



Semi annual financial report

for the period from January 1st to June 30th 2014

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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 28th August 2014 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.

ANEK LINES S.A.
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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, Chairman,
- Ioannis Vardinoyannis, Managing Director
- Spyridon Protopapadakis, Senior Vice-Chairman as assigned

hereby represent that, to the best of our knowledge:

a) the semi-annual financial statements (separate and consolidated) for the period 1st January 2014 to 30th June 2014, 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 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 28, 2014

The Chairman

The Managing Director

The Senior Vice-Chairman

GEORGIOS G. KATSANEVAKIS
ID Card No. N 958145

IOANNIS I. VARDINOYANNIS
ID Card No. Π 966572

SPYRIDON I. PROTOPAPADAKIS
ID Card No. AA 490648

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 A.E." as at **30 June 2014** and the relative condensed separate and consolidated statements of comprehensive income, changes in equity and cash flows for the six-month period then 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 (2) to the condensed interim financial information and in particular to the fact that the working capital of the Group is negative by Euro 302,1 mil., the capital adequacy of the Group has worsened significantly and are applicable for the Company the provisions of the article 48 of cod. L. 2190/1920, while in par-

allel exist overdue liabilities to third parties. The above facts indicate the existence of material uncertainty in respect of the Group's ability to continue unhindered in operation as a going concern. In note (2) to the condensed interim financial information reference is made to the measures taken or planned by the management in order to ensure the Group's continuation in operation as a going concern. 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, 29 August 2014

The Certified Public Accountants

EMMANOUIL N. DIAMANTOULAKIS
Institute of CPA (SOEL) Reg. No. 13 101

NIKOLAOS E. KOLLIRIS
Institute of CPA (SOEL) Reg. No. 35 591



Certified Public Accountants
Member of Crowe Horwath International
3, Fok. Negri str., 11257 Athens
Registry Number SOEL 125



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 2014. 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 2014. Additionally, the report includes the main risks and uncertainties that the Company may face in the second semester of the year and the most significant related party transactions.

I. FINANCIAL RESULTS, DEVELOPMENTS & PERFORMANCE

In 2014 Greek economy, after six consecutive years of recession, is expected to return to positive growth rate according to all estimates. The significant increase of the touristic traffic in the current year is anticipated to contribute substantially to GDP growth, while the passenger traffic seems to recover after years. The passenger shipping sector during the last six years has undergone suffocated pressure due to the sharp decline in passenger and freight traffic, the persistently high fuel costs and the lack of liquidity. The role of the sector in Greek economy is vital, as in many cases, is the only connecting link between the continental and the island region of Greece, with national and strategic role for the country.

In recent years, Group's management, having as main object the restriction of operating costs, and in order to offset the negative effects of the reduced traffic, has taken a series of specific actions such as joint venture establishment, vessels' withdrawal from non-efficient routes, cut itineraries, speed reduction, replacement of vessels etc. After this movements, in 2013 the Group presented improved operating results, while further improvement is expected for 2014.

It is noted that the Group's activity is characterized by strong seasonality, which has an impact on revenue and results of the interim financial statements. However, higher sales of passenger 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 2014, ANEK Group operated through privately owned and chartered vessels in routes in Adriatic sea (Ancona and Venice), Crete (Chania and Heraklion), Dodecanese islands and Cyclades. In Cyclades, Dodecanese and Kythera continued to operate in public service routes. In Heraklion and Ancona routes continued executing combined itineraries jointly with “ATTICA SA” at the frame of the joint - venture agreement of «ANEK – SUPERFAST». Finally, under the scope of a more efficient management of the fleet, two vessels of the company were chartered in summer period to companies abroad.

Executing a total of 2% less itineraries compared to the corresponding period of 2013, ANEK Group in the first half of 2014, in all routes operated, transferred 538 thousand passengers compared to 566 thousand in the first half of 2013, 71 thousand cars over 77 thousand in the comparable period and 73 thousand trucks, same as the first half of 2013.

The basic figures of the Group's financial statements, as well as their major variations are as follows:

- ▶ The **turnover** for the first half of 2014 amounted to € 69,2 million compared to € 73,7 million in the corresponding period of 2013.
- ▶ Group's **gross profits** were slightly increased, standing in the first half of 2014 at € 1,6 million compared to € 1,4 million in the comparable period.
- ▶ **Earnings before interest, taxes, depreciation and amortization (EBITDA)** amounted to losses of € 6,6 million compared to losses of € 5,6 million in the corresponding period.
- ▶ The Group's **net financial cost** for the first half of 2014 amounted to € 8,8 million, compared to € 8,1 million in the first half of 2013. The **results from investing activities** amounted to losses of € 1,9 million including mainly the impairment loss of a subsidiary's vessel for sale.
- ▶ **Net results after tax and minority interests** amounted to losses of € 21,2 million compared to losses € 19,3 million in the first half of 2013, while **the total comprehensive income / (loss) after tax and minority interests** amounted to losses of € 21,2 million compared to losses of € 19,2 million.
- ▶ **Results for the second quarter of 2014:** for the period from April 1st to June 30th, 2014 the Group's turnover amounted to € 40,0 million compared to € 42,9 million in the corresponding period of 2013. The gross profits were increased standing at € 4,7 million compared to € 4,2 million in the second quarter of 2013. Earnings before interest, taxes, depreciation and

amortization (EBITDA) amounted to losses of € 0,4 million compared to profits of € 0,2 million, while net results after tax and minority interests amounted to losses of € 8,8 million compared to losses of € 7,3 million.

► **Key items of the statement of financial position**

- Fixed assets of the Group at 30.06.2014 amounted to € 292,3 million compared to € 301,0 million at the end of last year. Depreciation for the period amounted to € 5,3 million and additions to € 0,7 million. It is noted that during the period, in accordance with the revised IFRS 5, the value of a subsidiary's vessel was reclassified to "non-current assets for sale".
- Trade receivables were increased by € 3,9 million and amounted to € 49,2 million compared to € 45,3 million at 31.12.2013, mainly due to the seasonality in sales in first half's financial statements.
- The Group's cash and cash equivalents as of 30.06.2014 amounted to € 5,2 million compared to € 3,7 million at 31.12.2013.
- The Group does not present long-term borrowings as of 30.06.2014. It is noted that, from 31.12.2012 the long-term loans of the Parent company were reclassified to short-term ones (according to par. 74 of IAS 1), given the fact that terms of the relevant loan contracts were not met, as regard the servicing of the loans (see relevant note 8 of the semi-annual financial statements).
- Due to the aforementioned reclassification, Group's short-term borrowings at the end of the first half of 2014 amounted to € 296,2 million compared to € 290,5 million at 31.12.2013. Trade payables increased to € 33,4 million at 30.06.2014 from € 30,6 million at 31.12.2013, while other short-term liabilities formed at € 41,5 million compared to € 24,9 million, mainly due to seasonality of sales (significant increase of deferred income by € 10,6 million referred to tickets for trips at a post later time of June 30th, 2014).

► **Cash Flows**

Group during the first half of 2014 showed inflows in terms of operating activities amounted to € 4,0 million compared to inflows amounted to € 1,0 million in the corresponded period. Investing activities showed outflows amounted to € 0,7 million compared to € 0,2 million in first half of 2013. Finally, the financing activities for the first half of 2014 are showing outflows amounted to € 1,9 million compared to inflows amounted to € 0,5 million.

