



BLUE STAR MARITIME SA

Interim Financial Statements
for the period 1-1-2006 to 31-03-2006
(Unaudited)

(amounts in € thousand)

The Interim Financial Statements for the period 1-1-2006 to 31-03-2006 were approved by the Board of Directors of Blue Star Maritime S.A. on May 24, 2006.

BLUE STAR MARITIME S.A.
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INCOME STATEMENT

For the year ending at 31/03 2006 & 2005

	Notes	GROUP	
		1/1-31/03/06	1/1-31/03/05
Revenue	(5.1)	21.185	17.115
Cost of sales	(5.2)	(16.072)	(13.515)
Gross Profit/(loss)		5.113	3.600
Other operating income	(5.3)	105	636
Administrative expenses	(5.4)	(1.435)	(1.316)
Distribution expenses	(5.5)	(2.321)	(1.843)
Earnings before taxes, investing and financial results, depreciation and amortization		1.462	1.077
Depreciation and amortization	(5.6)	(3.108)	(3.121)
Earnings before taxes, investing and financial results		(1.646)	(2.044)
Dividends from subsidiaries and other entities			
Interest & other similar income	(5.7)	256	244
Interest and other financial expenses	(5.7)	(1.927)	(2.575)
Foreign exchange differences	(5.7)	206	(4)
Financial results		(1.465)	(2.335)
Profit/(loss) from vessels' disposal	(5.8)	1.076	
Profit/(loss) before taxes		(2.035)	(4.379)
Taxes	(5.9)	(14)	
Profit/(loss) after taxes		(2.049)	(4.379)
<u>Attributable as follows:</u>			
Company Shareholder		(2.049)	(4.379)
Minority Interests in subsidiaries			
Earnings After Taxes per Share - Basic (in €)		(0,02)	(0,04)

The Notes on pages 12 to 29 are an integral part of these Financial Statements.

INCOME STATEMENT

For the period ending at 31/03 2006 & 2005

	Notes	COMPANY	
		<u>1/1-31/03/06</u>	<u>1/1-31/03/05</u>
Revenue	(5.1)	4.845	3.713
Cost of sales	(5.2)	<u>(4.866)</u>	<u>(3.758)</u>
Gross Profit/(loss)		(21)	(45)
Other operating income	(5.3)	4	516
Administrative expenses	(5.4)	(609)	(569)
Distribution expenses	(5.5)	<u>(544)</u>	<u>(425)</u>
Earnings before taxes, investing and financial results, depreciation and amortization		(1.170)	(523)
Depreciation and amortization	(5.6)	<u>(651)</u>	<u>(616)</u>
Earnings before taxes, investing and financial results		(1.821)	(1.139)
Dividends from subsidiaries and other entities			
Interest & other similar income	(5.7)	31	183
Interest and other financial expenses	(5.7)	(209)	(451)
Foreign exchange differences	(5.7)	204	(4)
Financial results		<u>26</u>	<u>(272)</u>
Profit/(loss) from vessels' disposal	(5.8)	1.135	
Profit/(loss) before taxes		(660)	(1.411)
Taxes	(5.9)	<u>(6)</u>	
Profit/(loss) after taxes		(666)	(1.411)
<u>Attributable as follows:</u>			
Company shareholders		(666)	(1.411)
Minority interests in subsidiaries			
Earnings after taxes Per Share - basic (in €)		(0,01)	(0,01)

The Notes on pages 12 and 29 are an integral part of these Interim Financial Statements.

BALANCE SHEET

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

	Notes	GROUP		COMPANY	
		31/03/2006	31/12/2005	31/03/2006	31/12/2005
<u>ASSETS</u>					
<u>Non-current assets</u>					
Tangible assets	(5.10)	329.039	333.462	25.094	27.316
Intangible Assets	(5.11)	1.820	1.915	1.319	1.391
Investments in subsidiaries-associated companies	(5.12)			228.738	228.738
Non-Current Receivables	(5.13)	63	63	50	50
		<u>330.922</u>	<u>335.440</u>	<u>255.201</u>	<u>257.495</u>
<u>Current assets</u>					
Inventories	(5.14)	1.627	1.454	382	374
Trade receivables and prepayments	(5.15)	20.640	22.352	2.202	2.638
Tax receivables	(5.16)	144	144	78	78
Receivables from subsidiaries-associated companies	(5.17)			36.293	331.917
Other receivables	(5.18)	4.628	2.983	2.802	685
Financial assets held for trading	(5.19)		27		27
Cash and cash equivalents	(5.20)	49.175	49.225	472	8.915
Deferred expenses	(5.21)	5.622	2.837	1.225	1.025
Accrued income			65		16
		<u>81.836</u>	<u>79.087</u>	<u>43.454</u>	<u>345.675</u>
Total assets		<u>412.758</u>	<u>414.527</u>	<u>298.655</u>	<u>603.170</u>
<u>EQUITY AND LIABILITIES</u>					
<u>Equity</u>					
Share Capital	(5.22)	105.000	105.000	105.000	105.000
Reserves	(5.22)	69.355	69.355	69.192	69.192
Retained Earnings	(5.22)	24.215	26.264	7.668	8334
Total Shareholders equity		<u>198.570</u>	<u>200.619</u>	<u>181.860</u>	<u>182.526</u>
<u>Minority interests in subsidiaries</u>					
Total equity of Group		<u>198.570</u>	<u>200.619</u>	<u>181.860</u>	<u>182.526</u>
<u>Non-current liabilities</u>					
Secured loans	(5.23)	179.800	179.800		
Finance leases	(5.24)	139	139	139	139
Deferred tax liabilities	(5.25)	19	19	4	4
Retirement benefit provisions	(5.26)	438	438	178	178
Other provisions	(5.27)	2.376	2.377	2.376	2.377
		<u>182.772</u>	<u>182.773</u>	<u>2.697</u>	<u>2.698</u>
<u>Current liabilities</u>					
Bank loans and overdrafts	(5.28)		2.219		2.219
Current portion of long term liabilities		12.500	12.500		
Trade and other payables	(5.29)	13.515	13.410	3.868	3.181
Payables to subsidiaries-associated companies	(5.30)			109.167	411.567
Tax liabilities	(5.31)	1.380	1.296	288	269
Accrued expenses	(5.32)	4.021	1.710	775	710
		<u>31.416</u>	<u>31.135</u>	<u>114.098</u>	<u>417.946</u>
Total equity and liabilities		<u>412.758</u>	<u>414.527</u>	<u>298.655</u>	<u>603.170</u>

