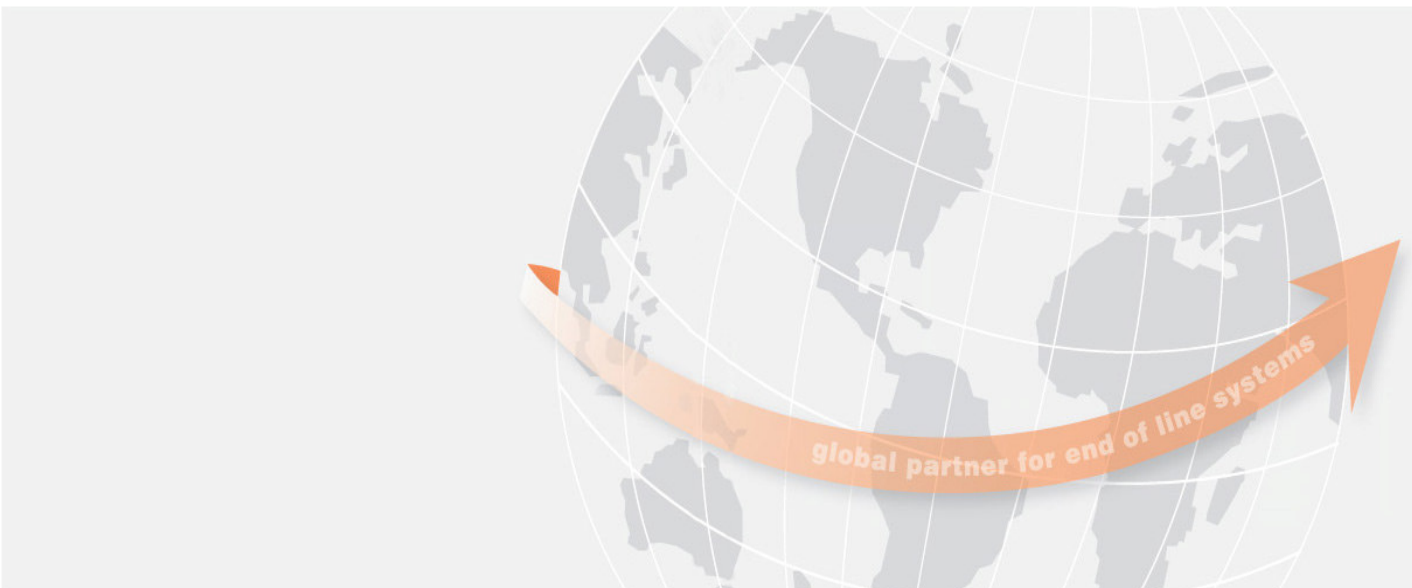
M. J. MAILLIS S.A.
PACKING SYSTEMS

M.J.MAILLIS GROUP
INTERIM CONDENSED FINANCIAL STATEMENTS
1 JANUARY - 30 SEPTEMBER 2008



Kifissia, 27th November 2008

VICE-CHAIRMAN OF THE BOARD OF DIRECTORS AND C.E.O.	CHIEF FINANCIAL OFFICER	ACCOUNTING MANAGER
IOANNIS M. KOUROUGLOS PASS. No. AE 1202747	VICTOR K. PAPACONSTANTINOU Id. No T 003140	SPYRIDON D. PARGAS Reg. No. 5293-A'Class

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.
PACKING SYSTEMS
P.C.S.A.2716/06/B/86/43
XENIAS 5 & CHARILAOU TRIKOUPI
145 62 KIFISSIA, ATHENS

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BALANCE SHEET AS AT 30 SEPTEMBER 2008

