

# M. J. MAILLIS S.A.

## INDUSTRIAL PACKAGING SYSTEMS & TECHNOLOGIES

### SUMMARY FINANCIAL STATEMENTS for the year ended 31 December 2012

(In terms of article 135 of the Law 2190/20, for the companies publishing annual financial statements in accordance with IFRS)

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:	Taki Kavaleratou 7, 145 64 Kifissia, Athens
Company's Number in the Register of Societes Anonymes:	2716/06/B/86/43
Company's G.E.M.I. Number:	295301000
Supervising Authority:	Ministry of Development, (Department for limited Companies)
Board of Directors:	President: M.J. Maillis Vice President and Chief Executive Officer: Markus Köllmann Members: Lito Ioannidou, Michael Kokkinos, Faidon Stratos, Ioannis Lentzos, Petros Tzannetakis, Michael Panagis, Stylianos Stavridis
Date of Approval of the Financial Statements	28 March 2013
Auditor's Name:	Dimitrios Sourbis (SOEL Reg. No. 16891)
Auditor's Firm:	PRICEWATERHOUSECOOPERS S.A.
Independent Auditor's Report:	Unqualified opinion / Emphasis of Matter
Company's web address:	www.maillis.com

#### STATEMENT OF FINANCIAL POSITION (Amounts in €)

	GROUP		COMPANY	
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
<b>ASSETS</b>				
Tangible assets	85,882,346	92,654,708	46,972,508	52,713,461
Intangible assets	51,021,219	67,200,787	119,442	181,640
Other non-current assets	10,643,539	22,163,711	125,148,182	154,864,536
Inventories	52,208,189	54,196,886	14,200,126	15,771,695
Trade receivables	47,928,174	53,438,551	28,501,140	56,469,317
Other current assets	22,345,595	22,059,414	63,819,705	77,153,939
<b>TOTAL ASSETS</b>	<b>270,029,062</b>	<b>311,714,057</b>	<b>278,761,103</b>	<b>357,154,588</b>
<b>EQUITY AND LIABILITIES</b>				
Share capital	96,877,587	96,877,587	96,877,586	96,877,586
Other equity attributable to company's shareholders	-137,614,792	-89,943,880	-68,951,498	19,057,767
<b>Equity attributable to company's shareholders (a)</b>	<b>-40,737,205</b>	<b>6,933,707</b>	<b>27,926,088</b>	<b>115,935,353</b>
Minority interest (b)	72,739	199,040	0	0
<b>Total equity (c) = (a) + (b)</b>	<b>-40,664,466</b>	<b>7,132,747</b>	<b>27,926,088</b>	<b>115,935,353</b>
Non-current borrowings	1,055,404	213,387,590	0	212,032,057
Provisions and other non-current liabilities	19,122,545	20,803,697	8,573,653	9,536,365
Current borrowings	235,010,714	12,079,252	229,195,478	4,272,271
Other current liabilities	55,504,805	58,300,771	13,065,884	15,378,542
<b>Total liabilities (d)</b>	<b>310,693,468</b>	<b>304,581,310</b>	<b>250,835,015</b>	<b>241,219,233</b>
<b>TOTAL EQUITY AND LIABILITIES (c) + (d)</b>	<b>270,029,062</b>	<b>311,714,057</b>	<b>278,761,103</b>	<b>357,154,588</b>

#### STATEMENT OF COMPREHENSIVE INCOME (Amounts in €)

	GROUP		COMPANY	
	01/01-31/12/12	01/01-31/12/11	01/01-31/12/12	01/01-31/12/11
Turnover	266,686,898	279,338,864	76,574,637	89,650,127
Gross margin	50,022,435	51,185,040	8,606,295	10,501,187
Earnings/(Losses) before taxes and financial results	825,708	-2,878,732	-46,935,311	-5,721,876
Earnings / (Losses) before tax	-33,928,950	1,804,416	-76,529,309	-3,550,966
Less tax	-15,318,270	-134,803	-11,479,956	-1,044,317
<b>Earnings / (Losses) after tax (A)</b>	<b>-49,247,220</b>	<b>1,669,613</b>	<b>-88,009,265</b>	<b>-2,506,649</b>
<b>Distributed as follows:</b>				
Company shareholders	-49,145,352	1,824,391	-88,009,265	-2,506,649
Minority interest	-101,868	-154,778	0	0
<b>Other comprehensive income after tax (B)</b>	<b>1,450,067</b>	<b>-1,310,875</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income (A) + (B)</b>	<b>-47,797,153</b>	<b>358,738</b>	<b>-88,009,265</b>	<b>-2,506,649</b>
<b>Distributed as follows:</b>				
Company shareholders	-47,670,912	135,926	-88,009,265	-2,506,649
Minority interest	-126,241	222,812	0	0
<b>Earnings / (Losses) per share (in €)-Basic</b>	<b>-0,1522</b>	<b>0,0142</b>	<b>-0,2725</b>	<b>-0,0195</b>
<b>Earnings / (Losses) per share (in €)- Diluted</b>	<b>-0,0455</b>	<b>0,0206</b>	<b>-0,0885</b>	<b>-0,0030</b>
Earnings / (Losses) before taxes, financial results, depreciation and amortisation (EBITDA)	9,571,021	6,908,080	-31,709,123	-421,028

