



**ARISTOVOULOS G. PETZETAKIS S.A.
HELLENIC PLASTICS AND RUBBER INDUSTRY**

**INTERIM SEPERATED & CONSOLIDATED FINANCIAL STATEMENTS
FOR 31 MARCH 2009**

ARISTOVOULOS G. PETZETAKIS S.A.
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STATEMENT OF FINANCIAL POSITION OF A.G. PETZETAKIS SA
amounts in thousand euro

	NOTE	GROUP		COMPANY	
		31.03.2009	31.12.2008	31.03.2009	31.12.2008
NON CURRENT ASSETS					
Intangible assets	15A	132	161	0	0
Tangible assets	15A	97,552	98,244	54,875	55,287
Other assets	3D	2,104	2,104	29,756	29,756
Goodwill	6	9,884	9,884		
TOTAL NON CURRENT ASSETS		109,672	110,393	84,631	85,043
CURRENT ASSETS					
Inventories	7	19,757	19,730	6,744	6,434
Trade and other receivables	8	31,566	32,461	13,337	13,331
Deferred tax assets	13B			1,717	1,841
Cash and cash equivalents	9	4,138	6,295	3,253	4,501
TOTAL CURRENT ASSETS		55,461	58,486	25,051	26,107
TOTAL ASSETS		165,133	168,879	109,682	111,150
EQUITY AND LIABILITIES					
Share capital	10	7,675	7,675	7,675	7,675
Share premium		81,953	81,953	81,953	81,953
Capital reserves	11A	16,465	16,465	15,078	15,078
Revaluation reserves	11B	35,404	34,646	18,891	18,891
Stock option plan reserve		220	220	220	220
Translation difference		(2,593)	(2,478)		
Retained defisite		(162,514)	(159,581)	(159,310)	(157,488)
Amounts intended for share capital increase					
Non controlling interest		755	768		
TOTAL EQUITY		(22,635)	(20,332)	(35,493)	(33,671)
NON CURRENT LIABILITIES					
Loans payable after one year	13A	120,404	119,166	117,478	116,124
Retirement benefit obligation		2,500	2,490	1,198	1,198
Deferred tax liabilities	13B	3,950	4,295		
Obligations under finance leases due after one year	16	706	749		
Other non current liabilities		6,683	7,294	6,682	7,294
TOTAL NON CURRENT LIABILITIES		134,243	133,994	125,358	124,616
CURRENT LIABILITIES					
Trade and other payables	14A-C	34,428	35,650	17,127	17,137
Obligations under finance leases	16	197	201		
Short-term loans	14B	17,060	17,879	1,826	2,289
Tax liabilities	12	1,840	1,487	864	779
TOTAL CURRENT LIABILITIES		53,525	55,217	19,817	20,205
TOTAL EQUITY AND LIABILITIES		165,133	168,879	109,682	111,150

The notes forming an integral part of the interim financial statements on pages 7 – 43.



TOTAL COMPREHENSIVE INCOME STATEMENT FOR THE PERIOD

01 JANUARY – 31 MARCH 2009

amounts in thousand euro

	NOTE	GROUP	
		1.1.2009 – 31.03.2009	1.1.2008 – 31.03.2008
Turnover (sales)	4	25,885	37,972
Cost of sales	5A	20,802	31,672
Gross profit		5,083	6,300
Other operating income		212	227
Total gross operating results		5,295	6,527
Administrative expenses	5B	1,811	2,649
Research and development expenses	5C	94	100
Distribution cost	5D	4,530	5,165
Operating Profit		(1,140)	(1,386)
Non operating income			
Income from participations			
Finance income (credit interest)		114	76
Other income		418	268
		532	344
Non operating expenses			
Finance cost (debit interest)	5E	1,788	2,326
Other expenses	5F	280	94
		2,068	2,420
Net results (losses) for the period before taxes		(2,676)	(3,462)
Income tax	13B	(505)	(511)
Net results (losses) for the period after taxes (A)		(3,181)	(3,973)
Allocated to:			
Company shareholders		(3,168)	(3,999)
Minority interest		(13)	26
		(3,181)	(3,973)
OTHER COMPREHENSIVE INCOME - (EXPENSES)			
Effect from readjustment of fixed assets		758	
Difference in €/ZAR & €/RON exchange rate		120	(2,653)
Stock option reserve			94
Other reserves			80
Convertible bond reserve			5,850
Total other income - (expenses) (B)		878	3,371
TOTAL COMPREHENSIVE EXPENSES FOR THE PERIOD (A+B)		(2,303)	(602)
(Losses) per share (in euro)		(0.1238)	(0.1607)

The notes forming an integral part of the interim financial statements on pages 7 – 43.


TOTAL COMPREHENSIVE INCOME STATEMENT FOR THE PERIOD
01 JANUARY – 31 MARCH 2009

amounts in thousand euro

COMPANY	NOTE	1.1.2009 – 31.03.2009	1.1.2008 – 31.03.2008
Turnover (sales)	4	7,456	10,860
Cost of sales	5A	6,126	9,828
Gross profit		1,330	1,032
Other operating income		316	597
Total gross operating results		1,646	1,629
Administrative expenses	5B	762	974
Research and development expenses	5C	68	36
Distribution cost	5D	1,114	1,302
Operating losses		(298)	(683)
Non operating income			
Income from participations			
Finance income (credit interest)		42	13
Other income		11	212
		53	225
Non operating expenses			
Finance cost (debit interest)	5E	1,212	1,671
Other expenses	5F	242	
		1,454	1,671
Net results (losses) for the period before taxes		(1,699)	(2,129)
Income tax	13B	(123)	(67)
Net results (losses) for the period after taxes (A)		(1,822)	(2,196)
OTHER COMPREHENSIVE INCOME - (EXPENSES)			
Stock option reserve			94
Convertible bond reserve			5,850
Total other income - (expenses) (B)		0	5,944
TOTAL COMPREHENSIVE (EXPENSES) - INCOME FOR THE PERIOD (A+B)		(1,822)	3,748
(Losses) per share (in euro)		(0.0712)	(0.0880)

The notes forming an integral part of the interim financial statements on pages 7 – 43.

STATEMENT OF CHANGES IN EQUITY - COMPANY

31.03.2009
(amounts expressed in thousand euro)

	Share Capital €	Share Premium €	Capital Reserves €	Revaluation Reserves €	Retained Deficit €	Convertible Bond Reserve €	Stock Option Plan €	Total €
Equity at beginning of period 01.01.2009	7,675	81,953	9,228	18,891	(157,488)	5,850	220	(33,671)
Total comprehensive income - (expenses) for the period 01.01.2009 - 31.03.2009					(1,822)			(1,822)
Total Equity at end of period 31.03.2009	7,675	81,953	9,228	18,891	(159,310)	5,850	220	(35,493)

STATEMENT OF CHANGES IN EQUITY - COMPANY

31.03.2008
(amounts expressed in thousand euro)

	Share Capital €	Share Premium €	Capital Reserves €	Revaluation Reserves €	Retained Defisite €	Convertible Bond Reserve €	Stock Option Plan €	Total €
Equity at beginning of period 01.01.2008	7,487	81,765	9,228	20,891	(132,414)	0	220	(12,823)
Total comprehensive income - (expenses) for the period 01.01.2008 - 31.03.2008					(2,196)		94	(2,102)
Share Capital Increase						5,850		5,850
Total Equity at end of period 31.03.2008	7,487	81,765	9,228	20,891	(134,610)	5,850	314	(9,075)



STATEMENT OF CHANGES IN EQUITY – GROUP

31.03.2009

(amounts expressed in thousand euro)

	Share Capital	Share Premium	Capital Reserves	Revaluation Reserves	Accumulated losses	FX Conversion Reserves	Minority interest	Stock Option Plan	Convertible Bond Reserve	Total
	€	€	€	€	€	€	€	€	€	€
Equity at beginning of period 01.01.2009	7,675	81,953	10,615	34,646	(159,581)	(2,478)	768	220	5,850	(20,332)
Total comprehensive income - (expenses) for the period 01.01.2009 - 31.03.2009				758	(2,933)	(115)	(13)			(2,303)
Total Equity at end of period 31.03.2009	7,675	81,953	10,615	35,404	(162,514)	(2,593)	755	220	5,850	(22,635)