The Notes on pages 12 to 29 are an integral part of these Interim Financial Statements.

Statement of Changes in Equity

For the Period 1/1-31/03/2006

GROUP

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Equity
Balance at 1 January 2006	105.000	73.490	(5.457)	(3.463)	26.264	4.785	200.619
Changes in Equity for the Period 1/1-31/03/2006							
Net Profit for the Period 1/1-31/03/2006					(2.049)		(2.049)
Dividends							
Balance at 31 March 2006	105.000	73.490	(5.457)	(3.463)	24.215	4.785	198.570

COMPANY

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Equity
Balance at 1 January 2006	105.000	73.490	(5.682)	(4.349)	8.334	5.733	182.526
Changes in Equity for the Period 1/1-31/03/2006							
Net Profit for the Period 1/1-31/03/2006					(666)		(666)
Dividends							
Balance at 31 March 2006	105.000	73.490	(5.682)	(4.349)	7.668	5.733	181.860

Statement of Changes in Equity

For the Period 1/1-31/03/2005

GROUP

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Equity
Balance at 1 January 2005	105.000	73.490	2.350	(4.893)	9.309	4.785	190.041
Changes in Equity for the Period 1/1-31/03/2005							
Net Profit for the Period 1/1-31/03/2005					(4.379)		(4.379)
Dividends							
Balance at 31 March 2005	105.000	73.490	2.350	(4.893)	4.930	4.785	185.662

COMPANY

	Share Capital	Share Premium	Other Reserves	Impairments	Retained Earnings	IFRS Adjustment Reserves	Total Equity
Balance at 1 January 2005	105.000	73.490	1.049	(4.349)	127	5.733	181.050
Changes in Equity for the Period 1/1-31/03/2005							
Net Profit for the Period 1/1-31/03/2005					(1.411)		(1.411)
Dividends							
Balance at 31 March 2005	105.000	73.490	1.049	(4.349)	(1.284)	5.733	179.639

CASH FLOW STATEMENT

For the period 1/1-31/03 2006 & 2005

	GROUP		COMPANY	
	1/1-31/03/2006	1/1-31/03/2005	1/1-31/03/2006	1/1-31/03/2005
<u>Cash flow from Operating Activities</u>				
Profit Before Taxes	(2.035)	(4.379)	(660)	(1.411)
Adjustments for:				
Depreciation & amortization	3.108	3.121	651	616
Deferred tax expense				
Net (profit)/Loss from investing activities	(984)		(759)	
Provisions	334		145	
Foreign exchange differences	(206)	4	(204)	4
Interest and other financial expenses	1.927	2.578	209	454
Plus or minus for Working Capital changes :				
Decrease/(increase) in Receivables	1.009	(2.979)	295.573	(11.576)
Decrease/(increase) in Inventories	(174)	(244)	(9)	(67)
(Decrease)/increase in Payables (excluding banks)	(988)	3.226	(301.405)	18.356
Less:				
Interest and other financial expenses paid	(28)	(2.394)	(21)	(2.394)
Taxes paid				
Total cash inflow/(outflow) from operating activities (a)	1.963	(1.067)	(6.480)	3.982
<u>Cash flow from Investing Activities</u>				
Acquisition of subsidiaries, associated companies, joint ventures and other investments				
Purchase of tangible and intangible assets	(406)		(173)	
Proceeds from sale of tangible and intangible assets	434		434	
Interest received	256	244	31	183
Dividends received				
Total cash inflow/(outflow) from investing activities (b)	284	244	292	183
<u>Cash flow from Financing Activities</u>				
Proceeds from issue of Share Capital				
Proceeds from Borrowings				
Payments of Borrowings	(2.223)	(6.924)	(2.223)	(6.924)
Payments of finance lease liabilities	(74)	(58)	(32)	(15)
Dividends paid				
Total cash inflow/(outflow) from financing activities (c)	(2.297)	(6.982)	(2.255)	(6.939)
Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)	(50)	(7.805)	(8.443)	(2.774)
Cash and cash equivalents at beginning of period	49.225	44.130	8.915	25.998
Cash and cash equivalents at end of period	49.175	36.325	472	23.224

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 5.20

The Notes on pages 12 to 29 are an integral part of these Interim Financial Statements.

