



# **Interim financial statements**

*(parent company & consolidated)*

for the period from January 1st to September 30th 2012

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It is certified that the attached interim financial statements for the period from **1<sup>st</sup> of January 2012 to 30<sup>th</sup> of September 2012** are those approved by the Board of Directors of **ANEK S.A.** on **29<sup>th</sup> of November 2012** and posted on the internet at [www.anek.gr](http://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 translated from the Greek original version.*

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

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

**TOTAL COMPREHENSIVE INCOME FOR THE 9MONTH PERIOD**

	Notes	The Group		The Company	
		01.01.12- 30.09.12	01.01.11- 30.09.11	01.01.12- 30.09.12	01.01.11- 30.09.11
Revenue	4	160.883	205.407	134.365	170.318
Cost of sales		(138.631)	(166.046)	(117.093)	(136.626)
<b>Gross profit / (loss)</b>		<b>22.252</b>	<b>39.361</b>	<b>17.272</b>	<b>33.692</b>
Other operating income		671	621	1.325	1.507
Administrative expenses		(7.473)	(8.537)	(6.732)	(7.787)
Selling and marketing expenses		(14.790)	(18.111)	(13.157)	(15.537)
Other operating expenses		(2.854)	(1.465)	(2.332)	(1.302)
<b>Earnings / (losses) before taxes, financing and investing results (EBIT)</b>		<b>(2.194)</b>	<b>11.869</b>	<b>(3.624)</b>	<b>10.573</b>
Financial expenses		(11.918)	(12.313)	(11.690)	(12.024)
Financial income		45	22	6	11
Results from investing activities		(21)	(355)	95	(342)
Profit from associates		259	403	-	-
<b>Earnings / (losses) before taxes</b>		<b>(13.829)</b>	<b>(374)</b>	<b>(15.213)</b>	<b>(1.782)</b>
Income tax	9	(258)	(278)	(83)	(99)
<b>Earnings / (losses) after taxes</b>		<b>(14.087)</b>	<b>(652)</b>	<b>(15.296)</b>	<b>(1.881)</b>
<b>Attributable to:</b>					
Owners of the Parent company		(14.673)	(1.049)	-	-
Minority interests		586	397	-	-
Other comprehensive income after taxes		-	-	-	-
<b>Total comprehensive income after taxes for the period</b>		<b>(14.087)</b>	<b>(652)</b>	<b>(15.296)</b>	<b>(1.881)</b>
<b>Attributable to:</b>					
Owners of the Parent company		(14.673)	(1.049)	-	-
Minority interests		586	397	-	-
Earnings / (losses) per share - basic (in €)	8	(0,0778)	(0,0063)	(0,0811)	(0,0114)
Earnings / (losses) before taxes, financing and investing results and depreciation (EBITDA)		7.596	20.150	5.645	18.190

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

**TOTAL COMPREHENSIVE INCOME FOR THE 3RD QUARTER**

	Notes	The Group		The Company	
		01.07.12- 30.09.12	01.07.11- 30.09.11	01.07.12- 30.09.12	01.07.11- 30.09.11
Revenue	4	77.674	88.416	65.072	69.388
Cost of sales		(53.320)	(56.000)	(44.859)	(44.449)
<b>Gross profit / (loss)</b>		<b>24.354</b>	<b>32.416</b>	<b>20.213</b>	<b>24.939</b>
Other operating income		182	231	413	966
Administrative expenses		(2.312)	(2.768)	(2.098)	(2.536)
Selling and marketing expenses		(6.461)	(7.834)	(5.678)	(6.335)
Other operating expenses		(1.780)	(1.314)	(1.735)	(1.266)
<b>Earnings / (losses) before taxes, financing and investing results (EBIT)</b>		<b>13.983</b>	<b>20.731</b>	<b>11.115</b>	<b>15.768</b>
Financial expenses		(3.717)	(4.186)	(3.658)	(4.100)
Financial income		22	(5)	-	2
Results from investing activities		(9)	(120)	(9)	(121)
Profit from associates		231	184	-	-
<b>Earnings / (losses) before taxes</b>		<b>10.510</b>	<b>16.604</b>	<b>7.448</b>	<b>11.549</b>
Income tax	9	(205)	(161)	(28)	(31)
<b>Earnings / (losses) after taxes</b>		<b>10.305</b>	<b>16.443</b>	<b>7.420</b>	<b>11.518</b>
<b>Attributable to:</b>					
Owners of the Parent company		9.635	15.925	-	-
Minority interests		670	518	-	-
Other comprehensive income after taxes		-	-	-	-
<b>Total comprehensive income after taxes for the period</b>		<b>10.305</b>	<b>16.443</b>	<b>7.420</b>	<b>11.518</b>
<b>Attributable to:</b>					
Owners of the Parent company		9.635	15.925	-	-
Minority interests		670	518	-	-
Earnings / (losses) per share - basic (in €)	8	0,0511	0,1042	(0,0393)	0,0758
Earnings / (losses) before taxes, financing and investing results and depreciation (EBITDA)		17.377	23.492	14.335	18.309