STATEMENT OF CHANGES IN EQUITY – GROUP

31.03.2008

(amounts expressed in thousand euro)

	Share Capital	Share Premium	Capital Reserves	Revaluation Reserves	Accumulated losses	FX Conversion Reserves	Minority interest	Stock Option Plan	Convertible Bond Reserve	Total
	€	€	€	€	€	€	€	€	€	€
Equity at beginning of period 01.01.2008	7,487	81,765	9,882	24,434	(130,839)	673	1,045	220	0	(5,333)
Total comprehensive income - (expenses) for the period 01.01.2008 - 31.03.2008			477	(148)	(5,152)	(1,545)	(84)			(6,452)
Share Capital Increase									5,850	5,850
Total Equity at end of period 31.03.2008	7,487	81,765	10,359	24,286	(135,991)	(872)	961	220	5,850	(5,935)


CASH FLOW STATEMENT (Indirect Method) – GROUP & COMPANY

amounts in thousand euro

	GROUP		COMPANY	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
<u>Operating Activities</u>				
(Loss)/Profit before taxes	(2,676)	(3,462)	(1,699)	(2,129)
Plus/minus adjustments for:	0		0	
Depreciation	1,229	1,360	428	468
Provisions			0	
Finance costs	1,788	2,326	1,213	1,672
Adjustments for items not involving the movement of cash:	0		0	
(Increase)/decrease in inventories	(27)	1,497	(310)	(144)
(Increase)/decrease in debtors	895	1,606	(7)	(1,650)
Increase/(Decrease) in liabilities (except banks)	(2,066)	(1,574)	(394)	2,011
Minus:	0		0	
Interest paid	(170)	(1,936)	0	(1,260)
Total (outflow) from operating activities (a)	(1,027)	(183)	(769)	(1,032)
<u>Investment Activities</u>				
Purchase of tangible and intangible assets	(146)		(17)	
Other assets	(0)	629	0	(38)
Income on disposal of tangible and intangible assets	0		0	
Total (outflow)/ inflow from investment activities (b)	(146)	629	(17)	(38)
<u>Financing Activities</u>				
Proceeds from issued / granted loans		17,500	0	17,500
Repayments of loans	(936)	(9,033)	(463)	(7,250)
Finance lease obligations paid				
	(48)	(134)	0	(94)
Share capital decrease	0		0	
Total (outflow) / inflow from financing activities (c)	(984)	8,333	(463)	10,156
Net increase/(decrease) in cash and cash equivalents for the period (a)+(b)+(c)	(2,157)	8,779	(1,249)	9,086
Cash and cash equivalents at beginning of the period	6,295	1,916	4,501	973
Cash and cash equivalents at end of the period	4,138	10,695	3,252	10,059

The notes forming an integral part of the interim financial statements on pages 7 – 43.



NOTES ON THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The parent company of the Group was incorporated in Athens in 1960 in accordance with Law 2190/1920 and with a duration of 50 years, which ends in 2010. The Shareholders' General Meeting of 28th July, 2007 decided that the company's duration will be extended for another 50 years. The company is listed on the Athens Stock Exchange.

On 02.08.2007 the Board of Directors of the Athens Stock Exchange decided to transfer the company's shares to the under supervision category from 3 August, 2007 according to article 212 of the regulation of Athens Stock Exchange because of the existence of substantive debts over due.

According to decision number 14005 dated 2.4.2008 the Board of Directors of Athens Stock Exchange decided the suspension of trading of the company's common shares. Following, the Board of Directors of the Athens Stock Exchange (Dec. No. 47776/2-10-2008) decided to repeal the trading suspension for the company's shares and the trading of such in the category "under supervision".

The Group's main objectives are the construction, the development and trading of any items made from plastic or metal and any other related product and generally any trading, industrial and economic interaction as well as the incorporation or participation in other commercial or industrial companies, of any form, in Greece or abroad, with similar activity.

The financial statements of the company and Group have been prepared according to the going concern principle. The company and Group until 31.12.2008 accepted tolerance by Bondholders for the non-achievement of financial obligations as stipulated by the relevant agreements with the bondholders. The going concern of the company and Group given the non-achievement of financial obligations also during 31.03.2009 and with the potential non-achievement of the respective financial obligations in the future is subject to the condition of the continued tolerance and support of the company and group from bondholders.

(a) Compliance statement: The attached annual financial statements of the Company and Group, have been prepared according to the International Financial Reporting Standards (IFRS) as such have been adopted by the European Union.

(b) Approval of Financial Statements: The Board of Directors of Aristovoulos G. Petzetakis S.A. approved the company and consolidated interim quarterly financial statements for the period 01/01-31/03/ 2009:

1. Georgios Arist. Petzetakis	BoD Chairman	Executive Member
2. Dionysios Gaggas	Vice-Chairman	Non-Executive Member
3. Petros Tzanetakis	Member	Non-Executive Member
4. Spyridon Dontas	Member	Non-Executive Member
5. Paraskevas Tsevas	Member	Non-Executive Member
6. Georgios Papageorgantas	Member	Non-Executive Member
7. Jamil Mawji	Member	Non-Executive Member



(c) Use of Estimations: The preparation of the financial statements in accordance with IFRS, requires that the management makes estimations and assumptions which affect the asset and liability items, the disclosure of contingent debt and liabilities at the balance sheet date as well as the amount of income and expenses during the period. The actual results may be different from these estimates.

2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS (I.F.R.S.) AND INTERPRETATIONS

During the present period, the Group adopted the new and revised International Financial Reporting Standards (IFRS) and their respective interpretations, as such have been issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (I.F.R.I.C.) respectively, and to the extent that such are related to the Group's activity and are in effect for accounting periods beginning on 1 January 2009.

a. New and revised standards and interpretations in effect during 2009

The adoption of new and revised standards and interpretations in effect from 1 January 2009 are either not related to the Group's activities or do not induce changes on the accounting principles with substantial effects on the disclosed financial data of the present and previous financial period.

b. New and revised standards not yet in effect.

It is considered that the adoption of new and revised standards and interpretations in effect in the future is either not related to the Group's activity or will not have substantial effects on the financial data.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

(a) Accounting Basis

The attached financial statements have been prepared by the company's Management in accordance with the International Financial Reporting Standards (IFRS) and their respective interpretations as such have been issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretation Committee (IFRIC) respectively and have been adopted by the European Union.

(b) Historical Cost Convention

The financial statements have been prepared under the historical cost convention, except for land-plots, buildings and machinery, for which the acquisition cost was revalued following a re-valuation by independent market appraisers.

(c) Basis of Consolidation

The consolidated financial statements include the financial statements of A.G. PETZETAKIS S.A. and its subsidiaries at 31/03/2009. The financial statements of the subsidiaries are prepared during the same reporting date as those of the parent, adopting the same accounting principles.

All the intercompany transactions and balances, including unrealized gains from inter-company transactions, are fully eliminated. Unrealized losses are also eliminated, except for the case where the relevant cost is not recoverable.

Subsidiaries are consolidated from the day the Group acquires "control" on such and cease to be consolidated from the day control no longer exists. When there is a loss of control on a subsidiary, the consolidated financial statements include the results that correspond to the portion of the year where control was in effect.

Minority interest represents the rights of outside parties which do not form part of the Group.

(d) Subsidiaries & Associates

Initially, participations in subsidiaries and associate companies are stated at fair values (or in case of incorporation at the nominal value of shares) plus any direct expense of acquisition. Fair value is considered to be the fair price provided for the acquisition. The subsequent valuation of participations in subsidiaries and associate companies is stated at acquisition cost of the participation or at the nominal value of shares in case of incorporation.



