



# **Interim financial statements**

*(parent company & consolidated)*

*for the period from January 1st to September 30th 2015*

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*It is certified that the attached interim financial statements for the period from 1<sup>st</sup> of January to 30<sup>th</sup> of September 2015 are those approved by the Board of Directors of ANEK S.A. on 13<sup>th</sup> of November 2015 and posted on the internet at [www.anek.gr](http://www.anek.gr).*

*It is noted that the present interim report is translated from the Greek original copy.*

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## **REVIEW REPORT ON INTERIM FINANACIAL 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 September 2015 and the relative condensed separate and consolidated statements of comprehensive income, changes in equity and cash flows for the nine-month period then ended, as well as the selected explanatory notes, that constitute the condensed interim financial information. 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 Matters**

We draw your attention to:

a) note (13) to the interim financial information where reference is made to the maritime incident of the chartered ship Norman Atlantic that happened on 28.12.2014. The incident, which is insured by an inter-

national Mutual Insurance Co-operative, is still under investigation and, therefore, reasonable uncertainty exists as to its progress and its contingent effects on the financial statements of the Group.

b) note (2) to the interim financial information and in particular to the fact that the working capital of the Group is negative by Euro 251,2 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 parallel exist overdue liabilities to third parties.

The above facts and the overall adverse conditions and restrictions in Greek economy as referred in note (2) to the interim financial information, indicate the existence of material uncertainty in respect of the Group's ability to continue unhindered in operation as a going concern. In the same note (2) to the 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 these matters.

**Athens, 13 November 2015**

**The Certified Public Accountants**

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***INTERIM SEPARATE & CONSOLIDATED FINANCIAL  
STATEMENTS AS OF 30 SEPTEMBER 2015***

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***Financial statements amounts are expressed in thousands €.***

***Any differences in totals are due to the rounding of figures.***

**STATEMENTS OF COMPREHENSIVE INCOME FOR THE 9M PERIOD**

	Note	The Group		The Company	
		01.01.15- 30.09.15	01.01.14- 30.09.14	01.01.15- 30.09.15	01.01.14- 30.09.14
Revenue	4	125.839	137.477	109.706	120.566
Cost of sales		(91.294)	(113.395)	(79.818)	(101.105)
<b>Gross profit</b>		<b>34.545</b>	<b>24.082</b>	<b>29.888</b>	<b>19.461</b>
Other operating income		846	708	1.524	1.426
Administrative expenses		(6.723)	(6.903)	(6.080)	(6.233)
Selling and marketing expenses		(10.619)	(12.412)	(9.211)	(10.807)
Other operating expenses		(2.732)	(3.778)	(2.673)	(2.645)
<b>Earnings / (losses) before taxes, financing and investing results (EBIT)</b>		<b>15.317</b>	<b>1.697</b>	<b>13.448</b>	<b>1.202</b>
Financial expenses		(12.004)	(13.151)	(11.905)	(12.974)
Financial income		79	1.712	39	1.667
Results from investing activities		(242)	(1.913)	80	125
Profit from associates		144	245	-	-
<b>Earnings / (losses) before taxes</b>		<b>3.294</b>	<b>(11.410)</b>	<b>1.662</b>	<b>(9.980)</b>
Income tax	10	(535)	(431)	(110)	(77)
<b>Earnings / (losses) after taxes</b>		<b>2.759</b>	<b>(11.841)</b>	<b>1.552</b>	<b>(10.057)</b>
<b>Attributable to:</b>					
Owners of the Parent company		2.444	(10.989)	-	-
Minority interests		315	(852)	-	-
<b>Other comprehensive income / (losses) after taxes</b>					
Deferred taxes	10	(80)	-	(24)	-
<b>Total comprehensive income after taxes for the period</b>		<b>2.679</b>	<b>(11.841)</b>	<b>1.528</b>	<b>(10.057)</b>
<b>Attributable to:</b>					
Owners of the Parent company		2.394	(10.989)	-	-
Minority interests		285	(852)	-	-
Earnings / (losses) per share - basic (in €)	9	0,0130	(0,0582)	0,0082	(0,0533)
Earnings / (losses) before taxes, financing and investing results and depreciation (EBITDA)		23.665	9.853	21.291	8.881

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

**STATEMENTS OF COMPREHENSIVE INCOME FOR THE 3<sup>rd</sup> QUARTER**

	The Group		The Company	
	01.07.15- 30.09.15	01.07.14- 30.09.14	01.07.15- 30.09.15	01.07.14- 30.09.14
Revenue	62.941	68.243	54.762	59.244
Cost of sales	(34.944)	(45.786)	(30.749)	(40.624)
<b>Gross profit</b>	<b>27.997</b>	<b>22.457</b>	<b>24.013</b>	<b>18.620</b>
Other operating income	337	236	588	494
Administrative expenses	(2.114)	(2.370)	(1.907)	(2.151)
Selling and marketing expenses	(4.826)	(5.327)	(4.131)	(4.550)
Other operating expenses	(1.039)	(1.492)	(1.034)	(1.292)
<b>Earnings / (losses) before taxes, financing and investing results (EBIT)</b>	<b>20.355</b>	<b>13.504</b>	<b>17.529</b>	<b>11.121</b>
Financial expenses	(3.851)	(4.088)	(3.819)	(4.048)
Financial income	21	1.475	12	1.464
Results from investing activities	(7)	(6)	(1)	(6)
Profit from associates	120	180	-	-
<b>Earnings / (losses) before taxes</b>	<b>16.638</b>	<b>11.065</b>	<b>13.721</b>	<b>8.531</b>
Income tax	(376)	(292)	(46)	(26)
<b>Earnings / (losses) after taxes</b>	<b>16.262</b>	<b>10.773</b>	<b>13.675</b>	<b>8.505</b>
<b>Attributable to:</b>				
Owners of the Parent company	15.502	10.192	-	-
Minority interests	760	581	-	-
<b>Other comprehensive income / (losses) after taxes</b>				
Deferred taxes	(80)	-	(24)	-
<b>Total comprehensive income after taxes for the period</b>	<b>16.182</b>	<b>10.773</b>	<b>13.651</b>	<b>8.505</b>
<b>Attributable to:</b>				
Owners of the Parent company	15.451	10.192	-	-
Minority interests	731	581	-	-
Earnings / (losses) per share - basic (in €)	0,0822	0,0541	0,0725	0,0451
Earnings / (losses) before taxes, financing and investing results and depreciation (EBITDA)	23.250	16.421	20.231	13.884

