AS TALLINK GRUPP

Unaudited Interim Consolidated Financial Statements for the first six months of the 2010/2011 financial year

1 September 2010 - 28 February 2011

Beginning of the financial year	1. September 2010
End of the financial year	31. December 2011
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Primary activity	maritime transportation (passenger and cargo transportation)
Auditor	KPMG Baltics AS

TALLINK

CONTENT

MANAGEMENT REPORT

In the second quarter (01.12.2010-28.02.2011) the Group (AS Tallink Grupp and its subsidiaries') continued to show positive developments in the operations. The Group's sales campaigns and various offers were well received by the customers throughout the quarter. The passenger number increased to nearly 2 million in the second quarter of the 2010/2011 financial year which is 23% higher when compared to the second quarter of the previous financial year. Cargo volumes were 19% higher in same comparison. As an effect of the strong volume growth and steady revenue per passenger on a year on year comparison the Group's unaudited consolidated revenue was EUR 188.8 million which is 19% or EUR 30.8 million higher than in the second quarter of the last financial year.

While the cost inflation is visible in all areas the costs overall did not exceed the Group's revenue growth and the Group was able to increase earnings. The most impacting cost item in the second quarter was the fuel cost with a 23% or EUR 5.8 million increase from the same time in the last year. As the Group continued to keep the focus on the sales and marketing activities the marketing expenses continued to increase according to expectations. The Group's EBITDA in the second quarter of the 2010/2011 financial year was EUR 18.1 million which is EUR 7.7 million or a 74% increase in the year on year comparison. EBITDA margin improved from 7% to 10%. In the second quarter, which is the low season, the Group's unaudited consolidated net loss was 9.4 million compared to the net loss of 16.3 million year ago.

All the Group's main operations and segments showed a positive development. Volume and revenue growth was highest on Estonia–Sweden and Latvia-Sweden routes. Similarly to the last year the Group's weakest route Finland-Germany was not operated in the low season(January and February). The vessels were in maintenance during that time. The Group will operate Finland-Germany route in the summer high season until mid August 2011 when the vessels M/S Superfast VII and M/S Superfast VIII will be chartered to Stena Line Ltd for at least three years.

In the Annual General Meeting held in February 2011 the Group's financial year was changed. The new financial year will be the calendar year, from 1^{st} of January to 31^{st} of December. Due to the change the current 2010/2011 financial year which started on 1^{st} of September 2010 will be 16 months long, ending in 31 December 2011. The Group will provide comparable operational and financial information to make the transition smooth.

The management has introduced a new point in the Group's strategy - to reach a optimal debt level which would allow sustainable dividends in the future. While the other strategic points of the Group are profitability targeted the new path will contribute more to the shareholders' value and return. In the management opinion the comfortable level of the Group's net debt to EBITDA should be 5 times or less and the equity ratio to total assets around 40%.

The Group's second quarter result meets the management expectations. In the management opinion the Group's development in the 2010/2011 financial year has performed well and the Group is on the track to improve the results in the current financial year.

KEY FIGURES		Q2 2010/2011	Q2 2009/2010	change
Revenue	EUR million	188.8	158.0	19%
Gross profit	EUR million	24.0	14.5	65%
Gross margin		13%	9%	
EBITDA	EUR million	18.1	10.4	74%
EBITDA margin		10%	7%	
Net profit / -loss	EUR million	-9.4	-16.3	42%
Net profit margin		-5%	-10%	
Depreciation & amortisation	EUR million	17.8	18.1	-1%
Investments	EUR million	0.6	3.9	-83%
Weighted average number of shares outstanding*		669 882 040	669 882 040	0%
Earnings per share	EUR	-0.01	-0.02	42%
Number of passengers		1 999 313	1 623 522	23%
Number of cargo units		64 407	54 151	19%
Average number of employees		6 570	6 520	1%

		28.02.2011	30.11.2010	
Total assets	EUR million	1 822	1 835	-0.8%
Total liabilities	EUR million	1 163	1 167	-0.4%
Interest bearing liabilities	EUR million	1 033	1 033	0.0%
Total equity	EUR million	659	668	-1.4%
Equity ratio		36%	36%	
Number of shares outstanding*		669 882 040	669 882 040	0%
Shareholders' equity per share	EUR	1.0	1.0	

EBITDA – Earnings before net financial items, taxes, depreciation and amortization;

EBITDA margin – EBITDA / net sales;

Gross margin – gross profit / net sales;

Net profit margin – net profit / net sales;

Equity ratio – total equity / total assets;

Earnings per share – net profit / weighted average number of shares outstanding;

Shareholder's equity per share – shareholder's equity / number of shares outstanding.

* Share numbers exclude own shares.

