



## **THRACE PLASTICS Co. S.A.**

### **INTERIM FINANCIAL INFORMATION**

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**1st January to 31st March 2015**

IN ACCORDANCE WITH THE INTERNATIONAL FINANCIAL REPORTING STANDARDS

*Company Reg. No. 11188/06/B/86/31*

*General Commerce Reg. No. 12512246000*

*Domicile: Magiko, Municipality of Avdira, Xanthi, Greece*

*Offices: 20 Marinou Antypa Str., 17455 Alimos, Attica, Greece*

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Amounts in thousand Euro, unless stated otherwise

## STATEMENT OF COMPREHENSIVE INCOME

	Note	Group		Company	
		1/1 - 31/03/2015	1/1 - 31/03/2014	1/1 - 31/03/2015	1/1 - 31/03/2014
Turnover		<b>66,572</b>	62,456	<b>3,749</b>	4,258
Cost of Sales		<b>(52,168)</b>	(50,570)	<b>(3,265)</b>	(3,637)
<b>Gross Profit/(loss)</b>		<b>14,404</b>	11,886	<b>484</b>	621
Other Operating Income	3	<b>634</b>	573	<b>1,263</b>	1,205
Distribution Expenses		<b>(5,981)</b>	(5,700)	<b>(172)</b>	(241)
Administrative Expenses		<b>(4,362)</b>	(3,845)	<b>(1,472)</b>	(1,255)
Other Operating Expenses	4	<b>(214)</b>	(909)	<b>(123)</b>	(380)
Other profit / (losses)	5	<b>991</b>	502	<b>24</b>	6
<b>Earnings/(loss) before interest and tax (EBIT)</b>		<b>5,472</b>	2,507	<b>4</b>	(44)
Financial Income	6	<b>51</b>	145	<b>43</b>	101
Financial Expenses	6	<b>(2,226)</b>	(1,472)	<b>(465)</b>	(358)
Profit from sale of subsidiary					
Profit / (losses) from companies consolidated with the Equity Method	17	<b>255</b>	193		
Income from Dividends					
<b>Profit/(loss) before Tax</b>		<b>3,552</b>	1,373	<b>(418)</b>	(301)
Income Tax	8	<b>(806)</b>	(281)	<b>62</b>	15
<b>Profit/(loss) after tax (A)</b>		<b>2,746</b>	1,092	<b>(356)</b>	(286)
<b>Other comprehensive income</b>					
<b>Items transferred to the results</b>					
FX differences from translation of foreign Balance Sheets		<b>3,795</b>	232		
<b>Items not transferred to the results</b>					
Actuarial profit/(loss)		<b>(1,870)</b>	(822)		
<b>Other comprehensive income after taxes (B)</b>		<b>1,925</b>	(590)	-	-
<b>Total comprehensive income after taxes (A) + (B)</b>		<b>4,671</b>	502	<b>(356)</b>	(286)
<b>Profit / (loss) after tax (A)</b>					
<u>Attributed to:</u>					
Owners of the parent		<b>2,680</b>	<b>1,031</b>	-	-
Minority interest		<b>66</b>	<b>61</b>	-	-
<b>Total comprehensive income after taxes (A) + (B)</b>					
<u>Attributed to:</u>					
Owners of the parent		<b>4,601</b>	<b>441</b>	-	-
Minority interest		<b>70</b>	<b>61</b>	-	-
<b>Profit/(loss) allocated to shareholders from continued activities per share (A)</b>					
Number of shares		<b>44,487</b>	<b>45,016</b>	-	-
Earnings/(loss) per share	7	<b>0.0602</b>	<b>0.0229</b>	-	-

The accompanying notes that are presented in pages 8-31 form an integral part of the present financial statements.

Amounts in thousand Euro, unless stated otherwise

## STATEMENT OF FINANCIAL POSITION

	Note	Group		Company	
		31/3/2015	31/12/2014	31/3/2015	31/12/2014
<b>ASSETS</b>					
<b>Non-Current Assets</b>					
Tangible fixed assets	9	79,788	74,667	7,617	8,711
Investment property	9	110	110	110	110
Intangible Assets	9	10,872	10,778	147	157
Participation in subsidiaries	17	-	-	68,750	68,750
Participation in related companies	17	9,728	8,585	1,304	1,100
Other long term receivables	17	7,142	5,227	1,733	949
Deferred tax assets		1,892	1,189	-	-
<b>Total non-Current Assets</b>		<b>109,532</b>	<b>100,556</b>	<b>79,661</b>	<b>79,777</b>
<b>Current Assets</b>					
Inventories		51,597	48,861	2,114	2,608
Income tax prepaid		565	548	1,326	1,313
Trade receivables		57,191	53,042	5,437	8,116
Other debtors		7,649	11,036	2,864	1,494
Cash and Cash Equivalents		29,744	32,879	8,172	11,796
<b>Total Current Assets</b>		<b>146,746</b>	<b>146,366</b>	<b>19,913</b>	<b>25,327</b>
<b>TOTAL ASSETS</b>		<b>256,278</b>	<b>246,922</b>	<b>99,574</b>	<b>105,104</b>
<b>EQUITY AND LIABILITIES</b>					
<b>EQUITY</b>					
Share Capital		29,762	29,762	29,762	29,762
Share premium		21,539	21,546	21,644	21,652
Other reserves		30,192	27,018	14,265	14,884
Retained earnings		33,324	32,517	6,347	6,704
Total Shareholders' equity		114,817	110,843	72,018	73,002
Minority Interest		1,680	1,610	-	-
<b>Total Equity</b>		<b>116,497</b>	<b>112,453</b>	<b>72,018</b>	<b>73,002</b>
<b>Long Term Liabilities</b>					
Long Term loans	11	9,492	9,468	-	-
Provisions for Employee Benefits	12	19,271	15,785	415	409
Other provisions		1,034	1,034	167	167
Deferred Tax Liabilities		4,546	4,832	232	295
Other Long Term Liabilities		412	420	156	168
<b>Total Long Term Liabilities</b>		<b>34,755</b>	<b>31,539</b>	<b>970</b>	<b>1,039</b>
<b>Short Term Liabilities</b>					
Short Term loans	11	55,998	56,190	21,913	22,027
Income Tax	8	2,425	3,320	-	1,867
Suppliers		31,898	29,385	3,178	4,245
Other short-term liabilities		14,634	14,035	1,495	2,924
Financial derivatives		71	-	-	-
<b>Total Short Term Liabilities</b>		<b>105,026</b>	<b>102,930</b>	<b>26,586</b>	<b>31,063</b>
<b>TOTAL LIABILITIES</b>		<b>139,781</b>	<b>134,469</b>	<b>27,556</b>	<b>32,102</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>256,278</b>	<b>246,922</b>	<b>99,574</b>	<b>105,104</b>

The accompanying notes that are presented in pages 8-31 form an integral part of the present financial statements.

