



# MINOAN LINES SHIPPING S.A.

REGISTRATION NUMBER 11314/06/B/86/13

Domicile : 17 , 25<sup>th</sup> August Str. 71202 - Heraklion Crete

## Notes and Information for the year ended December 31st, 2009 (1/1-31/12/2009)

(published in accordance with the article 135 of the law 2190/1920, for companies preparing the annual financial statements according to the I.A.S.)

The financial information set out below provides a general presentation of the financial position and results of MINOAN LINES SHIPPING S.A. and its Group. We recommend to the reader, before any investment decision or transaction is performed with the Company, to visit the web site (at www.minoan.gr), where the financial statements are presented in accordance with the International Accounting Standards and the type of the auditor's report.

### COMPANY'S INFORMATION

Supervising Authority	Ministry of Development-Societes Anonymes dept.
web site address	www.minoan.gr
Board of Directors	E.Grimaldi-Chairman,K.Mamalakis-Vice Chairman,A.Maniadakis-Managing Director,G.Grimaldi-Member,D.Pacella-Member,P.Kyprianou-Member,G.Papageorgiou-Member,M.Hatzakis-Member
Date of approval by the Board of Directors	March 26 <sup>th</sup> , 2010
Certified Auditor Accountant	Nikolaos E. Vouniseas-A.M. S.O.E.L. 18701
Audit Firm	KPMG Certified Auditors A.E.
Type of auditor's report	Unqualified opinion

### STATEMENT OF CHANGES IN EQUITY

	The Group		The Company	
	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Total equity at the beginning of the year	278,423,565.43	280,168,828.95	266,618,437.93	268,180,949.17
Total comprehensive income				
after tax for the period	32,360,064.68	1,800,886.48	42,420,315.23	1,983,788.76
Distributed dividends	0.00	-3,546,300.00	0.00	-3,546,300.00
Minority's proportion purchase	-11.35	0.00	0.00	0.00
Minority's proportion on capital increase	0.00	150.00	0.00	0.00
Total equity at the end of the year	310,783,618.76	278,423,565.43	309,038,753.16	266,618,437.93

### BALANCE SHEET

	The Group		The Company	
	31/12/2009	31/12/2008	31/12/2009	31/12/2008
<b>ASSETS</b>				
Property, plant and equipment	445,231,061.74	529,651,746.10	445,230,821.68	529,651,402.69
Investment property	1,504,443.07	1,545,643.12	1,504,443.07	1,545,643.12
Intangible assets	111,004.99	143,613.94	111,004.96	143,613.94
Other non-current assets	77,535,712.00	76,121,448.44	81,218,740.19	69,998,489.19
Inventories	6,113,772.18	5,507,057.78	6,113,772.18	5,507,057.78
Customers	18,061,533.78	16,754,298.95	18,107,187.28	16,798,990.65
Other current assets	95,652,315.65	57,935,598.58	95,050,109.74	57,385,086.29
Non-current assets held for sale	5,585,311.13	5,200,000.05	385,311.08	0.00
<b>TOTAL ASSETS</b>	<b>649,795,154.54</b>	<b>692,859,406.96</b>	<b>647,721,390.18</b>	<b>681,030,283.66</b>

