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DANAOS CORPORATION

Danaos Corporation Reports Second Quarter and Half Year Results for the Period Ended June 30, 2008.

Athens, Greece, July 28, 2008 – Danaos Corporation ("Danaos") (NYSE: DAC), a leading international owner of containerships, today reported unaudited results for the period ended June 30, 2008.

Highlights for the Second Quarter and Half Year Ended June 30, 2008:

- **Net earnings from continuing operations of $33.7 million or $0.62 per share and $65.3 million or $1.20 per share for the quarter and the half year ended June 30, 2008, respectively, compared to $29.0 million or $0.53 per share and $53.0 million or $0.97 per share for the respective periods of 2007.**
- **Operating revenues from continuing operations of $73.9 million and $143.8 million for the quarter and the half year ended June 30, 2008, respectively, compared to $62.8 million and $124.9 million for the respective periods of 2007.**
- **EBITDA from continuing operations of $54.8 million and $105.9 million for the quarter and the half year ended June 30, 2008, respectively, compared to $43.2 million and $82.5 million for the respective periods of 2007.**
- **Paid dividends of $0.465 per share on May 14, 2008, for the first quarter of 2008 and declared dividends of $0.465 per share for the second quarter of 2008, payable on August 20, 2008, for all shareholders on record as of August 6, 2008.**

Danaos' CEO Dr. John Coustas commented: "We are very pleased with our second quarter and half year 2008 results. During the first half of 2008, we continued to successfully implement our growth strategy, adding additional vessel capacity and further diversifying our customer base.

During the second quarter, the Montreal Senator commenced its new 2 year charter out. There are no other charter renewals required in 2008. In May, we sold the 30 year-old Maersk Constantia for a net profit of $9.3 million. During the second quarter, we have more intensely focussed on our efforts to control costs and further boost the quality of our operations and the overall performance of our fleet. We have also undertaken all necessary actions to provide for the successful integration of our 34 vessel new-building program.

In the second quarter, markets in the main Transpacific and Europe Far-East trades deteriorated. The Transpacific trades declined by approximately 2% to 3% and the growth in Europe Far-East trades dropped from 20% in the first half of 2007 to 10% in the first half of 2008. Peripheral routes in the Middle East, South America, India and intra-Asia, however, have continued to evidence resilience and strong growth patterns. This fact, together with slow steaming that many liner companies began to adopt, will mitigate any adverse effects stemming from reduction in overall demand.

Charter market rates reflected a weakening in the sub 3,000 TEU sizes, giving up the gains of 2007 and returning to 2006 levels. Larger size vessels continue to trade at their highs despite some subletting activity.

A difficult to quantify, but yet important factor to the analysis of trends is the effect on the overall volume of Asia related trades due to the Beijing Olympics. Factories close to the Olympic venues have reduced or even stopped production in an effort to alleviate pollution and this effect is taking its toll on China's export activity.

Trends in demand should become clearer during the 3rd quarter as the impact of the crisis in financial markets, rising commodity prices and inflationary pressures are reflected in revisions to economic growth projections.

The long term fixed rate charters under which the Company's vessels are deployed protect us from current charter market volatility. Consistent with past practice, we will continue to closely monitor the market for any opportunities that may arise. Our strong balance sheet and solid income base give us the confidence to consider any such accretive opportunities.

On July 25, 2008, our Board of Directors declared a dividend of $0.465 per share for the second quarter, which will be paid on August 20, 2008. The dividend reflects our dedication to support shareholder value through enhanced distributable cash flows, resulting from the successful implementation of our growth strategy."

Three months ended June 30, 2008 compared to the three months ended June 30, 2007

During the quarter ended June 30, 2008, Danaos had an average of 37.5 containerships as opposed to 30.9 containerships for the same period of 2007. On May 20, 2008 we sold a thirty year old vessel, the Maersk Constantia.

Given the sale of our entire dry bulk fleet in the beginning of 2007, management has determined that the dry bulk business constituted discontinued operations. The management and discussion analysis solely reflects results from continuing operations (containerships), unless otherwise noted.

