



**PIRAEUS PORT AUTHORITY S.A.**

**Piraeus 27/3/2009**

**“Annual Financial Report for the financial year 2008”**

The Board of Directors of P.P.A. S.A. on 26/3/2009 approved the Company’s Annual Financial Report for the financial year 2008. From the Report, the following are raised:

1. The Company’s turnover decreased by 32.28% amounting to €116.04 mil. against €171.35 mil. in the financial year of 2007. Personnel mobilizations throughout the financial year resulted to cargo rerouting from Piraeus Port to other Greek and foreign ports and consequently annual revenues remained at low levels. Specifically, revenue reduction in the Container Terminal was more than 50% against 2007, decisively influencing progress of revenue in this period. In the remaining port activities, there was a revenue increase from passenger traffic and services to ships, a marginal reduction in the Car Terminal’s revenue and dock dues and a significant reduction in revenue from general cargo handling.
2. Other operating revenues decreased by 6.58% against the year 2007, amounting to €7.10 mil. against €7.60 mil. on 31.12.2007, due to a reduction in extraordinary revenues, while rental income increased by 6.69% amounting to €5.27 mil. against €4.94 mil. in the financial year of 2007.
3. Operating expenses are reduced by 21.24% amounting to €112.83 mil. against €143.26 in 2007. Reduced personnel payroll by 26.72%, as a consequence of the mobilizations, was the main reason for the decrease in expenses. Other operational expenses, apart from provisions and consumables, with some fluctuations up or down, were roughly at the same level as in 2007. It is noted that provisions for doubtful debts in the year 2008 amount to €579.5 thous. against €2.58 mil. in the year 2007, while consumables, due to the reduced throughput in the Container Terminal decreased significantly from €4.52 mil. in 2007 to €2.77mil. in 2008.
4. Remaining expenses are reduced by 27.90% amounting to €2.17 mil. against €3 mil. on 31.12.2007, due to provisions for pending court cases that the Company made in 2007, without the need for respective provisions in 2008.
5. Asset depreciation incorporated in the operational cost decreased slightly by 1.59%, amounting to €10.24 mil. against € 10.41 mil. in 2007.

6. Net financial result for the period amounts to €770.58 thous. against €764.02 thous. in the respective period of 2007, without significant changes.
7. Results before taxes amount to € 8.91 mil. against € 33.45 mil. in the relevant period of 2007, recording a decrease of 73.36%, while net profits after current and deferred taxes recorded a decrease by 77.25% due to deferred taxes differences and amount to €5.59 mil. against €24.58 mil. in the relevant period of 2007
8. Cash and cash equivalents on 31/12/2008 amount to € 41.60 mil. against €49 mil. on 31/12/2007.