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

## STATEMENTS OF FINANCIAL POSITION

	Note	The Group		The Company	
		30.09.15	31.12.14	30.09.15	31.12.14
<b>ASSETS</b>					
Tangible fixed assets	5	273.630	292.429	263.623	282.067
Investments in property		1.824	1.828	701	705
Intangible assets		22	33	22	33
Investments in subsidiaries		-	-	2.475	2.475
Investments in associates		2.024	1.880	46	46
Other long-term receivables		73	77	50	53
Deferred tax receivables		235	213	-	-
<b>Total non-current assets</b>		<b>277.808</b>	<b>296.460</b>	<b>266.917</b>	<b>285.379</b>
Inventories		2.880	3.129	1.766	2.138
Trade receivables		49.910	45.381	42.239	40.965
Other receivables		8.451	10.415	8.785	9.243
Financial assets at fair value through profit & loss		1.598	737	652	699
Cash and cash equivalents	6	5.650	3.564	3.680	1.250
Non-current assets for sale		-	2.180	-	-
<b>Total current assets</b>		<b>68.489</b>	<b>65.406</b>	<b>57.122</b>	<b>54.295</b>
<b>TOTAL ASSETS</b>		<b>346.297</b>	<b>361.866</b>	<b>324.039</b>	<b>339.674</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 account		745	745	745	745
Reserves		7.387	7.398	5.952	5.976
Results carried forward		(76.131)	(78.539)	(77.613)	(79.165)
<b>Total company shareholders' equity</b>		<b>(11.402)</b>	<b>(13.799)</b>	<b>(14.319)</b>	<b>(15.847)</b>
Minority interest		4.696	4.558	-	-
<b>Total equity</b>		<b>(6.706)</b>	<b>(9.241)</b>	<b>(14.319)</b>	<b>(15.847)</b>
Long-term borrowings	7	3.988	4.303	3.988	4.303
Deferred tax liabilities		1.294	1.189	362	326
Retirement benefits provisions		2.910	2.894	2.774	2.777
Other provisions		2.006	2.006	1.536	1.536
Grants for assets		926	1.070	-	-
Capital lease liabilities		12.137	25.501	12.137	25.501
Other long term liabilities	8	10.021	5.560	8.769	3.560
<b>Total non-current liabilities</b>		<b>33.282</b>	<b>42.523</b>	<b>29.566</b>	<b>38.003</b>
Short-term bank borrowings	7	274.385	274.215	274.043	273.729
Trade payables		25.545	29.443	19.180	24.152
Other short term liabilities		19.791	24.926	15.569	19.637
<b>Total current liabilities</b>		<b>319.721</b>	<b>328.584</b>	<b>308.792</b>	<b>317.518</b>
<b>Total liabilities</b>		<b>353.003</b>	<b>371.107</b>	<b>338.358</b>	<b>355.521</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>346.297</b>	<b>361.866</b>	<b>324.039</b>	<b>339.674</b>

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

**STATEMENTS OF CHANGES IN EQUITY**

The Group	Share Capital	Share premium	Asset revaluation reserves	Other reserves	Retained earnings	Total	Minority interests	Total
<b>Balance 01.01.2014</b>	<b>56.597</b>	<b>745</b>	<b>2.117</b>	<b>153.974</b>	<b>(209.377)</b>	<b>4.056</b>	<b>6.114</b>	<b>10.170</b>
Total comprehensive income for 9m 2014					(10.989)	(10.989)	(852)	(11.841)
Dividends to non-controlling subsidiaries						-	(139)	(139)
Reserves formed of subsidiaries				186	(186)	-	-	-
Offset of accumulated losses with reserves				(147.545)	147.545	-	-	-
<b>Net equity as of 30.09.2014</b>	<b>56.597</b>	<b>745</b>	<b>2.117</b>	<b>6.615</b>	<b>(73.007)</b>	<b>(6.932)</b>	<b>5.122</b>	<b>(1.810)</b>
<b>Balance 01.01.2015</b>	<b>56.597</b>	<b>745</b>	<b>2.117</b>	<b>5.281</b>	<b>(78.539)</b>	<b>(13.799)</b>	<b>4.558</b>	<b>(9.241)</b>
Total comprehensive income for 9m 2015				(50)	2.444	2.394	285	2.679
Dividends to non-controlling subsidiaries						-	(139)	(139)
Purchase of own shares of subsidiary					4	4	(9)	(5)
Reserves formed of subsidiaries				40	(40)	-	-	-
<b>Net equity as of 30.09.2015</b>	<b>56.597</b>	<b>745</b>	<b>2.117</b>	<b>5.270</b>	<b>(76.131)</b>	<b>(11.402)</b>	<b>4.696</b>	<b>(6.706)</b>