COMPANIES CONSOLIDATED WITH THE FULL CONSOLIDATION METHOD

Subsidiaries	Domicile	Voting Rights	Direct participation	Indirect participation	Total	COMPANY	
						ACQUISITION COST 31.03.2009	ACQUISITION COST 31.12.2008
A.G. PETZETAKIS S.A.	Greece				Parent		
PETZETAKIS NORTH GREECE SA	Greece	94.18%	94.18%		94.18%	10,159	10,159
PETZETAKIS AFRICA PTY	S. Africa	100.00%		100.00%	100.00%		
SEKUNJALO PIPING - SYSTEMS (PTY) LTD	S. Africa	100.00%		100.00%	100.00%		
SEKTEL COMMUNICATIONS	S. Africa	55.00%		55.00%			
PETZETAKIS AFRICA (NAMIBIA) (PTY) LTD	S. Africa	100.00%		100.00%			
SECUNJALO OUTSOURCING (PTY) LTD	S. Africa	100.00%		100.00%			
SECUNJALO UTILITIES (PTY) LTD	S. Africa	100.00%					
INDUPLAS SPA	Italy	100.00%	100.00%		100.00%	24	24
FLEXIPLAS S.A.	Spain	100.00%	100.00%		100.00%	5,388	5,388
PETZETAKIS GmbH	Germany	100.00%	100.00%			2,534	2,534
PETZETAKIS DEUTSHLAND (.BEHKA – PLAST GMBH)	Germany	100.00%		100.00%	100.00%		
EUROHOSE LTD	United Kingdom	100.00%	100.00%		100.00%	2	2
A.G. PETZETAKIS ROMANIA SRL	Romania	100.00%	100.00%		100.00%	1,328	1,328
A.G. PETZETAKIS INTERNATIONAL HOLDINGS LTD	Cyprus	100.00%	100.00%		100.00%	9,198	9,198
					TOTAL A	28,633	28,633



COMPANIES EXCLUDED FROM CONSOLIDATION

Other companies	Domicile	Voting Rights	Direct Participation	Indirect Participation	Total	COMPANY ACQUISITION COST	ACQUISITION COST
						31.03.2009	31.12.2008
HELIFLEX IRAN[1]	Teheran	25.00%	25.00%		25.00%	34	34
AVID IRAN[1]	Teheran	25.00%	25.00%		25.00%	34	34
INTEAL ENTROPIA S.A.[2]	Greece	9.00%	9.00%		9.00%	11	11
PLASTIKA KAVALAS SA [3]	Greece	100.00%	100.00%		100.00%	672	672
PETZETAKIS PLASTIKA SKOPJE LTD [1]	Fyrom	94.18%		94.18%	94.18%		
					TOTAL B	751	751
	Long-term bills receivable					127	127
	Non-accrued interest on bills receivable						
	Given Guarantees					245	245
					GRAND TOTAL	29,756	29,756

[1] Does not exercise significant control according to those stipulated by IAS 28

[2] Participation percentage <20%, does not exercise significant influence and substantial control.

[3] Excluded from consolidation due to negligible size.



(e) Foreign currency translation

a. Transaction and presentation currency

The Financial Statements of the parent and subsidiary are presented in the currency that prevails in the economic environment where such operate. The consolidated financial statements are presented in Euro, which is the parent company's operating currency.

b. Transactions and financial figures

During the preparation of the separate company financial statements

Transactions in currencies other than the operating currency (foreign currency) are recorded based on the exchange rate prevailing at the date of the transaction. During the balance sheet date, the monetary assets and liabilities in foreign currency are translated to the presentation currency based on the exchange rate in effect during the Balance Sheet date.

The non-monetary financial items valued at fair value and denominated in foreign currency are translated according to the exchange rate in effect during the calculation of the fair value. The non-monetary financial items calculated at historic cost in foreign currency are translated according to the exchange rate in effect during the acquisition date.

The exchange rate differences are recognized in the results of the period when such arise except for:

- Foreign exchange differences that concern assets under construction for use in future production, which are included in the construction cost.
- Foreign exchange differences related to receivable / payable amounts in foreign activities, whose collection / payment is not scheduled and not likely as a considered part of the foreign investment activity.

Such foreign exchange differences are recognized as a foreign currency translation reserve and are transferred to the results of the period in which the relevant investment is sold.

For presentation purposes of the consolidated financial statements, the assets and liabilities of foreign activities are translated to the operating currency of the parent company, according to the exchange rates in effect during the Balance Sheet date. Income and expenses are translated according to the average exchange rate during the period. The resulting foreign exchange differences are recognized in equity as a "foreign currency translation reserve".

Such foreign exchange differences are recognized in the results of the period in which the activity is sold.

(f) Tangible fixed assets

Equipment and vehicles are valued at cost minus accumulated depreciations and impairment. Property (land-plots and buildings) and mechanical facilities are valued at current value minus depreciations. The current value was defined by independent appraisers during the initial adoption of the International Accounting Standards. A relevant valuation for the company and Group took place during 31 December 2008. Depreciations are calculated with fixed rates throughout the useful life of the fixed assets, as follows:

Category of fixed asset	Useful life
Buildings	20-50
Machinery & facilities	5-30
Furniture & fixtures	3-8
Vehicles	3-9

(f) Tangible fixed assets (cont.)

Current value is determined by independent appraisers, with reference to the market conditions and it is the amount for which an asset could be exchanged between knowledgeable, willing parties in an arm's length transaction at the valuation date. The excess amount of revaluation is transferred to the account "Revaluation Reserve" and is presented in the Balance Sheet as part of equity. Possible deficit from revaluation is transferred to Income Statement after setting off previous excess revaluation of the asset. The accumulated depreciation at valuation date, is set-off with the original cost of the asset and the net book value is revalued at current value. After the sale of an asset the respective revaluation reserve is transferred to Retained Earnings. Assets are written off when they are sold or when there is an indication that no future benefit will arise from their use.

Gains or losses that arise by a written-off asset (difference between book value and net sale proceeds) are transferred to Income Statement of the respective financial period.

(g) Intangible Assets

The research and development expenses are accounted as expenses of the period such are realized.

An internally generated intangible asset is recognized only when all the following conditions are satisfied:

- The generated asset can be identified (i.e. the software and a new production process).
- It is probable that future economic benefits will flow to the company from the asset.
- The development / self-production cost of the asset can be measured reliably.

The internally generated intangible assets are amortized by the straight line method during their useful lives. When self-produced asset cannot be specifically identified, the development cost is recognized as an expense in the period such is incurred.

(h) Impairment of Tangible and Intangible Fixed Assets

At the Balance Sheet date, the Group examines the net book value of tangible and intangible assets for possible impairment. In case of indication of impairment, an estimation is made on the fixed assets' recoverable value in order to determine the loss from impairment (if deemed necessary).

Recoverable amount of an asset is the greater between fair value less the selling expenses and the value in use. The value in use is calculated by determining the present value, of the expected future cash flows, using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks related to the asset, which have not already been reflected in the estimated future cash flows.



(h) Impairment of Tangible and Intangible Fixed Assets (cont.)

If the recoverable amount of an asset or a cash generating unit is considered to be less than its net book value, then this amount is decreased to its recoverable amount. The impairment loss is recognized directly as an expense in the Income Statement.

When, subsequently, the impairment loss is reversed, the net book value of the asset is increased up to its revised recoverable value, so that this increased accounting balance does not exceed the accounting balance that would have been determined in case that no impairment loss had been recognized in previous years. The reversal of the impairment loss is recognized directly as income in the Income Statement.

(i) Grants of Investments on Fixed Assets

Grants are recognized at current value when there is a sufficient certainty that the grant will be received and all the relevant conditions will be fulfilled. When a grant relates to an expense it is recognized as income during the period required to offset the respective expense on a systematic basis.

When a grant relates to a fixed asset, the value is considered as deferred income and is transferred to the Income Statement allocated according to the duration of the expected usage expiration of the asset.

j) Goodwill

Goodwill is initially defined as the additional amount that was paid for the acquisition of a subsidiary, over the fair value of the net asset acquired. Goodwill is not amortized.

After the initial definition goodwill is presented at cost minus possible impairment.

Goodwill that is presented in the Balance Sheet is not amortized. It is reviewed periodically for possible impairment and in case of events indicating such impairment, goodwill is revalued accordingly.

(k) Cash & cash equivalents

Cash and cash equivalents include cash in the bank and at hand as well as short term highly liquid investments.