► **Financial ratios**

- The gross profit margin (%) of the Group for the first half of 2014 was improved and stood at 2,3%, while the comparable period was 1,9%.
- Indicators of general and immediate liquidity (:1) on 30.06.2014 amounted to 0,19 and 0,18, respectively, versus 0,17 and 0,16 on 31.12.2013. These indicators have been heavily influenced by the reclassification of long-term loans of the Parent to short-term bank liabilities.
- Regarding debt ratios (:1) the ratio “Liabilities / (Equity + Liabilities)” on 30.06.2014 amounted to 1,03 versus 0,97 on 31.12.2013. The ratio “Liabilities / Equity” on 30.06.2014 is negative due to the negative of equity as a result of the 2014 first half losses.
- The capital structure ratio cannot be exported due to the reclassification of long-term loans of the Parent Company.
- The financial leverage for the Group on 30.06.2014 and 31.12.2013 respectively is described below:

	30.06.2014	31.12.2013
Total debt	296.184	290.749
Minus: cash & cash equivalents	(5.167)	(3.733)
Net debt (a)	291.017	287.016
Total equity	(12.583)	10.170
Total capital employed (b)	278.434	297.186
Leverage ratio (a) / (b)	104,52%	96,58%

II. SIGNIFICANT EVENTS (FIRST HALF 2014 & POST BALANCE)

- At the frame of upgrading the offered services and utilizing more efficient the fleet, in February 2014 the vessel “OLYMPIC CHAMPION” launched in the route of Chania, replacing the vessel "LATO".
- In February and March, it was agreed the chartering of two vessels to foreign companies, which are in progress and is expected to enhance furthermore the results of the second semester.

- ▶ The annual General Assembly held on June 15th 2014 decided, inter alia, the adoption of measures in order to restore the relationship “equity / share capital” and terminate the application of the provisions of art. 48 of law 2190/1920, and accepted the BoD’ s proposal for the calling of an extraordinary General Meeting within 3 months with agenda’s issue a share capital increase according to terms that will be decided by this Meeting.
- ▶ In May 2014 the subsidiary LANE came to an agreement with a foreign shipping company for chartering the vessel "IERAPETRA" with purchase obligation from the charterer up to September 15, 2014.
- ▶ On August 1st 2014, the sale of the vessels “SOPHOCLES V.” and “LEFKA ORI” was completed for a total amount of euro 21 mil. that will equally decrease the long-term debt. At the same time were signed long-term charter parties for the leasing of the aforementioned vessels with a repurchase option.

III. MAIN RISKS AND UNCERTAINTIES FOR THE 2ND HALF

▪ Risk of fuel prices fluctuation

Fuel cost is the key operating cost incurred by the Group which has a direct effect on the results of each period and thus, a rise in fuel prices is the most important risk faced by the Group. Fuel prices are settled in Euro, but they are indirectly affected by the EUR/USD exchange rate used as a basis for the determination of the international prices. The sensitivity of the results and of the equity to a change in the average cost of fuels per ton -ceteris paribus- for the first half of 2014 was as follows:

Change in fuel prices	Effect in the results and equity
± 5% / tone	(-/+) € 1,5 million
± 10% / tone	(-/+) € 3,0 million

▪ Interest rate fluctuation risk

ANEK has entered into agreements for long-term syndicated loans and credit accounts with different banks. Interests for all the above loans are calculated on the basis of the Euribor rate plus a margin. Consequently, the Company is exposed to a rate fluctuation risk, as it will be burdened with extra financial cost in the event of an increase in interest rates. The sensitivity of the results and equity to long term debt rate interest rate changes for the first half of 2014 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 entered into agreements governed by certain terms and conditions. In the event that the Company fails to meet the terms and conditions undertaken, then the loans would be made immediately payable and the Company will be forced to repay the loans to the banks. However, in order to avoid possible inadequate liquidity, Group's management has placed efforts to secure that there is available bank credit at all times to cover any extraordinary needs during low liquidity periods. In the event of breaching one or more conditions laid down in the loan agreements entered into by the Group or of the Group's management being unable to secure bank credit in order to cover extraordinary needs under acceptable terms, it may have a significantly adverse effect on the Group's business activity, operating results, cash flows and financial position. Given the fact that from 31.12.2012 terms of the agreements were not met, in respect of debt servicing, in the statement of Company's financial position there has been reclassification of the total of long-term loans to short-term ones. Group's management is in contacts with the lender banks in order to modify the terms and conditions of the total of long-term debt. These contacts are in advanced stage and it is expected that it will soon be reached a final agreement for loans restructuring, with which the Company's liquidity will be reinforced through the modification of the debt repayment terms by putting off the installments to a later time, extension of time for repayment, and decrease of financial cost. Moreover, at the scope of strengthening the working capital, Group's management has already taken various measures, such as the further cutting down on operating costs through the redeployment of fleet, vessels' withdrawal etc., the settlement of liabilities to a later time, the sale of vessels, while as mentioned before the annual General Assembly held on June 15th 2014 decided -according BoD's proposal- the calling of an extraordinary General Meeting within 3 months with agenda's issue a share capital increase according to terms that will be decided by this Meeting. Finally, Group's management expects a positive outcome from the legal procedure against the company "MINOAN LINES SA" in relation to the forfeiture of the advance of € 47,5 million (see 2013 Annual Financial Report).

▪ **Credit risk**

Under the existing financial conditions, all companies are facing increased credit risks. The Group is following its customers' balances closely by applying credit control procedures and, where necessary, has obtained additional guarantees to secure the credit granted even more. However, current economic conditions in Greece and abroad have led to increased credit risk, and thus it is more and more necessary to form provisions for impairment losses in order to offset the consequences of the extreme conditions prevailing in trade and wider macroeconomic environment. The accumulative provisions formed have reached the amount of € 25,2 million, and it is considered adequate to deal with credit risk, while, there is significant dispersion of the Group's receivables, therefore, the risk of concentration is limited.

▪ **Competition**

The vessels of ANEK Group performed itineraries 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, optimize 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 position.

▪ **Foreign exchange risk**

Both the Company and the Group are not exposed to increased foreign exchange risk as almost all their transactions with customers and suppliers outside Greece are made in Euro. There is a limited potential of foreign exchange risk caused by the market value of fuel, spare parts and other materials, or services procured in currency, which is not significant in relation to the total of purchases and expenses. Moreover, a small part of short-term loans obtained by the Group is in USD, and is estimated that there is no significant foreign exchange risk associated with repayment thereof.

IV. PROSPECTS FOR THE 2ND HALF OF 2014

The prospects of the Group and the passenger shipping sector in operating level for the second half of 2014 will be depended mainly on the course of passenger and freight traffic, as well as the evolution of the fuel prices by the end of the year. The fuel, as mentioned above is the most important cost element of the companies in the sector. After many years, in 2013 there was a reduction of prices, while also in 2014 there is a slight decrease. Given the fact though, that it is an unpredictable factor, any further estimate concerning the effect in the results for the second semester of 2014 would be insecure.

In recent years, some institutional changes have contributed to solve a part of problems of coastal shipping sector, but there is a series of outstanding demands related to the reforming of the institutional framework by the state (e.g. V.A.T. reduction, elimination of non-contributory charges for third parties, subsidizing social security contributions, redetermination of public service subsidizing etc.). Liquidity remains a key priority for the sector's companies and, in this context, the role of the lenders banks is extremely crucial.

Finally, after the sale of the vessels “SOPHOCLES V.” and “LEFKA ORI” and the corresponding decrease of long-term debt, the Group’s management considers that soon will be reached a final agreement with the lending banks on the restructuring of long-term.