Our net income was $33.7 million or $0.62 per share for the second quarter of 2008 compared to $29.0 million or $0.53 per share for the second quarter of 2007, an increase in net income of 16.2% or $4.7 million. Earnings per share, excluding the gain on sale of vessels of $9.3 million, was $0.45 for the second quarter of 2008. Distributable cash flow, defined as net income before depreciation & amortization, less payments for drydocking and special survey costs was $44.8 million for the second quarter of 2008. Our declared dividend of $25.4 million for the second quarter of 2008 represents 56.7% of our distributable cash flow.

Operating Revenue

Operating revenue increased 17.7%, or $11.1 million, to $73.9 million in the quarter ended June 30, 2008 from $62.8 million in the quarter ended June 30, 2007. The increase was primarily attributed to the addition to our fleet of 11 vessels, as follows:

Vessel Name	Vessel Size (TEU)	Date Delivered
YM Singapore	4,300	October 9, 2007
YM Seattle	4,253	September 10, 2007
YM Vancouver	4,253	November 27, 2007
Hyundai Vladivostok	2,200	July 23, 2007
Hyundai Advance	2,200	August 20, 2007
Hyundai Stride	2,200	September 5, 2007
Hyundai Future	2,200	October 2, 2007
Hyundai Sprinter	2,200	October 15, 2007
Hyundai Progress	2,200	February 11, 2008
Hyundai Highway	2,200	March 18, 2008
Hyundai Bridge	2,200	March 20, 2008

These additions to our fleet contributed revenues of $18.8 million during the three months ended June 30, 2008. In addition, the Company sold five vessels as follows:

Vessel Name	Vessel Size (TEU)	Date Sold
APL Scotland	5.506	June 22, 2007
APL Holland	5,506	August 3, 2007
APL Belgium	5,506	January 15, 2008
Winterberg	3,101	January 25, 2008
Maersk Constantia	3,101	May 20, 2008

The vessel sales reduced operating revenue by $7.3 million during the three months ended June 30, 2008 compared to the same period in the prior year. The balance of $0.4 million is attributed to

more scheduled off-hire days, decreased by higher charter rates achieved due to the re-chartering of certain vessels. As a result, our fleet utilization reached 97.7% in the second quarter of 2008.

Vessel Operating Expenses
Vessel operating expenses increased 43.0% or $6.8 million, to $22.6 million in the quarter ended June 30, 2008, from $15.8 million in the quarter ended June 30, 2007. The increase was mainly due to the increase in the average number of our vessels in our fleet and a general increase in costs experienced by the overall industry during the quarter ended June 30, 2008 compared to the quarter ended June 30, 2007.

Depreciation & Amortization
Depreciation & Amortization includes Depreciation and Amortization of Deferred Dry-docking and Special Survey Costs.

Depreciation
Depreciation expense increased 26.5%, or $2.6 million, to $12.4 million in the quarter ended June 30, 2008, from $9.8 million in the quarter ended June 30, 2007. The increase in depreciation expense was due to the increased average number of vessels in our fleet during the quarter ended June 30, 2008 compared to the same period of 2007.

Amortization of Deferred Dry-docking and Special Survey Costs
Amortization of deferred dry-docking and special survey costs increased 28.6%, or $0.4 million, to $1.8 million in the quarter ended June 30, 2008, from $1.4 million in the quarter ended June 30, 2007. The increase reflects higher drydocking costs incurred, which were subject to amortization during the three months ended June 30, 2008 as compared to the same period of 2007.

General and Administrative Expenses
General and administrative expenses increased 15.4%, or $0.4 million, to $3.0 million in the quarter ended June 30, 2008, from $2.6 million in the same quarter of 2007. The increase was a result of increased fees of $0.4 million paid to our Manager in the second quarter of 2008 compared to the same period of 2007 based on an increase in the average number of our vessels in our fleet.

Gain / (loss) on sale of vessels
The gain on sale of vessels for the period ended June 30, 2008, reflects the sale of the Maersk Constantia for $15.8 million resulting in a net gain of $9.3 million.

Other Operating Expenses
Other Operating Expenses include Voyage Expenses

Voyage Expenses
Voyage expenses increased 62.5% or $1.0 million, to $2.6 million in the quarter ended June 30, 2008, from $1.6 million for the quarter ended June 30, 2007. The increase was mainly a result of increased bunker costs of $0.7 million, attributed to the repositioning of two of our vessels in the second quarter of 2008 compared to the same period in 2007. Our vessels are not otherwise subject to fuel costs, which are picked up by our charterers.