Amounts in thousand Euro, unless stated otherwise

## STATEMENT OF CHANGES IN EQUITY

### Group

	Share Capital	Share Premium	Other Reserves	Treasury shares reserve	Reserve of FX differences from translation of subsidiaries	Retained earnings	Total before minority interest	Minority interest	Total
<b>Balance as at 01/01/2014</b>	<b>22,547</b>	<b>21,933</b>	<b>38,463</b>	<b>(133)</b>	<b>(2,160)</b>	<b>31,593</b>	<b>112,243</b>	<b>1,463</b>	<b>113,706</b>
Profit / (loss) for the period	-	-	-	-	-	1,031	1,031	61	1,092
Other comprehensive income	-	-	-	-	232	(823)	(591)	1	(590)
Distribution of earnings	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-
Changes in percentages	-	-	-	-	-	-	-	-	-
Other changes	-	-	9	-	-	(9)	-	-	-
Purchase of treasury shares	-	-	-	-	-	-	-	-	-
Changes during the period	-	-	9	-	232	199	440	62	502
<b>Balance as at 31/03/2014</b>	<b>22,547</b>	<b>21,933</b>	<b>38,472</b>	<b>(133)</b>	<b>(1,928)</b>	<b>31,792</b>	<b>112,683</b>	<b>1,525</b>	<b>114,208</b>
<b>Balance as at 01/01/2015</b>	<b>29,762</b>	<b>21,546</b>	<b>26,397</b>	<b>(133)</b>	<b>754</b>	<b>32,517</b>	<b>110,843</b>	<b>1,610</b>	<b>112,453</b>
Profit / (loss) for the period	-	-	-	-	-	2,680	2,680	66	2,746
Other comprehensive income	-	-	-	-	3,791	(1,870)	1,921	4	1,925
Share Capital Increase	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-
Changes in percentages	-	-	-	-	-	-	-	-	-
Other changes	-	(8)	-	-	-	-	(8)	-	(8)
Purchase of treasury shares	-	-	-	(619)	-	-	(619)	-	(619)
Changes during the period	-	(8)	-	(619)	3,791	810	3,974	70	4,044
<b>Balance as at 31/03/2015</b>	<b>29,762</b>	<b>21,538</b>	<b>26,397</b>	<b>(752)</b>	<b>4,545</b>	<b>33,327</b>	<b>114,817</b>	<b>1,680</b>	<b>116,497</b>

The accompanying notes that are presented in pages 8-31 form an integral part of the present financial statements.

Amounts in thousand Euro, unless stated otherwise

## STATEMENT OF CHANGES IN EQUITY (continues from previous page)

### Company

	Share Capital	Share Premium	Other Reserves	Treasury shares reserve	Reserve of FX differences from translation of subsidiaries	Retained earnings	Total
<b>Balance as at 01/01/2014</b>	<b>22,547</b>	<b>22,027</b>	<b>27,379</b>	<b>(133)</b>	<b>16</b>	<b>6,156</b>	<b>77,992</b>
Profit / (loss) for the period	-	-	-	-	-	(286)	(286)
Other comprehensive income	-	-	-	-	-	-	-
Distribution of earnings	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Changes in percentages	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	-	-	-	-	-
Changes during the period	-	-	-	-	-	(286)	(286)
<b>Balance as at 31/03/2014</b>	<b>22,547</b>	<b>22,027</b>	<b>27,379</b>	<b>(133)</b>	<b>16</b>	<b>5,870</b>	<b>77,706</b>
<b>Balance as at 01/01/2015</b>	<b>29,762</b>	<b>21,652</b>	<b>15,000</b>	<b>(133)</b>	<b>16</b>	<b>6,705</b>	<b>73,002</b>
Profit / (loss) for the period	-	-	-	-	-	(356)	(356)
Other comprehensive income	-	-	-	-	-	-	-
Share Capital Increase	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Changes in percentages	-	-	-	-	-	-	-
Other changes	-	(8)	-	-	-	-	(8)
Purchase of treasury shares	-	-	-	(620)	-	-	(620)
Changes during the period	-	(8)	-	(620)	-	(356)	(984)
<b>Balance as at 31/03/2015</b>	<b>29,762</b>	<b>21,644</b>	<b>15,000</b>	<b>(753)</b>	<b>16</b>	<b>6,349</b>	<b>72,018</b>

The accompanying notes that are presented in pages 8-31 form an integral part of the present financial statements.

