

**M.J.MAILLIS GROUP
INTERIM FINANCIAL REPORT
30 JUNE 2011**



The 6 month Interim Financial Statements have been approved by the Board of Directors of M.J.MAILLIS SA on 30 August 2011 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 TRIKOUPH
145 62 KIFISSIA, ATHENS**

M.J.MAILLIS GROUP
Interim Financial Report
For the period from 1 January to 30 June 2011

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 2011. The present Interim Financial Report of the period 01.01.2011 – 30.06.2011 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.

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Board of Directors Statement
Regarding the Interim Financial Statements for the First Half of the Year 2011
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 01.01.2011 – 30.06.2011, 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 2011

**CHAIRMAN OF THE
BOARD OF DIRECTORS**

MICHAEL J. MAILLIS

Id. No. Φ 020206

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

**MARKUS
KÖLLMANN**

PASS. No.NR5R5RB18

**THE MEMBER OF
THE BOARD OF
DIRECTORS**

**ALEXANDROS I.
TASOPOULOS**

Id. No. Σ 621498

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 2011

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 2011.

The present report contains information on the financial position and performance of the Group and the Company for the period ending 30.06.2011, 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 2011, and their impact on the Interim Financial Statements

In 2011, 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 and the first semester 2011 the global market conditions showed 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 a result from the fact that our customers across all sectors are proceeding again with their capital investments.

In the consumables sector, 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, and as it is mentioned in Note 2 of the financial statements, 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.

Within this frame, in the first semester of 2011 the following took place:

a. 11 January 2011. M. J. MAILLIS S.A. announces that during the 2nd Adjourned Extraordinary General Shareholders Meeting held on January 10, 2011, the following issues of the agenda were discussed and approved unanimously or by majority of the assisting shareholders:

-Decrease of the Share Capital by an amount of € 33,661,303.16 in order to form a special reserve; said decrease will take place by decreasing the nominal value of each share from € 0.76 to € 0.30.

- Increase of the Share Capital by € 74.9 million by issuing 249,748,542 new registered shares of the listed mother company, through capitalisation of outstanding debt and revocation of the pre-emption rights of the existing shareholders.

- Issue of Bond loan of € 50 million. convertible to new shares after five years from the date of issue. with capitalised interest (PIK) for the restructuring of the remaining debt. Said bond loan is supplementary to the bond loan of € 116.97 million to be issued, which has already been approved by the 17th December 2010 Extraordinary General Shareholders Meeting. Both loans will contribute to the refinancing of the current debt of MAILLIS Group.

It is noted that a syndicated bond loan of € 16 million has been approved during the Extraordinary General Shareholders meeting of December 17. 2010 to support the immediate cash flow of MAILLIS GROUP.

-Modification of article 4 of the Statutes of the Company in order to supplement the objectives of the company emphasising in “technology”

-Modification of articles 9 & 10 of the Statutes of the Company in respect of the Board of Directors composition, which is now defined as consisting of a majority of Independent Non-Executive members and the possibility to participate to a Board of Directors meeting by teleconference.

-Election of a new board of Directors constituted of the following nine members:

1. Michail Maillis. holds the office of Non –Executive Chairman
2. John Kourouglos. Vice President and CEO
- 3 Dr Ioannis Lentzos. Executive Member
4. Lito Ioannidou. Independent –Non Executive member
- 5 Michail Kokkinos. Independent –Non Executive member
6. Stilianos Stavridis Independent –Non Executive member
7. Menelaos Tassopoulos Independent –Non Executive member
8. Petros Tzannetakis Independent –Non Executive member
9. Theoharis Philippopoulos -Non Executive member

b. 02 March 2011. M.J. Maillis Group announces that Mr. Mark Köllmann joined the Group as Chief Executive Officer.

Mr. Köllman, after joining the Group and in replacement of the resigned Executive Board Member Dr. John Lentzos, during the March 1, 2011 Board Meeting, was elected as Executive Member of the BoD and assumed the duties of Vice-Chairman of the Board and Chief Executive Officer.

The New Bod consists of:

Michael I. Mailis	Chairman
Mark Köllmann	Vice-Chairman and Chief Executive Officer
John M. Kourouglos	Non-Executive Member
Theocharis A. Filippopoulos	Non-Executive Member
Pertros T. Tzannetakis	Independent Non-Executive Member
Michalis A. Kokkinos	Independent Non-Executive Member
Stelios K. Stavridis	Independent Non-Executive Member
Lito D. Ioannidou	Independent Non-Executive Member
Menelaos A. Tasopoulos	Independent Non-Executive Member

The M. J. Maillis Board of Directors announces that John M Kourouglos, Vice Chairman of the Board of Directors and CEO, after five years of dedicated service, is stepping down from the CEO position and plans to retire in June of 2011. Mr. Kourouglos will remain with the company, until his retirement date, to provide support for a smooth leadership and Management transition.

c. 07 April 2011. Mr. Alexandros J.Tasopoulos is appointed as Group Chief Financial Officer (Chief Financial Officer) from Friday, April 1, 2011.

d. 11 April 2011. The Board of Directors at its meeting on April 8, 2011, elected Chief Financial Officer Group Mr. Alexandros J. Tasopoulos as the new Executive Board Member in replacement of non-Executive Member Mr. John M. Kourouglos. Also, Mr. Alexandros J.Tasopoulos was appointed Head of Investor Relations whose duties include the Shareholder Services and Corporate Communications.

e. 27 May 2011. The Extraordinary General Meeting decided:

1. Harmonization and codification of the articles of incorporation of MJ Maillis with the provisions of codified laws,
2. Validation of elected members of the Board, Mr. Markus Petrus Heinrich Kollmann as an executive member in place of the resigned executive member Mr. John Lentzos and Mr. Alexander Tasopoulos as an executive member, in replacement of resigned non-executive member, Mr John Kourouglos.
3. Various approvals, authorizations and announcements:
 - a. For the bond loan of 116.97 million euros (Senior Facility) EGM approves and renews the content of the decision (17.12.2010) of issue and further authorizes the Board to issue bonds in Euros or in U.S. Dollars and bonds corresponding to capitalized interest of the loan, with a nominal value of each bond one (1) euro or otherwise, one (1) U.S. Dollar.
 - b. For the bond of 16 million euros (Super Senior Facility) EGM approves and renews the content of the decision (17.12.2010) of issue, defining more accurately the rate, not arithmetically, but as the percentage obtained under terms of the Basic Agreement of Restructuring (Agreement in Principle) and then authorizes the Board to agree the interest rate in percentage resulting from the framework of the Agreement in Principle.

f. 31 May 2011. Maillis Group completed the process of selling its part in the Joint Venture in India, Maillis Strong Strap Private Ltd.

g. 20 June 2011. The Second Extraordinary General Assembly decided:

Renewal of the decision (10/1/2011) of the Extraordinary General Meeting of the Company for approval of the share capital of the Company to the amount of € 74,924,562.60, the issue of 249,748,542 new ordinary registered voting shares with a nominal value of € 0.30 and € 0.30 selling price per share, which would take place with monetary claims of creditors of the company, involved in the restructuring agreement (23/11/2010) and subject to its terms and conditions. Abolition of pre-emptive rights of existing shareholders. Amendment of Article 5 of the Statute.

