

MARITIME COMPANY OF LESVOS S.A.

Consolidated and Company information for the Period 01/01/07- 31/03/07
Interim Financial Statements 01/01/07-31/03/07

The Annual Financial Statements are issued according to
the International Financial Reporting Standards (IFRS)
which have been adopted by the European Community

Note: This Document was translated directly from the Greek Language to the English Language.
Therefore any mistake regarding the translation is possible.

Maritime Company of Lesvos S.A.

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Maritime Company of Lesvos S.A.
Income statement
1st January 2007 until 31st March 2007
(Amounts in Euro)

GROUP

	<u>Notes</u>	<u>1/1- 31/03/2007</u>	<u>1/1- 31/03/2006</u>
Revenue (sales)	19	5.322.129,78	4.432.831,07
Other operating income	20	5.108.802,80	1.028.066,43
Less: Fuel and other consumables		2.245.534,23	2.415.106,32
Less: Administrative expenses	22	3.357.314,57	2.204.466,71
Less: Depreciation	23	1.369.119,59	1.556.179,53
Less: Other operating expenses	21	3.444.556,50	2.006.375,36
Less: Interest and other financial expenses	24	2.585.306,79	442.731,91
Profit/(loss) before tax		(2.570.899,10)	(3.163.962,33)
Taxes		0,00	0,00
Profit /(Loss) of the period		(2.570.899,10)	(3.163.962,33)
Earning/(losses) per share	25	(0,02)	(0,03)

COMPANY

	<u>Notes</u>	<u>1/1- 31/03/2007</u>	<u>1/1- 31/03/2006</u>
Revenue (sales)	19	3.749.046,15	4.432.831,07
Other operating income	20	5.100.172,88	1.028.066,43
Less: Fuel and other consumables		1.618.844,82	2.415.106,32
Less: Administrative expenses	22	2.392.185,02	2.204.466,71
Less: Depreciation	23	1.137.122,64	1.556.179,53
Less: Other operating expenses	21	2.581.925,57	2.006.375,36
Less: Interest and other financial expenses	24	1.974.050,50	442.731,91
Profit/(Loss) before tax		(854.909,52)	(3.163.962,33)
Taxes		0,00	0,00
Profit /(loss) for the period		(854.909,52)	(3.163.962,33)
Earnings/(losses) per share	25	(0,01)	(0,03)

The notes on pages 5-31 are an integral part of the Interim Financial Statements.

Maritime Company of Lesvos S.A.
Balance Sheet
31st March 2007
(Amounts in Euro)

		<u>GROUP</u>		<u>COMPANY</u>	
	<u>Notes</u>	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
ASSETS					
Non-current assets					
Intangible assets		62.169,00	77.147,20	59.338,42	70.263,96
Goodwill	5	3.757.742,77	3.757.742,77	0,00	0,00
Tangible assets	6	98.869.640,26	92.675.366,13	77.881.748,50	73.941.217,92
Other assets	7	3.458.480,45	3.431.071,27	2.479.247,39	1.944.389,80
Investments in Subsidiaries	8	0,00	0,00	536.400,00	536.400,00
Other long term receivables	8	9.702,74	19.534,74	9.702,74	9.702,74
		<u>106.157.735,22</u>	<u>99.960.862,11</u>	<u>80.966.437,05</u>	<u>76.501.974,42</u>
CURRENT ASSETS					
Inventories	11	1.683.891,48	1.717.362,38	1.556.651,91	1.579.928,58
Trade receivables	9	4.117.790,48	3.222.187,03	1.206.566,86	335.022,88
Other receivables	9	0,00	608.731,43	9.821.674,19	8.381.815,03
Prepayments	10	4.245.969,74	4.235.693,94	3.349.762,01	3.288.478,65
Investments	12	3.626.092,25	3.626.096,65	126.092,25	126.096,65
Cash and cash equivalents	13	2.477.924,60	7.043.303,74	1.110.696,55	5.708.639,78
Tangible assets (vessels) sold during the year 2007		81.124.775,78	81.124.775,78	65.448.575,84	65.448.575,84
Total current assets		<u>97.276.444,33</u>	<u>101.578.150,95</u>	<u>82.620.019,61</u>	<u>84.868.557,41</u>
Total assets		<u>203.434.179,55</u>	<u>201.539.013,06</u>	<u>163.586.456,66</u>	<u>161.370.531,83</u>
SHAREHOLDERS EQUITY AND LIABILITIES					
Share capital	14	31.702.455,30	31.702.455,30	31.702.455,30	31.702.455,30
Share premium		31.860.342,29	31.860.342,29	31.860.342,29	31.860.342,29
Own Shares	14	(56.143,92)	0,00	(56.143,92)	0,00
Retained earnings		(5.546.191,31)	(4.825.845,93)	(5.680.755,45)	(4.825.845,93)
Total equity		<u>57.960.462,36</u>	<u>58.736.951,66</u>	<u>57.825.898,22</u>	<u>58.736.951,66</u>
LIABILITIES					
Long term liabilities					
Long term loans	17	54.733.388,68	55.172.606,71	38.460.356,20	38.460.356,20
Retirement benefit provisions	15	512.385,71	200.847,00	482.385,71	170.847,00
Other provisions	15	<u>4.451.353,92</u>	<u>4.451.353,92</u>	<u>4.451.353,92</u>	<u>4.451.353,92</u>
		<u>59.697.128,31</u>	<u>59.824.807,63</u>	<u>43.394.095,83</u>	<u>43.082.557,12</u>
Current liabilities					
Creditors and other liabilities	16	18.404.549,04	18.959.677,92	12.458.248,63	12.120.172,58
Short term loans	17	12.331.511,32	11.089.823,84	8.349.019,43	7.538.542,69
Loans for sold vessels during 2007	17	51.100.000,00	51.100.000,00	39.000.000,00	39.000.000,00
Accrued expenses	18	<u>3.940.528,52</u>	<u>1.827.752,01</u>	<u>2.559.194,55</u>	<u>892.307,78</u>
		<u>85.776.588,88</u>	<u>82.977.253,77</u>	<u>62.366.462,61</u>	<u>59.551.023,05</u>
Total liabilities		<u>145.473.717,19</u>	<u>142.802.061,40</u>	<u>105.760.558,44</u>	<u>102.633.580,17</u>
Total shareholders' equity and liabilities		<u>203.434.179,55</u>	<u>201.539.013,06</u>	<u>163.586.456,66</u>	<u>161.370.531,83</u>

The notes on pages 5-31 are an integral part of the Interim Financial Statements.

