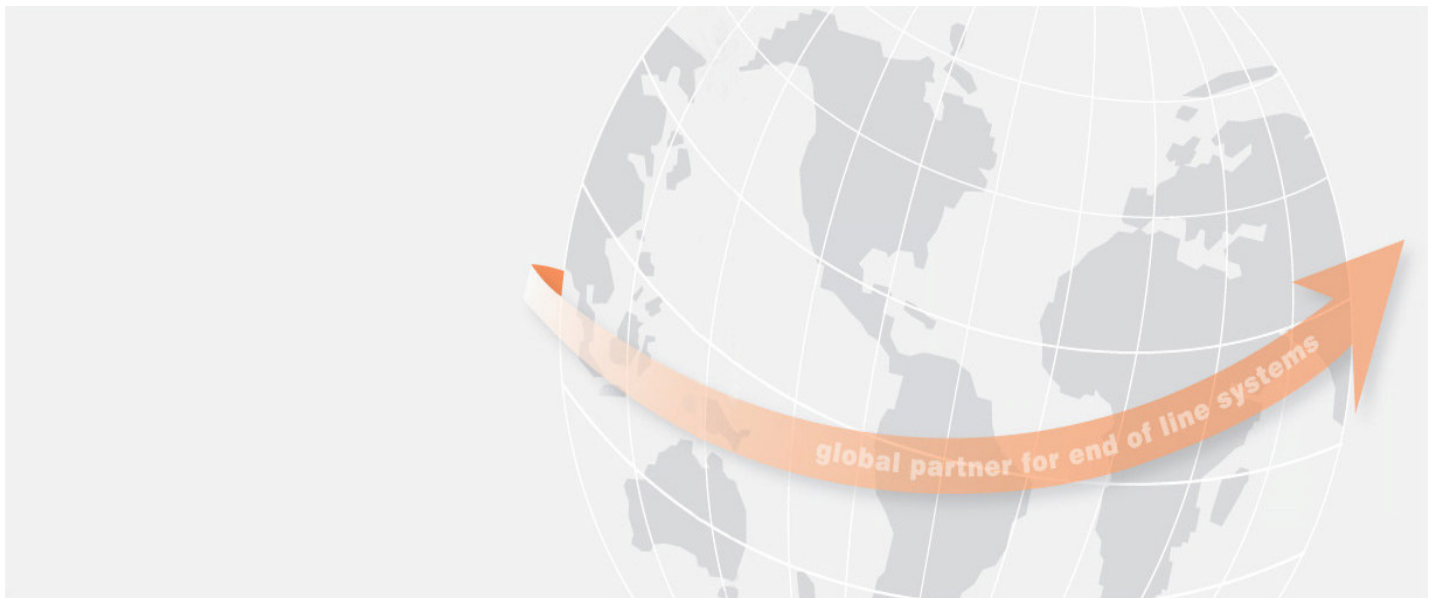


**M.J.MAILLIS GROUP
INTERIM FINANCIAL STATEMENTS
31 MARCH 2008**



**CHAIRMAN OF THE
BOARD OF
DIRECTORS**

MICHAEL J. MAILLIS
Id. No Φ020206

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

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

**CHIEF FINANCIAL
OFFICER**

**VICTOR K.
PAPACONSTANTINO**
Id. No T 003140

**FINANCIAL
MANAGER OF
GREECE**

**NIKOLAOS V.
MAROULIS**
Reg. No. 46629-
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 TRIKOUPH
145 62 KIFISSIA, ATHENS**

<u>CONTENTS</u>	Page
Balance Sheet.....	3
Income Statement.....	4
Statement of Changes in Equity.....	5
Cash Flow Statement.....	6
Notes on the Financial Statements	
1 General.....	7
2 Basis of preparation of the Interim Financial Statements.....	7
3 Segment information.....	9
4 Investments in subsidiaries and joint ventures.....	11
5 Borrowings.....	12
6 Contingencies.....	13
7 Encumbrances.....	14
8 Related party transactions.....	14
9 Earnings per Share.....	14
10 Personnel.....	15
11 Unaudited tax years.....	15
12 Post Balance Sheet events.....	16