The Company	Share Capital	Share premium	Asset re-valuation reserves	Other reserves	Retained earnings	Total
<b>Balance 01.01.2014</b>	<b>56.597</b>	<b>745</b>	<b>957</b>	<b>153.898</b>	<b>(211.416)</b>	<b>781</b>
Total comprehensive income for 9m 2014					(10.057)	(10.057)
Offset of accumulated losses with reserves				(147.544)	147.544	-
<b>Net equity as of 30.09.2014</b>	<b>56.597</b>	<b>745</b>	<b>957</b>	<b>6.354</b>	<b>(73.929)</b>	<b>(9.276)</b>
<b>Balance 01.01.2015</b>	<b>56.597</b>	<b>745</b>	<b>957</b>	<b>5.019</b>	<b>(79.165)</b>	<b>(15.847)</b>
Total comprehensive income for 9m 2015			(24)		1.552	1.528
<b>Net equity as of 30.09.2015</b>	<b>56.597</b>	<b>745</b>	<b>933</b>	<b>5.019</b>	<b>(77.613)</b>	<b>(14.319)</b>

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

**STATEMENTS OF CASH FLOW**

	The Group		The Company	
	01.01.15- 30.09.15	01.01.14- 30.09.14	01.01.15- 30.09.15	01.01.14- 30.09.14
<b>Operating activities</b>				
Earnings/(losses) before taxes	3.294	(11.410)	1.662	(9.980)
<i>Adjustments for:</i>				
Depreciation	8.499	8.310	7.843	7.679
Impairment of value of fixed assets	-	1.902	-	-
Grants amortization	(151)	(154)	-	-
Provisions	1.045	1.379	1.007	1.353
Results of investing activities	98	(233)	(80)	(125)
Foreign exchange differences	673	296	659	290
Financial expenses (less financial income)	11.252	12.552	11.207	12.421
	<b>24.710</b>	<b>12.642</b>	<b>22.298</b>	<b>11.638</b>
<i>Plus/(less) adjustments for changes of working capital accounts or related to operating activities:</i>				
Reduction / (increase) of inventories	231	85	371	(171)
Reduction / (increase) of receivables	(3.580)	(13.033)	(1.822)	(11.467)
Increase/(reduction) of payable accounts (except loan liabilities)	(3.549)	5.561	(4.466)	2.070
<i>Less:</i>				
Interest and related expenses paid	(1.041)	(3.304)	(965)	(3.119)
Income tax paid	(255)	(323)	(82)	(77)
<b>Total cash flows generated from operating activities (a)</b>	<b>16.516</b>	<b>1.628</b>	<b>15.334</b>	<b>(1.126)</b>
<b>Investing activities</b>				
Acquisition of affiliates, securities and other investments	(916)	-	-	-
Acquisition of fixed assets	(2.985)	(993)	(2.685)	(761)
Proceeds from the sale of fixed assets	-	21.000	-	21.000
Interest received	41	47	-	2
Dividend received	-	-	128	128
<b>Total cash flows generated from investing activities (b)</b>	<b>(3.860)</b>	<b>20.054</b>	<b>(2.557)</b>	<b>20.369</b>
<b>Financing activities</b>				
Acquisition of own shares	(5)	-	-	-
Payments for capital leases	(581)	(146)	(581)	(146)
Proceeds from borrowings	-	5.370	-	5.370
Payment of borrowings	(9.910)	(26.181)	(9.766)	(24.515)
Dividends paid	(74)	(79)	-	-
<b>Cash flows from financing activities (c)</b>	<b>(10.570)</b>	<b>(21.036)</b>	<b>(10.347)</b>	<b>(19.291)</b>
<b>Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)</b>	<b>2.086</b>	<b>646</b>	<b>2.430</b>	<b>(48)</b>
Cash and cash equivalents at the beginning of the period	3.564	3.733	1.250	1.831
<b>Cash and cash equivalents at the end of the period</b>	<b>5.650</b>	<b>4.379</b>	<b>3.680</b>	<b>1.783</b>

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

***INFORMATION AND EXPLANATORY NOTES ON THE INTERIM  
FINANCIAL STATEMENTS OF THE PERIOD 01.01.2015 – 30.09.2015***

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## 1. General information for the Company and the Group

The Parent company was established in 1967 (Government Gazette 201/10.04.67) under the corporate name “ANONIMI NAFTILIAKH ETAIREIA KRITIS S.A.” trading as “ANEK LINES” (hereinafter “ANEK” or the “Company”, or the “Parent company”) and is operating in the passenger ferry shipping sector. The Company’s seat is located in the municipality of Chania – Crete, and its registered offices are located on 148 Karamanli Ave. ANEK is recorded in General Company Register under number 121557860000 and its website address is [www.anek.gr](http://www.anek.gr). The Company’s shares have been listed since 1999 on the Athens Stock Exchange.

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.	48,01%	Stilos, Chania	Production and sale of bottled water
LEFKA ORI S.A.	60,49%*	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: 36,49%

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

The aforementioned companies, in which ANEK participates by more than 50%, as well as “ETANAP” in which the Parent company has the control, have been included in the consolidated financial statements as at 30<sup>th</sup> September 2015 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 30 September 2015 was 885 for the Company (out of which 679 were employed as vessels’ crew) and 986 for the Group (out of which 732 were employed as vessels’ crew). Respectively, at the end of the comparative period of 2014 the Company had a number of 891 and the Group 984.