SALES & SEGMENT RESULTS

The following table provides an overview of the quarterly sales development by operational segments:

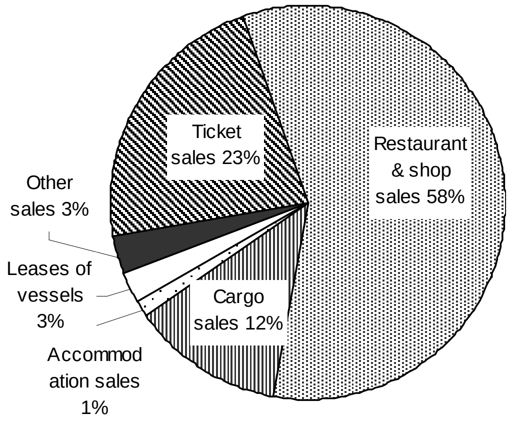
in EUR millions	Q2 09/10	Q3 09/10	Q4 09/10	Q1 10/11	**Q2 10/11**	Q2 change y-o-y
Ticket sales	35.8	49.9	88.6	51.0	**42.6**	19.0%
Restaurant & shop sales	89.3	115.0	136.4	108.7	**109.7**	22.8%
Cargo sales	20.3	24.5	26.0	29.6	**23.3**	14.9%
Accommodation sales	1.7	2.6	4.6	2.9	**2.5**	50.3%
Leases of vessels	5.1	3.4	4.9	3.8	**5.0**	-1.5%
Other sales	5.8	7.1	11.7	7.1	**5.6**	-2.6%
Total revenue	158.0	202.4	272.1	203.0	**188.8**	19.5%

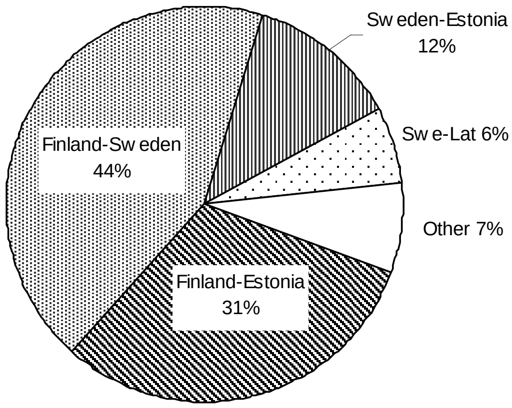
The following table provides an overview of the quarterly sales and result development by geographical segments:

			Q2 09/10	Q3 09/10	Q4 09/10	Q1 10/11	**Q2 10/11**	Q2 change y-o-y
Finland-Estonia	Passengers	th.	732	982	1 236	968	**912**	24.5%
	Cargo units	th.	22	30	27	27	**24**	10.1%
	Revenue	mil.EUR	47.3	63.4	72.6	65.7	**58.5**	23.7%
	Segment result	mil.EUR	10.4	20.2	25.6	19.1	**13.4**	28.6%
Finland-Sweden	Passengers	th.	629	772	1 054	696	**709**	12.8%
	Cargo units	th.	20	24	23	26	**23**	14.9%
	Revenue	mil.EUR	72.7	86.8	116.7	81.8	**81.3**	12.0%
	Segment result	mil.EUR	0.9	5.9	29.4	4.5	**2.9**	227.9%
Sweden-Estonia	Passengers	th.	157	241	285	178	**229**	45.5%
	Cargo units	th.	7	9	8	13	**23**	224.9%
	Revenue	mil.EUR	16.8	23.3	32.1	22.7	**23.2**	37.6%
	Segment result	mil.EUR	-1.4	1.6	8.2	1.1	**1.0**	0.0%
Sweden-Latvia	Passengers	th.	101	159	229	138	**146**	44.8%
	Cargo units	th.	3	4	4	4	**4**	23.4%
	Revenue	mil.EUR	9.2	13.2	19.9	12.1	**12.0**	30.6%
	Segment result	mil.EUR	-2.7	-1.3	3.3	-1.7	**-2.6**	3.9%
Finland-Germany	Passengers	th.	4	3	35	14	**3**	-24.4%
	Cargo units	th.	1	2	5	7	**2**	1.3%
	Revenue	mil.EUR	1.6	2.0	11.5	7.4	**1.5**	-4.9%
	Segment result	mil.EUR	-4.6	-4.1	-1.2	-4.5	**-4.0**	13.9%
Other	Revenue	mil.EUR	11.9	13.7	21.7	15.3	**13.8**	18.2%
	Segment result	mil.EUR	-0.4	1.4	4.7	0.9	**-0.5**	-10.5%
	Inter segment sales	mil.EUR	-1.3	-2.2	-2.4	-2.0	**-1.6**	-21.2%
	Total revenue	mil.EUR	**158.0**	**202.4**	**272.2**	**203.0**	**188.8**	**19.5%**
	EBITDA	mil.EUR	**10.4**	**30.0**	**77.7**	**27.5**	**18.1**	**73.8%**
	Total segment result	mil.EUR	**2.1**	**23.7**	**70.0**	**19.4**	**10.3**	**384.1%**
	Net profit/-loss	mil.EUR	**-16.3**	**-3.0**	**42.3**	**1.1**	**-9.4**	**42.2%**

Segment result - result before administrative expenses, net financial items and taxes

The following graphs provide an overview of the sales distribution in the second quarter on operational and geographical segment based approach





MARKET DEVELOPMENTS

The following table provides an overview of the passengers, cargo units and passenger vehicles transported during the second quarter and first six months of the 2010/2011 and 2009/2010 financial years.