(l) Receivables

Customers are recorded at fair value. Impairment, due to provisions for bad debts is applied only when the relevant amounts are considered significant. The amount of the provision for possible impairment is transferred to Income Statement.



(m) Provisions:

Provisions are recognized when the Company has present obligations (legal or constructive) as a result of past events, their settlement through an outflow of resources is probable and the amount of the liability can be reliably estimated. Provisions are reviewed at each balance sheet date and are revised in order to reflect the present value of the expense deemed necessary for the settlement of the liability. If the effect of the time value of money is substantial, provisions are calculated by discounting the expected future cash flows using a pre-tax discount rate that reflects current market assessments of the time value of money and, when necessary, the risks specific to the liability. The contingent liabilities are not recognized in the financial statements but are disclosed in the financial statements, unless the possibility for an outflow of resources including economic benefits is considered remote. The contingent assets are not recognized in the financial statements but are disclosed when an inflow of economic benefits is possible.

(n) Revenue Recognition

Revenues from sales are presented net of V.A.T. and are recognized when the ownership of the merchandises is transferred to the customer, a fact established when such are delivered to the customer.

Revenues from interest are recognized on a chronological basis with reference to the invested capital and the relevant interest rate. Revenues from participations (dividends) are recognized when the shareholders' right for payment is realized.

(o) Retirement Benefits

In accordance with Greek Labor Law, the company has to provide to all its employees on retirement a specific defined financial benefit. This financial benefit, which is payable on the retirement day is equivalent to 40% of the amount defined by the following factors:

- a) the years of service in the company
- b) the monthly salary during the retirement year and
- c) other factors as defined by the relevant legislation.

This liability is specified as the present value of the defined benefit quantifying actuarial parameters that exist at the Balance Sheet date.

The company has assigned the above calculation to professional actuaries and the estimated liability on 31.03.2009 has been classified and is included in the financial statements. The previous years' liability has been identified and recorded directly into Equity and the corresponding liability referring to the period had an impact on the income statement of the previous period.

This liability is defined during the Balance Sheet date according to the Projected Unit Credit Method. According to the method, liabilities that correspond to the provided service during the Balance Sheet date, are handled separately from the liability that corresponds to future service.

The most important assumptions used are:

<u>Estimation date</u>	<u>Discount rate</u>	<u>GDP Growth</u>	<u>Inflation</u>
31.03.2009	4.80%	3%	2%
31.12.2008	4.80%	3%	2%



(p) Inventories

Inventories are valued at the lowest between cost and net realizable value. Cost for each product at its current stage and condition, is calculated as follows:

- Raw materials first in – first out method
- Final product and work in progress: Direct cost of raw materials and labor and proportion of industrial administrative expenses based on the ordinary operation, excluding financing cost.

(q) Income Tax (Current and Deferred)

Income tax is calculated on taxable profits during the period and according to the rate which is in effect for each company in the respective country. Taxable profit of the parent company differs from the net profit of the companies as reported in the financial statements of each company as it excludes income or expenses that are not taxable or deductible in other financial years and it further excludes items that are never taxable or deductible.

Deferred tax is the tax payable or receivable due to timing difference in income taxation or in expense recognition for taxation purposes and is accounted for to the extent that it is expected to arise in the future.

Deferred tax liability is recognized mainly for all temporary taxation differences and deferred tax asset is recognized to the extent that it is probable that future taxable profit will be available and the tax asset will be offset against the resulting tax liability.

The amounts of deferred taxes (assets and liabilities) are reviewed at each Balance Sheet date and are revised if necessary, considering facts and circumstances that affect the availability of future taxable profit for the utilization of such.

Deferred tax is calculated according to the tax rates that are expected to apply during the period in which the tax liability or asset arises.

This tax is charged or credited to the results, except when such relates to items that are transferred directly to Equity in which case the deferred tax is also accounted for against equity.

(r) Financial Leases

Assets under financial lease agreements are stated at the lower of fair value at acquisition date and the present value referring to lease payments. The respective liability towards the lessor is presented in the Balance Sheet as “Liabilities under finance leases”.

Lease payments are separated between finance charges and installment payments for the settlement of liability so as to reflect a constant periodic interest rate on the outstanding net liability in the finance lease.

The finance cost is recognized in the Income Statement, except when such is related with an investment asset where the capacity for capitalization is recognized, according to the general policy that has been adopted for the finance cost.



(s) **Segment Information**

A business segment can be characterized as a total of assets and operations that are employed during the production and provision of services and that are subject to business risks and investment returns that differ from other business segments.

A geographic segment can be characterized as a particular geographical economic environment, where services and products are provided under conditions of business risks and investment returns that differ from other economic environments.

(t) **Financial assets**

Financial assets are classified in the following four categories:

- Financial assets at fair value through the Results
- Investments held until maturity
- Financial assets available for sale and
- Loans and receivable amounts

Financial assets at fair value through the Results

The company has no such financial assets.

Held- to - maturity Investments

The company has no such investments.

Available -for- sale Financial Assets

Investments in shares listed on the Athens Stock Exchange are valued at fair value. Profit or losses that arise from changes in fair value are recognized in Equity as “Investment valuation Reserve”, except for the loss from impairment which is recognized in the results. In case the investment is sold, the valuation reserve recognized in previous periods and included in Equity is transferred to the results of the period in which the sale took place.

Dividends on financial assets for sale are recognized in the Results when the right to receive such is established.

Loans and receivables

Trade receivables, loans and other receivables with a defined payment schedule that are not listed on organized markets, are classified as loans and receivable amounts. Such are valued at the expected receivable value and given that they correspond to short-term receivables, the resulting discounted interest based on the real interest rate is considered negligible.



Impairment of financial assets

The financial assets are reviewed during the preparation of the financial statements for possible indications of impairment. Such impairment takes place when there is objective evidence as a result of a past event following the initial recognition and that adversely affected the expected cash flows.

The receivables resulting from the company's trade transactions, are reviewed for possible impairment as a total. Objective evidence of such impairment may be considered as the experience from the smooth collection of receivables, any possible repeated violations of the credit period or other unknown factors, such as political stability, financial conditions, etc.

Apart from the above, the company also reviews part of the receivables separately and follows a policy of doubtful debt provisions when there is adequate objective indication for doubtful debts. Such provisions are charged to the results of the period, when the need to apply such is established.

Financial liabilities and participating titles issued by the Group

Participating title

Participating title is any agreement that establishes a right on the balance that remains from the assets of a financial unit, after deducting its liabilities. Participating titles issued by the company are recognized at the received amount minus the issue cost.

Financial liabilities

Financial liabilities are classified as "financial liabilities at fair value through the Results" or "Other financial liabilities".

Financial liabilities at fair value through income

The company has no such financial liabilities

Other financial liabilities

Other financial liabilities, including loans, are recognized at fair value minus the direct cost for the transaction.

The other financial liabilities (loans) are recognized subsequently at the value of the real debt discounted during the Balance Sheet date at present value based on the real interest rate, if such differs substantially from the borrowing rate.

The other financial liabilities, given their short-term character, at present value do not differ significantly from the initially defined liability.

(u) Earnings per share

Earnings per share are calculated by dividing the net earnings for the period after taxes with the weighted average number of shares outstanding during each year/period.



