

**M.J.MAILLIS GROUP
INTERIM FINANCIAL REPORT
30 JUNE 2010**



The 6 month Interim Financial Statements have been approved by the Board of Directors of M.J.MAILLIS SA on 30 August 2010 and are available on the company's website www.maillis.com

These financial statements have been translated from the original statutory financial statements that have been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language financial statements, the Greek language financial statements will prevail over this document.

**M.J.MAILLIS S.A.
INDUSTRIAL PACKAGING
SYSTEMS & TECHNOLOGIES
P.C.S.A.2716/06/B/86/43
XENIAS 5 & CHARILAOU TRIKOUPI
145 62 KIFISSIA, ATHENS**

M.J.MAILLIS GROUP
Interim Financial Report
For the period from 1 January to 30 June 2010

It is confirmed that the present Interim Financial Report is compiled according to the article 5 of the Law 3556/2007 and the decision 7/448/29.10.2007 of the Hellenic Capital Market Commission and is the one approved by the Board of Directors of "M.J. MAILLIS S.A" on the 30 of August 2010. The present Interim Financial Report of the period 01.01.2010 – 30.06.2010 is available on the company's website www.maillis.com where it will remain at the disposal of the investing public for at least 5 years from the date of its publication.

<u>CONTENTS</u>	Page
A) Board of Directors Statement	3
B) Board of Directors Report	4
C) Independent Auditor's Report	12
D) Interim Financial Statements	
Balance Sheet.....	13
Income Statement.....	14
Statement of Other Comprehensive income.....	15
Statement of Changes in Equity.....	16
Cash Flow Statement.....	17
Notes on the Financial Statements	
1 General.....	18
2 Basis of preparation of the Interim Financial Statements.....	18
3 Segment information.....	23
4 Investments in subsidiaries and joint ventures.....	25
5 Borrowings.....	26
6 Contingencies.....	27
7 Encumbrances.....	27
8 Related party transactions.....	28
9 Finance income/expenses.....	29
10 Earnings per Share.....	29
11 Personnel.....	29
12 Unaudited tax years.....	29
13 Post Balance Sheet events.....	31
14 Seasonality.....	31
E) Summary Financial Statements for the period 1st January to 30th June 2010	32

**Board of Directors Statement
Regarding the Interim Financial Statements for the First Half of the Year 2010
According to the article 5 of the Law 3556/2007**

We state and we assert that from what we know of:

1. The Interim Financial Statements of the Company and the Group of "M.J. MAILLIS S.A." for the period 01.01.2010 – 30.06.2010, which were compiled according to the standing accounting standards, describe in a truthful way the assets and the liabilities, the equity and the results of the Group and the Company, as well as the subsidiary companies which are included in the consolidation as a total, according to what is stated in paragraphs 3 to 5 of the Law 3556/2007.
2. The report of the Board of Directors for the first half of the year presents in a truthful way the information that is required based on paragraph 6 of article 5 of the Law 3557/2007.

Kifissia, 30th August 2010

**CHAIRMAN OF THE
BOARD OF DIRECTORS**

MICHAEL J. MAILLIS
Id. No Φ 020206

**VICE-CHAIRMAN OF
THE BOARD OF
DIRECTORS AND C.E.O.**

**IOANNIS M.
KOUROUGLOS**
PASS. No. AE 1202747

**THE MEMBER OF
THE BOARD OF
DIRECTORS**

**IOANNIS A.
LENTZOS**
Id. No Σ 370477

Semi-Annual Board of Directors Report of the M.J. MAILLIS S.A on the consolidated and company Financial Statements for the period from 1st January to 30th June 2010

Dear Shareholders,

According to Law 3556/2007 and the decision 7/448/11.10.2007 of the Hellenic Capital Market Commission we submit the Annual Board of Directors Report of M.J. MAILLIS S.A on the Consolidated and Company Financial Statements for the interim period ending 30th of June 2010.

The present report contains information on the financial position and performance of the Group and the Company for the period ending 30.06.2010, a description of significant events that took place during the first semester and their impact on the interim financial statements, a description of the most significant transactions between the Company and the Group and related parties, a description of the most important risks and uncertainties for the second semester as well as qualitative information and estimates on the evolution of the Group's and the Company's activities in the second semester.

1. Significant events that took place during the first Semester of 2010, and their impact on the Interim Financial Statements

In 2010, the Group benefits from the gradual resumption of the economic activity around the world, due to its international presence and its improved operational and cost structure.

The Group realizes about 90% of its annual sales outside Greece. During 2010 started with global market conditions show clear signs of improvement across all industrial sectors, including the steel, aluminium, construction, timber and bailing industry, as well as the food and beverage industry.

In the high-margin machines' business, this improvement is reflected in the Group's increased order books in Europe and North America, as result from the fact that our customers across all sectors are proceeding again with their capital investments.

In the consumables the Group is also exhibiting constant revenue benefiting from increased "real" demand, the restocking effect of the customers and the increased prices in raw materials.

The Group's strategy of focusing on complete end-of-line packaging solutions, which forms part of the overall restructuring program currently in progress across the Group, was reconfirmed not only by the addition and renewal of several contracts with leading multinationals and other companies, but also by the expansion of the existing business to new sites of the existing clientele.

As it is already announced, the Group is under final negotiations with its lenders, in order to achieve an agreement for its viability in a long term basis. In the prompt future the Group will announce the outcome of the above mentioned negotiations.

In 2010/2011 it is expected to generate additional saving of €5 mio coming from production cost and operational expenses. The leaner and more efficient structure of the Group enhances its productivity and competitiveness enabling to leverage the positive effects of the gradual global economic recovery. The results of the second phase of the restructuring and the efficient management of the operating expenses will be broadly visible during the second semester of 2010.

Within this frame, in the first semester of 2010 the following took place:

1. M. J. MAILLIS S.A. announces that its Board of Directors discussed and accepted at its meeting on 16.4.2010 a proposal of the Group's creditors for the restructuring of debt totaling approximately Euro 230 million. The Group is under constructive negotiations with its lenders, in order to achieve a final agreement for its viability in a long term basis.

The basic points of the proposal are the following:

- Capitalization of outstanding loans: For an amount of Euro 70 million with issuance of new shares of the listed parent company to the Group's creditors.
 - A syndicated loan of Euro 110 million
 - A bond loan, of Euro 50 million, with capitalized interest rate (PIK), convertible to new shares of the listed parent company.
 - New working capital line: For an amount of Euro 16 million for the financing of the Group's growth.
2. The environmental investment which qualifies the Inofyta Plant as a model "green" industrial unit is fully in action. The investment of € 4 mio was completed in order to optimize the efficiency of the production and minimize the wastes in lower levels from the required legislation levels.
 3. At the Annual General Shareholders' Meeting on 29/6/2010:
 - The Shareholders Meeting decided to ratify the elections by the Board of Directors held on 19.08.2009, of Mr Stylianos Stavridis as independent, non executive member and of Mr Ioannis Lentzos as an executive member, whose services are to expire along with the term of the current Board of Directors and defined the capacity of Mr Stavridis as independent member of the Board of Directors.
 - As independent members of the Board of Directors were elected Mrs Lito Ioannidou, Mr. Stylianos Stavridis and Mr. Sotiris Orestidis
 - The Shareholders Meeting decided unanimously the modification of article 1 of the Articles of Association of the Company, regarding the partial change of its name
 - The Shareholders Meeting, decided the modification of article 9 par.1 of the Articles of Association of the Company in order to increase the maximum number of the members of the Board of Directors to nine (9)

2. Group Financial Review

Sales revenue

Group consolidated sales revenue for the period ending 30.06.2010 amounted to 128.8 m€, higher by 24.6% versus last year.

Change by geographic region is as follows:

Sales in East and West Europe, including Greece, increased by 21.74% (61.9 m€ on 30.6.2010 vs. 50.8 m€ on 30.6.2009), and in Central Europe increased by 28.05% (22.5 m€ on 30.6.2010 vs. 17.6 m€ on 30.6.2009).

In North America sales increased by 15,48% (15.7 m€ on 30.6.2010 vs. 13.6 m€ on 30.6.2009).

In Italy sales increased by 34.06% (27.4 m€ on 30.6.2010 vs. 20.5 m€ on 30.6.2009).

Group consolidated sales revenue for the 2nd Quarter amounted to 69.6 m€, versus 59.2 m€ in the 1st quarter.

Cost of Sales

Consolidated cost of sales of the Group in 30.6.2010 was 105.9 m€, or 15.48% higher compared to 2009.

Consolidated Gross profit margin of the Group in 30.6.2010(17.78%) increased by 6.52ppt compared to 2009 (11.27%). The Gross profit margin in Q2 (18.15%) increased by 0.79ppt vs. Q1 (17.36%) The increase was mainly driven by the increase in the sales revenue and in better management of production cost.

EBITDA

Earnings before Interest, Tax, Depreciation and Amortization (EBITDA) of 2010 amounted to 4,252 m€.