This issue was proposed at the Extraordinary General Meeting on May 27, 2011 and the First Extraordinary General Meeting on June 7, 2011. Due to lack of quorum, it was voted in the second repeated Extraordinary General Meeting on June 20, 2011.

h. 28 June 2011. The Annual General Meeting:

1. Approved in accordance with article 23 of Law 2190/1920 the special relationship of four month salaried duty of former Board member Mr. John Kourouglos, which expires on 30.06.2011.
2. Decided the total amount of all forms of remuneration and allowances of Board members other than employees with a special relationship salaried work, (a) designated as the annual fee (attendance fee) all non-executive Board member who participates in it, amount of twenty thousand euros (25.000 €) and (b) the additional allowance for independent - non-executive Board members who are elected as members of the Audit Committee in accordance with Article 37 of Law 3693/2008 for their work of supervision to reach a total amount of Euro forty-six thousand seven hundred (46.700 €) per year for all three members.
3. Gave permission in accordance with Article 23 paragraph 1 of Law 2190/1920 to Board members and company executives to participate in the administration or management of its group companies with similar or related purposes.

2. Group Financial Review

Sales revenue

Group consolidated sales revenue for the period ending 30.06.2011 amounted to 145.2 m€, higher by 12.8% versus last year.

Change by geographic region is as follows:

Sales in East and West Europe, including Greece, increased by 10.9% (68.6 m€ on 30.6.2011 vs. 61.9 m€ on 30.6.2010), and in Central Europe increased by 23% (27.8 m€ on 30.6.2011 vs. 22.6 m€ on 30.6.2010).

In North America sales increased by 15.7% (18.2 m€ on 30.6.2011 vs. 15.7 m€ on 30.6.2010).

In Italy sales increased by 11.7% (30.6 m€ on 30.6.2011 vs. 27.4 m€ on 30.6.2010).

Group consolidated sales revenue for the 2nd Quarter amounted to 72.1 m€, versus 73.1 m€ in the 1st quarter.

Cost of Sales

Consolidated cost of sales of the Group in 30.6.2011 was 118.1 m€, or 11.5% higher compared to 2010.

Consolidated Gross profit margin of the Group in 30.6.2011 (18.68%) increased by 0.90 ppt compared to 2010 (17.78%). The Gross profit margin in Q2 (19.35%) increased by 1.33 ppt vs. Q1 (18.02%). The increase was mainly driven by the better management of production cost.

Other Expenses

The other expenses of the Group during the first half of 2011 amounted to 8.8 million € an increase of 53% compared with 2010.

This increase is primarily due to currency differences arising from the valuation of assets and liabilities in foreign currency of the Parent Company and its subsidiary in UK.

EBITDA

Earnings before Interest, Tax, Depreciation and Amortization (EBITDA) of 2011 amounted to 5.042 m€.

Excluding one-off income and expenses mainly due to exchange differences, inventory and receivables provisions, and restructuring costs, operating EBITDA for 2011 was 5.65 m€ (vs. operating EBITDA for 2010 of 3.36 m€), whereas reported EBITDA of 2011 was 5.04 m€ (vs. 4.25 m€ in 2010). The EBITDA adjustments are set out in the following table:

mio €	<u>Jun-11</u>	<u>Jun-10</u>
Published EBITDA	5.04	4.25
FX Differences	(0.97)	1.80
Restructuring Expense	0.00	0.00
Non-Recurring Operating Expense	(0.20)	(1.26)
Non-Recurring Operating Income	<u>0.56</u>	<u>0.35</u>
	-0.61	0.89
Operating EBITDA	5.65	3.36

The Operating EBITDA of the second quarter (Q2) is improved vs. the first quarter (Q1) by €0.88 mil as presented below:

mio €	<u>Q1 2011</u>	<u>Q2 2011</u>
Published EBITDA	1.91	3.13
FX Differences	(0.60)	(0.37)
Restructuring Expense	-	-
Non-Recurring Operating Expense	0.14	0.06
Non-Recurring Operating Income	<u>0.26</u>	<u>0.30</u>
	(0.47)	(0.13)
Operating EBITDA	2.38	3.27

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: -3.1 m€ in 2011 vs. -2.2 m€ in 2010
- Central Europe: 1.9 m€ in 2011 vs. 1.3 m€ in 2010
- North America: 2.9 m€ in 2011 vs. 2.2 m€ in 2010
- Italy: 3.6 m€ in 2011 vs. 2.9 m€ in 2010
- Other: -0.103 m€ in 2011 vs. 0.061 m€ in 2010

Net Financial Expenses

Net financial expenses in the first semester of 2011 were 5.6 m€ compared to 14.6 m€ in 2010. The increase in financial expenses of the 2nd quarter (6.4 m€ vs 5.7 m€ in 1st quarter) is due to FX charges and debt restructuring costs.

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 6.1 m€ vs 17.6 m€ in 2010 Net losses for Q2 of 2011 are 3.9 m€ vs 2.3 m€ in Q1

Working Capital

Inventories and trade receivables were increased by 2.6% and 6.9% 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 increased in absolute terms by 2.1% and decreased as a percentage of the twelve month sales*.

<i>mio €</i>	30.6.2011	31.12.2010	Variance (%)
Inventories	57.8	56.3	2.6%
Trade and other receivables	69.7	65.2	6.9%
Short term liabilities	58.1	53.5	8.5%
Reported Working Capital	69.44	68.04	2.1%
<i>Sales(annual basis*)</i>	*278.6	262.2	6.3%
% on Sales	24.9%	25.9%	-1.0pp

**Sales for the period July 2010 to June 2011.*

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 - 30/6/2011		1/1 - 30/6/2010	
	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	1,416	33	1,137	35
Total	1,416	33	1,137	35

	30/6/2011		31/12/2010	
	Receivables balance	Payables balance	Receivables balance	Payables balance
<i>Amounts in Euro '000</i>				
Combi	856	19	566	19
Total	856	19	566	19

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

	1/1 - 30/6/2011		1/1 - 30/6/2010	
	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	5,475	38	3,962	-
SANDER GMBH & Co KG	4,264	12	3,011	44
STRAPTECH	2,721	679	2,450	625
M.J. MAILLIS SPAIN	4,207	29	3,148	5
M.J. MAILLIS ROMANIA	2,808	-	2,522	-
M.J. MAILLIS OSTERREICH GMBH	-	-	-	-
M.J. MAILLIS POLAND	2,158	2	1,671	1
MAILLIS STRAPPING SYSTEMS	366	-	72	-
M.J. MAILLIS BENELUX	661	97	1,677	-
M.J. MAILLIS FRANCE	2,075	0	1,641	-
Other	4,962	288	4,065	152
Total	29,697	1,145	24,218	826