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

**STATEMENTS OF FINANCIAL POSITION**

	Notes	The Group		The Company	
		30.09.12	31.12.11	30.09.12	31.12.11
<b>ASSETS</b>					
Tangible fixed assets	5	358.440	367.549	341.934	350.407
Investments in property		1.792	1.796	717	721
Intangible assets		35	73	29	60
Investments in subsidiaries		-	-	5.098	5.098
Investments in associates		1.578	1.319	46	46
Other long-term receivables		119	118	100	100
Deferred Tax receivables		94	92	-	-
<b>Total non-current assets</b>		<b>362.058</b>	<b>370.947</b>	<b>347.924</b>	<b>356.432</b>
Inventories		6.356	7.869	5.009	6.713
Trade receivables		64.544	55.612	55.079	48.804
Other receivables and prepayments		3.205	1.925	1.911	1.490
Financial assets at fair value through profit & loss		846	867	821	842
Cash and cash equivalents	6	3.806	3.360	1.127	1.574
<b>Total current assets</b>		<b>78.757</b>	<b>69.633</b>	<b>63.947</b>	<b>59.423</b>
<b>TOTAL ASSETS</b>		<b>440.815</b>	<b>440.580</b>	<b>411.871</b>	<b>415.855</b>
<b>EQUITY AND LIABILITIES</b>					
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		(128.439)	(113.688)	(130.003)	(114.707)
<b>Equity attributable to owners of the Parent</b>		<b>85.383</b>	<b>100.057</b>	<b>82.207</b>	<b>97.503</b>
Minority interests		7.477	7.017	-	-
<b>Total equity</b>		<b>92.860</b>	<b>107.074</b>	<b>82.207</b>	<b>97.503</b>
Long-term borrowings	7	1.125	229.077	-	227.710
Deferred tax liabilities		975	986	308	308
Retirement benefits provisions		3.548	3.563	3.254	3.283
Other provisions		610	606	200	200
Grants for assets		1.883	1.311	351	373
<b>Total non-current liabilities</b>		<b>8.141</b>	<b>235.543</b>	<b>4.113</b>	<b>231.874</b>
Short-term borrowings	7	259.042	34.519	257.355	33.161
Trade payables		35.835	42.718	25.833	33.424
Other current liabilities		44.937	20.726	42.363	19.893
<b>Total current liabilities</b>		<b>339.814</b>	<b>97.963</b>	<b>325.551</b>	<b>86.478</b>
<b>Total liabilities</b>		<b>347.955</b>	<b>333.506</b>	<b>329.664</b>	<b>318.352</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>440.815</b>	<b>440.580</b>	<b>411.871</b>	<b>415.855</b>

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
<b>Balance as of 01.01.2011</b>	<b>40.325</b>	<b>1.080</b>	<b>2.183</b>	<b>154.215</b>	<b>(90.782)</b>	<b>107.021</b>	<b>7.146</b>	<b>114.167</b>
Total comprehensive income for 9month 2011					(1.049)	(1.049)	397	(652)
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)	-		-
<b>Net equity as of 30.09.2011</b>	<b>56.597</b>	<b>745</b>	<b>2.183</b>	<b>154.220</b>	<b>(91.836)</b>	<b>121.909</b>	<b>7.540</b>	<b>129.449</b>
<b>Balance as of 01.01.2012</b>	<b>56.597</b>	<b>745</b>	<b>2.183</b>	<b>154.220</b>	<b>(113.688)</b>	<b>100.057</b>	<b>7.017</b>	<b>107.074</b>
Total comprehensive income for 9month 2012					(14.674)	(14.674)	587	(14.087)
Dividends in non-controlling participation						-	(127)	(127)
Reserve of subsidiary				77	(77)	-		-
<b>Net equity as of 30.09.2012</b>	<b>56.597</b>	<b>745</b>	<b>2.183</b>	<b>154.297</b>	<b>(128.439)</b>	<b>85.383</b>	<b>7.477</b>	<b>92.860</b>