BLUE STAR MARITIME S.A. GROUP OF COMPANIES REVIEW OF FINANCIAL RESULTS FOR THE FIRST QUARTER 2006

Blue Star Group significantly improved its financial results for the first quarter of 2006. Revenue stood at Euro 21.18 mln against Euro 17.11 mln in the first quarter of 2005, an increase of 23.8%. Earnings before taxes, investing and financial results, depreciation and amortization (EBITDA) grew to Euro 1.46 mln against Euro 1.07 mln (35.9% increase) while Losses after tax and minority interests stood at Euro 2.05 mln reduced considerably from Euro 4.38 mln in the same period of previous year.

Contributing to the growth in revenue was the marked improvement in load factors across the Cyclades and Dodecanese routes, where, over 19.3% fewer sailings compared to the same period last year, total volumes carried increased significantly both in passengers and private vehicles as well as in freight units. The significant growth in freight units carried on the Greece – Italy routes, also contributed to the revenue growth, where whilst executing approximately double the sailings compared to the first quarter of the previous year, total freight units carried were more than doubled.

Operational profitability for the Group (EBITDA) improved considerably despite the continuous upward trend in the price of fuel oil. Total fuel and lubricants expenses for the Group rose by 63.7% compared to the same period in the previous year despite the fewer sailings performed. Nevertheless, operational profitability (EBITDA) improved considerably due to:

- The significant revenue growth;
- The deployment of vessels on routes on which they can be fully exploited year-round;
- The upholding of all other operational expenses of the vessels at approximately the same levels as in the previous year.

The significant decrease of Losses after taxes was due to the reduction in financial expenses following the successful refinancing of the Group's debt obligations in June 2005 and the approximately Euro 1 mln profit booked from the sale of passenger catamaran Seajet 2 which was concluded in March 2006.

As regards the Balance Sheet and the Cash Flow Statement, it is worth noting that the Group maintained its cash position at the same level as at year-end 2005, although it fully repaid its short-term debt obligations, which stood at Euro 2.2 mln, using its own cash. This confirms that, although the first quarter is traditionally the slowest in terms of both volumes and revenue, owing to the seasonal nature of tourism, the Group achieved an impressive performance due to the sound management of its assets.

Developments in the Sector

The most important developments in the sector in the course of the first quarter of 2006 were:

- The sharp increase in the average price of fuel oil which in the course of the first quarter of the year was 70.5% higher for the heavy fuel oil for bunkering at the port of Piraeus compared to the same period in 2005. This negative development affected all companies in the sector.

- The recent (May 2006) partial liberalization of fares in the Greek domestic market. This decision of the Greek government 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.

As a result of this decision, companies in the sector are now able to apply a flexible pricing policy based on demand and supply aiming in the expansion of their customer base.

Developments in the Group

In addition to the aforementioned developments in the sector, the most important developments for our Group were:

In February 2006, Blue Star Ferries was awarded in the "Tourist Services" category of the newly founded Superbrands awards competition, the award of one of the most important and popular brands existing in the Greek market. This award constitutes an important recognition for our Group as it testifies to the preference and trust shown by consumers towards the services that our Group offers.

In March 2006, the Group's parent company, Blue Star Maritime S.A., sold the passenger catamaran Seajet 2. The agreed sale price stood at Euro 2.95 mln and the profit booked stands at approximately Euro 1 mln. Part of the sale price was paid upon the vessel's delivery while the credited amount will be paid in monthly installments until September 2006. The first installment for the month of April has been already received.

In May 2006, the Annual General Meeting of Shareholders decided upon the distribution of dividend of Euro 0.07 per share. The payment of the dividend will begin on 10th July, 2006. The Annual General Meeting also voted for a new Board of Directors with a three-year term. The members elected were the same as the outgoing Board.

Lastly, in May 2006, we were served with the decision of the European Court of Justice, which did not accept our Company's appeal against the decision of the European Court of First Instance of 11/12/2003, in relation to the imposition of a Euro 1.5 mln fine on 9/12/1998 by the European Commission. Following this decision, the above amount including all interest due (Euro 2,094,000 in total) will be paid by 31/5/2006. Our Company has made a provision for the full amount in

previous financial years and therefore the financial results for 2006 will not be affected.

Volumes carried and market analysis

Total volumes for the Group, for the first quarter stood at 477,026 passengers, 64,204 private vehicles and 29,736 freight units. Compared to the same period last year, total volumes carried grew by 5.7% in passengers, by 5.9% in private vehicles and by 31.1% in freight units. It should be noted that the above growth was attained against 12.4% fewer sailings compared to the first quarter of 2005.

