

Semi annual financial report

for the period

from January 1st to June 30th



It is certified that the attached interim financial statements for the period from **1st of January 2012 to 30th of June 2012** are those approved by the Board of Directors of **ANEK S.A.** on 30th of August 2012 and posted on the internet at www.anek.gr. It is noted that the summary financial figures and information published in the press aim at providing certain necessary general financial information to the reader and cannot possibly present the complete picture of the Company's and the Group's financial position and results, according to the International Financial Reporting Standards. Furthermore, it is specified that for simplicity's sake, some accounts may have been abridged in the concise financial data and information published in the press.

The Managing Director

Ioannis I. Vardinogiannis

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The attached semi annual financial report has been prepared according to article 5 of the law 3556/2007 and has been approved for publishing by the Board of Directors of the parent company at the date of 30th August 2012 and is disclosed in the web address of the Company www.ANEK.gr.

The attached semi annual financial report has been translated from the Greek original version.

STATEMENT OF MEMBERS OF THE BOARD OF DIRECTORS

(according to article 5 par.2 of Law 3556/2007)

The members of the Board of Directors of ANEK SA:

- Georgios Katsanevakis, 1st Vice Chairman,
- Spyridon Protopapadakis, 2nd Vice Chairman,
- Ioannis Vardinogiannis, Managing Director

certify that, as far as we know:

a) the semi-annual financial statements (separate and consolidated) for the period 1st January 2012 to 30th June 2012, prepared according to the applicable International Financial Reporting Standards, present truly and fairly the assets and liabilities, the equity and the financial results of the Company **ANEK LINES SA**, as well as of the consolidated companies according to paragraphs 3 to 5 of article 5 of the Law 3556/2007, and

b) the semi-annual enclosed Report of Board of Directors presents fairly the information required according to paragraph 6 of article 5 of Law 3556/2007.

Chania, August 30, 2012

The 1st Vice-Chairman

The 2nd Vice-Chairman

The Managing Director

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SPYRIDON I. PROTOPAPADAKIS
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REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

To the Shareholders of the Company

ANEK LINES S.A.

Introduction

We have reviewed the accompanying condensed separate and consolidated statement of financial position of the Company "ANEK LINES S.A." as at 30 June 2012 and the relative condensed separate and consolidated statements of comprehensive income, changes in equity and cash flows for the six-month period that ended, as well as the selected explanatory notes, that constitute the condensed interim financial information, which is an integral part of the six-month financial report under the L. 3556/2007. Management is responsible for the preparation and presentation of this condensed interim financial information, in accordance with International Financial Reporting Standards, as adopted by the European Union (EU) and which apply to Interim Financial Reporting (International Accounting Standard "IAS 34"). Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit.

Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard "IAS 34".

Emphasis of Matter

We draw your attention to note 7 to the condensed interim financial information, where reference is made to the fact that the company reclassified the long-term bank borrowings to short-term bank borrowings, due to non-compliance with the terms of the relevant borrowing agreements. Following the above reclassification, the total current liabilities of the Group exceed its total current assets, a fact that may indicate the existence of uncertainty

in respect of the Group's unhindered continuation in operation as a going concern, which depends on the refinancing of its existing borrowings. As further stated in note 7, the Management is in discussions with the lending banks with the purpose of restructuring the existing borrowings and re-determining the terms of the said borrowing agreements. Our conclusion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

Our review did not identify any inconsistency or mismatching of the other data of the provided by the article 5 of L. 3556/2007 six-month financial report with the accompanying condensed interim financial information.

Athens, 30 August 2012

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SEMI ANNUAL REPORT OF THE BOARD OF DIRECTORS

The attached report of the Board of Directors was prepared according to article 5 of law 3556/2007 and the decision 7/448/11.10.2007 of the Hellenic Capital Committee and regards the interim separate and consolidated financial statements as of 30 June 2012. In the attached report is included information regarding the business activities of the Group and the Company, the financial position, the financial results and the significant events during the first half of 2012. Additionally, the report includes the main risks that the Company may face in the second semester of the year and the significant related party transactions.

I. FINANCIAL RESULTS, DEVELOPMENTS & PERFORMANCE

In 2012, Greek economy remains for fifth consecutive year in recession, with ELSTAT data showing 6.5% and 6.2% for the first and second quarter, respectively, and most estimates refer to deterioration of the situation by the end of the year. The new measures expected to be taken for reducing spending for the next two years, will further reduce the income of consumers and, in combination with the dramatic rise of unemployment in our country, it seems to be consolidating a tight liquidity situation in the market, reduced demand, and general economic activity.

The Passenger Shipping sector is influenced heavily by the economic crisis, as reflected in both the decrease in passenger and freight traffic, and the financial results of all companies in the industry. Moreover, the continuous increasing cost of fuel burdens the operating costs of companies creating a critical condition for the sustainability of the passenger shipping sector, which, in many cases, is the only connecting link between the mainland and the islands of Greece, with a role of national and strategic importance for the country. Regarding the first half of 2012, the average price of fuel increased by over 20% compared to the same period last year, while it is indicatively stated that the increase in BRENT oil prices compared with 2010 reaches 40% increase, and compared to 2009 reaches 80%.

Within the first half of 2012, the management of the Group tried and succeeded to offset largely the negative effects of reduced traffic and increased fuel costs, while it is noted that the results of the comparative period have been benefited from extraordinary chartering of vessels.

The key element of the first half of each fiscal year is the strong seasonality, which has an impact on revenue and results of the interim financial statements. However, higher sales of shipping

companies are recorded in the third quarter of each year and are not reflected in the current financial statements, and as a result the operating results for the first semester are not indicative of annual results.

During the first half of 2012, ANEK Group operated privately owned and chartered ships in the Adriatic (Ancona and Venice), Crete (Chania and Heraklion), Dodecanese Islands, Cyclades and the eastern Aegean. In Cyclades and Dodecanese continued executing public service routes. Since June 2011, ANEK along with ATTICA HOLDINGS SA is executing combined itineraries in Heraklion and Ancona routes, at the frame of the Joint - venture agreement of «ANEK – SUPERFAST». Moreover, in June 2012, the vessel “LATO” launched in international route “Bari – Durres”, while vessels “LEFKA ORI” and “SOPHOCLES V.” were chartered abroad.

The fundamentals of the Group's financial statements and major changes are as follows:

- ▶ The **Group's turnover** for the first half of 2012 amounted to € 83,2 million compared to € 117,0 million in the corresponding period of 2011.
- ▶ The **gross results** of the Group amounted to losses € 2,1 million compared to profits € 6,9 million in the comparable period.
- ▶ **Earnings before interest, taxes, depreciation and amortization (EBITDA)** amounted to losses of € 9,8 million compared to losses of € 3,3 million.
- ▶ **Net results after tax and minority interests** amounted to losses of € 24,4 million compared to losses € 17,1 million in the first half of 2011.
- ▶ **Results for the second quarter of 2012:** for the period from April 1st to June 30th, 2012 the Group's turnover amounted to € 49,3 million compared to € 55,6 million in the corresponding period of 2011. Earnings before interest, taxes, depreciation and amortization (EBITDA) amounted to losses of € 0,1 million compared to losses of € 6,1 million, while net profit after tax and minority interests amounted to losses of € 7, 1 million compared to losses of € 13,1 million.
- ▶ **Key items of the statement of financial position**
 - The fixed assets of the Group at 30.06.2012 amounted to € 361,5 million compared to € 367,5 million at the end of last year, mainly due to depreciation of the period.
 - Trade receivables amounted to € 63,4 million compared to € 55,6 million at 31.12.2011, mainly due to the seasonality in sales reflected in first half's financial statements.

- The cash of the Group at 30.06.2012 amounted to € 4,7 million compared to € 3,3 million at 31.12.2011.
- Long-term borrowings of the Group amounted to € 1,1 million compared to € 229,0 million at the end of the corresponded period. It is noted that at 30.06.2012 in the statement of financial position there has been reclassification of long-term loans of the Company amounted to € 226,8 million to short-term loans, according to paragraph 74 of IAS 1, given the fact that at the specific date the terms of loan agreements were not met, in terms of debt servicing (ref. to note 7 of the semi-annual financial statements).
- Due to the aforementioned reclassification, short-term liabilities at the end of the first half of 2012 amounted to € 354,0 million compared to € 98,0 million at 31.12.2011. Thus, short-term borrowings amounted to € 260,6 million compared to € 34,5 million, trade payables slightly changed amounted to € 45,7 million at 30.06.2012, compared to € 42,7 million at 31.12.2011, while other short-term liabilities increased by € 27,0 million, mainly due to the increase of accrued interest payable and the seasonality in sales (increase in income of post later period referred to tickets for journeys at a post later time of June 30th, 2012).