Excluding one-off income and expenses mainly due to exchange differences, inventory and receivables provisions, and restructuring costs, operating EBITDA for 2010 was 3.4 m€ (vs. operating EBITDA for 2009 of -5.8 m€), whereas reported EBITDA of 2009 was 4.3 m€ (vs. -8.4 m€ in 2009). The EBITDA adjustments are set out in the following table:

mio €	Jun-10	Jun-09
Published EBITDA	4,3	-8,4
FX Differences	1,8	(0,5)
Restructuring Expense	0,0	1,2
Non-Recurring Operating Expense	(1,3)	(1,9)
Non-Recurring Operating Income	0,3	0
	0,9	2,6
Operating EBITDA	3,4	-5,8

The Operating EBITDA of the second quarter (Q2) is improved vs. the first quarter (Q1) by €1.55 mil as presented below:

mio €	Q1 2010	Q2 2010
Published EBITDA	0,473	3,779
FX Differences	0,123	1,678
Restructuring Expense	0	0
Non-Recurring Operating Expense	(0,687)	(0,572)
Non-Recurring Operating Income	0,132	0,215
	- 0,432	1,322
Operating EBITDA	0,904	2,457

Better Performance of Q2 mainly due to the steadily improved gross profit, while the cost control and improvement of efficiencies remain a top priority for the organization.

Change in EBITDA by geographic region is as follows:

- East and West Europe, including Greece: -2.2 m€ in 2010 vs. -9.7 m€ in 2009
- Central Europe: 1.3 m€ in 2010 vs. 0.9 m€ in 2009
- North America: 2.2 m€ in 2010 vs. 1.7 m€ in 2009
- Italy: 2.9 m€ in 2009 vs. -1.3 m€ in 2009
- Other: 0.061 m€ in 2010 vs. 0.033 m€ in 2009

Net Financial Expenses

Net financial expenses in the first semester of 2010 were 14.6 m€ compared to 9.9 m€ in 2009. The increase in financial expenses of the 2nd quarter (10,3 m€ vs 6,9 m€ in 1st quarter) is due to FX charges and debt restructuring costs. Please also note that in the aforementioned figure of 2010 is included loss of 0.65 m€ due to early termination of the swap contract.

Deferred Tax

Following a prudent approach, the Group does not create deferred tax assets in subsidiaries which continue to report losses.

Losses after Tax

Net losses after tax were 17.6 m€ vs 24.9 m€ in 2009. Net losses for Q2 of 2010 are 8.3 m€ vs 9.3 m€ in Q1

Working Capital

Inventories and trade receivables were increased by 2.1% and 26.8% respectively due to the increased sales activity, and to the continuous effort of the Group to effectively manage the working capital.

As a result, the Group's working capital decreased in absolute amount by 1.45 m€ vs. YE 2009 while it increased by 4.5 ppt, as a percentage on sales, due to the increased activity of the last twelve months (July 2009 to June 2010), compared to 2009 data.

<i>mio €</i>			Variance
	30.6.2010	31.12.2009	(%)
Inventories	56,2	55,1	2,1%
Trade and other receivables	72,2	56,9	26,8%
Short term liabilities	52,4	34,5	51,6%
Reported Working Capital	75,98	77,43	-1,9%
<i>Sales(annual basis*)</i>	238,2	212,8	11,9%
<i>% on Sales</i>	31,9%	36,4%	-4,5pp

*Sales for the period July 2009 to June 2010.

3. Important transactions with related parties

The most important transactions of the Group with its related parties according to IAS 24 are presented in the tables below (related parties with the Group according to article 42e of the C.L. 2190/1920):

	1/1 - 30/6/2010		1/1 - 30/6/2009	
	Sales of Goods and Services	Purchases of Goods and Services	Sales of Goods and Services	Purchases of Goods and Services
<i>Amounts in Euro '000</i>				
Combi	1.137	35	385	15
Total	1.137	35	385	15

	30/6/2010		31/12/2009	
	Receivables balance	Payables balance	Receivables balance	Payables balance
<i>Amounts in Euro '000</i>				
Combi	596	10	505	5
Total	596	10	505	5

The important transactions of the Parent Company with related parties are presented in the tables below:

	1/1 - 30/6/2010		1/1 - 30/6/2009	
	Sales of Goods and Services	Purchases of Goods and Services	Sales of Goods and services	Purchases of Goods and services
<i>Amounts in Euro '000</i>				
M.J. MAILLIS UK	3.962	-	2.815	-
SANDER GMBH & Co KG	3.011	44	2.701	34
STRAPTECH	2.450	625	2.330	486
M.J. MAILLIS SPAIN	3.148	5	1.984	-
M.J. MAILLIS ROMANIA	2.522	-	1.584	35
M.J. MAILLIS OSTERREICH GMBH	-	-	-	-
M.J. MAILLIS POLAND	1.671	1	2.312	-
MAILLIS STRAPPING SYSTEMS	72	-	98	-
M.J. MAILLIS BENELUX	1.677	-	1.283	4
M.J. MAILLIS FRANCE	1.641	-	1.444	1
Other	4.065	152	3.445	46
Total	24.218	826	19.996	606

	30/6/2010		31/12/2009	
	Receivables balance	Payables balance	Receivables balance	Payables balance
<i>Amounts in Euro '000</i>				
M.J. MAILLIS UK	14.001	-	14.450	
SANDER GMBH & Co KG	9.561	148	9.111	104
STRAPTECH	3.797	2.283	3.647	1.652
M.J. MAILLIS SPAIN	2.198	59	3.224	54
M.J. MAILLIS ROMANIA	5.440	-	4.690	
M.J. MAILLIS OSTERREICH GMBH	5.349	-	5.349	
M.J. MAILLIS POLAND	5.037	-	5.164	77
MAILLIS STRAPPING SYSTEMS	18.821	47	17.962	47
M.J. MAILLIS BENELUX	2.556	24	1.929	24
M.J. MAILLIS FRANCE	965		782	230
Other	5.840	447	3.691	70
Total	73.566	3.008	69.999	2.258

4. Major risks and uncertainties for the second semester

The types of risks to which the Group is exposed, as well as the ways to manage them, relate to the fact that it operates in different geographical areas, markets and products. Due to its extensive diversification, the Group is exposed to a variety of risks. However, and for the same reason, the possible impact of each different risk on the overall performance of the Group is limited with the exception of foreign exchange risk.

The Group's overall risk management system is based on the assumption that the outcome of specific uncertainty factors cannot be predicted and seeks to minimize their potential adverse impact on the Group's financial performance. However, due to the limited availability of credit lines, our ability to hedge our risks by using derivative financial instruments is reduced. Additional analysis of the risks follows.

a) Market risk

The Group is not materially affected by a potential decrease of demand in any individual market or segment, as it is not significantly exposed to any one specifically. Historically, we have not seen major movements in the relative positions between competitors in the markets we serve. There are no innovative technologies or applications which the Group does not already possess and which could risk our market shares. Our presence across different geographical regions limits the possible impact from a reduction in demand in any one individual market.

The market risks that the Group faces relate mainly to the overall changes in the levels of global demand and activity, primarily in the industrial goods and secondarily in the consumer goods sectors.

Following the upward market trend in USA and Europe at the first semester of 2010 we expect that the market recovery will positively affect our performance in the second semester. Having an international exposure we were among the first ones to be affected by the market slump and consequently we expect to be among the first ones to enjoy the benefits of the possible market turnaround.

(b) Risk of raw material prices

The possible negative impact from fluctuations in raw and auxiliary material prices on the financial performance of the Group is considered to be limited. Movements in raw material prices are passed on to the final selling prices relatively quickly in almost all markets in which we operate.

The risk is relatively high for our steel products due to the fact that the production of both raw materials and final products has a relatively long lead time. As a result, the period between the placement of an order for raw materials and the sale of the final product is approximately four months. Any substantial movement in the prices of raw materials or final products during that period would have a significant impact on the final profitability. There are no reliable hedging instruments for steel flat prices currently available.

(c) Credit risk

The Group has no significant concentration of credit risk. Sales are diversified in terms of geography and industry sector and there are policies in place to ensure that sales of products are made to customers with an appropriate credit history. The Group does not have customers that represent more than 5% of its total sales.

The credit risk related to our customers will remain significant as there is limited liquidity available in the global markets as a result of the financial crisis. Although there were no remarkable cases of payment default by customers, the Group has enhanced both the efforts for timely collection of its receivables and its credit control procedures. These efforts had a very positive outcome so far.

(d) Cash flow risk

Prudent cash flow (i.e. liquidity) risk management requires maintaining sufficient cash, the availability of which depends also on adequate amount of committed credit facilities. Management monitors monthly the level of the Group's available liquidity (comprising undrawn facilities and cash and cash equivalents) based on forecasted cash flows.

Managing the liquidity risk remains important, due to the global financial crisis and the ongoing negotiations with our key lenders concerning the Group's debt restructuring.

(e) Foreign exchange risk

The Group operates internationally and as a result is exposed to foreign exchange risk related mostly to the US Dollar, the UK Pound, the Polish Zloty, the Romanian Lei and the Canadian Dollar. Foreign exchange risk arises mainly from future commercial transactions, assets and liabilities denominated in foreign currencies and net investments in foreign companies.

The Group has certain investments in subsidiaries and joint ventures, whose net assets are denominated in foreign currencies and are exposed to foreign currency translation risk. The functional currencies of those investments: US Dollar, Canadian Dollar, Polish Zloty, Romania Lei, UK Pound, Indian Rupee, Czech Krone, Hungarian Fiorint.

(f) Fair value interest rate risk

The operating profits and cash flows of the Group are substantially independent from interest rate fluctuations. The Group does not have material interest bearing assets on its balance sheet, whereas the Group policy is to maintain approximately 45% of its borrowings in fixed rate instruments.

Borrowings issued at floating rates expose the Group to cash flow interest rate risk. Borrowings issued at fixed rates expose the Group to fair value interest rate risk.