### STATEMENT OF CASH FLOWS

	The Group		The Company	
	1/1-31/12/2009	1/1-31/12/2008	1/1-31/12/2009	1/1-31/12/2008
<b>Operating activities</b>				
Profits before Taxes	32,384,613.02	3,316,612.39	42,420,315.23	1,983,788.76
Adjustments for:				
Net Depreciation	15,047,167.86	16,964,824.72	15,047,064.54	16,964,297.68
Impairment of investments	0.00	0.00	214,854.63	0.00
Provisions	-1,175,517.41	423,471.98	-1,466,512.34	372,535.13
Unrealised foreign exchange differences	-5,313.12	-2,062.98	-5,313.12	-2,062.98
Share on net results from investments, property, plant and equipment disposal	-51,065,084.83	-3,597,871.06	-60,968,579.66	-2,104,492.84
Financial expenses	10,227,554.11	25,069,683.64	10,216,315.29	25,054,821.24
<b>Plus/Less adoptions related to changes in working capital or operating activities</b>				
(Increase) in inventories	-606,714.40	-954,479.78	-606,714.40	-954,479.78
Decrease / (Increase) in trade and other receivables	2,294,559.77	-9,694,375.25	2,324,689.20	-9,700,387.72
Increase / (Decrease) in liabilities other than borrowings	5,551,258.17	-7,385,318.76	5,516,921.33	-7,358,034.08
Less:				
Interest and related expenses paid	-9,856,269.02	-23,699,518.74	-9,845,030.20	-23,684,656.34
Income taxes paid	-47,652.58	-84,886.71	0.00	-66,474.05
<b>Cash inflows from operating activities (a)</b>	<b>2,748,601.57</b>	<b>356,079.45</b>	<b>2,848,010.50</b>	<b>504,855.02</b>
<b>Investing activities</b>				
Acquisition of subsidiaries, associates, and other investments net of cash	-50,000.73	0.00	-170,012.08	-299,850.00
Purchase of property, plant and equipment	-2,537,237.80	-1,125,084.76	-2,537,237.77	-1,118,158.87
Proceeds from property, plant and equipment disposal	73,504,000.00	163,643.51	73,504,000.00	156,910.00
Advances from other investments disposal	35,426,573.25	0.00	35,426,573.25	0.00
Dividends received	6,509.00	2,075,794.46	6,509.00	2,088,512.70
<b>Cash inflows from investing activities (b)</b>	<b>106,349,843.72</b>	<b>1,114,353.21</b>	<b>106,229,832.40</b>	<b>827,413.83</b>
<b>Financing activities</b>				
Proceeds from issue of long / short term borrowings	0.00	375,780,111.57	0.00	375,780,111.57
Repayment of long/short term borrowings	-82,531,201.36	-358,585,685.36	-82,531,201.36	-358,585,685.36
Repayment of finance lease liabilities	-90,595.92	-70,088.32	-90,595.92	-70,088.32
Dividends paid	-9,787.28	-3,547,027.67	-9,787.28	-3,547,027.67
<b>Cash (outflows) / inflows from financing activities (c)</b>	<b>-82,631,584.56</b>	<b>13,577,310.22</b>	<b>-82,631,584.56</b>	<b>13,577,310.22</b>
<b>Net increase in cash and cash equivalents (a)+(b)+(c)</b>	<b>26,466,860.73</b>	<b>15,047,742.88</b>	<b>26,446,258.34</b>	<b>14,909,579.07</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>21,008,991.58</b>	<b>5,961,248.70</b>	<b>20,497,128.64</b>	<b>5,587,549.57</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>47,475,852.31</b>	<b>21,008,991.58</b>	<b>46,943,386.98</b>	<b>20,497,128.64</b>

### STATEMENT OF COMPREHENSIVE INCOME

	The Group		The Company	
	1/1-31/12/2009	1/1-31/12/2008	1/1-31/12/2009	1/1-31/12/2008
Revenue	171,278,042.22	213,782,326.18	171,117,525.27	213,629,400.19
Gross profit	21,444,471.86	51,960,482.22	21,343,149.07	51,865,158.95
Operating Profit before tax, financing and investing costs	-7,913,108.46	24,344,522.56	-7,573,560.17	24,499,759.51
Profit/(Loss) before taxes	32,384,613.02	3,316,612.39	42,420,315.23	1,983,788.76
Profit/(Loss) after taxes (a)	32,357,389.25	3,299,666.78	42,420,315.23	1,983,788.76
- Equity holders of the parent	32,418,175.82	3,308,751.20	42,420,315.23	1,983,788.76
- Minority interest	-60,786.57	-9,084.42	0.00	0.00
Other Comprehensive income after taxes (b)	2,675.43	-1,498,780.30	0.00	0.00
Total comprehensive income after taxes (a)+(b)	32,360,064.68	1,800,886.48	42,420,315.23	1,983,788.76
- Equity holders of the parent	32,420,851.25	1,809,970.90	42,420,315.23	1,983,788.76
- Minority interest	-60,786.57	-9,084.42	0.00	0.00
-Basic and diluted earnings per share after taxation	0.4571	0.0467	0.5981	0.0280
Operating profit before tax, depreciation financing and investing costs	7,134,059.40	41,309,347.28	7,473,504.37	41,464,057.19