	30/6/2011		31/12/2010	
	Receivables balance	Payables balance	Receivables balance	Payables balance
<i>Amounts in Euro '000</i>				
M.J. MAILLIS UK	14,358	-	14,269	20
SANDER GMBH & Co KG	12,040	159	10,221	148
STRAPTECH	5,297	3,592	4,277	2,896
M.J. MAILLIS SPAIN	3,352	106	3,821	77
M.J. MAILLIS ROMANIA	6,265	-	5,767	-
M.J. MAILLIS OSTERREICH GMBH	5,349	-	5,349	-
M.J. MAILLIS POLAND	1,251	69	4,432	68
MAILLIS STRAPPING SYSTEMS	18,279	53	17,780	53
M.J. MAILLIS BENELUX	1,517	62	2,019	24
M.J. MAILLIS FRANCE	1,939	230	1,477	230
Other	7,714	841	7,899	777
Total	77,363	5,113	77,312	4,291

4. Major risks and uncertainties for the second semester

The Group operates in 18 countries, without including Greece, through subsidiaries and in other markets through exports or distributors. In 2011, approximately 90% of Group sales came from sales outside Greece. Since the Group's strategy is to maintain and possibly strengthen its multinational activity, these sales represent a very significant proportion of total income.

The risks of the international activity include indicatively:

- fluctuations in currency exchange rates
- restrictions on ownership and on repatriation of profits
- delays and interruptions in transportation

- political, social and economic instability
- governmental embargoes or foreign trade restrictions
- imposition of import duties and other trade restrictions
- audits on exports and imports
- strikes, work stoppages, trade union restrictions
- changes in legislation regarding the environment, licensing and employment law
- possible nationalization of business
- difficulties in staffing and managing of multinational companies
- restrictions on the ability of the Group to exercise its legitimate rights and
- possible adverse tax changes.

If the Group is unable to successfully manage the risks associated with the operation and expansion of its international activities, these risks may materially affect the results and financial position of the Group.

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.

(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.

Although the ability to predict remains limited, we believe that these erratic changes in raw material prices could be repeated as a possible result of price fluctuation of oil and its products.

(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 positive outcome so far.

However, any possible failure of the most important customers of the Group to meet their obligations, are leading to provisions which negatively affect the financial results and the cash flows of the Group. This contributes to increased financial costs and thereby materially adversely affects the financial position and results of the Group.

(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 ongoing negotiations with our key lenders concerning the Group's debt restructuring, which delays the second phase of financing, amounted 8 m €.

(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, Czech Krone, Hungarian Forint.

Due to the debt restructuring, the Group cannot offset fully the currency risk with currency exchange futures. Part of this risk, especially due to U.S. Dollar is covered with natural hedge (natural hedging) or through the raw materials, where exports to the currency offset by imports of raw materials in the same currency, either by converting its existing loans from euro to the currency needed for hedging.

(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.

Due to debt restructuring which is in progress since 2008, the Group is exposed to interest rates and charges (spreads).

The fluctuations in money market in Greece and in the international market over the past two years have caused significant fluctuations in interest rates and fees (spreads). This contributes to the increase of financial costs and the overall financial position and results of the Group.

5. Business activity evolution in the second semester

Group's operations are expected to be positively differentiated during the second half of 2011 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 2011 has been posted on the Internet, on the website of the Company www.maillis.com.

Kifissia, 30 August 2011

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 2011 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 Note 2 in the interim condensed financial statements that explains the terms of the debt restructuring agreement that the Group has signed with its lenders and the current status of the debt restructuring process, which will result in a recapitalisation of the Group’s balance sheet. Should the restructuring process not be completed as described in Note 2, the Group will continue to face 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 2011
THE CERTIFIED AUDITOR

Constantinos Michalatos
SOEL Reg. No. 17701

STATEMENT OF FINANCIAL POSITION

<i>Amounts in Euro '000</i>		GROUP		COMPANY	
ASSETS	Note	30/06/2011	31/12/2010	30/06/2011	31/12/2010
Non Current Assets					
Tangible assets		98,680	104,773	59,270	61,745
Intangible assets		77,951	78,685	226	276
Investments in subsidiaries and joint ventures	4	0		133,852	132,252
Deferred tax assets		14,607	14,981	11,952	12,356
Other receivables		4,339	4,222	188	186
		195,577	202,661	205,488	206,815
Current Assets					
Inventories		57,787	56,304	13,035	16,566
Trade and other receivables		69,729	65,242	81,616	80,721
Deferred tax assets		1,008	1,184	0	
Cash and cash equivalents		9,949	12,002	1,382	3,792
		138,473	134,730	96,034	101,078
Total Assets		334,050	337,392	301,522	307,893
EQUITY					
Equity Attributable to Company's Shareholders					
Share capital		21,953	55,614	21,953	55,614
Share premium		139,203	139,203	139,203	139,203
Reserves		53,228	19,594	52,219	18,558
Retained losses / earnings		-241,013	-234,639	-129,659	-126,537
Translation differences reserve		-5,146	-4,436	0	
		-31,776	-24,664	83,716	86,838
Non Controlling Interest		24	-24	0	
Total Equity		-31,751	-24,687	83,716	86,838
LIABILITIES					
Non Current Liabilities					
Loans	5	9,912	10,162	8,000	8,000
Deferred tax liabilities		6,592	7,826	4,883	6,104
Retirement and termination benefit obligations		7,666	7,405	2,165	1,899
Government grants		4,107	4,398	2,498	2,681
Other non current liabilities		1,552	2,051	0	
		29,828	31,843	17,546	18,684
Current Liabilities					
Trade and other payables		53,865	49,920	19,721	20,626
Deferred tax liabilities		3,767	3,868	0	
Current tax liabilities		4,207	3,586	784	981
Loans	5	267,695	265,712	179,187	180,195
Provisions		6,439	7,150	569	569
		335,974	330,236	200,261	202,372
Total Liabilities		365,802	362,079	217,807	221,056
Total Equity and Liabilities		334,050	337,392	301,522	307,893

The notes on pages 20 to 34 are an integral part of the interim financial statements