Amounts in Euro '000		GROUP		COMPANY	
ASSETS	**Note**	**30/09/2008**	**31/12/2007**	**30/09/2008**	**31/12/2007**
Non Current Assets					
Tangible assets		136,213	139,294	76,732	79,713
Intangible assets		111,286	111,571	1,115	1,616
Investments in subsidiaries and joint ventures	4			185,019	159,924
Deferred tax assets		16,161	15,302	4,990	4,081
Other receivables		4,161	4,112	382	417
		267,821	**270,279**	**268,238**	**245,751**
Current Assets					
Inventories		88,441	89,660	20,927	24,537
Trade and other receivables		91,903	93,146	86,096	108,484
Deferred tax assets		10	600		
Cash and cash equivalents		9,102	14,618	2,490	1,928
		189,456	**198,024**	**109,513**	**134,949**
Total Assets		**457,277**	**468,303**	**377,751**	**380,700**
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		17,912	20,398	16,456	19,006
Retained losses / earnings		-84,390	-72,618	-10,569	-7,464
Translation differences reserve		-3,581	-3,412		
		124,758	**139,185**	**200,704**	**206,359**
Minority interest		1,492	1,533		
Total Equity		**126,250**	**140,718**	**200,704**	**206,359**
LIABILITIES					
Non Current Liabilities					
Borrowings	5	10,765	12,241	1,960	2,832
Deferred tax liabilities		7,584	7,322	5,907	5,786
Retirement and termination benefit obligations		5,770	6,073	867	779
Government grants		5,784	6,353	3,577	3,979
Other non current liabilities		439	492		
		30,342	**32,481**	**12,311**	**13,376**
Current Liabilities					
Trade and other payables		50,571	82,579	15,959	34,365
Deferred tax liabilities		3,290	3,305		
Current tax liabilities		3,774	2,766		
Borrowings	5	240,130	202,472	148,777	126,100
Provisions		2,920	3,982		500
		300,685	**295,104**	**164,736**	**160,965**
Total Liabilities		**331,027**	**327,585**	**177,047**	**174,341**
Total Equity and Liabilities		**457,277**	**468,303**	**377,751**	**380,700**

The notes on pages 7 to 17 are an integral part of the interim financial statements

M. J. MAILLIS S.A.
PACKING SYSTEMS

INCOME STATEMENT FOR THE PERIOD 1 JANUARY - 30 SEPTEMBER 2008

Amounts in Euro '000	Note	GROUP 01/01/2008-30/09/2008	GROUP 01/01/2007-30/09/2007	GROUP 01/07/2008-30/09/2008	GROUP 01/07/2007-30/09/2007	COMPANY 01/01/2008-30/09/2008	COMPANY 01/01/2007-30/09/2007	COMPANY 01/07/2008-30/09/2008	COMPANY 01/07/2007-30/09/2007
Sales	3	273,648	275,734	88,258	87,645	97,058	104,391	29,592	32,575
Cost of sales		-219,286	-216,407	-70,112	-71,395	-81,304	-85,656	-23,893	-27,489
Gross profit		54,362	59,327	18,146	16,250	15,754	18,735	5,699	5,086
Other operating income		2,180	5,322	266	787	1,175	211	726	152
Administrative expenses		-16,468	-17,342	-4,963	-5,676	-6,846	-7,018	-2,333	-2,388
Distribution costs		-29,162	-32,970	-8,786	-10,306	-7,040	-7,768	-1,882	-2,287
Other operating expenses		-6,645	-7,710	-2,793	-2,805	-635	-1,875	-148	-950
Restructuring costs			-1,310		-145		-145		-145
Earnings before tax and financial and investment results		4,267	5,317	1,870	-1,895	2,408	2,140	2,062	-532
Loss from disposal of subsidiaries			-6,590		0		-4,457		0
Income from dividends			0		0	1,325	1,226	125	-5
Financial income		983	1,724	264	852	1,140	1,183	332	415
Financial expenses		-15,614	-7,278	-5,634	-2,909	-8,706	-4,274	-3,155	-1,598
Earnings before tax		-10,364	-6,827	-3,500	-3,952	-3,833	-4,182	-636	-1,720
Current tax for the period		-2,007	-3,564	-1,269	-1,235	-60	-39	-41	99
Earnings after current tax for the period		**-12,371**	**-10,391**	**-4,769**	**-5,187**	**-3,893**	**-4,221**	**-677**	**-1,621**
Deferred tax		748	-215	1,031	373	788	-151	187	288
Earnings after current tax and deferred tax for the period		**-11,623**	**-10,606**	**-3,738**	**-4,814**	**-3,105**	**-4,372**	**-490**	**-1,333**
<u>Earnings after Tax distributed as follows:</u>									
Company shareholders		-11,655	-10,584	-3,907	-4,721	-3,105	-4,372	-490	-1,333
Minority interest		32	-22	169	-93		0		0
Basic and Diluted Earnings after tax per share (expressed in €)	9	-0.1593	-0.1446	-0.0534	-0.0645	-0.0424	-0.0597	-0.0067	-0.0182
<u>Other information</u>									
Depreciation and amortisation		11,539	13,402	3,567	4,291	5,234	5,725	1,725	1,921
Earnings before tax,financial and investment results, amortisation and depreciation (EBITDA)		**15,806**	**18,719**	**5,437**	**2,396**	**7,642**	**7,865**	**3,787**	**1,389**