The Company	Share Capital	Share premium	Asset re-valuation reserves	Other reserves	Retained earnings	Total
<b>Balance as of 01.01.2011</b>	<b>40.325</b>	<b>1.080</b>	<b>970</b>	<b>153.898</b>	<b>(92.796)</b>	<b>103.477</b>
Total comprehensive income for 9month 2011					(1.881)	(1.881)
Share capital increase	16.272					16.272
Expenses due to the share capital increase		(335)				(335)
<b>Net equity as of 30.09.2011</b>	<b>56.597</b>	<b>745</b>	<b>970</b>	<b>153.898</b>	<b>(94.677)</b>	<b>117.533</b>
<b>Balance as of 01.01.2012</b>	<b>56.597</b>	<b>745</b>	<b>970</b>	<b>153.898</b>	<b>(114.707)</b>	<b>97.503</b>
Total comprehensive income for 9month 2012					(15.296)	(15.296)
<b>Net equity as of 30.09.2012</b>	<b>56.597</b>	<b>745</b>	<b>970</b>	<b>153.898</b>	<b>(130.003)</b>	<b>82.207</b>

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

## CASH FLOW STATEMENTS

	The Group		The Company	
	01.01.12- 30.09.12	01.01.11- 30.09.11	01.01.12- 30.09.12	01.01.11- 30.09.11
<b><u>Operating activities</u></b>				
Earnings / (losses) before taxes	(13.829)	(374)	(15.213)	(1.782)
<i>Adjustments for:</i>				
Depreciation	9.969	8.322	9.291	7.639
Grants amortization	(179)	(41)	(22)	(22)
Provisions	827	1.084	721	1.034
Results of investing activities	(238)	(326)	(95)	92
(Gain) / loss from disposal of property, plant & equipment	-	245	-	249
Exchange differences	(4)	53	4	49
Financial expenses (less financial income)	11.861	12.246	11.679	11.965
	<b>8.407</b>	<b>21.209</b>	<b>6.365</b>	<b>19.224</b>
<i>Adjustments for changes of working capital accounts or related to operating activities:</i>				
Decrease / (increase) of inventories	1.485	282	1.703	354
Decrease / (increase) of receivables	(11.035)	(483)	(7.446)	1.549
Increase/ (decrease) of liabilities (excluding borrowings)	8.429	(4.650)	6.359	(5.502)
Less:				
Interest and financial expenses paid	(3.186)	(14.363)	(2.956)	(14.071)
Income tax paid	(87)	(235)	(83)	(99)
<b>Cash flows from operating activities (a)</b>	<b>4.013</b>	<b>1.760</b>	<b>3.942</b>	<b>1.455</b>
<b><u>Investing activities</u></b>				
Acquisition of affiliates, securities and other investments	-	(262)	-	(262)
Proceeds from disposal of securities and other investments	-	9	-	9
Purchase of tangible and intangible assets	(817)	(976)	(782)	(700)
Proceeds from sale of assets	-	3.473	-	3.464
Interest received	40	14	2	9
Dividends received	-	9	87	9
<b>Cash flows from investing activities (b)</b>	<b>(777)</b>	<b>2.267</b>	<b>(693)</b>	<b>2.529</b>
<b><u>Financing activities</u></b>				
Proceeds from share capital principal payment	-	16.272	-	16.272
Payments of expenses due to the share capital increase	-	(335)	-	(335)
Proceeds from borrowings	430	287	-	-
Payment of borrowings	(4.035)	(20.702)	(3.696)	(20.369)
Grants received	844	-	-	-
Dividends paid	(29)	(8)	-	(1)
<b>Cash flows from financing activities (c)</b>	<b>(2.790)</b>	<b>(4.486)</b>	<b>(3.696)</b>	<b>(4.433)</b>
<b>Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)</b>	<b>446</b>	<b>(459)</b>	<b>(447)</b>	<b>(449)</b>
Cash and cash equivalents at the beginning of the period	3.360	3.301	1.574	1.769
<b>Cash and cash equivalents at the end of the period</b>	<b>3.806</b>	<b>2.842</b>	<b>1.127</b>	<b>1.320</b>

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 – 30.09.2012**

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## 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 Etaireia 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	Shipping company under Law 959/79
AIGAION PELAGOS THALASSIES GRAMMES SHIPPING COMPANY	100%	El. Venizelos, Chania	Shipping 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 30<sup>th</sup> September 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 30<sup>th</sup> September 2012 was 1.027 people for the Company (out of which 805 were employed as crew aboard ships) and 1.196 people for the Group (out of which 934 were employed as crew aboard ships). Respectively, at the end of corresponded period 30.09.2011 the Company had a number of 1.052 people and the Group 1.145.

