free Reserves	24	
Total	127	

5.16. Inventories

The “Inventories” account includes the following items:

	31/12/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Food-Beverages-Tobacco	727		681	
Fuel-Lubricants	1.906		2.388	
Hotel Equipment	1.157		1.125	
Total	3.790		4.194	

There is no indication of impairment for the above-mentioned inventories.

5.17. Trade receivables and prepayments

	31/12/2006			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Trade Receivables	41.832		41.832	
Post Dated Cheques	20.203		20.203	
Less: Provisions for Bad Debts	7.790		7.790	
Trade Receivables (net)	54.245		54.245	
Prepayments to Suppliers - Creditors	1.736	2	1.738	
Total	55.981	2	55.983	

	31/12/2005			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Trade Receivables	45.287	532	45.819	
Post Dated Cheques	20.336		20.336	
Less: Provisions for Bad Debts	7.272		7.272	
Trade Receivables (net)	58.351	532	58.883	
Prepayments to Suppliers - Creditors	1.341		1.341	
Total	59.692	532	60.224	

The Group recognized a loss for bad debts of approximately € 571 thousand for the period 1/1-31/12/2006. The amount of this provision has been charged to the income statement of the year.

The short-term receivables need not be discounted at the end of the period. The Group has a very wide spectrum of clientele in Greece, as well as abroad, thus the credit risk is very low.

5.18. Tax receivables

	31/12/2006			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Income Tax Prepayment	192	130	322	
VAT Receivable	512	224	736	
Withholding Tax on Interest Income	183		183	139
Income Tax Receivable	233	21	254	210
Total	1.120	375	1.495	349

	31/12/2005			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Income Tax Prepayment	140	2	142	
VAT Receivable	572	142	714	
Withholding Tax on Interest Income	636	4	640	581
Income Tax Receivable				
Total	1.348	148	1.496	581

5.19. Other receivables

There is no need for the other receivables to be discounted at the end of the period since they are short-term receivables.

	31/12/2006			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Prepayments to Employees	159		159	
Receivables from the Greek State	590		590	
Receivables from Insurance Companies	379	28	407	
Masters' General Accounts	426		426	
Other Receivables	1.321		1.321	31
Total	2.875	28	2.903	31

	31/12/2005			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Prepayments to Employees	149		149	
Receivables from the Greek State	861		861	
Receivables from Insurance Companies	504	18	522	
Masters' General Accounts	295	70	365	
Other Receivables	4.552		4.552	219
Total	6.361	88	6.449	219

5.20. Financial assets held for trading

Refer to the investment in SCIENS INTERNATIONAL INVESTMENTS AND HOLDING amounting to € 734 thousand (shares held 388.381).

5.21. Cash and cash equivalents

This account includes all cash and cash equivalents that the Group can liquidate within three months.

	31/12/2006			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Cash in hand	138	3	141	8
Cash at banks	12.056	34	12.090	98
Short-term Time Deposits	67.078	26.140	93.218	13.782
Total	79.272	26.177	105.449	13.888

	31/12/2005			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Cash in hand	129		129	4
Cash at banks	17.799	15	17.814	497
Short-term Time Deposits	73.985	630	74.615	2.750
Total	91.913	645	92.558	3.251

During the fiscal year, the Group has paid the amount of € 256.701 thousand against scheduled installments of its long-term and short-term borrowings.
Furthermore, the Group paid the amount of € 604 thousand against finance leases. The companies of the Group paid the amount of € 12.097 thousand as dividend for the fiscal year 2005. In addition, the parent company has decided to return part of its share capital to the shareholders. The capital return amounted € 62.500 thousand.

Furthermore, the Blue Star Group paid the amount of € 10 mln as equity contribution for the acquisition - through an auction - of the total assets of DANE SEA LINE.

5.22. Deferred expenses - accrued income

	31/12/2006			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Insurance Premia	581		581	
Drydocking Expenses	6.371		6.371	
Other	1.156		1.156	
Total	8.108		8.108	

	31/12/2005			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Insurance Premia	629	126	755	
Drydocking Expenses	3.790	48	3.838	
Other	486		486	
Total	4.905	174	5.079	

The accrued income relates to interest revenue.

5.23. Non – Current Assets classified as held for sale

Non-current assets classified as held for sale include the net book value of SUPERFAST X which was sold on 12/02/2006 to foreign buyers as well as the net book value of a building in the town of Rhodes which the subsidiary BLUE STAR MARITIME S.A. acquired through an auction, as part of the total assets of DANE SEA LINE.