The notes on pages 7 to 17 are an integral part of the interim financial statements

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY - SEPTEMBER 2008

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 Earnings	
Balance at 01/01/2007	55,614	139,205	19,766	-1,135	-30,818	1,886	184,518	55,614	139,205	18,558	10,240	223,617
Net loss directly attributable to net equity					-415	-236	-651					
Share issue expenses		-2					-2		-2			-2
Dividends paid					-2,983	-54	-3,037				-2,983	-2,983
Net gain/(loss) directly attributed to net equity - Acquisition of minority in subsidiary					-475		-475					0
Net gain/(loss) directly attributed to net equity - Minority of new subsidiary acquisition						365	365					0
Movement in reserves due to sale of subsidiaries				93			93					0
Cash flow hedges			885				885					0
Exchange difference adjustments				-2,972			-2,972					0
Reserves movement			-600		600		0					0
Earnings / (Losses) per income statement					-10,584	-22	-10,606				-4,372	-4,372
Balance at 30/09/2007	55,614	139,203	20,051	-4,014	-44,675	1,939	168,118	55,614	139,203	18,558	2,885	216,260
Net loss directly attributable to net equity					-96	121	25					0
Acquisition of minority in subsidiary						-43	-43					0
Movement in reserves due to sale of subsidiaries					-409		-409					0
Cash flow hedges			448				448			448		448
Dividends paid						-46	-46					0
Exchange difference adjustments				602			602					0
Reserves movement			-101		101		0					0
Earnings / (Losses) per income statement					-27,539	-438	-27,977				-10,349	-10,349
Balance at 31/12/2007	55,614	139,203	20,398	-3,412	-72,618	1,533	140,718	55,614	139,203	19,006	-7,464	206,359

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 Earnings	
Balance at 01/01/2008	55,614	139,203	20,398	-3,412	-72,618	1,533	140,718	55,614	139,203	19,006	-7,464	206,359
Cash flow hedges			-2,550				-2,550			-2,550		-2,550
Exchange difference adjustments			-6	-215		-74	-295					0
Reserves movement			70	46	-116		0					0
Earnings / (Losses) per income statement					-11,656	33	-11,623				-3,105	-3,105
Balance at 30/09/2008	55,614	139,203	17,912	-3,581	-84,390	1,492	126,250	55,614	139,203	16,456	-10,569	200,704

The notes on pages 7 to 17 are an integral part of the interim financial statements

