

**FINANCIAL STATEMENTS**

**A. Petzetakis GmbH**

**31<sup>st</sup> December, 2009**

**I N D E X**

	<b><u>Page</u></b>
INCOME STATEMENT	1
BALANCE SHEET	2
STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY	3
CASH FLOW STATEMENT	4
NOTES TO THE FINANCIAL STATEMENTS	5 – 22

**INCOME STATEMENT**  
**A. Petzetakis GmbH**  
**31<sup>st</sup> December, 2009**

	Notes	<u>31.12.2009</u>	<u>31.12.2008</u>
Revenue	4	0	-2
Cost of sales	5	0	-11
<b>Gross profit</b>		<u><b>0</b></u>	<u><b>-13</b></u>
Other operating income		17	22
Distribution costs	5	-11	-20
Administrative expenses	5	-7	-21
Other operating expenses	5	0	0
Restructuring costs	5a	-29	-165
<b>Profit from operations</b>		<u><b>-30</b></u>	<u><b>-197</b></u>
Finance costs		-2	-11
Finance income		16	45
Loss on disposal of discontinued operations		0	0
Exchange (loss)/gain		0	0
<b>Profit before tax</b>		<u><b>-16</b></u>	<u><b>-163</b></u>
Income tax expense		0	52
<b>Profit after tax – continuing operations</b>		<u><b>-16</b></u>	<u><b>-111</b></u>
Minority interest		0	0
Roundness difference		1	1
<b>Net Profit/(Loss) for the period</b>		<u><b>-15</b></u>	<u><b>-110</b></u>

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

**BALANCE SHEET**  
**A. Petzetakis GmbH**  
**31<sup>st</sup> December, 2009**

<b>ASSETS</b>	<u>Notes</u>	<u><b>31.12.2009</b></u>	<u><b>31.12.2008</b></u>
<b>Non Current Assets</b>			
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>
<b>Current Assets</b>			
Inventories	9	0	0
Trade and other receivables	10	254	342
Investments held for trading		0	0
Deferred tax asset		0	0
Cash and cash equivalents	11	1	11
Prepayments/accrued income		<u>0</u>	<u>0</u>
<b>Non current assets classified as held for sale</b>		<u><b>0</b></u>	<u><b>0</b></u>
<b>Total assets</b>		<u><b>2.962</b></u>	<u><b>3.060</b></u>
 <b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
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>125</u>	<u>140</u>
Minority interest		<u>0</u>	<u>0</u>
<b>Total equity</b>		<u><b>2.902</b></u>	<u><b>2.917</b></u>
 <b>Non current liabilities</b>			
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><b>0</b></u>	<u><b>0</b></u>
 <b>Current liabilities</b>			
Trade and other payables	18	4	18
Bank loans and overdrafts-due within one year	15	0	0
Tax liabilities		0	52
Obligations under finance leases – due within one year	17	0	0
Provisions	19	56	72
Accrued expenses/Deferred income	20	0	0
Roundness difference		<u>0</u>	<u>1</u>
		<u><b>60</b></u>	<u><b>143</b></u>
<b>Liabilities directly associated with non-current assets classified as held for sale</b>		<u><b>0</b></u>	<u><b>0</b></u>
<b>Total equity and liabilities</b>		<u><b>2.962</b></u>	<u><b>3.060</b></u>

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

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED  
31<sup>st</sup> December, 2009  
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>
<b>Equity 31.12.08</b>							
Balance 01.01.2008	1.380	1.047	0	250	0	0	2.677
Revaluation Reserve							
Profit for the year				-110			-110
Currency translation differences							
Net loss on hedges							
capital increase		350					350
<b>Equity as at 31.12.2008</b>	<u><u>1.380</u></u>	<u><u>1.397</u></u>	<u><u>0</u></u>	<u><u>140</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>2.917</u></u>
<b>Equity 31.12.09</b>							
Balance 01.01.2009	1.380	1397	0	140	0	0	2.917
Revaluation Reserve							
Profit for the period				-15			-15
Currency translation differences							
Net loss on hedges							
capital increase		0					0
<b>Equity as at 31.12.2009</b>	<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>

On 1<sup>st</sup> 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.