	SUPERFAST X	Building at the town of Rhodes	Total
Initial Cost at 01.01.2006	111.078		111.078
Acquisitions - Additions		1.711	1.711
Cost at 31.12.2006	111.078	1.711	112.789
Accumulated Depreciation at 01.01.2006	11.336		11.336
Depreciation for the Period before the classification of the asset as held for sale	1.761	13	1.774
Accumulated Depreciation at 31.12.2006	13.097	13	13.110
Net Book Value at 31.12.2006	97.981	1.698	99.679

5.24. Share capital – Reserves – Retained earnings

a) Share Capital

In May 2006, the Annual General Meeting of Shareholders voted for the increase of share capital with the increase of par value of each share by € 0,30 and the decrease of share capital by a reduction in the par value of each share by € 0,60 for a capital return to shareholders.

The above resolutions of the General Meeting had as a result the share capital of the company to be reduced to € 62.504.208 divided in 104.173.680 common bearer shares with a nominal value of € 0,60 each.

b) Reserves

The Reserves are stated in the statement of Changes in Equity.

The nature and the scope of each reserve are as follows:

i) Share premium account

Is the difference between the share's nominal value and the price in which the sales were sold. This stands both for the parent company and the companies consolidated in the Group.

ii) Impairments
Refer to the impairment of investments in subsidiaries for the period before the application of I.F.R.S. The Management of the Group has set as historical participation cost the value of investments in subsidiaries and other entities as at 31/12/2004.

iii) I.F.R.S. Adjustment Reserves
Refer to the reserves created from the first time adoption of I.F.R.S.

iv) Other reserves
Refer to reserves created from tax-free or special taxable income.

The proposed dividend by the Board of Directors to the Annual General Meeting of Shareholders amounting € 8.334 thousand, is included in retained earnings and not in liabilities.

5.25. Secured loans

Long-term secured loans analysis:

	31/12/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Bank Loans	223.783		498.165	
Bond Loans	175.682		179.800	
Total	399.465		677.965	

BLUE STAR Group issued a new € 10 mln. secured bond loan in order to finance part of the acquisition cost of M/V DIAGORAS.
There are no overdue liabilities, or liabilities that are about to become due, that cannot be paid.

All loans are denominated in Euro. The Bond Loans are discounted.

The average weighted interest rates at 31/12/06 are:

		SUPERFAST	BLUE STAR
Bond loans	Euribor plus		1,28%
Bank loans	Euribor plus	0,65%	

The loan payments are as follows:

	31/12/2006	
Loans	GROUP	COMPANY
Payments within the next two years	102.321	
Payments from 3 to 5 years	115.982	
Payments beyond 5 years	246.391	

After the sale of the vessels SUPERAFAST VII, SUPERFAST VIII and SUPERFAST IX their loans were fully repaid. The loan for the vessel SUPERFAST X which was sold in February 2007, is not included.

The above table does not include any costs that incurred in connection with the Bond Loans issuance, while it includes the current portion of the long-term debt.

5.26. Finance – Operating leases

a) Finance leases
The average weighted interest rate of the finance leases is Euribor plus 2.35%.

The payments of the Group's finance leases can be found in the following table:

	31/12/2006	
Finance Leases	GROUP	COMPANY
Payments up to 1 year	512	
Payments up to 5 years	304	
Payments beyond 5 years		

The leases that are recognized in the income statement amount to € 538 thousand.

b) Operating leases
The company paid for operating leases within 2006 the amount of € 9 thousand while the Group paid the amount of € 1.255 thousand.

The operating leases refer to office rent and have been contracted with market terms. The only exception is the rent covenant of Attica Premium's brunch in Athens for which an advance equal to 3 years rents has been paid.

5.27. Deferred tax liabilities
The deferred tax liabilities involve the tax free reserves and other special taxable reserves that will be taxed only when distributed.

	31/12/2006	
	GROUP	COMPANY
Tax-free Reserves	327	265
Special taxable Reserves	2	2
Total	329	267

5.28. Retirement benefit provisions
These provisions refer to personnel compensation due to retirement.

As already stated in paragraph 2.17.2 of the present report, the Group has the legal obligation of paying to its employees a compensation at their first date of retirement on a pension.

The assumptions used for the retirement benefit provisions for the fiscal years 2006 and 2005 are as follows:
Discount Rate: 3,7%
Personnel turnover on a long – term basis: 1%
Annual average salary increase
considered for the reimbursement of L.2112/20: 4%

The above-mentioned obligation is a defined benefit plan according to IAS 19.

The analysis of this liability is as follows:

	31/12/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Outstanding Balance at the Beginning of the period	1.018	54	890	54
Current period's cost	102		108	
Interest cost	42		37	
Compensation paid	(31)		(18)	
Provisions over and above the actuarial valuation				
	1.131	54	1.017	54

5.29. Provisions

There are no legal or arbitration cases pending that could have a significant effect on the financial position of the Group.

