

FINANCIAL STATEMENTS

A. Petzetakis GmbH

31st December, 2010

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INCOME STATEMENT
A. Petzetakis GmbH
31st December, 2010

	Notes	<u>31.12.2010</u>	<u>31.12.2009</u>
Revenue	4	0	0
Cost of sales	5	0	0
Gross profit		0	0
Other operating income		0	17
Distribution costs	5	-8	-11
Administrative expenses	5	-4	-7
Other operating expenses	5	0	0
Restructuring costs	5a	0	-29
Profit from operations		-12	-30
Finance costs		0	-2
Finance income		14	16
Loss on disposal of discontinued operations		0	0
Exchange (loss)/gain		0	0
Profit before tax		2	-16
Income tax expense		0	0
Profit after tax – continuing operations		2	-16
Minority interest		0	0
Roundness difference		1	1
Net Profit/(Loss) for the period		3	-15

Notes forming an integral part of the financial statements on pages 5 to 22.

BALANCE SHEET
A. Petzetakis GmbH
31st December, 2010

ASSETS	<u>Notes</u>	<u>31.12.2010</u>	<u>31.12.2009</u>
Non Current Assets			
Property, plant and equipment	6	0	0
Intangible assets	7	0	0
Goodwill	8	0	0
Interests in associates and joint ventures		<u>2.707</u>	<u>2.707</u>
Current Assets			
Inventories	9	0	0
Trade and other receivables	10	256	254
Investments held for trading		0	0
Deferred tax asset		0	0
Cash and cash equivalents	11	3	1
Prepayments/accrued income		<u>0</u>	<u>0</u>
Non current assets classified as held for sale		<u>0</u>	<u>0</u>
Total assets		<u>2.966</u>	<u>2.962</u>
 EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	12	1.380	1.380
Capital reserves	13	1.397	1.397
Revaluation reserves	14	0	0
Hedging reserve		0	0
Translation reserve		0	0
Accumulated profit/loss		<u>128</u>	<u>125</u>
Minority interest		<u>0</u>	<u>0</u>
Total equity		<u>2.905</u>	<u>2.902</u>
 Non current liabilities			
Bank loans and overdrafts-due after one year	15	0	0
Retirement benefit obligation	16/19	0	0
Deferred tax liabilities	21	0	0
Obligations under finance leases-due after one year	17	<u>0</u>	<u>0</u>
		<u>0</u>	<u>0</u>
 Current liabilities			
Trade and other payables	18	3	4
Bank loans and overdrafts-due within one year	15	0	0
Tax liabilities		0	0
Obligations under finance leases – due within one year	17	0	0
Provisions	19	57	56
Accrued expenses/Deferred income	20	0	0
Roundness difference		1	0
		<u>61</u>	<u>60</u>
Liabilities directly associated with non-current assets classified as held for sale		<u>0</u>	<u>0</u>
Total equity and liabilities		<u>2.966</u>	<u>2.962</u>

Notes forming an integral part of the financial statements on pages 5 to 22.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED
31st December, 2010
A. Petzetakis GmbH**

	<u>Share capital</u>	<u>Capital reserves</u>	<u>Revaluation reserves</u>	<u>Accumulated Losses carried forward</u>	<u>Hedging reserves</u>	<u>Translation reserves</u>	<u>Total Equity</u>
Equity 31.12.09							
Balance 01.01.2009	1.380	1.397	0	140	0	0	2.917
Revaluation Reserve							
Profit for the year				-15			-15
Currency translation differences							
Net loss on hedges							
capital increase		0					0
Equity as at 31.12.2009	<u><u>1.380</u></u>	<u><u>1.397</u></u>	<u><u>0</u></u>	<u><u>125</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>2.902</u></u>
Equity 31.12.10							
Balance 01.01.2010	1.380	1397	0	125	0	0	2.902
Revaluation Reserve							
Profit for the period				3			3
Currency translation differences							
Net loss on hedges							
capital increase		0					0
Equity as at 31.12.2010	<u><u>1.380</u></u>	<u><u>1.397</u></u>	<u><u>0</u></u>	<u><u>128</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>2.905</u></u>