**The interim financial statements as of 30th September 2015 were approved by the BoD of the Parent Company at the meeting of 13<sup>th</sup> November 2015.**

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

The interim separate and consolidated financial statements as of 30<sup>th</sup> September 2015 (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 December 2014 that 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 31.12.2014, except for the new standards and interpretations which are applicable after January 1<sup>st</sup> 2015. The preparation of financial statements according to IFRS requires that the management makes estimates, assumptions and assessments that affect the assets and liabilities, 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)

The results for the last years were significantly burdened by extraordinary expenses such as the impairment vessels’ book value, as well as, the high fuel cost which is the Company’s main cost factor. As a result of the above, the Company’s and Group’s Equity is negative. Moreover, as described in Note 7, the total of long-term bank borrowings of the Parent on 31.12.2012 in the statement of financial position was transferred to current ones, according to paragraph 74 of IAS 1, as terms and conditions of the loan agreements were not met, in terms of loans’ servicing. As a result of this reclassification, total current liabilities of the Company as at 30.09.2015 amounted to € 308,8 million, while total current assets amounted to € 57,1 million.

The management of the Group 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 reduction in the financial cost. The discussions are in an advanced step and is expected that soon there will be an agreement for loans’ restructuring. It is noted that in year 2014 the vessels “SOPHOCLES V.” and “LEFKA ORI” were sold for a total amount of euro 21 million that decreased the Company’s long-term debt.
- Actions for sales of vessels which will have direct positive impact on liquidity.
- 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 ATTICA Group in two main routes of activity, the Group's management in May 2013 decided the renewal of the duration of the joint venture "ANEK - SUPERFAST» until 2017, while since September 2014 came into force the expansion of joint venture operations in Adriatic and Crete routes.
- Finally, the annual General Assembly held on July 22<sup>th</sup> 2015 (postponed from June 22<sup>th</sup> 2015), approved the BoD's proposal for the calling of an extraordinary General Meeting with agenda's issue a share capital increase of amount and according to terms that will be decided by this Meeting. The convergence of the Extraordinary General Meeting will be decided by the Board of Directors in connection with the maturity of the discussions with the lending banks on the restructuring of long-term debt of the Company.

It is noted that at operational level, due to the measures have been taken in recent years, it has been achieved significant cost savings and improving of operating results. The reduction of operational cost continued in the nine months of 2015 as a result, mainly, of the decreased fuel prices. Provided that the fuel prices will remain at these levels, is expected a further improvement in 2015 financial results.

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.

#### ► **Macroeconomic conditions in Greece and capital controls**

The instability of the economic environment, the debt crisis and the restrictions on capital movements imposed (capital controls), resulted to an increase of Group's exposure to financial and operational risks. In this context, the management estimates that the capital controls effect in the operation and cash flow is limited. More specifically:

- a) the smooth operation of the Company and the Group does not depend to a significant extend on imported goods,
- b) the Group's receipts and payments until today are settled normally,
- c) the impact on Company's revenue from a potential reduction in traffic, mainly in domestic routes, is estimated as slight,
- d) the Company's financing margins from the banking system were limited before the capital controls,
- e) the valuations of the Group's significant assets (vessels) are based on the international market data and are not affected by the macroeconomic conditions in Greece. Any impact on vessels' valuation will be the result of an increase of the discount rate in case those valuations are based to discounted cash flow models.

To the extent that the Greek government and the creditors are in a common way for the implementation of the new financing program, the situation is expected to normalize gradually, however the result of this process

cannot be estimated accurately at this stage.

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

The International Accounting Standards Board (IASB), as well as the Interpretation Committee has issued a range of new IFRS and interpretations, which either are mandatory for accounting periods starting from January 1<sup>st</sup> 2015 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> 2015 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:

***(a) New revised standards and interpretations that are effective from 1<sup>st</sup> January 2015 and have no impact on Group's and Company's financial statement:***

• **Annual improvements – Cycle 2011 - 2013**

In December 2013, the IASB issued Annual Improvements to IFRSs 2011-2013 Cycle, a collection of amendments to IFRSs, in response to four issues addressed during the 2011-2013 cycle. The amendments are effective for annual periods beginning on or after 1 July 2014, although entities are permitted to apply them earlier. The issues included in this cycle are the following: IFRS 1: Meaning of effective IFRSs, IFRS 3: Scope exceptions for joint ventures; IFRS 13: Scope of paragraph 52 (portfolio exception); and IAS 40: Clarifying the interrelationship of IFRS 3 Business Combinations and IAS 40 Investment Property when classifying property as investment property or owner-occupied property. The above have been adopted by the European Union at December 2014.

• **IFRIC 21 – Levies**

In May 2013, the IASB issued IFRIC 21. IFRIC 21 provides guidance on when a company recognizes a liability for a levy imposed by the state in its Financial Statements. IFRIC 21 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 present obligation resulting from a past event, known as an obligating event. This interpretation indicates that the obligating event is the activity that triggers the payment of the levy in accordance with the relevant legislation".

***(b) New standards and interpretations that have been published but are not in force or adopted earlier by the Group and the Company:***

• **IFRS 9 – Financial instruments**

In July 2014, the IAB issued the final version of IFRS 9. This version brings together the classification and measurement, impairment and hedge accounting models and presents a new expected loss impairment model and limited amendments to classification and measurement for financial assets. The Group is not going to adopt earlier

the requirements of IFRS 9.