	Q2 2010/2011	Q2 2009/2010	Q2 Change	6-months 2010/2011	6-months 2009/2010	6-months change
Passengers	**1 999 313**	**1 623 522**	**23.1%**	**3 992 606**	**3 431 757**	**16.3%**
Finland-Sweden	709 448	628 831	12.8%	1 405 089	1 310 516	7.2%
Estonia-Finland	911 518	732 230	24.5%	1 879 144	1 571 908	19.5%
Estonia-Sweden	228 957	157 363	45.5%	406 581	311 761	30.4%
Latvia-Sweden	146 383	101 118	44.8%	284 810	217 922	30.7%
Finland-Germany	3 007	3 980	-24.4%	16 982	19 650	-13.6%
Cargo Units	**64 407**	**54 151**	**18.9%**	**141 315**	**122 485**	**15.4%**
Finland-Sweden	22 910	19 937	14.9%	48 554	45 133	7.6%
Estonia-Finland	24 475	22 237	10.1%	51 646	47 053	9.8%
Estonia-Sweden	11 273	7 052	59.9%	24 155	15 739	53.5%
Latvia-Sweden	4 237	3 433	23.4%	8 588	7 293	17.8%
Finland-Germany	1 512	1 492	1.3%	8 372	7 267	15.2%
Passenger Vehicles	**207 042**	**172 700**	**19.9%**	**443 297**	**372 899**	**18.9%**
Finland-Sweden	26 385	26 503	-0.4%	56 453	56 921	-0.8%
Estonia-Finland	148 458	117 692	26.1%	314 718	252 719	24.5%
Estonia-Sweden	14 264	11 812	20.8%	29 091	23 539	23.6%
Latvia-Sweden	17 313	15 924	8.7%	38 372	35 238	8.9%
Finland-Germany	622	769	-19.1%	4 663	4 482	4.0%

There were no operations on the Finland-Germany route in January and February 2011 due to the scheduled maintenance works of the vessels.

The Group's market shares on the routes operated during a 12 month period ending on the February 28, 2011 were as follows:

- The Group carried approximately 57% of the passengers and 52% of ro-ro cargo on the route between Tallinn and Helsinki;
- The Group is the only provider of daily passenger transportation between Estonia and Sweden;
- The Group is the only provider of daily passenger and ro-ro cargo transportation between Riga and Stockholm;
- The Group carried approximately 55% of passengers and 34% of ro-ro cargo on the routes between Finland and Sweden;
- The Group's approximate market share of passenger transportation on the route between Finland and Germany was 27% and the approximate market share of ro-ro cargo transportation was 6%.

PERSONNEL

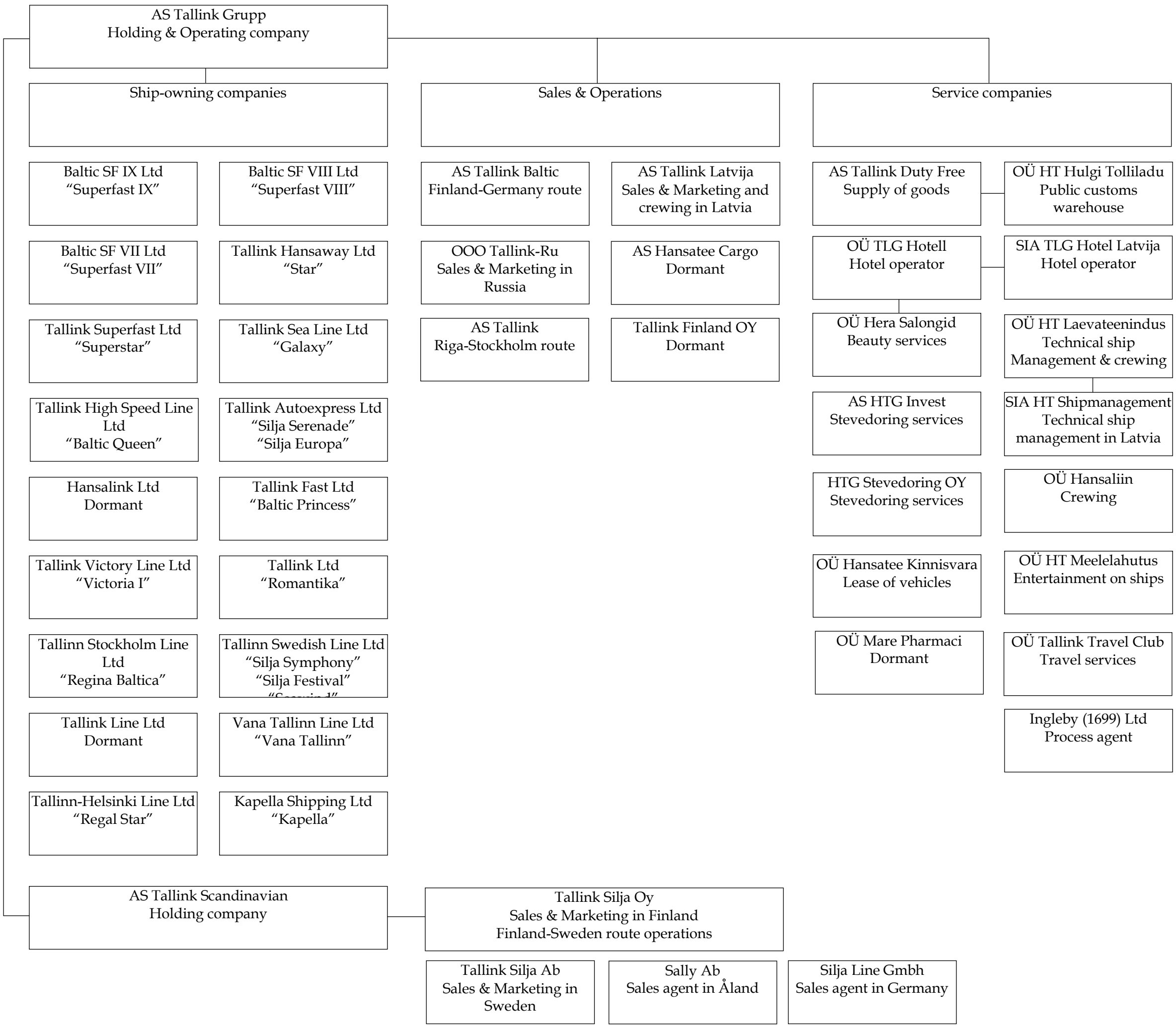
On February 28, 2011 the Group employed 6 573 employees (6 346 on February 28, 2010).The following table provides a more detailed overview of the Group's personnel.