**CASH FLOW STATEMENT**  
**A. Petzetakis GmbH**  
**31<sup>st</sup> December, 2009**

<u>Cash flows from operating activities</u>	<u>31.12.09</u>	<u>31.12.08</u>
<b>Profit / (Loss) for the year</b>	<b>-15</b>	<b>-110</b>
<b>Adjustments for:</b>		
Depreciation of tangible assets	0	0
Foreign Exchange differences	0	0
Profit from Discontinued operations	0	0
Provisions	-68	-161
Other non-cash income and expenses	0	64
Decrease/( <b>Increase</b> ) in inventories	0	0
( <b>Increase</b> ) / Decrease in receivables	4	249
( <b>Increase</b> ) / Decrease in ICOY receivables	88	1.300
Decrease/(Increase)in other receivables	-4	-3
( <b>Increase</b> )/ Decrease in payables	-14	-69
( <b>Increase</b> )/ Decrease in ICOY payables	0	-1.337
(Decrease)/Increase in other payables	0	-25
<b>Cash flows from operating activities</b>	<b>-9</b>	<b>-92</b>
Taxes paid	0	0
<b>Total inflows (outflows) from operating activities</b>	<b>-9</b>	<b>-92</b>
<b><u>Other non-cash changes in assets and liabilities</u></b>		
Decrease in other accruals	0	-410
Decrease in receivables from affiliated companies	0	268
Decrease in other assets	0	142
<b>Cashflow from non-current operations</b>	<b>0</b>	<b>0</b>
<b><u>Cash flow from investing activities</u></b>		
Purchase of tangible / intangible assets	0	-365
Decrease in other non current assets	0	0
Revaluation reserve	0	0
<b>Net cash flow from investing activities</b>	<b>0</b>	<b>-365</b>
<b><u>Cash flow from financing activities</u></b>		
Repayment of bank loans	0	0
Repayments of obligation under finance leases	0	0
Bank loans	0	0
Increase of capital	0	350
<b>Cash flow from financing activities</b>	<b>0</b>	<b>350</b>
Roundness difference	-1	0
<b>Cash flow from financing activities</b>	<b>0</b>	<b>0</b>
<b>Net increase in cash and cash equivalents</b>	<b>-10</b>	<b>-107</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>11</b>	<b>118</b>
<b>Cash and cash equivalents at 31.12.2009</b>	<b>1</b>	<b>11</b>

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

**Notes to the consolidated financial statements**  
**A. Petzetakis GmbH**  
**31<sup>st</sup> December, 2009**

**1. Corporate information**

The financial statements for the period 1/1-31/12/2009 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. But at 31.12.2007 the current business was given to Behka-Plast GmbH, now renamed into A. Petzetakis Deutschland GmbH. But A. Petzetakis GmbH still remains as holding company of A. Petzetakis Deutschland GmbH until the business is wind up.

**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 31<sup>st</sup> December, 2009 (and those one comparative for the year ended at 31<sup>st</sup> December, 2008) 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 19<sup>th</sup> 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**  
**31<sup>st</sup> December, 2009**

**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 2008 and approx. 30% for the year 2009). 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.

**3.8. Retirement benefits**

(A. Petzetakis GmbH pays a pension at the amount of monthly 1.965 EUR to their former officer authorised to act and sign on behalf of the firm. After his death his widow will receive 60% of his pension until she dies.)

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.

**Notes to the financial statements**  
**A. Petzetakis GmbH**  
**31<sup>st</sup> December, 2009**

**3.9. 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.

**3.10. Government grants**

There are no government grants.

**3.11. 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.

**3.12. 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.

**3.13. 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**  
**31<sup>st</sup> December, 2009**

**3.14. Trade payables**

The trade payables are stated at their nominal value.