5. Business activity evolution in the second semester

- Group's operations are expected to be positively differentiated during the second half of 2010 in terms of turnover and profitability, which has already been obvious from the beginning of the year. The focus will remain on the alignment of costs to the current demand levels, the control of spending and the improvement of the liquidity.

The present Half Year Report of the Board of Directors for the period from 1 January to 30 June 2010 has been posted on the Internet, on the website of the Company www.maillis.com.

Kifissia, 30 August 2010

BOARD OF DIRECTORS

CHAIRMAN OF THE BOARD OF DIRECTORS

[Translation from the original text in Greek]

Report on Review of Interim Financial Information

To the Shareholders of M.J. Maillis S.A.

Introduction

We have reviewed the accompanying condensed company and consolidated balance sheet of M.J. Maillis S.A. (the "Company") and its subsidiaries (the "Group") as of 30 June 2010 and the related condensed company and consolidated statements of income and comprehensive income, changes in equity and cash flows for the six-month period then ended and the selected explanatory notes, that comprise the interim condensed financial information and which form an integral part of the six-month financial report as required by article 5 of L.3556/2007. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Financial Reporting Standards as they have been adopted by the European Union and applied to interim financial reporting (International Accounting Standard "IAS" 34). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Emphasis of Matter

Without qualifying our review conclusion, we draw attention to Notes 2 and 5 in the condensed interim financial information which indicates that the Group continues the negotiations with its lenders in order to secure the continued future operations of the Company and its subsidiaries. As of 30 June 2010 the Group's current liabilities exceeded its current assets by €186,185 thousand. Furthermore as of 30 June 2010 the Group's total liabilities exceeded its total assets, excluding goodwill, by €65,133 thousand. These conditions, along with other matters as set forth in Notes 2 and 5, indicate the existence of a material uncertainty which may cast significant doubt about the Company's and the Group's ability to continue as a going concern.

Reference to Other Legal and Regulatory Requirements

Our review has not revealed any inconsistency or discrepancy of the six-month financial report, as required by article 5 of L.3556/2007, with the accompanying interim condensed financial information.



PricewaterhouseCoopers S.A.
268 Kifissias Avenue
152 32 Halandri
SOEL Reg. No. 113

Athens, 31 August 2010
THE CERTIFIED AUDITOR

Constantinos Michalatos
SOEL Reg. No. 17701

BALANCE SHEET

<i>Amounts in Euro '000</i>		GROUP		COMPANY	
		30/06/2010	31/12/2009	30/06/2010	31/12/2009
ASSETS	Note				
Non Current Assets					
Tangible assets		114,338	117,766	68,816	71,603
Intangible assets		95,492	95,689	112	207
Investments in subsidiaries and joint ventures	4			173,131	171,531
Deferred tax assets		17,237	14,916	9,531	7,539
Other receivables		4,142	4,097	186	186
		231,209	232,468	251,775	251,067
Current Assets					
Inventories		56,215	55,069	12,069	14,768
Trade and other receivables		72,152	56,913	85,348	76,533
Deferred tax assets		1,260	1,296		
Cash and cash equivalents		10,635	10,214	1,286	1,533
		140,262	123,492	98,703	92,834
Total Assets		371,471	355,960	350,478	343,901
EQUITY					
Equity Attributable to Company's Shareholders					
Share capital		55,614	55,614	55,614	55,614
Share premium		139,203	139,203	139,203	139,203
Reserves		19,594	19,855	18,558	18,558
Retained losses / earnings		-188,976	-171,904	-69,889	-58,168
Translation differences reserve		-4,275	-6,209		
		21,162	36,559	143,486	155,207
Minority interest		269	492		
Total Equity		21,430	37,051	143,486	155,207
LIABILITIES					
Non Current Liabilities					
Loans	5	2,913	3,679	356	748
Deferred tax liabilities		8,645	6,725	6,544	4,603
Retirement and termination benefit obligations		6,562	6,152	1,519	1,364
Government grants		4,689	4,980	2,863	3,046
Other non current liabilities		785	859		90
		23,594	22,395	11,282	9,851
Current Liabilities					
Trade and other payables		49,587	33,015	14,803	10,794
Deferred tax liabilities		3,831	3,841		
Current tax liabilities		2,801	1,534	945	483
Loans	5	264,488	252,121	179,280	166,883
Provisions		5,740	6,004	682	682
		326,447	296,515	195,710	178,843
Total Liabilities		350,040	318,910	206,992	188,693
Total Equity and Liabilities		371,471	355,960	350,478	343,901

The notes on pages 18 to 31 are an integral part of the interim financial statements

INCOME STATEMENT

	Note	GROUP				COMPANY			
		01/01/2010-30/06/2010	01/01/2009-30/06/2009	01/04/2010-30/06/2010	01/04/2009-30/06/2009	01/01/2010-30/06/2010	01/01/2009-30/06/2009	01/04/2010-30/06/2010	01/04/2009-30/06/2009
<i>Amounts in Euro '000</i>									
Sales	3	128,809	103,413	69,576	51,892	40,789	28,995	22,023	15,535
Cost of sales		-105,902	-91,761	-56,951	-44,880	-36,190	-29,975	-19,615	-14,928
Gross profit		22,907	11,653	12,625	7,012	4,599	-980	2,408	606
Other operating income		4,515	4,445	3,650	2,504	2,644	2,219	1,746	1,087
Administrative expenses		-9,141	-10,622	-4,784	-5,891	-3,919	-4,815	-2,096	-2,784
Distribution costs		-14,579	-13,516	-7,542	-6,602	-2,762	-1,970	-1,400	-1,016
Other operating expenses		-5,769	-8,421	-3,370	-4,669	-703	-1,828	-357	-941
Earnings/(loss) before tax and financial and investment results		-2,067	-16,461	579	-7,647	-141	-7,373	300	-3,048
Gains/Losses on termination of interest rate swaps transferred from hedging reserve			-2,380		17		-2,380		17
Financial income	9	2,713	4,076	658	3,832	1,735	3,907	1,023	3,620
Financial expenses	9	-17,353	-11,623	-10,372	-3,151	-13,367	-7,634	-7,550	-3,002
Earnings before tax		-16,706	-26,388	-9,135	-6,948	-11,772	-13,480	-6,227	-2,413
Current tax and other tax		-1,098	-558	-596	-277		-20	0	-20
Earnings/(loss) after current tax for the period		-17,805	-26,945	-9,731	-7,225	-11,772	-13,501	-6,227	-2,434
Deferred tax		246	2,062	1,439	180	50	2,584	1,248	559
Earnings/(loss) after current tax and deferred tax for the period		-17,559	-24,883	-8,291	-7,045	-11,722	-10,917	-4,979	-1,875
Allocated to:									
Company shareholders		-17,332	-24,485	-8,124	-6,861	-11,722	-10,917	-4,979	-1,875
Minority interest		-227	-398	-167	-184				
Basic and Diluted Earnings/(loss) after tax per share (expressed in €)	10	-0.2369	-0.3346	-0.1110	-0.0938	-0.1602	-0.1492	-0.0680	-0.0256
Other information									
Depreciation		6,318	8,083	3,200	4,125	3,080	3,978	1,515	2,098
Earnings/(loss) before tax, financial expenses, amortisation and depreciation (EBITDA)		4,252	-8,377	3,778	-3,522	2,939	-3,394	1,816	-950

The notes on pages 18 to 31 are an integral part of the interim financial statements

STATEMENT OF OTHER COMPREHENSIVE INCOME

	Note	GROUP				COMPANY			
		01/01/2010-30/06/2010	01/01/2009-30/06/2009	01/04/2010-30/06/2010	01/04/2009-30/06/2009	01/01/2010-30/06/2010	01/01/2009-30/06/2009	01/04/2010-30/06/2010	01/04/2009-30/06/2009
<i>Amounts in Euro '000</i>									
Earnings/(loss) after current tax and deferred tax for the period		-17,559	-24,883	-8,291	-7,045	-11,722	-10,917	-4,979	-1,875
Exchange differences		1,938	34	197	-88				
Cash flow hedges			9		0	0	9		0
Other comprehensive income/(loss) after tax		1,938	43	197	-88	0	9	0	0
Total comprehensive income/(loss) after tax		-15,621	-24,840	-8,094	-7,133	-11,722	-10,908	-4,979	-1,875
Allocated to:									
Company shareholders		-15,398	-24,443	-7,927	-6,949	-11,722	-10,908	-4,979	-1,875
Minority interest		-223	-397	-167	-184				

The notes on pages 18 to 31 are an integral part of the interim financial statements

STATEMENT OF CHANGES IN EQUITY

Amounts in Euro '000	GROUP						COMPANY					
	Attributable to the Parent Company's Shareholders					Minority Interest	Total Equity	Attributable to the Parent Company's Shareholders				Total Equity
	Share Capital	Share Premium	Other Reserves	Currency Translation Reserve	Retained Losses			Share Capital	Share Premium	Other Reserves	Retained Losses	
Balance at 01/01/2008	55,614	139,203	20,004	-6,976	-115,335	1,165	93,675	55,614	139,203	18,549	-23,938	189,428
Earnings / (Losses) per income statement					-24,485	-398	-24,883				-10,917	-10,917
Exchange difference adjustments				32	1	1	34					0
Cash flow hedges			9				9			9		9
Total comprehensive income			9	32	-24,484	-397,434	-24,840			9	-10,917	-10,908
Reserves movement												
Balance at 30/09/2008	55,614	139,203	20,013	-6,944	-139,819	768	68,835	55,614	139,203	18,558	-34,855	178,520
Earnings / (Losses) per income statement					-32,355	-282	-32,637				-23,313	-23,313
Exchange difference adjustments			9	-32	-1	-1	-25					
Cash flow hedges			-9	877	3	7	878					
Total comprehensive income			0	845	-32,353	-276	-31,784				-23,313	-23,313
Reserves movement			-158	-111	269							
Balance at 31/12/2008	55,614	139,203	19,855	-6,210	-171,903	492	37,051	55,614	139,203	18,558	-58,168	155,207