- **IFRS 14 – Regulatory deferral accounts**

In January 2014, the IASB issued a new standard, IFRS 14. The aim of this interim Standard is to enhance the comparability of financial reporting by entities that are engaged in rate-regulated activities. Many countries have industry sectors that are subject to rate regulation, whereby governments regulate the supply and pricing of particular types of activity by private entities. The Group will examine the impact of the above on its financial statements. The above have not been adopted by the European Union.

- **IFRS 15 – Revenue from Contracts with Customers**

In May 2014, the IASB issued a new standard, IFRS 15. The Standard fully converges with the requirements for the recognition of revenue in both IFRS and US GAAP. The new standard will supersede IAS 11 “Construction Contracts”, IAS 18 “Revenue” and several revenue related interpretations. The Group will examine the impact of the above on its financial statements. The above have not been adopted by the European Union.

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

In November 2013, the IASB published narrow scope amendments to IAS 19 “Employee Benefits” entitled Defined Benefit Plans: Employee Contributions (Amendments to IAS 19). 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 Group will examine the impact of the above on its financial statements, though it is not expected to have any. The above have been adopted by the European Union.

- **Amendment to IAS 27 – Equity Method in Separate Financial Statements**

In August 2014, the IASB published narrow scope amendments to IAS 27 “Equity Method in Separate Financial Statements”. Under the amendments, entities are permitted to use the equity method to account for investments in subsidiaries, joint ventures and associates in their separate Financial Statements – an option that was not effective prior to the issuance of the current amendments. The Group will examine the impact of the above on its Financial Statements, though it is not expected to have any. The above have not been adopted by the European Union.

- **Amendments to IFRS 10 and IAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture**

In September 2014, the IASB published narrow scope amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”. The amendments will be applied by entities prospectively in respect of sales or contribution of assets performed in the annual periods starting on or after 01/01/2016. Earlier application is permitted, given that this fact is relatively disclosed in the financial Statements. The Group will examine the impact of the above on its financial statements. The above have not been adopted by

the European Union.

- **Amendments to IAS 16 and IAS 41 – Agriculture: Bearer Plants**

In June 2014, the IASB published amendments that change the financial reporting for bearer plants. The IASB decided that bearer plants should be accounted for in the same way as property, plant and equipment in IAS 16. Consequently, the amendments include bearer plants within the scope of IAS 16, instead of IAS 41. The produce growing on bearer plants will remain within the scope of IAS 41. The amendments will not affect the Group's financial statements. The above have not been adopted by the European Union.

- **Amendments to IAS 16 and IAS 38 – Clarification of Acceptable Methods of Depreciation and Amortization**

In May 2014, the IASB published amendments to IAS 16 and IAS 38. IAS 16 and IAS 38 both establish the principle for the basis of depreciation and amortization as being the expected pattern of consumption of the future economic benefits of an asset. The IASB has clarified that the use of revenue-based methods to calculate the depreciation of an asset is not appropriate because revenue generated by an activity that includes the use of an asset generally reflects factors other than the consumption of the economic benefits embodied in the asset. The Group will examine the impact of the above on its financial statements. The above have not been adopted by the European Union.

- **Amendments to IFRS 11 – Accounting for Acquisitions of Interests in Joint Operations**

In May 2014, the IASB issued amendments to IFRS 11. The amendments add new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business and specify the appropriate accounting treatment for such acquisitions. The Group will examine the impact of the above on its Financial Statements, though it is not expected to have. The above have not been adopted by the European Union.

- **Amendments to IAS 1 – Disclosures Initiative**

In December 2014, the IASB issued amendments to IAS 1. The aforementioned amendments address settling the issues pertaining to the effective presentation and disclosure requirements as well as the potential of entities to exercise judgment under the preparation of financial statements. The Group will examine the impact of the above on its Financial Statements. The above have not been adopted by the European Union.

- **Amendments to IFRS 10, IFRS 12 and IAS 28 – Investment Entities: Applying the Consolidated Exception**

In December 2014, the IASB published narrow scope amendments to IFRS 10, IFRS 11 and IAS 28. The aforementioned amendments introduce explanation regarding accounting requirements for investment entities, while providing exemptions in particular cases, which decrease the costs related to the implementation of the Standards. The Group will examine the impact of the above on its financial statements. The above have not been adopted by the European Union.

- **Annual improvements – Cycle 2010 - 2012**

In December 2013, the IASB issued Annual Improvements to IFRSs 2010-2012 Cycle, a collection of amendments to IFRSs, in response to eight issues addressed during the 2010-2012 cycle. The amendments are effective for annual periods beginning on or after 1 July 2014, although entities are permitted to apply them earlier. The issues included in this cycle are the following: IFRS 2: Definition of 'vesting condition', IFRS 3: Accounting for contingent consideration in a business combination, IFRS 8: Aggregation of operating segments, IFRS 8: Reconciliation of the total of the reportable segments' assets to the entity's assets, IFRS 13: Short-term receivables and payables, IAS 7: Interest paid that is capitalized, IAS 16/IAS 38: Revaluation method—proportionate restatement of accumulated depreciation and IAS 24: Key management personnel. The Group will examine the impact of the above on its consolidated financial statements. The above have been adopted by the European Union at December 2014.