**3.15. Finance leases**

The company has no finance lease.

**3.16. Borrowing costs**

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

**3.17 Investments in subsidiaries and related companies**

Company	Net book value	Company activity	Equity value as at 31.12.09	Participation value as at 31.12.09	Consolidation method
A. Petzetakis Deutschland GmbH			724	100%	
		production of and trade with hoses			
	2.706.706,88 EUR				

**3.18 Available for sale financial assets**

The company has no available for sale financial assets

**3.19 Derivative financial instruments**

The company has no derivative financial instruments.

**Notes to the financial statements**  
**A. Petzetakis GmbH**  
**31<sup>st</sup> December, 2009**

#### 4. Revenue

Analysis of company's revenue is as follows:

	<u>31.12.09</u>	<u>31.12.08</u>
Sales of goods	0	-2
Finished and semi finished goods	0	0
Other	<u>0</u>	<u>0</u>
	<u>0</u>	<u>-2</u>

The revenue is negative mainly because of discounts we allowed to customers who paid the invoices from 2007 very early and no revenue was made in 2008. (Current business was transferred to A. Petzetakis Deutschland GmbH per 31.12.07)

The following table provides an analysis of the sales by geographical area:

	<b>Greece</b>	<b>Rest of Europe</b>	<b>S. Africa</b>	<b>Other</b>	<b>Total</b>
<b>31.12.2009</b> Volume Sales ('000 Kgr)	0	0	0	0	0
Sales to external customers	0	0	0	0	0
Sales to internal customers (within the group)	0	0	0	0	0
Total sales	0	0	0	0	0
<b>31.12.2008</b> Volume Sales ('000 Kgr)	0	0	0	0	0
Sales to external customers	0	-7	0	0	-7
Sales to internal customers (within the group)	0	5	0	0	5
Total sales	0	-2	0	0	-2

The following table provides an analysis of the sales by product segment :

	<b>Infra- Structure</b>	<b>Housing</b>	<b>Agriculture</b>	<b>Industrial</b>	<b>Mining / Garden</b>	<b>Other</b>	<b>Total</b>
<b>31.12.2009</b> Volume Sales ('000 Kgr)	0	0	0	0	0	0	0
Sales to external customers	0	0	0	0	0	0	0
Sales to internal customers (within the group)	0	0	0	0	0	0	0
Total sales	0	0	0	0	0	0	0
<b>31.12.2008</b> Volume Sales ('000 Kgr)	0	0	0	0	0	0	0
Sales to external customers	0	0	0	-7	0	0	-7
Sales to internal customers (within the group)	0	0	0	5	0	0	5
Total sales	0	0	0	-2	0	0	-2

**Notes to the financial statements**  
**A. Petzetakis GmbH**  
**31<sup>st</sup> December, 2009**

**5. Operating expenses**

An analysis is company's revenue is as follows:

	<u>31.12.2009</u>	<u>31.12.2008</u>
Wages	1	11
Utilities	0	5
Depreciation	0	0
Sundry expenses	17	25
Material costs	0	11
Marketing/promotion costs	0	0
roundness difference	0	0
	<u>18</u>	<u>52</u>

The above amounts have been allocated as follows:

<b>Cost of sales</b>		
	<u>31.12.2009</u>	<u>31.12.2008</u>
Wages	0	0
Utilities	0	0
Depreciation	0	0
Sundry expenses	0	0
Material costs	0	11
Marketing/promotion costs	0	0
	<u>0</u>	<u>11</u>

<b>Administration expenses</b>		
	<u>31.12.2009</u>	<u>31.12.2008</u>
Wages	1	15
Utilities	0	1
Depreciation	0	0
Sundry expenses	6	5
Material costs	0	0
Roundness Difference	0	0
	<u>7</u>	<u>21</u>

**Notes to the financial statements**  
**A. Petzetakis GmbH**  
**31<sup>st</sup> December, 2009**

**Other operating expenses**

There are no other operating expenses in the company.