CASH FLOW STATEMENT

Amounts in Euro '000	Note	GROUP 01/01 - 30/09/2008	GROUP 01/01 - 30/09/2007	COMPANY 01/01 - 30/09/2008	COMPANY 01/01 - 30/09/2007
Cash Flows from Operating Activities					
Earnings before tax		-10,365	-6,827	-3,833	-4,182
Adjustments for:					
Depreciation and amortisation		11,539	13,402	5,233	5,725
Provisions		-1,075	-588	289	-14
Exchange differences		69	628	-154	904
(Gain) / Loss from investing activities		-1,187	2,378	-2,751	1,554
Interest payable and related expenses		15,614	7,278	8,706	4,274
Working capital changes:					
Decrease / (Increase) in inventories		192	-7,460	3,301	-869
Decrease / (Increase) in receivables		1,005	-9,395	-571	-13,743
Increase / (Decrease) in payables (excluding banks)		-32,661	73	-20,549	-8,143
Less:					
Interest paid and other related expenses		-13,524	-6,192	-7,019	-3,491
Tax paid		-999	-3,691	-60	-334
Total Cash Inflows / (Outflows) from Operating Activities (a)		**-31,392**	**-10,394**	**-17,408**	**-18,319**
Cash Flows from Investing Activities					
Acquisition of subsidiary, related companies, joint ventures and other investments			-88	-2,100	-652
Proceeds of sale of subsidiaries			-68		2,200
Purchase of intangible assets, property, plant and equipment		-6,702	-12,937	-3,695	-5,977
Proceeds of sale of tangible and intangible assets		804	3,800	2,037	7
Interest received		872	400	1,272	416
Dividends received				1,202	690
Total Cash Inflows / (Outflows) from Investing Activities (b)		**-5,026**	**-8,893**	**-1,284**	**-3,316**
Cash Flows from Financing Activities					
Proceeds of loans issued		35,036	13,281	19,255	15,232
Payments of finance lease liabilities		-2,630	-385		
Dividends paid		-1	-3,037	-1	-2,983
Total Cash Inflows / (Outflows) from Financing Activities (c)		**32,405**	**9,859**	**19,254**	**12,249**
Net increase/(decrease) in Cash and Cash Equivalents (a) + (b) + (c)		**-4,013**	**-9,428**	**562**	**-9,386**
Cash and Cash Equivalents in Beginning of Period		14,618	28,238	1,928	9,644
Exchange differences adjustment		-1,503	-1,280		
Cash and Cash Equivalents at End of Period		**9,102**	**17,530**	**2,490**	**258**

The notes on pages 7 to 17 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.com.
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 2008 have been prepared on the going concern basis of accounting (refer to Note 5) and 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 31/12/2007.

This information has to be acknowledged in comparison to the annual Financial statements as at 31/12/2007 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 31/12/2007.

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 from 1st January 2008 to 30th September 2008.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.

New 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:

<u>Standards effective for year ended 31 December 2008</u>

No new standards have been issued that are mandatory for the current financial year end.

Interpretations effective after 1 January 2008

IFRIC 11 - IFRS 2: Group and Treasury share transactions
This interpretation is effective for annual periods beginning on or after 1 March 2007 and clarifies the treatment where employees of a subsidiary receive the shares of a parent. It also clarifies whether certain types of transactions are accounted for as equity-settled or cash-settled transactions. This interpretation is not expected to have any impact on the Group's financial statements.

IFRIC 12 - Service Concession Arrangements
This interpretation is effective for annual periods beginning on or after 1 January 2008 and applies to companies that participate in service concession arrangements. This interpretation is not relevant to the Group's operations.

IFRIC 14 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
This interpretation is effective for annual periods beginning on or after 1 January 2008 and applies to post-employment and other long-term employee defined benefit plans. The interpretation clarifies when refunds or reductions in future contributions should be regarded as available, how a minimum funding requirement might affect the availability of reductions in future contributions and when a minimum funding requirement might give rise to a liability. As the Group does not operate any such benefit plans for its employees, this interpretation is not relevant to the Group.

Standards effective after year ended 31 December 2008 but early adopted by the Group

IFRS 8 - Operating Segments
This standard is effective for annual periods beginning on or after 1 January 2009 and supersedes IAS 14, under which segments were identified and reported based on a risk and return analysis. Under IFRS 8 segments are components of an entity regularly reviewed by the entity's chief operating decision maker and are reported in the financial statements based on this internal component classification. The Group has applied IFRS 8 from 1 January 2008.

Standards effective after year ended 31 December 2008

IAS 23 – Borrowing Costs
This standard is effective for annual periods beginning on or after 1 January 2009 and replaces the previous version of IAS 23. The main change is the removal of the option of immediately recognising as an expense borrowing costs that relate to assets that need a substantial period of time to get ready for use or sale. The Group will apply IAS 23 from 1 January 2009.