CASH FLOW STATEMENT
A. Petzetakis GmbH
31st December, 2010

<u>Cash flows from operating activities</u>	<u>31.12.10</u>	<u>31.12.09</u>
Profit / (Loss) for the year	3	-15
Adjustments for:		
Depreciation of tangible assets	0	0
Foreign Exchange differences	0	0
Profit from Discontinued operations	0	0
Provisions	1	-68
Other non-cash income and expenses	0	0
Decrease/(Increase) in inventories	0	0
(Increase) / Decrease in receivables	1	4
(Increase) / Decrease in ICOY receivables	-1	88
Decrease/(Increase)in other receivables	-2	-4
(Increase)/ Decrease in payables	-1	-14
(Increase)/ Decrease in ICOY payables	0	0
(Decrease)/Increase in other payables	<u>0</u>	<u>0</u>
Cash flows from operating activities	<u>1</u>	<u>-9</u>
Taxes paid	<u>0</u>	<u>0</u>
Total inflows (outflows) from operating activities	<u>1</u>	<u>-9</u>
<u>Other non-cash changes in assets and liabilities</u>		
Decrease in other accruals	0	0
Decrease in receivables from affiliated companies	0	0
Decrease in other assets	<u>0</u>	<u>0</u>
Cashflow from non-current operations	<u>0</u>	<u>0</u>
<u>Cash flow from investing activities</u>		
Purchase of tangible / intangible assets	0	0
Decrease in other non current assets	0	0
Revaluation reserve	<u>0</u>	<u>0</u>
Net cash flow from investing activities	<u>0</u>	<u>0</u>
<u>Cash flow from financing activities</u>		
Repayment of bank loans	0	0
Repayments of obligation under finance leases	0	0
Bank loans	0	0
Increase of capital	<u>0</u>	<u>0</u>
Cash flow from financing activities	<u>0</u>	<u>0</u>
Roundness difference	<u>1</u>	<u>-1</u>
Cash flow from financing activities	<u>0</u>	<u>0</u>
Net increase in cash and cash equivalents	<u>2</u>	<u>-10</u>
Cash and cash equivalents at beginning of year	<u>1</u>	<u>11</u>
Cash and cash equivalents at 31.12.2010	<u><u>3</u></u>	<u><u>1</u></u>

Notes forming an integral part of the financial statements on pages 5 to 22.

Notes to the consolidated financial statements
A. Petzetakis GmbH
31st December, 2010

1. Corporate information

The financial statements for the period 1/1-31/12/2010 have been prepared in accordance with International Financial Reporting Standards (IFRS).

2. Objective

The company's business was the trade with articles from plastics and rubber, especially hoses including the import and export. At 31.12.2007 the current business was given to Behka-Plast GmbH, now renamed into A. Petzetakis Deutschland GmbH. A. Petzetakis GmbH still remains as holding company of A. Petzetakis Deutschland GmbH until the business is wind off.

3. Summary of significant accounting policies

3.1. Basis of presentation

These financial statements are presented in Euros as that is the currency in which the majority of the company's transactions are denominated.

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).

The financial statements have been prepared on the historical cost basis.

3.2. Statement of compliance

The financial statements of the company have been prepared, for first time (first adoption opening balances of 1.1.2003), in accordance with International Financial Reporting Standard 1. All these Financial Statements for the period ended at 31st December, 2010 (and those one comparative for the year ended at 31st December, 2009) were prepared according to International Financial Reporting Standards

/ International Accounting Standards, issued by International Accounting Standards Board (IASCF Foundation), approved by the endorsement mechanism issued by (EC) Reg n° 1606/ 2002, of 19th July, 2002.

3.3. Foreign currency translation

Transactions in currencies other than Euro are recorded at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Gains and losses arising on exchange are included in the income statement.

There is no significant foreign exchange risks, because the majority of transactions are made in Euro (domestic and European market). That's why the company has no necessity of financial instruments to avoid this risk.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

3.4. Depreciation and amortisation

Property, plant and equipment

The company has no assets anymore.

Total asstes were sold to A. Petzetakis Deutschland GmbH on 31.12.2007 in the process of taking-over the current business by A. Petzetakis Deutschland GmbH.