**The interim financial statements as of 30<sup>th</sup> September 2012 approved by the BoD of the Parent Company at the meeting of 29<sup>th</sup> November 2012.**

## 2. Preparation basis of the financial statements and accounting principles

The interim separate and consolidated financial statements as of 30<sup>th</sup> September 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 31<sup>st</sup> December 2011 which have been posted on the Company’s website at [www.anek.gr](http://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 1<sup>st</sup> 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 1<sup>st</sup> 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 1<sup>st</sup> 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 1<sup>st</sup> 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.

### 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). 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 9month period of 2012 and 2011:

01.01.12 - 30.09.12	Shipping segment		Other activities	Domestic
	Domestic	Abroad		
<b>The Group</b>				
Revenues from fares	76.486	64.852	-	141.338
On board revenues	6.399	6.898	-	13.297
Other revenues	287	269	5.692	6.248
<b>Total</b>	<b>83.172</b>	<b>72.019</b>	<b>5.692</b>	<b>160.883</b>
<b>Cost of Sales</b>	<b>72.283</b>	<b>63.238</b>	<b>3.110</b>	<b>138.631</b>
<b>Gross Operating Results</b>	<b>10.889</b>	<b>8.781</b>	<b>2.582</b>	<b>22.252</b>
Additions in vessels	29	10	-	39
Depreciation of vessels	5.067	3.997	-	9.064
Net book value of vessels	211.687	128.014	-	339.701
Non-distributed assets	-	-	-	101.114
<b>Total Assets as of 30.09.12</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>440.815</b>

**The Company**

Revenues from fares	55.740	64.852	-	120.592
On board revenues	6.330	6.898	-	13.228
Other revenues	276	269	-	545
<b>Total</b>	<b>62.346</b>	<b>72.019</b>	<b>-</b>	<b>134.365</b>
<b>Cost of Sales</b>	<b>53.855</b>	<b>63.238</b>	<b>-</b>	<b>117.093</b>
<b>Gross Operating Results</b>	<b>8.491</b>	<b>8.781</b>	<b>-</b>	<b>17.272</b>
Additions in vessels	28	10	-	38
Depreciation of vessels	5.067	3.997	-	9.064
Net book value of vessels	203.720	128.014	-	331.734
Non-distributed assets	-	-	-	80.137
<b>Total Assets as of 30.09.12</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>411.871</b>

01.01.11 - 30.09.11	Shipping segment		Other activities	Domestic
	Domestic	Abroad		
<b>The Group</b>				
Revenues from fares	90.918	90.581	-	181.499
On board revenues	9.336	9.384	-	18.720
Other revenues	183	196	4.808	5.187
<b>Total</b>	<b>100.437</b>	<b>100.161</b>	<b>4.808</b>	<b>205.406</b>
<b>Cost of Sales</b>	<b>83.542</b>	<b>79.815</b>	<b>2.688</b>	<b>166.045</b>
<b>Gross Operating Results</b>	<b>16.895</b>	<b>20.346</b>	<b>2.120</b>	<b>39.361</b>

01.01.12 - 30.09.12	Shipping segment		Other activities	Domestic
	Domestic	Abroad		
Additions in vessels	348	14	-	362
Depreciation of vessels	2.899	4.490	-	7.389
Net book value of vessels	146.519	211.020	-	357.539
Non-distributed assets	-	-	-	110.709
<b>Total Assets as of 30.09.11</b>	-	-	-	<b>468.248</b>
<b>The Company</b>				
Revenues from fares	60.598	90.581	-	151.179
On board revenues	9.400	9.384	-	18.784
Other revenues	159	196	-	355
<b>Total</b>	<b>70.157</b>	<b>100.161</b>	-	<b>170.318</b>
<b>Cost of Sales</b>	<b>56.811</b>	<b>79.815</b>	-	<b>136.626</b>
<b>Gross Operating Results</b>	<b>13.346</b>	<b>20.346</b>	-	<b>33.692</b>
Additions in vessels	325	14	-	339
Depreciation of vessels	2.899	4.490	-	7.389
Net book value of vessels	138.553	211.020	-	349.573
Non-distributed assets	-	-	-	86.860
<b>Total Assets as of 30.09.11</b>	-	-	-	<b>436.433</b>