- **Annual improvements – Cycle 2012 - 2014**

In September 2014, the IASB issued Annual Improvements to IFRSs 2012-2012 Cycle, a collection of amendments to IFRSs, in response to four issues addressed during the 2012-2014 cycle. The amendments are effective for annual periods beginning on or after 1 January 2016, although entities are permitted to apply them earlier. The issues included in this cycle are the following: IFRS 5: Changes in methods of disposal, IFRS 7: Servicing Contracts and Applicability of the amendments to IFRS 7 to Condensed Interim Financial Statements, IAS 19: Discount rate: regional market, and IAS 34: Disclosure of information elsewhere in the interim financial report. The Group will examine the impact of the above on its financial statements. The above have 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 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 nine month period of 2015 and 2014:

<b>01.01.15 - 30.09.15</b>	<b>Shipping segment</b>		<b>Other activities</b>	<b>Total</b>
	<b>Domestic</b>	<b>Abroad</b>		
<b><u>The Group</u></b>				
Total Revenues	49.548	69.288	7.003	125.839
Gross results	7.734	23.718	3.093	34.545
Additions in vessels	2.613	7	-	2.620
Depreciation of vessels	3.305	4.044	-	7.349
Net book value of vessels	98.615	158.268	-	256.883
Non-distributed assets	-	-	-	89.414
<b>Total Assets as of 30.09.15</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>346.297</b>

**The Company**

Total Revenues	40.418	69.288	-	109.706
Gross results	6.170	23.718	-	29.888
Additions in vessels	2.608	7	-	2.615
Depreciation of vessels	3.305	4.044	-	7.349
Net book value of vessels	95.698	158.268	-	253.966
Non-distributed assets	-	-	-	70.073
<b>Total Assets as of 30.09.15</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>324.039</b>

<b>01.01.14 - 30.09.14</b>	<b>Shipping segment</b>		<b>Other activities</b>	<b>Total</b>
	<b>Domestic</b>	<b>Abroad</b>		
<b><u>The Group</u></b>				
Total Revenues	64.626	66.029	6.822	137.477
Gross results	11.027	9.867	3.188	24.082
Additions in vessels	26.709	121	-	26.830
Depreciation of vessels	4.565	2.559	-	7.124
Net book value of vessels	183.167	94.280	-	277.447
Non-distributed assets	-	-	-	94.634
<b>Total Assets as of 30.09.14</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>372.081</b>

**The Company**

Total Revenues	54.537	66.029	-	120.566
Gross results	9.594	9.867	-	19.461
Additions in vessels	26.707	121	-	26.828
Depreciation of vessels	4.565	2.559	-	7.124
Net book value of vessels	180.263	94.280	-	274.543
Non-distributed assets	-	-	-	73.511
<b>Total Assets as of 30.09.14</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>348.054</b>

Group's revenue from domestic fares includes income from state subsidies for public services routes amounting to € 7.164 thousand. In the previous corresponded period the relevant amount was € 7.964 thousand.

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 routes. Any further allocation would be arbitrary, given the fact that the above services and sources of income and cost were resulted from commonly used items of assets and equity and cannot be broken down into segments.

## 5. Fixed assets

The tables of tangible assets for the nine month period of 2015 and year 2014 for the Group and the Company are shown below:

The Group	Vessels	Land and buildings	Other equipment	Property in progress	Total
<b>Acquisition value 01.01.14</b>	<b>489.480</b>	<b>14.628</b>	<b>12.926</b>	<b>2.934</b>	<b>519.968</b>
Additions	26.862	487	304	233	27.886
Reductions	(63.154)	(42)	(295)	-	(63.491)
Transfers	-	2.856	189	(3.045)	-
Impairment	(1.902)	-	-	-	(1.902)
Reclassification to current assets according IFRS 5	(8.300)	-	-	-	(8.300)
<b>Acquisition value 31.12.14</b>	<b>442.986</b>	<b>17.929</b>	<b>13.124</b>	<b>122</b>	<b>474.161</b>
Additions	2.620	35	331	-	2.986
Reductions	(13.301)	-	(441)	-	(13.742)
Transfers	-	-	122	(122)	-
<b>Acquisition value 30.09.15</b>	<b>432.305</b>	<b>17.964</b>	<b>13.136</b>	<b>-</b>	<b>463.405</b>
<b>Accumulated depreciation 01.01.14</b>	<b>206.657</b>	<b>2.197</b>	<b>10.150</b>	<b>-</b>	<b>219.004</b>
Depreciation	9.690	823	806	-	11.319
Reductions	(42.154)	(42)	(275)	-	(42.471)
Reclassification to current assets according IFRS 5	(6.120)	-	-	-	(6.120)
<b>Accumulated depreciation 31.12.14</b>	<b>168.073</b>	<b>2.978</b>	<b>10.681</b>	<b>-</b>	<b>181.732</b>
Depreciation	7.349	501	635	-	8.485
Reductions	-	-	(442)	-	(442)
<b>Accumulated depreciation 30.09.15</b>	<b>175.422</b>	<b>3.479</b>	<b>10.874</b>	<b>-</b>	<b>189.775</b>
<b>Net book value 31.12.14</b>	<b>274.913</b>	<b>14.951</b>	<b>2.443</b>	<b>122</b>	<b>292.429</b>
<b>Net book value 30.09.15</b>	<b>256.883</b>	<b>14.485</b>	<b>2.262</b>	<b>-</b>	<b>273.629</b>