Interest Expense and Interest Income
Interest expense increased 83.3%, or $3.5 million, to $7.7 million in the quarter ended June 30, 2008, from $4.2 million in the quarter ended June 30, 2007. The change in interest expense was due to the increase in our average debt by $882.0 million to $1,569.5 million in the quarter ended June 30, 2008 from $687.5 million in the quarter ended June 30, 2007, partially offset by the financing of our extensive new-building program which resulted in interest capitalization of $11.5 million for the quarter ended June 30, 2008 as opposed to $4.3 million of capitalized interest for the quarter ended June 30, 2007. Interest income decreased by $0.4 million, to $0.9 million in the quarter ended June 30, 2008, from $1.3 million in the quarter ended June 30, 2007. The decrease in interest income is mainly attributed to lower interest rates, which is partially offset by higher average bank deposits during the three months ended June 30, 2008 as opposed to the three months ended June 30, 2007.

EBITDA
EBITDA from continuing operations increased by $11.6 million, or 26.8%, to $54.8 million in the quarter ended June 30, 2008, from $43.2 million in the quarter ended June 30, 2007. A table reconciling EBITDA to net income can be found at the end of this earnings release.

Net income (loss) from discontinued operations
During the second quarter of 2008, we recorded an expense of $1.5 million following an adverse outcome of a legal case regarding the operation of one of our dry bulk vessels sold in May 2007.

Six months ended June 30, 2008 compared to the six months ended June 30, 2007

During the six months ended June 30, 2008, Danaos had an average of 36.9 containerships as opposed to 30.9 containerships for the same period of 2007. During the first half of 2008, we acquired three vessels, the Hyundai Progress on February 11, 2008, the Hyundai Highway on March 18, 2008 and the Hyundai Bridge on March 20, 2008. In addition, we sold three vessels, the APL Belgium on January 15, 2008, the Winterberg on January 25, 2008 and the Maersk Constantia on May 20, 2008.

Given the sale of our entire dry bulk fleet in the beginning of 2007, management has determined that the dry bulk business constituted discontinued operations. The management and discussion analysis solely reflects results from continuing operations (containerships), unless otherwise noted.

Our net income was $65.3 million or $1.20 per share for the first half of 2008 compared to $53.0 million or $0.97 per share for the first half of 2007, an increase in net income of 23.2% or $12.3 million. Earnings per share, excluding the gain on sale of vessels of $14.9 million, was $0.92 for the first six months of 2008. Distributable cash flow, defined as net income before depreciation & amortization, less payments for drydocking and special survey costs, was $86.5 million for the first half of 2008. We paid a dividend of $25.4 million for the first quarter of 2008 and we declared a dividend of $25.4 million for the second quarter of 2008, which in aggregate represent 58.7% of our distributable cash flow for the six months ended June 30, 2008.

Operating Revenue
Operating revenue increased 15.1%, or $18.9 million, to $143.8 million in the six months ended June 30, 2008 from $124.9 million in the six months ended June 30, 2007. The increase was primarily attributed to the addition to our fleet of 11 vessels, as follows:

Vessel Name	Vessel Size (TEU)	Date Delivered
YM Singapore	4,300	October 9, 2007
YM Seattle	4,253	September 10, 2007
YM Vancouver	4,253	November 27, 2007
Hyundai Vladivostok	2,200	July 23, 2007
Hyundai Advance	2,200	August 20, 2007
Hyundai Stride	2,200	September 5, 2007
Hyundai Future	2,200	October 2, 2007
Hyundai Sprinter	2,200	October 15, 2007
Hyundai Progress	2,200	February 11, 2008
Hyundai Highway	2,200	March 18, 2008
Hyundai Bridge	2,200	March 20, 2008

These additions to our fleet contributed revenues of $34.4 million during the six months ended June 30, 2008. Moreover, a 4,300 TEU containership, the YM Colombo which was added to our fleet on March 12, 2007, contributed incremental revenues of $1.9 million during the six months ended June 30, 2008 compared to the same period in 2007. In addition, the Company sold six vessels as follows:

Vessel Name	Vessel Size (TEU)	Date Sold
APL England	5,506	March 7, 2007
APL Scotland	5,506	June 22, 2007
APL Holland	5,506	August 3, 2007
APL Belgium	5,506	January 15, 2008
Winterberg	3,101	January 25, 2008
Maersk Constantia	3,101	May 20, 2008

These sales reduced operating revenue by $16.5 million during the six months ended June 30, 2008 compared to the same period in the prior year. The balance of $0.9 million is attributable to more scheduled off-hire days, partially offset by higher charter rates achieved due to the re-chartering of certain of our vessels.