**Distribution expenses**

	<u>31.12.2009</u>	<u>31.12.2008</u>
Wages	0	-4
Utilities	0	4
Transportation costs	0	0
Depreciation	0	0
Sundry expenses	11	20
Marketing/promotion costs	0	0
Roundness difference	0	0
	<u>11</u>	<u>20</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**  
**31<sup>st</sup> December, 2009**

**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>31.12.09</u>	<u>31.12.08</u>
Trade receivables		
<u>Less: Provisions for doubtful debts</u>		
Net amount	2	6
Checks receivable	0	0
Receivables from group companies	240	328
Prepaid expenses	0	0
Accrued income	0	0
Other receivables	12	8
Roundness Difference	0	0
	<u>254</u>	<u>342</u>

**11. Cash and cash equivalents**

	<u>31.12.09</u>	<u>31.12.08</u>
Cash in hand	0	0
Balances with banks	1	11
Deposits with banks	<u>0</u>	<u>0</u>
	<u>1</u>	<u>11</u>

**12. Share capital**

	<u>31.12.09</u>	<u>31.12.08</u>
Authorised, issued and fully paid:	<u>1.380</u>	<u>1.380</u>

## Notes to the financial statements

A. Petzetakis GmbH

31<sup>st</sup> December, 2009

## 13. Capital reserves

	<u>31.12.09</u>	<u>31.12.08</u>
Statutory reserve		
Special reserves		
Tax free reserves		
Share premium		
Translation reserves		
Other reserves	1.397	1.397
	<u>1.397</u>	<u>1.397</u>

On 1<sup>st</sup> 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**  
**31<sup>st</sup> December, 2009**

**17. Obligation under finance lease**

The company has no financial leases.

**18. Trade and other payables**

	<b><u>31.12.09</u></b>	<b><u>31.12.08</u></b>
Trade payables	4	18
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
	4	18

**19. Provisions for other liabilities and charges**

Total amount of provisions per end of 31.12.2009 is 55.500 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**  
**31<sup>st</sup> December, 2009**

**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 leaseconcept 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 454,75 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 31.12.09**

**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.**

Notes to the financial statements  
A. Petzetakis GmbH  
31<sup>st</sup> December, 2009

**b) Intercompany transactions (figures taken from ICOY file) as per 31.12.08**

**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:	1
= total	1

**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:	327
= total	327

**A. Petzetakis GmbH sold finished products to...**

- A. Petzetakis Deutschland GmbH:	5
= total	5

**A. Petzetakis GmbH has other purchase from ...**

- A. Petzetakis Deutschland GmbH:	23
= total	23

**A. Petzetakis GmbH has interest income from...**

- A. Petzetakis Deutschland GmbH:	44
= total	44

**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**  
**31<sup>st</sup> December, 2009**

**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%.

## Review Report

To the Shareholders of A. Petzetakis GmbH, Schwalmtal

We have reviewed the accompanying financial statements of 2009, as of and for the twelve-month period ended 31 December.

These financial statements are the responsibility of the Company's management.

We conducted our review in accordance with the International Standard on Review Engagements. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data, and accordingly we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying financial statements do not give a true and fair view (or are not presented fairly, in all material respects) in accordance with the International Financial Reporting Standards (that have been adopted by the European Union).

Düsseldorf, February 19, 2010

STÜTTGEN & HAEB AG  
WIRTSCHAFTSPRÜFUNGSGESELLSCHAFT

  
Bernd Lenzen  
Certified Public Accountant

  
Kathrin Jaeger  
Certified Public Accountant

The aforesaid audit opinion must not be used beyond this auditor's report without our prior agreement. In cases of publication or handover of the annual financial statement and/or the management report in a different version than the approved one (including translations in other languages) our statement is required again provided that our audit opinion is quoted or if it is referred to our audit. In particular, we point out to Article 328 HGB.