Maritime Company of Lesvos S.A.
Statement of changes of equity
31st March 2007
(Amounts in Euro)

GROUP

	Share Capital	Share Premium	Expenses associated with Share Capital Increase	Purchase of Own Shares	Retained earnings and other reserves	Total equity
Balance at 01 January 2006	31.154.055,30	31.607.134,20	(185.511,91)		(36.903.753,54)	25.671.924,05
Increase of Share Capital	548.400,00	438.720,00				987.120,00
Profit 01/01 - 31/12/06					32.077.907,61	32.077.907,61
Balance at 31 December 2006	31.702.455,30	32.045.854,20	(185.511,91)		(4.825.845,93)	58.736.951,66
Balance at 01 January 2006	31.154.055,30	31.607.134,20	(185.511,91)		(36.903.753,54)	25.671.924,05
Loss 01/01 - 31/03/06					(3.163.962,33)	(3.163.962,33)
Balance at 31 March 2006	31.154.055,30	31.607.134,20	(185.511,91)		(40.067.715,87)	22.507.961,72
Balance at 1 January 2007	31.702.455,30	32.045.854,20	(185.511,91)		(4.825.845,93)	58.736.951,66
Purchase of Own Shares (Note 14)				(56.143,92)		(56.143,92)
Net Profit accrued to Net Asset Value (Note 6)					1.850.553,72	1.850.553,72
Loss 01/01 - 31/03/07					(2.570.899,10)	(2.570.899,10)
Balance at 31 March 2007	31.702.455,30	32.045.854,20	(185.511,91)	(56.143,92)	(5.546.191,31)	57.960.462,36

COMPANY

	Share Capital	Share Premium	Expenses associated with Share Capital Increase	Purchase of Own Shares	Retained earnings and other reserves	Total equity
Balance at 01 January 2006	31.154.055,30	31.607.134,20	(185.511,91)		(36.903.753,54)	25.671.924,05
Increase of Share Capital	548.400,00	438.720,00				987.120,00
Profit 01/01 - 31/12/06					32.077.907,61	32.077.907,61
Balance at 31 December 2006	31.702.455,30	32.045.854,20	(185.511,91)		(4.825.845,93)	58.736.951,66
Balance at 01 January 2006	31.154.055,30	31.607.134,20	(185.511,91)		(36.903.753,54)	25.671.924,05
Loss 01/01 - 31/03/06					(3.163.962,33)	(3.163.962,33)
Balance at 31 March 2006	31.154.055,30	31.607.134,20	(185.511,91)		(40.067.715,87)	22.507.961,72
Balance at 1 January 2007	31.702.455,30	32.045.854,20	(185.511,91)		(4.825.845,93)	58.736.951,66
Purchase of Own Shares (Note 14)				(56.143,92)		(56.143,92)
Loss 01/01 - 31/03/07					(854.909,52)	(854.909,52)
Balance at 31 March 2007	31.702.455,30	32.045.854,20	(185.511,91)	(56.143,92)	(5.680.755,45)	57.825.898,22

The notes on pages 5-31 are an integral part of the Interim Financial Statements.

Maritime Company of Lesvos S.A.
Cash flow statement
31st March, 2007
(Amounts in Euro)

	<u>Notes</u>	<u>GROUP</u>		<u>COMPANY</u>	
		<u>01.01- 31.03.2007</u>	<u>01.01- 31.03.2006</u>	<u>01.01- 31.03.2007</u>	<u>01.01- 31.03.2006</u>
Cash flow from operating expenses					
Profit/(loss) before tax	25	(2.570.899,10)	(3.163.962,33)	(854.909,52)	(3.163.962,33)
Adjustments for:					
Depreciation	23	1.369.119,59	1.556.179,53	1.137.122,64	1.556.179,53
Provisions		(5.051.441,07)	16.351,82	(5.054.652,28)	16.351,82
Foreign exchange differences		(18.365,70)	(63.482,58)	(18.365,70)	(63.482,58)
Net profit/(Loss) from investing activities		18.013,67	(1.933,65)	0,00	(1.933,65)
Interest payment and other financial expenses	24	2.589.580,68	507.959,91	1.992.060,37	507.959,91
Operating profit before changes in working capital					
(Increase) in inventories	11	33.470,90	0,00	23.276,67	0,00
(Increase)/Decrease in receivables		2.380,89	(1.068.368,97)	(2.073.157,79)	(1.068.368,97)
(Decrease)/Increase in payables		(555.128,88)	(1.914.678,07)	338.076,05	(1.914.678,07)
Minus:					
Interest and similar charges		(494.817,84)	(173.057,88)	(325.173,60)	(173.057,88)
Total cash inflow/(outflow) from operating expenses (a)					
		<u>(4.678.086,86)</u>	<u>(4.304.992,22)</u>	<u>(4.835.723,16)</u>	<u>(4.304.992,22)</u>
Cash flow from investing activities					
Payments for the acquisition of subsidiaries, associated companies, joint ventures and other investments		0,00	(19.540,00)	0,00	(19.540,00)
Purchase of tangible and intangible fixed assets		(651.983,51)	(2.643.495,53)	(534.918,59)	(2.643.495,53)
Proceeds from sale of tangible and intangible assets		0,00	0,00	0,00	0,00
Interest received		0,00	1.933,65	0,00	1.933,65
Net cash outflows from investing activities (b)					
		<u>(651.983,51)</u>	<u>(2.661.101,88)</u>	<u>(534.918,59)</u>	<u>(2.661.101,88)</u>
Proceeds from issue of share capital		0,00	0,00	0,00	0,00
Proceeds from borrowings		1.805.800,00	2.210.141,85	1.805.800,00	2.210.141,85
Payments of borrowings		(984.964,85)	(2.633.753,00)	(976.957,56)	(2.633.753,00)
Dividends paid		(56.143,92)	0,00	(56.143,92)	0,00
Cash flow from financing activities (c)					
		<u>764.691,23</u>	<u>(423.611,15)</u>	<u>772.698,52</u>	<u>(423.611,15)</u>
(Decrease)/Increase in net liquied funds (a) + (b) + (c)					
		<u>(4.565.379,14)</u>	<u>(7.389.705,25)</u>	<u>(4.597.943,23)</u>	<u>(7.389.705,25)</u>
Cash and cash equivalents at beginning of the year					
		<u>7.043.303,74</u>	<u>8.468.239,24</u>	<u>5.708.639,78</u>	<u>8.468.239,24</u>
Cash and cash equivalents at the end of the year					
		<u>2.477.924,60</u>	<u>1.078.533,99</u>	<u>1.110.696,55</u>	<u>1.078.533,99</u>

The notes on pages 5-31 are an integral part of the Interim Financial Statements.