Amounts in thousand Euro, unless stated otherwise

## STATEMENT OF CASH FLOWS

	Group		Company	
	1/1 - 31/03/2015	1/1 - 31/03/2014	1/1 - 31/03/2015	1/1 - 31/03/2014
<b>Cash flows from Operating Activities</b>				
Profit before Taxes and Minority Interest	3,552	1,374	(418)	(301)
<i>Plus / (minus) adjustments for:</i>				
Depreciation	2,373	2,128	243	247
Provisions	1,482	1,383	438	341
FX differences	(464)	(171)	(21)	(5)
(Profit)/loss from sale of fixed assets	(11)	(487)	(3)	(1)
Income from investments	-	-	-	-
Interest charges & related (income)/expenses	1,276	1,328	327	256
(Profit) / losses from companies consolidated with the Equity method	(254)	(193)	-	-
<b>Operating Profit before adjustments in working capital</b>	<b>7,954</b>	<b>5,362</b>	<b>566</b>	<b>537</b>
(Increase)/decrease in receivables	1,318	(8,158)	511	(638)
(Increase)/decrease in inventories	(1,549)	326	494	(148)
Increase/(decrease) in liabilities (apart from banks-taxes)	(135)	1,594	(1,808)	19
Other non cash movements	(393)	-	-	-
<b>Cash generated from Operating activities</b>	<b>7,195</b>	<b>(876)</b>	<b>(237)</b>	<b>(230)</b>
Interest Paid	(1,016)	(1,146)	(368)	(300)
Other financial income/(expenses)	(53)	(44)	(1)	-
Taxes	(2,417)	(704)	(1,867)	-
<b>Cash flows from operating activities (a)</b>	<b>3,709</b>	<b>(2,770)</b>	<b>(2,473)</b>	<b>(530)</b>
<b>Investing Activities</b>				
Receipts from sales of tangible and intangible assets		1,077	920	-
Interest received	91	126	43	108
Dividends received		-	-	-
Increase of interests in subsidiaries	(204)	-	(204)	(650)
Investment Grants		-	-	-
Purchase of tangible and intangible assets	(5,433)	(2,619)	(62)	(201)
Income from sale of related company		-	-	-
Other investment income / (expenses)		-	-	-
<b>Cash flow from investing activities (b)</b>	<b>(5,546)</b>	<b>(1,416)</b>	<b>697</b>	<b>(743)</b>
<b>Financing activities</b>				
Increase of interests in subsidiaries	-	-	-	-
Receipts of grants	-	-	-	-
Proceeds from loans	2,081	1,499	-	-
Purchase of treasury shares	(619)	-	(620)	-
Repayment of Loans	(3,046)	(7,902)	(113)	(69)
Financial leases	479	(1)	-	-
Dividends paid	(1,116)	-	(1,115)	-
<b>Cash flow from financing activities (c)</b>	<b>(2,221)</b>	<b>(6,404)</b>	<b>(1,848)</b>	<b>(69)</b>
Net increase /(decrease) in Cash and Cash Equivalents	(4,058)	(10,590)	(3,624)	(1,342)
Cash and Cash Equivalents at beginning of period	32,879	41,622	11,796	15,028
Effect from changes in foreign exchange rates on cash reserves	923	(52)	-	-
<b>Cash and Cash Equivalents at end of period</b>	<b>29,744</b>	<b>30,980</b>	<b>8,172</b>	<b>13,686</b>

The accompanying notes that are presented in pages 8-31 form an integral part of the present financial statements.

## 1. General Information

The company THRACE PLASTICS Co. S.A. (hereinafter the “Company”) was founded in 1977 and is based in Magiko of municipality of Avdiron in Xanthi, Northern Greece, and is registered in the Public Companies (S.A.) Register under Reg. No. 11188/06/B/86/31 and in the General Commercial Register under Reg. No. 12512246000.

The main activity of the Company is the production and distribution of Polypropylene (PP) products. In a short period of time the Company evolved into a Group of companies (hereinafter “the Group”), by acquiring or establishing new entities, all of which operate in two segments, the technical fabrics business unit and the packaging business unit.

The Company’s shares are listed on the Athens Stock Exchange since June 26, 1995.

The Company’s shareholders with equity stake higher than 5%, as of 31/3/2015, are the following ones:

Chalioris Konstantinos	41.99%
Chaliori Eyfimia	20.22%

The Group maintains production and trade facilities in Greece, Scotland, Northern Ireland, Ireland, Sweden, Norway, Serbia, Bulgaria, Romania, and U.S.A. On March 31<sup>st</sup> 2015 the Group employed in total 1,622 employees, from which 77 were employed by the Company.

The Group’s structure with regard to the interests held as of 31<sup>st</sup> March 2015 is as follows:

<b>Company</b>	<b>Registered Offices</b>	<b>Participation Percentage of Parent Company</b>	<b>Participation Percentage of Group</b>	<b>Consolidation Method</b>
<b>Thrace Plastics Co. S.A.</b>	<b>GREECE-Xanthi</b>	<b>Parent</b>		<b>Full</b>
<b>Don &amp; Low LTD</b>	<b>SCOTLAND-Forfar</b>	<b>100.00%</b>	<b>100.00%</b>	<b>Full</b>
Don & Low Australia Pty LTD	AUSTRALIA	-	100.00%	Full
<b>Thrace Nonwoven &amp; Geosynthetics S.A.</b>	<b>GREECE-Xanthi</b>	<b>100.00%</b>	<b>100.00%</b>	<b>Full</b>
Saepe Ltd	CYPRUS-Nicosia	-	100.00%	Full
Thrace Asia	HONG KONG	-	100.00%	Full
Thrace China	China	-	100.00%	<b>Full</b>
<b>Thrace Plastics Pack S.A.</b>	<b>GREECE-Ioannina</b>	<b>92.84%</b>	<b>92.84%</b>	<b>Full</b>
Thrace Greiner Packaging SRL	ROMANIA-Sibiu	-	46.42%	Equity
Thrace Plastics Packaging D.O.O.	SERBIA-Nova Pazova	-	92.84%	Full
Trierina Trading LTD	CYPRUS-Nicosia	-	92.84%	Full
Thrace Ipoma A.D.	BULGARIA-Sofia	-	92.735%	Full
Canutte Ltd	CYPRUS-Nicosia	-	92.84%	Full
<b>Synthetic Holdings LTD</b>	<b>N.IRELAND-Belfast</b>	<b>100.00%</b>	<b>100.00%</b>	<b>Full</b>
Thrace Synthetic Packaging LTD	IRELAND -Clara		100.00%	Full



Amounts in thousand Euro, unless stated otherwise

Arno LTD	IRELAND -Dublin	-	100.00%	Full
Synthetic Textiles LTD	N.IRELAND-Belfast	-	100.00%	Full
Thrace Polybulk A.B.	SWEDEN -Köping	-	100.00%	Full
Thrace Polybulk A.S.	NORWAY-Brevik	-	100.00%	Full
Lumite INC.	USA-Georgia	-	50.00%	Equity
Adfirmate LTD	CYPRUS-Nicosia	-	100.00%	Full
Delta Real Estate Investments LLC	USA-South Carolina	-	100.00%	Full
Thrace Linq INC.	USA-South Carolina	-	100%	Proportionate
<b>Thrace Sarantis S.A.</b>	<b>GREECE-Xanthi</b>	50.00%	50.00%	Equity
<b>Pareen LTD</b>	<b>CYPRUS-Nicosia</b>	<b>100.00%</b>	<b>100.00%</b>	<b>Full</b>
<b>Marzena LTD</b>	<b>CYPRUS-Nicosia</b>	<b>100.00%</b>	<b>100.00%</b>	<b>Full</b>
<b>Thrace Greenhouses S.A.</b>	<b>GREECE-Xanthi</b>	<b>100.00%</b>	<b>100.00%</b>	<b>Full</b>
<b>Thrace Eurobent S.A.</b>	<b>GREECE-Xanthi</b>		51.00%	Equity

The uncertainty prevailing in the macroeconomic and financial environment as well as the fragile business sentiment, constitute a risk factor which is constantly monitored and evaluated by the Group. The international and domestic developments concerning the restructuring of Greece's financing program create additional uncertainty in the country's macroeconomic and financial fronts. The return to the economic and financial stability is mainly linked to actions and decisions taken by the institutional bodies in Greece and abroad.