	Average of 6 months			At the end of period		
	2010/2011	**2009/2010**	change %	**28.02.2011**	**28.02.2010**	change %
Onshore total	**1 472**	**1 511**	**-2.6%**	**1 459**	**1 442**	**1.2%**
Estonia	783	744	5.2%	787	727	8.3%
Finland	449	513	-12.5%	434	490	-11.4%
Sweden	171	178	-3.9%	168	158	6.3%
Latvia	55	53	3.8%	57	50	14.0%
Germany	8	17	-52.9%	7	11	-36.4%
Russia	6	6	0.0%	6	6	0.0%
At sea	4 550	4 549	0.0%	4 566	4 456	2.5%
Hotel*	548	460	19.1%	548	448	22.3%
Total	**6 570**	**6 520**	**0.8%**	**6 573**	**6 346**	**3.6%**

* The number of hotel personnel is not included in the total number of ashore personnel.

CORPORATE STRUCTURE

On the report date, the Group consisted of 46 companies. Most of the subsidiaries are wholly-owned companies of AS Tallink Grupp. The following chart describes the structure of the Group as on the date of reporting:

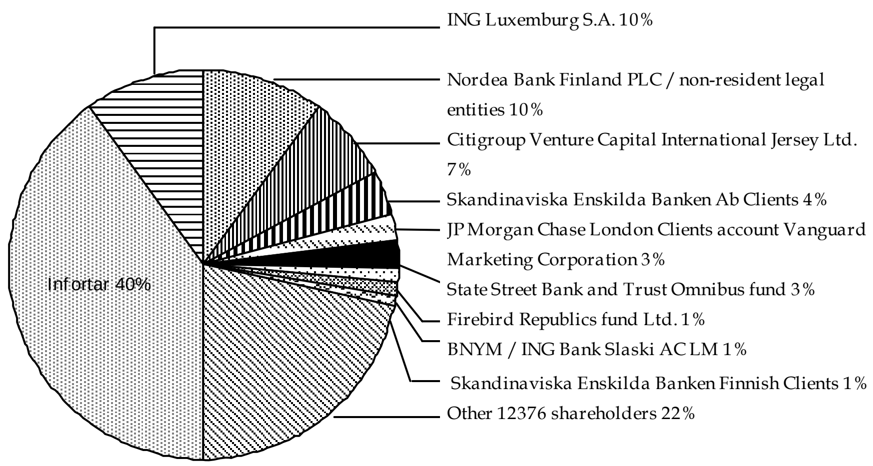


The Group further owns:

- 34% of AS Tallink Takso

SHAREHOLDERS & SHARE PRICE DEVELOPMENT

The following chart displays the shareholder structure of AS Tallink Grupp as of 28 February 2011.



Source: Estonian Central Register of Securities

Since 9th of December 2005 the shares of AS Tallink Grupp are listed on the Tallinn Stock Exchange, where the share are traded under the symbol TAL1T. The following chart gives an overview of the share development in the 2010/2011 financial year.

Source: Nasdaq OMX Baltic

EVENTS DURING THE 2nd QUARTER OF THE 2010/2011 FINANCIAL YEAR

Annual General Meeting was held on 8th of February 2011 in Tallinn. The resolutions adopted were: approval of the annual report, not to distribute dividends, changing and converting the capital to euros in relation to Estonia's adoption of euro, amending the Articles of Association, re-electing the Supervisory Board members and deciding their remuneration, approval of share option program, nomination of auditor and change of period of the Group's financial year. The new financial year will be calendar year, from 1st of January to 31st of December. Due to the change the current 2010/2011 financial year which started in 1st of September 2010 will be 16 months long ending in

31 December 2011. The Group will provide comparable operational and financial information to make the transition smooth.

Estonia adopted euro in 01.01.2011 and the Group is reporting in euros only. In relation to the above the share capital was converted to euros. The share capital, registered in March, is EUR 404 290 224.

EVENTS AFTER THE BALANCE SHEET DATE AND THE OUTLOOK

The Group's earnings are not generated evenly throughout the year. Summer period is the high season in the Group's operations. In the opinion of the Group's management and based on the experience of the previous financial years the majority of the earnings are generated during summer (June-August).

The Group's Finnish entity Exlaw OY was liquidated and the Finnish entity Silja Europa OY has been merged into Tallink Silja OY. The above transactions were made to simplify the Group's structure. The transactions will have no effect on Group operations or result.

In the beginning of March 2011 the Group agreed with Stena Line Ltd. to charter the vessels M/S Superfast VII and M/S Superfast VIII to Stena Line Ltd. for at least a three year period. The Group will operate the vessels in the Finland-Germany route in the summer high season until mid August 2011 when the ships will be delivered to Stena Line for their operations in the UK waters.

AS Tallink Grupp does not have any substantial ongoing research and development projects.

The Group's fleet renewal program has been completed and thus the Group's investment requirement is relatively small going ahead. This helps to concentrate on the core operations.