Maritime Company of Lesvos S.A.
Notes to the interim financial statements
31st March 2007
(Amounts in Euro)

1. General Information

The parent company Maritime Company of Lesvos S.A. has as its aim the acquisition and exploitation of ships, mainly in the Lesvos – Chios - Piraeus coastal line. It is a Public Company and its central offices are located at El. Venizaelou 5 in the Mitilini Municipality of Lesvos. The company is listed in the Athens Stock Exchange (Travels and tourism sector – Big Cap) and its website is www.nel.gr.

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

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

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

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

The financial statements were approved by the Board of Directors at 26/05/2007. The members of the Board of Directors at the date of the approval of the financial statements were:

Sifakis Ioannes	President –Executive member
Ventouris Apostolos	CEO- Executive member
Papageorgiou Theocharis	Vice President- Executive member
Dimitroulopoulos Andreas	Executive member
Kavadias Socrates	Non-executive member
Zouros Ioannes	Independent non-executive member
Kountsouros Michael	Independent non-executive member

Maritime Company of Lesvos S.A.
Notes to the interim financial statements
31st March 2007
(Amounts in Euro)

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

The annual financial statements of the accounting year 2006 have been prepared by the management of the company in accordance with the IFRS and their interpretations that have been published from the International Accounting Standards Board (IASB) and by the International Financial Reporting Interpretation Committee (IFRIC) respectively and have been adopted by the European Union.

The accounting principles mentioned below are applied with consistency.

The present financial statements have been prepared under the historical cost convention. The preparation of the financial statements according to IFRS requires the use of accounting estimates and assumptions for the application of the accounting principles.

2.1. Adoption of new and revised International Financial Reporting Standards

The group adopted, in the current year, the new and revised International Financial Reporting Standards (IFRS) and the corresponding amendments that have been published from the International Accounting Standards Board (IASB) and from the International Financial Reporting Interpretation Committee (IFRIC) respectively, to the extent that these are related with the group's activity and are effective for accounting periods beginning on 1st January, 2006.

a. New and revised standards and interpretation effective from 1st of January, 2006

The adoption of the new and revised standards and interpretations effective from the 1st of January, 2006 either do not relate with the activities of the group or do not impose changes on the accounting policies which cause material effect on the reported financial data for the current year and for the previous year.

Maritime Company of Lesvos S.A.
Notes to the interim financial statements
31st March 2007
(Amounts in Euro)

2. Adoption of the International Financial Reporting Standards (IFRS) (cont'd)

2.1. Adoption of new and revised International Financial Reporting Standards (cont'd)

At the date of approval of these financial statements, the following Standards and Interpretations were issued.

- IFRIC 7 Applying the Restatement Approach under IAS 29, Financial Reporting in Hyperinflationary Economies Effective for annual periods beginning on or after 1 March, 2006
- IFRIC 8 Scope of IFRS 2 Effective for annual periods beginning on or after 1 May, 2006
- IFRIC 9 Reassessment of Embedded Derivatives Effective for annual periods beginning on or after 1 June, 2006
- IFRIC 10 Interim Financial Reporting and Impairment Effective for annual periods beginning on or after 1 November, 2006
- IFRIC 11 Group and Treasure share transactions Effective accounting periods beginning on or after 1 March, 2007
- IFRS 7 Financial Instruments Implementation 2007

b. New and revised standards not yet in effect

It is estimated that the new and revised standards and interpretations that are not yet in effect either *do not relate with the activities of the group or will not have material effect in the financial data.*

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

IFRS 8	Segment Reporting	Effective 1 January, 2009
IFRIC 12	Service Concession Arrangements	Effective 1 January, 2008

Maritime Company of Lesvos S.A.
Notes to the interim financial statements
31st March 2007
(Amounts in Euro)

3. Basic Accounting principles

3.1. Segmental Information

The activities of the group are exclusively in Greece, are homogeneous and are considered as a single segment.

Basis of Consolidation

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

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

All intercompany transactions and intercompany balances income and expenses are eliminated on consolidation.

3.2. Foreign currency transactions

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

3.3. Tangible assets

The tangible assets are stated at the cost of acquisition less depreciations and impairments. The cost of acquisition includes all the initial expenses for the acquisition of assets. Later expenses are only recorded as an addition to the existing cost if and only if it adds future economic benefits to the company and their cost can be valued reliably. The repairs and the maintenance are charged to the results, when they are incurred.

Maritime Company of Lesvos S.A.
Notes to the interim financial statements
31st March 2007
(Amounts in Euro)

3. Basic Accounting principles (cont'd)

Land is not depreciated.

The depreciations of tangible assets are calculated using the straight –line method according to their estimated useful economic life that is as follows:

Buildings	20 years
Ships	30 to 35 years

The useful economic life of the ships has been defined before the presidential Decree 124/2006. According to the provisions of this decree and subject to specific conditions the useful economic life may be unlimited.

Other equipment	10 years
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The ships' residual scrap value is based on their fair values as estimated by independent valuers.

When the carrying amount of tangible assets exceed their fair value, the differences being impairment is charged as expenses in the results.

At the disposal of tangible assets, the difference between the received amount and their carrying amount is shown as profit or loss of the period.

3.4. Intangible Assets

Software

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

3.5. Impairment of Assets

The depreciated assets are subject to impairment test, when there are indications that their recoverable amount will not be recovered. The recoverable amount is the highest of the fair value; less selling cost and the value in use. For the valuation of impairment loss the assets are included in the smaller possible units of cash generating units. The impairment losses are represented as expenses in the financial statements, when any occur.

Maritime Company of Lesvos S.A.
Notes to the interim financial statements
31st March 2007
(Amounts in Euro)

3. Basic Accounting Principles (cont.)

3.6. Inventories

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

3.7. Trade Receivables

Trade receivables are initially recorded at their fair value, which is the same with the nominal value. They are subsequently stated at their nominal value less any provision for bad debts or bad debts. The provision for bad debts or bad debts are recognised when there is objective evidence that the company is not in place to collect all receivable amounts based on agreed terms.

3.8. Cash and cash equivalents

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

- a) Cash and cash equivalents consist of cash on hand and balances with banks and investments of low risk in money market which are readily available.
- b) Short term investments are securities and titles which have a right attached on specific asset which can be valued in money. Securities are initially recorded at cost which is the consideration given plus related expenses.