Amounts in Euro '000	GROUP						COMPANY					
	Attributable to the Parent Company's Shareholders					Minority Interest	Total Equity	Attributable to the Parent Company's Shareholders				Total Equity
	Share Capital	Share Premium	Other Reserves	Currency Translation Reserve	Retained Losses			Share Capital	Share Premium	Other Reserves	Retained Losses	
Balance at 01/01/2009	55,614	139,203	19,855	-6,210	-171,903	492	37,051	55,614	139,203	18,558	-58,168	155,207
Earnings / (Losses) per income statement					-17,332	-227	-17,559				-11,722	-11,722
Exchange difference adjustments			-261	1,935	259	4	1,938					0
Total comprehensive income			-261	1,935	-17,073	-223	-15,621				-11,722	-11,722
Balance at 30/09/2009	55,614	139,203	19,594	-4,275	-188,976	269	21,430	55,614	139,203	18,558	-69,890	143,485

The notes on pages 18 to 31 are an integral part of the interim financial statements

CASH FLOW STATEMENT

	Note	GROUP		COMPANY	
		30/06/2010	30/06/2009	30/06/2010	30/06/2009
<i>Amounts in Euro '000</i>					
<u>Cash Flows from Operating Activities</u>					
Earnings before tax		-16,706	-26,388	-11,772	-13,480
Adjustments for:					
Depreciation and amortisation		6,610	8,390	3,262	4,177
Impairment of tangible and intangible fixed assets		0	1,010		60
Provisions		-146	-3,439	119	-3,230
Exchange differences		-3,223	-4,448	-2,217	-4,999
(Gain) / Loss from investing activities		-3,010	-1,179	-1,908	-1,060
Interest payable and related expenses		17,353	14,365	13,367	10,376
Working capital changes					
Decrease / (Increase) in inventories		-1,430	16,995	2,699	8,939
Decrease / (Increase) in receivables		-11,790	15,876	-7,958	-377
Increase / (Decrease) in payables (excluding banks)		15,311	-14,608	5,530	-6,339
Less:					
Interest paid and other related expenses		-1,702	-4,973	-1,128	-2,329
Tax paid		39	-1,095	0	-20
Total Cash Inflows / (Outflows) from Operating Activities (a)		1,306	506	-6	-8,283
<u>Cash Flows from Investing Activities</u>					
Acquisition of subsidiary, related companies, joint ventures and other investments					
Proceeds of selling of subsidiaries					
Purchase of intangible assets, property, plant and equipment		-1,180	-2,726	-380	-1,965
Proceeds of sale of tangible and intangible assets		515	910		1,234
Interest received		280	253	73	125
Dividends received					
Total Cash Inflows / (Outflows) from Investing Activities (b)		-386	-1,563	-307	-606
<u>Cash Flows from Financing Activities</u>					
Proceeds of issuance of share capital					
Proceeds of loans issued		479	1,650	67	8,133
Repayments of borrowings					
Payments of finance lease liabilities		-202	-447		
Dividends paid		0	0	0	0
Total Cash Inflows / (Outflows) from Financing Activities (c)		277	1,203	67	8,133
Net increase/(decrease) in Cash and Cash Equivalents (a) + (b) + (c)		1,198	146	-246	-756
Cash and Cash Equivalents in Beginning of Period		10,214	9,328	1,533	3,427
Exchange differences adjustment		-777	1,229		
Cash and Cash Equivalents at End of Period		10,635	10,703	1,286	2,671

The notes on pages 18 to 31 are an integral part of the interim financial statements

NOTES ON THE FINANCIAL STATEMENTS

1. General information

M.J.Maillis SA (the “Company”) and its subsidiaries (together the “Group”) are involved in the manufacture and distribution of end of line industrial solutions. The Group operates in Greece and another 20 countries in Europe and North America.

The Company is located in Greece, Xenias 5, 14 562 Kifissia. The website of the Company is www.maillis.gr.

The shares of the Company are publicly traded on the Athens Stock Exchange.

2. Basis of preparation of the Interim Financial Statements

The Interim Financial Statements of the Company and the Group for the 6 month period of 2010 have been prepared in accordance with the International Financial Reporting Standards (IFRS) and specifically in accordance with IAS 34 “Interim Financial Statements”.

The accounting principles that have been used in the preparation of the interim Financial Statements are in accordance with those used for the preparation of the Company and Group Financial Information as at 31/12/2009.

This information has to be acknowledged in comparison to the annual Financial statements as at 31/12/2009 that were published in the internet site of the company.

There have been no changes to the accounting principles used when compared to those used for the preparation of the annual financial statements as at 31/12/2009.

The preparation of financial statements in terms of IFRS requires the use of calculations and assumptions which affect the balances of the assets and liabilities, the acknowledgment of contingencies and the amounts of the income and expenses relating to the period. These calculations are based to the best knowledge of the Company and the Group in relation to the current situation.

Certain reclassifications have been made in the prior period figures in order to make them comparable to the current period's figures. Any differences between amounts in the financial statements and similar amounts detailed in the accounts are due to rounding of figures.

Going concern

This financial information has been prepared on the basis that the Company and the Group will continue to operate as a going concern and assumes that both the Company and the Group will have sufficient financial resources to meet the Company's and Group's financial and operating requirements for the foreseeable future.

As at 30 June 2010, and as presented in the financial statements of previous periods, the Group continues to be in breach of covenants related to its borrowings (refer to Note 5) as a result of the continued losses that are being generated. The impact of this breach is that all affected borrowings continue to be classified as current liabilities in terms of paragraph 74 of IAS 1.

Furthermore the Company has not obtained a waiver of covenants from the affected lenders. However the Board of Directors of MJ Maillis SA, in its meeting of 16 April 2010, accepted the main points of the restructuring solution proposed by the affected lenders and will continue the negotiation process on that basis aiming the signing of an agreement that will include all restructuring issues and will be mutually acceptable to the company and all its creditors. Management continues to negotiate with the affected lenders for the purpose of securing the continued operations of the Company and its subsidiaries. For further information refer also to Note 5 of the Interim Financial Statements.

Management is confident that the negotiations with the affected lenders will be finalised within 2010 to the benefit of the lenders and the Group as a whole. In light of the above information management has concluded that the going concern basis used in the preparation of these financial statements continues to be relevant and appropriate.

In the event that the negotiations with the affected lenders are not successful the Group may not be able to continue as a going concern in the foreseeable future. There is therefore a material uncertainty which may cast doubt on the Group's ability to continue as a going concern.

New standards, amendments to standards and interpretations: Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current reporting period and subsequent reporting periods. The Group's evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

Standards and Interpretations effective for the current financial period / year

IFRS 3 (Revised) "Business Combinations" and IAS 27 (Amended) "Consolidated and Separate Financial Statements"

The revised IFRS 3 introduces a number of changes in the accounting for business combinations which will impact the amount of goodwill recognized, the reported results in the period that an acquisition occurs, and future reported results. Such changes include the expensing of acquisition-related costs and recognizing subsequent changes in fair value of contingent consideration in the profit or loss. The amended IAS 27 requires that a change in ownership interest of a subsidiary to be accounted for as an equity transaction. The amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary. Furthermore the acquirer in a business combination has the option of measuring the non-controlling interest, at the acquisition date, either at fair value or at the amount of the percentage of the non-controlling interest over the net assets acquired. The Group has applied the revised and amended standards from 1 January 2010.

IFRS 1 (Amendment) "First-time adoption of International Financial Reporting Standards" – additional exemptions

This amendment provides additional clarifications for first-time adopters of IFRSs in respect of the use of deemed cost for oil and gas assets, the determination of whether an arrangement contains a lease and the decommissioning liabilities included in the cost of property, plant and equipment. This amendment does not have an impact on the Group's financial statements since it has already adopted IFRSs.

IFRS 2 (Amendment) "Share-based Payment"

The purpose of the amendment is to clarify the scope of IFRS 2 and the accounting for group cash-settled share-based payment transactions in the separate or individual financial statements of the entity receiving the goods or services, when that entity has no obligation to settle the share-based payment transaction. This amendment does not have an impact on the Group's financial statements.

IAS 39 (Amendment) "Financial Instruments: Recognition and Measurement"

This amendment clarifies how the principles that determine whether a hedged risk or portion of cash flows is eligible for designation should be applied in particular situations. This amendment is not applicable to the Group as it does not apply hedge accounting in terms of IAS 39.

IFRIC 12 – Service Concession Arrangements (EU endorsed for periods beginning on or after 30 March 2009)

This interpretation applies to companies that participate in service concession arrangements. This interpretation is not relevant to the Group's operations.

IFRIC 15 - Agreements for the construction of real estate (EU endorsed for use from 1 January 2010)

This interpretation addresses the diversity in accounting for real estate sales. Some entities recognise revenue in accordance with IAS 18 (i.e. when the risks and rewards in the real estate are transferred) and others recognise revenue as the real estate is developed in accordance with IAS 11. The interpretation clarifies which standard should be applied to particular. This interpretation is not relevant to the Group's operations.