Specifically, as far as the Greek domestic market is concerned, the Group's fleet carried 452,481 passengers against 434,138 the previous year (4.2% increase), 60,801 private vehicles against 58,080 the previous year (4.7% increase) and 21,587 freight units against 19,026 the previous year (13.5% increase) over 19.3% fewer sailings following the sale of Seajet 2 and the redeployment of Blue Star 1 to the Greece – Italy routes.

On the Greece – Italy routes, where the Group was present with two vessels for the largest part of the first quarter, 24,545 passengers were carried against 17,119 the previous year (43.4% increase), 3,403 private vehicles against 2,519 private vehicles the previous year (35.1% increase) and 8,149 freight units against 3,653 freight units the previous year (123.1% increase).

Market shares for the Group on the Greece – Italy routes in passengers stood at 10.6% (58.2% market share increase), 6.6% in private vehicles (46.6% market share increase) and 8.3% in freight units (137.1% market share increase). Market shares are derived from the Greek port authorities of Patras and Igoumenitsa.

Outlook for the current period

Following the positive developments presented earlier, in terms of financial results and traffic volumes as well as regarding the developments on the liberalization of Greek domestic market, the Group's management is planning for this summer to apply a flexible commercial policy, based on market demand and on the level of services offered.

Furthermore, judging from the volumes carried during the Easter period and awaiting a better summer traffic compared to last year, the Group's management expects a further improvement in the financial results of the current year.

Lastly, it should be noted that the Group's management will continue to examine the development of new routes or the strengthening of the existing ones in the Greek domestic market, through the acquisition or building of modern conventional vessels, provided that suitable market conditions develop.

Voula, May 22, 2006

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. General information

Blue Star Maritime S.A. is a Company which operates exclusively in passenger shipping.

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

At period end, the Company had 170 employees and the Group 594 employees.

Blue Star Maritime S.A. shares are listed in the Athens Stock Exchange under the ticker BSTAR.

The corresponding tickers for Bloomberg is STRIK GA and for Reuters is STR.AT.

The total number of common bearer shares outstanding as at 31st March 2006 is 105.000.000. Each share carries one voting right. The total market capitalization amounted to approximately € 257 million.

The Financial Statements of Blue Star Maritime S.A. are consolidated in the financial statements of Attica Holdings S.A. which owns 48,795% of the share capital of Blue Star Maritime S.A.

The financial statements of the Company and the Group for the period ending 31 March 2006 were approved by the Board of Directors on May 24, 2006.

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 1/1-31/3/2006 are the same with those used for the preparation of the financial statements for the fiscal year 2005.

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. More specifically, for the preparation of the current period's Financial Statements the Group was applied IAS 34 "Interim Financial Reporting".

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 and the materiality principle.

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 period ending 31 March 2006.

3. Consolidation

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

<u>Company Name</u>	Cost	Impairment	Net Book Value	Registered in	Participation
BLUE STAR FERRIES MARITIME S.A.	228.684		228.684	GREECE	100%
BLUE STAR FERRIES SA	1		1	LIBERIA	100%
STRINTZIS LINES SHIPPING LTD	50		50	CYPRUS	100%
WATERFRONT NAVIGATION COMPANY	1		1	LIBERIA	100%
THELMO MARINE SA	1		1	LIBERIA	100%
BLUE ISLAND SHIPPING INC.	1		1	PANAMA	100%
Total	<u>228.738</u>		<u>228.738</u>		

In addition Blue Star Ferries Joint Venture, a company under common management, is being consolidated using the full consolidation method. The companies, Strintzis Lines Shipping Ltd, Waterfront Navigation Company, Thelmo Marine S.A. and Blue Island Shipping Inc. are inactive.

4. Related Party disclosures

4.1. Intercompany transactions

During the 1st Quarter of 2006, Blue Star Maritime S.A. didn't post any intercompany transactions with its subsidiaries that create commercial revenue.

Furthermore, during the current period, there were not any capital transactions among the Group's companies or with the parent Company Attica Holdings S.A., which holds 48,795% of company's share capital.

The intercompany balances arising between BLUE STAR MARITIME S.A. and the other Group's entities do not originate from commercial activities.

The intercompany balances as at 31/03/06 between BLUE STAR MARITIME S.A. and the Group's companies can be obtained from the following table.

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	16.603	45.285	10.935	
THELMO MARINE S.A.					8			
WATERFRONT NAVIGATION CO.								
STRINTZIS LINES SHIPPING LTD.					9.650			
BLUE STAR FERRIES MARITIME S.A.					63.255	446		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	92.069	45.829	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.			8.315	63.811			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.			86.971	16.464				
BLUE STAR FERRIES S.A.	45.285	16.603		1.499	446	63.255	98	1.054
BLUE STAR FERRIES JOINT VENTURE	63.811	8.315			16.464	86.971		
BLUE ISLAND SHIPPING INC.		440						
TOTAL	109.165	36.293	96.084	81.774	16.920	150.226	1.026	1.054

Reconciliation of Intercompany Balances

Total debit :	326.199
Total credit :	326.199
Balance	<u>0</u>

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

There are no changes from what is referred in the annual Financial Statements of year 2005.