Securities are held by the Group for trading purposes. It is considered that they have been purchased with purpose for selling at profit.

Securities are valued at fair value and the profit or loss of the valuation is transferred to the Profit and Loss.

In case of listed securities the fair value is considered to be the current value. For non listed securities other methods of valuation are used.

Maritime Company of Lesvos S.A.
Notes to the interim financial statements
31st March 2007
(Amounts in Euro)

3. Basic Accounting principles (cont.)

3.9. Share Capital

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

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

3.10. Loans

Loans are initially stated at their fair value less any direct transaction cost. Later they are stated at their amortised amount using the effective interest-rate method.

3.11. Government grants

Government grants are recorded at their fair value when there is reasonable certainty that the grant will be collected and the company is consistent with all the terms of the relevant ministerial decision.

Government grants of expenses are transferred in the income statement against the respective expenses.

When the grants concern tangible assets it is recorded as deferred income and is transferred to the income statements over the expected useful life of the asset..

3.12. Income tax

The company is not subject to income tax.

Maritime Company of Lesvos S.A.
Notes to the interim financial statements
31st March 2007
(Amounts in Euro)

3. **Basic Accounting principles (cont.)**

3.13. **Compensation to employees**

(a) **Short term benefits**

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

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

Benefits in case of retirement include programs of determined benefits.

The liabilities for determined benefits concern the benefits stated in law 2112/20 according to which, the employees at their retirement receive a lump-sum compensations. This compensation is calculated on the basis of predetermined scale set by the aforesaid law based on the number of years of employment and their salary at the time of retirement.

The Vessels's crew members of our company, when dismissed, receive a compensation of 15 days' salary, given that they are employed by our company under the Code of the Naval Law and the collective employment agreement.

The liability that is recorded in the balance sheet for these compensations is the nominal value of the above calculation. Because of the limited number of employees, who are entitled to these benefits the respective liabilities which have not been accounted for, due to the non application of the actuary method of valuation, is considered substantial.

3.14. **Income**

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

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4. Financial risk management

Financial risk factors

(a) Credit risk

Credit risk is mainly related with travel agents and is not considered substantial.

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

(b) Liquidity risk

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

(c) Cash flow risk and interest-rate change risk

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

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

5. Goodwill

Goodwill is the difference between the cost of acquisition and the respective proportion of the value of the consolidated companies at the date of acquisition. Goodwill at the date of acquisition of associated companies is included in the cost of participation and is subject to impairment tests.

Goodwill

Share Capital – Subsidiaries	6.705.000,00
Reserves	1.313.817,56
Loss	(11.240.160,33)
Acquisition Amount	(536.400,00)
Goodwill – Subsidiaries	3.757.742,77

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6. Tangible Assets

COMPANY

	Land	Buildings	Ships	Other Equipment	Total
Cost					
01.01.2007	439.729,74	239.319,85	186.203.921,41	1.523.008,93	188.405.979,93
Purchases	--	--	--	61,00	61,00
Additions (1)	--	--	5.066.666,68	--	5.066.666,68
Vessel's value sold during 2007 (notes.29)	--	--	(75.066.859,53)	--	(75.066.859,53)
31.03.2007	<u>439.729,74</u>	<u>239.319,85</u>	<u>116.203.728,56</u>	<u>1.523.069,93</u>	<u>118.405.848,08</u>
Depreciations					
01.01.2007	--	123.421,71	47.796.382,31	1.096.382,15	49.016.186,17
Depreciations for the period	--	3.125,22	1.090.755,63	32.316,25	1.126.197,10
Depreciations of sold vessel during 2007 (notes 29)	--	--	(9.618.283,69)	--	(9.618.283,69)
31.03.2007	--	126.546,93	39.268.854,25	1.128.698,40	40.524.099,58
31.03.2007 (Net Book Value)	439.729,74	112.772,92	76.934.874,31	394.371,53	77.881.748,50
31.12.2006 (Net Book Value)	439.729,74	115.898,14	72.958.963,26	426.626,78	73.941.217,92

- (1) The increase of the ships' value regards the differentiation in the provision for the laid up (due to engines non effective operation) ships' impairment. The ships' engines were repaired by 31.03.2007 and the ships are back in routes since May 2007.

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6. Tangible assets

GROUP

	Land	Buildings	Ships	Other Equipment	Total
<u>Cost</u>					
01.01.2007	439.729,74	239.319,85	186.203.921,41	1.523.008,93	188.405.979,93
Purchases of the parent company	--	--	--	61,00	61,00
Increase of assets (1)	--	--	5.066.666,68	--	5.066.666,68
Value of assets – subsidiaries 01.01.2007	--	667.218,64	36.509.642,23	87.633,35	37.264.494,22
Purchase of subsidiaries	--	--	329,40	--	329,40
Revaluation of assets – subsidiaries (2)	--	--	2.484.569,65	--	2.484.569,65
Transfer of asset depreciation (subsidiaries) due to revaluation (2)			(1.278.553,91)		(1.278.553,91)
Vessel's value sold during 2007 (notes 29)	--	--	(91.735.887,26)	--	(91.735.887,26)
31.03.2007	<u>439.729,74</u>	<u>906.538,49</u>	<u>137.250.688,20</u>	<u>1.610.703,28</u>	<u>140.207.659,71</u>
<u>Depreciation</u>					
01.01.2007	--	123.421,71	47.796.382,31	1.096.382,15	49.016.186,17
Depreciation - parent company	--	3.125,22	1.090.755,63	32.316,25	1.126.197,10
Depreciation - subsidiaries 01.01.07	--	47.650,81	2.769.467,31	37.027,95	2.854.146,07
Depreciation - subsidiaries	--	4.935,59	222.033,29	4.186,62	231.155,50
Revaluation of assets – subsidiaries (2)	--	--	(1.278.553,91)	--	(1.278.553,91)
Accrued depreciation of vessels sold during 2007 (notes 29)	--	--	(10.611.111,48)	--	(10.611.111,48)
31.03.2007	<u>--</u>	<u>179.133,33</u>	<u>39.988.973,15</u>	<u>1.169.912,97</u>	<u>41.338.019,45</u>
31.03.2007 (Net book value)	<u>439.729,74</u>	<u>727.405,16</u>	<u>97.261.715,05</u>	<u>440.790,31</u>	<u>98.869.640,26</u>
31.12.2006 (Net book value)	<u>439.729,74</u>	<u>735.465,97</u>	<u>91.022.938,24</u>	<u>477.232,18</u>	<u>92.675.366,13</u>

- (1) The increase of the ships' value regards the differentiation in the provision for the laid up (due to engines non effective operation) ships' impairment. The ships' engines were repaired by 31.03.2007 and the ships are back in routes since May 2007.
- (2) Regards the revaluation of the ship PANAGIA THALASSINI, asset of the subsidiary C LINK FERRIES SC.