4. TURNOVER

(amounts in thousand euro)

Turnover is analyzed as follows:

	GROUP		COMPANY	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
Sales of merchandise	1,979	11,903	771	1,717
Sales of finished and semi-finished products	23,904	25,860	6,685	9,143
Other sales	2	209		
	25,885	37,972	7,456	10,860



4A. SEGMENT INFORMATION

(amounts in thousand euro)

Quarterly period that

ended on 31/3/2009	A.G. PETZETAKIS	PETZETAKIS AFRICA PTY	PETZETAKIS N. GREECE SA	PETZETAKIS DEUTCH.	INDUPLAS	OTHER	TOTAL	CONSOLIDATION ENTRIES	GROUP
Income from foreign customers	6,022	11,620	2,545	2,273	1,787	1,850	26,097		26,097
Income between Business Segments	1,750	0	497	22	289	8	2,566	2,566	0
Total Income	7,772	11,620	3,042	2,295	2,076	1,858	28,663		26,097
Cost of Sales	6,126	9,662	2,382	1,662	1,818	1,438	23,088	2,286	20,802
Operating Expenses	1,944	2,584	687	476	362	662	6,715	280	6,435
Operating Profit (Losses)	-298	-626	-27	157	-104	-242	-1,140		-1,140
Operating Profit (Losses) before depreciation	130	-204	96	206	-52	-87	89		89
Net Earnings (Losses)	-1,822	-1,099	-227	156	113	-302	-3,181		-3,181

Quarterly period that

ended on 31/3/2008	A.G. PETZETAKIS	PETZETAKIS AFRICA PTY	PETZETAKIS N. GREECE SA	PETZETAKIS DEUTCH.	INDUPLAS	OTHER	TOTAL	CONSOLIDATION ENTRIES	GROUP
Income from foreign customers	9,144	16,811	3,585	2,495	2,952	3,212	38,199		38,199
Income between Business Segments	2,313	0	1,249	19	433	18	4,032	4,032	0
Total Income	11,457	16,811	4,834	2,514	3,385	3,230	42,231		38,199
Cost of Sales	9,828	14,493	3,805	1,989	2,759	2,334	35,208	3,536	31,672
Operating Expenses	2,312	2,997	712	497	551	1,340	8,409	496	7,913
Operating Profit (Losses)	-683	-679	317	28	75	-444	-1,386		-1,386
Operating Profit (Losses) before depreciation	-215	-142	439	68	160	-336	-26		-26
Net Earnings (Losses)	-2,196	-1,085	-275	15	10	-442	-3,973		-3,973

Based on the group's corporate structure, the financial services prepare the strategy, monitor the development and make decisions through information received by the company and its subsidiaries.

Based on the financial data and specifically the sales of each company included in the consolidation, the basic business segments are considered as follows: the parent company A.G. Petzetakis as well as its subsidiaries Petzetakis Africa, Petzetakis North Greece, Petzetakis Deutschland and Induplas. The other segments refer to the other consolidated subsidiaries, whose turnover aggregately amounts to 7.09%.

The group's income comes from a large number of customers allocated per customer to percentages that do not exceed 10% each.



5. NUMBER OF EMPLOYEES PER COUNTRY

	31.03.2009	31.03.2008
Greece	352	378
S. Africa	602	685
Italy	60	65
Germany	46	61
Spain	41	51
Romania	15	15
United Kingdom	2	2
	1,118	1,257
BoD remuneration of Parent	36	15
Remuneration of Senior Executives of Parent	277	329
BoD remuneration of Group	147	135
Remuneration of Senior Executives of Group	530	766

5A. COST OF SALES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
The cost of sales is allocated as follows:				
Wages	3,522	4,134	1,406	1,486
Third party remuneration	360	989	17	359
Depreciations	1,051	1,146	353	364
Third party benefits & other expenses	1,531	2,244	504	241
Cost of merchandise / consumables		991		
Consumables	14,338	22,168	3,846	7,378
	20,802	31,672	6,126	9,828



5B. ADMINISTRATIVE EXPENSES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
The administrative expenses are allocated as follows:				
Wages	999	1,239	465	511
Third party remuneration	150	394	121	
Depreciation	91	124	42	63
Third party benefits & other expenses	571	892	134	400
	1,811	2,649	762	974

5 C. RESEARCH & DEVELOPMENT EXPENSES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
The research & development expenses are allocated as follows:				
Wages	90	83	64	26
Depreciation	3	6	3	4
Third party benefits & other expenses	1	11	1	6
	94	100	68	36



5 D. DISTRIBUTION EXPENSES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
The distribution expenses are allocated as follows:				
Wages	1,872	2,033	649	582
Depreciation	66	85	30	37
Third party benefits & other expenses	2,592	3,047	435	683
	4,530	5,165	1,114	1,302

5 E. NET FINANCIAL RESULTS

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
The net financial expenses are allocated as follows:				
Interest on short-term loans	556	682	62	793
Interest & expenses on long-term loans	1,110	854	1,110	854
Other financial expenses	122	790	40	24
	1,788	2,326	1,212	1,671



6. GOODWILL

The presented Goodwill includes the goodwill that emerged during the acquisition of the following subsidiaries:

	GROUP	
	31.03.2009	31.12.2008
PETZETAKIS NORTH GREECE SA	107	107
A.PETZETAKIS GMBH	804	804
PETZETAKIS DEUTSHLAND (BEHKA-PLAST GMBH)	2,148	2,148
FLEXIPLAS SA	2,798	2,798
PETZETAKIS AFRICA (PTY) LTD	3,933	3,933
PETZETAKIS ROMANIA SRL	259	259
EUROHOSE LTD	2	2
INDUPLAS SPA	(167)	(167)
	9,884	9,884

7. INVENTORIES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Inventories are analyzed as follows:				
Merchandise	3,735	3,160	1,624	1,660
Finished - semi-finished products - byproducts & remains	12,867	13,246	4,364	4,087
Production underway	76	85		
Raw & auxiliary Material, Consumables	4,992	5,152	1,756	1,687
Prepayments for purchase of inventories	0	0		
	21,670	21,643	7,744	7,434
Minus: Provisions	(1,913)	(1,913)	(1,000)	(1,000)
	19,757	19,730	6,744	6,434



8. TRADE AND OTHER RECEIVABLES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Trade receivables	22,853	22,196	8,554	7,778
Checks post-dated	6,174	8,184	1,720	2,583
Other receivables	10,492	10,035	5,212	5,119
	39,519	40,414	15,486	15,480
Minus: Provisions for doubtful receivables	(7,953)	(7,953)	(2,149)	(2,149)
	31,566	32,461	13,337	13,331

9. CASH & CASH EQUIVALENTS

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Cash in hand	47	66	13	7
Site and term deposits	4,091	6,229	3,240	4,494
	4,138	6,295	3,253	4,501



10. SHARE CAPITAL

(amounts in thousand euro)

	COMPANY	
	31.03.2009	31.12.2008
Share Capital fully paid 25,583,146		
Nominal value per share 0.30 € each	7,675	7,675
Total share capital of 24,956,646 common registered shares of 0.30 € each		
	7,675	7,675
Shares issued	31.03.2009	31.12.2008
Number of shares during the beginning of the period	25,583	24,957
Proportion for the period from new shares from the Convertible Bond 626 *7/9		278
Weighted average number of shares outstanding	25,583	25,235

COMMENT ON SHARE CAPITAL INCREASE & SHARE PREMIUM

Losses per share

Losses per share were calculated by dividing the losses for the period corresponding to company shareholders with the weighted average number of common shares outstanding during the period.

	COMPANY		GROUP	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Losses for the period	(1,822)	(25,074)	(3,168)	(23,033)
Weighted average number of common shares	25,583	25,235	25,583	25,235
Losses per share in €	-0.0712	-0.9936	-0.1238	-0.9127



11A. CAPITAL RESERVES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Statutory reserve	1,049	1,049	941	941
Extraordinary reserves	311	311	311	311
Reserves of convertible bonds	5,850	5,850	5,850	5,850
Other reserves	9,255	9,255	7,976	7,976
	16,465	16,465	15,078	15,078

11B. REVALUATION RESERVES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Differences from revaluation of participations & securities	3,478	3,478	3,478	3,478
Differences from revaluation of other assets	31,926	24,704	15,413	15,413
	35,404	28,182	18,891	18,891



11C. RETAINED DEFISIT

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Accumulated losses 1.1.2009 (1.1.2008)	159,581	130,839	157,488	132,414
Difference in exchange rate €/ZAR & €/RON	-235	(1,223)		
Transfer to other reserves	0	6,931		
Losses for the period 1.1.2009 – 31.03.2009 (1.1.2008-31.03.2008)	3,168	23,033	1,822	25,074
	162,514	159,581	159,310	157,488

11 D. STOCK OPTION PLAN

By means of a decision by the General Meeting of the parent company, a “Stock Option Plan” is created with the following characteristics:

Number of Shares/Options:	2,406,914
Beneficiary:	Members of the Board of Directors and employees of the company and its affiliates
Exercise price of option:	€ 1
Exercise period:	2006-2009
Up to 31/03/2009 887,500 options have been exercised	



12. TAX LIABILITIES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Income Tax – V.A.T.	879	472	163	
Staff' wages withholding taxes	601	712	586	676
Taxes from previous periods	94	(4)	(4)	(4)
Other taxes	266	307	119	107
	1,840	1,487	864	779

12A. INCOME TAX

The company's profit is taxed with a 25% tax rate for 2009 after taking into account non-deductible expenses and any possible creation of tax-exempt reserves.