In the figure “Revenues from fares” in domestic segment is included income from state subsidies for public transportation services, amounted to € 3.997 thousand for the Company and € 14.105 thousand for the Group. Correspondingly, in the relevant previous period the revenues from subsidies were € 4.533 thousand for the Company (€ 14.855 thousand for the Group). Additionally, in the revenues of fares abroad for the 9month period of 2011 were 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 9month period 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
<b>Acquisition value as of 01.01.11</b>	<b>552.059</b>	<b>14.595</b>	<b>12.310</b>	<b>1.271</b>	<b>580.235</b>
Additions	411	2	97	763	1.273
Disposals	(13.564)	-	(25)	-	(13.589)
Transfers	-	-	257	(257)	-
Impairment	(6.344)	-	-	-	(6.344)
<b>Acquisition value as of 31.12.11</b>	<b>532.562</b>	<b>14.597</b>	<b>12.639</b>	<b>1.777</b>	<b>561.575</b>
Additions	39	5	82	691	817
Disposals	-	-	(6)	-	(6)
<b>Acquisition value as of 30.09.12</b>	<b>532.601</b>	<b>14.602</b>	<b>12.715</b>	<b>2.468</b>	<b>562.386</b>
<b>Accumulated depreciation 01.01.11</b>	<b>184.536</b>	<b>1.546</b>	<b>7.444</b>	-	<b>193.526</b>
Depreciation charge	9.907	219	1.001	-	11.127
Disposals	(10.607)	-	(20)	-	(10.627)
<b>Accumulated depreciation 31.12.11</b>	<b>183.836</b>	<b>1.765</b>	<b>8.425</b>	-	<b>194.026</b>
Depreciation charge	9.064	165	697	-	9.926
Disposals	-	-	(6)	-	(6)
<b>Accumulated depreciation 30.09.12</b>	<b>192.900</b>	<b>1.930</b>	<b>9.116</b>	-	<b>203.946</b>
<b>Net book value 31.12.11</b>	<b>348.727</b>	<b>12.832</b>	<b>4.214</b>	<b>1.777</b>	<b>367.549</b>
<b>Net book value 30.09.12</b>	<b>339.701</b>	<b>12.672</b>	<b>3.599</b>	<b>2.468</b>	<b>358.440</b>

The Company	Vessels	Land & buildings	Other equipment	Assets under construction	Total
<b>Acquisition value as of 01.01.11</b>	<b>532.803</b>	<b>9.073</b>	<b>2.997</b>	<b>1.239</b>	<b>546.112</b>
Additions	389	1	55	534	979
Disposals	(13.564)	-	-	-	(13.564)
Impairment	(6.344)	-	-	-	(6.344)
<b>Acquisition value as of 31.12.11</b>	<b>513.284</b>	<b>9.074</b>	<b>3.052</b>	<b>1.773</b>	<b>527.183</b>
Additions	38	5	48	691	782
Disposals	-	-	-	-	-
<b>Acquisition value as of 30.09.12</b>	<b>513.322</b>	<b>9.079</b>	<b>3.100</b>	<b>2.464</b>	<b>527.965</b>
<b>Accumulated depreciation 01.01.11</b>	<b>173.224</b>	<b>1.248</b>	<b>2.732</b>	-	<b>177.204</b>
Depreciation charge	9.907	147	125	-	10.179
Disposals	(10.607)	-	-	-	(10.607)
<b>Accumulated depreciation 31.12.11</b>	<b>172.524</b>	<b>1.395</b>	<b>2.857</b>	-	<b>176.776</b>
Depreciation charge	9.064	112	79	-	9.255
Disposals	-	-	-	-	-
<b>Accumulated depreciation 30.09.12</b>	<b>181.588</b>	<b>1.507</b>	<b>2.936</b>	-	<b>186.031</b>
<b>Net book value 31.12.11</b>	<b>340.760</b>	<b>7.679</b>	<b>195</b>	<b>1.773</b>	<b>350.407</b>
<b>Net book value 30.09.12</b>	<b>331.734</b>	<b>7.572</b>	<b>164</b>	<b>2.464</b>	<b>341.934</b>

#### Existing liens

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

- a) 1<sup>st</sup> mortgages on the vessels of €365,9 million,

b) 2<sup>nd</sup> 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 € 250,8 million as of 30<sup>th</sup> September 2012.