BALANCE SHEET AS AT 31 MARCH 2008

		GROUP		COMPANY	
		31/03/2008	31/12/2007	31/03/2008	31/12/2007
<i>Amounts in Euro '000</i>					
ASSETS					
	Note				
Non Current Assets					
Tangible assets		138,133	139,294	78,092	79,713
Intangible assets		111,402	111,571	1,392	1,616
Investments in subsidiaries and joint ventures	4			159,924	159,924
Deferred tax assets		15,810	15,302	4,700	4,081
Other receivables		4,135	4,112	417	417
		269,480	270,279	244,525	245,751
Current Assets					
Inventories		88,029	89,660	20,264	24,537
Trade and other receivables		96,320	93,146	113,680	108,484
Deferred tax assets		354	600		
Cash and cash equivalents		15,094	14,618	547	1,928
		199,797	198,024	134,491	134,949
Total Assets		469,277	468,303	379,016	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		21,411	20,398	20,040	19,006
Retained losses / earnings		-76,421	-72,618	-9,302	-7,464
Translation differences reserve		-4,244	-3,412		
		135,563	139,185	205,555	206,359
Minority interest		1,432	1,533		
Total Equity		136,995	140,718	205,555	206,359
LIABILITIES					
Non Current Liabilities					
Loans and finance lease liabilities		11,770	12,241	2,743	2,832
Deferred tax liabilities		7,476	7,322	5,892	5,786
Retirement and termination benefit obligations		6,013	6,073	779	779
Government grants		6,163	6,353	3,845	3,979
Other non current liabilities		459	492		
		31,881	32,481	13,259	13,376
Current Liabilities					
Trade and other payables		80,126	82,579	27,155	34,365
Deferred tax liabilities		3,292	3,305		
Current tax liabilities		3,751	2,766		
Loans and finance lease liabilities		210,247	202,472	132,693	126,100
Provisions		2,985	3,982	354	500
		300,401	295,104	160,202	160,965
Total Liabilities		332,282	327,585	173,461	174,341
Total Equity and Liabilities		469,277	468,303	379,016	380,700

The notes on pages 7 to 16 are an integral part of the interim financial statements

INCOME STATEMENT FOR THE PERIOD 1 JANUARY - 31 MARCH 2008

<i>Amounts in Euro '000</i>	Note	GROUP		COMPANY	
		01/01/2008- 31/03/2008	01/01/2007- 31/03/2007	01/01/2008- 31/03/2008	01/01/2007- 31/03/2007
Sales		89,785	92,983	32,513	36,040
Cost of sales		-73,613	-70,846	-28,400	-28,703
Gross profit		16,172	22,137	4,113	7,337
Other operating income		1,012	4,197	94	41
Administrative expenses		-5,490	-6,279	-2,124	-2,020
Distribution costs		-10,083	-11,384	-2,530	-3,036
Other operating expenses		-1,673	-2,368	-262	-147
Restructuring costs		0	-494		0
Earnings before tax and financial and investment results		-62	5,809	-709	2,175
Income from dividends				0	0
Financial expenses		-3,579	-2,588	-1,641	-1,240
Earnings before tax		-3,641	3,221	-2,350	935
Current tax for the period		-518	-808	0	-26
Earnings after current tax for the period		-4,159	2,413	-2,350	909
Deferred tax		289	-519	512	-274
Earnings after current tax and deferred tax for the period		-3,870	1,894	-1,838	635
<u>Earnings after Tax distributed as follows:</u>					
Company shareholders		-3,817	1,852	-1,838	635
Minority interest		-53	42	0	0
Basic and Diluted Earnings after tax per share (expressed in €)	9	-0.05	0.03	-0.03	0.01
<u>Other information</u>					
Depreciation		4,166	4,559	1,916	1,909
Earnings before tax, financial expenses, amortisation, depreciation and restructuring costs		4,104	10,862	1,207	4,084
Earnings before tax, financial expenses, amortisation and depreciation (EBITDA)		4,104	10,368	1,207	4,084