Taking into consideration the nature of the Group's activities in Greece and abroad, any unfavorable developments with regard to the above fronts, are not expected to significantly affect the Group's normal course of operations.

In this context, there is sufficient dispersion of the Group's cash position in Greece and abroad.

In addition, the Group continues to carefully monitor the overall economic conditions and their effect, in order to ensure that all necessary actions are taken with the appropriate timing for the minimization of risks with regard to the Group's operations.

## **2. Basis for the preparation of the Financial Statements**

### **2.1 Basis for Presentation**

The present financial statements have been prepared in accordance with International Accounting Standard 34 (I.A.S.) "Interim Financial Statements" and Law 3556/2007 of the Hellenic Capital Market Commission.

The accounting principles used for the preparation of the present Interim Condensed Financial Information is in line with those used during the preparation and those included in detail in the Annual Financial Statements of the period ended on 31 December 2014.

When deemed necessary, the comparative data have been reclassified in order to conform to possible changes in the presentation of the data of the present year.

Differences that possibly appear between accounts in the financial statements and the respective accounts in the notes are due to rounding.

The financial statements of the Group THRACE PLASTICS Co. S.A. are posted on the internet, on the website [www.thracegroup.gr](http://www.thracegroup.gr).

## **2.2 New standards, amendments of standards and interpretations**

New standards, amendments of standards and interpretations: Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current financial year or subsequent years. The Group's assessment regarding the effect of these new standards, amendments to standards and interpretations is presented below.

### Standards and Interpretations mandatory for the present financial year

#### IFRIC 21 "Levies"

This interpretation defines the accounting treatment of a liability for a levy imposed by the government and that is not income tax. The interpretation clarifies that the obligating event based on which the obligation to pay the levy should have been created (one of the criteria for the recognition of liability according to IAS 37) is the action as such is described in the relevant law that imposes the levy's payment. The interpretation may lead to the recognition of a liability in the future, particularly as regards to levies that are imposed as a result of conditions that are effective on a specific date.

#### Annual Improvements in IFRS of 2013

The following amendments describe the major changes that have been made in three IFRS as result of the Circle 2011-2013 of the annual improvement program of IASB.

##### IFRS 3 "Business Combinations"

The amendment clarifies that the IFRS 3 does not apply in the recording of the formulation of any joint activity based on IFRS 11 in the financial statements of the particular joint activity.

##### IFRS 13 "Fair Value Measurement"

The amendment clarifies that the exception provided from the IFRS 13 for portfolio of financial assets and liabilities is applied in all contracts (including the non financial ones) with the context of application of IAS 39/IFRS 9.

##### IAS 40 "Investment Property"

The amendment of the standard was made in order to clarify that IAS 40 and IFRS 3 are not mutually excluded.

#### Standards and Interpretations effective for following financial years

IFRS 9 "Financial Instruments" and subsequent amendments in IFRS 9 and IFRS 7 (applied for annual periods beginning on or after 1st January 2018)

IFRS 9 replaces the requirement of IAS 39 and deals with the classification and measurement of financial assets and financial liabilities, and it also includes a model of anticipated credit losses that

replaces the model of the realized credit losses currently in effect. The IFRS 9 Hedging Accounting establishes an approach for hedging accounting based on principles and deals with inconsistencies and weaknesses of the current model of IAS 39. The Group is currently assessing the impact of IFRS 9 on its financial statements. The Group cannot adopt IFRS 9 in advance as it has not been endorsed by the EU.

IFRS 15 «Revenues from Contracts with Customers» (effective for annual accounting periods beginning on or after 1 January 2017)

IFRS 15 was issued in May 2014. The objective of the standard is to provide a single and clear model for the recognition of revenues from all customer contracts so that it improves the comparability among companies of the same sector, different sectors and different capital markets. It includes the principles that an entity shall apply in order to define the measurement of revenues and the time of their recognition. The basic principle is that an entity will recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The Group is in the phase of assessing the effect of the IFRS 15 on its financial statements. The standard has not been adopted by the European Union.

IAS 19 Revised (Amendment) “Employee Benefits” (applied for annual periods beginning on or after 1st February 2015)

The amendment is of limited scope and applies to the contributions made by employees or third parties to defined benefit plans. It simplifies the accounting of contributions when they are not dependent of the employee’s years of service, for example, employees’ contributions are calculated as a fixed percentage of payrolls.

IFRS 11 (Amendment) «Joint Arrangements» (effective for annual accounting periods beginning on or after 1 January 2016)

This amendment requires from an investor to apply the purchase method when the investor acquires an interest in a joint arrangement which constitutes a “company”. The amendment has not been adopted by the European Union.

IAS 16 and IAS 38 (Amendments) “Clarification of Acceptable Methods of Depreciation and Amortization” (effective for annual accounting periods beginning on or after 1 January 2016)

The amendment clarifies that the use of revenue-based methods to calculate the depreciation of an asset is not appropriate because revenue generated by an activity that includes the use of an asset generally reflects factors other than the consumption of the economic benefits embodied in the asset and that revenue is generally presumed to be an inappropriate basis for measuring the consumption of the economic benefits embodied in an intangible asset. These amendments have not been adopted by the European Union.

IAS 16 and IAS 41 (Amendments) «Agriculture: Bearer Plants» (effective for annual accounting periods beginning on or after 1 January 2016)

These amendments alter the financial reporting of bearer plants such as grape vines and fruit producing trees. The bearer plants should be accounted for in the same way as property, plant and equipment. Consequently, the amendments include the bearer plants within the scope of IAS 16, instead of IAS 41. The produce growing on bearer plants will remain within the scope of IAS 41. The amendments have not been adopted by the European Union.

**IAS 27 (Amendment) “Separate Financial Statements” (effective for annual accounting periods beginning on or after 1 January 2016)**

This amendment allows economic entities to utilize the Equity method in accounting for investments in subsidiaries, joint ventures and related companies when compiling their separate financial statements, and also clarifies the definition of the separate financial statements. The amendment has not been adopted yet by the European Union.