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6. Tangible Assets

The depreciation of ships is calculated based on the straight- line method for the duration of their obligatory useful economic life as it is defined by law. This life is 30 - 35 years from the time of their construction (the useful economic life of ships may not be valid under the terms and conditions stated at the P.O. 124/2006). The ships' fair value, for impairment test purpose and the determination of the residual values at the end of their useful economic life, and the purpose of calculating the depreciation charges, was determined at the 30.06.2005 by two independent valuers. In particular by the Houses of COSMOS SHIPPING CO SA and ECON SHIPPING & TRADING INC and are as follows:

Parent Company

SHIP	RESIDUAL VALUE	END OF USEFUL ECONOMIC LIFE
AEOLOS KENTERIS	17.500.000,00	2031
AEOLOS EXPRESS	9.150.000,00	2030
AEOLOS EXPRESS II	7.900.000,00	2031
THEOFILOS	7.000.000,00	2008
TAXIARCHES	4.000.000,00	2008
MITILINI	6.000.000,00	2007
TOTAL	51.550.000,00	

C LINK FERRIES SC.

SHIP	RESIDUAL VALUE	END OF USEFUL ECONOMIC LIFE
PANAGIA TINOU	410.275,00	2011
PANAGIA HOZOVIOTISSA	477.590,00	2012
PANAGIA THALASSINI	1.488.265,80	2031
PANAGIA PAROU	1.605.340,70	2031
TOTAL	3.981.471,50	

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6. **Tangible Assets (cont.)**

Two of the company's high speed vessels, are currently laid up due engine problems, as described below:

- AEOLOS EXPRESS from 25-1-2005 (renamed AEOLOS KENTERIS I)
- AEOLOS EXPRESS II from 24-5-2005 (renamed AEOLOS KENTERIS II)

After the rectification and improvement of propeller machines of the vessels, the company intends to activate these vessels on next summer period to the following shipping lines:

AEOLOS KENTERIS I shipping line: Piraeus-Rethymno-Piraeus

AEOLOS KENTERIS II shipping line: Piraeus-Paros-Naxos-Paros-Piraeus

The end of the ship's useful economic life is not applicable subject to the terms and conditions of the P.O. 124/2006.

The following vessels of parent company are mortgaged as follows:

MITILINI	USD	32.500.000
THEOFILOS	USD	32.500.000
TAXIARCHES	USD	9.100.000
Total	USD	<u>74.100.000</u>

MITILINI	EURO	4.000.000
THEOFILOS	EURO	4.000.000
AEOLOS EXPRESS II	EURO	26.650.000
TAXIARCHES	EURO	1.430.668
AEOLOS EXPRESS	EURO	26.700.000
AEOLOS KENTERIS	EURO	50.700.000
Total	EURO	<u>113.480.668</u>

The following vessels of C-Link Ferries SC. are mortgaged as follows:

PANAGIA PAROU	EURO	15.730.000
PANAGIA THALASSINI	EURO	<u>16.250.000</u>
Total		<u>31.980.000</u>

PANAGIA THALASSINI's value has been revaluated during the period as follows:

Purchase Value adjustment	2.484.569,65
Minus Special Survey Cost	<u>634.015,93</u>
Net book value	1.850.553,72

The above revaluation took place on 31.03.2007, according to the Valuation conducted by Cosmos Shipping CO S.A. and ECCON Shipping and Trading INC. We note that PANAGIA PAROU (a ship with identical technical characteristics with PANAGIA THALASSINI) was sold on 05.04.2007 for the amount of €18.000.000,00.

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7. Other assets

The amount of € 3.458.480,45 represents the net book value of costs for special survey, which is analysed as follows:

Aeolos Kenteris	461.114,01
Aeolos Kenteris I	225.185,77
Aeolos Aeolos Kenteris II	324.200,49
Theofilos	807.288,99
Mitilini	536.427,70
Taxiarches	294.454,19
Panagia Tinou	123.167,01
Panagia Hozoviotissa	440.112,26
Panagia Parou	<u>458.391,19</u>
Total cost of special survey	3.670.341,61
Less: Transfer to the profit and Loss account special survey's part	<u>(211.861,16)</u>
Net book value 31.03.07	<u>3.458.480,45</u>

8. Other non-current receivables

	<u>Group</u>		<u>Company</u>	
	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
P.P.C. (Public Power Corporation) S.A. guarantees	1.231,11	1.231,11	1.231,11	1.231,11
Piraeus offices rent guarantees	5.000,00	5.000,00	5.000,00	5.000,00
Various guarantees	2.471,63	12.303,63	2.471,63	2.471,63
Other participations	1.000,00	1.000,00	1.000,00	1.000,00
Participation in related companies	--	--	536.400,00	536.400,00
Total	<u>9.702,74</u>	<u>19.534,74</u>	<u>546.102,74</u>	<u>546.102,74</u>

The participation in related companies concerns the payment of amount Euro 536.400 for the purchase of the total shares of C Link Ferries SC in accordance to the decision of the General Meeting.

Other participations concern the 10% of shares of a company without substantial activity.

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9. Trade and other receivables

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
Clients	4.866.743,01	3.971.139,56	1.955.519,39	1.083.975,41
Minus: Provision for bad debts	<u>(748.952,53)</u>	<u>(748.952,53)</u>	<u>(748.952,53)</u>	<u>(748.952,53)</u>
Total	<u>4.117.790,48</u>	<u>3.222.187,03</u>	<u>1.206.566,86</u>	<u>335.022,88</u>
Other Receivables				
Receivables from claim refunds	625.432,88	625.432,88	625.432,88	625.432,88
Receivables from related companies	--	--	9.821.674,19	8.154.532,78
Other receivables	130.402,61	845.072,07	130.402,61	463.622,89
Prepayments for contribution Ship Register	6.169,29	199.759,97	6.169,29	199.759,97
Minus: Provisions for bad debts	<u>(762.004,78)</u>	<u>(1.061.533,49)</u>	<u>(762.004,78)</u>	<u>(1.061.533,49)</u>
Total	<u>--</u>	<u>608.731,43</u>	<u>9.821.674,19</u>	<u>8.381.815,03</u>