► **Cash Flows**

Group during the first half of 2012 showed inflows in terms of operating activities amounted to € 3,0 million compared to outflows amounted to € 8,9 million in the corresponded period. The investment activities showed outflows amounted to € 0,4 million (compared to inflows € 2,8 million in first half of 2011) mainly due to fixed assets additions of the period. Finally, the financial activities for the first half of 2012 are showing outflows amounted to € 1,2 million (compared to inflows amounted to € 6,5 million), mainly due to repayment of short-term borrowings and the inflow of grants of a subsidiary.

► **Financial Indicators**

Due to reclassification of long-term loans of the Company, the Group at 30.06.2012 presented negative working capital amounted to € 274,2 million. Thus, the indicators of general and immediate liquidity have been largely influenced in the first half of 2012 resulting to 0,23 and 0,21 respectively, compared to 0,71 and 0,63 in first half of 2011.

Referred to debt and capital structure ratios, the ratio "Equity / Debt" at 30.06.2012 resulted in 23% (compared to 31% at 30.06.2011), while the ratio "Equity / Borrowing liabilities" stood at 32% (compared to 40%). Both the above indicators are significantly affected by the negative results of the first half. The financial leverage for the Group and the Company at 30 June 2012 and 2011 respectively is described below:

	The Group		The Company	
	30.06.2012	30.06.2011	30.06.2012	30.06.2011
Total debt	261.687	280.731	258.808	276.198
Minus: cash & cash equivalents	(4.689)	(3.613)	(2.163)	(2.332)
Net debt (a)	256.998	277.118	256.645	273.866
Total of equity	82.555	113.006	74.787	106.015
Total capital employed (b)	339.553	390.124	331.432	379.881
Leverage ratio (a) / (b)	75,69%	71,03%	77,44%	72,09%

II. SIGNIFICANT DEVELOPMENTS DURING THE FIRST HALF OF 2012

- ▶ In June 2012, the vessel “LATO” was launched for the summer season in international route “Bari – Durres”, in which ANEK operated for first time.
- ▶ Moreover, the same month, vessels “LEFKA ORI” and “SOPHOCLES V.” were chartered abroad.
- ▶ Finally, during the first half of 2012, Group companies continued the compliance of the contracts with the relevant ministries to serve subsidized routes of public service regarding the connection between Piraeus and Cyclades, Dodecanese, Crete and Kithira.

III. MAIN RISKS AND UNCERTAINTIES FOR THE 2ND HALF

◆ Risk of fuel prices fluctuation

The fuel cost consists, for the Company and the Group, the main operating cost with immediate effect to the results of every period, therefore, the increase in fuel price remains the major risk that the group is facing. The fuel prices are arranged in €, but indirectly are influenced by the exchange rate €/USD that remains the basis for the international prices configuration. During the first half of 2012 the escalation in international oil prices continued (increase by 21% approx.) compared to the corresponding period of 2011. The sensitivity of results and equity of the Group in a fluctuation of fuel cost per ton – ceteris paribus – for the first half of 2012 is as follows:

Change in fuel prices	Effect in the results and equity
± 5% / tone	(-/+) € 2,0 million
± 10% / tone	(-/+) € 4,0 million

◆ **Interest rate risk**

The Company has signed long-term loans and open credit lines with various banks. All these loans are remunerated at Euribor plus a margin. Accordingly, the Company is exposed to interest rate fluctuations, as these increases will incur higher interest expenses. The sensitivity in a fluctuation of interest rate of long term loans regarding the results and the equity of the Company for the first half of 2012 was as follows:

Change of interest rate	Effect in the results and equity
± 0,5%	(-/+) € 0,6 million
± 1%	(-/+) € 1,2 million

◆ **Liquidity risk**

The Company has been entered into loan agreements governed by terms and conditions. If the Company fails to comply with the terms and obligations, loans may be declared immediately and the company may be required to make full repayment of its loans to lender banks. As it has already been stated, given the fact that specific terms of loan agreements were not met, in terms of debt servicing, there was reclassification in loans from long-term to short-term. Therefore, at 30.06.2012 Group presented negative working capital amounting to € 274,2 million. However, Group's management has already began contracts with the lender banks in order to proceed to an agreement of restructuring of repayment terms of the total of long-term loans, and expects that the relevant agreement will be achieved.

Moreover, with the aim of dealing with the overall liquidity problems facing by the Group, management is considering various measures to strengthen the working capital such as: a) disposal of non-current assets, b) strengthening operating cash flow through the reduction of operating costs, c) re-arrangement of fleet and potential closure of loss-making activities, d) regulating commercial obligations at a post later time.

◆ **Credit risk**

In the current economic conditions, credit risk faced by each company is particularly elevated. The Group closely monitors the balances of customers through the credit control procedures applied and, where necessary, takes additional guaranties to secure furthermore the credits allocated. However, the severe liquidity problems created in the market as a consequence of the economic crisis in Greece and worldwide, are creating more and more the need of forming provisions for doubtful debts, at the scope of balancing the effects of the extreme conditions in the commercial and the broader macroeconomic environment. Group companies have formed provisions for doubtful debts that reaches the accumulative amount of € 21,0 million, to cover potential losses, that is considered adequate towards the credit risk, while there is considerable dispersion of the receivables of the Group and hence concentration risk is limited.

◆ **Competition**

The vessels of ANEK Group performed trips in routes where there is intensive competition, particularly in the Piraeus-Crete and Greece-Italy routes. The effort made by each company to retain and increase its market share in the above markets may intensify competition even more, thus having an impact on their financial results. Moreover, as part of its shipping activities, the Group is trying to improve the allocation of vessels per route, utilize the profits acquired from existing (and possible new) routes and set its prices at competitive levels. A potential intensification of competition in the markets where the Group operates may have a significantly adverse effect on the Group's operating results, cash flows and financial condition. However, even though the competition was highly intense in previous years reaching a climax in 2010, worsening the poor economic condition of the industry, from 2011 and on, there was both a decline in aggressive pricing policies and a development of strategies of cooperation among companies (e.g. joint ventures).

IV. PROSPECTS FOR THE 2ND HALF OF 2012

The prospects of the Group and of the passenger shipping industry for the second half of 2012 will depend to a large extent by the general course of the Greek economy and the passenger and freight traffic, that is expected to be significantly reduced. Also, an important role will play the dealing of the problems of the sector and the reforming of the institutional framework for passenger shipping sector by the state (organic compositions, tax reduction, abolition of non-contributable third-party fees, quicker payment of subsidies for servicing public service routes), and of course the evolution of fuel prices by the end of the year.

The main problem nowadays for the industry is the lack of liquidity that, in many cases, leads to the inability to fulfill the obligations of companies. In this context, support for passenger shipping companies from banks is essential to avoid potential adverse developments in the coastal sector. From the perspective of companies, it is imperative to find liquidity through various ways such as sales of ships, capital increases, reducing operating costs and, possibly, by developing further collaborations.

The management of the Group continues to intensify its efforts to reduce operating costs as much as possible, while considering the redeployment of the fleet to more efficient exploitation. In the context of reducing operating costs various measures are considered, including potential cut in the number of routes serviced or cutting vessels from existing routes.

Regarding the prices of fuel oil that remains the most important cost item for the industry, and considering that this is an unpredictable factor, It is noted that any further estimation of the evolution of the results of the second half of 2012 would be insecure.