**IFRS 10 and IAS 28 (Amendments) “Sales or contributions of assets between an investor and its associate/joint venture” (applied for annual periods beginning on or after 1st January 2016)**

The amendments address a conflict between the requirements of IFRS 10 and IAS 28 with regard to the sale or contribution of assets between an Investor and its associate or joint venture. They clarify that in a transaction involving an associate or joint venture the full gain or loss should be recognized. Partial gain or loss is recognized when the transaction includes assets which do not constitute an entire business activity even if these assets are in the form of a subsidiary company. The amendments have not been adopted yet by the European Union.

**IAS 1 (Amendments) “Disclosures” (effective for annual accounting periods beginning on or after 1st January 2016)**

The amendments clarify the guidance of IAS 1 with regard to the concept of materiality, presentation of subtotals, the structure of the financial statements and the disclosures of the accounting policies. The amendments have not been adopted yet by the European Union.

**IFRS 10, IFRS 12 and IAS 28 (Amendments) “Investment Entities: Applying the Consolidation Exception” (effective for annual accounting periods beginning on or after 1st January 2016)**

The amendments clarify the application of the consolidation exception with regard to investment entities and their subsidiaries. The amendments have not been adopted yet by the European Union.

**Annual Improvements in IFRS of 2012 (applied for annual periods beginning on or after 1st February 2015)**

The following amendments describe the major changes that have been made in seven IFRS as result of the Circle 2010-2012 of the annual improvement program of IASB.

**IFRS 2 “Share-based payment”**

The amendment clarifies the definition of the “fulfillment condition” and defines distinctively the “yield term” and the “service term”.

**IFRS 3 “Business combinations”**

The amendment clarifies how the obligation for a contingent payment which fulfills the definition of financial instrument is classified as financial obligation or as an item of the net worth based on the provisions of IAS 32 “Financial Instruments: Presentation”. In addition, it clarifies that any contingent payment, financial or non financial, which is not an item of the net worth, is recorded at fair value through the results.

**IFRS 8 “Operating Segments”**

The amendment requires the disclosure of the management’s estimates with regard to the aggregation of the operating segments.

**IFRS 13 “Fair Value Measurement”**

The amendment clarifies that the standard does not exclude the option of calculating the short-term assets and liabilities based on the amounts of invoices in cases the discounting effect is not significant.

**IAS 16 “Property, Plant and Equipment” and IAS 38 “Intangible Assets”**

Both standards have been amended in order to clarify the approach by which the underappreciated value of an asset and the accumulated depreciation are treated in a company which applies the adjustment method.

**IAS 24 “Related Party Disclosures”**

The standard was amended to include as related party a company providing services equivalent with ones of a major managerial official in the economic entity or the parent company of the economic entity.

Annual Improvements in IFRS of 2014 (applied for annual periods beginning on or after 1st January 2016)

The following amendments describe the main changes in four IFRS. The amendments have not been adopted by the European Union.

**IFRS 5 “Non-current Assets Held for Sale and Discontinued Operations”**

The amendment clarifies that when an entity reclassifies an asset (or group of assets) from held for sale to held for distribution or vice versa, this does not constitute an alteration in the plan for sale or distribution and thus should not be accounted for as an alteration.

**IFRS 7 “Financial Instruments: Disclosures”**

The amendment adds certain guidance in order to assist the management to define whether the terms of an agreement for the servicing of a financial instrument that has been transferred constitute continuous engagement and clarifies that the additional disclosures that are provided with the amendment of IFRS 7 “Disclosure–Offsetting Financial Assets and Financial Liabilities” are not required for interim periods, unless otherwise stated by the IFRS 34.

**IAS 19 “Employee Benefits”**

The amendment clarifies that when the discount rate concerning the employee benefits on a post service basis is defined, the important is the currency at which the liabilities are denominated and not the country from which these liabilities originate.

**IAS 34 “Interim Financial Reporting”**

The amendment clarifies the concept of the “meaning of disclosure of information elsewhere in the interim financial report” that is mentioned in this standard.

### 3. Other Operating Income

<i>Other Operating Income</i>	<i>Group</i>		<i>Company</i>	
	<b>31.3.2015</b>	<b>31.3.2014</b>	<b>31.3.2015</b>	<b>31.3.2014</b>
Grants (*)	454	471	47	42
Income from rents	93	12	145	168
Income from provision of services	45	61	1,065	994
Reverse entry of not utilized provisions				
Other operating income	42	29	3	1
<b>Total</b>	<b>634</b>	<b>573</b>	<b>1,263</b>	<b>1,205</b>

(\*) The amount of grants mainly concerns grant / subsidy of the personnel payroll cost. Industrial companies located in borderland areas are entitled to such grant in accordance with the provisions of L. 1767/88, L. 1836/89 and L. 1563/85 and their amendments.

### 4. Other Operating Expenses

<i>Other Operating Expenses</i>	<i>Group</i>		<i>Company</i>	
	<b>31.3.2015</b>	<b>31.3.2014</b>	<b>31.3.2015</b>	<b>31.3.2014</b>
Provisions for doubtful receivables	(20)	(195)	-	-
Other taxes non-incorporated in operating cost	(49)	(21)	(15)	-
Depreciations	(40)	(34)	(78)	(137)
Staff indemnities	(12)	(388)		(183)
Other operating expenses	(93)	(271)	(31)	(60)
<b>Total</b>	<b>(214)</b>	<b>(909)</b>	<b>(123)</b>	<b>(380)</b>

### 5. Other earnings / losses

<i>Other earnings / (losses)</i>	<i>Group</i>		<i>Company</i>	
	<b>31.3.2015</b>	<b>31.3.2014</b>	<b>31.3.2015</b>	<b>31.3.2014</b>
Earnings / (Losses) from sale of fixed assets	11	494	3	1
Foreign Exchange Differences	980	8	21	5
<b>Total</b>	<b>991</b>	<b>502</b>	<b>24</b>	<b>6</b>

### 6. Financial income / (expenses)

#### 6.1 Financial income

<i>Financial Income</i>	<i>Group</i>	<i>Company</i>
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Amounts in thousand Euro, unless stated otherwise

	31.3.2015	31.3.2014	31.3.2015	31.3.2014
Interest and related income	51	121	43	101
Foreign exchange differences	-	24	-	-
<b>Total</b>	<b>51</b>	<b>145</b>	<b>43</b>	<b>101</b>

## 6.2 Financial (Expenses)

<i>Financial Expenses</i>	<i>Group</i>		<i>Company</i>	
	31.3.2015	31.3.2014	31.3.2015	31.3.2014
Debit interest and similar expenses	(1,114)	(1,355)	(369)	(357)
Foreign exchange differences	(398)	(80)	-	-
Financial cost due to revaluation of receivables at current value	(399)	-	-	-
Financial derivatives	(71)	-	-	-
Financial result from Pension Plans	(244)	(37)	(2)	-
<b>Total</b>	<b>(2,226)</b>	<b>(1,472)</b>	<b>(371)</b>	<b>(357)</b>

## 7. Earnings per share

Earnings after tax, per share, are calculated by dividing net earnings (after tax) allocated to shareholders, by the weighted average number of shares outstanding during the relevant financial year, after the deduction of any treasury shares.