#### STATEMENT OF CHANGES IN EQUITY (Amounts in €)

	GROUP		COMPANY	
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
<b>Net equity opening balance (01.01.2012 and 01.01.2011)</b>	<b>7,132,747</b>	<b>-24,687,393</b>	<b>115,935,353</b>	<b>86,837,743</b>
Share Capital Increase	0	32,467,311	0	32,467,311
Issuance Costs	0	-1,005,909	0	-863,052
Total comprehensive income after tax	-47,797,153	358,738	-88,009,265	-2,506,649
<b>Net equity closing balance (31.12.2012 and 31.12.2011)</b>	<b>-40,664,406</b>	<b>7,132,747</b>	<b>27,926,088</b>	<b>115,935,353</b>

CHAIRMAN OF THE BOARD OF DIRECTORS

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

CHIEF FINANCIAL OFFICER

FINANCIAL MANAGER OF GREECE

MICHAEL J. MAILLIS  
Id. No Φ 020206

MARKUS H. KÖLLMANN  
PASS. No. NRSRSRB18

ALEXANDER J. TASOPOULOS  
Id. No Σ 621498

SPYRIDON D. PARGAS  
Reg. No. 5293 E.C.G. A' Class

KRONOS S.A.

#### CASH FLOW STATEMENT (Amounts in €)

	GROUP		COMPANY	
	01/01-31/12/12	01/01-31/12/11	01/01-31/12/12	01/01-31/12/11
<b>Cash Flows from Operating Activities</b>				
Profit / (Loss) before tax	-33,928,950	1,804,416	-76,529,309	-3,550,966
Adjustments for:				
Depreciation and amortisation	9,326,967	10,369,027	4,931,371	5,665,920
Impairment on tangible and intangible assets	16,303,141	11,083,356	18,109,997	22,566,397
Provisions	-4,465,116	-3,227,509	31,970,106	521,764
Exchange differences	546,549	-921,094	89,957	-441,425
Gain on the extinguishment of financial liabilities by the issue of common equity shares	0	-42,457,252	0	-42,457,252
(Gain) or loss from investing activities	-650,412	-21,372	9,894,817	-365,072
Interest payable	18,670,022	28,627,996	11,884,001	19,014,944
Working capital changes:				
Decrease/(Increase) in inventories	3,463,083	4,343,736	1,571,569	805,935
Decrease/(Increase) in trade receivables	5,812,529	3,678,260	-218,972	-50,942,459
Increase/(Decrease) in trade payables (except banks)	245,165	-5,075,620	-2,311,594	-5,866,148
Interest paid	-4,732,887	-7,774,028	-2,792,927	-6,534,867
Tax paid	-3,889,482	-3,663,819	-1,863,030	-1,863,030
<b>Net Cash from operating activities</b>	<b>6,700,609</b>	<b>-3,233,903</b>	<b>-3,584,014</b>	<b>-63,769,766</b>
<b>Cash Flows from Investing Activities</b>				
Acquisition of subsidiary	0	0	0	-27,487,469
Purchase of intangible assets, property, plant and equipment	-2,454,886	-1,597,138	-806,513	-442,536
Proceeds on sale of fixed assets	486,847	375,992	375,293	207,473
Interest received	510,289	502,443	5,663,452	296,502
<b>Net Cash used in investing activities</b>	<b>-1,457,750</b>	<b>-7,187,703</b>	<b>5,230,232</b>	<b>-27,426,030</b>
<b>Cash Flows from Financing Activities</b>				
Proceeds of issuance of share capital	0	-1,006,051	0	-863,052
Proceeds from borrowings raised	0	8,055,865	0	90,051,616
Repayment of borrowings	-2,479,695	0	-2,000,000	0
Repayment of finance lease liabilities	-1,571,049	-1,699,940	0	0
<b>Net cash used in financing activities</b>	<b>-4,050,744</b>	<b>5,349,874</b>	<b>-2,000,000</b>	<b>89,188,564</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>1,192,115</b>	<b>1,397,268</b>	<b>-353,782</b>	<b>-2,007,232</b>
<b>Cash and cash equivalents in beginning of period</b>	<b>13,313,821</b>	<b>12,001,621</b>	<b>1,784,678</b>	<b>3,791,910</b>
<b>Exchange differences adjustment</b>	<b>-30,691</b>	<b>-85,068</b>	<b>0</b>	<b>0</b>
<b>Cash and cash equivalents at end of period</b>	<b>14,475,245</b>	<b>13,313,821</b>	<b>1,430,896</b>	<b>1,784,678</b>

#### Additional Information

- Companies that are included in the consolidated financial statements of the year ended 31 December 2012 are presented in note 10 in the Group's annual financial statements including locations, percentage Group ownership and consolidation method.
- The accounting principles followed, are in accordance with those followed as at 31/12/2011.
- 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 (25) of the annual 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 31/12/2012 was 1,376 for the Group (31/12/2011: 1,447) and 275 for the Company (31/12/2011: 306).
- Intercompany related party transactions for the year ended 31 December 2012 and related party balances for the period then ended according to IAS 24 are as follows:
 

Amounts in € thousand	Group	Company
a) Income	2,581	53,641
b) Expenses	111	2,374
c) Receivables	978	129,457
d) Payables	27	1,947
e) Key management compensations	3,970	2,303
f) Receivables from key management	0	0
g) Payables to key management	0	0
- The Group has formed cumulative provisions amounting to € 2,155 thousand for unaudited fiscal tax years, € 7,633 thousand for retirement benefit obligations and € 5,493 thousand for other liabilities. The Company has formed cumulative provisions amounting to € 1,350 thousand for unaudited fiscal tax years, € 1,829 thousand for retirement benefit obligations and € 287 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 will be unqualified with an emphasis of matter paragraph because of the material uncertainty resulting from the breach of certain financial terms and the classification of bonds affected in short term, that may raise significant doubt about the ability of the Company and the Group to continue as a going concern. Further information is provided in Notes 2 & 19 of the annual financial statements.