V. RELATED PARTY TRANSACTIONS

The most significant transactions and balances between the Company and the subsidiaries (LANE, ETANAP, LEFKA ORI, and AIGAION PELAGOS), the associated company (ANEK LINES ITALIA) as well as the related parties (Joint - venture ANEK – SUPERFAST, HELLENIC SEA WAYS) regard mainly the chartering of vessels, agency services and the purchase of table water. The salaries of Executives concern in dependent employment service and the fees to the Board of Directors refer to fees and meeting compensation benefits. Transactions with related parties are made at normal market prices and the most significant transactions and balances of the Company with the other related parties of the Group, according to IAS 24 are as follows:

- **Revenues / Expenses**

During the first half of 2012 the Company billed the subsidiary LANE with the amount of € 28 thousand (€ 41 thousand in corresponded period of 2011) for tickets issuing commissions and rental fees, the subsidiary AIGAION PELAGOS with the amount of € 3.146 thousand for chartering of vessels, management services provided and tickets issuing commissions (€ 5.827 thousand in 2011) and the related party HELLENIC SEAWAYS with the amount of € 22 thousand (€ 244 thousand in 2011) for tickets issuing commissions. The subsidiary LANE billed AIGAION PELAGOS with the amount of € 1.806 thousand (€ 44 thousand during the first half of 2011) for chartering and other expenses of vessel. The subsidiary ETANAP sold goods to ANEK amounting to € 100 thousand (€ 121 thousand the first half of 2011), and LEFKA ORI billed ETANAP for machinery lease with an amount of € 84 thousand (€ 84 thousand in 2011). The associated party ANEK LINES ITALIA billed ANEK with the amount of € 727 thousand (€ 1.538 thousand in 2011) and the joint venture “ANEK – SUPERFAST” with the amount of € 475 thousand for tickets issuing commissions. Finally, HELLENIC SEAWAYS billed ANEK with the amount of € 593 thousand (€ 2.660 thousand in 2011) and AIGAION PELAGOS with an amount of € 423 thousand for chartering and other expenses of vessels (€ 3.601 thousand in 2011).

- **Intercompany balances**

At the date of 30.06.2012, ANEK appears due to LANE payables of amount € 157 thousand (€ 83 thousand at 31.12.2011), due to ETANAP payables € 113 thousand (€ 62 thousand in 2011),

due to AIGAION PELAGOS payables € 445 thousand (€ 1.887 thousand in 2011) and due to ANEK LINES ITALIA payables € 530 thousand (€ 188 thousand in 2011). Moreover, the Parent Company at 30.06.2012 had a liability to the related party HELLENIC SEAWAYS of € 10.687 thousand (€ 10.186 thousand at 31.12.2011), and receivables from the joint venture ANEK – SUPERFAST amounted to € 10.836 thousand (€ 7.402 thousand at 31.12.2011) and receivables from ETANAP € 87 thousand that refers to dividends receivables. At 30.06.2012 LANE had receivables from AIGAION PELAGOS amounted to € 313 thousand (€ 106 thousand in 2011), while ANEK LINES ITALIA had payables to joint venture ANEK – SUPERFAST amounted to € 1.808 thousand. Finally, at 30.06.2012 LEFKA ORI had receivables to ETANAP amounted to € 770 thousand (€ 827 thousand in 2011), while AIGAION PELAGOS had payables to HELLENIC SEAWAYS amounted to € 2.951 thousand (€ 2.683 thousand at 31.12.2011) and receivables from ANEK LINES ITALIA € 18 thousand (€ 6 thousand in 2011).

● **Fees of BoD members and directors**

The gross fees of the Board of Directors and of the Company's executives for the first half of 2012 and 2011 regard in short-term benefits and are analyzed below:

	The Group		The Company	
	01.01.12- 30.06.12	01.01.11- 30.06.11	01.01.12- 30.06.12	01.01.11- 30.06.11
Executive members of BoD	345	372	223	266
Non-Executive members of BoD	24	16	21	16
Directors	443	399	443	399
	812	787	687	681

As at 30.06.2012 the Company had liabilities to the above mentioned persons amounted to € 164 thousand (€ 226 thousand for the Group).

Chania, August 30, 2012

The Board of Directors

**INTERIM FINANCIAL STATEMENT, SEPARATE AND
CONSOLIDATED AS OF 30 JUNE 2012**

Any differences in units in the tables are due to the rounding of figures

TOTAL COMPREHENSIVE INCOME FOR THE 1ST HALF

	Notes	The Group		The Company	
		01.01.12- 30.06.12	01.01.11- 30.06.11	01.01.12- 30.06.12	01.01.11- 30.06.11
Revenue	4	83.209	116.991	69.293	100.930
Cost of sales		(85.311)	(110.046)	(72.234)	(92.177)
Gross profit / (loss)		(2.102)	6.945	(2.941)	8.753
Other operating income		489	390	912	541
Administrative expenses		(5.161)	(5.769)	(4.634)	(5.251)
Selling and marketing expenses		(8.329)	(10.277)	(7.479)	(9.202)
Other operating expenses		(1.074)	(151)	(597)	(36)
Earnings / (losses) before taxes, financing and investing results (EBIT)		(16.177)	(8.862)	(14.739)	(5.195)
Financial expenses		(8.201)	(8.127)	(8.032)	(7.924)
Financial income		23	27	6	9
Results from investing activities		(12)	(235)	104	(221)
Profit from associates		28	219	-	-
Earnings / (losses) before taxes		(24.339)	(16.978)	(22.661)	(13.331)
Income tax	9	(53)	(117)	(55)	(68)
Earnings / (losses) after taxes		(24.392)	(17.095)	(22.716)	(13.399)
Attributable to:					
Owners of the Parent company		(24.308)	(16.974)	-	-
Minority interests		(84)	(121)	-	-
Other comprehensive income after taxes		-	-	-	-
Total comprehensive income after taxes for the period		(24.392)	(17.095)	(22.716)	(13.399)
Attributable to:					
Owners of the Parent company		(24.308)	(16.974)	-	-
Minority interests		(84)	(121)	-	-
Earnings / (losses) per share - basic (in €)	8	(0,1289)	(0,1105)	(0,1204)	(0,0872)
Earnings / (losses) before taxes, financing and investing results and depreciation (EBITDA)		(9.781)	(3.342)	(8.690)	(119)

The additional notes are an integral part of the above interim financial statements

TOTAL COMPREHENSIVE INCOME FOR THE 2ND QUARTER

	Notes	The Group		The Company	
		01.04.12- 30.06.12	01.04.11- 30.06.11	01.04.12- 30.06.12	01.04.11- 30.06.11
Revenue	4	49.258	55.550	40.590	44.781
Cost of sales		(44.151)	(55.967)	(37.069)	(45.778)
Gross profit / (loss)		5.107	(417)	3.521	(997)
Other operating income		213	258	435	346
Administrative expenses		(2.790)	(2.972)	(2.505)	(2.713)
Selling and marketing expenses		(4.809)	(5.672)	(4.261)	(5.024)
Other operating expenses		(866)	(94)	(444)	(10)
Earnings / (losses) before taxes, financing and investing results (EBIT)		(3.145)	(8.897)	(3.254)	(8.398)
Financial expenses		(3.920)	(4.201)	(3.817)	(4.089)
Financial income		14	22	5	5
Results from investing activities		(15)	(231)	101	(231)
Profit from associates		31	124	-	-
Earnings / (losses) before taxes		(7.035)	(13.183)	(6.965)	(12.713)
Income tax	9	(23)	(69)	(27)	(35)
Earnings / (losses) after taxes		(7.058)	(13.252)	(6.992)	(12.748)
Attributable to:					
Owners of the Parent company		(7.088)	(13.147)	-	-
Minority interests		30	(105)	-	-
Other comprehensive income after taxes		-	-	-	-
Total comprehensive income after taxes for the period		(7.058)	(13.252)	(6.992)	(12.748)
Attributable to:					
Owners of the Parent company		(7.088)	(13.147)	-	-
Minority interests		30	(105)	-	-
Earnings / (losses) per share - basic (in €)	8	(0,0376)	(0,0820)	(0,0371)	(0,0824)
Earnings / (losses) before taxes, financing and investing results and depreciation (EBITDA)		(71)	(6.127)	(326)	(5.851)

The additional notes are an integral part of the above interim financial statements