Rent paid by the Group to Odyssey Maritime Inc. and Pellucid Trade Inc., companies owned by Pericles Panagopoulos family, for the period 1/1-31/03/06 totaled an amount of € 24,5 thousand approximately.

5. Financial statements analysis

5.1. Revenue Analysis and Geographical Segment Reporting

The Group has decided to provide information based on the geographical segmentation of its operations.

The consolidated results and other information per segment for the period 1/1 – 31/03 2006 and 2005 are as follows:

Geographical Segment	GROUP					
	1/1-31/03/2006			1/1-31/03/2005		
	Domestic Routes	Adriatic Sea	Total	Domestic Routes	Adriatic Sea	Total
Revenue from Fares	15.315	4.072	19.387	13.140	2.306	15.446
On-board Sales	1.154	644	1.798	1.358	311	1.669
Total Revenue	16.469	4.716	21.185	14.498	2.617	17.115
Financial results	(1.035)	(430)	(1.465)	(1.960)	(375)	(2.335)
Earnings before taxes, investing and financial results, depreciation and amortization	2.183	(721)	1.462	607	470	1.077
Profit/(Loss) before Taxes	70	(2.105)	(2.035)	(4.095)	(284)	(4.379)
Profit/(Loss) after Taxes	68	(2.117)	(2.049)	(4.095)	(284)	(4.379)
Vessels' Book Value at 01/01	217.972	114.168	332.140	224.632	118.057	342.689
Improvements / Additions	403		403	74		74
Vessels' Disposals	(1.815)		(1.815)			
Depreciation for the Period	(1.877)	(1.068)	(2.945)	(1.902)	(1.113)	(3.015)
Net Book Value of vessels at 31/03	214.683	113.100	327.783	222.804	116.944	339.748
Secured loans	115.385	64.415	179.800	136.346	16.279	152.625

Geographical Segment	COMPANY					
	1/1-31/03/2006			1/1-31/03/2005		
	Domestic Routes	Adriatic Sea	Total	Domestic Routes	Adriatic Sea	Total
Revenue from Fares	2.040	2.282	4.322	1.447	1.808	3.255
On-board Sales	180	343	523	153	305	458
Total Revenue	2.220	2.625	4.845	1.600	2.113	3.713
Financial results	(28)	54	26	(169)	(103)	(272)
Earnings before taxes, investing and financial results, depreciation and amortization	(832)	(338)	(1.170)	(646)	123	(523)
Profit/(Loss) before Taxes	135	(795)	(660)	(874)	(537)	(1.411)
Profit/(Loss) after Taxes	133	(799)	(666)	(874)	(537)	(1.411)
Vessels' Book Value at 01/01	3.486	22.640	26.126	4.119	23.800	27.919
Improvements / Additions	173		173	74		74
Vessels' Disposals	(1.815)		(1.815)			
Depreciation for the Period	(199)	(340)	(539)	(177)	(372)	(549)
Net Book Value of vessels at 31/03	1.645	22.300	23.945	4.016	23.428	27.444
Secured loans				94.221	16.279	110.500

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

The vessels' values are presented 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 Revenues that appear in the Group's Consolidated Financial Statements for the period 01/01 - 31/03/2006 belong to the following Business Activity Categories:

Sea & Coastal Transportation	19.387
Restaurants on board	336
Bars on board	1.131
Casino on board	177
Shops on board	154
Total	21.185

5.2. Cost of sales

Below can be obtained the analysis of Cost of Sales as stated in the Income Statement for the period ending 31/03 2006 and 2005.

	GROUP		COMPANY	
	1/1-31/03/2006	1/1-31/03/2005	1/1-31/03/2006	1/1-31/03/2005
Crew Expenses	4.520	4.239	1.326	1.013
Fuel-Lubricants	6.724	4.108	1.743	1.008
Insurance Premia	377	665	93	252
Repairs-Maintenance-Spare Parts	3.191	3.114	1.182	1.020
Port Expenses	883	625	371	207
On-board Cost of Goods Sold	377	532	151	162
Other		232		96
Total	16.072	13.515	4.866	3.758

5.3. Other Operating Income

The item "Other Operating Income", amounting € 105 thousand, refer mainly to income received by insurance claims.

5.4. Administrative Expenses

	GROUP		COMPANY	
	1/1-31/03/2006	1/1-31/03/2005	1/1-31/03/2006	1/1-31/03/2005
Personnel Expenses	1.035	884	383	336
Rent and related Expenses	134	104	96	77
Telecommunication Expenses	14	10	9	6
Stationery	5	3	1	1
Office Repair-Maintenance Expenses	71	23	25	6
Third Party Services & Expenses	41	157	21	69
Other	135	135	74	74
Total	1.435	1.316	609	569

5.5. Distribution Expenses

	GROUP		COMPANY	
	1/1-31/03/2006	1/1-31/03/2005	1/1-31/03/2006	1/1-31/03/2005
Advertising Expenses	327	332	93	121
Sales Promotional Expenses	14	14	7	13
Sales Commissions	1.724	1.372	398	291
Other	256	125	46	
Total	2.321	1.843	544	425

5.6. Depreciation

	GROUP		COMPANY	
	1/1-31/03/2006	1/1-31/03/2005	1/1-31/03/2006	1/1-31/03/2005
Vessels	2.944	3.015	539	550
Office	164	106	112	66
Total	3.108	3.121	651	616

5.7. Financial Results

- a) Interest and similar Income
The Group has invested its cash in time deposits with an average interest rate of 2%, net of taxes.
- b) Interest and Other Financial Expenses
They refer mainly to the interest paid on loans.