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 party (JV ANEK – SUPERFAST) regard mainly to vessels’ chartering, tickets issuance commissions, vessel agency, other services and the purchase of bottled water. Executives’ fees concern in dependent employment service and BoD members’ fees pertain to fees paid and remunerations for meetings. The invoicing of transactions between the above companies was done in accordance with the arm’s length principle. Following are the most important transactions and balances between the Parent Company and its related parties according to IAS 24 are as follows:

- **Income / Expenses**

During the first half of 2014 the Company invoiced the subsidiary AIGAION PELAGOS with the amount of € 3.951 thousand for chartering of vessels, management services provided and tickets issuing commissions (€ 3.042 thousand in first half of 2013) and the subsidiary LANE with the amount of € 167 thousand (€ 25 thousand in the corresponded period of 2013) for tickets issuing commissions and management services. The subsidiary ETANAP invoiced ANEK with the amount of € 75 thousand for sale of goods (€ 80 thousand the first half of 2013), and LEFKA ORI invoiced ETANAP for machinery lease with an amount of € 67 thousand (€ 81 thousand in first half of 2013). Finally, the associated party ANEK LINES ITALIA invoiced ANEK with the amount of € 669 thousand (€ 742 thousand in the corresponding period) and the joint venture “ANEK – SUPERFAST” with the amount of € 484 thousand (€ 532 thousand in the corresponding period) for tickets issuing commissions.

- **Dividends**

During the first half of 2014 ANEK had income from dividends of ETANAP amounted to € 128 thousand (€ 116 thousand for the corresponding period).

- **Intercompany balances**

At the date of 30.06.2014, ANEK appeared due to ETANAP payables € 21 thousand (€ 95 thou-

sand at 31.12.2013), receivables from LANE amounted to € 1.038 thousand (€ 143 thousand at 31.12.2013), due to AIGAION PELAGOS payables € 595 thousand (€ 1.850 thousand at 31.12.2013) and due to ANEK LINES ITALIA payables € 958 thousand (€ 1.231 thousand at 31.12.2013). Moreover, the Parent Company at 30.06.2014 appeared receivables from the joint venture ANEK – SUPERFAST amounted to € 5.950 thousand (€ 3.388 thousand at 31.12.2013). At 30.06.2014 AIGAION PELAGOS had receivables from LANE amounted to € 986 thousand (€ 986 thousand at 31.12.2013), while ANEK LINES ITALIA had payables to joint venture ANEK – SUPERFAST amounted to € 2.422 thousand (€ 560 thousand at the end of previous year). Finally, at 30.06.2014 LEFKA ORI had receivables from ETANAP amounted to € 294 thousand (€ 392 thousand at 31.12.2013).

▪ **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 2014 and 2013 regard in short-term benefits and are analyzed below:

	The Group		The Company	
	01.01.14- 30.06.14	01.01.13- 30.06.13	01.01.14- 30.06.14	01.01.13- 30.06.13
Executive members of BoD	346	322	201	201
Non-Executive members of BoD	10	5	4	-
Directors	405	401	405	401
	761	728	610	602

As at 30.06.2014 the Company had liabilities to the above mentioned persons amounted to € 152 thousand (€ 260 thousand for the Group).

Chania, August 28, 2014

The Board of Directors

***INTERIM FINANCIAL STATEMENT, SEPARATE AND CONSOLI-
DATED AS OF 30 JUNE 2014***

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

TOTAL COMPREHENSIVE INCOME FOR THE 1st HALF

	Note	The Group		The Company	
		01.01.14- 30.06.14	01.01.13- 30.06.13	01.01.14- 30.06.14	01.01.13- 30.06.13
Revenue	4	69.234	73.690	61.322	64.257
Cost of sales		(67.609)	(72.318)	(60.480)	(63.858)
Gross profit / (loss)		1.625	1.372	842	399
Other operating income		472	736	932	1.043
Administrative expenses		(4.533)	(4.807)	(4.082)	(4.320)
Selling and marketing expenses		(7.085)	(7.650)	(6.257)	(6.865)
Other operating expenses		(2.286)	(976)	(1.353)	(731)
Earnings / (losses) before taxes, financing and investing results (EBIT)		(11.807)	(11.325)	(9.918)	(10.474)
Financial expenses		(9.063)	(8.230)	(8.926)	(8.090)
Financial income		237	132	202	66
Results from investing activities	5	(1.906)	(31)	131	89
Profit from associates		64	211	-	-
Earnings / (losses) before taxes		(22.475)	(19.243)	(18.511)	(18.409)
Income tax	10	(138)	(217)	(51)	(70)
Earnings / (losses) after taxes		(22.613)	(19.460)	(18.562)	(18.479)
Attributable to:					
Owners of the Parent company		(21.180)	(19.270)	-	-
Minority interests		(1.433)	(190)	-	-
Other comprehensive income / (losses) after taxes		-	(127)	-	(13)
Total comprehensive income after taxes for the period		(22.613)	(19.587)	(18.562)	(18.492)
Attributable to:					
Owners of the Parent company		(21.180)	(19.243)	-	-
Minority interests		(1.433)	(344)	-	-
Earnings / (losses) per share - basic (in €)	9	(0,1123)	(0,1021)	(0,0984)	(0,0980)
Earnings / (losses) before taxes, financing and investing results and depreciation (EBITDA)		(6.568)	(5.560)	(5.002)	(5.014)

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	
		01.04.14- 30.06.14	01.04.13- 30.06.13	01.04.14- 30.06.14	01.04.13- 30.06.13
Revenue		40.017	42.850	34.673	36.918
Cost of sales		(35.295)	(38.591)	(31.379)	(33.834)
Gross profit / (loss)		4.722	4.259	3.294	3.084
Other operating income		313	416	533	559
Administrative expenses		(2.362)	(2.517)	(2.110)	(2.258)
Selling and marketing expenses		(4.000)	(4.123)	(3.483)	(3.641)
Other operating expenses		(1.742)	(821)	(826)	(605)
Earnings / (losses) before taxes, financing and investing results (EBIT)		(3.069)	(2.786)	(2.592)	(2.861)
Financial expenses		(4.953)	(4.445)	(4.863)	(4.354)
Financial income		162	106	144	63
Results from investing activities		(1.915)	(13)	123	107
Profit from associates		25	78	-	-
Earnings / (losses) before taxes		(9.750)	(7.060)	(7.188)	(7.045)
Income tax		(121)	(186)	(26)	(44)
Earnings / (losses) after taxes		(9.871)	(7.246)	(7.214)	(7.089)
Attributable to:					
Owners of the Parent company		(8.758)	(7.273)	-	-
Minority interests		(1.113)	27	-	-
Other comprehensive income / (losses) after taxes		-	(127)	-	(13)
Total comprehensive income after taxes for the period		(9.871)	(7.373)	(7.214)	(7.102)
Attributable to:					
Owners of the Parent company		(8.758)	(7.245)	-	-
Minority interests		(1.113)	(128)	-	-
Earnings / (losses) per share - basic (in €)		(0,0465)	(0,0385)	(0,0382)	(0,0376)
Earnings / (losses) before taxes, financing and investing results and depreciation (EBITDA)		(361)	177	(41)	(54)