The notes on pages 7 to 16 are an integral part of the interim financial statements

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY - 31 MARCH 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
Expenses from share issue		-2					-2		-2			-2
Net loss directly attributable to net equity						275	275					0
Exchange difference adjustments				843			843					0
Reserves movement			439		-458	19						
Earnings / (Losses) per income statement					1,852	42	1,894				635	635
Balance at 31/03/2007	55,614	139,203	20,205	-292	-29,424	2,222	187,528	55,614	139,203	18,558	10,875	224,250
Net loss directly attributable to net equity			885		-511	-390	-16					0
Acquisition of minority in subsidiary					-475	-43	-518					0
Minority of new subsidiary acquisition						365	365					0
Movement in reserves due to sale of subsidiaries				93	-409		-316					0
Fair value reserves			448				448		448			448
Dividends paid					-2,983	-100	-3,083				-2,983	-2,983
Exchange difference adjustments				-3,213			-3,213					0
Reserves movement			-1,140		1,159	-19	0					0
Earnings / (Losses) per income statement					-39,975	-502	-40,477				-15,356	-15,356
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 Mother Company's Shareholders					Minority Interest	Total Equity	Attributable to the Mother 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
Fair value reserves			1,034				1,034			1,034		1,034
Exchange difference adjustments				-838		-48	-886					0
Reserves movement			-21	6	15		0					0
Earnings / (Losses) per income statement					-3,818	-53	-3,871				-1,838	-1,838
Balance at 31/03/2008	55,614	139,203	21,411	-4,244	-76,421	1,432	136,995	55,614	139,203	20,040	-9,302	205,555

The notes on pages 7 to 16 are an integral part of the interim financial statements

CASH FLOW STATEMENT

	Note	GROUP		COMPANY	
		01/01 - 31/03/2008	01/01 - 31/03/2007	01/01 - 31/03/2008	01/01 - 31/03/2007
<i>Amounts in Euro '000</i>					
<u>Cash Flows from Operating Activities</u>					
Earnings before tax		-3,641	3,221	-2,350	935
Adjustments for:					
Depreciation and amortisation		4,166	4,559	1,916	1,909
Provisions		-1,338	-712	-61	
Exchange differences		193	433	112	91
(Gain) / Loss from investing activities		-893	-2,212	-588	-407
Interest payable and related expenses		4,008	2,862	2,095	1,457
Working capital changes					
Decrease / (Increase) in inventories		1,631	-4,504	4,273	-180
Decrease / (Increase) in receivables		-3,198	-8,006	-5,514	-5,662
Increase / (Decrease) in payables (excluding banks)		-1,485	-1,426	-8,973	-6,404
Less:					
Interest paid and other related expenses		-2,344	-1,900	-509	-688
Tax paid		-534	-606		-200
Total Cash Inflows / (Outflows) from Operating Activities (a)		-3,435	-8,291	-9,599	-9,149
<u>Cash Flows from Investing Activities</u>					
Acquisition of subsidiary, related companies, joint ventures and other investments			-19		-19
Purchase of intangible assets, property, plant and equipment		-3,621	-4,013	-1,480	-1,764
Proceeds of sale of tangible and intangible assets		276	140	1,969	
Interest received		339	220	192	287
Dividends received					
Total Cash Inflows / (Outflows) from Investing Activities (b)		-3,006	-3,672	681	-1,496
<u>Cash Flows from Financing Activities</u>					
Proceeds of loans issued		9,304		7,537	1,200
Repayments of borrowings			-2,161		
Payments of finance lease liabilities		-1,137	-23		
Dividends paid					
Total Cash Inflows / (Outflows) from Financing Activities (c)		8,167	-2,184	7,537	1,200
Net increase/(decrease) in Cash and Cash Equivalents (a) + (b) + (c)		1,726	-14,147	-1,381	-9,445
Cash and Cash Equivalents in Beginning of Period		14,618	28,238	1,928	9,644
Exchange differences adjustment		-1,250	835		
Cash and Cash Equivalents at End of Period		15,094	14,926	547	199

The notes on pages 7 to 16 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 3 month period of 2008 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 31/12/2007.