The Company	Vessels	Land and buildings	Other equipment	Property in progress	Total
<b>Acquisition value 01.01.14</b>	<b>471.184</b>	<b>9.079</b>	<b>3.124</b>	<b>2.745</b>	<b>486.132</b>
Additions	26.852	452	41	111	27.456
Reductions	(63.154)	(41)	(194)	-	(63.389)
Transfers	-	2.856	-	(2.856)	-
<b>Acquisition value 31.12.14</b>	<b>434.882</b>	<b>12.346</b>	<b>2.971</b>	<b>-</b>	<b>450.199</b>
Additions	2.615	35	35	-	2.685
Reductions	(13.301)	-	-	-	(13.301)
Transfers	-	-	-	-	-
<b>Acquisition value 30.09.15</b>	<b>424.196</b>	<b>12.381</b>	<b>3.006</b>	<b>-</b>	<b>439.583</b>
<b>Accumulated depreciation 01.01.14</b>	<b>195.345</b>	<b>1.681</b>	<b>3.008</b>	<b>-</b>	<b>200.034</b>
Depreciation	9.690	748	49	-	10.487
Reductions	(42.154)	(41)	(194)	-	(42.389)
<b>Accumulated depreciation 31.12.14</b>	<b>162.881</b>	<b>2.388</b>	<b>2.863</b>	<b>-</b>	<b>168.132</b>
Depreciation	7.349	444	35	-	7.828
Reductions	-	-	-	-	-
<b>Accumulated depreciation 30.09.15</b>	<b>170.230</b>	<b>2.832</b>	<b>2.898</b>	<b>-</b>	<b>175.960</b>
<b>Net book value 31.12.14</b>	<b>272.001</b>	<b>9.958</b>	<b>108</b>	<b>-</b>	<b>282.067</b>
<b>Net book value 30.09.15</b>	<b>253.966</b>	<b>9.549</b>	<b>108</b>	<b>-</b>	<b>263.623</b>

Reductions for the nine month period of 2015 include the value of a vessel for which a long-term charter contract resolved in April 2015. This contract had been recognized as a finance lease since the criteria of IAS 17 were fulfilling (see note 22 of the annual financial report 2014). The vessels' value in fixed assets was offset by a corresponding leasing liability.

#### Existing encumbrances on fixed assets

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

- a) 1<sup>st</sup> mortgages on the vessels of € 360,2 million and \$ 8,2 million,
- b) 2<sup>nd</sup> mortgages on the vessels of € 256,9 million and
- c) Pre-notations on property of € 18,7 million pledges on machinery (of the subsidiary companies ETANAP and LEFKA ORI) of € 2,5 million.

The above liens exist to secure borrowing liabilities of a total amount of € 231,1million as at 30.09.2015.

## 6. Cash and cash equivalents

The cash and cash equivalents analysis is as follows:

	The Group		The Company	
	30.09.15	31.12.14	30.09.15	31.12.14
Cash on hand	1.494	257	961	237
Bank accounts	4.156	3.307	2.719	1.013
	<b>5.650</b>	<b>3.564</b>	<b>3.680</b>	<b>1.250</b>

The main part of the Group's cash and cash equivalents is in euro.

## 7. Long term bank borrowings

The total long term loans of the Group on 30.09.2015 amounted to € 3.988 thousand, while on 31.12.2014 was € 4.303 thousand. It is noted that from 31.12.2012 in the statement of Company's financial position there has been a reclassification of the total of long-term loans to short term loans according to par. 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, therefore 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 are expected soon to reach an agreement for the loans restructuring.

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 31<sup>st</sup> 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. In 2014 was concluded the sale of the vessels «SOPHOCLES V.» and «LEFKA ORI» at a price of € 21 million en bloc reducing the Company's long term debt.

Collaterals have been provided to secure the aforementioned syndicated loans (shipping mortgages on vessels, concession of the product of an insurance compensation) to the lending banks (see note 5 "Fixed assets"). The balances of the above loans appearing in the attached balance sheets were measured at amortized cost using the effective interest method and were not essentially different from their fair values.

## 8. Other long term liabilities

Group's "other long term liabilities" as at 30.09.2015 amounting to € 10,0 million include Parent Company's regulated tax obligations, as well as a subsidiary's regulated trade liabilities, the repayment of which extends beyond one year.

## 9. Earnings / (losses) per share

Basic earnings / (losses) per share are calculated by dividing the earnings corresponding to the Parent shareholders by the weighted number of shares in circulation during the period. The discounted earnings / losses per share are equal to the basics, as there is not any titles convertible to shares.

	The Group		The Company	
	01.01.15- 30.09.15	01.01.14- 30.09.14	01.01.15- 30.09.15	01.01.14- 30.09.14
Earnings / (losses) after taxes corresponding to Parent shareholders	2.444	(10.989)	1.552	(10.057)
Weighted number of shares	188.654.892	188.654.892	188.654.892	188.654.892
Earnings / (losses) after taxes per share - basic (expressed in €)	0,0130	(0,0582)	0,0082	(0,0533)

## 10. Income tax

The Company and the subsidiaries operating in 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), thus the Group's results for the nine month period were charged by € 100 thousand. Moreover, the income tax for the Group's non-shipping companies amounted to € 432 thousand, while an amount of € 30 thousand referred to deferred taxes (revenue). Finally the Group's results for the nine month period were charged by € 33 thousand due to the change of deferred tax liabilities as a result of the increase in tax rate from 26% to 29%. For the same reason a deferred tax expense arose, included in other comprehensive income / (expenses), amounting to € 80 thousand for the Group and € 24 thousand for the Company, for assets recognized in equity (land revaluation). The fiscal years of the parent company and subsidiaries not subject to tax audit, are presented in the following table:

Company	Unaudited years
ANEK S.A.	2008 - 2010
LANE S.A.	-
ETANAP S.A.	2009 - 2010
LEFKA ORI S.A.	2010
ANEK HOLDINGS S.A.	2008 - 2014
AIGAION PELAGOS S.C.	2011 - 2014

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 of law 2238/94 and to article 65<sup>a</sup> of law 4174/13. The audit of the fiscal years 2011 - 2014 did not reveal differences and the auditors' reports issued unqualified. According the legislation, the fiscal years 2011 - 2013 are considered tax finalized eighteen months after the issuance of tax compliance report and provided that no tax violations identified by the tax authorities. Fiscal year 2014 has been audited according to the POL. 1124/15 and is pending the tax finalization by the tax authorities. For the unaudited tax years, Group compa-

nies have formed provisions for extra taxes that might arise after the auditing. Accumulated provisions amounted to € 25 thousand for the Company and € 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 30<sup>th</sup> September 2015 and 31<sup>st</sup> December 2014 are as follows:

	The Group		The Company	
	30.09.15	31.12.14	30.09.15	31.12.14
<b>Receivables from:</b>				
- subsidiaries	-	-	3.949	1.165
- affiliates	17	5	-	-
- other related parties	16.923	8.258	16.923	8.258
	<b>16.940</b>	<b>8.263</b>	<b>20.872</b>	<b>9.423</b>
<b>Liabilities to:</b>				
- subsidiaries	-	-	47	1.011
- affiliates	626	1.554	501	1.427
- other related parties	3	2	-	-
- executives & BoD members	196	257	77	132
	<b>825</b>	<b>1.813</b>	<b>625</b>	<b>2.570</b>

Correspondingly, the purchases and the sales with associated parties for the nine months of 2015 and 2014 are as follows:

	The Group		The Company	
	01.01.15- 30.09.15	01.01.14- 30.09.14	01.01.15- 30.09.15	01.01.14- 30.09.14
<b>Purchases of goods &amp; services from:</b>				
- subsidiaries	-	-	117	182
- affiliates	231	1.051	228	1.049
- other related parties	-	-	-	-
	<b>231</b>	<b>1.051</b>	<b>345</b>	<b>1.231</b>
<b>Sales of services to:</b>				
- subsidiaries	-	-	4.200	6.225
- other related parties	-	-	-	-
	-	-	<b>4.200</b>	<b>6.225</b>

The Parent Company's results include income from dividends of subsidiary "ETANAP" amounting to € 128 thousand same as in the corresponding period.

#### Key management compensation

The gross fees paid to Company executives and BoD members for the nine month period of 2015 and 2014 refer to short-term benefits and are analyzed as follows:

	The Group		The Company	
	01.01.15- 30.09.15	01.01.14- 30.09.14	01.01.15- 30.09.15	01.01.14- 30.09.14
Executive members of the BoD	531	529	314	312
Non-Executive Members of the BoD	24	37	18	31
Management executives	589	562	589	562
	<b>1.144</b>	<b>1.128</b>	<b>921</b>	<b>905</b>

## 12. Commitments

### Operating leases

Group companies have signed operating lease agreements mainly regarding lease of buildings and chartering that are going to be terminated on various dates within the next five years. The minimum future payable lease for building and chartering of vessels based on the operating leases agreements on 30.09.2015 are as follows:

Within next year	2.527
From the 2 <sup>nd</sup> to the 5 <sup>th</sup> year	580
<b>Total</b>	<b>3.107</b>

### Capital leases

The Parent Company has signed lease agreements for a vessel and the future lease payments according the relevant contract as at 30.09.2015 are as follows:

Within next year	1.125
From the 2 <sup>nd</sup> to the 5 <sup>th</sup> year	5.479
After 5 <sup>th</sup> year	5.471
<b>Total</b>	<b>12.075</b>

### Capital commitments

There were no capital commitments for the Company or the Group as at 30<sup>th</sup> September 2015.

### Other commitments

There are certain commitments for the Group which are subject to 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. The relevant provisions that have been formed are amounting to € 354 thou-

sand.

#### **Contingent liabilities / receivables**

The Group's contingent liabilities as at 30.09.2015 arising from its normal activity pertain to guarantees granted to secure liabilities and performance bonds amounting to € 5.127 thousand. Respectively, the Group has received guarantees for receivables amounting to € 20.969 thousand.

#### **"NORMAN ATLANTIC" case**

Regarding the fire incident of "NORMAN ATLANTIC", chartered by the Company, which took place in December 2014 (see note 29 of the Annual financial report for the year 2014), it is noted that the investigation as to the cause of the incident is in progress by the Italian and Greek judicial authorities. Due to the above mentioned incident claims were raised by parties sustained damages against the Company, the Owning Company and the Managers of the vessel, without however any civil suit having been served to the Company until today. In order to manage the incident effectively, the Company has proceeded to a significant number of extrajudicial settlements regarding claims from passengers, vehicle and cargo owners and from the majority of the Greek crew. The above mentioned compensations and expenses are covered by the Mutual Insurance Association, with which the Company has a Charterers Liability Insurance Cover (Protection & Indemnity) along with FD&D cover.

#### **14. Post balance events**

There are no facts subsequent to September 30<sup>th</sup> 2015 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, 13 November 2015**

**Senior Vice-Chairman**

**Spyridon I. Protopapadakis**  
ID Card No. AA490648

**Chief Financial Officer**

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

**Managing Director**

**Ioannis I. Vardinoyannis**  
ID Card No. Π 966572

**Chief Accountant**

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