The company's tax liability is not finalized until its accounting books and items are audited by the Greek tax authorities.

Such an audit has been conducted until fiscal year 2002.

The profit of subsidiaries is taxed according to the tax legislation in effect in their respective domicile.



13. LONG-TERM LIABILITIES

13A. LOANS PAYABLE OVER ONE YEAR

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
BOND LOAN UNDERWRITER NATIONAL BANK OF GREECE	24,078	24,078	24,078	24,078
BOND LOAN UNDERWRITER NATIONAL BANK OF GREECE	82,796	81,442	82,796	81,442
BOND LOAN UNDERWRITER NATIONAL BANK OF GREECE	10,604	10,604	10,604	10,604
BILBAO – VIZCAYA SPAIN	771	844		
UNICREDIT BANCA ITALIA	514	590		
OTHER BANKS	1,641	1,608		
	120,404	119,166	117,478	116,124

Following the binding memorandum of agreement dated 28.6.2007 between the parent company and its basic shareholder on the one hand and foreign investment companies on the other, on 28/1/2008 a Coverage Agreement was signed for four Bond Loans amounting to 121,914,123 Euro between the parent company and all credit banks and foreign investment companies, which were holders of loans and other receivables against such (the Creditors). According to the Coverage Agreement, the following Bond Loans were issued:

1.a. Bond loan program with a nominal value of 17,500,000 Euro, with mandatory conversion (within one year) of one third of such (5.8 million euro) to share capital, offered at a 8.06% discount on its nominal value, with a 3 year duration and a fixed coupon of 7%, with the initial bondholders – lenders being the foreign investment companies Credit Renaissance Partners and P. Schoenfeld Asset Management and the global investment bank Credit Suisse, which is secured with a first collateral on shares of the subsidiary company “Petzetakis North Greece S.A.”, while in case of its conversion will correspond to a percentage up to 33.00% approximately of the parent company’s total shares. Within the period, the company created a reserves of directly convertible bonds to capital (within one year) amounting to 5,850 thousand Euro, with an equal reduction of its loan liabilities.

1.b. Plan amounting to 1,410,000 Euro, with a 3 year duration and no interest, un-secured, which depends on the achievement of specific consolidated operating results (EBITDA), in which case the Management of the parent company has the right to receive the convertible bonds which will correspond, in case of their conversion, to a percentage up to 7.5% approximately of the company’s total shares. In case the specific consolidated operating results (EBITDA) are not achieved, the bonds are no longer convertible, return to the company and are written-off with no additional cost for the company.

The capital of the two aforementioned loans amounting to 17,500,000 Euro, are used for the repayment of sundry expenses, the coverage of the company’s operating needs in working capital, as well as for repaying the joint bond loan amounting to 7 million euro (indirect financing), issued by the Company on 6.8.2007.



13. LONG-TERM LIABILITIES

13A. LOANS PAYABLE OVER ONE YEAR

2. Joint bond loan (issued on 20/2/08) amounting to 80,336,323 Euro, with an 8 year duration and floating coupon, with initial bondholders being the Creditors. This loan is secured by prenotations – mortgages on the total property of the parent company and with collateral on shares of 7 subsidiaries (second collateral on shares of “Petzetakis North Greece S.A.”) and on its mechanical and mobile equipment, while the capital of the loan was used to repay equal overdue existing debt of the company towards the Creditors.

3. Convertible bond loan (issued on 20/2/08) amounting to 24,077,800 Euro, 5 year duration, with no interest, and with the initial bondholders being the Creditors. This loan is secured by second class with the securities of the aforementioned loan of 80.33 million euro, only in case of termination of the above loan. In case of its conversion, this loan will correspond to a percentage up to 19% approximately of the company’s total shares, while its capital was used to repay equal overdue existing debt of the company towards the Creditors. The company and/or its basic shareholder, have the right to purchase the loan (by the amount that has not been converted) at the end of the 5 year period at a predetermined price, that depends on the achievement of specific consolidated operating results (EBITDA).

4. According to the refinancing agreement, the group is to provide guarantees for financial obligations related to specific financial ratios that are linked directly to the group’s performance. The group pursued and received the necessary commitments by bondholders (until 31.12.2008) in order for the latter to waive their contractual right related to the breach of the terms in the refinancing agreement.

The company and Group until 31.12.08, received the tolerance of Bondholders for the non-achievement of financial obligations as stipulated by the relevant agreements with bondholders. The continuance of the company’s and Group’s activity under a potential non-achievement of the financial obligations in the future, is subject to the condition that bondholders continue to tolerate and support the company and group.

During the meeting of the Board of Directors on 13/02/2009, the Board decided on the acceptance of the request by the Company’s Bondholder Lenders regarding the 4month transfer of the conversion date of Bonds, as set by the Company’s Convertible Financing Convertible Bond Loan Program dated 28.1.2008.

The Company received the consent of the Bondholder Lenders for the three-month postponement of the payment date of interest from 20.5.2009 to 20.8.2009.



13B. DEFERRED TAXATION

(amounts in thousand euro)

	COMPANY			Results 31.03.2008
	Balance Sheet		31.03.2009	
	31.03.2009	31.12.2008		
Deferred taxation on revalued depreciation	(2,048)	(1,968)	80	(75)
Provision for retirement benefit	299	299		8
Capitalized expenses				
Revaluation of fixed assets	(3,421)	(3,421)		
Current income taxation	6,887	6,931	43	
	<u>1,717</u>	<u>1,841</u>	<u>123</u>	<u>(67)</u>

GROUP

Balance Sheet

	31.03.2009	31.12.2008
Deferred taxation on revalued depreciation	3,945	1,369
Provision for retirement benefit	396	331
Capitalized expenses	134	5
Revaluation of fixed assets	(9,492)	(7,188)
Current income taxation	842	974
Others	225	214
	<u>(3,950)</u>	<u>(4,295)</u>
Tax liability	(5,547)	(5,819)
Tax asset	<u>1,597</u>	<u>1,524</u>
	<u>(3,950)</u>	<u>(4,295)</u>



14. SHORT-TERM LIABILITIES

14A. TRADE & OTHER SHORT-TERM LIABILITIES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Suppliers – checks payable	22,579	25,280	7,899	7,669
Social security funds	430	653	430	653
Customer prepayments	1,055	896	668	709
Sundry creditors and other short-term liabilities	5,639	4,282	3,520	3,688
	29,703	31,111	12,517	12,719
Minus provisions	0	0		
	29,703	31,111	12,517	12,719

14B. SHORT-TERM LOANS

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
OTHER BANKS	17,060	17,879	1,826	2,289
	17,060	17,879	1,826	2,289

14 C. DEFERRED INCOME – ACCRUED EXPENSES

(amounts in thousand euro)

	GROUP		COMPANY	
	31.03.2009	31.12.2008	31.03.2009	31.12.2008
Deferred income	322	96	322	96
Accrued expenses (interest provision)	3,555	3,799	3,555	3,799
Accrued expenses (provision of other expenses)	848	644	733	523
	4,725	4,539	4,610	4,418
Minus: Provisions				
	4,725	4,539	4,610	4,418
Total notes 14 A & 14 C	34,428	35,530	17,127	17,137


15A. FIXED ASSETS – TANGIBLE & INTANGIBLE ASSETS

(amounts in thousand euro)