IFRIC 16 - Hedges of a net investment in a foreign operation (EU endorsed for use from 1 July 2009)

This interpretation applies to an entity that hedges the foreign currency risk arising from its net investments in foreign operations and qualifies for hedge accounting in accordance with IAS 39. The interpretation provides guidance on how an entity should determine the amounts to be reclassified from equity to profit or loss for both the hedging instrument and the hedged item. This interpretation is not relevant to the Group, as the Group does not apply hedge accounting for any investment in a foreign operation.

IFRIC 17 “Distributions of non-cash assets to owners”

This interpretation provides guidance on accounting for the following types of non-reciprocal distributions of assets by an entity to its owners acting in their capacity as owners: (a) distributions of non-cash assets and (b) distributions that give owners a choice of receiving either non-cash assets or a cash alternative. This interpretation does not have an impact on the Group's financial statements.

IFRIC 18 “Transfers of assets from customers” (EU-endorsed for use annual periods beginning on or after 31 October 2009)

This interpretation clarifies the requirements of IFRSs for agreements in which an entity receives from a customer an item of property, plant and equipment that the entity must then use to provide the customer with an ongoing supply of goods or services. In some cases, the entity receives cash from a customer which must be used only to acquire or construct the item of property, plant and equipment. This interpretation is not relevant to the Group.

Amendments to standards that form part of the IASB's 2009 annual improvements project

The amendments set out below describe the key changes to IFRSs following the publication in July 2009 of the results of the IASB's annual improvements project. The following amendments are effective for the current financial period / year. In addition, unless otherwise stated, the following amendments do not have a material impact on the Group's financial statements.

IFRS 2 “Share-Based payment”

The amendment confirms that contributions of a business on formation of a joint venture and common control transactions are excluded from the scope of IFRS 2.

IFRS 5 “ Non-current Assets Held for Sale and Discontinued Operations”

The amendment clarifies disclosures required in respect of non-current assets classified as held for sale or discontinued operations.

IFRS 8 “Operating Segments”

The amendment provides clarifications on the disclosure of information about segment assets.

IAS 1 “Presentation of Financial Statements”

The amendment provides clarification that the potential settlement of a liability by the issue of equity is not relevant to its classification as current or non-current.

IAS 7 “Statement of Cash Flows”

The amendment requires that only expenditures that result in a recognized asset in the statement of financial position can be classified as investing activities.

IAS 17 “Leases”

The amendment provides clarification as to the classification of leases of land and buildings as either finance or operating.

IAS 18 “Revenue”

The amendment provides additional guidance regarding the determination as to whether an entity is acting as a principal or an agent.

IAS 36 “Impairment of Assets”

The amendment clarifies that the largest cash-generating unit to which goodwill should be allocated for the purposes of impairment testing is an operating segment as defined by paragraph 5 of IFRS 8 (that is before the aggregation of segments).

IAS 38 “Intangible Assets”

The amendments clarify (a) the requirements under IFRS 3 (revised) regarding accounting for intangible assets acquired in a business combination and (b) the description of valuation techniques commonly used by entities when measuring the fair value of intangible assets acquired in a business combination that are not traded in active markets.

IAS 39 “Financial Instruments: Recognition and Measurement”

The amendments relate to (a) clarification on treating loan pre-payment penalties as closely related derivatives, (b) the scope exemption for business combination contracts and (c) clarification that gains or losses on cash flow hedge of a forecast transaction should be reclassified from equity to profit or loss in the period in which the hedged forecast cash flow affects profit or loss.

IFRIC 9 “Reassessment of Embedded Derivatives”

The amendment clarifies that IFRIC 9 does not apply to possible reassessment, at the date of acquisition, to embedded derivatives in contracts acquired in a business combination between entities under common control.

IFRIC 16 “Hedges of a Net Investment in a Foreign Operation”

The amendment states that, in a hedge of a net investment in a foreign operation, qualifying hedging instruments may be held by any entity within the group, including the foreign operation itself, as long as certain requirements are satisfied.

Standards and Interpretations effective from 1 January 2011**IFRS 9 “Financial Instruments”** (effective for annual periods beginning on or after 1 January 2013)

IFRS 9 is the first part of Phase 1 of the Board’s project to replace IAS 39. The IASB intends to expand IFRS 9 during 2010 to add new requirements for classifying and measuring financial liabilities, derecognition of financial instruments, impairment, and hedge accounting. IFRS 9 states that financial assets are initially measured at fair value plus, in the case of a financial asset not at fair value through profit or loss, particular transaction costs. Subsequently financial assets are measured at amortised cost or fair value and depend on the basis of the entity’s business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. IFRS 9 prohibits reclassifications except in rare circumstances when the entity’s business model changes; in this case, the entity is required to reclassify affected financial assets prospectively. IFRS 9 classification principles indicate that all equity investments should be measured at fair value. However, management has an option to present in other comprehensive income unrealised and realised fair value gains and losses on equity investments that are not held for trading. Such designation is available on initial recognition on an instrument-by-instrument basis and is irrevocable. There is no subsequent recycling of fair value gains and losses to profit or loss; however, dividends from such investments will continue to be recognised in profit or loss. IFRS 9 removes the cost exemption for unquoted equities and derivatives on unquoted equities but provides guidance on when cost may be an appropriate estimate of fair value. The Group is currently investigating the impact of IFRS 9 on its financial statements. The Group cannot currently early adopt IFRS 9 as it has not been endorsed by the EU. Only once approved will the Group decide if IFRS 9 will be adopted prior to 1 January 2013.

IAS 24 (Amendment) “Related Party Disclosures” (effective for annual periods beginning on or after 1 January 2011)

This amendment attempts to relax disclosures of transactions between government-related entities and clarify related-party definition. More specifically, it removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities, clarifies and simplifies the definition of a related party and requires the disclosure not only of the relationships, transactions and outstanding balances between related parties, but of commitments as well in both the consolidated and the individual financial statements. The Group will apply these changes from their effective date. This amendment has not yet been endorsed by the EU.

IAS 32 (Amendment) “Financial Instruments: Presentation” (effective for annual periods beginning on or after 1 February 2010)

This amendment clarifies how certain rights issues should be classified. In particular, based on this amendment, rights, options or warrants to acquire a fixed number of the entity’s own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all of its existing owners of the same class of its own non-derivative equity instruments. This amendment is not expected to impact the Group’s financial statements.

IFRS 1 (Amendment) “First-time adoption of International Financial Reporting Standards” – financial instrument disclosures (effective for annual periods beginning on or after 1 July 2010)

This amendment provides first-time adopters with the same transition provisions as included in the amendment to IFRS 7 regarding comparative information for the new three-level fair value classification disclosures. This amendment will not impact the Group’s financial statements since it has already adopted IFRSs.

IFRIC 19 “Extinguishing Financial Liabilities with Equity Instruments” (effective for annual periods beginning on or after 1 July 2010)

This interpretation addresses the accounting by the entity that issues equity instruments to a creditor in order to settle, in full or in part, a financial liability. This interpretation is not relevant to the Group. This amendment has not yet been endorsed by the EU.

IFRIC 14 (Amendment) “The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction” (effective for annual periods beginning on or after 1 January 2011)

The amendments apply in limited circumstances: when an entity is subject to minimum funding requirements and makes an early payment of contributions to cover those requirements. The amendments permit such an entity to treat the benefit of such an early payment as an asset. This interpretation is not relevant to the Group. This amendment has not yet been endorsed by the EU.

Amendments to standards that form part of the IASB’s 2010 annual improvements project

The amendments set out below describe the key changes to IFRSs following the publication in May 2010 of the results of the IASB’s annual improvements project. Unless otherwise stated the following amendments are effective for annual periods beginning on or after 1 January 2011. In addition, unless otherwise stated, the following amendments will not have a material impact on the Group’s financial statements.

IFRS 1 “First-time adoption of International Financial Reporting Standards”

The amendments relate to: (i) additional disclosure requirements if an entity changes its accounting policies or its use of IFRS 1 exemptions after it has published a set of IAS 34 interim financial information; (ii) exemptions when the revaluation basis is used for the purposes of ‘deemed cost’; and (iii) exemptions for entities that are subject to rate regulation to use previous GAAP carrying amounts for property, plant and equipment or intangible assets as ‘deemed cost’.

IFRS 3 “Business Combinations”

The amendments provide additional guidance with respect to: (i) contingent consideration arrangements arising from business combinations with acquisition dates preceding the application of IFRS 3 (2008); (ii) measuring non-controlling interests; and (iii) accounting for share-based payment transactions that are part of a business combination, including un-replaced and voluntarily replaced share-based payment awards.

IFRS 7 “Financial Instruments: Disclosures”

The amendments include multiple clarifications related to the disclosure of financial instruments.

IAS 1 “Presentation of Financial Statements”

The amendment clarifies that entities may present an analysis of the components of other comprehensive income either in the statement of changes in equity or within the notes.

IAS 27 “Consolidated and Separate Financial Statements”

The amendment clarifies that the consequential amendments to IAS 21, IAS 28 and IAS 31 resulting from the 2008 revisions to IAS 27 are to be applied prospectively.

IAS 34 “Interim Financial Reporting”

The amendment places greater emphasis on the disclosure principles that should be applied with respect to significant events and transactions, including changes to fair value measurements, and the need to update relevant information from the most recent annual report.