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 31st March 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:

Standards and interpretations effective after 1 January 2008

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.

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.

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 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 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.

3. Segment Information

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 segment results for the 3 months ended at 31st March 2008 and 31st March 2007 are as follows:

3 months to 31st March 2008

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Σύνολο
<i>Amounts in Euro '000</i>							
Total Sales	29,026	14,002	21,873	8,797	15,275	812	89,785
Operating Income	-685	-272	-841	436	1,274	25	-63
Financial Cost - Net	-654	-203	-1,913	-110	-423	-276	-3,579
Earnings before Tax	-1,339	-475	-2,754	326	851	-251	-3,642
Income tax and Deferred tax	-20	-1	414	-195	-426	-1	-229
Net Profit	-1,359	-476	-2,340	131	425	-252	-3,871

3 months to 31st March 2007

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Σύνολο
<i>Amounts in Euro '000</i>							
Total Sales	30,193	13,173	23,966	8,900	15,795	956	92,983
Operating Income	1,461	-259	2,024	205	1,656	721	5,808
Financial Cost - Net	-486	-145	-1,398	-19	-416	-123	-2,587
Earnings before Tax	975	-404	626	186	1,240	598	3,221
Income tax and Deferred tax	65	137	-524	-221	-781	-3	-1,327
Net Profit	1,040	-267	102	-35	459	595	1,894

The other elements of the income statement are as follows:

3 months to 31st March 2008

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Σύνολο
<i>Amounts in Euro '000</i>							
Depreciation of Tangible Assets	275	382	1,832	313	444	152	3,397
Depreciation of Intangible Assets	62	86	415	71	100	34	769
Provisions for bad debt and obsolete stock	-30	40	-53	-49	106	0	14

3 months to 31st March 2007

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Σύνολο
<i>Amounts in Euro '000</i>							
Depreciation of Tangible Assets	366	363	1,763	480	449	146	3,567
Depreciation of Intangible Assets	102	101	490	134	125	40	992
Provisions for bad debt and obsolete stock	-384	-21	7	-14	-19	-14	-445

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

31st March 2008

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Σύνολο
<i>Amounts in Euro '000</i>							
Assets	104,373	51,847	161,843	39,090	100,602	11,523	469,278
Capital expenditure	68	868	1,545	603	528	9	3,621
Liabilities	18,938	29,085	189,733	12,435	34,639	47,453	332,283

31st December 2007

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Σύνολο
<i>Amounts in Euro '000</i>							
Assets	127,619	39,194	164,976	39,196	101,624	10,019	482,628
Capital expenditure	1,300	1,783	10,680	527	1,640	0	15,930
Liabilities	22,398	18,282	167,842	7,040	34,546	49,516	299,624

4. Investments in subsidiaries and joint ventures

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

<u>Directly Controlled</u>	<u>Investment %</u>
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%
<u>Indirectly Controlled</u>	
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%
<u>Joint Venture</u>	
COMBI PACKAGING SYSTEMS, Canton, USA	50%

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

		31/3/2008	31/12/2007	
		Book value	Book value	Investment %
<i>Amounts in Euro '000</i>				
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	1,984	1,984	100%
MJ Maillis France SAS	France	5,425	5,425	99.9%
M.J. Maillis Hungary Packing Systems Ltd	Hungary	2,130	2,130	100%
Maillis Holding GMBH	Germany	21,112	21,112	100%
Maillis Strong Strap Private Ltd	India	172	172	13.1%
M.J. Maillis Espana SL	Spain	5,078	5,078	100%
		159,925	159,925	