The analysis of the financial results is the following:

	GROUP		COMPANY	
	1/1-31/03/2006	1/1-31/03/2005	1/1-31/03/2006	1/1-31/03/2005
Interest on Long-Term Borrowings		(1.587)		(237)
Interest on Bonds	(1.899)	(718)	(188)	(141)
Interest on Short-Term Borrowings		(31)		(25)
Other Financial Expenses	(28)	(239)	(21)	(48)
Interest Income	256	244	31	183
Dividend Income				
Foreign Exchange Differences	206	(4)	204	(4)
Total	(1.465)	(2.335)	26	(272)

5.8. Profit / (Loss) from vessels' disposal

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

The sale of the vessel is part of the Group's policy to focus on the operation of fast, modern conventional vessels.

5.9. Income taxes

Special taxation scheme apply on the Group's profits. Consequently, the following analysis provides a better understanding of the income taxes.

	GROUP	COMPANY
	1/1-31/03/2006	1/1-31/03/2006
Dividend distribution Tax		
Tax according to Law 27/75	14	6
Provision for unaudited fiscal years		
Total	14	6

The Company and its subsidiaries have been audited by the tax authorities until fiscal year 2001, with the exception of BLUE STAR FERRIES MARITIME S.A. which has been audited until fiscal year 1999.

The Company and its subsidiaries are currently undergoing a taxation audit by the tax authorities for the fiscal years up to 2004.

5.10. Tangible assets

The vessels of the Group have been mortgaged as a security of the long-term borrowings for the amount of €200 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 Party Property	Vehicles	Fixed Assets Under Construction	Total
Initial Cost at 01.01.2006	380.303	274	765	1.924	387			383.653
Acquisitions - Additions	403			2				405
Disposals / Write-offs	(4.327)							(4.327)
Adjustments-Impairments added to the Net Equity								
Adjustments-Impairments added to the Income Statement								
Cost at 31.03.2006	376.379	274	765	1.926	387			379.730
Accumulated Depreciation at 01.01.2006	48.163		179	1.626	224			50.191
Depreciation for the Period	2.945		6	47	15			3.012
Disposals / Write-offs	(2.512)							(2.512)
Accumulated Depreciation at 31.03.2006	48.596		185	1.673	239			50.691
Net Book Value at 31.03.2006	327.783	274	580	253	148			329.039
Initial Cost at 01.01.2005	379.206	274	765	1.686	387			382.318
Acquisitions - Additions	1.097			238				1.335
Disposals / Write-offs								
Adjustments-Impairments added to the Net Equity								
Adjustments-Impairments added to the Income Statement								
Cost at 31.12.2005	380.303	274	765	1.924	387			383.653
Accumulated Depreciation at 01.01.2005	36.517		153	1.434	166			38.270
Depreciation for the Period	11.646		26	192	58			11.921
Disposals / Write-offs								
Accumulated Depreciation at 31.12.2005	48.163		179	1.626	224			50.191
Net Book Value at 31.12.2005	332.140	274	586	298	163			333.462

<u>Company Figures</u>	Vessels	Land	Buildings	Furniture & Improvements Other Fixtures	In Third Party Property	Vehicles	Fixed Assets Under Construction	Total
Initial Cost at 01.01.2006	43.040	274	765	1.281	387			45.747
Acquisitions - Additions	173							173
Disposals / Write-offs	(4.327)							(4.327)
Adjustments-Impairments added to the Net Equity								
Adjustments-Impairments added to the Income Statement								
Cost at 31.03.2006	38.886	274	765	1.281	387			41.593
Accumulated Depreciation at 01.01.2006	16.914		179	1.114	224			18.431
Depreciation for the Period	539		6	20	15			580
Disposals / Write-offs	(2.512)							(2.512)
Accumulated Depreciation at 31.03.2006	14.941		185	1.134	239			16.499
Net Book Value at 31.03.2006	23.945	274	580	147	148			25.094
Initial Cost at 01.01.2005	42.763	274	765	1.092	387			45.281
Acquisitions - Additions	277			189				466
Disposals / Write-offs								
Adjustments-Impairments added to the Net Equity								
Adjustments-Impairments added to the Income Statement								
Cost at 31.12.2005	43.040	274	765	1.281	387			45.747
Accumulated Depreciation at 01.01.2005	14.844		153	1.022	166			16.185
Depreciation for the Period	2.070		26	92	58			2.246
Disposals / Write-offs								
Accumulated Depreciation at 31.12.2005	16.914		179	1.114	224			18.431
Net Book Value at 31.12.2005	26.126	274	586	167	163			27.316

The following table gives an analysis of the tangible assets held by the Group under finance leases. These assets are included in the previous tables of tangible assets.