INCOME STATEMENT

Amounts in Euro '000	Note	GROUP				COMPANY			
		01/01/2011-30/06/2011	01/01/2010-30/06/2010	01/04/2011-30/06/2011	01/04/2010-30/06/2010	01/01/2011-30/06/2011	01/01/2010-30/06/2010	01/04/2011-30/06/2011	01/04/2010-30/06/2010
Sales	3	145,226	128,809	72,130	69,576	49,154	40,789	24,781	22,023
Cost of sales		-118,098	-105,902	-58,175	-56,951	-43,142	-36,190	-21,607	-19,615
Gross profit		27,128	22,907	13,955	12,625	6,012	4,599	3,175	2,408
Other operating income		5,001	4,515	2,940	3,650	720	2,644	570	1,746
Administrative expenses		-8,959	-9,141	-4,117	-4,784	-4,117	-3,919	-1,516	-2,096
Distribution costs		-14,309	-14,579	-7,084	-7,542	-3,102	-2,762	-1,540	-1,400
Other operating expenses		-8,826	-5,769	-5,073	-3,370	-2,296	-703	-1,469	-357
Earnings/(loss) before tax and financial and investment results		36	-2,067	622	579	-2,783	-141	-781	300
Gains/Losses on termination of interest rate swaps transferred from hedging reserve									
Financial income	9	6,584	2,713	1,941	658	5,901	1,735	1,487	1,023
Financial expenses	9	-12,178	-17,353	-6,434	-10,372	-6,996	-13,367	-3,740	-7,550
Earnings before tax		-5,558	-16,706	-3,872	-9,135	-3,878	-11,772	-3,034	-6,227
Current tax and other tax		-1,250	-1,098	-661	-596	-61		-61	0
Earnings/(loss) after current tax for the period		-6,808	-17,805	-4,533	-9,731	-3,938	-11,772	-3,095	-6,227
Deferred tax		698	246	683	1,439	817	50	773	1,248
Earnings/(loss) after current tax and deferred tax for the period		-6,110	-17,559	-3,850	-8,291	-3,122	-11,722	-2,323	-4,979
Allocated to:									
Company shareholders		-6,054	-17,332	-3,799	-8,124	-3,122	-11,722	-2,323	-4,979
Non Controlling Interest		-56	-227	-51	-167	0		0	
Basic and Diluted Earnings/(loss) after tax per share (expressed in €)	10	-0.0827	-0.2369	-0.0519	-0.1110	-0.0427	-0.1602	-0.0317	-0.0680
Other information									
Depreciation		5,007	6,318	2,512	3,200	2,655	3,080	1,326	1,515
Earnings/(loss) before tax, financial expenses, amortisation and depreciation (EBITDA)		5,042	4,252	3,134	3,778	-128	2,939	545	1,816

The notes on pages 20 to 34 are an integral part of the interim financial statements

STATEMENT OF COMPREHENSIVE INCOME

Amounts in Euro '000	Note	GROUP				COMPANY			
		01/01/2011-30/06/2011	01/01/2010-30/06/2010	01/04/2011-30/06/2011	01/04/2010-30/06/2010	01/01/2011-30/06/2011	01/01/2010-30/06/2010	01/04/2011-30/06/2011	01/04/2010-30/06/2010
Earnings/(loss) after current tax and deferred tax for the period		-6,110	-17,559	-3,850	-8,291	-3,122	-11,722	-2,323	-4,979
Exchange differences		-926	1,938	247	197	0			
Cash flow hedges		-27			0	0	0		0
Other comprehensive income/(loss) after tax		-954	1,938	247	197	0	0	0	0
Total comprehensive income/(loss) after tax		-7,064	-15,621	-3,603	-8,095	-3,122	-11,722	-2,323	-4,979
Allocated to:									
Company shareholders		-7,112	-15,398	-3,552	-7,927	-3,122	-11,722	-2,323	-4,979
Non Controlling Interest		48	-223	-51	-167				

The notes on pages 20 to 34 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					Non Controlling 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 01/01/2010	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
Cash flow hedges							0					0
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
Reserves movement												
Balance at 30/06/2010	55,614	139,203	19,594	-4,275	-188,976	269	21,430	55,614	139,203	18,558	-69,890	143,485
Earnings / (Losses) per income statement					-45,620	-318	-45,938				-56,648	-56,648
Exchange difference adjustments				0			0					0
Cash flow hedges			261	-161	-259	25	-135					
Total comprehensive income			261	-161	-45,879	-293	-46,073				-56,648	-56,648
Reserves movement			-261		216		-45					
Balance at 31/12/2010	55,614	139,203	19,594	-4,436	-234,639	-24	-24,687	55,614	139,203	18,558	-126,538	86,838

Amounts in Euro '000	GROUP							COMPANY				
	Attributable to the Parent Company's Shareholders					Non Controlling 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 01/01/2011	55,614	139,203	19,594	-4,436	-234,639	-24	-24,687	55,614	139,203	18,558	-126,538	86,838
Earnings / (Losses) per income statement	0	0	0	0	-6,054	-56	-6,110	0	0	0	-3,122	-3,122
Exchange difference adjustments	0	0	0	-710	-320	104	-926	0	0	0	0	0
Cash flow hedges	0	0	-27	0	0	0	-27	0	0	0	0	0
Capital Reduction	-33,661	0	33,661	0	0	0	0	-33,661	0	33,661	0	0
Total comprehensive income	-33,661	0	33,634	-710	-6,374	48	-7,064	-33,661	0	33,661	-3,122	-3,122
Balance at 30/06/2011	21,953	139,203	53,228	-5,146	-241,013	24	-31,751	21,953	139,203	52,219	-129,660	83,716

The notes on pages 20 to 34 are an integral part of the interim financial statements

During the Second Shareholders' General Assembly of January 10, 2011 decided to reduce the share capital by the amount of EUR 33,661,303.16 Euros.

The reduction of the share capital held by a corresponding reduction of the nominal value of shares from 0.76 euros to 0.30 euros.

After this reduction, the company's share capital amounts to EUR 21,953,023.80 divided into 73,176,746 ordinary shares of nominal value 0.30 euros each.

The Ministry of Development, according to K2-806/25/01/2011 decision, approved the amendment of the Articles of Association of the company. The ATHEX Board of Directors has been informed during its meeting on February 8, 2011 for the reduction of the par value of company's shares.

By February 14, 2011 the company's shares are traded on the Stock Exchange by the new nominal value 0.30 euros per share.

On the same date, the starting price of the shares on the ATHEX configured according to the Athens Stock Exchange Regulation in conjunction with the No 26 decision of the ATHEX Board as applicable.