In the end of the second quarter of 2010/2011 financial year the Group's cash and cash equivalents amounted to EUR 40 million. In addition the Group maintains unused overdraft credit lines in the amount of EUR 47 million which takes the Group's total liquidity position to EUR 87 million.

The Management continues to focus on cost efficiency and on the Group's profitability. The sale or charter of older and non performing vessels has high priority. There are currently several negotiations open to either charter or sell some of the older and non performing vessels.

The Management estimates that the positive trends in the macro economy will continue which will help the Group to gain growth in the revenues. At the same time fuel prices have continued to increase and will bring a noticeably higher fuel cost in Q3 of the current financial year compared to the same period a year ago. Overall the Group's results are estimated to improve.

RISKS

The Group's business, financial condition and results from operations could be materially affected by various risks. These risks are not the only ones. Additional risks and uncertainties not presently known to us, or that we currently believe are immaterial or unlikely, could also impair our business. The order of presentation of the risk factors below is not intended to be an indication of the probability of their occurrence or of their potential effect on our business.

- Accidents, disasters
- Macroeconomic development
- Changes in laws and regulations
- Relations with trade unions
- Increase in the fuel prices and interest rates
- Market and customer behaviour

MANAGEMENT BOARD'S CONFIRMATION TO THE MANAGEMENT REPORT

The Management Board confirms that to the best of their knowledge the management report of AS Tallink Grupp for the second quarter of 2010/2011 financial year presents true and fair view of the development, results and the financial position of the Group and includes the overview of the main risks and uncertanties.

Enn Pant	Chairman of the Management Board
Andres Hunt	Vice Chairman of the Management Board
Lembit Kitter	Member of the Management Board
Janek Stalmeister	Member of the Management Board

11.04.2011

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(unaudited, in thousands of EUR)	**01.12.2010-28.02.2011**	**01.12.2009-28.02.2010**	**01.09.2010-28.02.2011**	**01.09.2009-28.02.2010**
Revenue (Note 3)	188,778	157,986	391,823	339,293
Cost of sales	-164,767	-143,445	-332,276	-292,100
Gross profit	**24,011**	**14,541**	**59,547**	**47,193**
Marketing expenses	-13,752	-12,422	-29,873	-26,967
Administrative expenses	-10,161	-9,984	-20,397	-19,331
Other income	253	75	319	527
Other expenses	-10	140	-17	-38
Results from operating activities	**341**	**-7,650**	**9,579**	**1,384**
Finance income (Note 4)	2,200	6,358	8,343	7,171
Finance costs (Note 4)	-11,885	-14,983	-26,138	-26,020
Share of loss of associates	-57	0	-57	0
Profit/-loss before income tax	**-9,401**	**-16,275**	**-8,273**	**-17,465**
Income tax	0	0	0	0
Net profit/-loss for the period	**-9,401**	**-16,275**	**-8,273**	**-17,465**
Other comprehensive income/-expense				
Exchange differences on translating foreign operations	-143	1,463	-180	732
Changes in fair value of cash flow hedges	-151	-31	-705	1,119
Other comprehensive income/-expense for the period	**-294**	**1,432**	**-885**	**1,851**
Total comprehensive income/-expense for the period	**-9,695**	**-14,843**	**-9,158**	**-15,614**
Profit/-loss attributable to:				
Equity holders of the parent (Note 5)	-9,401	-16,275	-8,273	-17,465
Total comprehensive income/-expense attributable to:				
Equity holders of the parent	-9,695	-14,843	-9,158	-15,614
Earnings per share (in EUR per share)				
- basic (Note 5)	-0.01	-0.02	-0.01	-0.03
- diluted (Note 5)	-0.01	-0.02	-0.01	-0.03

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(unaudited, in thousands of EUR)

ASSETS	**28.02.2011**	**31.08.2010**
Current assets		
Cash and cash equivalents	40,181	57,488
Trade and other receivables	38,496	42,040
Prepayments	13,201	9,752
Derivatives	0	705
Inventories	20,208	20,035
Total current assets	**112,086**	**130,020**
Non-current assets		
Investments in associates	157	214
Other financial assets	317	317
Deferred income tax assets	10,664	10,664
Investment property	300	300
Property, plant and equipment (Note 7)	1,633,598	1,663,100
Intangible assets (Note 8)	64,485	66,700
Total non-current assets	**1,709,521**	**1,741,295**
TOTAL ASSETS	**1,821,607**	**1,871,315**

LIABILITIES AND EQUITY		
Current liabilities		
Interest bearing loans and borrowings (Note 9)	80,943	63,627
Trade and other payables	90,147	94,054
Deferred income	25,411	23,965
Derivatives (Note 6)	13,928	17,634
Total current liabilities	**210,429**	**199,280**
Non-current liabilities		
Interest bearing loans and borrowings (Note 9)	952,548	1,004,244
Other liabilities	71	74
Total non-current liabilities	**952,619**	**1,004,318**
TOTAL LIABILITIES	**1,163,048**	**1,203,598**
EQUITY		
Equity attributable to equity holders of the parent		
Share capital	430,648	430,648
Share premium	639	639
Reserves	72,815	72,607
Retained earnings	154,457	163,823
Total equity attributable to equity holders of the parent	**658,559**	**667,717**
TOTAL EQUITY	**658,559**	**667,717**
TOTAL LIABILITIES AND EQUITY	**1,821,607**	**1,871,315**