Leased Assets	GROUP	COMPANY
Net Book Value 2005	387	142
Additions 01/01-31/03/06		
Depreciation 01/01-31/03/06	(35)	(9)
Net Book Value 31/03/06	<u>352</u>	<u>133</u>

5.11. Intangible assets

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

<u>Consolidated Figures</u>	Trademarks	Software	Total
Initial Cost at 01.01.2006	141	4.499	4.640
Acquisitions - Additions		1	1
Disposals / Write-offs			
Adjustments-Impairments added to the Net Equity			
Adjustments-Impairments added to the Income Statement			
Cost at 31.03.2006	<u>141</u>	<u>4.500</u>	<u>4.641</u>
Accumulated Depreciation at 01.01.2006	63	2.662	2.725
Depreciation for the Period	2	94	96
Disposals / Write-offs			
Accumulated Depreciation at 31.03.2006	<u>66</u>	<u>2.756</u>	<u>2.821</u>
Net Book Value at 31.03.2006	<u>75</u>	<u>1.744</u>	<u>1.820</u>
Initial Cost at 01.01.2005	141	3.649	3.790
Acquisitions - Additions		850	850
Disposals / Write-offs			
Adjustments-Impairments added to the Net Equity			
Adjustments-Impairments added to the Income Statement			
Cost at 31.12.2005	<u>141</u>	<u>4.499</u>	<u>4.640</u>
Accumulated Depreciation at 01.01.2005	54	2.294	2.348
Depreciation for the Period	9	368	378
Disposals / Write-offs			
Accumulated Depreciation at 31.12.2005	<u>63</u>	<u>2.662</u>	<u>2.725</u>
Net Book Value at 31.12.2005	<u>78</u>	<u>1.837</u>	<u>1.915</u>

<u>Company figures</u>	Trademarks	Software	Total
Initial Cost at 01.01.2006	141	2.716	2.857
Acquisitions - Additions			
Disposals / Write-offs			
Adjustments-Impairments added to the Net Equity			
Adjustments-Impairments added to the Income Statement			
Cost at 31.03.2006	141	2.716	2.857
Accumulated Depreciation at 01.01.2006	60	1.405	1.466
Depreciation for the Period	2	69	72
Disposals / Write-offs			
Accumulated Depreciation at 31.03.2006	62	1.474	1.537
Net Book Value at 31.03.2006	79	1.242	1.320
Initial Cost at 01.01.2005	141	2.197	2.338
Acquisitions - Additions		519	519
Disposals / Write-offs			
Adjustments-Impairments added to the Net Equity			
Adjustments-Impairments added to the Income Statement			
Cost at 31.12.2005	141	2.716	2.857
Accumulated Depreciation at 01.01.2005	51	1.130	1.181
Depreciation for the Period	9	275	285
Disposals / Write-offs			
Accumulated Depreciation at 31.12.2005	60	1.405	1.466
Net Book Value at 31.12.2005	80	1.311	1.391

As per the above table, the intangible assets of the Group include:

- a) The trademarks, the cost of which include the cost of development and registration both in Greece and abroad.
- b) The software, the cost of which include the cost of the booking systems as well as the cost of acquisition, installation 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 investments in subsidiaries and associated companies:

	COMPANY	GROUP
Initial Cost at 01.01.2006	228.738	
Acquisitions - Additions		
Disposals/Write-offs		
Adjustments-Impairments added to Net Equity		
Adjustments-Impairments added to the Income Statement		
Value at 31.03.2006	<u>228.738</u>	<u>0</u>

Initial Cost at 01.01.2005	228.747	9
Acquisitions - Additions		
Disposals/Write-offs		
Adjustments-Impairments added to Net Equity		
Adjustments-Impairments added to the Income Statement	(9)	(9)
Value at 31.12.2005	<u>228.738</u>	<u>0</u>

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

5.13. Non-current receivables

Non-current receivables consist of guarantees given against office rent and public utilities such as P.P.C. (Public Power Corporation) and H.T.O. (Hellenic Telecommunications Organization).

5.14. Inventories

The "Inventories" account includes the following items:

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Food-Beverages-Tobacco	239	78	229	66
Fuel-Lubricants	943	205	788	210
Hotel Equipment	445	99	437	98
Total	<u>1.627</u>	<u>382</u>	<u>1.454</u>	<u>374</u>

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

5.15. Trade receivables and prepayments

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Trade Receivables	15.630	2.367	15.933	2.803
Post Dated Cheques	7.385	5	8.848	5
Less: Provisions for Bad Debts	3.841	170	3.769	170
Trade Receivables (net)	19.174	2.202	21.012	2.638
Prepayments to Suppliers - Creditors	1.466		1.340	
Total	20.640	2.202	22.352	2.638

The Group recognized an expense of approximately € 109 thousand for the period 1/1-31/03/2006 as provision for bad debts.

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 fairly dispersed.

5.16. Tax receivables

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Income Tax Prepayment	102	78	102	78
Withholding Tax on Interest Income	42		42	
Total	144	78	144	78

5.17. Receivables from subsidiaries – associated companies

The company's receivables from the subsidiaries and associated companies amount approximately € 36 mil., and they are written-off on consolidated level. These receivables do not represent sales among companies.