STATEMENTS OF FINANCIAL POSITION

	Notes	The Group		The Company	
		30.06.12	31.12.11	30.06.12	31.12.11
ASSETS					
Tangible fixed assets	5	361.509	367.549	344.785	350.407
Investments in property		1.793	1.796	718	721
Intangible assets		46	73	38	60
Investments in subsidiaries		-	-	5.098	5.098
Investments in associates		1.347	1.319	46	46
Other long-term receivables		118	118	100	100
Deferred Tax receivables		94	92	-	-
Total non-current assets		364.907	370.947	350.785	356.432
Inventories		6.901	7.869	5.420	6.713
Trade receivables		63.381	55.612	54.512	48.804
Other receivables and prepayments		3.924	1.925	2.422	1.490
Financial assets at fair value through profit & loss		855	867	830	842
Cash and cash equivalents	6	4.689	3.360	2.163	1.574
Total current assets		79.750	69.633	65.347	59.423
TOTAL ASSETS		444.657	440.580	416.132	415.855
EQUITY AND LIABILITIES					
Share capital (188.654.892 shares x € 0,30)		56.597	56.597	56.597	56.597
Share premium		745	745	745	745
Reserves		156.480	156.403	154.868	154.868
Retained earnings		(138.074)	(113.688)	(137.423)	(114.707)
Equity attributable to owners of the Parent		75.748	100.057	74.787	97.503
Minority interests		6.807	7.017	-	-
Total equity		82.555	107.074	74.787	97.503
Long-term borrowings	7	1.136	229.077	-	227.710
Deferred tax liabilities		972	986	308	308
Retirement benefits provisions		3.461	3.563	3.170	3.283
Other provisions		610	606	200	200
Grants for assets		1.943	1.311	359	373
Total non-current liabilities		8.122	235.543	4.037	231.874
Short-term borrowings	7	260.551	34.519	258.808	33.161
Trade payables		45.723	42.718	35.751	33.424
Other current liabilities		47.706	20.726	42.749	19.893
Total current liabilities		353.980	97.963	337.308	86.478
Total liabilities		362.102	333.506	341.345	318.352
TOTAL EQUITY AND LIABILITIES		444.657	440.580	416.132	415.855

The additional notes are an integral part of the above interim financial statements.

STATEMENTS OF CHANGES IN EQUITY

The Group	Share Capital	Share premium	Asset re-valuation reserves	Other reserves	Retained earnings	Total	Minority interests	Total
Balance as of 01.01.2011	40.325	1.080	2.183	154.215	(90.782)	107.021	7.146	114.167
Total comprehensive income for 1 st half 2011					(16.974)	(16.974)	(121)	(17.095)
Share capital increase	16.272					16.272		16.272
Expenses due to the share capital increase		(335)				(335)		(335)
Sale of participation in subsidiary						-	(3)	(3)
Reserve of subsidiary				5	(5)	-		-
Net equity as of 30.06.2011	56.597	745	2.183	154.220	(107.761)	105.984	7.022	113.006
Balance as of 01.01.2012	56.597	745	2.183	154.220	(113.688)	100.057	7.017	107.074
Total comprehensive income for 1 st half 2012					(24.308)	(24.308)	(84)	(24.392)
Dividends in non- controlling participation						-	(127)	(127)
Reserve of subsidiary				77	(77)	-		-
Net equity as of 30.06.2012	56.597	745	2.183	154.297	(138.073)	75.749	6.806	82.555

The Company	Share Capital	Share premium	Asset re-valuation reserves	Other reserves	Retained earnings	Total
Balance as of 01.01.2011	40.325	1.080	970	153.898	(92.796)	103.477
Total comprehensive income for 1 st half 2011					(13.399)	(13.399)
Share capital increase	16.272					16.272
Expenses due to the share capital increase		(335)				(335)
Net equity as of 30.06.2011	56.597	745	970	153.898	(106.195)	106.015
Balance as of 01.01.2012	56.597	745	970	153.898	(114.707)	97.503
Total comprehensive income for 1 st half 2012					(22.716)	(22.716)
Net equity as of 30.06.2012	56.597	745	970	153.898	(137.423)	74.787

The additional notes are an integral part of the above interim financial statements.

CASH FLOW STATEMENTS

	The Group		The Company	
	01.01.12- 30.06.12	01.01.11- 30.06.11	01.01.12- 30.06.12	01.01.11- 30.06.11
<u>Operating activities</u>				
Earnings / (losses) before taxes	(24.339)	(16.978)	(22.661)	(13.331)
<i>Adjustments for:</i>				
Depreciation	6.516	5.547	6.064	5.090
Grants amortization	(120)	(27)	(15)	(14)
Provisions	(9)	223	(112)	190
Results of investing activities	(16)	(262)	(104)	(28)
(Gain) / loss from disposal of property, plant & equipment	-	245	-	249
Exchange differences	(8)	25	4	11
Financial expenses (less financial income)	8.161	8.102	8.021	7.903
	(9.815)	(3.125)	(8.803)	70
<i>Adjustments for changes of working capital accounts or related to operating activities:</i>				
Decrease / (increase) of inventories	940	(78)	1.292	153
Decrease / (increase) of receivables	(9.721)	(2.883)	(6.523)	(4.664)
Increase/ (decrease) of liabilities (excluding borrowings)	23.554	7.223	19.073	5.650
Less:				
Interest and financial expenses paid	(1.939)	(9.921)	(1.775)	(9.713)
Income tax paid	(58)	(172)	(56)	(68)
Cash flows from operating activities (a)	2.961	(8.956)	3.208	(8.572)
<u>Investing activities</u>				
Acquisition of affiliates, securities and other investments	-	-	-	-
Prepayments for acquisition of investments	-	-	-	-
Proceeds from disposal of securities and other investments	(447)	(703)	(417)	(454)
Purchase of tangible and intangible assets	-	3.473	-	3.464
Proceeds from the sale of property, plant & equipment	17	11	2	7
Interest received	-	10	-	9
Cash flows from investing activities (b)	(430)	2.791	(415)	3.026
<u>Financing activities</u>				
Proceeds from share capital principal payment	-	16.272	-	16.272
Payments of expenses due to the share capital increase	-	(335)	-	(335)
Proceeds from borrowings	462	672	-	-
Payment of borrowings	(2.506)	(10.127)	(2.204)	(9.827)
Grants received	844	-	-	-
Dividends paid	(2)	(5)	-	(1)
Cash flows from financing activities (c)	(1.202)	6.477	(2.204)	6.109
Net increase/ (decrease) in cash and cash equivalents (a) + (b) + (c)	1.329	312	589	563
Cash & cash equivalents, beginning of period	3.360	3.301	1.574	1.769
Cash & cash equivalents, end of period	4.689	3.613	2.163	2.332

The additional notes are an integral part of the above interim financial statements.

**INFORMATION AND EXPLANATORY NOTES ON THE INTERIM
FINANCIAL STATEMENTS FOR PERIOD
01.01.2012 – 30.06.2012**

1. General information for the Company and the Group

The Company was established in 1967 (Government Gazette 201/10.04.67) under the corporate name “Anonimi Naftiliaki Etareia Kritis S.A.” trading as “ANEK LINES” (hereinafter “ANEK” or the “Company”) and operates in the passenger ferry shipping sector. The Company’s seat is located in the municipality of Chania, and its registered offices are located on K.Karamanli Ave, Chania. The Company’s shares have been listed in the Athens Stock Exchange since 1999. In addition to the Parent company, the Group includes the following subsidiaries and associates with the following participation percentages:

Name	Group percentage	Registered Office	Activity
LANE S.A.	50,11%	Agios Nikolaos, Lasithion	Passenger shipping
ETANAP S.A.	47,85%	Stilos, Chania	Production and sale of bottled water
LEFKA ORI S.A.	60,37%*	Stilos, Chania	Production and trade of plastic bottles and packaging products
ANEK HOLDINGS S.A.	99,48%**	El. Venizelos, Chania	Tourism- participation in other companies- consulting, etc.
TC SAILING SHIPPING COMPANY	97,50%***	El. Venizelos, Chania	Sailing company under Law 959/79
AIGAION PELAGOS THALASSIES GRAMMES SHIPPING COMPANY	100%	El. Venizelos, Chania	Sailing company under Law 959/79
ANEK LINES ITALIA S.r.l.	49%	Ancona, Italy	Factoring and representation of shipping companies

* direct participation: 24% and indirect via ETANAP: 36,37%

** direct participation: 99% and indirect via ETANAP: 0,48%

*** direct participation: 95% and indirect via LANE: 2.5%

The aforementioned companies, in which ANEK participates by more than 50%, as well as “ETANAP”, have been included in the consolidated financial statements as at 30th June 2012 using the full consolidation method. “ANEK LINES ITALIA S.r.l.” in which the Parent Company participates by 49% was consolidated using the equity method. “ANEK HOLDINGS SA” participates by 100% in “ANEK ENERGY LTD”, which has not commenced its activities as of today, just like “TC SAILING” for which the BoD of ANEK has already decided the dissolution and liquidation of the company. The impact on separate and consolidated financial statements from this transfer is considered insignificant.