#### Notes and information :

- The Companies that are included in the above stated financial statements with their locations, the Group interest and the consolidation method are presented in note 1 of the annual financial statements.
- These consolidated financial statements are included in the consolidated financial statements of the company "GRIMALDI COMPAGNIA di NAVIGAZIONE S.p.a." (domicile : Palermo Italy) which at the period ended participated in the share capital of the parent company with 85.89%.
- The open tax years of the Company and of the companies of the Group are analyzed in note 32 of the annual financial statements.
- The main accounting principals of 31/12/2008 have been applied. During 2009, the Company has adopted the revised standard I.A.S.1 , the I.F.R.S .8 and the revised I.A.S.28 (note 3 ).
- For securing the long-term debt, first preferred mortgages have been registered on the vessels of the above stated financial statements amounting to € 375,000,000.00.
- The board of Directors has not taken any decision for dividend distribution from the profits of the year 2009. A final decision will be taken at the annual meeting of Shareholders.
- On 31/12/2009, a financial covenant according to the bond loan agreement was not met and the bond loan was re-classified from long-term to short-term liabilities according to I.A.S. 1 (note 23) .
- On May 18<sup>th</sup> 2009 the company signed an agreement with "ANEK LINES S.A." for the sale of the company's participation in the associate Hellenic Seaways S.A. (note 15) .
- In August 2009, the Parent Company establish a new subsidiary named "MINOAN LINES ITALIA S.p.a." with initial share capital € 120,000 (note 1 and 14) .
- There are no outstanding disputes at the court or any arbitration against the Company and consolidated Companies, which may have substantial effects on their financial position.

The relevant provisions included in the above stated financial statements are the following:

	The Group	The Company
Provisions for debtors in litigation	1,858,797.83	1,807,860.98
Provisions for open tax years	0.00	0.00
Other Provisions	0.00	0.00

- The number of the personnel employed by the Group for the period ended 31/12/2009 and 31/12/2008 was 614 and 752 employees respectively.
- The Other comprehensive income after taxes for the year 2009 and 2008 , amounted to € 2,675.43 and € -1,498,780.30 respectively, refer to change in fair value of available for sale securities
- Earnings per share are calculated on the weighted average number of shares outstanding.
- The total inflows and outflows , as well as the receivables and payables, resulting from transactions among the related parties in accordance with the I.A.S. 24 are as follows:

	The Group	The Company
a) Inflows	588,715.63	686,235.78
b) Outflows	6,607,435.63	6,607,435.63
c) Receivables	160,910.87	228,344.77
d) Payables	61,816.46	61,816.46
e) Transactions and compensations of directors and members of board of directors	2,039,701.46	2,039,701.46
f) Receivables from directors and members of board of directors	0.00	0.00
g) Payables to directors and members of board of directors	0.00	0.00

Heraklion, March 26<sup>th</sup> 2010

THE VICE CHAIRMAN OF THE BOARD  
KONSTANTINOS MAMALAKIS  
ID C Nr AA 367050

THE MANAGING DIRECTOR  
ANTONIOS MANIADAKIS  
ID C Nr X 850531

THE CHIEF ACCOUNTANT  
DIMITRA BATSI  
ID C Nr AI 438159  
ID 23944 First Class