<i>Basic earnings per share</i>	31.3.2015	31.3.2014
Earnings allocated to shareholders (A)	2,680	1,093
Number of shares outstanding (weighted)	44,487	45,016
Basic and adjusted earnings per share ( <i>Euro in absolute terms</i> )	0.060	0.024

With the decision of the Extraordinary General Meeting of Shareholders on 29<sup>th</sup> December 2014, a share repurchase plan was approved. Due to the above decision, the Company proceeded with the purchase of 480,770 shares at an average acquisition price of Euro 1.288 per share until 31/3/2015.

On 31<sup>st</sup> March 2015, the Company held, in total, 701,324 treasury shares at an average acquisition price of Euro 1.072 per share. The above number of shares includes 220,554 shares that were repurchased according to the previous stock repurchase plan of 23<sup>rd</sup> April 2012.

## 8. Income Tax

From 23 January 2013, the new tax law 4110/2013 was set in effect, altering the income tax rate of legal entities in Greece to 26% (from 20% in 2012) for the financial year 2013 and onwards.

The analysis of tax charged in the year's Results, is as follows:

<b>Income Tax</b>	<b>Group</b>		<b>Company</b>	
	<b>31.3.2015</b>	<b>31.3.2014</b>	<b>31.3.2015</b>	<b>31.3.2014</b>
Income tax	<b>(1,170)</b>	(329)	-	-
Deferred tax (expense)/income	<b>364</b>	48	<b>62</b>	15
<b>Total</b>	<b>(806)</b>	(281)	<b>62</b>	15

In Greece, the results reported to tax authorities are deemed temporary and are subject to audit by the tax authorities until financial year 2010, included. Therefore, for the non-audited fiscal years there is the possibility that additional tax may be imposed on such when they are audited by the tax authorities.

The Greek companies of the Group, have created a provision amounting to euro 1,034 which is considered as adequate to cover possible liabilities that will arise from a tax audit.

From 2011 until 2014, Greek Société Anonyme Companies and Limited Liability Companies, whose annual financial statements must be audited by Legal Certified Auditors that are registered in the public Registry of Law 3693/2008, are obliged to receive an “Annual Certificate”, as stipulated by par. 5 of article 82 of L.2238/1994. The relevant certificate is issued after tax audit conducted by the same Legal Certified Auditor or audit firm that audits the annual financial statements. Following the completion of the tax audit, the Legal Auditor or audit firm issues a “Tax Compliance Report” for the Company which is accompanied by the Notes on Detailed Information. Within ten days, at the latest, from the final approval date of the Company’s financial statements by the General Meeting of Shareholders, the aforementioned Report and the relevant Notes are submitted electronically to the Ministry of Finance by the Legal Auditor or the audit firm. The Ministry of Finance will subsequently select a sample of companies corresponding to at least 9% for a tax review by the relevant tax audit services of the Ministry.

This audit must be completed in a period not longer than eighteen months from the date the “Tax Compliance Report” is submitted to the Ministry of Finance.

The tax audit for the financial year 2014 will be completed by the audit firm “Pricewaterhouse Coopers SA” and is not expected to reveal any significant tax obligations apart from those recorded and depicted in the Financial Statements.

The financial years that have not been audited by the tax authorities, as regards to the Greek companies, are reported below:

<b>Company</b>	<b>Tax un-audited fiscal years</b>
THRACE PLASTICS S.A.	2008-2010
THRACE NON WOVENS & GEOSYNTHETICS S.A.	2005-2011
THRACE PLASTICS PACK S.A.	2007-2010
THRACE PLASTICS EXTRUDED POLYSTERENE S.A.	2007-2010
THRACE-SARANTIS S.A.	2010

Moreover, the possibility of additional taxes being imposed also holds for companies based abroad, whose tax un-audited fiscal years are analyzed as follows:



<b>Company</b>	<b>Tax un-audited fiscal years</b>
SYNTHETIC PACKAGING LTD	2006-2014
THRACE POLYBULK A.B	2006-2014
THRACE POLYBULK A.S	2014
THRACE GREINER PACKAGING SRL.	2002-2014
TRIERINA TRADING LTD	2014
THRACE IPOMA A.D.	2004-2014
THRACE PLASTICS PACKAGING D.O.O.	2014
LUMITE INC.	2010-2014
THRACE LINQ INC.	2009-2014
ADFIRMATE LTD	2014
DELTA REAL ESTATE INV. LLC	2009-2014
PAREEN LTD	2014
MARZENA LTD	2014
SAEPE LTD	2014
CANUTTE LTD	2014
THRACE ASIA LTD	2012-2014

## 9. Tangible Assets and Intangible Assets

### 9.1 Tangible Fixed Assets

10 The changes in the tangible fixed assets during the period is analyzed as follows:

<b>Tangible Fixed Assets</b>	<b>Group</b>	<b>Company</b>
<b>Balance as at 01.01.2014</b>	<b>68,754</b>	<b>7,740</b>
Additions	13,177	1,901
Sales	(718)	-
Depreciation	(8,602)	(930)
FX differences	2,056	-
<b>Balance as at 31.12.2014</b>	<b>74,667</b>	<b>8,711</b>

<b>Tangible Fixed Assets</b>	<b>Group</b>	<b>Company</b>
<b>Balance as at 01.01.2015</b>	<b>74,667</b>	<b>8,711</b>
Additions	5,117	52
Sales	(11)	(919)
Depreciation	(2,360)	(226)
FX differences	2,375	-

<b>Balance as at 31.03.2015</b>	<b>79,788</b>	<b>7,618</b>
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The Company's tangible assets include fixed assets leased to the subsidiary THRACE NON WOVENS & GEOSYNTHETICS S.A. with a net (after depreciation) value of Euro 2,634, which corresponds to their fair value. The leasing period was set at five years.