Amendments to IAS 1 'Presentation of Financial Statements'
IAS 1 has been revised to enhance the usefulness of information presented in the financial statements and is effective for annual periods beginning on or after 1 January 2009. The key changes are: the requirement that the statement of changes in equity include only transactions with shareholders, the introduction of a new statement of comprehensive income that combines all items of income and expense recognised in profit or loss together with "other comprehensive income", and the requirement to present restatements of financial statements or retrospective application of a new accounting policy as at the beginning of the earliest comparative period. The Group will apply these amendments and make the necessary changes to the presentation of its financial statements in 2009.

Amendments to IFRS 2 'Share Based Payment' – Vesting Conditions and Cancellations
The amendment, effective for annual periods beginning on or after 1 January 2009, clarifies the definition of "vesting condition" by introducing the term "non-vesting condition" for conditions other than service conditions and performance conditions. The amendment also clarifies that the same accounting treatment applies to awards that are effectively cancelled by either the entity or the counterparty. The Group does not expect that these amendments will have an impact on its financial statements.

Revisions to IFRS 3 'Business Combinations' and IAS 27 'Consolidated and Separate Financial Statements'

A revised version of IFRS 3 Business Combinations and an amended version of IAS 27 Consolidated and Separate Financial Statements is effective for annual periods beginning on or after 1 July 2009. 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. Furthermore the amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary. The changes introduced by these standards must be applied prospectively and will affect future acquisitions and transactions with minority interests. The Group will apply these changes form their effective date.

Amendments to IAS 32 and IAS 1 Puttable Financial Instruments

The amendment to IAS 32 requires certain puttable financial instruments and obligations arising on liquidation to be classified as equity if certain criteria are. The amendment to IAS 1 requires disclosure of certain information relating to puttable instruments classified as equity. Both amendments are effective for annual periods beginning on or after 1 January 2009. The Group does not expect these amendments to impact the financial statements of the Group.

Interpretations effective after year ended 31 December 2008

IFRIC 13 – Customer Loyalty Programmes

This interpretation is effective for annual periods beginning on or after 1 July 2008 and clarifies the treatment of entities that grant loyalty award credits such as ''points'' and ''travel miles'' to customers who buy other goods or services. This interpretation is not relevant to the Group's operations.

IFRIC 15 - Agreements for the construction of real estate

This interpretation is effective for annual periods beginning on or after 1 January 2009 and 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

This interpretation is effective for annual periods beginning on or after 1 October 2008 and 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.

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.

The Group is divided in the following geographical regions for the purposes of the executive directors' evaluation:

- 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

Other information provided to the strategic steering committee is measured in a manner consistent with that in the financial statements.

Total assets are allocated to the operating segments based on the operations of the segment and the physical location of the asset.

The segment results for the 9 months ended at 30th September 2008 and 30th September 2007 are as follows:

9 months to 30th September 2008

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
Amounts in Euro '000							
Total Sales	85,992	44,356	66,805	28,495	46,125	1,875	**273,648**
Operating Income	-1,935	1,357	-1,886	2,315	4,443	-27	**4,267**
Financial Cost - Net	-1,936	-728	-8,611	-285	-1,817	-1,254	**-14,631**
Earnings before Tax	**-3,871**	**629**	**-10,497**	**2,030**	**2,626**	**-1,281**	**-10,364**
Income tax and Deferred tax	-177	-18	749	-694	-1,132	13	-1,259
Net Profit	**-4,048**	**611**	**-9,748**	**1,336**	**1,494**	**-1,268**	**-11,623**
EBITDA	**-977**	**2,875**	**4,171**	**3,372**	**6,120**	**245**	**15,806**

9 months to 30th September 2007

Amounts in Euro '000	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
Total Sales	86,239	42,590	73,038	27,901	44,239	1,727	**275,734**
Operating Income	-2,789	554	1,545	420	5,896	-309	**5,317**
Financial Cost - Net	-1,436	-494	-3,404	-61	-1,391	1,232	**-5,554**
Loss on disposal of subsidiaries						-6,590	**-6,590**
Earnings before Tax	**-4,225**	**60**	**-1,859**	**359**	**4,505**	**-5,667**	**-6,827**
Income tax and Deferred tax	-340	141	-259	-586	-2,642	-93	**-3,779**
Net Profit	**-4,565**	**201**	**-2,118**	**-227**	**1,863**	**-5,760**	**-10,606**
EBITDA	**-1,672**	**1,178**	**8,303**	**2,206**	**8,559**	**145**	**18,719**