CASH FLOW STATEMENT

	Note	GROUP		COMPANY	
		30/06/2011	30/06/2010	30/06/2011	30/06/2010
<i>Amounts in Euro '000</i>					
<u>Cash Flows from Operating Activities</u>					
Earnings before tax		-5,558	-16,706	-3,878	-11,772
Adjustments for:					
Depreciation and amortisation		5,298	6,610	2,838	3,262
Impairment of tangible and intangible fixed assets		31	0	0	
Provisions		-2,563	-146	-145	119
Exchange differences		1,417	-3,223	981	-2,217
(Gain) / Loss from investing activities		-6,921	-3,010	-6,083	-1,908
Interest payable and related expenses		12,178	17,353	6,996	13,367
Working capital changes		0		0	
Decrease / (Increase) in inventories		-161	-1,430	3,530	2,699
Decrease / (Increase) in receivables		-6,339	-11,790	-4,643	-7,958
Increase / (Decrease) in payables (excluding banks)		4,464	15,311	-1,011	5,530
Less:		0		0	
Interest paid and other related expenses		-1,990	-1,702	-689	-1,128
Tax paid		-618	39	-259	0
Total Cash Inflows / (Outflows) from Operating Activities (a)		-761	1,306	-2,362	-6
<u>Cash Flows from Investing Activities</u>					
Acquisition of subsidiary, related companies, joint ventures and other investments		0		0	
Proceeds of selling of subsidiaries		0		0	
Purchase of intangible assets, property, plant and equipment		-742	-1,180	-313	-380
Proceeds of sale of tangible and intangible assets		124	515	0	
Interest received		201	280	55	73
Dividends received		0		0	
Total Cash Inflows / (Outflows) from Investing Activities (b)		-417	-386	-258	-307
<u>Cash Flows from Financing Activities</u>					
Proceeds of issuance of share capital		0		0	
Proceeds of loans issued		654	479	210	67
Repayments of borrowings		0		0	
Payments of finance lease liabilities		-894	-202	0	
Dividends paid		0	0	0	0
Total Cash Inflows / (Outflows) from Financing Activities (c)		-240	277	210	67
Net increase/(decrease) in Cash and Cash Equivalents (a) + (b) + (c)		-1,418	1,198	-2,410	-246
Cash and Cash Equivalents in Beginning of Period		12,002	10,214	3,792	1,533
Exchange differences adjustment		-635	-777	0	
Cash and Cash Equivalents at End of Period		9,949	10,635	1,382	1,286

The notes on pages 20 to 34 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 18 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 2011 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 31/12/2010.

This information has to be acknowledged in comparison to the annual Financial statements as at 31/12/2010 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 31/12/2010.

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.

The Group has completed the negotiations with its lenders in order to secure the continued future operations of the Company and its subsidiaries. The agreement and the actions that have been performed by the Company in terms of the agreement were subsequently also approved by the Extraordinary General Meetings of the Company that was held on 17 December 2010, 10 January 2011 & 18 June 2011.

The key agreement highlights are as follows:

New working capital infusion:

- A new line of Working Capital that takes the form of a Revolving Bond Loan Facility of € 16 million to be used for financing the Group's growth. This facility will be paid off from the second year following the date of its issue.

Debt reduction:

- The capitalization of € 74.9 million of existing debt through the issue of new Ordinary Shares in the Company, in favour of the Groups' lenders. This new share issue will result in the lenders taking an ownership interest in the Company that amounts to approximately 77.34%.

Refinancing the balance of current debt:

- A Bond Syndicated Loan of € 116.97 million that will be issued in terms of the provisions of CL 3156/2003 and CL 2190/1920. This Loan will be repayable in the period from year's three to five from the date of its issue.
- A Bond Loan of € 50 million that will be issued in terms of the provisions of CL 3156/2003 and CL 2190/1920. Interest on this loan will be capitalised. The loan will be converted to new ordinary shares of the Company, after 24 months from the date of issue in terms of the provisions of CL 3156/2003 and CL 2190/1920.

Corporate Governance

- The formation of a new nine member Board of Directors of the Company. The new Board of Directors will comprise:
 - 5 independent, non executive members
 - 2 non executive members
 - 2 executive members, namely the Group CEO and Group CFO

For the agreement to be completed a number of actions are required (e.g. transfer of debt from subsidiaries to the Company) that the Company and its Management have already performed and continue to undertake. The agreement also includes a number of conditions that relate to obtaining the necessary approvals from the Shareholders General Assembly of the Company, the necessary approvals from the relevant Authorities. The Company and its Management are in the process of undertaking the necessary actions and estimates that the entire process will be finalised by the end year 2011.

The Company has already completed the basic term of the agreement on corporate governance.

The Company and its Management believes that the signing of the agreement effectively puts an end to the uncertainty surrounding the Company and the Group.

At the date of approval of these financial statements management has received no indication that the restructuring process will not be completed. However, in the event that the process is not completed as described above, the Company and the Group may not be able to continue as a going concern in the foreseeable future. Therefore there continues to be an uncertainty which may cast doubt on the Group's ability to continue as a going concern until such time as the debt restructuring process is completed.

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 financial year and subsequent years. 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 year

IAS 24 (Revised) "Related Party Disclosures"

This amendment attempts to reduce 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. This revision does not affect the Group's financial statements.

IAS 32 (Amendment) “Financial Instruments: Presentation”

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 relevant to the Group.

IFRIC 19 “Extinguishing Financial Liabilities with Equity Instruments”

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.

IFRIC 14 (Amendment) “The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction”

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.

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 do not have a material impact on the Group's financial statements.

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.

Standards and Interpretations effective from periods beginning on or after 1 January 2012

IFRS 7 (Amendment) “Financial Instruments: Disclosures” – transfers of financial assets (effective for annual periods beginning on or after 1 July 2011)

This amendment sets out disclosure requirements for transferred financial assets not derecognised in their entirety as well as on transferred financial assets derecognised in their entirety but in which the reporting entity has continuing involvement. It also provides guidance on applying the disclosure requirements. This amendment has not yet been endorsed by the EU.

IAS 12 (Amendment) “Income Taxes” (effective for annual periods beginning on or after 1 January 2012)

The amendment to IAS 12 provides a practical approach for measuring deferred tax liabilities and deferred tax assets when investment property is measured using the fair value model in IAS 40 “Investment Property”. This amendment has not yet been endorsed by the EU.

IAS 1 (Amendment) “Presentation of Financial Statements” (effective for annual periods beginning on or after 1 July 2012)

The amendment requires entities to separate items presented in other comprehensive income into two groups, based on whether or not they may be recycled to profit or loss in the future. This amendment has not yet been endorsed by the EU.

IAS 19 (Amendment) “Employee Benefits” (effective for annual periods beginning on or after 1 January 2013)

This amendment makes significant changes to the recognition and measurement of defined benefit pension expense and termination benefits (eliminates the corridor approach) and to the disclosures for all employee benefits. The key changes relate mainly to recognition of actuarial gains and losses, recognition of past service cost / curtailment, measurement of pension expense, disclosure requirements, treatment of expenses and taxes relating to employee benefit plans and distinction between “short-term” and “other long-term” benefits. This amendment has not yet been endorsed by the EU.

IFRS 9 “Financial Instruments” (effective for annual periods beginning on or after 1 January 2013)

IFRS 9 is the first Phase of the Board’s project to replace IAS 39 and deals with the classification and measurement of financial assets and financial liabilities. The IASB intends to expand IFRS 9 in subsequent phases in order to add new requirements for impairment and hedge accounting. 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.

IFRS 13 “Fair Value Measurement” (Effective for annual periods beginning on or after 1 January 2013)

IFRS 13 provides new guidance on fair value measurement and disclosure requirements. These requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRSs. IFRS 13 provides a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRSs. Disclosure requirements are enhanced and apply to all assets and liabilities measured at fair value, not just financial ones. This standard has not yet been endorsed by the EU.