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

STATEMENTS OF FINANCIAL POSITION

	Note	The Group		The Company	
		30.06.14	31.12.13	30.06.14	31.12.13
ASSETS					
Tangible fixed assets	5	292.281	300.964	281.744	286.098
Investments in property		1.783	1.785	707	710
Intangible assets		39	47	39	46
Investments in subsidiaries		-	-	3.374	3.374
Investments in associates		1.860	1.796	46	46
Other long-term receivables		126	126	103	103
Deferred Tax receivables		184	184	-	-
Total non-current assets		296.273	304.902	286.013	290.377
Inventories		3.854	4.520	2.441	3.132
Trade receivables		49.151	45.293	43.552	40.619
Other receivables and prepayments		7.790	3.982	6.357	2.414
Financial assets at fair value through profit & loss		838	843	790	787
Cash and cash equivalents	6	5.167	3.733	2.486	1.831
Non-current assets for sale	5	2.180	-	-	-
Total current assets		68.980	58.371	55.626	48.783
TOTAL ASSETS		365.253	363.273	341.639	339.160
EQUITY AND LIABILITIES					
Share capital (188.654.892 shares x € 0,30)		56.597	56.597	56.597	56.597
Share premium account		745	745	745	745
Reserves	7	8.732	156.091	7.311	154.855
Results carried forward	7	(83.198)	(209.377)	(82.434)	(211.416)
Total company shareholders' equity		(17.124)	4.056	(17.781)	781
Minority interest		4.541	6.114	-	-
Total equity		(12.583)	10.170	(17.781)	781
Long-term borrowings	8	-	210	-	-
Deferred tax liabilities		1.174	1.200	326	326
Retirement benefits provisions		2.635	2.624	2.476	2.472
Other provisions		1.722	1.722	1.320	1.320
Grants for assets		1.171	1.267	-	-
Total non-current liabilities		6.702	7.023	4.122	4.118
Short-term borrowings	8	296.184	290.540	294.694	288.374
Trade payables		33.429	30.643	24.168	23.034
Other current liabilities		41.521	24.897	36.436	22.853
Total current liabilities		371.134	346.080	355.298	334.261
Total liabilities		377.836	353.103	359.420	338.379
TOTAL EQUITY AND LIABILITIES		365.253	363.273	341.639	339.160

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 01.01.2013	56.597	745	2.183	154.297	(173.866)	39.956	7.097	47.053
Total comprehensive income for 1 st half 2013			(66)		(19.177)	(19.243)	(344)	(19.587)
Dividends in non- controlling participation						-	(127)	(127)
Reserve of subsidiary				135	(135)	-	-	-
Net equity as of 30.06.2013	56.597	745	2.117	154.432	(193.178)	20.713	6.626	27.339
Balance as of 01.01.2014	56.597	745	2.117	153.974	(209.377)	4.056	6.114	10.170
Total comprehensive income for 1 st half 2014					(21.180)	(21.180)	(1.433)	(22.613)
Dividends in non- controlling participation						-	(140)	(140)
Reserve of subsidiary				186	(186)	-	-	-
Offset of accumulated losses with reserves				(147.545)	147.545	-	-	-
Net equity as of 30.06.2014	56.597	745	2.117	6.615	(83.198)	(17.124)	4.541	(12.583)

The Company	Share Capital	Share premium	Asset re-valuation reserves	Other reserves	Retained earnings	Total
Balance as of 01.01.2013	56.597	745	970	153.898	(174.590)	37.620
Total comprehensive income for 1 st half 2013			(13)		(18.479)	(18.492)
Net equity as of 30.06.2013	56.597	745	957	153.898	(193.069)	19.128
Balance as of 01.01.2014	56.597	745	957	153.898	(211.416)	781
Total comprehensive income for 1 st half 2014					(18.562)	(18.562)
Offset of accumulated losses with reserves				(147.544)	147.544	-
Net equity as of 30.06.2014	56.597	745	957	6.354	(82.434)	(17.781)

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

CASH FLOW STATEMENTS

	The Group		The Company	
	01.01.14- 30.06.14	01.01.13- 30.06.13	01.01.14- 30.06.14	01.01.13- 30.06.13
<u>Operating activities</u>				
Profits / (losses) before taxes	(22.475)	(19.243)	(18.511)	(18.409)
<i>Plus / (less) adjustments for:</i>				
Depreciation	5.341	5.885	4.916	5.475
Impairment of value of fixed assets	1.902	-	-	-
Grants amortization	(102)	(120)	-	(15)
Provisions	237	(49)	215	(83)
Results of investing activities	(60)	(180)	(131)	(89)
Foreign exchange differences	(86)	(40)	(94)	(42)
Financial expenses (less financial income)	8.920	8.141	8.817	8.067
	(6.323)	(5.606)	(4.788)	(5.096)
<i>Plus / (less) adjustments for changes of working capital accounts or related to operating activities:</i>				
Reduction / (increase) of inventories	665	322	692	951
Reduction / (increase) of receivables	(7.909)	(5.499)	(7.087)	(2.715)
Increase/(reduction) of payable accounts (except loan liabilities)	19.475	15.223	14.760	12.391
<i>Less:</i>				
Interest and related expenses paid	(1.622)	(3.335)	(1.481)	(3.195)
Income tax paid	(298)	(58)	(51)	(42)
Total cash flows generated from operating activities (a)	3.988	1.047	2.045	2.294
<u>Investing activities</u>				
Acquisition of affiliates, securities and other investments	-	(25)	-	-
Acquisition of fixed assets	(729)	(281)	(552)	(134)
Proceeds from the sale of fixed assets	-	-	-	-
Interest received	40	60	2	2
Dividend received	-	-	128	-
Total cash flows generated from investing activities (b)	(689)	(246)	(422)	(132)
<u>Financing activities</u>				
Proceeds on loans issued/taken	-	1.083	-	-
Payments of loans	(1.848)	(616)	(968)	(380)
Dividends paid	(17)	(4)	-	-
Total cash flows generated from financing activities (c)	(1.865)	463	(968)	(380)
Net increase/ (decrease) in cash and cash equivalents (a) + (b) + (c)	1.434	1.264	655	1.782
Cash & cash equivalents at beginning of the period	3.733	4.037	1.831	722
Cash & cash equivalents at end of the period	5.167	5.301	2.486	2.504

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

**INFORMATION AND EXPLANATORY NOTES ON THE INTERIM
FINANCIAL STATEMENTS FOR PERIOD
01.01.2014 – 30.06.2014**

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 shipping sector. The Company’s seat is located in the municipality of Chania – Crete, and its registered offices are located on K. Karamanli Ave, Chania. ANEK is recorded in General Company Register with number 121557860000 and its website address is www.anek.gr. 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%	Chania	Passenger shipping
ETANAP S.A.	47,94%	Stilos, Chania	Production and sale of bottled water
LEFKA ORI S.A.	60,44%*	Stilos, Chania	Production and trade of plastic bottles and packaging products
ANEK HOLDINGS S.A.	99,48%**	Chania	Tourism - participation in other companies - consulting, etc.
AIGAION PELAGOS THALASSIES GRAMMES SHIPPING COMPANY	100%	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: 36,44%

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

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 2013 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.

The number of personnel employed as at 30th June 2014 was 900 persons for the Company (out of which 692 were employed as crew aboard ships) and 998 persons for the Group (out of which 744 were employed as crew aboard ships). Respectively, at the end of corresponded period 30.06.2013 the Company had a number of 909 persons and the Group 1.022.

The interim financial statements as of 30th June 2014 approved by the BoD of the Parent Company at the meeting of 28th August 2014.

2. Preparation basis of the financial statements and accounting principles

The interim separate and consolidated financial statements as of 30th June 2014 (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 2013 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 31.12.2013, except for the new standards and interpretations which are applicable after January 1st 2014. 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.

➤ Ability to smoothly continue performing activities (going concern)

As mentioned in note 8, the total of long-term bank borrowings of the Parent on 31.12.2012 was transferred to current ones, as terms and conditions of the loan agreements were not met, in terms of loans’ servicing. As a result of this reclassification, the total current liabilities of the Company as at 30.6.2014 amounted to € 355,3 mil., while total current assets amounted to € 55,6 mil.