CONSOLIDATED CASH FLOW STATEMENT

(unaudited, in thousands of EUR)	**01.09.2010 - 28.02.2011**	**01.09.2009 - 28.02.2010**
Cash flows from operating activities		
Net profit/-loss for the period	-8,273	-17,465
Adjustments	54,296	61,436
Changes in assets related to operating activities	-195	6,725
Changes in liabilities related to operating activities	-2,188	-5,314
Income tax paid	-20	-49
	43,620	**45,333**
Cash flow used for investing activities		
Purchase of property, plant and equipment and intangible assets (Notes 7, 8)	-4,246	-4,259
Proceeds from disposals of property, plant and equipment	34	6,374
Issue of shares by associates	0	-587
Payments from settlement of derivatives	-2,474	-1,952
Interest received	46	159
	-6,640	**-265**
Cash flow from (+)/ used for (-) financing activities		
Redemption of loans (Note 9)	-35,805	-36,665
Change in overdraft	0	-1,375
Repayment of finance lease liabilities (Note 9)	-43	-157
Interest paid	-18,439	-22,556
	-54,287	**-60,753**
TOTAL NET CASH FLOW	**-17,307**	**-15,685**
Cash and cash equivalents:		
- at the beginning of period	57,488	49,982
- increase (+) / decrease (-)	-17,307	-15,685
Cash and cash equivalents at end of period	**40,181**	**34,297**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(unaudited, in thousands of EUR)	Share capital	Share premium	Translation reserve	Ships revaluation reserve	Cash flow hedge reserve	Mandatory legal reserve	Reserve for treasury shares	Retained earnings	Share-holders' equity	Total equity
At 31 August 2009	**430,648**	**639**	**-324**	**65,507**	**-27**	**10,869**	**-4,163**	**139,547**	**642,696**	**642,696**
Changes in equity for the first 6 months of 2009/2010										
Total comprehensive income and expense for the period										
Net loss of the first 6 months of the year 2009/2010 (Note 5)	0	0	0	0	0	0	0	-17,465	-17,465	-17,465
Total other comprehensive income and expense	0	0	732	0	1,119	0	0	0	1,851	1,851
Total comprehensive income and expense for the period	**0**	**0**	**732**	**0**	**1,119**	**0**	**0**	**-17,465**	**-15,614**	**-15,614**
At 28 February 2010	**430,648**	**639**	**408**	**65,507**	**1,092**	**10,869**	**-4,163**	**122,082**	**627,082**	**627,082**
At 31 August 2010	**430,648**	**639**	**385**	**64,811**	**705**	**10,869**	**-4,163**	**163,823**	**667,717**	**667,717**
Changes in equity for the first 6 months of 2010/2011										
Transfer from profit for 2009/2010	0	0	0	0	0	1,093	0	-1,093	0	0
Total comprehensive income and expense for the period										
Net loss of the first 6 months of the year 2010/2011 (Note 5)	0	0	0	0	0	0	0	-8,273	-8,273	-8,273
Total other comprehensive income and expense	0	0	-180	0	-705	0	0	0	-885	-885
Total comprehensive income and expense for the period	**0**	**0**	**-180**	**0**	**-705**	**0**	**0**	**-8,273**	**-9,158**	**-9,158**
At 28 February 2011	**430,648**	**639**	**205**	**64,811**	**0**	**11,962**	**-4,163**	**154,457**	**658,559**	**658,559**

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Note 1 CORPORATE INFORMATION

The interim consolidated financial statements of AS Tallink Grupp and its subsidiaries (hereinafter as "the Group") for the first 6 months of the financial year 2010/2011 were authorised for issue in accordance with a resolution of the Management Board on 11 April 2011. AS Tallink Grupp is a limited company incorporated in Estonia and employed 6,573 people at 28 February 2011 (31 August 2010: 6,715).

Note 2 BASIS OF PREPARATION

The interim consolidated financial statements of AS Tallink Grupp have been prepared in a condensed form in accordance with IFRS as adopted by EU and in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting".

The same accounting policies and methods of computation are followed in the interim consolidated financial statements as in the annual consolidated financial statements of AS Tallink Grupp for the financial year ended on 31 August 2010.

The interim consolidated financial statements have been prepared in thousand Euros (EUR).

Note 3 SEGMENT INFORMATION

The primary segments of the Group are geographical segments (by the routes) and the secondary segments are operational segments (tickets sales, sales of cargo transport, accommodation sales, restaurant and shops sales on-board and on mainland, income from leases of vessels and others).

Geographical segments

(in thousands of EUR)

01.09.2010-28.02.2011	Estonia-Finland route	Estonia-Sweden routes	Latvia-Sweden route	Germany-Finland route	Finland-Sweden routes	Others	Elimination of intersegment sales	Total
Revenue								
Sales to external customers	124,173	45,836	24,181	8,962	163,134	25,537	0	391,823
Inter-segment sales	0	0	0	0	0	3,551	-3,551	0
	124,173	**45,836**	**24,181**	**8,962**	**163,134**	**29,088**	**-3,551**	**391,823**
Segment result	**32,502**	**2,151**	**-4,360**	**-8,504**	**7,434**	**451**	**0**	**29,674**
Unallocated expenses								-20,095
Net financial items (Note 4)								-17,795
Share of loss of associates								-57
Loss before income tax								**-8,273**