3.5. Income tax / Taxation

Income tax is based on taxable profits for the period at the rate which is in force for each year for the company : (approx. 30% for year 2009 and approx. 30% for the year 2010). Taxable profits differ from company's profit as reported in the income statement because they exclude items of income or expenses that are taxable or deductible in other years and they further exclude items that are never taxable or deductible.

There are no deffered income taxes in the company.

3.6. Goodwill

Not applicable. There is no goodwill recognised.

3.7. Inventories

Not applicable. All inventories were sold to A. Petzetakis Deutschland GmbH on 31.12.2007.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

3.8. Revenue

Sales of goods

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and can be reliably measured (excluding relevant V.A.T.).

Revenue is recorded during the period to which they refer regardless of when received, in accordance with the accrual accounting principle. Differences between amounts received and the corresponding revenue are recorded under accruals and deferrals.

Revenue in respect of sales of goods and products are stated net of value added tax and trade discounts, and is recognised when title is passed to the customer, which is **in parts** when products and goods are delivered to the customer.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

Interest

Revenue is recognised as the interest accrues to the net carrying amount of the financial asset.

3.9. Government grants

There are no government grants.

3.10. Trade and other receivables

Trade receivables are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts. Bad debts are written off when identified.

3.11. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short term deposits with an original maturity of three month or less. For the purpose of the consolidated cash flow statement cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdraft.

3.12. Bank borrowings

Interest – bearing bank loans and overdrafts are recorded at the proceeds received, net of direct issue costs.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

3.13. Trade payables

The trade payables are stated at their nominal value.

3.14. Finance leases

The company has no finance lease.

3.15. Borrowing costs

Are recognised as an expense when incurred and charged directly against income.

3.16. Investments in subsidiaries and related companies

Company	Net book value	Company activity	Equity value as at 31.12.10	Participation value as at 31.12.10	Consolidation method
A. Petzetakis Deutschland GmbH			745	100%	
		production of and trade with hoses			
	2.706.706,88 EUR				

3.17. Available for sale financial assets

The company has no available for sale financial assets

3.18. Derivative financial instruments

The company has no derivative financial instruments.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

5. Operating expenses

An analysis of company's revenue is as follows:

	<u>31.12.2010</u>	<u>31.12.2009</u>
Wages	0	1
Utilities	0	0
Depreciation	0	0
Other expenses	12	17
Material costs	0	0
Marketing/promotion costs	0	0
roundness difference	0	0
	<u>12</u>	<u>18</u>

The above amounts have been allocated as follows:

Cost of sales		
	<u>31.12.2010</u>	<u>31.12.2009</u>
Wages	0	0
Utilities	0	0
Depreciation	0	0
Other expenses	0	0
Material costs	0	0
Marketing/promotion costs	0	0
	<u>0</u>	<u>0</u>
Administration expenses		
	<u>31.12.2010</u>	<u>31.12.2009</u>
Wages	0	1
Utilities	0	0
Depreciation	0	0
Other expenses	8	6
Material costs	0	0
Roundness Difference	0	0
	<u>8</u>	<u>7</u>

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

Other operating expenses

There are no other operating expenses in the company.

Distribution expenses

	<u>31.12.2010</u>	<u>31.12.2009</u>
Wages	0	0
Utilities	0	0
Transportation costs	0	0
Depreciation	0	0
Other expenses	4	11
Marketing/promotion costs	0	0
Roundness difference	0	0
	<u>4</u>	<u>11</u>

5a. Restructuring costs

In 2009 there was a social insurance audit which had as result that the company might have to pay social insurance fees at the amount of 50.000 EUR for an employee who was dismissed in 2008. For this now a provision was made, but since there was still a rest-provision from 2008 only costs of 29.000 EUR had to be booked in 2009. This amount was put into the restructuring costs because these are still costs for dismissing one special employee.