The management of the Group, from 2012, has taken measures to deal with liquidity problems by taking a series of actions such as:

- Contacts with creditor banks in order to agree the restructure in repayment terms of the entire loans, the positive outcome of which will enhance liquidity of the Company due to displacement of payment installments at a later time, extension of the repayment period and, possible, reduction in the financial cost. The discussions are in an advanced step and is expected that soon there will be a final agreement for loans’ restructuring.
- Actions for sales of vessels which will have direct positive impact on liquidity. It is noted that on August 1st 2014, the sale of the vessels “SOPHOCLES V.” and “LEFKA ORI” was completed for a total amount of euro 21 mil. that will equally decrease the long-term debt.
- The management of the Group expects a positive outcome on the arbitration proceedings that has commenced in arbitration court in London against the company "MINOAN LINES" for the forfeiture deposit amounted to € 47,5 million to acquire 33.35% of "HELLENIC SEAWAYS".

- After the successful opening of the joint venture in 2011 with the Group ATTICA in two main routes of activity, the Group's management considers the potential of developing further partnerships to achieve economies of scale. It is noted that in May 2013 it was decided the renewal of the duration of the joint venture "ANEK - SUPERFAST» until 2017. Also, at operational level, from 2012, measures have been taken such as reducing the wage costs of administrative & selling employees, cutting itineraries, reducing speed to conserve fuel and withdrawal of vessels from unprofitable routes. Moreover, through the imminent reforming of the institutional framework and the resolving of a number of pending issues, such as the organic compositions of vessels, mandatory deductions, the V.A.T. reduction, abolition of non-contributory charges in favor of third parties, it is expected to further reduce operating costs and to improve liquidity.
- Finally, the annual General Assembly held on June 15th 2014 decided -according BoD' s proposal- the calling of an extraordinary General Meeting within 3 months with agenda's issue a share capital increase according to terms that will be decided by this Meeting.

Considering the above facts, the financial statements have been prepared under the principle of going concern, as management believes that these measures will eliminate the problems of liquidity and enable the Company to continue its' uninterrupted operation. Nevertheless, the possibility of a non-successful completion of the above actions suggests the existence of uncertainty about the ability of smooth continuation of the activities of the Company.

› **New standards and interpretations, revisions and amendments**

The International Accounting Standards Board (IASB), 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 2014 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 2014 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:

- **IFRS 10 – Consolidated Financial Statements, IFRS 11 - Joint Arrangements, IFRS 12 - Disclosure of Interests in Other Entities, IAS 27 - Separate Financial Statements and IAS 28 - Investments in Associates and Joint Ventures**

In May 2011, IASB issued three new Standards, namely IFRS 10, IFRS 11 and IFRS 12. IFRS 10 "Consolidated Financial Statements" sets out a new consolidation method, defining control as the basis under consolidation of all types of entities. IFRS 10 supersedes IAS 27 "Consolidated and Separate Financial Statements" and SIC 12 "Consolidation — Special Purpose Entities". IFRS 11 "Joint Arrangements" sets out the principles regarding financial reporting of joint arrangements participants. IFRS 11 supersedes IAS 31 "Interests in Joint Ventures" and SIC 13 "Jointly Controlled Entities – Non-Monetary Contributions by Venturers". IFRS 12 "Disclosure of Interests in Other

Entities” unites, improves and supersedes disclosure requirements for all forms of interests in subsidiaries, under common audit, associates and non-consolidated entities. As a result of these new standards, IASB has also issued the revised IAS 27 entitled IAS 27 “Separate Financial Statements” and revised IAS 28 entitled IAS 28 “Investments in Associates and Joint Ventures”. The Standards were approved by E.U. in December 2012 and are effective for annual periods beginning on or after 1st January 2014, with earlier adoption permitted. The Group will assess the impact of new standards in its consolidated financial statements.

- **Transition Guidance: Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities – Amendments to IFRS 10, IFRS 11 and IFRS 12**

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 first applied. The Transition Guidance is effective for annual periods beginning on or after 1st January 2013, but in practice is effective for annual periods beginning on or after 1st January 2014 when the relevant Standards will be effective. The Group will assess the impact of transition guidance in its consolidated financial statements. This transition guidance has been adopted by the European Union in April 2013.

- **Investment Entities – Amendments to IFRS 10, IFRS 12 and IAS 27**

In October 2012, IASB issued Investment Entities (Amendments to IFRS 10, IFRS 12 and IAS 27). The amendments apply to a particular class of business that qualifies as investment entities. The IASB uses the term ‘investment entity’ to refer to an entity whose business purpose is to invest funds solely for returns from capital appreciation, investment income or both. An investment entity must also evaluate the performance of its investments on a fair value basis. Such entities could include private equity organizations, venture capital organizations, pension funds, sovereign wealth funds and other investment funds. The Investment Entities amendments provide an exception to the consolidation requirements in IFRS 10 and require investment entities to measure particular subsidiaries at fair value through profit or loss, rather than consolidate them. The amendments also set out disclosure requirements for investment entities. The amendments are effective for annual periods beginning on or after 1st January 2014, with earlier adoption permitted. The Group will assess the impact of amendments in its consolidated financial statements (Adjust accordingly). The amendments have been adopted by the European Union in November 2013.

- **Amendments to IAS 32 - Financial Instruments: Presentation, Offsetting financial assets and financial liabilities**

In December 2011, IASB issued amendments to IAS 32 “Financial Instruments: Presentation”, which provides clarification on some requirements for offsetting financial assets and liabilities in the statement of financial position. The amendments are effective for annual periods beginning on or after 1st January 2014, with earlier

adoption permitted. The Group will assess the impact of amendments in its consolidated financial statements (Adjusted accordingly). These amendments have been adopted by the European Union in December 2012.

- **Amendment to IAS 36 – Impairment of assets - Recoverable Amount Disclosures for Non-Financial Assets**

In May 2013, IASB issued amendments to IAS 36 “Impairment of Assets”. These narrow-scope amendments address the disclosure of information about the recoverable amount of impaired assets if that amount is based on fair value less costs of disposal. Earlier application is permitted for periods when the entity has already applied IFRS 13. The amendments are effective for annual periods beginning on or after 1st January 2014, with earlier adoption permitted. The Group will assess the impact of amendments in its consolidated financial statements. These amendments have been adopted by the European Union in December 2013.

- **Amendment to IAS 39 - Financial Instruments: Recognition and Measurement - Novation of Derivatives and Continuation of Hedge Accounting**

In June 2013, IASB issued amendments to IAS 39 “Financial Instruments: Recognition and Measurement”. The narrow-scope amendments will allow hedge accounting to continue in a situation where a derivative, which has been designated as a hedging instrument, is novated to effect clearing with a central counterparty as a result of laws or regulation, if specific conditions are met. Similar relief will be included in IFRS 9 Financial Instruments. The amendments are effective for annual periods beginning on or after 1st January 2014, with earlier adoption permitted. The Group assess the impact of amendments in its consolidated financial statements. These amendments have been adopted by the European Union in December 2013.

- **Interpretation 21 - Levies**

In May 2013, IASB issued Interpretation 21 that is an interpretation of IAS 37 Provisions “Contingent Liabilities and Contingent Assets”. IAS 37 sets out criteria for the recognition of a liability, one of which is the requirement for the entity to have a present obligation as a result of a past event (known as an obligating event). The Interpretation clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. The Interpretation is effective for annual periods beginning on or after 1st January 2014, with earlier adoption permitted. The Group will assess the impact of interpretation in its consolidated financial statements. The Interpretation has not been adopted by the European Union yet.

- **Amendment to IAS 19 - Employee Benefits, Defined Benefit Plans: Employee Contributions**

In November 2013, IASB issued amendments to IAS 19 “Employee Benefits”. The narrow-scope amendments apply to contributions from employees or third parties to defined benefit plans. The objective of the amendments is to simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary. The amendments are effective from 1st July 2014 with earlier adoption permitted. The Group will assess the impact of amendments in its consolidated financial statements. These amendments have not been adopted by the European Union yet.