Vessel Operating Expenses
Vessel operating expenses increased 36.3% or $11.3 million, to $42.4 million in the six months ended June 30, 2008, from $31.1 million in the six months ended June 30, 2007. The increase was mainly due to the increase in the average number of our vessels in our fleet and a general increase in costs experienced by the overall industry during the six months ended June 30, 2008 compared to the six months ended June 30, 2007.

Depreciation & Amortization
Depreciation & Amortization includes Depreciation and Amortization of Deferred Dry-docking and Special Survey Costs.

Depreciation
Depreciation expense increased 23.6%, or $4.6 million, to $24.1 million in the six months ended June 30, 2008, from $19.5 million in the six months ended June 30, 2007. The increase in depreciation expense was due to the increased average number of vessels in our fleet during the six months ended June 30, 2008, compared to the same period of 2007.

Amortization of Deferred Dry-docking and Special Survey Costs
Amortization of deferred dry-docking and special survey costs increased 21.4%, or $0.6 million, to $3.4 million in the six months ended June 30, 2008, from $2.8 million in the six months ended June 30, 2007. The increase reflects higher dry-docking costs incurred, which were subject to amortization during the six months ended June 30, 2008 as compared to the same period of 2007.

General and Administrative Expenses
General and administrative expenses increased 20.8%, or $1.0 million, to $5.8 million in the six months ended June 30, 2008, from $4.8 million in the same period of 2007. The increase was mainly a result of increased fees of $0.7 million paid to our Manager in the first half of 2008 compared to the same period of 2007 based on an increase in the average number of our vessels in our fleet. Moreover, various administrative expenses were higher by $0.3 million in the six months ended June 30, 2008 compared with the six months ended June 30, 2007.

Gain / (loss) on sale of vessels
The gain on sale of vessels for the six months ended June 30, 2008, reflects the sale of the APL Belgium, the Winterberg and the Maersk Constantia for $44.5 million, $11.2 million and $15.8 million, respectively, resulting in an aggregate net gain of $14.9 million.

Other Operating Expenses
Other Operating Expenses include Voyage Expenses

Voyage Expenses
Voyage expenses increased 23.5% or $0.8 million, to $4.2 million in the six months ended June 30, 2008, from $3.4 million for the six months ended June 30, 2007. The increase was mainly a result of increased bunker costs of $0.7 million, attributed to the repositioning of two of our vessels in the six months ended June 30, 2008 compared to the same period in 2007. Our vessels are not otherwise subject to fuel costs, which are picked up by our charterers.

Interest Expense and Interest Income
Interest expense increased 55.7%, or $5.4 million, to $15.1 million in the six months ended June 30, 2008, from $9.7 million in the six months ended June 30, 2007. The change in interest expense was due to the increase in our average debt by $809.2 million to $1,475.2 million in the six months ended June 30, 2008 from $666.0 million in the six months ended June 30, 2007, partially offset by the financing of our extensive new-building program which resulted in capitalized interest of $22.8 million for the six months ended June 30, 2008 as opposed to $7.0 million of capitalized interest for the six months ended June 30, 2007. Interest income decreased by $0.7 million, to $1.9 million in the six months ended June 30, 2008, from $2.6 million in the six months ended June 30, 2007. The decrease in interest income is mainly attributed to lower interest rates, partially offset by higher average bank deposits during the six months ended June 30, 2008 as opposed to the six months ended June 30, 2007.

Other income/(expenses), net
Other income (expenses) decreased by $2.9 million, to $(0.1) million for the six months ended June 30, 2008, from $(3.0) million in the six months ended June 30, 2007.

EBITDA
EBITDA from continuing operations increased by $23.4 million, or 28.4%, to $105.9 million in the six months ended June 30, 2008, from $82.5 million in the six months ended June 30, 2007. A table reconciling EBITDA to net income can be found at the end of this earnings release.