The Group's fixed assets include assets acquired within the year 2014 via leasing agreement (machinery equipment) with acquisition cost of Euro 2,784 and cumulative depreciations of Euro 163 as of 31/3/2015.

There are no liens and guarantees on the Company's tangible fixed assets, while the liens on the Group's tangible assets amount to Euro 2,140.

## 9.2 Intangible Assets

The changes in the intangible fixed assets during the period is analyzed as follows:

<i>Intangible Assets</i>	<i>Group</i>	<i>Company</i>
<b>Balance as at 01.01.2014</b>	<b>10,732</b>	<b>116</b>
Additions	394	89
Sales	-	-
Amortization	(256)	(49)
FX differences	(92)	-
<b>Balance as at 31.12.2014</b>	<b>10,778</b>	<b>156</b>

<i>Intangible Assets</i>	<i>Group</i>	<i>Company</i>
<b>Balance as at 01.01.2015</b>	<b>10,778</b>	<b>156</b>
Additions	20	6
Sales	-	-
Amortization	(14)	(16)
FX differences	87	-
<b>Balance as at 31.03.2015</b>	<b>10,871</b>	<b>146</b>

## 9.3 Investment Property

<i>Investment Property</i>	<i>Group</i>		<i>Company</i>	
Balance as at 1.1.2015	110	110	110	110
Additions / (Reductions)	-	-	-	-
Depreciations	-	-	-	-
Foreign exchange differences	-	-	-	-
<b>Balance as at 31.3.2015</b>	<b>110</b>	<b>110</b>	<b>110</b>	<b>110</b>

Balance as at 31.12.2014	110	110	110	110
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## 10. Other Long-Term Receivables

In the present period, the Management, due to delays observed in the collection of grants receivable from the Greek State over the last years, reclassified part of the above claims from the current to the non-current assets and also proceeded with an impairment of the above claims based on present value.

The receivable was formed due to a 12% grant on the payroll cost concerning the personnel employed in Xanthi and is to be collected from OAED.

<i>Other Long-Term Receivables</i>	<i>Group</i>		<i>Company</i>	
	<b>31.3.2015</b>	<b>31.12.2014</b>	<b>31.3.2015</b>	<b>31.12.2014</b>
Grants receivable	6.721	4.806	1.648	864
Other accounts receivable	421	421	85	85
<b>Total</b>	<b>7.142</b>	<b>5.227</b>	<b>1.733</b>	<b>949</b>

## 11. Bank Debt

The Group's long term loans have been granted from Greek and foreign banks. The repayment time varies, according to the loan contract, while most loans are linked to Euribor plus a margin.

The Group's short term loans have been granted from various banks with interest rates of Euribor plus a margin of 3%-6% and Libor plus a margin of 2%. The book value of loans approaches their fair value during 31/3/2015.

Analytically, bank debt at the end of the period was as follows:

<i>Debt</i>	<i>Group</i>		<i>Company</i>	
	<b>31.3.2015</b>	<b>31.12.2014</b>	<b>31.3.2015</b>	<b>31.12.2014</b>
Long-term loans	7,738	8,204	-	-
Financial leases	1,754	1,264	-	-
<b>Total long-term loans</b>	<b>9,492</b>	<b>9,468</b>	<b>-</b>	<b>-</b>
Long-term debt payable in the next year	3,064	3,684	-	-
Short-term loans	52,654	52,200	21,913	22,027
Financial leases	280	305	-	-
<b>Total short-term loans</b>	<b>55,998</b>	<b>56,189</b>	<b>21,913</b>	<b>22,027</b>
<b>Grand Total</b>	<b>65,490</b>	<b>65,658</b>	<b>21,913</b>	<b>22,027</b>

## 12. Employee Benefits

The liabilities of the Company and the Group towards its employees in providing them with certain future benefits, depending on the length of service is calculated by an actuarial study. The accounting

depiction is made on the basis of the accrued entitlement, as at the date of the Balance Sheet, that is anticipated to be paid, discounted to its present value by reference to the anticipated time of payment. The liability for the Company and the Group, as presented in the Balance Sheet, is analyzed as follows:

<i>Employee Benefits</i>	<i>Group</i>		<i>Company</i>	
	<b>31.3.2015</b>	<b>31.12.2014</b>	<b>31.3.2015</b>	<b>31.12.2014</b>
Defined contribution plans	<b>1,934</b>	<b>1,904</b>	<b>415</b>	<b>409</b>
Defined benefit plans	<b>17,337</b>	<b>13,881</b>	-	-
Total provision at the end of the year	<b>19,271</b>	<b>15,785</b>	<b>415</b>	<b>409</b>

### 12.1 Defined contribution plans

The Greek companies of the Group as well as the subsidiary Thrace Ipoma domiciled in Bulgaria participate in the following plan. With regard to the Greek companies, the following liability arises from the relevant legislation and concerns 40% of the required compensation per employee.

<i>Defined contribution plans</i>	<i>Group</i>		<i>Company</i>	
	<b>31.3.2015</b>	<b>31.12.2014</b>	<b>31.3.2015</b>	<b>31.12.2014</b>
<b>Amounts recognized in the balance sheet</b>				
Present value of liabilities	1,934	1,904	415	409
<b>Net liability recognized in the balance sheet</b>	<b>1,934</b>	<b>1,904</b>	<b>415</b>	<b>409</b>
<b>Changes in the Net Liability recognized in Balance Sheet</b>				
Net liability / receivable at the beginning of year	1,904	1,555	409	336
Benefits paid from the employer		(607)		(239)
Total expense recognized in the account of results	30	623	6	247
Total amount recognized in the Net Worth		333		65
<b>Net liability at the end of year</b>	<b>1,934</b>	<b>1,904</b>	<b>415</b>	<b>409</b>

The actuarial assumptions are presented in the following table.

<i>Actuarial Assumptions</i>	<i>Greek Companies</i>		<i>Thrace Ipoma AD</i>	
	<b>31.3.2015</b>	<b>31.12.2014</b>	<b>31.3.2015</b>	<b>31.12.2014</b>
Discount rate	1.75 %	1.75 %	3.80 %	3.80 %
Inflation	1.75 %	1.75 %	2.00 %	2.00 %
Average annual increase of personnel salaries	1.75 %	1.75 %	5.00 %	5.00 %
Duration of liabilities	18.29 years	18.29 years	11.70 years	11.70 years

### 12.2 Defined Benefit Plans

The subsidiaries DON & LOW LTD and THRACEPOLYBULK AS have formed Defined Benefit Plans which operate as separate entities in the form of trusts. Therefore the assets of the plans are not dependent to the assets of the companies.