The number of personnel employed as at 30th June 2012 was 1.094 persons for the Company (out of which 872 were employed as crew aboard ships) and 1.265 persons for the Group (out of which 1.005 were employed as crew aboard ships). Respectively, at the end of corresponded period 30.06.2011 the Company had a number of 1.089 persons and the Group 1.186.

The interim financial statements as of 30th June 2012 approved by the BoD of the Parent Company at the meeting of 30th August 2012.

2. Preparation basis of the financial statements and accounting principles

The interim separate and consolidated financial statements as of 30th June 2012 (hereinafter the “financial statements”) have been prepared according to the International Financial Reporting Standards (hereinafter “IFRS”), as issued by the International Accounting Standards Board (IASB) and adopted by the European Union, and more specifically to the IAS 34 “interim financial reporting”. Therefore, they do not include all the information required for the annual financial statements and should be read in conjunction with the published statements as of 31st December 2011 which have been posted on the Company’s website at www.anek.gr.

The basic accounting principles adopted in the preparation of the interim financial statements are the same as those followed in the preparation of the annual financial statements as of 31.12.2011, except for the new standards and interpretations which are applicable after January 1st 2012. The preparation of financial statements according to IFRS requires that the management makes estimates, assumptions and assessments, which affect the assets and liabilities, as well as the disclosures of contingent receivables and liabilities as of the date of the financial statements, as well as the published amounts of income and expenses. The actual results may differ from these estimates.

The International Accounting Standards Board, as well as the Interpretation Committee, have issued a range of new IFRS and interpretations, which either are mandatory for accounting periods starting from January 1st 2012 and thereafter, or are not mandatory, as since the publishing date of the interim financial statements they have not been adopted from the European Union. The Group has adopted all the new IFRS and interpretations which are mandatory after January 1st 2012 and examines the effect in the financial statements of the potential adoption of the other IFRS and interpretations. The most significant new standards and interpretations are as follows:

- **Amendments to IFRS 7 - Financial Instruments: Disclosures - Transfer of Financial Assets**
effective for annual periods beginning on or after 01/07/2011

The amendment will allow users of Financial Statements to improve their understanding of transfer transactions of financial assets (for example, securitizations), including understanding the possible effects of any risks that may remain with the entity that transferred the assets. The amendment also requires additional disclosures if a disproportionate amount of transfer transactions are undertaken around the end of a reporting period. The amendment has been approved by the European Union and is not expected to affect significantly Group’s financial statements.

- **Amendment to IFRS 1 - First-time Adoption of International Financial Reporting Standards - Removal of Fixed Dates for First-time Adopters**
effective for annual periods beginning on or after 01/07/2011

The Amendment removes the use of fixed transition date (01 January 2004) and replaces it with the actual date of transition to IFRS. At the same time, it removes the requirements for de-recognition of transactions that had taken place before the scheduled transition date. The amendment has not been adopted yet from the European Union.

- **IFRS 1 - First-time Adoption of International Financial Reporting Standards - Severe Hyperinflation**
effective for annual periods beginning on or after 01/07/2011

The amendment proposes guidance on how an entity should resume presenting financial statements in accordance with International Financial Reporting Standards (IFRSs) after a period when the entity was unable to comply with IFRS because its functional currency was subject to severe hyperinflation. Earlier application is permitted. The amendment has not been adopted yet from the European Union.

- **IAS 12 - Deferred tax: recovery of underlying assets**
It applies for annual accounting periods beginning on or after 01/01/2012.

The International Accounting Standards Board has issued amendments to IAS 12 concerning the calculation of deferred tax where: (a) it is unclear how an entity intends to recover the carrying amount of an asset, and (b) the method used for recovering the carrying amount of the asset affects the determination of the tax base and tax rate. The revised text of IAS 12 clarifies that, where an asset is classified under “Investment property” and is measured at fair value or is classified under “Privately-used tangible assets” and is measured in accordance with the adjustment method, one can reasonably assume that its net book value will be recovered by selling it and thus the corresponding tax rate and tax base must be used in calculating the deferred tax. Concerning investment property in particular, however, the revised standard clarifies that the above reasonable assumption is not valid when the asset is depreciable and is subject to a business model used by the entity in order to take advantage essentially of all the financial benefits arising therefrom, not to recover its carrying amount by selling it. The amendment has not been adopted yet from the European Union.

- **Amendments to IAS 1 - Presentation of Financial Statements**
effective for annual periods starting on or after 01/07/2012

The IASB issued amendment to IAS 1 “Presentation of Financial Statements”. The amendments pertain to the way of other comprehensive income items are presented. The amendment has not been adopted yet from the European Union.

- **IFRS 9 – Financial Instruments**
It applies for annual accounting periods beginning on or after 01/01/2015

On 12/11/2009 IASB issued the new Standard, the revised IFRS 9 “Financial Instruments: Recognition and Measurement” which is the first step in IASB project to replace IAS 39 (expected to be applied in the financial statements starting from January 1st 2013 and thereafter). The IASB was intended to expand IFRS 9 during 2010 to add new requirements for classifying and measuring financial liabilities, de-recognition of financial instruments, impairment, and hedge accounting. The new standard requires financial instruments to be classified, at initial recognition, in one of the two following categories: as assets measured at amortized cost, or as assets measured at fair value. The criteria taken into account for the initial classification of financial instruments are:

- the business model used by the entity for the management of such instruments, and;
- the characteristics of the contractual cash flows of the instruments.

Subsequent measurement of financial assets is made either at amortized cost or at fair value, depending on how an entity manages its financial instruments (its business model) and the contractual cash flow characteristics of the

financial assets. The above Standard has not been adopted yet by the European Union.

- **IFRS 10 - Consolidated financial statements**
effective for annual periods beginning on or after 01/01/ 2013

This standard replaces IAS 27 "Consolidated and Separate Financial Statements" and SIC 12 "Consolidation - Special purpose entities". The new standard changes the definition that the control is the determining factor in whether an entity should be included in the consolidated financial statements of the parent. The standard provides additional guidance to assist in determining control, where it is difficult to assess. Furthermore, the Group will be conducting a series of disclosures on the companies consolidated subsidiaries as well as non-consolidated companies in which shareholder relationship exists. The standard should lead to changes in the structures of conventional clusters and the effects can sometimes be significant. The above Standard has not been adopted yet by the European Union.

- **IFRS 11 - Joint Activities**
effective for annual periods beginning on or after 01/01/2013

The new standard replaces IAS 31 "Investments in Joint Ventures". Under the new principles, these agreements are treated more according to the rights and obligations under such an agreement, than on the basis of the legal form that surrounds it. The new model removes the proportional consolidation for joint ventures and removes the terminology of IAS 31 for "jointly controlled operations" or "jointly controlled assets". Most ventures will involve "joint operations". The above Standard has not been adopted yet by the European Union.

- **IFRS 12 - Notification of participation in other entities**
effective for annual periods beginning on or after 01/01/2013

The standard combines the requirements of notifications of subsidiaries, joint ventures, associates and non-consolidated entities, within an overall standard disclosure. It also provides greater transparency and helps investor to assess the extent to which the reporting entity has participated in the creation of special structures and risks that is exposed. The above Standard has not been adopted yet by the European Union.

- **IFRS 13 - Fair Value Measurement**
effective for annual periods starting on or after 01/01/2013

In May 2011, IASB issued IFRS 13 "Fair Value Measurement". IFRS 13 defines fair value, sets out in a single IFRS a framework for measuring fair value and required disclosures about fair value measurements. The measurement and disclosure requirements of IFRS 13 apply when another IFRS requires or permits the item to be measured at fair value. IFRS 13 does not determine when an asset, a liability or an entity's own equity instrument is measured at fair value. Neither does it change the requirements of other IFRS regarding the items measured at fair value nor makes no reference to the way the changes in fair value are presented in the Financial Statements. The above Standard has not been adopted yet by the European Union.

- **IAS 27 (Amended) - Consolidated and separate financial statements**
effective for annual periods starting on or after 01/01/2013

The amendment clarifies the amendments arising from IFRS 10. IAS 27 will deal exclusively with the separate financial statements. The amendment has not been adopted yet from the European Union.