The reduction in the “Provisions” account, is due to the fact that BLUE STAR Group after the rejection by the European Court of Justice of its appeal in relation to the imposition of a Euro 1,5 mln. fine by the European Competition Commission Authorities, paid in full the imposed fine as well as the accrued interest.

It should be noted that with the above provision BLUE STAR Group had cover the entire liability to the European Commission and therefore there was no effect to the financial results of year 2006.

5.30. Bank loans and overdrafts

The parent company has pledged 16.000.000 shares of BLUE STAR MARITIME S.A. as security of its short- term bank loan.

During January 2006 BLUE STAR Group has fully repaid the total amount (€ 2,20 mln) of its short-term bank loan from its own cash and cash equivalents.

The fair value of the Short-Term Borrowings is approximately equal to the book value.

5.31. Current portion of long term liabilities

The item "Current portion of long term liabilities" includes the current portion of the secured loans.

Also, the parent company holds an unsecured loan of € 25 mil. with interest rate Euribor plus 2,25%. The loan should be repaid in October 2007.

5.32. Trade and other payables

	31/12/2006			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Suppliers - Creditors	22.824	15	22.839	50
Social Security Contributions	367		367	4
Greek Seamens' Pension Fund (NAT)	1.150	2	1.152	
Passengers' & Vehicles' Insurance Contribution (NAT)	863		863	
Insurance Brokers	432		432	
Wages payable	1.598		1.598	
Other	965	1	966	55
Total	28.199	18	28.217	109

	31/12/2005			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Suppliers - Creditors	22.259	4.278	26.537	32
Social Security Contributions	410		410	7
Greek Seamens' Pension Fund (NAT)	975	210	1.185	
Passengers' & Vehicles' Insurance Contribution (NAT)	1.345		1.345	
Insurance Brokers	534	87	621	
Wages payable	1.730	514	2.244	
Other	3.161	219	3.380	42
Total	30.414	5.308	35.722	81

5.33. Tax liabilities

	31/12/2006			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Value Added Tax	921		921	
Wages Tax	327		327	11
Income Tax	288	290	578	
Taxes on crew wages	760	12	772	
Other	90		90	9
Total	2.386	302	2.688	20

	31/12/2005			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Value Added Tax	2.045		2.045	
Wages Tax	902		902	
Income Tax	378	3	381	
Taxes on crew wages	204	177	381	
Other	199		199	
Total	3.728	180	3.908	

5.34. Deferred Income - Accrued expenses

Deferred income refer to passenger tickets issued but not yet travelled until 31/12/06. Accrued expenses are as follows:

	31/12/2006			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Interest Expense Provision	5.246		5.246	501
Travel Agents' Commissions	1.456		1.456	
Tax Provision for Unaudited Fiscal Years	130		130	
Provisions for Operating Expenses	845	341	1.186	12
Total	7.677	341	8.018	513

	31/12/2005			
	GROUP			COMPANY
	Continuing operations	Discontinued operations	Total	
Interest Expense Provision	4.885	1.128	6.013	412
Travel Agents' Commissions	2.503		2.503	
Tax Provision for Unaudited Fiscal Years	289		289	
Provisions for Operating Expenses	2.551	5	2.556	
Total	10.228	1.133	11.361	412

The Group has the adequate cash and cash equivalents to cover the above-mentioned liabilities.

5.35. <u>Liabilities directly associated with non current assets classified as held for sale</u>

These liabilities include the bank loan of SUPERFAST X which was sold in February 2007 to foreign buyers.

6. Proposed Dividend Payable

Group's Management has decided to propose to the Annual General Meeting of Shareholders the distribution of € 8.330 thousand or € 0,08 per share as dividend for the fiscal year 2005.

7. Events after the Balance Sheet date

In February 2007 the Group sold the vessel SUPERFAST X for € 112 mil. The profit from this transaction amounting € 12,5 mil. will be posted in the Financial Statements of the first quarter of 2007.

From January 29, 2007 the vessel BLUE STAR 1 has been redeployed in Rosyth-Zeebrugge route in the North Sea.

In February 2007 the RoRo Marin has been redeployed from Uusikaupunki-Rostock route in the North Sea to Patras-Venice route in the Adriatic Sea.

Voula, 12 February 2007

PRESIDENT	VICE PRESIDENT & CEO	AUTHORISED DIRECTOR	FINANCIAL DIRECTOR
PERICLES PANAGOPULOS	ALEXANDER PANAGOPULOS	CHARALAMBOS ZAVITSANOS	NIKOLAOS TAPIRIS