## 6. Cash and cash equivalents

The cash and cash equivalents analysis is as follows:

	The Group		The Company	
	30.09.12	31.12.11	30.09.12	31.12.11
Cash	592	393	561	376
Bank accounts (current and deposit)	3.214	2.967	566	1.198
	<b>3.806</b>	<b>3.360</b>	<b>1.127</b>	<b>1.574</b>

The total of cash and cash equivalent are in euro.

## 7. Long term / Short term borrowings

Long-term borrowings as at 30.9.2012 amounted to € 1.125 thousand, while in 31.12.2011 amounted to € 229.077 thousand. It is noted that at 30.09.2012 in the statement of financial position there has been reclassification of long-term loans of the Parent company amounted to € 204,6 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 contacts 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- 30.09.12	01.01.11- 30.09.11	01.01.12- 30.09.12	01.01.11- 30.09.11
Earnings / (losses) after taxes attributable to Equity holders of the Company	(14.673)	(1.049)	(15.296)	(1.881)
Weighted average number of shares	188.654.892	165.409.650	188.654.892	165.409.650
Earnings / (losses) per share - basic (in €)	(0,0778)	(0,0063)	(0,0811)	(0,0114)

## 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 9month period of the Group were charged by taxes of € 87 thousand. The taxes for the results of the non-shipping companies of the Group amounted to € 184 thousands, while additional provision pertain mainly to tax audit differences was posted amounted to € 13 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, tax compliance certificates from the certified auditors were issued, for Group companies have been included 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 30<sup>th</sup> September 2012 and 31<sup>st</sup> December 2011 are as follows:

	Group		Company	
	30.09.12	31.12.11	30.09.12	31.12.11
<b>Receivables from:</b>				
- subsidiaries	-	-	35	93
- affiliates	11	-	-	-
- other related parties	11.678	7.768	11.656	7.402
- executives & BoD members	1	9	1	9
	<b>11.690</b>	<b>7.777</b>	<b>11.692</b>	<b>7.504</b>
<b>Liabilities to:</b>				
- subsidiaries	-	-	2.768	2.092
- affiliates	144	188	144	188
- other related parties	11.426	13.211	8.473	10.186
- executives & BoD members	203	124	140	103
	<b>11.773</b>	<b>13.523</b>	<b>11.525</b>	<b>12.569</b>

Purchases and sales transactions with related parties for the 9month period of 2012 and 2011 are as follows:

	The Group		The Company	
	01.01.12- 30.09.12	01.01.11- 30.09.11	01.01.12- 30.09.12	01.01.11- 30.09.11
<b>Purchases of goods &amp; services from:</b>				
- subsidiaries	-	-	267	1.103
- affiliates	1.663	1.906	1.659	1.902
- other related parties	1.443	8.884	1.019	3.006
	<b>3.106</b>	<b>10.790</b>	<b>2.945</b>	<b>6.011</b>
<b>Sales of goods &amp; services to:</b>				
- subsidiaries	-	-	4.794	10.185
- other related parties	131	964	58	739
	<b>131</b>	<b>964</b>	<b>4.852</b>	<b>10.924</b>

#### Fees of BoD members and directors

The gross fees regarding the members of the Board and the Company's directors for the 9month periods of 2012 and 2011 regard short term benefits to executives and are analyzed below:

	The Group		The Company	
	01.01.12- 30.09.12	01.01.11- 30.09.11	01.01.12- 30.09.12	01.01.11- 30.09.11
Executive members of BoD	475	583	302	397
Non-Executive members of BoD	21	16	21	16
Directors	630	603	630	603
	<b>1.126</b>	<b>1.202</b>	<b>953</b>	<b>1.016</b>

## 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 30.09.12 are as follows:

Within a year	591
From 2 to 5 years	1.031

**Capital commitments:** There were no capital commitments for the Company or the Group as of 30 September 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 30.09.2012 arising from its normal activity pertain to guarantees granted to secure liabilities (mainly in connection with subsidized routes) and performance bonds amounting to € 15.232 thousand. Respectively, the Group has received guarantees for receivables amounting to € 18.601 thousand.

### 13. Subsequent events

There are no facts subsequent to 30<sup>th</sup> September 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, 29 November 2012**

**2<sup>nd</sup> 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**

**Stylianos I. Stamos**  
ID Card No. M 068570

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