01.09.2009-28.02.2010	Estonia-Finland route	Estonia-Sweden routes	Latvia-Sweden route	Germany-Finland route	Finland-Sweden routes	Others	Elimination of intersegment sales	Total
Revenue								
Sales to external customers	104,169	35,177	19,481	8,824	150,501	21,141	0	339,293
Inter-segment sales	0	0	0	0	0	3,043	-3,043	0
	104,169	**35,177**	**19,481**	**8,824**	**150,501**	**24,184**	**-3,043**	**339,293**
Segment result	**27,463**	**-557**	**-4,486**	**-9,308**	**6,951**	**163**	**0**	**20,226**
Unallocated expenses								-18,842
Net financial items (Note 4)								-18,849
Loss before income tax								**-17,465**

Operational segments

(in thousands of EUR)

	01.09.2010-28.02.2011	01.09.2009-28.02.2010
Ticket sales	93,611	78,743
Sales of cargo transport	52,975	47,977
Accommodation sales	5,404	3,860
Restaurant and shops sales on-board and on mainland	218,314	190,256
Income from leases of vessels	8,777	8,852
Other	12,742	9,605
Total revenue of the Group	**391,823**	**339,293**

Note 4 FINANCE INCOME AND COSTS

(in thousands of EUR)

	01.09.2010-28.02.2011	01.09.2009-28.02.2010
Net foreign exchange gains	695	6,230
Income from derivatives	7,603	783
Interest income	45	158
Total finance income	**8,343**	**7,171**
Interest expenses	-19,828	-20,367
Losses from derivatives	-6,310	-5,653
Total finance costs	**-26,138**	**-26,020**

Note 5 EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. As the company does not have any potential ordinary shares, then the diluted earnings per share are equal to basic earnings per share.

	01.12.2010-28.02.2011	01.12.2009-28.02.2010	01.09.2010-28.02.2011	01.09.2009-28.02.2010
Weighted average number of ordinary shares (pcs)	669,882,040	669,882,040	669,882,040	669,882,040
Net profit/-loss attributable to ordinary shareholders	-9,401	-16,275	-8,273	-17,465
Earnings per share (in EUR per share)	-0.01	-0.02	-0.01	-0.03

Weighted average number of ordinary shares (pcs)	01.12.2010-28.02.2011	01.12.2009-28.02.2010	01.09.2010-28.02.2011	01.09.2009-28.02.2010
Issued ordinary shares at the beginning of period	673,817,040	673,817,040	673,817,040	673,817,040
Effect of own shares held	-3,935,000	-3,935,000	-3,935,000	-3,935,000
Weighted average number of ordinary shares at end of period	669,882,040	669,882,040	669,882,040	669,882,040

Note 6 DERIVATIVE INSTRUMENTS

The Group uses interest rate swaps to manage its exposure to movements in interest rates. Where the effectiveness of the hedge relationship in a cash flow hedge is demonstrated, changes in the fair value are included in the hedging reserve in shareholders' equity and released to match actual payments on the hedged item. Changes in fair value of derivatives which do not qualify for hedge accounting under IAS 39 are recognized directly in the income statement.

As of 28.02.2011 AS Tallink Grupp had three interest rate derivative contracts with total notional amount of 270,000 thousand EUR with the maturities in years 2012, 2014 and 2018. The fair value of the interest rate derivatives recognized in the current interim financial statements as of 28.02.2011 is -13,928 thousand EUR.

Note 7 PROPERTY, PLANT AND EQUIPMENT

(in thousands of EUR)

	Land and building	Ships	Plant and equipment	Prepayments	Total
Book value at 31 August 2010	**5,934**	**1,651,486**	**5,655**	**25**	**1,663,100**
Additions	86	2,526	1,381	128	4,121
Exchange rate differences	132	0	7	0	139
Disposals	0	0	-25	0	-25
Depreciation for the period	-760	-31,796	-1,181	0	-33,737
Book value at 28 February 2011	**5,392**	**1,622,216**	**5,837**	**153**	**1,633,598**
At 28 February 2011					
-Cost	9,515	1,653,546	20,925	153	1,684,139
-Accumulated depreciation	-4,123	-31,330	-15,088	0	-50,541

	Land and building	Ships	Plant and equipment	Prepayments	Total
Book value at 31 August 2009	**6,933**	**1,715,515**	**4,910**	**1,413**	**1,728,771**
Additions	0	3,238	2,120	-1,182	4,176
Exchange rate differences	115	0	0	0	115
Disposals	0	-6,075	0	0	-6,075
Depreciation for the period	-720	-31,325	-1,391	0	-33,436
Book value at 28 February 2010	**6,328**	**1,681,353**	**5,639**	**231**	**1,693,551**
At 28 February 2010					
-Cost	9,117	1,860,793	19,255	231	1,889,396
-Accumulated depreciation	-2,789	-179,440	-13,616	0	-195,845

Note 8 INTANGIBLE ASSETS

(in thousands of EUR)

	Goodwill	Trademark	Others	Total
Book value at 31 August 2010	**11,066**	**46,138**	**9,496**	**66,700**
Additions	0	0	125	125
Amortisation for the period	0	-1,458	-882	-2,340
Book value at 28 February 2011	**11,066**	**44,680**	**8,739**	**64,485**
At 28 February 2011				
-Cost	11,066	58,288	20,246	89,600
-Accumulated amortisation	0	-13,608	-11,507	-25,115

(in thousands of EUR)