Dividend Payment
On April 18, 2008, the Board of Directors declared a dividend of $0.465 per common share for the first quarter of 2008 paid on May 14, 2008 to all shareholders of record as of April 30, 2008. On July 25, 2008, the Board of Directors declared a dividend of $0.465 per common share for the second quarter of 2008 for all shareholders of record as of August 6, 2008, payable on August 20, 2008.

Recent News
On July 4, 2008, the Company took delivery of the new-building 4,253 TEU vessel, the *Zim Rio Grande*. The vessel is time chartered out for 12 years to one of the world's major liner companies.

Conference Call and Webcast
On Tuesday, July 29, 2008 at 9:00 A.M. EDT, the Company's management will host a conference call to discuss the results.

Conference Call details: Participants should dial into the call 10 minutes before the scheduled time using the following numbers: 1 866 819 7111 (US Toll Free Dial In), 0800 953 0329 (UK Toll Free Dial In) or +44 (0)1452 542 301 (Standard International Dial In). Please quote "Danaos" to the operator.

In case of any problems with the above numbers, please dial 1 866 223 0615 (US Toll Free Dial In). 0800 694 1503 (UK Toll Free Dial In) or +44 (0)1452 586 513 (Standard International Dial In). Please quote "Danaos" to the operator.

A telephonic replay of the conference call will be available until August 5, 2008 by dialing 1 866 247 4222 (US Toll Free Dial In), 0800 953 1533 (UK Toll Free Dial In) or +44 (0)1452 550 000 (Standard International Dial In). Access Code: 1186615#

Audio webcast: There will also be a live and then archived webcast of the conference call through the Danaos website (www.danaos.com). Participants to the live webcast should register on the website approximately 10 minutes prior to the start of the webcast.

About Danaos Corporation

Danaos Corporation is an international owner of containerships, chartering its vessels to many of the world's largest liner companies. Our current fleet of 38 containerships aggregating 150,870 TEUs ranks Danaos among the largest containership charter owners in the world based on total TEU capacity. Danaos is the largest US listed containership company based on fleet size. Furthermore, the company has a contracted fleet of 33 additional containerships aggregating

239,215 TEU with scheduled deliveries up to 2011. The company's shares trade on the New York Stock Exchange under the symbol "DAC".

Forward-Looking Statement

Matters discussed in this release may constitute forward-looking statements within the meaning of the safeharbor provisions of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. Forward-looking statements reflect our current views with respect to future events and financial performance and may include statements concerning plans, objectives, goals, strategies, future events or performance, and underlying assumptions and other statements, which are other than statements of historical facts. The forward-looking statements in this release are based upon various assumptions, many of which are based, in turn, upon further assumptions, including without limitation, management's examination of historical operating trends, data contained in our records and other data available from third parties. Although Danaos Corporation believes that these assumptions were reasonable when made, because these assumptions are inherently subject to significant uncertainties and contingencies which are difficult or impossible to predict and are beyond our control, Danaos Corporation cannot assure you that it will achieve or accomplish these expectations, beliefs or projections. Important factors that, in our view, could cause actual results to differ materially from those discussed in the forward-looking statements include the strength of world economies and currencies, general market conditions, including changes in charter hire rates and vessel values, shipyard performance, changes in demand that may affect attitudes of time charterers to scheduled and unscheduled drydocking, changes in Danaos Corporation’s operating expenses, including bunker prices, dry-docking and insurance costs, actions taken by regulatory authorities, potential liability from pending or future litigation, domestic and international political conditions, potential disruption of shipping routes due to accidents and political events or acts by terrorists.

Risks and uncertainties are further described in reports filed by Danaos Corporation with the U.S. Securities and Exchange Commission.

Visit our website at www.danaos.com

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Appendix

Fleet Utilization

Danaos had 78 off-hire days in total in the second quarter of 2008. The following table summarizes vessel utilization and the impact of the off-hire days on the company's revenue relating to the last four quarters.