5.18. Other receivables

Other receivables are short-term receivables and therefore there is no need to be discounted at the end of the period.

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Prepayments to Employees	183		133	
Receivables from the Greek State	794		861	
Receivables from Insurance Companies	661	14	275	10
Masters' General Accounts	149	17	16	21
Other Receivables	2.841	2.771	1.698	654
Total	4.628	2.802	2.983	685

5.19. Financial assets held for trading

It refers to shares held in the “Hermes” Mutual Fund that at 31/12/05 were valued for €27,4 thousand. This asset was sold in January 2006 at a price of €41,1 thousand. The profit from this disposal amounted approximately €13,7 thousand and was posted in the Income Statement of the current period in the account “Interest Income” (§ 5.7).

5.20. Cash and cash equivalents

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

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Cash in hand	27	4	29	4
Cash at banks	3.457	468	7.993	746
Short-term Bank Deposits	45.691		41.203	8.165
Total	49.175	472	49.225	8.915

5.21. Deferred expenses

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Insurance Premia	1.762	448	206	51
Drydocking Expenses	3.713	748	2.477	941
Other	147	29	154	33
Total	5.622	1.225	2.837	1.025

5.22. Share capital - Reserves

a) Share Capital

The company’s Share Capital amounts €105.000.000 and is divided in 105.000.000 common bearer shares with a nominal value of €1 each.

b) Reserves

As per statement of Changes in Equity.

5.23. Secured loans

Long-term secured loans analysis:

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Bank Loans				
Bond Loans	179.800		179.800	
Total	179.800		179.800	

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 loan is discounted.

The average weighted interest rate of the bond loan is Euribor plus 1,28%.

The loan payments are as follows:

	31/03/2006	
	GROUP	COMPANY
Loans		
Payments within the next two years	25.000	
Payments from 3 to 5 years	37.500	
Payments beyond 5 years	131.250	

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

5.24. Finance leases

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

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

	31/03/2006	
	GROUP	COMPANY
Finance Lease		
Payments within the next two years	245	212
Payments from 3 to 5 years		

5.25. Deferred tax liabilities

The deferred tax liabilities arise from the tax free reserves and other special taxable reserves that will be taxed only when they are distributed.

	31/03/2006	
	GROUP	COMPANY
Tax-free Reserves	19	4
Special taxable Reserves		
Total	<u>19</u>	<u>4</u>

5.26. Retirement benefit provisions

These provisions refer to personnel compensation due to retirement.

The Group has the legal obligation to compensate its employees when they retire on a pension.

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

The analysis of this liability is as follows:

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Outstanding Balance at the Beginning of the period	438	178	377	156
Expenses recognised in the Income Statement			61	22
	<u>438</u>	<u>178</u>	<u>438</u>	<u>178</u>

5.27. Other provisions

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

The provisions mainly refer to the fine, including accrued interest, imposed to BLUE STAR MARITIME S.A. by the Competition Authorities of the European Union in 1998. The Group after the rejection, in May 2006, of its appeal against the decision of the European Court of First Instance dated December 11, 2003 will pay the full amount of the fine by May 31, 2006. It should be noted that this provision covers the full amount owed to European Commission and there will be no effect to the financial results of year 2006.

5.28. Bank loans and overdrafts

During January 2006 the Group has fully repaid the total amount of its short-term bank loan from its own cash & cash equivalents.

5.29. Trade and other payables

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Suppliers - Creditors	9.875	2.152	9.813	2.542
Social Security Contributions	64	18	119	34
Greek Seamens' Pension Fund (NAT)	215	5	276	37
Passengers' & Vehicles' Insurance Contribution (NAT)	927		1.345	
Insurance Brokers	1.369	1.330	158	158
Wages payable	835	196	746	219
Other	230	167	953	191
Total	<u>13.515</u>	<u>3.868</u>	<u>13.410</u>	<u>3.181</u>

5.30. Payables to subsidiaries - associated companies

The company's payables to subsidiaries and associated companies amount approximately € 109 mil., and they are written-off on consolidated level. These payables do not represent sales among companies.

5.31. Tax liabilities

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Value Added Tax	1.116	176	481	53
Wages Tax	41	18	105	46
Income Tax	70	55	144	115
Taxes on crew wages	150	39	381	49
Other	3		185	6
Total	1.380	288	1.296	269

5.32. Accrued expenses

	31/03/2006		31/12/2005	
	GROUP	COMPANY	GROUP	COMPANY
Accrued Interest	1.983		84	
Travel Agents' Commissions	855		584	
Tax Provision for Unaudited Fiscal Years	186	77	184	75
Operating Expenses Provisions	997	698	858	635
Total	4.021	775	1.710	710

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

6. Events after the Balance Sheet date

There are no post Balance Sheet events that relate to the Group.

Voula, 22 May 2006

MANAGING DIRECTOR

AUTHORISED DIRECTOR

FINANCIAL DIRECTOR

MICHAEL SAKELLIS

SPIROS PASCHALIS

NIKOLAOS TAPIRIS