	----- COMPANY -----							
	Land-plots	Buildings – Building facilities	Machinery & mechanical Equipment	Vehicles	Furniture & other equipment	Assets under construction	Intangible Assets	Total
Cost								
01.01.2009	7,863	13,174	41,823	185	3,969	182	47	67,243
Additions			16		2			18
Reductions/Transfers						(2)		(2)
31.03.2009	7,863	13,174	41,839	185	3,971	180	47	67,259
Depreciations								
01.01.2009	0	895	7,123	115	3,776	0	47	11,956
Additions		67	334	2	25			428
Reductions								0
31.03.2009	0	962	7,457	117	3,801	0	47	12,384
Net book value 31.03.2009	7,863	12,212	34,382	68	170	180	0	54,875
	Land-plots	Buildings – Building facilities	Machinery & mechanical Equipment	Vehicles	Furniture & other equipment	Assets under construction	Intangible Assets	Total
Cost								
01.01.2008	10,724	9,465	44,648	1,160	3,957	181	47	70,182
Revaluation of acquisition cost	(1,938)	4,836	(6,312)					(3,414)
Additions		184	296		12	1		493
Reductions/Transfers	(923)	(1,311)	3,191	(975)				(18)
31.12.2008	7,863	13,174	41,823	185	3,969	182	47	67,243
Depreciations								
01.01.2008	0	374	6,720	76	3,638	0	47	10,855
Adjustment of accumulated depreciations due to revaluation		328	(1,075)					(747)
Additions		193	1,496	39	138			1,866
Reductions			(18)					(18)
31.12.2008	0	895	7,123	115	3,776	0	47	11,956
Net book value 31.12.2008	7,863	12,279	34,700	70	193	182	0	55,287


15A. FIXED ASSETS – TANGIBLE & INTANGIBLE ASSETS (cont.)

(amounts in thousand euro)

	----- GROUP -----							
	Land- plots	Buildings – Building facilities	Machinery & mechanical Equipment	Vehicles	Furniture & other equipment	Assets under construction	Intangible Assets	Total
Cost								
01.01.2009	19,230	22,721	85,171	655	6,880	182	1,514	136,353
Purchases			144		2			146
Reductions/Transfers		414	3,278		2	(2)		3,692
Foreign exchange differences	25	74	5,265	(19)	53		4	5,402
31.03.2009	19,255	23,209	93,858	636	6,937	180	1,518	145,593
Depreciations								
01.01.2009	119	2,801	27,076	504	6,095	0	1,353	37,948
Additions		120	1,000	8	77		24	1,229
Reductions		414	3,278		2			3,694
Foreign exchange differences		7	4,999	(21)	44		9	5,038
31.03.2009	119	3,342	36,353	491	6,218	0	1,386	47,909
Net book value 31.03.2009	19,136	19,867	57,505	145	719	180	132	97,684
	Land- plots	Buildings – Building facilities	Machinery & mechanical Equipment	Vehicles	Furniture & other equipment	Assets under construction	Intangible Assets	Total
Cost								
01.01.2008	14,646	20,764	94,280	1,646	5,381	1,325	2,011	140,053
Revaluation of acquisition cost	2,908	6,507	(1,182)					8,233
Purchases		202	2,602	5	263	(873)	3	2,202
Reductions/Transfers	1,893	(4,133)	1,378	(992)	1,240	(4)	(39)	(657)
Foreign exchange differences	(217)	(619)	(11,907)	(4)	(4)	(266)	(461)	(13,478)
31.12.2008	19,230	22,721	85,171	655	6,880	182	1,514	136,353
Depreciations								
01.01.2008	119	1,992	28,554	439	4,446	0	1,347	36,897
Adjustment of accumulated depreciations due to revaluation		419	3,850					4,269
Additions		458	4,189	64	366		150	5,227
Reductions		(7)	(1,865)	(14)	1,639			(247)
Foreign exchange differences		(61)	(7,652)	15	(356)		(144)	(8,198)
31.12.2008	119	2,801	27,076	504	6,095	0	1,353	37,948



16. FINANCIAL LEASES

GROUP 31.03.2009						
(amounts in thousand euro)	COMPANY ETVA 2283	AFRICA	PETZETAKIS N. GREECE	INDUPLAS	OTHER	TOTAL GROUP
Present value of minimum lease payments						
Payments up to 31.03.2010	0	33	120	2	42	197
Payments for the period 1.4.2010-30.04.2014	0	2	642	0	62	706
Payments after five years (2015-2020)	0	35	762	2	104	903
Present value of lease obligations	0	35	762	2	104	903
Minus: Short-term portion of financial lease	0	33	120	2	42	197
Long-term liability from financial lease as at 31.03.2009	0	2	642	0	62	706
GROUP 31.12.2008						
(amounts in thousand euro)	COMPANY ETVA 2283	AFRICA	PETZETAKIS N. GREECE	INDUPLAS	OTHER	TOTAL GROUP
Present value of minimum lease payments						
Payments up to 31.12.2009	0	31	121	7	42	201
Payments for the period 1.1.2010-31.12.2014	0	10	671	7	68	749
Payments after five years (2015-2020)	0	41	792	7	110	950
Present value of lease obligations	0	41	792	7	110	950
Minus: Short-term portion of financial lease	0	31	121	7	42	201
Long-term liability from financial lease as at 31.12.2008	0	10	671	0	68	749



17. CONTINGENT LIABILITIES

a) The parent company has not been tax audited for fiscal years 2003 and after, while the Greek subsidiary PETZETAKIS NORTH GREECE for fiscal year 2004 and after.

b) During the approval date of the financial statements :

b.1.) There are legal claims against :

- the company for approximately € 1.4 million
- the group for approximately € 4.15 million

From the above claims, a direct effect may arise on the financial position of the company amounting to € 896 thousand and of the Group amounting to € 3,649 thousand. For this possibility, a provision has been created for the company and Group amounting to € 150 thousand and € 2,253 thousand respectively.

b.2.) During the approval date of the financial statements, there was a 1st mortgage prenotation of 132 million euro and a 2nd prenotation of 115 million euro, while a mortgage of 111 million euro was taken on property of the company. Also there was collateral amounting to 102 million euro on the company's equipment (without delivery) and a 98 million euro collateral on shares of its subsidiaries. All the above were applied for security against its total debt as such arise from the company's financial restructuring agreement amounting to 121.91 million euro. For the group, there were additional mortgage prenotations and mortgages on property and equipment of approximately 28 million euro for security against debt.

Total company collateral & mortgages: 122 million euro

Total group collateral & mortgages: 154 million euro

b.3) Agreements of receivables amounting to Euro 4 million of the parent company have been secured against liabilities.

b.4.) Shares of the subsidiaries A.G. PETZETAKIS INTERNATIONAL HOLDINGS LIMITED, INDUPLAS S.P.A., FLEXIPLAS S.A., A.PETZETAKIS GESELLSCHAFT MIT BESCHRÄKTER HAFTUNG, PETZETAKIS NORTH GREECE, PETZETAKIS AFRICA (PROPRIETARY) LIMITED and A. PETZETAKIS DEUTSCHLAND GESELLSCHAFT MIT BESCHRÄNKTER HAFTUNG have been collateralized for a total amount of Euro 98 million approximately.

b.5) Part of the Group's equipment (mechanical and mobile) has been collateralized (without delivery) for the amount of Euro 102 million.



18. FINANCIAL INSTRUMENTS

18.1. Significant Accounting Policies

The adopted accounting policies as regards to financial instruments, including the categorization criteria, the basis for recognition of related income and expenses, concerning any category of financial assets, liabilities or participating titles, are those described in note 5.

	GROUP		COMPANY	
	31.03.09	31.12.08	31.03.09	31.12.08
Categories of financial instruments				
Financial assets				
Receivable amounts (including cash & cash equivalents) Available for sale	35,704	38,756	18,307	19,674
Financial liabilities				
Cost of outstanding payable amounts (including loans)	187,768	189,212	145,177	144,822

18.2. Fair value of financial instruments

The company's management considers that values at which financial assets and financial liabilities have been recognized in the financial statements, do not differ substantially from the fair values of such.

18.3. Financial risk as objective target by Management

The management considers this risk contained and thus that a maintenance of a particular operation for its monitoring is not deemed necessary. This risk includes "market risk (including foreign exchange risk, interest rate risk and price risk), credit risk, liquidity risk".