Group of standards on consolidation and joint arrangements (effective for annual periods beginning on or after 1 January 2013)

The IASB has published five new standards on consolidation and joint arrangements: IFRS 10, IFRS 11, IFRS 12, IAS 27 (amendment) and IAS 28 (amendment). These standards are effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted only if the entire “package” of five standards is adopted at the same time. These standards have not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new standards on its consolidated financial statements. The main provisions are as follows:

IFRS 10 “Consolidated Financial Statements”

IFRS 10 replaces all of the guidance on control and consolidation in IAS 27 and SIC 12. The new standard changes the definition of control for the purpose of determining which entities should be consolidated. This definition is supported by extensive application guidance that addresses the different ways in which a reporting entity (investor) might control another entity (investee). The revised definition of control focuses on the need to have both power (the current ability to direct the activities that significantly influence returns) and variable returns (can be positive,

negative or both) before control is present. The new standard also includes guidance on participating and protective rights, as well as on agency/ principal relationships.

IFRS 11 “Joint Arrangements”

IFRS 11 provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. The types of joint arrangements are reduced to two: joint operations and joint ventures. Proportional consolidation of joint ventures is no longer allowed. Equity accounting is mandatory for participants in joint ventures. Entities that participate in joint operations will follow accounting much like that for joint assets or joint operations today. The standard also provides guidance for parties that participate in joint arrangements but do not have joint control.

IFRS 12 “Disclosure of Interests in Other Entities”

IFRS 12 requires entities to disclose information, including significant judgments and assumptions, which enable users of financial statements to evaluate the nature, risks and financial effects associated with the entity’s interests in subsidiaries, associates, joint arrangements and unconsolidated structured entities. An entity can provide any or all of the above disclosures without having to apply IFRS 12 in its entirety, or IFRS 10 or 11, or the amended IAS 27 or 28.

IAS 27 (Amendment) “Separate Financial Statements”

This Standard is issued concurrently with IFRS 10 and together, the two IFRSs supersede IAS 27 “*Consolidated and Separate Financial Statements*”. The amended IAS 27 prescribes the accounting and disclosure requirements for investment in subsidiaries, joint ventures and associates when an entity prepares separate financial statements. At the same time, the Board relocated to IAS 27 requirements from IAS 28 “*Investments in Associates*” and IAS 31 “*Interests in Joint Ventures*” regarding separate financial statements.

IAS 28 (Amendment) “Investments in Associates and Joint Ventures”

IAS 28 “*Investments in Associates and Joint Ventures*” replaces IAS 28 “*Investments in Associates*”. The objective of this Standard is to prescribe the accounting for investments in associates and to set out the requirements for the application of the equity method when accounting for investments in associates and joint ventures, following the issue of IFRS 11.

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

Other information provided to management are prepared in a manner that is consistent with the financial statements.

Interim Financial Report 30 June 2011

The Statement of Financial Position data are allocated to business segments based on the activities of the sectors and the physical location of data.

The segment results for the 6 months ended at 30th June 2011 and 30th June 2010 are as follows:

6 months to 30 June 2011

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Total Sales	40,651	27,793	27,924	18,210	30,648	0	145,226
Operating Income	-2,032	1,234	-4,161	2,480	2,664	-150	36
Financial Cost - Net	1,109	786	1,702	1,629	484	-117	5,594
Earnings before Tax	-3,141	448	-5,863	850	2,181	-33	-5,558
Income tax and Deferred tax	0	0	-711	671	522	71	552
Net Profit	-3,141	448	-5,152	180	1,659	-104	-6,110
EBITDA	-1,734	1,895	-1,427	2,858	3,554	-103	5,043

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

The other elements of the income statement are as follows:

6 months to 30 June 2011

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Depreciation and amortisation	298	661	2,734	378	890	46	5,007
Provisions for bad debt and obsolete stock	92	-16	2	-23	99	0	154

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	302	52	-19	101	172		609

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 2011 and at 31st December 2010 are as follows

6 months to 30 June 2011

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Assets	55,763	37,544	113,738	36,503	89,750	751	334,049
Capital expenditure	178	35	314	31	301	0	859
Liabilities	15,127	29,073	232,014	4,582	33,721	51,284	365,802

31st December 2010

	Germany & West Europe	Central Europe	Greece & East Europe	North America	Italy	Other	Total
<i>Amounts in Euro '000</i>							
Assets	51,351	37,190	122,655	35,971	86,409	3,815	337,392
Capital expenditure	214	118	806	83	822	3	2,047
Liabilities	12,690	25,522	236,509	3,976	31,740	51,642	362,079

The assets per segment include tangible assets, intangible assets, inventories, receivables and assets. The liabilities per segment include operating liabilities.

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., Bucurest, 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%		
MAILLIS HOLDING GMBH, Wuppertal, Germany	100.00%		
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& COLUMBIA SRL)
SICME SRL, Varese, Italy		100.00%	(through SIAT SPA)
SIAT BENELUX, Wvvaalwijk, 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 MAILLIS HOLDING GMBH)
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 values of the above listed companies in the Balance Sheet of the parent company are as follows:

		30/6/2011	31/12/2010	
		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	448	448	100%
Columbia SRL	Italy	10,038	10,038	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	402	402	100%
M.J. Maillis Hungary KFT	Hungary	2,130	2,130	100%
Maillis Holding GMBH	Germany	10,886	10,886	100%
M.J. Maillis Espana SL	Spain	2,825	1,225	100%
		133,853	132,253	

5. Borrowings

	GROUP		COMPANY	
	30/06/2011	31/12/2010	30/06/2011	31/12/2010
<i>Amounts in Euro '000</i>				
Long Term Borrowings				
Bank Borrowings	146,284	152,804	101,028	107,416
Hedges of Currency and Interest rate swaps relating to bank borrowings denominated in US\$	6,482	4,884	6,482	4,884
Total bank borrowings	152,766	157,689	107,510	112,300
Less: Bank borrowings reflected as short term (refer Covenants note below)	-144,766	-149,556	-99,510	-104,300
Finance Lease Liabilities	1,912	2,030	0	
Total Long Term Borrowings	9,912	10,162	8,000	8,000
Short Term Borrowings				
Long term bank borrowings reflected as short term (refer Covenants note below)	144,766	149,556	99,510	104,300
Short Term Bank Borrowings and bank overdrafts	92,557	89,151	53,772	55,471
Accrued interest	28,689	26,465	25,905	20,424
Finance Lease Liabilities	1,683	541	0	
Total Short Term Borrowings	267,695	265,712	179,187	180,195
Total Borrowings	277,608	275,875	187,187	188,195

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 2011, 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 € 6,110 thousand (30/06/2010: €17,559 thousand) and €3,122 thousand (30/06/2010: €11,722 thousand) has been incurred by the Group and the Company respectively for the period ended 30 June 2011. 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 2011 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 2011.