IFRIC 13 “Customer Loyalty Programmes”

The amendment clarifies the meaning of the term ‘fair value’ in the context of measuring award credits under customer loyalty programmes.

3. Segment Information

Management has determined the operating segments based on the reports reviewed by the executive directors that are used to make strategic decisions. The executive directors consider the business principally from a geographical perspective based on the geographical region in which the subsidiaries operate.

Primary Segment Information – Business Segment

The Group is divided in the following geographical Segments based on the location in which the subsidiaries operate:

- Germany & West Europe
- Central Europe
- Greece & East Europe
- North America
- Italy (includes also Combi Packaging Systems)
- Other (includes also Europack SA)

The executive directors assess the performance of the operating segments based on a measure of EBITDA. EBITDA is calculated as follows:

- Profit/Loss before Tax
- Add back: Financial and Investment results
- Add back: Depreciation and Amortisation

The segment results for the 6 months ended at 30th June 2010 and 30th June 2009 are as follows:

6 months to 30 June 2010

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Total Sales	36,626	22,573	25,235	15,733	27,434	1,208	128,809
Operating Income	-824	441	-5,002	1,700	1,972	-354	-2,067
Financial Cost - Net	742	392	12,126	141	619	620	14,640
Earnings before Tax	-1,566	49	-17,128	1,559	1,353	-974	-16,706
Income tax and Deferred tax	26	-49	-196	479	541	52	853
Net Profit	-1,592	98	-16,931	1,080	812	-1,026	-17,559
EBITDA	-397	1,304	-1,794	2,167	2,911	61	4,252

6 months to 30 June 2009

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Total Sales	31,372	17,629	19,444	13,624	20,464	882	103,413
Operating Income	-2,260	140	-12,654	1,072	-2,433	-326	-16,461
Financial Cost - Net	870	819	6,636	-9	774	837	9,927
Earnings before Tax	-1,390	960	-6,018	1,063	-1,659	511	-6,533
Income tax and Deferred tax	132	-58	-2,999	487	933	1	-1,504
Net Profit	-1,257	901	-9,017	1,550	-727	512	-8,038
EBITDA	-1,636	910	-8,106	1,718	-1,297	33	-8,377

The other elements of the income statement are as follows:

6 months to 30 June 2010

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Depreciation and amortisation	427	863	3,208	467	940	415	6,318
Provisions for bad debt and obsolete stock	-288	-36	-3,386	346	986		-2,378

6 months to 30 June 2009

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Depreciation and amortisation	624	770	4,548	646	1,136	359	8,083
Provisions for bad debt and obsolete stock	-237	-14	-3,295	193	919		-2,434

Inter-segment transfers or transactions are entered into under the normal commercial terms and conditions that would also be available to unrelated third parties.

The segment assets and liabilities at 30th June 2010 and at 31st December 2009 are as follows

6 months to 30 June 2010

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Assets	67,043	37,391	124,938	38,132	96,098	7,868	371,471
Capital expenditure	19	70	393	43	707	3	1,234
Liabilities	11,712	26,785	222,051	4,341	34,505	50,647	350,040

31st December 2009

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Assets	71,712	34,715	126,699	34,718	90,518	7,998	366,360
Capital expenditure	36	219	3,935	104	858	11	5,163
Liabilities	10,155	22,476	204,214	3,095	29,569	49,400	318,910

4. Investments in subsidiaries and joint ventures

Below are listed the Group subsidiary companies with their respective addresses and the percentage of ownership:

	% of Investment		
	Direct	Indirect	
Full Consolidation method			
M.J.MAILLIS SA, Kifissia, Athens, Greece			Parent
STRAPTECH SA, Kifissia, Athens, Greece	100.00%		
M.J.MAILLIS BULGARIA EOOD, Sofia, Bulgaria	100.00%		
M.J.MAILLIS ROMANIA S.A., Bucharest, Romania	81.66%		
M.J.MAILLIS FRANCE SAS, Saint Ouen L'Amone, France	99.99%	0.01%	(through STRAPTECH A.E)
MARFLEX M.J.MAILLIS POLAND SP ZOO, Karzcew, Poland	100.00%		
M.J.MAILLIS ESPANA SL, Barcelona, Spain	100.00%		
M.J.MAILLIS CZECH SRO, Prague, Czech	100.00%		
EUROPACK SA, Luxembourg	100.00%		
COLUMBIA SRL, Milan, Italy	100.00%		
M.J.MAILLIS HUNGARY PACKING SYSTEMS LTD, Budapest, Hungary	100.00%		
M.J.MAILLIS OSTERREICH GMBH, Vienna, Austria	100.00%		
M.J.MAILLIS FINLAND OY, Vantaa, Finland	100.00%		
MAILLIS HOLDING GMBH, Wuppertal, Germany	100.00%		
MAILLIS STRONG STRAP PRIVATE Ltd, Mumbai, India	13.07%	36.93%	(through EUROPACK SA)
M.J.MAILLIS UK LTD, Nottingham, UK	100.00%		(through EUROPACK SA)
WULFTEC INTERNATIONAL INC, Ayer's Cliff, Canada	100.00%		(through EUROPACK SA)
MAILLIS STRAPPING SYSTEMS USA Inc. Fountain Inn, USA	100.00%		(through EUROPACK SA)
MJ MAILLIS SYSTEMS SRL, Varese, Italy	100.00%		(through EUROPACK SA)
3L Srl, Modena, Italy	100.00%		(through EUROPACK SA)
SIAT SPA, Como, Italy	100.00%		(through EUROPACK SA)
SICME SRL, Varese, Italy	100.00%		(through SIAT SPA)
SIAT BENELUX, Wvaalwijk, Holland	51.00%		(through SIAT SPA)
TAM SRL, Milan, Italy	71.00%		(through SIAT SPA)
SIAT USA, Delaware, USA	100.00%		(through SIAT SPA)
IMMOBILIARE LEO SRL, Milan, Italy	100.00%		(through COLUMBIA SRL)
MAILLIS SANDER GMBH, Wuppertal, Germany	100.00%		(through EUROPACK SA)
SANDER GMBH &CO KG, Wuppertal, Germany	100.00%		(through MAILLIS HOLDING GMBH & MAILLIS SANDER GMBH)
M.J. MAILLIS BENELUX NV, Dendermonde, Belgium	100.00%		(through MAILLIS SANDER GMBH)

Proportionate consolidation method

COMBI PACKAGING SYSTEMS, Canton, USA

50.00% (through SIAT SPA)

The terms of the joint venture agreement state that the Group has management control of MAILLIS STRONG STRAP PRIVATE Ltd and therefore in terms of IFRS it has been consolidated using the full consolidation method.

The values of the above listed companies in the Balance Sheet of the parent company are as follows:

		30/6/2010	31/12/2009	
		Book value	Book value	Investment %
<i>Amounts in Euro '000</i>				
Straptech SA	Greece	4,975	4,975	100%
Europack SA	Luxembourg	78,810	78,810	100%
M.J Maillis Osterreich Gmbh	Austria	3,448	3,448	100%
Columbia SRL	Italy	10,038	10,038	100%
M.J.Maillis Finland OY	Finland	0	0	100%
M.J.Maillis Bulgaria EOOD	Bulgaria	325	325	100%
M.J.Maillis Romania SA	Romania	1,292	1,292	81.7%
Marflex MJ Maillis Poland SP ZOO	Poland	22,047	22,047	100%
MJ Maillis Czech SRO	Czech	4,084	4,084	100%
MJ Maillis France SAS	France	6,020	6,020	99.9%
M.J. Maillis Hungary Packing Systems KFT	Hungary	2,130	2,130	100%
Maillis Holding GMBH	Germany	29,112	29,112	100%
Maillis Strong Strap Private Ltd	India	172	172	13.1%
M.J. Maillis Espana SL	Spain	10,678	9,078	100%
		173,131	171,531	

5. Borrowings

	GROUP		COMPANY	
	30/06/2010	31/12/2009	30/06/2010	31/12/2009
<i>Amounts in Euro '000</i>				
Long Term Borrowings				
Bank Borrowings	156,835	139,489	111,303	93,898
Hedges of Currency and Interest rate swaps relating to bank borrowings denominated in US\$		11,033		11,033
Total bank borrowings	156,835	150,522	111,303	104,931
Less: Bank borrowings reflected as short term (refer Covenants note below)	-156,203	-149,424	-110,947	-104,183
Finance Lease Liabilities	2,282	2,581		
Total Long Term Borrowings	2,913	3,679	356	748
Short Term Borrowings				
Long term bank borrowings reflected as short term (refer Covenants note below)	156,203	149,424	110,947	104,183
Short Term Bank Borrowings and bank overdrafts	87,603	88,835	52,995	52,888
Accrued interest	20,020	13,103	15,339	9,812
Finance Lease Liabilities	661	759		
Total Short Term Borrowings	264,488	252,121	179,280	166,883
Total Borrowings	267,401	255,800	179,637	167,632

Covenants

The bank borrowings referred to above are subject to the Group meeting of certain financial covenants that are as follows:

- Consolidated Priority indebtedness : Consolidated Total assets (i.e. Priority indebtedness ratio)
- Consolidated EBITDA : Consolidated Net interest expense (i.e. Interest coverage ratio)
- Consolidated Indebtedness : Consolidated Total capitalisation (i.e. Leverage ratio)

At 30 June 2010, and as presented in the financial statements of previous periods, the Group continues to be in breach of covenants related to its borrowings as a result of the continued losses that are being generated. Specifically a net loss of € 17,559 thousand (30/06/2009: €24,883 thousand) and €11,722 thousand (30/06/2009: €10,917 thousand) has been incurred by the Group and the Company respectively for the year ended 30 June 2009. The impact of this breach is that all affected borrowings continue to be classified as current liabilities in terms of IAS 1. The classification has been undertaken on the basis that at 30 June 2010 the Group and the Company does not have an unconditional right to defer the settlement of these borrowings for at least twelve months after 30 June 2010.