In 2008 within the scope of restructuring / put A. Petzetakis GmbH dormant there were the following restructuring costs:

- transferring the pension promise to A. Petzetakis Deutschland GmbH:	64.000 EUR
- dismissing of one employee:	<u>101.000 EUR</u>
total amount	165.000 EUR

Details for transferring of pension promise:

Per 31.12.2008 this pension promise and the belonging backcovering insurance were transferred to A. Petzetakis Deutschland GmbH. The backcovering insurance was transferred with the book value (142.780 EUR). The provision for this pension was transferred with a higher value (410k EUR) than the book value (346k EUR). For the transfer value (409.927 EUR) we used an offer from HDI-Gerling insurance which was made on the assumption that the pension promise would be transferred to them. The difference between these two values amounts to 64k EUR and is included in the restructuring costs.

6. Property, plant and equipment

The company has no assets anymore.

Total assets were sold to A. Petzetakis Deutschland GmbH on 31.12.2007 in the process of taking-over the current business by A. Petzetakis Deutschland GmbH.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

7. Intangible assets

Total intangible assets, except back covering insurance, were sold to A. Petzetakis Deutschland GmbH on 31.12.2007 in the process of taking-over the current business by A. Petzetakis Deutschland GmbH.

To the Intangible Assets is also counted the back covering insurance (143.000 EUR) belonging to the retirement benefit obligation.

But this one was also transferred to A. Petzetakis Deutschland GmbH one year later per 31.12.2008.

8. Goodwill

There is no goodwill.

9. Inventories

Total inventory was sold to A. Petzetakis Deutschland GmbH on 21.12.2007 in the process of taking-over the current business by A. Petzetakis Deutschland GmbH.

10. Trade and other receivables

	<u>31.12.10</u>	<u>31.12.09</u>
Trade receivables		
<u>Less: Provisions for doubtful debts</u>		
Net amount	1	2
Checks receivable	0	0
Receivables from group companies	241	240
Prepaid expenses	0	0
Accrued income	0	0
Other receivables	14	12
Roundness Difference	0	0
	<u>256</u>	<u>254</u>

11. Cash and cash equivalents

	<u>31.12.10</u>	<u>31.12.09</u>
Cash in hand	0	0
Balances with banks	3	1
Deposits with banks	0	0
	<u>3</u>	<u>1</u>

12. Share capital

	<u>31.12.10</u>	<u>31.12.09</u>
Authorised, issued and fully paid:	<u>1.380</u>	<u>1.380</u>

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

13. Capital reserves

	<u>31.12.10</u>	<u>31.12.09</u>
Statutory reserve		
Special reserves		
Tax free reserves		
Share premium		
Translation reserves		
Other reserves	1.397	1.397
	1.397	1.397

On 1st October 2008 the capital reserve was increased by an amount of 350.000 EUR.
 So that now the total amount of the capital reserve is 1.397.000 EUR.

14. Revaluation reserve

The company has no revaluation reserve.

15. Bank loans and overdrafts

The company has no Bank loans and overdrafts.

16. Retirement benefit obligation (Staff leaving indemnities SLI)

The company gave to their former officer authorized to act and sign on behalf of the firm, a pension promise that he will receive a pension of monthly 1.965,38 EUR starting on January 2006. After his death his widow will receive a widow-pension of 60%.

The values of the retirement benefit obligation are taken from the statistical appraisal which was made according to IAS19 by Gerling Pensionsmanagement GmbH. The basis of calculation are the "Richttafeln 2005G" (Arranging boards 2005G) of Dr. Klaus Heubeck. The separating order of the pensioner was also put to reason.

- Calculation interest:	5,40 % p.a.
- Pension dynamics:	1,50 % p.a.
- Salary dynamics:	0,00 % p.a.
- Fluctuation ø	0,00 % p.a.

The evaluation took place after the Projected Unit Credit Method.

Per 31.12.2008 the pension promise was transferred to A. Petzetakis Deutschland GmbH. So starting 2009 there is no retirement benefit obligation at A. Petzetakis GmbH.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

17. Obligation under finance lease

The company has no financial leases.

18. Trade and other payables

	<u>31.12.10</u>	<u>31.12.09</u>
Trade payables	3	4
Insurance and pension funds	0	0
Current tax liabilities	0	0
Liabilities to group companies	0	0
Advances from clients	0	0
Other payables	0	0
Roundness difference	0	0
	<hr/> 3	<hr/> 4

19. Provisions for other liabilities and charges

Total amount of provisions per end of 31.12.2010 is 57.440 EUR.