10. Prepayments

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
Insurance premiums of the next period (1)	1.194.419,61	789.656,79	435.552,81	--
Prepaid Insurance	--	421.185,69	--	421.185,69
Other	254.948,31	201.579,20	208.192,28	154.399,80
Rents for the next period	150.000,00	150.000,00	150.000,00	150.000,00
Rents for the next period (beyond one year)	2.275.000,00	2.312.500,00	2.275.000,00	2.312.500,00
Prepayments of suppliers	371.601,82	360.772,26	281.016,92	250.393,16
	<u>4.245.969,74</u>	<u>4.235.693,94</u>	<u>3.349.762,01</u>	<u>3.288.478,65</u>

(1) Corresponds to equal liability

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11. **Inventories**

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
Fuel - other consumables	501.221,69	534.692,59	373.982,12	397.258,79
Spare parts	1.182.669,79	1.182.669,79	1.182.669,79	1.182.669,79
	<u>1.683.891,48</u>	<u>1.717.362,38</u>	<u>1.556.651,91</u>	<u>1.579.928,58</u>

11. **Investments**

It includes participation in Hellenic Seaways Euro 3.500.000,00 (1,8% of the share capital). The respective net worth after adjustments pointed out by the Certified Public Accountants is Euro 3.551.000,00.

All the shares were given to Millenium Bank as a guarantee against loan of Euro 3.500.000,00.

13. **Cash and cash equivalents**

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
Cash in hand	60.443,42	33.071,98	31.106,45	16.372,07
Short term bank deposits	2.417.481,18	7.010.231,76	1.079.590,10	5.692.267,71
	<u>2.477.924,60</u>	<u>7.043.303,74</u>	<u>1.110.696,55</u>	<u>5.708.639,78</u>

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

	<u>31/03/2007</u>	<u>31/12/2006</u>
Number of shares	105.674.851	105.674.851
Common Shares	105.674.851	105.674.851
Share capital	31.702.455,30	31.702.455,30

The total number of shares issued is 105.674.851, with a nominal value of Euro 0.30 per share. All the shares issued have been fully paid.

The share capital was increased in 2006 by Euro 548.400,00 (1.828.000 common shares of nominal value of Euro 0,30 each) as a result of a stock option plan for the benefit of members of the Board of Directors, staff of the company and of other related company. The selling price of the share was Euro 0.54 according to the shareholders' meeting decision of 12/3/2006 and Board of Directors decision of 18/11/2006.

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14. Share capital – Purchase of Own Shares (cont'd)

The above capital increase does not modify the Memorandum of Association and it was confirmed by the Board of Directors on 22/12/2006 and it was registered under K2-18400/29.12.2006 relative announcement. The Board of Directors of the Athens Stock Exchange on 18/01/2007 approved the trading of 1.828.000 new common shares starting from 24/01/2007. According to the Article 16 par. 5 of the Law 2190/1920 and according to relative decisions of the Annual Regular Shareholders General Assembly of 05/07/2006, and the Board of Directors decision of 02/11/2006, the Company proceeded on 21/03/2007 with the Purchase of 64.084 Own Shares for the amount of €56.143,92.

15. Provisions

Provisions for retirement compensations to employees (Law No 2112/1920)

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
Balance at beginning	200.847,00	291.397,63	170.847,00	261.397,63
Provisions unused	--	(90.550,63)	--	(90.550,63)
Provisions for the period (Head Office employees)	<u>12.010,00</u>	--	12.010,00	--
	<u>212.857,00</u>	<u>200.847,00</u>	<u>182.857,00</u>	<u>170.847,00</u>
Provisions for the period (Ships' crew)	299.528,71	--	299.528,71	--
	<u>512.385,71</u>	<u>200.847,00</u>	<u>482.385,71</u>	<u>170.847,00</u>
Provisions for the KAEO rights (Notes 16)	3.951.353,92	3.951.353,92	3.951.353,92	3.951.353,92
Other provisions	500.000,00	500.000,00	500.000,00	500.000,00
	<u>4.451.353,92</u>	<u>4.451.353,92</u>	<u>4.451.353,92</u>	<u>4.451.353,92</u>

Other provisions concern possible additional surcharge on retirement on account of pension funds.

16. Suppliers and other liabilities

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
Suppliers	8.465.032,00	8.168.266,59	6.087.378,27	5.656.614,47
Liabilities to Employees	793.295,09	700.931,99	538.354,82	485.489,49
Tax and other liabilities including pension contributions	5.801.004,05	6.174.050,60	4.677.055,65	4.802.957,00
Liabilities to company -major shareholder- controlled by a member of the Board of Directors	1.702.311,81	2.174.454,94	--	--
Customers prepayments	486.580,20	566.862,18	--	--
Other liabilities	16.718,86	35.504,59	15.852,86	35.504,59
Previous years dividends	<u>1.139.607,03</u>	<u>1.139.607,03</u>	<u>1.139.607,03</u>	<u>1.139.607,03</u>
	<u>18.404.549,04</u>	<u>18.959.677,92</u>	<u>12.458.248,63</u>	<u>12.120.172,58</u>

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16. Suppliers and other liabilities (cont'd)

Amount of Euro 7.030.000,00 (amount of Euro 3.079.000,00 is included in tax and other liabilities and Euro 3.951.000,00 is included in other provisions – note 15) is contingently payable to Seamens Pension Fund (NAT) and it represents Insurance premiums for of Passengers and Vehicles, according to Paper number 12 final assessment raised by the NAT. Given the dispute and contestation raised by the company for the amount in question, the Company proceeded in legal action disputing the latter final assessment, and at the same time it has applied for juridical protection in regard of the suspension of implementation of the relevant assessment, which was provided, according to the 1746/2005 Decision of Piraeus' Administrative Court of first instance, ordering the suspension of implementation up to the publication of the juridical decision. The above mentioned contestation went to trial on 14/02/2007 and the company is waiting for the jury decision to be issued.