The other elements of the income statement are as follows:

9 months to 30th September 2008

Amounts in Euro '000	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
Depreciation and amortisation	958	1,518	6,058	1,057	1,676	272	**11,539**
Provisions for bad debt and obsolete stock	6	-55	417	-83	4	0	**289**

9 months to 30th September 2007

Amounts in Euro '000	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
Depreciation and amortisation	1,117	624	6,758	1,785	2,663	455	**13,402**
Provisions for bad debt and obsolete stock	-716	-36	-317	91	-71	14	**-1,035**

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 September 2008 and at 31st December 2007 are as follows:

30th September 2008

Amounts in Euro '000	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
Assets	43,633	47,011	184,433	39,949	102,363	39,888	**457,277**
Capital expenditure	366	824	3,958	41	1,478	35	**6,702**
Liabilities	16,916	24,212	195,390	12,423	34,791	47,295	**331,027**

31st December 2007

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
Amounts in Euro '000							
Assets	97,951	47,255	173,802	39,990	97,941	11,364	**468,303**
Capital expenditure	1,300	1,783	10,680	527	1,640		**15,930**
Liabilities	17,510	27,100	192,999	10,461	31,295	48,220	**327,585**

4. Investments in subsidiaries and joint ventures

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

Directly Controlled	**Investment %**
M.J.MAILLIS SA, Kifissia, Athens, Greece	Parent
STRAPTECH SA, Kifissia, Athens, Greece	100%
M.J.MAILLIS BULGARIA EOOD, Sofia,Bulgaria	100%
M.J.MAILLIS ROMANIA S.A., Bucurest, Romania	81,7%
M.J.MAILLIS FRANCE SAS, Saint Ouen L'Amone, France	100%
MARFLEX M.J.MAILLIS POLAND SP ZOO, Karzcew, Poland	100%
M.J.MAILLIS ESPANA SL, Barcelona, Spain	100%
M.J.MAILLIS CZECH SRO, Prague, Czech	100%
EUROPACK SA, Luxembourg	100%
COLUMBIA SRL, Milan, Italy	100%
M.J.MAILLIS HUNGARY PACKING SYSTEMS LTD, Budapest, Hungary	100%
M.J.MAILLIS OSTERREICH GMBH, Vienna, Austria	100%
M.J.MAILLIS FINLAND OY, Vantaa, Finland	100%
MAILLIS HOLDING GMBH, Wuppertal, Germany	100%
Indirectly Controlled	
M.J.MAILLIS UK LTD, Nottingham, UK	100%
SIAT SPA, Como, Italy	100%
SICME SRL, Varese, Italy	100%
SIAT BENELUX, Wvaalwijk, Holland	51%
TAM SRL, Milan, Italy	71%
SIAT USA, Delaware, USA	100%
MAILLIS SANDER GMBH, Wuppertal, Germany	100%
SANDER GMBH &CO KG, Wuppertal, Germany	100%
M.J. MAILLIS BENELUX NV, Dendermonde, Belgium	100%
WULFTEC INTERNATIONAL INC, Ayer's Cliff, Canada	100%
MAILLIS STRAPPING SYSTEMS USA Inc. Fountain Inn, USA	100%
3L Srl, Modena, Italy	100%
MJ MAILLIS SYSTEMS SRL, Varese, Italy	100%
MAILLIS STRONG STRAP PRIVATE Ltd, Mumbai, India	50%
Joint Venture	
COMBI PACKAGING SYSTEMS, Canton, USA	50%

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

		30/9/2008	31/12/2007	
Amounts in Euro '000	Country	Book value	Book value	Investment %
Straptech AE	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	9,338	9,338	100%
M.J.Maillis Finland OY	Finland	2,388	2,388	100%
M.J.Maillis Bulgaria EOOD	Bulgaria	325	325	100%
M.J.Maillis Romania SA	Romania	2,693	2,693	81.7%
Marflex MJ Maillis Poland SP ZOO	Poland	22,047	22,047	100%
MJ Maillis Czech SRO	Czech	4,084	1,984	100%
MJ Maillis France SAS	France	16,420	5,425	99.9%
M.J. Maillis Hungary Packing Systems Ltd	Hungary	2,130	2,130	100%
Maillis Holding GMBH	Germany	29,112	21,112	100%
Maillis Strong Strap Private Ltd	India	172	172	13.1%
M.J. Maillis Espana SL	Spain	9,077	5,078	100%
		185,019	**159,925**	

