

(Translation from the original issued
in the Greek Language)

Page 1

INDEPENDENT AUDITORS' REPORT

To the Shareholders of
AIOLIKI NE

Report to the financial statements

We have audited the accompanying financial statements of Aioliki NE, which comprise the statement of Financial Position as at 31 December, 2011, and the statements of Comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards that have been adopted by the European Union. This responsibility includes: designing, implementing and maintaining internal control system relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. This responsibility also includes the selection and application of appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Greek Auditing Standards which conform with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence relative to the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our audit opinion.

2/...

Opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December, 2011, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards that have been adopted by the European Union.

Report on other Legal and Regulatory Requirements

The Board of Directors report is consistent with the accompanying financial statements and in line with articles 43 α and 37 of law 2190/1920.

Piraeus, 12 February, 2012

CERTIFIED PUBLIC ACCOUNTANT



DIONISIOS GALANIS
A.M.SOEL 17531

MOORE STEPHENS
CHARTERED ACCOUNTANTS A.E.
AKTI MIAOULI 93-PIRAEUS
A.M SOEL 119

AEOLIAN MARITIME COMPANY**STATEMENT OF FINANCIAL POSITION AS OF 31 DECEMBER 2011****(AMOUNTS IN EURO)**

	2011	2010
<u>ASSETS</u>		
Tangible assets	0.00	0.00
Total non-current assets	0.00	0.00
Receivables and prepayments	344,642.36	751,730.96
Cash and cash equivalents	1,673.31	1,473.79
Total current assets	346,315.67	753,204.75
TOTAL ASSETS	346,315.67	753,204.75
<u>LIABILITIES</u>		
Trade payables and other creditors	0.00	66,939.36
Total current liabilities	0.00	66,939.36
Total liabilities (a)	0.00	66,939.36
Share capital (3,300 shares of € 115.00)	379,500.00	379,500.00
(Accumulated losses)/Retained earnings	-33,184.33	306,765.39
Total Equity (b)	346,315.67	686,265.39
TOTAL EQUITY AND LIABILITIES (a)+(b)	346,315.67	753,204.75

AEOLIAN MARITIME COMPANY

INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2011

(AMOUNTS IN EURO)

	2011	2010
Revenue	0.00	924,600.00
Cost of sales	-	-514,950.68
Gross profit before depreciation	0.00	409,649.32
Other operating income/expenses	-	-1,029.79
Profit from ship loss	0.00	37,680.19
Administrative expenses	-39,606.06	-77,189.59
(Losses)/Profit before interest, taxes, depreciation and amortization	-39,606.06	369,110.13
(Losses)/Profit before interest and taxes	-39,606.06	369,110.13
Finance Income	-	630.02
Finance Expenses	-43.66	-91.84
(Losses)/Profit before taxes	-39,649.72	369,648.31
Less: other taxes (social responsibility tax)	-	-68,647.16
(Losses)/Profit after taxes	-39,649.72	301,001.15

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2011

(AMOUNTS IN EURO)

	Share Capital	Retained earnings/ Accumulated losses	Total
Year ended 31 December 2010			
Balance as of 1 January 2010	379,500.00	1,187,164.24	1,566,664.24
Distributed dividends		-1,181,400.00	-1,181,400.00
Profit of the year		301,001.15	301,001.15
Balance as of 31 December 2010	<u>379,500.00</u>	<u>306,765.39</u>	<u>686,265.39</u>
Year ended 31 December 2011			
Balance as of 1 January 2011	379,500.00	306,765.39	686,265.39
Losses of the year		-39,649.72	-39,649.72
Distributed dividends		-300,300.00	-300,300.00
Balance as of 31 December 2011	<u>379,500.00</u>	<u>-33,184.33</u>	<u>346,315.67</u>

AEOLIAN MARITIME COMPANY

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2011 (AMOUNTS IN EURO)

	2011	2010
Cash flows from operating activities		
(Losses)/Profit before taxes	-39,649.72	369,648.31
Profit from ship loss	-	-37,680.19
<i>Adjustments in relation to the following transactions:</i>		
Interest expense and other related expenses	43.66	-538.18
Operating Profit before changes in working capital	<u>-39,606.06</u>	<u>331,429.94</u>
Decrease inventories	-	9,183.00
Increase/ (Decrease) in trade and other receivables	407,088.60	890,397.50
Decrease in trade payables(excluding borrowings)	<u>-66,939.36</u>	<u>-202,155.62</u>
Cash generated from operations	300,543.18	1,028,854.82
Taxes paid	<u>0.00</u>	<u>-68,647.16</u>
Net cash inflows from operating activities (a)	<u>300,543.18</u>	<u>960,207.66</u>
Cash flows from investing activities		
Income from ship loss	0.00	218,021.19
Interest received	0.00	630.02
Net cash flows from investing activities	<u>0.00</u>	<u>218,651.21</u>
Net cash inflows after investing activities (a)+(b)	<u>300,543.18</u>	<u>1,178,858.87</u>
Cash flows from financing activities		
Interest paid and other expenses paid	-43.66	-91.84
Dividend payments	<u>-300,300.00</u>	<u>-1,181,400.00</u>
Net cash outflows used in financing activities (c)	<u>-300,343.66</u>	<u>-1,181,491.84</u>
Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)	199.52	-2,632.97
Cash and cash equivalents at the beginning of the year	<u>1,473.79</u>	<u>4,106.76</u>
Cash and cash equivalents at the end of the year	<u>1,673.31</u>	<u>1,473.79</u>