The Company has not obtained a waiver of covenants from the affected lenders. However the Board of Directors discussed at its meeting on 16.4.2010 a letter-proposal of the Group's creditors for the restructuring of debt liabilities of the Maillis Group totaling approximately Euro 230 million and is under constructive negotiations with its lenders, in order to achieve a final agreement for its viability in a long term basis.

The basic points of the proposal are the following:

- Capitalization of outstanding loans: For an amount of Euro 70 million with issuance of new common shares of the listed parent company to the Group's creditors.
- A syndicated loan of Euro 110 million
- A bond loan, of Euro 50 million, with capitalized interest rate (PIK), convertible to new common shares of the listed parent company.
- New working capital line: For an amount of Euro 16 million for the financing of the Group's growth.

At the date of approval of these financial statements management has received no indication from the affected lenders that the borrowings in question will have to be immediately settled (including the interest that has been capitalised).

Management is confident that the negotiations with the affected lenders will be finalised within the year ended 31 December 2010 to the benefit of the lenders and the Group as a whole.

6. Contingencies

The Group has contingent liabilities in respect of bank and other guarantees and other matters arising in the ordinary course of business. It is not anticipated that any material liabilities will arise from the contingent liabilities. The Group and the Company have given guarantees in the ordinary course of business amounting to € 1.1 million and € 68.7 million respectively (of which € 67.6 million refer to guarantees given by the parent company relating to loans undertaken by the Group's subsidiaries).

7. Encumbrances

As at 30th June 2010 no encumbrances exist on Company's and Group's assets with the exception of the following:

- Included in cash and cash equivalents of the Company are balances amounting to € 100 th. that are restricted as they act as security for letters of credit provided to the Company.
- The Company has registered a first mortgage over its factory building situated at Inofita as security for the issuance of letters of credit up to the amount of €9,000 th.

8. Related Parties Transactions

The related party transactions are as follows:

	GROUP		COMPANY	
	01/01- 30/06/2010	01/01 - 30/06/2009	01/01- 30/06/2010	01/01 - 30/06/2009
<i>Amounts in Euro '000</i>				
Sales of goods				
- Subsidiaries			21,812	17,676
- Associate	1,137	385		
Sales of services				
- Subsidiaries			2,406	2,320
- Associate				
Purchase of goods				
- Subsidiaries			826	606
- Associate	35	15		
Purchase of services				
- Subsidiaries				
- Associate				
Key Management compensation				
Salaries and other short term benefits to key management and member of the board	1,903	1,839	1,054	1,286

	GROUP		COMPANY	
	30/6/2010	31/12/2009	30/6/2009	31/12/2009
Year End Balances arising from purchases - sales of goods and services				
Trade receivables from Subsidiaries			56,295	54,030
Trade receivables from Associate	596	505		
Loans receivable from Subsidiaries			17,171	15,867
Loans receivable from Associates				
Other receivables from Subsidiaries			100	100
Other receivables from Associates				
Payables to Subsidiaries			3,008	2,257
Payables to Associate	10	5		

9. Finance income/expenses

<i>Amounts in Euro '000</i>	GROUP		COMPANY	
	01/01/2010-30/06/2010	01/01/2009-30/06/2009	01/01/2010-30/06/2010	01/01/2009-30/06/2009
Financial expenses				
Interest expense	10,060	11,120	7,660	7,582
Foreign currency differences	7,293	503	5,707	52
	17,353	11,623	13,367	7,634
Financial income				
Interest income	334	346	586	416
Foreign currency differences	2,379	3,730	1,149	3,491
	2,713	4,076	1,735	3,907

10. Earnings/ Losses per Share

BASIC AND DILUTED

<i>Amounts in Euro '000</i>	GROUP		COMPANY	
	1/1 - 30/06/10	1/1 - 30/06/09	1/1 - 30/06/10	1/1 - 30/06/09
Earnings/(Losses) attributable to the Company's shareholders	-17,332	-24,485	-11,722	-10,917
Weighted Average number of shares	73,176,746	73,176,746	73,176,746	73,176,746
Earnings/(Losses) per share (expressed in Euro)	-0.2369	-0.3346	-0.1602	-0.1492

11. Personnel

The number of employees as at 30th June 2010 was 1,528 (30/06/2009: 1,652) for the Group and 314 (30/06/2009: 322) for the Company.

12. Unaudited tax years

From the tax audit of M.J. MAILLIS S.A. Packing Systems for the years 2005, 2006 and 2007 that was concluded on 20/2/2009, the remaining amount of € 494 th. is a net liability towards the Greek State and will be paid in 11 equal monthly instalments beginning on 30/4/2010.

The unaudited tax years of the remaining companies of the Group are analysed as follows:

- STRAPTECH S.A. has been audited until FY 2004
- M.J.MAILLIS BULGARIA EOOD has been audited until FY 2009
- M.J.MAILLIS ROMANIA SA has been audited until FY 2007
- 3L has been audited until FY 2003
- M.J.MAILLIS ESPANA SL has been audited until FY 2004
- MARFLEX M.J.MAILLIS GROUP Sp Zoo has not been tax audited since incorporation in 1997
- SANDER GMBH & CO KG has been audited until FY 2008
- M.J.MAILLIS FRANCE SAS has been audited until FY 2004
- SIAT SPA has been audited until FY 2009
- M.J.MAILLIS OSTERREICH GMBH has been audited until FY 2001
- M.J.MAILLIS HUNGARY PACKING SYSTEMS LTD has been audited until FY 2008
- M.J.MAILLIS CZECH SRO has been audited until FY 2004
- M.J.MAILLIS BENELUX NV has been audited until FY 2008
- WULFTEC INTERNATIONAL INC has been audited until FY 2002
- COLUMBIA has been audited until FY 2002
- M.J.MAILLIS UK has been audited until FY 2007
- MAILLIS STRAPPING SYSTEMS USA INC has not been tax audited since incorporation in FY 2008
- SICME SRL has been tax audited until FY 2003
- TAM SRL has been tax audited until FY 2003
- COMBI has been tax audited until FY 2004
- SIAT BENELUX BV has been tax audited until FY 2005
- SIAT USA, MJ MAILLIS FINLAND OY have not been tax audited
- MJ MAILLIS SYSTEMS SRL has been tax audited until FY 2006
- MAILLIS HOLDING GMBH has been tax audited until FY 1997
- MAILLIS SANDER GMBH has been tax audited until FY 1997
- EUROPACK SA has been tax audited until FY 2003
- MAILLIS STRONG STRAP PRIVATE LTD was formed in 2006 and has not been tax audited

13. Post Balance Sheet events

As it had been announced by the Group on 20 August 2010 with regard to the course of juridicial energies of Company, for the suspension of implementation and the cancellation of decision of Prefectoral Self-government of Viotia, for the interruption of operation of production unit of steel strap in Inofita, the Company received and communicated in the Prefectoral Self-government of Viotia, the decision of Committee of Suspensions [ΣΤΕ], which accepts our application of suspension and suspends the implementation of offended action in question, up to the 30-11-2010.

It is reminded that, the interruption of operation, was imposed, because of the lack of the formal license of dangerous waste management, without to be realized that, today, the unit of Inofita causes pollution, as well as that the reception of empty management of dangerous waste presupposes the existence of decision of approval of environmental terms (AEPO), for which, the Company has submitted the relevant file, from 2007. The company expects henceforth immediately the publication of the new decision [AEPO], which has been drawn up by the responsible services and is found in stage of signature from the political leadership of the relevant Ministries.

Other than the above matter, there are no significant post balance sheet events.

14. Seasonality

The Groups operations are not affected by seasonality. Revenues are generated thought the year based on customer demand.

M. J. MAILLIS S.A.

INDUSTRIAL PACKAGING SYSTEMS & TECHNOLOGIES

SUMMARY FINANCIAL STATEMENTS for the year ended 30 June 2010 (Amounts in EUROS)

(According to the resolution 4/507/28.04.2009 of the Hellenic Capital Market Commission's BOD)

The following information that has been extracted from the Financial Statements aims to provide a broad overview of the financial position and results of M.J.MAILLIS S.A. and its subsidiaries. We advise the reader, before entering into any investment or other transaction with the Company, to visit the company's site where the financial statements and notes for the period are published, together with the Auditors report, whenever it is required.