	Third Quarter 2007	Fourth Quarter 2007	First Quarter 2008	Second Quarter 2008	Total
Vessel utilization	No. of Days	No. of Days	No. of Days	No. of Days	No. of Days
Ownership days	2,861	3,324	3,301	3,417	12,903
Less Off-hire Days:					
Scheduled Drydocking	(49)	(81)	(159)	(78)	(367)
Other off-hire Days	—	(24)	(1)	—	(25)
Operating Days	2,812	3,219	3,141	3,339	12,511
Vessel Utilization	98.3%	96.8%	95.2%	97.7%	97.0%
Revenue - Impact of Off-hire (in '000s of US dollars)					
100% fleet utilization	$ 63,698	$ 72,006	$ 70,689	$ 74,482	$ 280,875
Less Off-hire Days:					
Scheduled Drydocking	(1,055)	(46)	(796)	(573)	(2,470)
Other off-hire Days	—	(625)	(16)	—	(641)
Actual Revenue Earned	$ 62,643	$ 71,335	$ 69,877	$ 73,909	$ 277,764

Fleet List

The following table describes in detail our fleet deployment profile as of July 28, 2008.

Vessel Name	Vessel Size (TEU)	Year Built	Expiration of Charter[1]
Containerships			
CSCL Le Havre	9,580	2006	September 2018
CSCL Pusan	9,580	2006	July 2018
MSC Baltic	8,468	2004	September 2016
CSCL Europe	8,468	2004	June 2016
Maersk Marathon	4,814	1991	September 2011
Maersk Messologi	4,814	1991	September 2011
Maersk Mytilini	4,814	1991	September 2011
MOL Affinity[2]	4,651	1992	March 2011
Hyundai Duke	4,651	1992	February 2011
APL Confidence[3]	4,651	1994	September 2012
YM Colombo	4,300	2004	March 2019
YM Singapore	4,300	2004	October 2019
YM Seattle	4,253	2007	July 2019
YM Vancouver	4,253	2007	September 2019
Maersk Derby	4,253	2004	February 2009
Maersk Deva	4,253	2004	January 2009
ZIM Rio Grande	4,253	2008	May 2020
Al Rayyan	3,908	1989	January 2011
YM Yantian	3,908	1989	July 2011
YM Milano	3,129	1988	May 2011
SA Helderberg	3,101	1977	November 2008
Sederberg	3,101	1978	January 2009
CMA CGM Lotus	3,098	1988	July 2010
CMA CGM Vanille	3,045	1986	July 2010
CMA CGM Passiflore	3,039	1986	May 2010
CMA CGM Elbe	2,917	1991	June 2010
CMA CGM Kalamata	2,917	1991	June 2010
CMA CGM Komodo	2,917	1991	June 2010
Hyundai Advance	2,200	1997	June 2017
Hyundai Future	2,200	1997	August 2017
Hyundai Sprinter	2,200	1997	August 2017
Hyundai Stride	2,200	1997	July 2017
Hyundai Progress	2,200	1998	December 2017
Hyundai Bridge	2,200	1998	January 2018
Hyundai Highway	2,200	1998	January 2018
Hyundai Vladivostok	2,200	1997	May 2017
Montreal Senator[4]	2,130	1984	March 2010
MSC Eagle	1,704	1978	January 2010

(1) Earliest date charters could expire. Some charters include options to extend their term.
(2) On April 15, 2008, the *Hyundai Commodore* was renamed to *MOL Affinity* at the request of the charterer of this vessel.
(3) On June 2, 2008, the MOL Confidence was renamed to APL Confidence at the request of the charterer of this vessel.
(4) On April 8, 2008, the *Pacific Bridge* was renamed to *Montreal Senator* at the request of the charterer of this vessel.

New Deliveries

The following table describes the expected additions to our fleet as a result of our new building containership program.