5. Borrowings

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
<i>Amounts in Euro '000</i>				
Long Term Borrowings				
Total bank borrowings	3,533	159,193	2,744	113,146
Less: Bank borrowings reflected as short term		-155,437		-110,314
Loans from Parent Company				
Finance Lease Liabilities	8,238	8,486		
Bonds				
Other				
Total Long Term Borrowings	11,771	12,242	2,744	2,832
Short Term Borrowings				
Bank borrowings reflected as short term		155,437		110,314
Bank Overdrafts	8,762	9,503	4,636	1,286
Short Term Bank Borrowings	199,394	34,723	128,057	14,500
Bonds				
Finance Lease Liabilities	2,091	2,809		
Guaranteed loans				
Other				
Total Short Term Borrowings	210,247	202,472	132,693	126,100
Total Borrowings	222,018	214,714	135,437	128,932

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

<i>Amounts in Euro '000</i>	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Finance Lease Liabilities	10,329	11,295		
Bank Borrowings	187,929	183,969	111,677	109,482
Hedges of Currency and Interest rate swaps relating to bank borrowings denominated in US\$	23,760	19,450	23,760	19,450
Total Borrowings	222,018	214,714	135,437	128,932

Covenants

The bank borrowings referred to above are subject to the Group meeting of certain 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)

Due to the net loss of €38,583 thousands and €14,721 thousands incurred by the Group and the Company respectively for the year ended 31 December 2007, the Group did not meet certain of the minimum covenant requirements set out above and therefore resulted in all affected bank borrowings being reclassified as current borrowings in terms of IAS 1 paragraph 65. The reclassification was undertaken on the basis that at 31 December 2007 the Group and the Company did not have an unconditional right to defer the settlement of these bank borrowings for at least twelve months after 31 December 2007.

Notwithstanding the above, Group management has undertaken the following actions with respect to the bank borrowings:

- The Group has obtained an unconditional waiver of covenants from all the affected lenders up to 30 April 2008.
- The Group has obtained a conditional waiver of covenants from all the affected lenders up to 27 June 2008. A key condition is the achievement of specific profitability targets as of the end of the first quarter of 2008. These targets have been met and the waiver until 27th June 2008 is valid.
- The Group is currently in discussions with the lenders with a view to either obtaining a further waiver of covenants or an amendment to the covenant requirements.

Management is of the view that the outcome of the negotiations, that is likely to be concluded by 27 June 2008 will be positive and has concluded that the going concern assumption used in the preparation of these financial statements is applicable.

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 € 15.3 million and € 65.3 million respectively (of which € 50.0 million refer to guarantees given by the parent company relating to loans undertaken by the Group's subsidiaries).

7. Encumbrances

As at 31st March 2008 no encumbrances exist on Company's and Group's fixed assets.

8. Related Parties Transactions

The related party transactions are as follows:

	GROUP		COMPANY	
	01/01- 31/03/2008	01/01 - 31/03/2007	01/01- 31/03/2008	01/01 - 31/03/2007
<i>Amounts in Euro '000</i>				
Sales of goods and services				
- Associate	526	852	19,900	20,879
Purchase of goods and services				
- Associate	11	11	667	652
Key Management compensation				
Salaries and other short term benefits to key management and member of the board	926	806	370	358

	GROUP		COMPANY	
	01/01- 31/03/2008	01/01 - 31/12/2007	01/01- 31/03/2008	01/01 - 31/12/2007
Year End Balances arising from purchases - sales of goods and services				
Receivables from Associate	523	782	93,837	88,023
Loans receivable from associate			3,700	3,700
Payables to Associate	4	9	2,100	1,538

9. Earnings per Share

	GROUP		COMPANY	
	1/1 - 31/03/08	1/1 - 31/03/07	1/1 - 31/03/08	1/1 - 31/03/07
<i>Amounts in Euro '000</i>				
Earnings attributable to the Company's shareholders	-3,817	1,852	-1,838	635
Weighted Average number of shares	73,176,746	73,176,746	73,176,746	73,176,746
Basic Earnings per share (expressed in Euro)	-0.05	0.03	-0.03	0.01

10. Personnel

The number of employees as at 31st March 2008 was 2,113 (31/03/2007: 2,149) for the Group and 404 (31/03/2007: 376) 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 & CO KG 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
- SIAT BENELUX BV has been tax audited until FY 2005

Interim 31 March 2008 Financial Statements

- 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.