During the nine month period the following share capital increases took place in subsidiaries of the Parent company:
a) In M.J. Maillis France SAS in the amount of € 10,995 thou. b) In M.J. Maillis Espana SL in the amount of € 3,999 thou. c) In Maillis Holding Gmbh in the amount of € 8,000 thou. d) In M.J. Maillis Czech SRO in the amount of € 2,100 thou.
In all cases the proceeds from the share capital increase were used to repay an equal amount of obligation to the parent Company.

5. Borrowings

	GROUP		COMPANY	
Amounts in Euro '000	30/09/2008	31/12/2007	30/09/2008	31/12/2007
Long Term Borrowings				
Total bank borrowings	2,582	159,193	1,960	113,146
Less: Bank borrowings reflected as short term		-155,437		-110,314
Finance Lease Liabilities	8,183	8,486		
Total Long Term Borrowings	**10,765**	**12,242**	**1,960**	**2,832**
Short Term Borrowings				
Bank borrowings reflected as short term		155,437		110,314
Bank Overdrafts	21,593	9,503	3,674	1,286
Short Term Bank Borrowings	216,829	34,723	145,103	14,500
Finance Lease Liabilities	1,708	2,809		
Total Short Term Borrowings	**240,130**	**202,472**	**148,777**	**126,100**
Total Borrowings	**250,895**	**214,714**	**150,737**	**128,932**

The borrowings of the Group and the Company are analysed into bank borrowings, hedges and finance lease liabilities as follows:

	GROUP		COMPANY	
Amounts in Euro '000	**30/09/2008**	**31/12/2007**	**30/09/2008**	**31/12/2007**
Finance Lease Liabilities	9,891	11,295		
Bank Borrowings	221,268	183,969	131,001	109,482
Hedges of Currency relating to bank borrowings denominated in US$ and Interest rate swaps	19,736	19,450	19,736	19,450
Total Borrowings	**250,895**	**214,714**	**150,737**	**128,932**

Covenants

As stated in the annual financial statements for the year ended 31 December 2007, the bank borrowings referred to above are subject to the Group meeting the following covenants:

- 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).

Due to the net losses incurred for the year ended 31 December 2007 and the continued net loss of €11,623 thousands and €3,105 thousands incurred by the Group and the Company respectively for the nine months ended 30 September 2008, the Group continues to be in breach of the minimum covenant requirements set out above. The effect of this breach is that in terms of IAS 1 paragraph 65 all affected bank borrowings have been reclassified from non-current to current borrowings. This reclassification has been undertaken on the basis that at 30 September 2008 the Group does not have an unconditional right to defer the settlement of these bank borrowings for at least twelve months after 30 September 2008. To date there has been no indication from any of the providers of the affected bank borrowings that they consider asking for the settlement of their loans earlier than originally scheduled.

Notwithstanding the above, the Directors have undertaken the following actions with respect to the bank borrowings:

- The Group has obtained a further conditional waiver of covenants from all the affected lenders up to 16 January 2009.
- The Group is currently in discussions with the affected lenders with a view to obtaining either a further waiver of covenants, or an amendment to the covenant requirements, or a restructuring of the loan obligations of the Group.

The financial statements have been prepared on a going concern basis which assumes that the Group's loan providers will continue to support the Group so as to cover the Group's ongoing financial requirements for the foreseeable future.

The Directors consider it appropriate that the financial statements should continue to be prepared on the going concern basis as they are confident that the outcome of the negotiations will be positive. These factors together with the improvement in the financial performance for the nine months ended 30 September 2008, relative to the financial performance of the prior year, support the use of the going concern assumption.

During the third quarter existing forfeiting contracts between BNP and the parent company and the affiliate of the Group in Poland in the amounts of € 12,151 thou. and € 12,137 thou. respectively were replaced by bank facilities. This resulted in the increase of borrowings and the decrease of suppliers by the amounts mentioned previously.