- **Amendment to IAS 28 - Investments in associates and joint ventures**
effective for annual periods beginning on or after 01/01/2013

The purpose of this revised standard is to define the policies to be implemented because of changes resulting from the publication of IFRS 11. The revised standard continues to define the mechanisms accounting of the equity method. The amendment has not been adopted yet from the European Union.

- **Amendments to IAS 32 and IFRS 7 - Asset and liability offsetting**
effective for annual periods starting on or after 01/01/2014 (IAS 32) and or after 01/01/2013 (IFRS 7)

The amendments of IAS 32 and IFRS 7 refer to the offsetting of a financial asset and a financial liability. The amendment of IAS 32 provides additional guidance regarding when the offsetting is allowed, while the amendment of IFRS 7 provides guidance on the additional disclosures referring to the offsetting. These amendments have not been adopted yet from the European Union.

- **Amendments to IAS 19 - Employee Benefits**
effective for annual periods starting on or after 01/01/2013

In June 2011, the IASB issued the amendment to IAS 19 “Employee Benefits”. The amendments aim to improve the issues related to defined benefit plans. The new amendments are effective for annual periods starting on or after 01/01/2013 while earlier application is permitted. The amendment has been adopted from the European Union in June 2012.

- **IFRIC 20 - Stripping Costs in the Production Phase of a Surface Mine**
effective for annual periods starting on or after 01/01/2013

In October 2011, IASB issued IFRIC 20. The Interpretation clarifies the requirements for accounting for stripping costs associated with waste removal in surface mining, including when production stripping costs should be recognized as an asset, how the asset is initially recognized, and subsequent measurement. The interpretation is effective for annual periods beginning on or after 1 January 2013 and earlier application is permitted. This interpretation has not been adopted yet by the European Union.

- **IFRS 1 - First adoption - Government loans**
effective for annual periods starting on or after 01/01/2013

According to this amendment, in financial statements adopting first time IFRS having government loans at a below-market rate of interest, is given the opportunity of non-retrospective adjustment of IFRS on the presentation of these loans during the transition. This interpretation has not been adopted yet by the European Union.

- **Annual Improvements 2009 - 2011 Cycle**
effective for annual periods starting on or after 01/01/2013

In May 2012, IASB issued Annual Improvements 2009–2011 Cycle, a collection of amendments to 5 International Financial Reporting Standards (IFRSs), as its latest set of annual improvements. The amendments are not expected to affect significantly Group’s financial statements. These amendments have not been adopted by the European Union.

- **Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance (Amendments to IFRS 10, IFRS 11 and IFRS 12)**
effective for annual periods starting on or after 01/01/2013

In June 2012, IASB issued Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance (Amendments to IFRS 10, IFRS 11 and IFRS 12) to clarify the transition guidance in IFRS 10 Consolidated Financial Statements. The amendments also provide additional transition relief in IFRS 10, IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities, limiting the requirement to provide adjusted comparative information to only the preceding comparative period. Furthermore, for disclosures related to unconsolidated structured entities, the amendments will remove the requirement to present comparative information for periods before IFRS 12 is firstly applied. The Group will assess the impact of the amendment on its consolidated and separate financial statements. This amendment has not been adopted by the European Union.

3. Seasonal nature of business activities

The activities of Group shipping companies are highly seasonal, which affects the income and results of the interim financial statements. More specifically, the transportation of passengers and vehicles is particularly increased during summer months – due to tourism – and holidays, while the transportation of trucks demonstrates slight fluctuations during the year. Therefore, the highest sales take place during the third quarter of each year (from 01.07 to 30.09), which includes the summer months and the operating results of the first semester are not indicative of the annual results.

4. Segmental information

The basic business activity of the Group is concentrated upon passenger ferry shipping activities, both domestic and abroad. The main sources of revenue are generate from passengers, vehicles and truck fares, as well as other on-board activities (bar, restaurants, stores). Revenues of non-shipping Group companies are included in the figure “Other activities”. The following tables show the geographic allocation of activities of both the Group and the Company for the first half of 2012 and 2011:

01.01.12 - 30.06.12	Shipping segment		Other activities	Domestic
	Domestic	Abroad		
The Group				
Revenues from fares	41.448	32.146	-	73.594
On board revenues	3.196	3.333	-	6.529
Other revenues	180	147	2.759	3.086
Total	44.824	35.626	2.759	83.209
Cost of Sales	44.749	38.927	1.635	85.311
Gross Operating Results	75	(3.301)	1.124	(2.102)
Additions in vessels	6	9	-	15
Depreciation of vessels	3.306	2.609	-	5.915
Net book value of vessels	211.464	131.362	-	342.826
Non-distributed assets	-	-	-	101.831
Total Assets as of 30.06.12	-	-	-	444.657
The Company				
Revenues from fares	30.320	32.146	-	62.466
On board revenues	3.173	3.333	-	6.506
Other revenues	174	147	-	321
Total	33.667	35.626	-	69.293
Cost of Sales	33.307	38.927	-	72.234
Gross Operating Results	360	(3.301)	-	(2.941)
Additions in vessels	6	9	-	15
Depreciation of vessels	3.306	2.609	-	5.915
Net book value of vessels	203.498	131.362	-	334.860
Non-distributed assets	-	-	-	81.272
Total Assets as of 30.06.12	-	-	-	416.132

01.01.11 - 30.06.11	Shipping segment		Other activities	Domestic
	Domestic	Abroad		
The Group				
Revenues from fares	45.297	60.011	-	105.308
On board revenues	4.130	5.062	-	9.192
Other revenues	134	84	2.273	2.491
Total	49.561	65.157	2.273	116.991
Cost of Sales	51.405	57.262	1.379	110.046
Gross Operating Results	(1.844)	7.895	894	6.945
Additions in vessels	293	3	-	296
Depreciation of vessels	1.579	3.343	-	4.922
Net book value of vessels	125.818	234.122	-	359.940
Non-distributed assets	-	-	-	114.773
Total Assets as of 30.06.11	-	-	-	474.713
The Company				
Revenues from fares	31.559	60.011	-	91.570
On board revenues	4.086	5.062	-	9.148
Other revenues	128	84	-	212
Total	35.773	65.157	-	100.930
Cost of Sales	34.915	57.262	-	92.177
Gross Operating Results	858	7.895	-	8.753
Additions in vessels	293	3	-	296
Depreciation of vessels	1.579	3.343	-	4.922
Net book value of vessels	117.875	234.122	-	351.997
Non-distributed assets	-	-	-	94.783
Total Assets as of 30.06.11	-	-	-	446.780

In the figure "Revenues from fares" in domestic segment is included income from state subsidies for public transportation services, amounted to € 2.466 thousand for the Company and € 8.825 thousand for the Group. Correspondingly, in the relevant previous period the revenues from subsidies were € 3.128 thousand for the Company (€ 9.152 thousand for the Group). Additionally, in the revenues of fares abroad for the 1st half of 2011 are included fares from extra-ordinary chartering of vessels of the Group.

Additions, depreciation and net book value of vessels were allocated to geographic activities depending on the time of operation of each vessel in domestic and abroad lines. Any further allocation would be arbitrary based on the fact that other figures of assets and liabilities, from which the relevant sales and costs are generated, are common and cannot be separated in segments.

5. Tangible assets

The tables of tangible fixed assets for the first semester of 2012 and the full year of 2011 for the Group and the Company are shown below:

The Group	Vessels	Land & buildings	Other equipment	Assets under construction	Total
Acquisition value as of 01.01.11	552.059	14.595	12.310	1.271	580.235
Additions	411	2	97	763	1.273
Disposals	(13.564)	-	(25)	-	(13.589)
Transfers	-	-	257	(257)	-
Impairment	(6.344)	-	-	-	(6.344)
Acquisition value as of 31.12.11	532.562	14.597	12.639	1.777	561.575
Additions	15	5	68	357	445
Disposals	-	-	(6)	-	(6)
Acquisition value as of 30.06.12	532.577	14.602	12.701	2.134	562.014
Accumulated depreciation 01.01.11	184.536	1.546	7.444	-	193.526
Depreciation charge	9.907	219	1.001	-	11.127
Disposals	(10.607)	-	(20)	-	(10.627)
Accumulated depreciation 31.12.11	183.836	1.765	8.425	-	194.026
Depreciation charge	5.914	110	461	-	6.485
Disposals	-	-	(6)	-	(6)
Accumulated depreciation 30.06.12	189.750	1.875	8.880	-	200.505
Net book value 31.12.11	348.727	12.832	4.214	1.777	367.549
Net book value 30.06.12	342.827	12.727	3.821	2.134	361.509