Negotiations with lenders

As set out in Note 2, the Company has finalized the negotiations with its lenders and is in the process of performing the actions that are necessary in order for the debt restructuring to close. Until the debt restructuring closes the majority of the Company's and Group's borrowing will be presented as short term borrowings in terms of the requirements of IAS 1. Upon completion of the restructuring the borrowings will be reclassified either as long-term borrowings or equity in line with the terms of the debt restructuring agreement.

The carrying amounts of borrowings approximate their fair values.

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 € 1.5 million and € 72.7 million respectively (of which € 71.2 million refer to guarantees given by the parent company relating to loans undertaken by the Group's subsidiaries).

7. Encumbrances

As at 30th June 2011 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 € 132 th. that are restricted as they act as security of good performance.
- The Company has raised 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 (plus interest and costs).
- Under the Agreement in Principle, on 23.11.2010, as approved by the Extraordinary General Meeting on 17.12.2010, double mortgage entered on the property at its plant in Inofyta (position Dampasi) amounting to € 10.400 th. (plus interest and costs) to ensure a syndicated loan of € 8.000 th. The above record mortgage extends by law to all its parts and annexes (machinery and equipment).
- Mortgage has been raised on the property owned subsidiary MARFLEX MJ MAILLIS POLAND SP ZOO EUR € 16.000 th. (plus interest and costs) to ensure the same syndicated loan of € 8.000 th. The above record mortgage extends by law to all its parts and annexes (machinery and equipment).
- Under the Agreement in Principle of the Group, on 23.11, to secure the syndicated loan of € 8.000 th. the following securities were given among others:
 - A first class pledge of up to € 16.000 th. exists on the shares held by the Company for the subsidiaries MAILLIS STRAPPING SYSTEMS USA Inc, WULFTEC INTERNATIONAL INC, EUROPACK SA, MARFLEX MJMAILLIS POLAND SP ZOO, COLUMBIA SRL, SIAT SPA.
 - Variable security (collateral L.2844/2000) on goods of the Company at its plant located in Oinofyta and Alexandroupolis.
 - Pledge (N.2844/2000) on the receivables of the Company by its customers.
- First class mortgage on the receivables of the Issuer which has either already acquired or will acquire any in the future under the factoring agreement of 23.4.2008 with the EFG Factors.
- First class mortgage on bank accounts held at Alpha Bank SA with respect to the amounts derived from the afore mentioned pledged receivables.

8. Related Parties Transactions

The related party transactions are as follows:

	GROUP		COMPANY	
	01/01- 30/06/2011	01/01 - 30/06/2010	01/01- 30/06/2011	01/01 - 30/06/2010
<i>Amounts in Euro '000</i>				
Sales of goods				
- Subsidiaries	0		26,860	21,812
- Associate	1,416	1,137	0	
Sales of services				
- Subsidiaries	0		2,837	2,406
- Associate	0		0	
Purchase of goods				
- Subsidiaries	0		1,145	826
- Associate	33	35	0	
Purchase of services				
- Subsidiaries	0		0	
- Associate	0		0	
Key Management compensation				
Salaries and other short term benefits to key management and member of the board	2,491	1,903	1,656	1,054

	GROUP		COMPANY	
	30/6/2011	31/12/2010	30/6/2011	31/12/2010
Year End Balances arising from purchases - sales of goods and services				
Trade receivables from Subsidiaries	0		62,723	60,432
Trade receivables from Associate	856	566	0	
Loans receivable from Subsidiaries	0		14,540	16,781
Loans receivable from Associates	0		0	
Other receivables from Subsidiaries	0		100	100
Other receivables from Associates	0		0	
Payables to Subsidiaries	0		5,113	4,291
Payables to Associate	19	19	0	

9. Finance income/expenses

<i>Amounts in Euro '000</i>	GROUP		COMPANY	
	01/01/2011-30/06/2011	01/01/2010-30/06/2010	01/01/2011-30/06/2011	01/01/2010-30/06/2010
Financial expenses				
Interest expense	10,124	10,060	6,659	7,660
Foreign currency differences	2,055	7,293	337	5,707
	12,178	17,353	6,996	13,367
Financial income				
Interest income	264	334	736	586
Foreign currency differences	6,320	2,379	5,164	1,149
	6,584	2,713	5,901	1,735

10. Earnings/ Losses per Share

BASIC AND DILUTED

<i>Amounts in Euro '000</i>	GROUP		COMPANY	
	1/1 - 30/06/11	1/1 - 30/06/10	1/1 - 30/06/11	1/1 - 30/06/10
Earnings/(Losses) attributable to the Company's shareholders	-6,054	-17,332	-3,122	-11,722
Weighted Average number of shares	73,176,746	73,176,746	73,176,746	73,176,746
Earnings/(Losses) per share (expressed in Euro)	-0.0827	-0.2369	-0.0427	-0.1602

11. Personnel

The number of employees as at 30th June 2011 was 1,463 (30/06/2010: 1,528) for the Group and 317 (30/06/2010: 314) for the Company.

12. Unaudited tax years

For the tax audit of M.J. MAILLIS S.A. Packing Systems for the years 2005, 2006 and 2007 was concluded on 20/2/2009 and the difference of € 494 th. is paid in 11 equal monthly instalments beginning on 30/4/2010.

The long term deferred tax asset of the Group amounted to € 14,607 th. (31/12/2010: € 14,981 th.) and consists essentially of tax asset of the Company amounted to € 11,952 th. (31/12/2010: € 12,356 th.), of which € 8,394 th (31/12/2010: € 9,241 th.) of the deferred tax asset relates to management's assessment of accumulated tax losses that the Company will be able to offset against future taxable profits. The above assessment of the Company arising from the operational plan that has been established for the purpose of restructuring the debt and has been approved by the lenders of the Group.

Despite the fact that all of the deferred tax asset relating to accumulated tax losses amounting to € 12,192 th., the Company has not accounted part of the amount of € 3,798 th. Amount of € 2,492 th. (29.7%) of the total deferred tax asset has been recognized by the Company due to tax loss ends in 2014, an amount of € 5,022 th. (59.8%) that ends in 2015 and an amount of € 880 th. (10.5%) ends in 2016.

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

- STRAPTECH S.A. under the L. 3888/2010 has been tax audited until FY 2009
- M.J.MAILLIS BULGARIA EOOD has been audited until FY 2008
- 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.
- SANDER GMBH & CO KG has been audited until FY 2007
- 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 not been tax audited.
- MAILLIS STRAPPING SYSTEMS USA INC has not been tax audited.
- 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 2007
- EUROPACK SA has been tax audited until FY 2003

13. Post Balance Sheet events

20 July 2011. MJ MAILLIS Packaging Systems SA announces that it has come a change in the composition of the Board of Directors. At its meeting of July 19, 2011, in replacement of resigned member Mr. Theoharis A. Filippopoulos elected Mr. Michael N. Panagis, as non-executive member.