Vessel Name	Vessel Size (TEU)	Expected Delivery	Time Charter Term
HN 1671	4,253	September 2008	12 years
HN 1672	4,253	November 2008	12 years
HN 1673	4,253	December 2008	12 years
HN 1698	4,253	March 2009	12 years
HN S4001[(1)]	6,500	April 2009	12 years
HN 1699	4,253	June 2009	12 years
HN S4002[(1)]	6,500	June 2009	12 years
HN S4003[(1)]	6,500	August 2009	12 years
HN S4004[(1)]	6,500	October 2009	12 years
HN N-214	6,500	November 2009	18 years
HN N-219	3,400	November 2009	10 years
HN S4005[(1)]	6,500	December 2009	12 years
HN N-220	3,400	January 2010	10 years
HN N-215	6,500	January 2010	18 years
HN N-221	3,400	February 2010	10 years
HN N-216	6,500	March 2010	15 years
HN N-222	3,400	April 2010	10 years
HN N-223	3,400	May 2010	10 years
HN N-217	6,500	May 2010	15 years
HN Z00001	8,530	May 2010	12 years
HN Z00002	8,530	May 2010	12 years
HN Z00003	8,530	July 2010	12 years
HN Z00004	8,530	July 2010	12 years
HN N-218	6,500	July 2010	15 years
HULL 1022A	8,530	September 2010	12 years
Hull No S-461	10,100	January 2011	12 years
Hull No S-456	12,600	January 2011	12 years
Hull No S-462	10,100	February 2011	12 years
Hull No S-463	10,100	March 2011	12 years
Hull No S-457	12,600	March 2011	12 years
Hull No S-458	12,600	May 2011	12 years
Hull No S-459	12,600	June 2011	12 years
Hull No S-460	12,600	August 2011	12 years

(1) Vessel subject to charterer's option to purchase vessel after first eight years of time charter term for $78.0 million.

DANAOS CORPORATION
Statements of Income
(Expressed in thousands of United States dollars, except share and per share amounts)

	Three months ended June 30, 2008 (unaudited)	Three months ended June 30, 2007 (unaudited)	Six months ended June 30, 2008 (unaudited)	Six months ended June 30, 2007 (unaudited)
OPERATING REVENUES	**$73,909**	**$62,839**	**$143,786**	**$124,867**
OPERATING EXPENSES				
Vessel operating expenses	(22,554)	(15,784)	(42,364)	(31,088)
Depreciation & amortization	(14,123)	(11,214)	(27,492)	(22,385)
General & administrative	(3,020)	(2,616)	(5,833)	(4,810)
Gain / (loss) on sale of vessels	9,346	(29)	14,928	(235)
Other operating expenses	(2,704)	(1,609)	(4,340)	(3,363)
Income From Operations	**40,854**	**31,587**	**78,685**	**62,986**
OTHER EARNINGS (EXPENSES)				
Interest income	854	1,295	1,940	2,559
Interest expense	(7,739)	(4,204)	(15,079)	(9,677)
Other finance cost, net	(851)	(336)	(1,276)	(897)
Other income / (expenses), net	211	(132)	(82)	(2,959)
Gain / (loss) on derivatives	413	838	1,071	942
Total Other Income (Expenses), net	**(7,112)**	**(2,539)**	**(13,426)**	**(10,032)**
Net income from continuing operations	**$33,742**	**$29,048**	**$65,259**	**$52,954**
Net (loss) income from discontinued operations	**(1,527)**	15,717	**(1,522)**	92,177
Net Income	**$32,215**	**$44,765**	**$63,737**	**$145,131**
EARNINGS PER SHARE (from continuing operations)				
Basic and diluted net income per share	$0.62	$0.53	$1.20	$0.97
EARNINGS PER SHARE				
Basic and diluted net income per share	$0.59	$0.82	$1.17	$2.66
Basic and diluted weighted average number of shares (in thousands of shares)	54,558	54,558	54,558	54,558

DANAOS CORPORATION
Balance Sheets
(Expressed in thousands of United States dollars)

	As of June 30, 2008 (unaudited)	As of December 31, 2007 (unaudited)
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$101,663	$63,495
Restricted cash	45,462	46,179
Accounts receivable, net	2,277	4,321
Other current assets	19,841	18,993
	169,243	132,988
NON-CURRENT ASSETS		
Fixed assets, net	$1,180,961	1,182,505
Advances for vessel acquisitions and vessels under construction	991,404	745,534
Deferred charges, net	14,246	10,431
Other non-current assets	165	333
	2,186,776	1,938,803
TOTAL ASSETS	**2,356,019**	**2,071,791**
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Long-term debt, current portion	32,219	25,619
Accounts payable, accrued liabilities & other current liabilities	31,797	24,092
Fair value of financial instruments, current portion	630	1,402
	64,646	51,113
LONG-TERM LIABILITIES		
Long-term debt, net of current portion	1,595,706	1,330,927
Fair value of financial instruments, net of current portion	57,809	56,537
Other long-term liabilities	7,220	8,310
	1,660,735	1,395,774
STOCKHOLDERS' EQUITY		
Common stock	546	546
Additional paid-in capital	288,553	288,530
Accumulated other comprehensive income	(62,173)	(54,886)
Retained earnings	403,712	390,714
	630,638	624,904
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	**$2,356,019**	**$2,071,791**