17. Loans

Long term loans of parent company

	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
Long term liabilities				
Debenture loan	543.856,20	543.856,20	543.856,20	543.856,20
Bank loans	54.189.532,48	54.628.750,51	37.916.500,00	37.916.500,00
	54.733.388,68	55.172.606,71	38.460.356,20	38.460.356,20
Short term liabilities				
Loans of vessels sold during 2007	51.100.000,00	51.100.000,00	39.000.000,00	39.000.000,00
Bank loans	12.331.511,32	11.089.823,84	8.349.019,43	7.538.542,69
Loans total	118.164.900,00	117.362.430,55	85.809.375,63	84.998.898,89

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17. Loans (cont'd)

- 17.1 The MILLENIUM BANK loan's balance at 31/03/2007 was €39.000.000,00. This loan was used partially for the pay-off of the CALYON loan (Euro 31.000.000,00) and partially for the working capital of the company (Euro 8.000.000,00) and was paid off on 05/04/2007.
- 17.2. Loan from F B Bank, the balance at 31/03/2007 amounted to Euro 20,516,500. On 27 September, 2006 there was a mutual agreement and compromise relating to the legal claims initiated by the two parties against each other. Pursuant, to the mutual compromise, a new loan agreement was signed by which the company recognized its liability towards the bank and the chance for the conversion of the loan to shares was eliminated.
- 17.3. The AEGEAN BALTIC BANK loan's balance at 31/03/2007 was €1.675.000,00.
- 17.4. The convertible debenture loan balance at 31/03/2007 was €543.856,20. It includes 247.092 debentures of a nominal value of Euro 2,20 per debenture. It bears interest-rate Euribor plus 2%. The interest is payable to the debenture owners at the 1st of October of each year. It was decided by the General Meeting at the 24/06/2001 and is convertible according to the modification of the Board of Directors decision dd 17/10/2005 as follows:
- 10 Convertible Debentures =11 Shares
- 17.5. The COMMERCIAL SHIPPING BANK loan balance at 31/03/2007 was USD 2.176.560,00 or Euro 1.652.665,15. The loan is payable by four semi annual instalments of USD 426.560,00 each.
- 17.6. The Millenium bank loan's balance at 31/03/2007 was € 20.500.000

For a loan granted by the CO-OPERATIVE BANK LESVOS - LIMNOS, whose balance at 31/03/2007 was €601.939,68, a mortgage on the company's buildings in Lesvos was registered, for the amount of €686.720,46.

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17. Loans (cont'd)

The long-term loans repayment schedule is as follows:

	<u>31/03/2007</u>	<u>31/12/2006</u>
From 1 to 2 years	11.150.318,92	8.143.856,20
From 2 to 5 years	15.909.694,08	11.400.000,00
Over 5 years	11.400.343,20	18.916.500,00
	<u>38.460.356,20</u>	<u>38.460.356,20</u>

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

	<u>31/03/2007</u>	<u>31/12/2006</u>
Euro	84.175.076,18	83.346.233,74
\$ U.S.A. 2.176.560,00	1.634.299,45	1.652.665,15

Long term loan of subsidiary company C LINK FERRIES S.C.

- 17.7. The MILLENNIUM BANK loan's balance at 31/03/2007 was €12.100.000,00. This loan was used for the purchase of a vessel. The loan was paid off on 05/04/2007.
- 17.8. The MILLENNIUM BANK loan's balance at 31/03/2007 was €11.074.784,14 . This loan was used for the purchase of a vessel.
- 17.9. The MILLENNIUM BANK loan's balance at 31/03/2007 was €4.385,70. This loan was used for the purchase of a motor truck.
- 17.10 The MILLENNIUM BANK loan's balance at 31/03/2007 was €569.469,48. This loan was used for the purchase of a building
- 17.11 The MILLENNIUM BANK loan's balance at 31/03/2007 was € 3.500.000,00. This loan was used for working capital
- 17.12 The MILLENNIUM BANK loan's balance at 31/03/2007 was €400.000,00. This loan was used for working capital.
- 17.13 The MILLENNIUM BANK loan's balance at 31/03/2007 was €2.000.000,00. This loan was used for working capital

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17. Loans (cont'd)

For the loan granted by the MILLENIUM BANK, whose balance at 31/03/2007 was Euro 576.105,16, a mortgage on the company's buildings was provided for the amount of Euro 780.000,00.

For the loan granted by the MILLENIUM BANK, whose balance at 31/03/2007 was € 3.500.000,00, 1.400.000 share have been pledged.

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

	<u>31/03/2007</u>	<u>31/12/2006</u>
From 1 to 2 years	18.946.971,83	15.874.327,76
From 2 to 5 years	19.295.704,40	14.669.851,67
Over 5 years	16.490.712,45	24.628.427,28
	<u>54.733.388,68</u>	<u>55.172.606,71</u>

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

	<u>31/03/2007</u>	<u>31/12/2006</u>
Euro	116.530.600,55	115.709.765,40
\$ U.S.A. 2.176.560,00	1.634.299,45	1.652.665,15

18. Provisions for accrued expenses

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/12/2006</u>	<u>31/03/2007</u>	<u>31/12/2006</u>
Insurance Premiums	150.092,98	--	150.092,98	--
Loans Interest	3.790.435,54	1.827.752,01	2.409.101,57	892.307,78
	<u>3.940.528,52</u>	<u>1.827.752,01</u>	<u>2.559.194,55</u>	<u>892.307,78</u>

19. Sales

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/03/2006</u>	<u>31/03/2007</u>	<u>31/03/2006</u>
Revenue from Fares	5.322.129,78	4.426.660,56	3.749.046,15	4.426.660,56
On board sales	--	6.170,51	--	6.170,51
	<u>5.322.129,78</u>	<u>4.432.831,07</u>	<u>3.749.046,15</u>	<u>4.432.831,07</u>

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19. Sales (cont'd)

The period revenue of the parent company is analyzed into two operation categories:
 611.0 "Sea and Coastal Transportations" €3.567.862,20 and 703.2 "Restaurants and Bars"
 €181.183,95.

The period revenue of the group is analyzed into two operation categories: 611.0 "Sea
 and Coastal Transportations" €5.136.585,83 and 703.2 "Restaurants and Bars"
 €185.543,95.

20. Other Income

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/03/2006</u>	<u>31/03/2007</u>	<u>31/03/2006</u>
Provision reversal (ships value)	5.066.666,68	--	5.066.666,68	--
Other Income	42.136,12	1.028.066,43	33.506,20	1.028.066,43
	5.108.802,80	1.028.066,43	5.100.172,88	1.028.066,43

The management will proceed with the Provision Reversal of €2.533.333,32 in the next economic period.