The Company	Vessels	Land & buildings	Other equipment	Assets under construction	Total
Acquisition value as of 01.01.11	532.803	9.073	2.997	1.239	546.112
Additions	389	1	55	534	979
Disposals	(13.564)	-	-	-	(13.564)
Impairment	(6.344)	-	-	-	(6.344)
Acquisition value as of 31.12.11	513.284	9.074	3.052	1.773	527.183
Additions	15	5	40	357	417
Disposals	-	-	-	-	-
Acquisition value as of 30.06.12	513.299	9.079	3.092	2.130	527.600
Accumulated depreciation 01.01.11	173.224	1.248	2.732	-	177.204
Depreciation charge	9.907	147	125	-	10.179
Disposals	(10.607)	-	-	-	(10.607)
Accumulated depreciation 31.12.11	172.524	1.395	2.857	-	176.776
Depreciation charge	5.914	75	50	-	6.039
Disposals	-	-	-	-	-
Accumulated depreciation 30.06.12	178.438	1.470	2.907	-	182.815
Net book value 31.12.11	340.760	7.679	195	1.773	350.407
Net book value 30.06.12	334.861	7.609	185	2.130	344.785

Existing liens

On the assets of the Group there are the following liens:

- a) 1st mortgages on the vessels of €365.9 million,
- b) 2nd mortgages on the vessels of €256.9 million and
- c) Pre-notations on property of € 12.6 million and pledges on machinery (of the subsidiary companies ETANAP and LEFKA ORI) of € 2.5 million.

The above liens exist to secure borrowing liabilities of total amount of € 251,1 million as of 30th June 2012.

6. Cash and cash equivalents

The cash and cash equivalents analysis is as follows:

	The Group		The Company	
	30.06.12	31.12.11	30.06.12	31.12.11
Cash	939	393	726	376
Bank accounts (current and deposit)	3.750	2.967	1.437	1.198
	4.689	3.360	2.163	1.574

The total of cash and cash equivalent are in euro.

7. Long term borrowings

Long-term borrowings as at 30.6.2012 amounted to € 1.136 thousand, while in 31.12.2011 amounted to € 229.077 thousand. It is noted that at 30.06.2012 in the statement of financial position there has been reclassification of long-term loans of the Parent company amounted to € 226,8 million to short-term loans, according to paragraph 74 of IAS 1, given the fact that at the specific date the terms of loan agreements were not met, in terms of debt servicing.

Based on the loan agreements governed by terms and conditions, in case of non-compliance with the terms and obligations, loans may be declared immediately required and the company may be obliged to make full repayment of its loans to lender banks. However, Group's management has already began contracts with the lender banks in order to proceed to an agreement of restructuring of repayment terms of the total of long-term loans, and expects that the relevant agreement will be achieved.

Collaterals have been provided to secure the loans of the Group (shipping mortgages on vessels) to the banks (see note 5). The residual balance of the aforementioned loans were valued in the net book value with the actual rate method and do not vary significantly from the fair value..

8. Earnings / (losses) per share

Basic earnings / (losses) per share are calculated by dividing the earnings corresponding to the Company's

shareholders by the weighted number of shares in circulation during the period. The diluted earnings / (losses) per share are equal to the basic, given that do not exist any potential ordinary shares convertible to ordinary shares.

	The Group		The Company	
	01.01.12- 30.06.12	01.01.11- 30.06.11	01.01.12- 30.06.12	01.01.11- 30.06.11
Earnings / (losses) after taxes attributable to Equity holders of the Company	(24.308)	(16.974)	(22.716)	(13.399)
<i>Weighted average number of shares</i>	<i>188.654.892</i>	<i>153.594.388</i>	<i>188.654.892</i>	<i>153.594.388</i>
Earnings / (losses) per share - basic (in €)	(0,1289)	(0,1105)	(0,1204)	(0,0872)

9. Income tax

Parent company and its subsidiaries operating in passenger shipping sector are not subject to income tax for the profits arising from this business activity. As income tax is considered the tax in regard to Law 27/1975 (tax applied to the shipping tons of the total tonnage of the vessel), and the results of the first half of the Group were charged by taxes of € 58 thousand. The taxes for the results of the non-shipping companies of the Group amounted to € 12 thousands, while additional provision pertain mainly to tax audit differences was posted amounted to € 17 thousands. The unaudited fiscal years of the Parent Company and of the consolidated subsidiaries are presented in the following table:

Company	Unaudited years
ANEK	2008 – 2010
LANE	1994 – 2010
ETANAP S.A.	2009 – 2010
LEFKA ORI S.A.	2010 – 2010
ANEK HOLDINGS S.A.	2008 – 2010
T.C. SAILING SC	2008 – 2011
AIGAION PELAGOS SC	2011

It is noted that, for fiscal year 2011, Group companies have been included and issued tax certificates of compliance from the certified auditors in regard to article 82, par. 5 of Law 2238/1994. The above audits resulted in no significant differences in tax payable and in tax provision included in the financial statements of 2011. According to the relevant legislation the fiscal year 2011 is considered tax compliant after eighteen months from the issuance of tax compliance certificate.

For the unaudited tax years Group companies have formed provisions for extra taxes that might arise after the tax audit. Accumulated provisions amounted to € 25 thousand for the Company and € 177 thousand for the Group.

10. Balances and transactions with related parties

Balances (receivables/liabilities) with associated parties, as defined by IAS 24, as at 30th June 2012 and 31st December 2011 are as follows:

	Group		Company	
	30.06.12	31.12.11	30.06.12	31.12.11
Receivables from:				
- subsidiaries	-	-	121	93
- affiliates	18	-	-	-
- other related parties	10.852	7.768	10.836	7.402
- executives & BoD members	-	9	-	9
	10.870	7.777	10.957	7.504
Liabilities to:				
- subsidiaries	-	-	715	2.092
- affiliates	530	188	530	188
- other related parties	13.656	13.211	10.687	10.186
- executives & BoD members	226	124	164	103
	14.412	13.523	12.096	12.569

Purchases and sales transactions with related parties for the first half of 2012 and 2011 are as follows:

	The Group		The Company	
	01.01.12- 30.06.12	01.01.11- 30.06.11	01.01.12- 30.06.12	01.01.11- 30.06.11
Purchases of goods & services from:				
- subsidiaries	-	-	160	295
- affiliates	729	1.538	727	1.538
- other related parties	1.017	6.261	593	2.660
	1.746	7.799	1.480	4.493
Sales of goods & services to:				
- subsidiaries	-	-	3.176	5.872
- other related parties	95	244	22	244
	95	244	3.198	6.116

Fees of BoD members and directors

The gross fees regarding the members of the Board and the Company's directors for the first six months periods of 2012 and 2011 regard short term benefits to executives and are analyzed below:

	The Group		The Company	
	01.01.12- 30.06.12	01.01.11- 30.06.11	01.01.12- 30.06.12	01.01.11- 30.06.11
Executive members of BoD	345	372	223	266
Non-Executive members of BoD	24	16	21	16
Directors	443	399	443	399
	812	787	687	681

11. Commitments

Operating leases: The Company has signed operating lease agreements mostly pertaining to the lease of buildings

and chartering, and terminate on different dates within the next five years. The minimum future payable leases for buildings and chartering based on the relevant contracts as of 30.06.12 are as follows:

Within a year	866
From 2 to 5 years	1.115

Capital commitments: There were no capital commitments for the Company or the Group as of 30 June 2012.

12. Contingent liabilities / receivables - litigation matters

There are no litigious disputes or disputes in arbitration or other liabilities against the Group that could significantly affect the financial position. Provisions have been formed amounted to € 103 thousand.

The Group's contingent liabilities as at 30.06.2012 arising from its normal activity pertain to guarantees granted to secure liabilities (mainly in connection with subsidized routes) and performance bonds amounting to € 17.652 thousand. Respectively, the Group has received guarantees for receivables amounting to € 18.593 thousand.

13. Subsequent events

There are no facts subsequent to 30th June 2012 which could substantially affect the financial standing and the results of the Group and the Company, or that should be mentioned in the notes on the financial statements.