DANAOS CORPORATION
Statements of Cash Flows
(Expressed in thousands of United States dollars)

	Three months ended June 30, 2008 (unaudited)	Three months ended June 30, 2007 (unaudited)	Six months ended June 30, 2008 (unaudited)	Six months ended June 30, 2007 (unaudited)
Cash Flows provided by / (used in):				
Operating Activities:				
Net income	$32,215	$44,765	$63,737	$145,131
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation	12,366	9,849	24,125	20,018
Amortization of deferred charges	1,791	1,477	3,434	3,024
Written off amount of deferred charges	128	—	309	284
Stock based compensation	23	—	23	—
Payments for drydocking / special survey	(3,072)	(2,768)	(6,256)	(4,626)
Change in fair value of debt and financial instruments	(5,321)	(3,468)	(7,102)	(1,059)
(Gain) / Loss on sale of vessels	(9,346)	(15,704)	(14,928)	(88,400)
Accounts receivable	690	1,174	2,044	483
Other assets, current and non-current	2,097	689	(630)	(6,236)
Accounts payable and accrued liabilities	4,334	2,241	7,245	(1,180)
Other liabilities, current and non-current	(597)	17,768	(630)	15,751
Cash provided by Operating Activities	**35,308**	**56,023**	**71,371**	**83,190**
Investing Activities:				
Vessel acquisitions including advances	(240)	16	(76,480)	(55,735)
Vessels under construction	(108,590)	(104,288)	(245,870)	(161,868)
Proceeds from sale of vessels	14,646	69,800	69,103	231,287
Cash (used in) / provided by Investing Activities	**(94,184)**	**(34,472)**	**(253,247)**	**13,684**
Financing Activities:				
Debt draw downs	130,440	114,677	315,453	236,177
Debt repayment	(3,592)	(49,269)	(43,809)	(231,627)
Dividends paid	(25,370)	(24,006)	(50,739)	(48,011)
Deferred costs	(399)	(370)	(1,578)	(870)
Increase in restricted cash	(4,255)	(41,674)	717	(39,203)
Cash provided by / (used in) Financing Activities	**96,824**	**(642)**	**220,044**	**(83,534)**
Net change in cash and cash equivalents	37,948	20,909	38,168	13,340
Cash and cash equivalents, beginning of period	63,715	35,506	63,495	43,075
Cash and cash equivalents, end of period	**$101,663**	**$56,415**	**$101,663**	**$56,415**

Reconciliation of Net Income to EBITDA	Three months ended June 30, 2008	Three months ended June 30, 2007	Six months ended June 30, 2008	Six months ended June 30, 2007
		(unaudited)		
Net income	$33,742	$29,048	$65,259	$52,954
Depreciation	12,366	9,796	24,125	19,547
Amortization of deferred charges	1,757	1,418	3,367	2,838
Interest income	(854)	(1,295)	(1,940)	(2,559)
Interest expense	7,739	4,204	15,079	9,677
EBITDA [(1)] from continuing operations	**$54,750**	**$43,171**	**$105,890**	**$82,457**
EBITDA [(1)] from discontinued operations	(1,527)	15,789	(1,522)	93,125
EBITDA [(1)]	**$53,223**	**$58,960**	**$104,368**	**$175,582**

(1) EBITDA represents net income before interest, income tax expense, depreciation and amortization. However, EBITDA is not a recognized measurement under U.S. generally accepted accounting principles, or "GAAP." We believe that the presentation of EBITDA is useful to investors because it is frequently used by securities analysts, investors and other interested parties in the evaluation of companies in our industry. We also believe that EBITDA is useful in evaluating our ability to service additional debt and make capital expenditures. In addition, we believe that EBITDA is useful in evaluating our operating performance and liquidity position compared to that of other companies in our industry because the calculation of EBITDA generally eliminates the effects of financings, income taxes and the accounting effects of capital expenditures and acquisitions, items which may vary for different companies for reasons unrelated to overall operating performance and liquidity.