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 € 11.4 million and € 98.4 million respectively (of which € 87.0 million refer to guarantees given by the parent company relating to loans undertaken by the Group's subsidiaries).

7. Encumbrances

As at 30th September 2008 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 € 1,073 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	
	01/01-30/09/2008	**01/01 - 30/09/2007**	**01/01-30/09/2008**	**01/01 - 30/09/2007**
Amounts in Euro '000				
Sales of goods and services				
- Subsidiaries			59,460	61,953
- Associate	1,666	2,148		
Purchase of goods and services				
- Subsidiaries			1,805	2,858
- Associate	28	41		
Key Management compensation				
Salaries and other short term benefits to key management and member of the board	3,745	2,772	1,896	1,622

	GROUP		COMPANY	
	30/9/2008	**31/12/2007**	**30/9/2008**	**31/12/2007**
Year End Balances arising from purchases - sales of goods and services				
Receivables from Subsidiaries			67,209	88,023
Receivables from Associate	740	782		
Loans receivable from Subsidiaries			3,823	3,700
Payables to Subsidiaries			841	1,538
Payables to Associate	4	9		

9. Earnings per Share

1/1/2008 - 30/09/2008

Amounts in Euro '000	GROUP 1/1 - 30/09/08	GROUP 1/1 - 30/09/07	COMPANY 1/1 - 30/09/08	COMPANY 1/1 - 30/09/07
Earnings attributable to the Company's shareholders	-11,655	-10,584	-3,105	-4,372
Weighted Average number of shares	73,176,746	73,176,746	73,176,746	73,176,746
Basic Earnings per share (expressed in Euro)	**-0.1593**	**-0.1446**	**-0.0424**	**-0.0597**

1/7/2008 - 30/09/2008

Amounts in Euro '000	GROUP 1/7 - 30/09/08	GROUP 1/7 - 30/09/07	COMPANY 1/7 - 30/09/08	COMPANY 1/7 - 30/09/07
Earnings attributable to the Company's shareholders	-3,907	-4,721	-490	-1,333
Weighted Average number of shares	73,176,746	73,176,746	73,176,746	73,176,746
Basic Earnings per share (expressed in Euro)	**-0.0534**	**-0.0645**	**-0.0067**	**-0.0182**

10. Personnel

The number of employees as at 30th September 2008 was 2,026 (30/09/2007: 2,067) for the Group and 377 (30/09/2007: 386) for the Company.

11. Unaudited tax years

The parent company and its subsidiary STRAPTECH S.A. have been audited by tax authorities until year 2004.

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

- M.J.MAILLIS BULGARIA EOOD has been audited until FY 2002
- M.J.MAILLIS ROMANIA SA has been audited until FY 2004
- 3L has not been audited since incorporation in FY 2002
- M.J.MAILLIS ESPANA SL has been audited until FY 1998
- MARFLEX M.J.MAILLIS GROUP Sp Zoo has not been tax audited since incorporation in 1997
- SANDER GMBH & COKG has been audited until FY 1997

- M.J.MAILLIS FRANCE SAS has been audited until FY 2002
- SIAT SPA has been audited until FY 2002
- M.J.MAILLIS OSTERREICH GMBH has been audited until FY 2001
- M.J.MAILLIS HUNGARY PACKING SYSTEMS LTD has been audited until FY 2002
- M.J.MAILLIS CZECH SRO has been audited until FY 2004
- M.J.MAILLIS BELGIUM NV has been audited until FY 2005
- WULFTEC INTERNATIONAL INC has been audited until FY 2004
- COLUMBIA has been audited until FY 2002
- M.J.MAILLIS UK has been audited until FY 2006
- MAILLIS STRAPPING SYSTEMS USA INC has not been tax audited since incorporation in FY 2005
- SICME SRL has been tax audited until FY 2002
- TAM SRL has been tax audited until FY 2002
- 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 2002
- MAILLIS STRONG STRAP PRIVATE LTD was formed in 2006 and has not been tax audited

12. Post Balance Sheet events

There are no significant post Balance Sheet events.

13. Seasonality

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