- **Annual Improvements - Cycles 2010 - 2012 & 2011 - 2013**

In December 2013, IASB issued Annual improvements to IFRSs 2010-2012 Cycle & 2011-2013 Cycle. The Cycle 2010-2012 includes improvements for IFRS 2, IFRS 3, IFRS 8, IFRS 13, IAS 16, IAS 24 and IAS 38 and in the Cycle 2011-2013 improvements are relating to IFRS 1, IFRS 3, IFRS 13 and IAS 40. The improvements are effective from 1st July 2014 with earlier adoption permitted. The Group will assess the impact of the improvements in its consolidated financial statements. These improvements have not been adopted by the European Union yet.

- **IFRS 14 - Regulatory Deferral Accounts**

In January 2014, IASB issued an interim Standard, IFRS 14 Regulatory Deferral Accounts. The aim of this interim Standard is to enhance the comparability of financial reporting by entities that are engaged in rate-regulated activities. Rate regulation can have a significant impact on the timing and amount of an entity's revenue. An entity that already presents IFRS financial statements is not eligible to apply the Standard. The Standard is effective from 1st January 2016 with early application permitted. The Group will assess the impact of the Standard in its consolidated financial statements. This Standard has not been adopted by the European Union yet.

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 generated from passengers, vehicles and truck fares, as well as other on-board activities (bar, restaurants, stores and casinos). 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 2014 and 2013:

01.01.13 - 30.06.14	Shipping segment		Other activities	Total
	Domestic	Abroad		
The Group				
Total Revenues	34.449	31.408	3.377	69.234
Gross Operating Results	1.130	(940)	1.435	1.625
Additions in vessels	14	107	-	122
Depreciation of vessels	3.293	1.329	-	4.622
Net book value of vessels	182.730	91.511	-	274.241
Non-distributed assets	-	-	-	91.012
Total Assets as of 30.06.14	-	-	-	365.253

The Company

Total Revenues	29.914	31.408	-	61.322
Gross Operating Results	1.782	(940)	-	842
Additions in vessels	14	107	-	122
Depreciation of vessels	3.293	1.329	-	4.622
Net book value of vessels	179.827	91.512	-	271.339
Non-distributed assets	-	-	-	70.300
Total Assets as of 30.06.14	-	-	-	341.639

01.01.12 - 30.06.13	Shipping segment		Other activities	Total
	Domestic	Abroad		
The Group				
Total Revenues	34.522	35.785	3.383	73.690
Gross Operating Results	(67)	30	1.409	1.372
Additions in vessels	988	1.249	-	2.237
Depreciation of vessels	2.853	2.513	-	5.366
Net book value of vessels	173.397	125.710	-	299.107
Non-distributed assets	-	-	-	94.503
Total Assets as of 30.06.13	-	-	-	393.610

The Company

Total Revenues	28.472	35.785	-	64.257
Gross Operating Results	369	30	-	399
Additions in vessels	988	1.249	-	2.237
Depreciation of vessels	2.853	2.513	-	5.366
Net book value of vessels	165.814	125.710	-	291.524
Non-distributed assets	-	-	-	74.609
Total Assets as of 30.06.13	-	-	-	366.133

In the Group figure "Total Revenues" in domestic segment is included income from state subsidies for public services routes, amounted to € 4.747 thousand. Correspondingly, in the relevant previous period the revenues from subsidies were € 5.289.

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 2014 and the full year of 2013 for the Group and the Company are shown below:

The Group	Vessels	Land & buildings	Other equipment	Assets under construction	Total
Acquisition value as of 01.01.13	498.159	14.602	12.760	2.606	528.127
Additions	4.625	26	173	328	5.152
Disposals	(344)	-	(7)	-	(351)
Transfers	2.347	-	-	-	2.347
Impairment	(15.307)	-	-	-	(15.307)
Acquisition value as of 31.12.13	489.480	14.628	12.926	2.934	519.968
Additions	122	329	102	174	727
Disposals	-	-	-	-	-
Transfers	-	2.856	4	(2.860)	-
Impairment	(1.902)	-	-	-	(1.902)
Reclassification to current assets according to IFRS 5	(8.300)	-	-	-	(8.300)
Acquisition value as of 30.06.14	479.400	17.813	13.032	248	510.493
Accumulated depreciation 01.01.13	195.923	1.986	9.340	-	207.249
Depreciation charge	10.734	211	818	-	11.763
Disposals	-	-	(8)	-	(8)
Accumulated depreciation 31.12.13	206.657	2.197	10.150	-	219.004
Depreciation charge	4.622	293	413	-	5.328
Disposals	-	-	-	-	-
Reclassification to current assets according to IFRS 5	(6.120)	-	-	-	(6.120)
Accumulated depreciation 30.06.14	205.159	2.490	10.563	-	218.212
Net book value 31.12.13	282.823	12.431	2.776	2.934	300.964
Net book value 30.06.14	274.241	15.323	2.469	248	292.281

The Company	Vessels	Land & buildings	Other equipment	Assets under construction	Total
Acquisition value as of 01.01.13	479.264	9.079	3.105	2.606	494.054
Additions	4.033	-	19	139	4.191
Disposals	(344)	-	-	-	(344)
Transfers	2.202	-	-	-	2.202
Impairment	(13.971)	-	-	-	(13.971)
Acquisition value as of 31.12.13	471.184	9.079	3.124	2.745	486.132
Additions	122	293	23	111	549
Disposals	-	-	-	-	-
Transfers	-	2.856	-	(2.856)	-
Acquisition value as of 30.06.14	471.306	12.228	3.147	-	486.681
Accumulated depreciation 01.01.13	184.611	1.544	2.958	-	189.113
Depreciation charge	10.734	137	50	-	10.921
Disposals	-	-	-	-	-
Accumulated depreciation 31.12.13	195.345	1.681	3.008	-	200.034
Depreciation charge	4.622	256	25	-	4.903
Disposals	-	-	-	-	-
Accumulated depreciation 30.06.14	199.967	1.937	3.033	-	204.937
Net book value 31.12.13	275.839	7.398	116	2.745	286.098
Net book value 30.06.14	271.339	10.291	114	-	281.744

Non-current assets for sale

The value of a subsidiary's LANE vessel was reclassified to this figure of financial position's statement according to IFRS 5, based on an agreement with a foreign shipping company for the chartering and a purchase obligation of the charterer until 15.09.2014. This reclassification to current assets according the contractual value of the vessel, had as result an impairment loss amounted to € 1.902 which is included in "results from investing activities" of the Group.

Existing liens

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

- a) a' mortgages on vessels amounting to €364,7 million,
- b) b' mortgages on vessels amounting to €256,9 million and
- c) Pre-notations on property of € 18,7 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 € 248,3 million as of 30th June 2014.

6. Cash and cash equivalents

The cash and cash equivalents analysis is as follows:

	The Group		The Company	
	30.06.14	31.12.13	30.06.14	31.12.13
Cash	527	290	491	271
Bank accounts	4.640	3.443	1.995	1.560
	5.167	3.733	2.486	1.831

Almost the total of cash and cash equivalents are in euro.

7. Reserves and Results carried forward

According to the decision of the annual General Assembly held on 15.06.2014, there was an offset of a part of accumulated losses amounting to € 147,6 mil. from the “Results carried forward” account to the legal reserve by € 14,2 mil., the statutory reserves by € 12,4 mil. and the special reserve pursuant to article 4 par. 4a of law 2190/1920 by € 121,0 mil.