From these are the biggest:

Provision dismissing of one employee (possible social security payment): 50.000 EUR

20. Accrued expenses/Deferred income

The company has no accrued expenses / deferred income.

21. Deferred tax liabilities

The company has no deferred tax liabilities.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

22. Commitments and contingencies

- A. Petzetakis GmbH gave guarantees for A. Petzetakis Deutschland GmbH to :
- In 2008 A. Petzetakis GmbH gave a guarantee for A. Petzetakis Deutschland GmbH (former Behka-Plast GmbH) to Linde Leasing GmbH for a leasing contract which was transferred to A. Petzetakis Deutschland GmbH from A. Petzetakis GmbH on 01.02.2008.
The leasing contract had a rest-duration of 44 months (contract termination will be 11.10.2011 and monthly rates of net 461,40 EUR (last one is due 01.09.11). The leasing property is a fork lift.
 - In 2008 A. Petzetakis GmbH gave a guarantee for A. Petzetakis Deutschland GmbH (former Behka-Plast GmbH) to leasconcept for a leasing contract which started 01.03.2008.
The leasing contract has a duration of 48 months and monthly rates of net 2.709,00 EUR. The leasing property is a spiral-hose-line.
 - In 2008 A. Petzetakis GmbH gave a guarantee for A. Petzetakis Deutschland GmbH to MMV Leasing for a leasing contract. This contract starts 11/2008 and has a duration of 36 months. The monthly rates have a net amount of 1.304,00 EUR. The leasing property is a thermo printer.
 - In 2009 A. Petzetakis GmbH gave a guarantee for A. Petzetakis Deutschland GmbH to akf leasing for a leasing contract. The leasing contract started 01.05.2009 and has a duration of 60 months. The monthly rates are as follows: 1.-3. rate have a net amount of 10.333,00 EUR (from which 23.667,03 EUR is booked as advanced payment, and the remaining 7.332,96 are for the first three leasing rates). Leasingrate 4-60 have a net amount of 2.444,32 EUR. The leasing property is an automatic coiler.
 - In 2009 A. Petzetakis GmbH gave a guarantee for A. Petzetakis Deutschland GmbH to akf leasing for a leasing contract. The leasing contract started 01.10.2009 and has a duration of 60 months. The monthly rates have a net amount of 565,97 EUR. The leasing property is production line 19 from Induplas. The net prepayment to this contract was 13.041,90 EUR.
 - In 2009 A. Petzetakis GmbH gave a guarantee for A. Petzetakis Deutschland GmbH to akf leasing for a leasing contract which started 01.10.2009 and has a duration of 60 months. The monthly rates have a net amount of 544,02 EUR. The leasing property is production line 20 of Induplas. The net prepayment to this contract was 12.536,10 EUR.
 - In 2009 A. Petzetakis GmbH gave a guarantee for A. Petzetakis Deutschland GmbH to akf leasing for a leasing contract which started 01.08.2009 and has a duration of 48 months. The monthly rates have a net amount of 445,66 EUR. The leasing property are three production printers.