	Goodwill	Trademark	Others	Total
Book value at 31 August 2009	**11,066**	**49,054**	**12,403**	**72,523**
Additions	0	0	83	83
Amortisation for the period	0	-1,458	-1,144	-2,602
Book value at 28 February 2010	**11,066**	**47,596**	**11,342**	**70,004**
At 28 February 2010				
-Cost	11,066	58,288	20,068	89,422
-Accumulated amortisation	0	-10,692	-8,726	-19,418

Note 9 INTEREST BEARING LOANS AND BORROWINGS

(in thousands of EUR)

	31 August 2010	Repayments	Other changes [1]	28 February 2011
Lease liabilities	174	-43	0	131
Long-term bank loans	1,067,697	-35,805	1,468	1,033,360
TOTAL	**1,067,871**	**-35,848**	**1,468**	**1,033,491**
incl. short-term portion	63,627			80,943
long-term portion	1,004,244			952,548

[1] Other changes are related to amortisation of transaction costs.

Bank overdrafts are secured with commercial pledge (in the total amount of 20,204 thousand EUR) and ship mortgages.

AS Tallink Grupp has given guarantees to HSH Nordbank AG, Nordea Bank Plc, Skandinaviska Enskilda Banken AB, KfW IPEX Bank, Danske Bank A/S and HSBC Bank Plc. for the loans granted to overseas subsidiaries amounting to 821,669 thousand EUR. The primary securities for these loans are the pledge of shares of the overseas subsidiaries and mortgages on the ships belonging to the above-mentioned subsidiaries. AS Tallink Grupp has given guarantee to HSH Nordbank AB for the loan granted to Tallink Silja Oy Ab amounting to 214,500 thousand EUR. The primary securities for these loans are the pledge of shares of Tallink Silja Oy Ab and mortgages on the Silja ships.

Note 10 SHARE CAPITAL

According to the Articles of Association of the Parent effective as of 28 February 2011 the maximum number of authorised common shares is 2,133,333,333.

At 28 February 2011 the Group held 3,935 thousand of the AS Tallink Grupp shares. Total cost of share buyback transactions of 3,935 thousand shares is 4,163 thousand EUR.

Note 11 RELATED PARTY DISCLOSURES

(in thousands of EUR)

6 months of 2010/2011 or 28.02.2011	**Sales to related parties**	**Purchases from related parties**	**Amounts owed by related parties**	**Amounts owed to related parties**
AS Infortar	4	37	0	0
AS HT Valuuta	81	0	15	0
AS Vara HTG	0	1,527	0	0
OÜ Mersok	0	4	0	0
AS Vaba Maa	5	464	1	45
OÜ Sunbeam	0	1,587	0	0
AS Gastrolink	1	442	0	35
AS Tallink Takso	0	44	0	10
OÜ Topspa Kinnisvara	0	1,203	0	0
OÜ Hansa Hotell	0	384	0	0
OÜ Fastinvest	0	527	0	0
SIA Happy Trails	0	1,966	0	891
Eesti Laevaomanike Liit	0	6	0	0
6 months of 2009/2010 or 28.02.2010	**Sales to related parties**	**Purchases from related parties**	**Amounts owed by related parties**	**Amounts owed to related parties**
AS Infortar	1	37	0	0
AS HT Valuuta	92	0	27	0
AS Vara HTG	0	1,342	0	96
OÜ Mersok	0	5	0	2
AS Vaba Maa	4	415	1	105
OÜ Sunbeam	0	1,549	0	259
AS Gastrolink	1	324	0	39
AS Tallink Takso	0	31	0	8
OÜ Topspa Kinnisvara	0	1,174	0	239
OÜ Hansa Hotell	0	377	0	75
OÜ Fastinvest	0	501	0	0
Eesti Laevaomanike Liit	0	6	0	6

Note 12 EVENTS AFTER BALANCE SHEET DATE

In March the Group entity Silja Europa Oy Ab merged into Tallink Silja Oy Ab and the group entity Exlaw Oy AB has been liquidated.

In relation to the adoption of the euro currency in Estonia the Shareholders Annual General Meeting decided on 08.02.2011 to decrease the share capital. On 07.03.2011 the share capital change was registered in the Commercial Register. The registered share capital of AS Tallink Grupp is EUR 404 290 224 the number of shares is 673 817 040 and the nominal value of a share is EUR 0.6.

The subsidiaries of AS Tallink Grupp, Baltic SF VII Ltd and Baltic SF VIII Ltd have concluded the charter agreements with Stena Line Ltd for M/S Superfast VII and M/S Superfast VIII. The vessels will be delivered after the end of the high season in August 2011. Until then they are operated on their current route by Tallink. The agreed charter period is three years with the charterers' option to extend for one additional year. The vessels will be operated in the UK waters.

MANAGEMENT BOARD'S APPROVAL OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Hereby we declare our responsibility for the Interim Consolidated Financial Statements and confirm that the AS Tallink Grupp's Unaudited Interim Consolidated Financial Statements for the 6 months of the financial year 2010/2011 ended 28 February 2011 prepared in accordance with IFRS as adopted by EU and in accordance with IAS 34 give a true and fair view of the financial position of the Group and of the result of its operations and cash flows.

AS Tallink Grupp and its subsidiaries are able to continue as a going concern for a period of at least one year of the date of approving these financial statements.

Chairman of the Management Board
Enn Pant

Vice Chairman of the Management Board
Andres Hunt

Member of the Management Board
Janek Stalmeister

Member of the Management Board
Lembit Kitter

Tallinn 11.04.2011