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 2011

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

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 Societies Anonymes:	2716/06/B/86/43
Supervising Authority:	Ministry of Development, Competitiveness and Shipping (Department for limited Companies)
Board of Directors:	President: M.J. Maillis, Vice President and Chief Executive Officer: Markus Köllmann, Members: Lito Ioannidou, Michael Kokkinos, Alexandros Tasopoulos, Menelaos Tasopoulos, Petros Tzannetakis, Michael Panagis, Stylianos Stavridis
Date of Approval of the Financial Statements:	30 August 2011
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
Company's web address:	www.maillis.com

BALANCE SHEET (Amounts in €)

	GROUP		COMPANY	
	30/06/2011	31/12/2010	30/06/2011	31/12/2010
ASSETS				
Tangible assets	98.680.415	104.773.270	59.270.475	61.745.298
Intangible assets	77.950.769	78.684.515	225.655	275.660
Other non-current assets	18.946.143	19.203.637	145.992.224	144.794.040
Inventories	57.787.121	56.303.549	13.035.415	16.565.848
Trade receivables	60.942.942	56.201.833	63.666.788	60.741.140
Other current assets	19.742.898	22.224.932	19.331.845	23.771.428
TOTAL ASSETS	334.050.288	337.391.736	301.522.402	307.893.414
EQUITY AND LIABILITIES				
Share capital	21.953.024	55.614.327	21.953.024	55.614.327
Other equity attributable to company's shareholders	-53.728.657	-80.277.950	61.762.827	31.223.416
Equity attributable to company's shareholders (a)	-31.775.633	-24.663.623	83.715.851	86.837.743
Minority interest (b)	24.345	-23.770	0	0
Total equity (c) = (a) + (b)	-31.751.288	-24.687.393	83.715.851	86.837.743
Non-current borrowings	9.912.143	10.162.165	8.000.000	8.000.000
Provisions and other non-current liabilities	19.915.814	21.680.517	9.546.011	10.683.928
Current borrowings	267.695.407	265.712.440	179.186.779	180.194.944
Other current liabilities	68.278.212	64.524.007	21.073.761	22.176.799
Total liabilities (d)	365.801.576	362.079.129	217.806.551	221.055.671
TOTAL EQUITY AND LIABILITIES (c) + (d)	334.050.288	337.391.736	301.522.402	307.893.414

STATEMENT OF CHANGES IN EQUITY (Amounts in €)

	GROUP		COMPANY	
	30/06/2011	30/06/2010	30/06/2011	30/06/2010
Net equity opening balance (01.01.2011 and 01.01.2010)	-24.687.393	37.050.591	86.837.743	155.207.393
Total comprehensive income after tax	-7.063.895	-15.620.248	-3.121.892	-11.721.553
Net equity closing balance (30.06.2011 and 30.06.2010)	-31.751.288	21.430.343	83.715.851	143.485.840

STATEMENT OF COMPREHENSIVE INCOME (Amounts in €)

	GROUP				COMPANY			
	01/01-30/06/11	01/01-30/06/10	01/04-30/06/11	01/04-30/06/10	01/01-30/06/11	01/01-30/06/10	01/04-30/06/11	01/04-30/06/10
Turnover	145.226.241	128.809.434	72.130.188	69.575.770	49.154.027	40.788.924	24.781.230	22.022.834
Gross margin	27.128.488	22.907.068	13.955.089	12.624.817	6.011.649	4.598.764	3.174.594	2.407.899
Earnings/(Losses) before taxes and financial results	35.513	-2.066.845	621.924	578.520	-2.782.594	-140.638	-781.138	300.210
Earnings/(Losses) before tax	-5.558.329	-16.706.478	-3.871.598	-9.134.972	-3.877.775	-11.771.995	-3.034.374	-6.227.016
Less tax	-551.997	852.559	21.927	-843.526	755.883	-50.442	711.839	-1.247.768
Earnings / (Losses) after tax (A)	-6.110.326	-17.559.037	-3.849.671	-8.291.446	-3.121.892	-11.721.553	-2.322.535	-4.979.248
Distributed as follows:								
Company shareholders	-6.054.430	-17.332.006	-3.794.549	-8.124.214	-3.121.892	-11.721.553	-2.322.535	-4.979.248
Minority interest	-55.896	-227.031	-55.122	-167.232	0	0	0	0
Other comprehensive income after tax (B)	-953.569	1.938.789	246.502	197.226	0	0	0	0
Total comprehensive income (A) + (B)	-7.063.895	-15.620.248	-3.603.169	-8.094.220	-3.121.892	-11.721.553	-2.322.535	-4.979.248
Distributed as follows:								
Company shareholders	-7.112.091	-15.397.644	-3.548.047	-7.926.988	-3.121.892	-11.721.553	-2.322.535	-4.979.248
Minority interest	48.196	-222.604	-55.122	-167.232	0	0	0	0
Earnings / (Losses) per share (in €)	-0,0827	-0,2369	-0,0519	-0,1110	-0,0427	-0,1602	-0,0317	-0,0680
Earnings/(Losses) before taxes, financial results, depreciation and amortisation (EBITDA)	5.042.428	4.251.623	3.133.569	3.778.085	-127.585	2.939.270	544.549	1.815.548

Additional Information:

- Companies that are included in the consolidated financial statements of the period ended 30 June 2011 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 31/12/2010.
 - 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 30/06/2011 was 1.463 for the Group (30/06/2010: 1.528) and 317 for the Company (30/06/2010: 314).
 - Intercompany related party transactions for the year ended 30 June 2011 and related party balances for the period then ended according to IAS 24 are as follows:
- | Amounts in € thousand | Group | Company |
|------------------------------------|-------|---------|
| a) Income | 1.416 | 29.697 |
| b) Expenses | 33 | 1.145 |
| c) Receivables | 856 | 77.363 |
| d) Payables | 19 | 5.113 |
| e) Key management compensations | 2.491 | 1.656 |
| f) Receivables from key management | 0 | 0 |
| g) Payables to key management | 0 | 0 |
- The Group has formed cumulative provisions amounting to € 2.111 thousand for unaudited fiscal tax years, € 7.666 thousand for retirement benefit obligations and € 7.130 thousand for other liabilities. The Company has formed cumulative provisions amounting to € 1.350 thousand for unaudited fiscal tax years, € 2.165 thousand for retirement benefit obligations and € 569 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.

Kifissia, 30th August 2011

CHAIRMAN OF THE BOARD OF DIRECTORS

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

MEMBER OF THE BOARD OF DIRECTORS AND C.F.O.

FINANCIAL MANAGER OF GREECE

MICHAEL J. MAILLIS
Id. No. Φ 020206

MARKUS H. KÖLLMANN
PASS. No. NR5R5R18

ALEXANDROS I. TASOPOULOS
Id. No. Σ 621498

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

KRONOS S.A.