8. Long term borrowings

The Group does not present long-term borrowings as at 30.6.2014, while in 31.12.2013 the relevant figure amounted to € 210 thousand. It is noted that from 31.12.2012 in the statement of financial position there had been reclassification of the total long-term loans of the Parent company to short-term loans, according to paragraph 74 of IAS 1, given the fact that terms of the agreements were not met, in respect of debt servicing. According to the contracts, the lack of debt servicing is considered as fail of the Company to meet the terms and conditions undertaken, therefor the Company is obliged to repay the loans to the banks. However, Group’s management has already begun contacts with the lender banks in order to modify the terms and conditions of the total of long-term debt. The discussions are in an advanced step and is expected to reach final agreement for the loans restructuring soon.

Company’s syndicated loans initially amounting to a total of € 245 million were obtained in 2008, from a group of banks, on the basis of a floating interest rate (Euribor plus margin) for a period of 8 years (with the end maturity date set at 31st March 2016). Moreover, during the fiscal year 2010, a new mortgage loan, based on a floating interest rate, was obtained initially amounting to € 40 million.

Collaterals have been provided to secure the aforementioned syndicated loans (shipping mortgages on vessels, assignment of the insurance covenants) to the lender banks (see note 5). The residual balances of the aforementioned loans appearing in the balance sheets were valued in the net book value using the effective interest rate method and do not defer significantly from their fair value.

9. 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	
	01.01.14- 30.06.14	01.01.13- 30.06.13	01.01.14- 30.06.14	01.01.13- 30.06.13
Earnings / (losses) after taxes attributable to Equity holders of the Company	(21.180)	(19.270)	(18.562)	(18.479)
Weighted average number of shares	188.654.892	188.654.892	188.654.892	188.654.892
Earnings / (losses) per share - basic (in €)	(0,1123)	(0,1021)	(0,0984)	(0,0980)

10. 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 € 54 thousand. The taxes for the results of the non-shipping companies of the Group amounted to € 110 thousand, while an amount of € 26 thousand (revenue) pertain to deferred taxes of temporary differences. The unaudited fiscal years of the Parent Company and of the consolidated subsidiaries are presented in the following table:

Company	Unaudited years
ANEK	2008 – 2013
LANE	2002 – 2013
ETANAP S.A.	2009 – 2013
LEFKA ORI S.A.	2010 – 2013
ANEK HOLDINGS S.A.	2008 – 2013
AIGAION PELAGOS SC	2011 – 2013

It is noted that from year 2011 and on the Group companies came under the tax audit of the certified auditors in regard to article 82, par. 5 of Law 2238/1994. The audit of fiscal years 2011 - 2013 did not reveal differences and the auditors' reports issued unqualified. The fiscal year is considered tax finalized eighteen months after the issuance of tax compliance report and provided that no tax violations identified by the tax authorities. For the years that have not yet been subject to tax audit, Group companies have formed relevant provisions for additional taxes that might arise following a future tax audit for the relevant years. The accumulated provisions stand at € 25 thousand for the Company and at € 192 thousand for the Group.

11. Balances and transactions with related parties

Balances (receivables/liabilities) with associated parties, as defined by IAS 24, as at 30th June 2014 and 31st December 2013 are as follows:

	Group		Company	
	30.06.14	31.12.13	30.06.14	31.12.13
Receivables from:				
- subsidiaries	-	-	1.086	209
- affiliates	11	5	-	-
- other related parties	5.951	3.388	5.951	3.388
	5.962	3.393	7.037	3.597
Liabilities to:				
- subsidiaries	-	-	619	1.970
- affiliates	957	1.231	957	1.231
- other related parties	7	-	-	-
- executives & BoD members	260	187	152	126
	1.224	1.418	1.728	3.327

Purchases and sales transactions with related parties for the first half of 2014 and 2013 are as follows:

	The Group		The Company	
	01.01.14- 30.06.14	01.01.13- 30.06.13	01.01.14- 30.06.14	01.01.13- 30.06.13
Purchases of goods & services from:				
- subsidiaries	-	-	75	80
- affiliates	671	744	669	742
- other related parties	-	-	-	-
	671	744	744	822
Sales of goods & services to:				
- subsidiaries	-	-	4.121	3.071
- other related parties	-	-	-	-
	-	-	4.121	3.071

The Parent Company's results include income from dividends of subsidiary "ETANAP" amounting to € 128 thousand (€ 116 thousand in the corresponded period).

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 2014 and 2013 regard short term benefits to executives and are analyzed below:

	The Group		The Company	
	01.01.14- 30.06.14	01.01.13- 30.06.13	01.01.14- 30.06.14	01.01.13- 30.06.13
Executive members of BoD	346	322	201	201
Non-Executive members of BoD	10	5	4	-
Directors	405	401	405	401
	761	728	610	602

12. Commitments

Operating leases: Group's companies have 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 30.06.14 are as follows:

Within a year	8.571
From 2 to 5 years	4.615

Capital commitments: There were no capital commitments for the Company or the Group as of 30 June 2014.

Other commitments: There are certain commitments for the Group which are subject to Hellenic State subsidized investment plans, as well as liabilities arising from agreements entered into for the servicing of public services routes (letters of guarantee, etc.).

13. Contingent liabilities / receivables - litigious disputes or disputes in arbitration

Litigations: There are no disputes in litigation or arbitration, or other liabilities burdening the Group, which could significantly affect its financial condition. Relevant provisions have been formed amounting to € 99 thousand.

Contingent liabilities / receivables: The Group's contingent liabilities as at 30.06.2014 arising from its normal activity pertain to guarantees granted to secure liabilities (mainly in connection with subsidized routes) and performance bonds amounting to € 8.617 thousand. Respectively, the Group has received guarantees for receivables amounting to € 22.605 thousand.

14. Subsequent events

On August 1st 2014, the sale of the vessels "SOPHOCLES V." and "LEFKA ORI" was completed for a total amount of euro 21 mil. that will equally decrease the long-term debt. This sale will have no effect on 2014 results. At the same time were signed long-term charter parties for the leasing of the aforementioned vessels with a re-purchase option. These contracts meet the criteria of IAS 17 and are recognized as finance leases. Therefore, the vessels were not reclassified to current assets in financial position statements of 30.06.2014.

There are no other facts subsequent to 30th June 2014 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, 28 August 2014

Senior Vice-Chairman

Managing Director

Spyridon I. Protopapadakis
ID Card No. AA490648

Ioannis I. Vardinoyannis
ID Card No. Π 966572

Chief Financial Officer

Chief Accountant

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 2014



ANEK LINES S.A.
 No of G.E.C.R.: 121557860000 - S.A. Reg. No.: 11946/06/B/86/07
 Registered Office: Karamanli Avenue, Chania
 Financial data and information for the period 1 January 2014 - 30 June 2014
 (according to 4/507/28.04.2009 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.