23. Related party disclosures
(in thousand EUR)

a) Intercompany transactions (figures taken from ICOY file) as per 31.12.10

A. Petzetakis GmbH has no trade accounts receivable from Intercompany.

A. Petzetakis GmbH has other accounts receivable from...

- A. Petzetakis Deutschland:	8
= total	8

A. Petzetakis GmbH has no trade accounts payable to Intercompany.

A. Petzetakis GmbH has no other accounts payable to Intercompany.

A. Petzetakis GmbH has M/L financial receivables from...

- A. Petzetakis Deutschland GmbH:	233
= total	233

A. Petzetakis GmbH sold finished products to...

- A. Petzetakis Deutschland GmbH:	0
= total	0

A. Petzetakis GmbH has other purchase from...

- A. Petzetakis Deutschland GmbH:	0
= total	0

A. Petzetakis GmbH has interest income from...

- A. Petzetakis Deutschland GmbH:	14
= total	14

A. Petzetakis GmbH has no existing stock from Intercompany.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

b) Intercompany transactions (figures taken from ICOY file) as per 31.12.09

A. Petzetakis GmbH has trade accounts receivable from...

- A. Petzetakis Deutschland:	0
= total	0

A. Petzetakis GmbH has other accounts receivable from...

- A. Petzetakis Deutschland:	7
= total	7

A. Petzetakis GmbH has trade accounts payable to...

- Induplas:	0
- AG Petzetakis SA:	0
= total	0

A. Petzetakis GmbH has no other accounts payable to Intercompany.

A. Petzetakis GmbH has M/L financial receivables from...

- A. Petzetakis Deutschland GmbH:	233
= total	233

A. Petzetakis GmbH sold finished products to...

- A. Petzetakis Deutschland GmbH:	0
= total	0

A. Petzetakis GmbH has other purchase from ...

- A. Petzetakis Deutschland GmbH:	0
= total	0

A. Petzetakis GmbH has interest income from...

- A. Petzetakis Deutschland GmbH:	16
= total	16

A. Petzetakis GmbH has no existing stock from Intercompany.

c) Directors' remuneration

All executive directors and non executive directors are employed since 01.01.2008 at A. Petzetakis Deutschland GmbH and now receive their remuneration only from this company.

Notes to the financial statements
A. Petzetakis GmbH
31st December, 2010

24. Financial risk management objective and policies

The company principal financial instruments, other than derivatives, comprise bank loans, and instalment sale agreements hire purchase contracts, cash and short term deposits. The main purpose of these financial instruments is to raise finance for the Group's operations. It is, and has been throughout the year under review, the company policy that no trading in financial instruments shall be undertaken. The main risks arising from the company financial instruments are, liquidity risk, and credit risk. The board reviews and agrees policies for managing each of these risks and they are summarised below. The company also monitors the market price risk arising from all financial instruments. The magnitude of this risk that has arisen over the year is discussed in note.

Foreign currency risk

The company has no significant transactional currency exposures.

As issued in note 3.3. *There is no significant foreign exchange risks, because the majority of transactions are made in Euro (domestic and European market). That's why the company has no necessity of financial instruments to avoid this risk.*

Commodity price risk

The Group's exposure to price risk is minimal.

Credit risk

The company trades only with recognised, creditworthy third parties. It is the company's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis with the result that the company's exposure to bad debts is not significant. For transactions that are not denominated in the measurement currency of the relevant operating unit, the company does not offer credit terms without the specific approval of the Head of Credit Control. The audit risk is minimum. All the significant single clients accounts with credit risk (taking in consideration aging) are covered at 100%.

PARTICIPATING OFFICE AUDIT CLEARANCE MEMORANDUM

To:

BDO Certified & Registered Auditors AE	email: m.michelinaki@bdo.com.gr
Attn. Marianna Michelinaki	
Patission 81 Street	
GR 104 34 Athens	Fax no: +30 210 8894 321
Greece	

Group entity:	Aristovoulos G. Petzetakis S.A. Group
Year:	31.12.2010
Local Audit Firm:	Petzetakis GmbH
Local Audit Engagement Partner:	Thorsten Bruckhaus
Local Audit Engagement Manager:	Irene Kaliebe

INDEPENDENT AUDITORS REPORT on Aristovoulos G. Petzetakis S.A. Group**Report on the Financial Statements**

We have audited the accompanying financial statements of Aristovoulos G. Petzetakis S.A. Group which comprise the statement of financial position as at December 31, 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.⁶ An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified* audit opinion.

*Basis for Qualified Opinion**

We conducted our audit in accordance with German Standards on Auditing (“IDW Prüfungsstandards”) which are based on International Standards on Auditing. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company’s circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Qualified Opinion*

In our opinion, [except for the effects of the matter described in the Basis for Qualified Opinion paragraph]*, the financial statements present fairly, in all material respects, the financial position of ABC Company as at December 31, 2010, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Report on Other Legal and Regulatory Requirements

N/A



Feb 22, 2011

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