COMPANY'S STATUTORY INFORMATION

Head Office and Registered Address: Xenias 5 & Charilaou Trikoupi, 145 62 Kifissia, Athens
 Company's Number in the Register of Societes Anonymes: 2716/06/B/86/43
 Supervising Authority: Ministry of Economy, Competitiveness and Shipping (Department for Limited Companies)
 Board of Directors: President: M.J. Maillis, Vice President and Chief Executive Officer: John Kourouglos, Members: Ioannis Lentzos, Stilianos Stavridis, Theocharis Filippopoulos, Sotiris Orestidis, Lito Ioannidou
 Company's web address: www.maillis.gr
 Date of Approval of the Financial Statements: 30 August 2010
 Auditor's Name: Constantinos Michalatos (SOEL Reg. No. 17701)
 Auditor's Firm: PRICEWATERHOUSECOOPERS S.A.
 Report of the Auditors: Unqualified audit report - Matter of emphasis

CASH FLOW STATEMENT

	GROUP		COMPANY	
	01/01-30/06/10	01/01-30/06/09	01/01-30/06/10	01/01-30/06/09
Cash Flows from Operating Activities:				
Profit / (Loss) before tax	-16.706.478	-26.387.729	-11.771.995	-13.480.276
Adjustments for:				
Depreciation and amortisation	6.609.575	8.390.399	3.262.444	4.176.929
Impairment on tangible and intangible assets	-10	1.010.000	0	60.000
Provisions	-145.791	-3.438.669	119.217	-3.229.538
Exchange differences	-3.223.197	-4.447.819	-2.216.713	-4.999.477
(Gain) or loss from investing activities	-3.010.094	-1.178.719	-1.908.330	-1.060.200
Interest payable	17.353.113	14.364.727	13.366.722	10.376.475
Working capital changes:				
Decrease/(Increase) in inventories	-1.429.899	16.994.640	2.699.211	8.938.516
Decrease/(Increase) in trade receivables	-11.789.670	15.875.878	-7.958.438	-376.953
Increase/(Decrease) in trade payables (except banks)	15.311.461	-14.607.915	5.529.635	-6.339.461
Less:				
Interest paid	-1.702.999	-4.973.426	-1.127.536	-2.329.178
Tax paid	39.386	-1.095.157	0	-20.235
Net Cash from operating activities (a)	1.306.297	506.210	-5.783	-8.283.398
Cash Flows from Investing Activities				
Purchase of intangible assets, property, plant and equipment	-1.180.356	-2.726.105	-379.847	-1.965.272
Proceeds on sale of fixed assets	514.603	910.080	0	1.234.287
Interest received	279.613	252.710	72.556	125.317
Net Cash used in investing activities (b)	-386.140	-1.563.315	-307.291	-605.668
Cash Flows from Financing Activities				
Proceeds from borrowings raised	479.378	1.650.406	67.039	8.132.805
Repayment of finance lease liabilities	-201.852	-447.155	0	0
Dividends paid	-36	-101	-24	-101
Net cash used in financing activities (c)	277.490	1.203.150	67.015	8.132.704
Net increase/(decrease) in cash and cash equivalents (a) + (b) + (c)	1.197.647	146.045	-246.059	-756.362
Cash and cash equivalents in beginning of period	10.213.948	9.328.312	1.532.540	3.427.161
Exchange differences adjustment	-776.721	1.228.513	0	0
Cash and cash equivalents at end of period	10.634.874	10.702.870	1.286.481	2.670.799

BALANCE SHEET

	GROUP		COMPANY	
	30/06/2010	31/12/2009	30/06/2010	31/12/2009
ASSETS				
Tangible assets	114.338.435	117.765.782	68.815.533	71.603.276
Intangible assets	95.491.817	95.689.480	112.054	206.907
Other non-current assets	21.378.813	19.012.981	182.847.457	179.256.565
Inventories	56.214.858	55.068.993	12.069.102	14.768.313
Trade receivables	61.038.689	48.560.107	65.167.460	57.675.862
Other current assets	23.008.131	19.862.954	21.466.719	20.389.941
TOTAL ASSETS	371.470.743	355.960.297	350.478.325	343.900.864
EQUITY AND LIABILITIES				
Share capital	55.614.327	55.614.327	55.614.327	55.614.327
Other equity attributable to company's shareholders	-34.452.817	-19.055.430	87.871.513	99.593.066
Equity attributable to company's shareholders (a)	21.161.510	36.558.897	143.485.840	155.207.393
Minority interest (b)	268.833	491.694	0	0
Total equity (c) = (a) + (b)	21.430.343	37.050.591	143.485.840	155.207.393
Non-current borrowings	2.913.114	3.679.165	356.467	748.434
Provisions and other non-current liabilities	20.680.763	18.715.874	10.925.568	9.102.283
Current borrowings	264.487.968	252.120.684	179.280.420	166.883.314
Other current liabilities	61.958.555	44.393.983	16.430.030	11.959.440
Total liabilities (d)	350.040.400	318.909.706	206.992.485	188.693.471
TOTAL EQUITY AND LIABILITIES (c) + (d)	371.470.743	355.960.297	350.478.325	343.900.864

STATEMENT OF CHANGES IN EQUITY

	GROUP		COMPANY	
	30/06/2010	30/06/2009	30/06/2010	30/06/2009
Net equity opening balance (01.01.2010 and 01.01.2009)	37.050.591	93.675.103	155.207.393	189.427.672
Total comprehensive income after tax	-15.620.248	-24.840.213	-11.721.553	-10.907.435
Net equity closing balance (31.12.2010 and 31.12.2009)	21.430.343	68.834.890	143.485.840	178.520.237

STATEMENT OF COMPREHENSIVE INCOME

	GROUP				COMPANY			
	01/01-30/06/10	01/01-30/06/09	01/04-30/06/10	01/04-30/06/09	01/01-30/06/10	01/01-30/06/09	01/04-30/06/10	01/04-30/06/09
Turnover	128.809.434	103.413.444	69.575.770	51.891.536	40.788.924	28.995.398	22.022.834	15.534.585
Gross margin	22.907.068	11.652.539	12.624.817	7.011.552	4.598.764	-979.960	2.407.899	606.428
Earnings/(Losses) before taxes and financial results	-2.066.845	-16.460.551	578.520	-7.646.711	-140.638	-7.372.978	300.210	-3.047.843
Earnings / (Losses) before tax	-16.706.478	-26.387.729	-9.134.972	-6.948.333	-11.771.995	-13.480.276	-6.227.016	-2.413.486
Less tax	852.559	-1.504.440	-843.526	96.820	-50.442	-2.563.292	-1.247.768	-538.957
Earnings / (Losses) after tax (A)	-17.559.037	-24.883.289	-8.291.446	-7.045.153	-11.721.553	-10.916.984	-4.979.248	-1.874.529
Distributed as follows:								
Company shareholders	-17.332.006	-24.484.855	-8.124.214	-6.861.006	-11.721.553	-10.916.984	-4.979.248	-1.874.529
Minority interest	-227.031	-398.434	-167.232	-184.147	0	0	0	0
Other comprehensive income after tax (B)	1.938.789	43.076	197.226	-88.320	0	9.549	0	0
Total comprehensive income (A) + (B)	-15.620.248	-24.840.213	-8.094.220	-7.133.473	-11.721.553	-10.907.435	-4.979.248	-1.874.529
Distributed as follows:								
Company shareholders	-15.397.644	-24.441.779	-7.926.988	-6.949.326	-11.721.553	-10.907.435	-4.979.248	-1.874.529
Minority interest	-222.604	-398.434	-167.232	-184.147	0	0	0	0
Earnings / (Losses) per share (in €)	-0,2369	-0,3346	-0,1110	-0,0938	-0,1602	-0,1492	-0,0680	-0,0256
Earnings before taxes, financial results, depreciation and amortisation (EBITDA)	4.251.623	-8.377.172	3.778.085	-3.521.519	2.939.270	-3.394.497	1.815.548	-949.912

Additional Information:

- Companies that are included in the consolidated financial statements of the period ended 30 June 2010 are presented in note 4 in the Group's interim financial statements including locations, percentage Group ownership and consolidation method.
- The accounting principles followed, are in accordance with those followed at 31/12/2009.
- The Company has been audited by the tax authorities up to and including the financial year 2007. The unaudited tax years for the other Group entities are detailed in Note (12) in the interim financial statements.
- There are no contested or doubtful legal cases which might influence materially the financial position of the Company and the Group.
- The number of employees as at 30/06/2010 was 1.528 for the Group (30/06/2009: 1.652) and 314 for the Company (30/06/2009: 322).
- Intercompany related party transactions for the year ended 30 June 2010 and related party balances for the period then ended according to IAS 24 are as follows:

Amounts in € thousand	Group	Company
a) Income	1.137	24.218
b) Expenses	35	626
c) Receivables	596	73.566
d) Payables	10	3.008
e) Key management compensations	1.903	1.054
f) Receivables from key management	0	0
g) Payables to key management	0	0
- The Group has formed cumulative provisions amounting to € 2.290 thousand for unaudited fiscal tax years, € 6.562 thousand for retirement benefit obligations and € 5.721 thousand for other liabilities. The Company has formed cumulative provisions amounting to € 1.109 thousand for unaudited fiscal tax years, € 1.519 thousand for retirement benefit obligations and € 682 thousand for other liabilities.
- At the end of the current period no shares of the parent company are possessed by either the parent company or any subsidiaries or associate companies.
- The report of the auditors is issued with a matter of emphasis, due to the uncertainty that exists for the Company and the Group in obtaining sufficient financial resources for the foreseeable future, which is a basic assumption of the going concern principle. Additional information is included in Note 2 of the Financial Statements.

CHAIRMAN OF THE BOARD OF DIRECTORS

Kifissia, August 30, 2010
 VICE-CHAIRMAN OF THE BOARD OF DIRECTORS AND CEO

FINANCIAL MANAGER OF GREECE

MICHAEL J. MAILLIS
 Id. No Φ 020206

IOANNIS M. KOUROUGLOS
 PASS. No. AE 1202747

SPYRIDON D. PARGAS
 Reg. No. 5293-A-Class

KRONOS S.A.