Date of approval of the interim financial statements by the Board of Directors: August 28, 2014
 Certified auditors - accountants: Diamantoulakis Emmanouil (Reg. No. 13101) - Kollyris Nikolaos (Reg. No. 35591)
 Auditing Firms: GRANT THORNTON, SQL SA
 Type of auditors' report: Unqualified opinion (emphasis of matter)

STATEMENT OF FINANCIAL POSITION (parent company and consolidated)					TOTAL COMPREHENSIVE INCOME (parent company and consolidated)				
(Amounts in € thousand)	Group		Company		(Amounts in € thousand)	Group		Company	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013		from 01.01 to 30.06.2014	from 01.01 to 30.06.2013	from 01.01 to 30.06.2014	from 01.01 to 30.06.2013
ASSETS									
Tangible assets	292.281	300.964	281.744	286.098	Turnover	69.234	73.690	40.017	42.850
Investments in property	1.783	1.785	707	710	Gross profit / (loss)	1.625	1.372	4.722	4.259
Intangible assets	39	47	39	46	Earnings / (losses) before taxes, financing and investing results (EBIT)	(11.807)	(11.325)	(3.069)	(2.786)
Other non-current assets	2.170	2.106	3.523	3.523	Earnings / (losses) before taxes (EBT)	(22.475)	(19.243)	(9.750)	(7.060)
Inventories	3.854	4.520	2.441	3.132	Earnings / (losses) after taxes (A)	(22.613)	(19.460)	(9.871)	(7.246)
Trade receivables	49.151	45.293	43.552	40.619	Owners of the parent	(21.180)	(19.270)	(8.758)	(7.273)
Other current assets	8.826	4.825	7.147	3.201	Minority interests	(1.433)	(190)	(1.113)	27
Cash & cash equivalents	5.167	3.733	2.486	1.831	Other comprehensive income after taxes (B)	-	(127)	-	(127)
Non-current assets for sale	2.180	-	-	-	Total comprehensive income after taxes (A) + (B)	(22.613)	(19.587)	(9.871)	(7.373)
TOTAL ASSETS	365.253	363.273	341.639	339.160	Owners of the parent	(21.180)	(19.243)	(8.758)	(7.245)
EQUITY & LIABILITIES					Minority interests	(1.433)	(344)	(1.113)	(128)
Share capital	56.597	56.597	56.597	56.597	Earnings / (losses) after taxes per share basic - (in €)	(0,1123)	(0,1021)	(0,0465)	(0,0385)
Other equity items	(23.721)	(52.541)	(14.778)	(55.816)	Earnings / (losses) before taxes, financing and investing results, depreciation and amortization (EBITDA)	(6.568)	(5.560)	(361)	177
Equity attributable to shareholders of the parent (a)	(17.124)	4.056	(17.781)	781					
Minority interests (b)	4.541	6.114	-	-					
Total Equity (c) = (a) + (b)	(12.583)	10.170	(17.781)	781					
Long-term borrowings	-	210	-	-					
Provisions and other long-term liabilities	6.702	6.813	4.122	4.118					
Short-term borrowings	296.184	290.540	294.694	288.374					
Other short-term liabilities	74.950	55.540	60.604	45.887					
Total Liabilities (d)	377.836	353.103	359.420	338.379					
TOTAL EQUITY AND LIABILITIES (c) + (d)	365.253	363.273	341.639	339.160					

STATEMENT OF CHANGES IN EQUITY (parent company and consolidated)					CASH FLOW STATEMENT (parent company and consolidated)				
(Amounts in € thousand)	Group		Company		(Amounts in € thousand)	Group		Company	
	30.06.2014	30.06.2013	30.06.2014	30.06.2013		from 01.01 to 30.06.2014	from 01.01 to 30.06.2013	from 01.01 to 30.06.2014	from 01.01 to 30.06.2013
Equity at the beginning of the period (01.01.2014 and 01.01.2013, respectively)	10.170	47.053	781	37.620	Operating activities				
Total comprehensive income after taxes	(22.613)	(19.587)	(18.562)	(18.492)	Operating activities	(22.475)	(19.243)	(18.511)	(18.409)
Dividends paid	(140)	(127)	-	-	Depreciation	5.341	5.885	4.916	5.475
Equity at the end of the period (30.06.2014 and 30.06.2013, respectively)	(12.583)	27.339	(17.781)	19.128	Grants amortization	(102)	(120)	-	(151)
					Provisions	237	(49)	215	(83)
					Exchange differences	(86)	(40)	(94)	(42)
					Results of investing activity	(60)	(180)	(131)	(89)
					Impairment of fixed assets value	1.902	-	-	-
					Financial expenses (less financial income)	8.920	8.141	8.817	8.067
					Adjustments for changes in working capital:	(6.323)	(5.606)	(4.788)	(5.096)
					Decrease / (increase) of inventories	665	322	692	951
					Decrease / (increase) of receivables	(7.909)	(5.499)	(7.087)	(2.715)
					Less:				
					Interest and financial expenses paid	(1.622)	(3.335)	(1.481)	(3.195)
					Income tax paid	(298)	(58)	(51)	(42)
					Cash flows from operating activities (a)	3.989	1.047	2.045	2.294
					Investing activities				
					Acquisition of affiliates, securities and other investments	-	(25)	-	-
					Purchase of tangible and intangible assets	(729)	(281)	(552)	(134)
					Interest received	40	60	2	2
					Dividends received	-	-	128	-
					Cash flow from investing activities (b)	(689)	(246)	(422)	(132)
					Financing activities				
					Proceeds from borrowings	-	1.083	-	-
					Payment of borrowings	(1.848)	(616)	(968)	(380)
					Dividends paid	(17)	(4)	-	-
					Cash flow from financing activities (c)	(1.865)	463	(968)	(380)
					Net increase / (decrease) in cash and cash equivalents (a) + (b) + (c)	1.434	1.264	655	1.782
					Cash and cash equivalents at beginning of the period	3.733	4.037	5.831	722
					Cash and cash equivalents at the end of the period	5.167	5.301	2.486	2.504

ADDITIONAL DATA AND INFORMATION

1. Group entities that are included in the consolidated financial statements are presented in note 1 in the interim financial statement of 30.06.2014 including locations, percentage Group ownership and consolidation method. 2. The financial statements of the Group have been consolidated under the equity method by SEA STAR CAPITAL PLC that holds 23,16% of ANEK share capital 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 31.12.2013 adjusted with the revisions to IFRS. 4. There are no litigious disputes or disputes in arbitration against the Group that could significantly affect the financial position. The recorded relevant provisions for the Group amount to € 99 thousand and for the Company € 25 thousand. 5. The number of employees at 30.06.2014 was 998 for the Group (900 for the Company) and at 30.06.2013 was 1.022 for the Group (909 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. The unaudited tax years of the Group companies are presented in note 10 of the interim financial statements and the Group provisions for the unaudited tax years amount to € 159 thousand for the Group and € 25 thousand for the Company. The accumulated provisions for doubtful debts amounted to € 25.203 thousand for the Group and € 24.032 thousand for the Company, while the provisions for retirement benefits amounted to € 2.635 thousand for the Group and € 2.476 thousand for the Company. Other provisions amounted to € 1.430 thousand for the Group and € 1.240 thousand for the Company. 8. The ratio "Earnings / (losses) after taxes per share basic - (in €)" are calculated based in the weighted average number of total shares. 9. The emphasis of matter paragraph in the auditors' report refers that: "We draw your attention to note (2) to the condensed interim financial information and in particular to the fact that the working capital of the Group is negative by Euro 302,1 mill. the capital adequacy of the Group has worsened significantly and are applicable for the Company the provisions of the article 3 of cod. L. 2190/1990, while in parallel exist overdue liabilities to third parties. The above facts indicate the existence of material uncertainty in respect of the Group's ability to continue unhindered in operation as a going concern. In note (2) to the condensed interim financial information reference is made to the measures taken or planned by the management in order to ensure the Group's continuation in operation as a going concern. Our conclusion is not qualified in respect of this matter". 10. Intercompany transactions (inflows and outflows) since the beginning of the current year and intercompany balances as of 30.06.2014 that have resulted from the transactions with the related parties, as defined by IAS 24, are as follows:

(Amounts in € thousand)	Group	Company
a) Inflows	-	4.249
b) Outflows	671	744
c) Receivables	5.962	7.037
d) Payables	964	1.576
e) Key management compensations	761	610
f) Receivables from key management	-	-
g) Payables to key management	260	152

Chania, 28 August 2014

THE SENIOR VICE-CHAIRMAN

THE MANAGING DIRECTOR

THE CHIEF FINANCIAL OFFICER

THE CHIEF ACCOUNTANT

SPYRIDON I. PROTOPAPADAKIS
 ID. No. AA 490648

IOANNIS I. VARDINOYANNIS
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