18.4. Market risk

The company mainly operates in the global market. Fluctuations in exchange rates affect the company to the extent that such proceeds with transactions in markets where the currency is other than the Euro. The exposure to such risk is given and does not constitute the need for adopting a special policy for its management (note 13A).

18.5. Interest rate risk

The company is subject to such a risk due to its long-term debt with floating interest rates. The company does not hedge its interest rate risk.



18. FINANCIAL INSTRUMENTS

18.6. Credit risk

This risk refers to the possibility that receivables will not be collected and results from the company's daily transactions. However, it does pursue the minimization of such risk through:

- evaluating customers and selecting the most reliable and credit worthy as possible

Moreover, the company's large clientele and its non-dependence from a specific large client is yet another factor that minimizes credit risk.

18.7. Liquidity risk

The company pursues effective management of liquidity risk primarily through equating the credit and debit period and secondarily through maintaining adequate cash equivalents (cash in hand and bank), as well as through ensuring the ability for direct bank financing in case of immediate needs. The continuous monitoring of the budget and the direct reaction to variations between estimations and actual results, promptly achieves a balance between cash inflows and outflows.

18.8. Foreign exchange risk

The Group's exposure to foreign exchange risk arises mainly from existing or expected cash flows in foreign currency (imports/exports) as well as from the investment in Africa. The fluctuation of the ZAR exchange rate and its effect on earnings before taxes and equity of the group in Euro, is presented in the following table.

Sensitivity Analysis of the Group to changes in the Zar/Euro Exchange Rate

	Change in Exchange Rate	Effect on earnings before taxes	Effect on equity
2009 Amounts	+5%	-16	1,379
	+10%	-56	2,632
	-5%	77	-1,524
	-10%	130	-3,217



19. RELATED PARTIES TRANSACTIONS

TOTAL COMPANY TRANSACTIONS WITH SUBSIDIARIES 31.03.2009				
SUBSIDIARY	SALES & OTHER TRANSACTIONS	PURCHASES & OTHER TRANSACTIONS	RECEIVABLES FROM SUBSIDIARIES	LIABILITIES TOWARDS SUBSIDIARIES
INDUPLAS	45	28	(3)	529
FLEXIPLAS	10	-	10	1,455
EUROHOSE	45	-	108	-
AGP GMBH	-	-	-	-
BEHKA PLAST	247	3	1,068	3
PNG	1,021	496	2,125	-
PLASTIKA MAKEDONIAS	49	0	162	7
PETZETAKIS AFRICA	280	-	280	-
PETZETAKIS ROMANIA	103	-	108	-
AGPI	-	-	-	1,062
PLASTIKA KABALAS	-	-	3,014	-
TOTAL COMPANY TRANSACTIONS WITH SUBSIDIARIES	1,800	527	6,872	3,056
TOTAL INTRACOMPANY TRANSACTIONS & LIABILITIES 31.03.2009				
INTRACOMPANY TRANSACTIONS BY COMPANY	SALES & OTHER TRANSACTIONS	PURCHASES & OTHER TRANSACTIONS	RECEIVABLES FROM AFFILIATES	LIABILITIES TOWARDS AFFILIATES
AGP	1,800	527	6,872	3,056
INDUPLAS	295	53	3,034	166
FLEXIPLAS	7	19	1,602	82
EUROHOSE	-	114	14	1,991
AGP GMBH	5	-	293	-
BEHKA PLAST	22	438	28	1,910
PNG	499	1,023	520	2,154
PLASTIKA MAKEDONIAS	2	50	36	680
PETZETAKIS AFRICA	-	280	-	280
PETZETAKIS ROMANIA	-	126	-	128
AGPI	-	-	1,062	-
GROUP TOTAL	2630	2630	13461	10447

The above amounts have been written-off during the consolidation of the financial statements of the Group companies, apart from the receivable of the parent company from the company PLASTIKA KAVALAS, and the amounts that concern the intracompany transactions and liabilities of the company PLASTIKA MAKEDONIAS (FYROM) which are excluded from consolidation.



19. RELATED PARTIES TRANSACTIONS

TOTAL COMPANY TRANSACTIONS WITH SUBSIDIARIES 31.12.2008

SUBSIDIARY	SALES & OTHER TRANSACTIONS	PURCHASES & OTHER TRANSACTIONS	RECEIVABLES FROM SUBSIDIARIES	LIABILITIES TOWARDS SUBSIDIARIES
INDUPLAS	121	234	-	505
FLEXIPLAS	74	71	11	1,455
EUROHOSE	69	-	85	-
AGP GMBH	-	-	-	-
BEHKA PLAST	1,583	18	1,036	-
PNG	5,790	3,481	1,861	-
PLASTIKA MAKEDONIAS	200	7	113	7
PETZETAKIS AFRICA	732	-	221	-
PETZETAKIS ROMANIA	762	10	25	8
AGPI	967	-	-	1,092
PLASTIKA KABALAS	-	-	3,012	-
TOTAL COMPANY TRANSACTIONS WITH SUBSIDIARIES	10,298	3,821	6,317	3,067

TOTAL INTRACOMPANY TRANSACTIONS & LIABILITIES 31.12.2008

AGP	10,298	3,821	6,317	3,067
INDUPLAS	1,858	162	3,019	120
FLEXIPLAS	115	168	1,596	75
EUROHOSE	-	617	16	1,980
AGP GMBH	49	23	908	-
BEHKA PLAST	92	2,561	1	2,482
PNG	3,481	5,822	-	1,861
PLASTIKA MAKEDONIAS	33	200	7	113
PETZETAKIS AFRICA	-	732	-	280
PETZETAKIS ROMANIA	16	858	8	25
AGPI	-	978	1,151	8
GROUP TOTAL	15,941	15,941	13,023	10,011

The above amounts have been written-off during the consolidation of the financial statements of the Group companies, apart from the receivable of the parent company from the company PLASTIKA KAVALAS, and the amounts that concern the intracompany transactions and liabilities of the company PLASTIKA MAKEDONIAS (FYROM) which are excluded from consolidation.



19C. INTRACOMPANY TRANSACTIONS OF THE SUBSIDIARY COMPANY PETZETAKIS AFRICA (PTY) LTD

		Sales	Purchases	Receivables	Liabilities
Sekunjalo Piping Systems (Proprietary) Ltd	2009	2,653	-	1,066	-
	2008	3,950	-	2,131	-
Petzetakis Africa (Namimbia) (Proprietary) Ltd	2009	145	-	-	929
	2008	230	-	-	462
Sektel (Communications) Prod. Ltd	2009	-	-	144	-
	2008	-	-	990	-
Sekunjalo Utilities (Pty)Ltd	2009	-	-	328	-
	2008	-	-	552	-

20. FINANCIAL RISK MANAGEMENT PROGRAM

Financial risk factors

The Group's activities create several financial risks, including foreign exchange and interest rate risk, credit risk and liquidity risk. The overall risk management program of the Group focuses on the volatility of financial markets and aims at minimizing the possible adverse effects of such volatility on the Group's financial performance.

The financial products used by the Group mainly consist of bank deposits, transactions in foreign currency at current prices, bank overdrafts, receivable and payable accounts, loans to and from subsidiaries, associates, joint-ventures, investments in securities, dividends payable and liabilities that arise from financial leases.



21. EVENTS AFTER THE BALANCE SHEET DATE

1. During the Board of Directors meeting on 13/02/2009, the Board decided on the acceptance of the request by the Company's Bondholder Lenders regarding the 4month transfer of the conversion date of Bonds, as set by the Company's Convertible Financing Convertible Bond Loan Program dated 28.1.2008.
2. The Company received the consent of the Bondholder Lenders for the three-month postponement of the payment date of interest from 20.5.2009 to 20.8.2009.

GLYKA NERA, 27 May 2009

**THE BoD
CHAIRMAN**

**GEORGIOS
PETZETAKIS**
ID No. AE 526892

**THE BoD VICE-
CHAIRMAN**

**DIONYSIOS
GAGGAS**
ID No. Ξ 135163

**THE FINANCE
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**PANAGIOTIS
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THE HEAD ACCOUNTANT

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