21. Other expenses

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/03/2006</u>	<u>31/03/2007</u>	<u>31/03/2006</u>
Agents Commission	328.936,81	234.842,63	272.054,33	234.842,63
Maintenance	819.229,24	515.535,92	516.817,99	515.535,92
Insurance premiums	723.512,94	445.304,92	617.810,35	445.304,92
Fees paid to third parties	918.834,44	304.587,82	716.329,37	304.587,82
Third parties expenses	140.935,59	103.377,94	133.103,76	103.377,94
Other expenses	513.107,48	402.726,13	325.809,77	402.726,13
Total	3.444.556,50	2.006.375,36	2.581.925,57	2.006.375,36

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22. Remuneration of Employees

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/03/2006</u>	<u>31/03/2007</u>	<u>31/03/2006</u>
Wages	2.741.729,41	1.829.203,45	1.961.132,24	1.829.203,45
Contributions to Employees Funds	368.803,26	253.756,05	270.220,85	253.756,05
Other	196.855,66	78.687,79	160.831,93	78.687,79
Compensations according to Law 2112/1920	49.926,24	42.819,42	--	42.819,42
	<u>3.357.314,57</u>	<u>2.204.466,71</u>	<u>2.392.185,02</u>	<u>2.204.466,71</u>

The number of employees on 31.03.2007 was 303 persons for the parent company and 410 persons for the group. The number of employees on 31.03.2006 was 290 persons for the company.

23. Depreciation

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/03/2006</u>	<u>31/03/2007</u>	<u>31/03/2006</u>
Buildings	8.060,81	3.125,22	3.125,22	3.125,22
Ships:				
- AIOLOS KENTERIS	--	447.895,65	--	447.895,65
- AIOLOS KENTERIS I	185.015,62	228.453,44	185.015,62	228.453,44
- AIOLOS KENTERIS II	171.277,52	211.996,42	171.277,52	211.996,42
- MITILINI	147.952,48	147.952,48	147.952,48	147.952,48
- TAXIARCHIS	217.868,84	217.660,52	217.868,84	217.660,52
- THEOFILOS	368.641,17	267.348,92	368.641,17	267.348,92
- PANAGIA HOZOVIOTISSA	31.173,08	--	--	--
- PANAGIA TINOU	44.496,77	--	--	--
- PANAGIA THALASSINI	145.536,35	--	--	--
- PANAGIA PAROU	--	--	--	--
Other transportation means	827,09	--	--	--
Office and other equipment	36.502,87	21.739,59	32.316,25	21.739,59
Software programs	11.766,99	10.007,29	10.925,54	10.007,29
Total	<u>1.369.119,59</u>	<u>1.556.179,53</u>	<u>1.137.122,64</u>	<u>1.556.179,53</u>

Depreciations were not calculated for the ships PANAGIA PAROU and AIOLOS KENTERIS, as these two ships were sold on 05/04/2007 for an amount higher to their net book value.

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24. Financial cost

	GROUP		COMPANY	
	<u>31/03/2007</u>	<u>31/03/2006</u>	<u>31/03/2007</u>	<u>31/03/2006</u>
Interest on Long term and Sort term Loans	2.589.580,68	507.959,91	1.992.060,37	507.959,91
Foreign Exchange Difference	(22.271,72)	(63.294,35)	(17.994,89)	(63.294,35)
Other expenses	17.997,83	(1.933,65)	(14,98)	(1.933,65)
	2.585.306,79	442.731,91	1.974.050,50	442.731,91

25. Earnings/ (Losses) per Share

Earnings per share is calculated by dividing the net profit / (losses) by the weighted average number of ordinary shares in circulation during the year:

GROUP	<u>31/03/2007</u>	<u>31/03/2006</u>
Earnings / (Losses)	(2.570.899,10)	(3.163.962,33)
Weighted average shares outstanding	105.674.851	103.846.851
Earnings / (Losses) per share in Euro	(0,02)	(0,03)

COMPANY	<u>31/03/2007</u>	<u>31/03/2006</u>
Earnings / (Losses)	(854.909,52)	(3.163.962,33)
Weighted average shares outstanding	105.674.851	103.846.851
Earnings / (Losses) per share in Euro	(0,01)	(0,03)

26. Related parties transactions

	<u>Group</u>	<u>Company</u>
- Sales	--	--
- Purchases	--	--
- Receivables (1)	--	9.821.674,19
- Liabilities	--	--
- Transactions and wages (management)	134,506,56	134,506,56
- Receivables from members of management	--	--
- Payables to members of management	--	--
- Payable to the company – major shareholder - which is under the control of a member of the Board of Directors (2) (Notes 16)	1.702.311,81	--

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

(1) The total of the company receivables €9.821.674,19 represents NEL LINES JOINT VENTURE receivables €4.082.183,91 and receivables for short term facility to C LINK FERRIES SC. €5.739.490,28.

(2) Short term facility from NEL S.A. major shareholder to the subsidiary company C LINK FERRIES SC.

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26. Related parties transactions (cont'd)

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

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

27. Contingent liabilities

27.1. Letter of guarantee of GDR 375,000,000 or Euro 1.100.513,58 for coverage of initial claim by court of law for third parties claims, until the final issue of decision by court of law.

27.2. Additional insurance contributions to Pension Funds which may result from final assessment.

27.3. The parent company has been audited by tax authorities until the year 2004, therefore the tax liabilities are not finalized.

27.4. NEL LINES JOINT VENTURE has not been audited by tax authorities for the year 2006.

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27. Contingent liabilities (cont'd)

27.5 There are claims of €326.378,00 by employees against C LINK FERRIES SC.

27.6 Letter of guarantee of € 344.300,00 in favour of Ministry of Aigaion for participation to public competition.

27.7 C LINK FERRIED SC. has been audited by tax authorities until the year 2005, therefore the tax liabilities are not finalized.

28. Events after the balance sheet date

28.1. After the successful repairs of its main engines, the AEOLOS KENTERIS I and AEOLOS KENTERIS II, were back in routes on May 2007.

28.2. According to the Presidential Order 124/2006, the restriction regarding the useful economic life of ships (30 - 35 years) is not in effect anymore provided that the ship in question has adapted fully the terms and conditions of the Treaty of Stockholm.

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29. After balance sheet date events

The management has signed a Memorandum of undertaking for the sale of Aeolos Kenteris (ship owned by the parent company) and Panagia Parou (ship owned by the subsidiary company C LINK FERRIES SC.) against a consideration of Euro 85 mil.

(Euro 67 mil. for Aeolos Kenteris and Euro 18 mil. for Panagia Parou)

The above transaction has completed on 05/04/2007.

There are no other substantial events after the balance sheet date which materially affect the Financial Statements.

Mytilini, 26 May 2007

The President

CEO – Managing Director

Financial Director

Ioannis Sifakis
I.C. I 780578

Apostolos Ventouris
I.C. P686232

Theocharis Papageorgiou
I.C. Σ 187789