Chania, 30 August 2012

2nd Vice-Chairman

Managing Director

Spyridon I. Protopapadakis
ID Card No. AA490648

Ioannis I. Vardinogiannis
ID Card No. Π 966572

The Chief Financial Officer

The Accounting Office Manager

Stylios I. Stamos
ID Card No. M 068570

Ioannis E. Spanoudakis
Economic Chamber License No. 20599, Class A

FINANCIAL DATA & INFORMATION FOR THE 1ST HALF OF 2012

ANEK LINES		ANEK LINES S.A.		ANEK LINES	
S.A. Reg. No.: 11948008/B06/07 Registered Office: Karamanli Avenue, Chania Financial data and information for the period 1 January 2012 - 30 June 2012 (according to 4/50728.04.2009 resolution of Greek Capital Committee)					
The following data and information are to provide users with general information for the financial position and the results of operations of ANEK LINES SA and the Group. Therefore, it is recommended to any user, before proceeding to any kind of investing decision or other transaction with the Company, to visit the Company's web site, where the financial statements and the Auditor's Report, when is required, are published.					
Website: www.anekg.gr Date of approval of the interim financial statements by the Board of Directors: August 30, 2012 The Certified Auditors: Antonakakis Konstantinos (Res. No. 22781) - Kolytiris Nikolaos (Res. No. 35591) Auditing Firms: GRANT THORNTON SA - SOL SA Type of Auditors Report: Unqualified - matter of emphasis					
STATEMENT OF FINANCIAL POSITION				TOTAL COMPREHENSIVE INCOME	
(Amounts in € thousand)				(Amounts in € thousand)	
	Group		Company		
	30.06.2012	31.12.2011	30.06.2012	31.12.2011	
ASSETS					
Tangible assets	361.509	367.549	344.785	350.407	
Investments in property	1.793	1.796	718	721	
Intangible assets	46	73	38	60	
Other non-current assets	1.559	1.529	5.244	5.244	
Inventories	6.901	7.869	5.420	6.713	
Trade receivables	63.381	55.612	54.512	48.804	
Other current assets	9.468	6.152	5.415	3.906	
TOTAL ASSETS	444.657	440.580	416.132	415.855	
EQUITY & LIABILITIES					
Share capital	56.597	56.597	56.597	56.597	
Other equity items	19.151	43.460	18.190	40.906	
Equity attributable to shareholders of the parent (a)	75.748	100.057	74.787	97.503	
Minority interests (b)	6.807	7.017	-	-	
Total Equity (c) = (a) + (b)	82.555	107.074	74.787	97.503	
Long-term borrowings	1.136	228.077	-	227.710	
Provisions and other long-term liabilities	6.986	6.466	4.037	4.164	
Short-term borrowings	200.551	34.519	258.808	33.161	
Other short-term liabilities	33.429	63.444	78.500	63.317	
Total liabilities (d)	382.102	333.506	341.345	318.332	
TOTAL EQUITY AND LIABILITIES (c) + (d)	444.657	440.580	416.132	415.855	
STATEMENT OF CHANGES IN EQUITY				CASH FLOW STATEMENT	
(Amounts in € thousand)				(Amounts in € thousand)	
	Group		Company		
	30.06.2012	30.06.2011	30.06.2012	30.06.2011	
Equity at the beginning of the period (01.01.2012 and 01.01.2011, respectively)	107.074	114.167	97.503	103.477	
Total comprehensive income after taxes	(24.392)	(17.095)	(22.716)	(13.399)	
Share capital increase	-	16.272	-	16.272	
Dividends paid	(127)	-	-	-	
Other equity movements	-	(338)	-	(335)	
Equity at the end of the period (30.06.2012 and 30.06.2011, respectively)	82.555	113.006	74.787	106.015	
ADDITIONAL DATA AND INFORMATION				Operating activities	
1. Group entities that are included in the consolidated financial statements are presented in note 1 in the interim financial statement of 30.06.2012, including locations, percentage Group ownership and consolidation method. 2. The financial statements of the Group have been consolidated with the equity method by SEA STAR CAPITAL PLC that holds 23,16% of the share capital of ANEK SA and is registered in Cyprus. 3. The basic accounting principles adopted in the financial statements, are consistent with those of the annual financial statements as at 31.12.2011. 4. There are no litigious disputes or disputes in arbitration or other liabilities against the Group that could significantly affect the financial position. The relevant Group provisions amount to € 108 thousand and € 55 thousand for the Company. 5. The number of employees at 30.06.2012 was 1,265 for the Group (1,094 for the Company) and at 30.06.2011 was 1,186 for the Group (1,089 for the Company). 6. At the end of the period no shares of the parent company were possessed by the parent company neither by any subsidiary or associate company. 7. "Other equity movements" refer to expenses related to Parent company's share capital increase amounted to € 335 thousand and to effect in minority interests from a subsidiary's sale of percentage (see note 1 in the interim financial statements). 8. The un-audited tax years of the Group companies are presented in note 9 of the interim financial statements. The Group provisions for the unaudited tax years amount to € 177 thousand (€ 25 thousand for the Company). The accumulated provisions for doubtful debts amounted to € 20,965 thousand for the Group and € 20,052 thousand for the Company, while the provisions for retirement benefits amounted to € 3,461 thousand for the Group and € 3,170 thousand for the Company. Other provisions amounted to € 321 thousand for the Group and € 120 thousand for the Company. 9. The emphasis of matter in the auditor's review report is as follows: We draw your attention to note 7 in the condensed interim financial information, where reference is made to the fact that the company reclassified the long-term bank borrowings to short-term bank borrowings, due to non-compliance with the terms of the relevant borrowing agreements. Following the above reclassification, the total current liabilities of the Group exceed its total current assets, a fact that may indicate the existence of uncertainty in respect of the Group's unsecured continuation in operation as a going concern, which depends on the refinancing of its existing borrowings. As further stated in note 7, the Management is in discussions with the lending banks with the purpose of restructuring the existing borrowings and re-determining the terms of the said borrowing agreements. Our conclusion is not qualified in respect of this matter. 10. Basic earnings / (losses) per share are calculated by dividing the earnings corresponding to the Company's shareholders by the weighted number of shares in circulation during the period. 11. Intercompany transactions (inflows and outflows) since the beginning of the current year and intercompany balances as of 30.06.2011 that have resulted from the transactions with the related parties, as defined by IAS 24, are as follows:				Earnings / (losses) before taxes	
				(24.339)	(16.978)
				Adjustments for:	
				Depreciation	6.516
				Grants amortization	(120)
				Provisions	(9)
				Exchange differences	(8)
				Results of investing activity	(16)
				(Gain) / loss from disposal of property, plant and equipment	-
				Financial expenses (less financial income)	8.161
				8.161	8.102
				(9.815)	(3.725)
				Adjustments for changes in working capital:	
				Decrease / (increase) of inventories	940
				Decrease / (increase) of receivables	(8.721)
				Increase / (decrease) of liabilities (other than borrowings)	23.554
				Loss:	-
				Interest and financial expenses paid	(1.939)
				Income tax paid	(58)
				2.961	(8.956)
				Cash flow from operating activities (a)	
				2.961	(8.956)
				Investing activities	
				Acquisition of affiliates, securities and other investments	(447)
				Purchase of tangible and intangible assets	-
				Interest received	17
				Dividends received	10
				(430)	2.797
				Cash flow from investing activities (b)	
				(430)	2.797
				Financing activities	
				Proceeds from share capital increase	-
				Payment of share capital increase expenses	(335)
				Επιπρόσθετα από εκδόσεις ναυτικού	462
				Proceeds from borrowings	(2.556)
				Payment of borrowings	844
				Dividends paid	(127)
				(1.202)	6.477
				Cash flow from financing activities (c)	
				(1.202)	6.477
				1.329	512
				3.260	3.201
				4.689	3.613
				Net increase / (decrease) in cash and cash equivalents (a) + (b) + (c)	
				589	583
				1.574	1.705
				2.163	2.332
				Cash and cash equivalents at the end of the period	
				2.163	2.332
Chania, August 30, 2012					
THE 2ND VICE-CHAIRMAN OF THE BOARD OF DIRECTORS		THE MANAGING DIRECTOR		THE CHIEF FINANCIAL OFFICER	
SPYRIDON I. PROTOPAPADAKIS ID. No. AA 490648		IOANNIS I. VARDINOGLIANNIS ID. No. Π 966570		STYLIANOS I. STAMOS ID. No. M 068570	
				IOANNIS E. SPANODAKIS H.E.C. License No. 20599/A' CLASS	