The accounting entries of the plans according to the revised IAS 19 are as follows:

<b>Defined Benefit Plans</b>	<b>Group 2015</b>	<b>Group 2014</b>
<b>Amounts recognized in the balance sheet</b>		
Present value of liabilities	160,920	142,593
Fair value of the plan's assets	(143,584)	(128,712)
<b>Net liability recognized in the balance sheet</b>	<b>17,336</b>	<b>13,881</b>
<b>Asset allocation*</b>		
Equities	114,957	102,723
Bonds	28,044	24,926
Property / Other	583	1,063
<b>Total</b>	<b>143,584</b>	<b>128,712</b>
<b>Changes in the Net Liability recognized in Balance Sheet</b>		
Net liability / receivable at the beginning of year	13,881	4,852
Benefits paid from the employer	(404)	(1,777)
Total expense recognized in the account of results	471	1,405
Total amount recognized in the Net Worth	2,354	8,785
Foreign exchange differences	1,034	616
<b>Net liability at the end of year</b>	<b>17,336</b>	<b>13,881</b>

\* The assets of the plan are measured at fair values.

The category "property / other" also include the plan's cash reserves.

The actuarial assumptions are presented in the following table.

<b>Actuarial Assumptions</b>	<b>Don &amp; Low LTD</b>		<b>Thrace Polybulk AS</b>	
	<b>31.3.2015</b>	<b>31.12.2014</b>	<b>31.3.2015</b>	<b>31.12.2014</b>
Discount rate	3.50 %	3.50 %	2.30 %	2.30 %
Inflation	3.10 %	3.10 %	2.50 %	2.50 %
Average annual increase of personnel salaries	3.35 %	3.35 %	2.30 %	2.30 %
Duration of liabilities	17 years	17 years	16 years	16 years

### 13. Segment reporting

The operating segments are based on the different group of products, the structure of the Group's management and the internal reporting system. The Group's activity is distinguished into three segments, the technical fabrics segment, the packaging segment and the Agricultural segment. The activity of the parent Company is included in the Packaging segment.

The Group's operating segments are as follows:

#### Technical Fabrics

Production and trade of technical fabrics for industrial and technical use.

#### Packaging

Production and trade of packaging products, plastic bags, plastic boxes for packaging of food and paints and other packaging materials for agricultural use.

#### Agricultural Unit

Production and trading of agricultural products produced in greenhouses.

The company Thrace Greenhouses belongs to this segment.

BALANCE SHEET OF 31.3.2015	TECHNICAL FABRICS	PACKAGING	AGRICULTURAL UNIT	WRITE-OFF OF TRANSACTIONS BETWEEN SEGMENTS	GROUP
Segment assets	147,807	110,774	2,014	(4,317)	256,278
<b>Total consolidated assets</b>	<b>147,807</b>	<b>110,774</b>	<b>2,014</b>	<b>(4,317)</b>	<b>256,278</b>

INCOME STATEMENT FOR THE PERIOD FROM 1.1 - 31.3.2015	TECHNICAL FABRICS	PACKAGING	AGRICULTURAL UNIT	WRITE-OFF OF TRANSACTIONS BETWEEN SEGMENTS	GROUP
Turnover	43,363	25,740	143	(2,673)	66,572
Cost of sales	(34,915)	(19,857)	(179)	2,784	(52,168)
<b>Gross profit</b>	<b>8,448</b>	<b>5,882</b>	<b>(36)</b>	<b>111</b>	<b>14,404</b>
Other operating income	487	968	3	(824)	634
Distribution expenses	(3,429)	(2,439)	(25)	(89)	(5,981)
Administrative expenses	(2,530)	(2,505)	(11)	685	(4,361)
Other operating expenses	55	(346)	-	77	(214)
Other Income / (Losses)	917	73	-	-	991
<b>Operating profit / (loss)</b>	<b>3,949</b>	<b>1,633</b>	<b>(69)</b>	<b>(40)</b>	<b>5,472</b>
Interest & related (expenses)/income	(1,224)	(942)	(9)		(2,174)
(Profit / (loss) from companies consolidated with the Equity method	18	237			255
<b>Total Earnings / (losses) before tax</b>	<b>2,743</b>	<b>928</b>	<b>(78)</b>	<b>(40)</b>	<b>3,552</b>
<b>Depreciations</b>	<b>1,167</b>	<b>1,178</b>	<b>33</b>	<b>(5)</b>	<b>2,373</b>
<b>Total Earnings / (losses) before interest, tax, depreciation &amp; amortization</b>	<b>5,116</b>	<b>2,811</b>	<b>(36)</b>	<b>(45)</b>	<b>7,846</b>

<b>BALANCE SHEET OF 31.12.2014</b>	<b>TECHNICAL FABRICS</b>	<b>PACKAGING</b>	<b>AGRICULTURAL UNIT</b>	<b>WRITE-OFF OF TRANSACTIONS BETWEEN SEGMENTS</b>	<b>GROUP</b>
Segment assets	136,632	114,775	2,112	(6,597)	<b>246,922</b>
<b>Total consolidated assets</b>	<b>136,632</b>	<b>114,775</b>	<b>2,112</b>	<b>(6,597)</b>	<b>246,922</b>

<b>INCOME STATEMENT FOR THE PERIOD FROM 1.1 - 31.3.2014</b>	<b>TECHNICAL FABRICS</b>	<b>PACKAGING</b>	<b>AGRICULTURAL UNIT</b>	<b>WRITE-OFF OF TRANSACTIONS BETWEEN SEGMENTS</b>	<b>GROUP</b>
Turnover	40,319	25,102	43	(3,008)	62,456
Cost of sales	(33,859)	(19,690)	(39)	3018	(50,570)
<b>Gross profit</b>	<b>6,460</b>	<b>5,412</b>	<b>4</b>	<b>10</b>	<b>11,886</b>
Other operating income	317	892	-	(636)	573
Distribution expenses	(3,164)	(2,548)	-	12	(5,700)
Administrative expenses	(2,204)	(2,220)	(32)	611	(3,845)
Other operating expenses	(264)	(618)	-	(27)	(909)
Other Income / (Losses)	(13)	515	-	-	502
<b>Operating profit / (loss)</b>	<b>1,132</b>	<b>1,433</b>	<b>(28)</b>	<b>(30)</b>	<b>2,507</b>
Interest & related (expenses)/income	(593)	(713)	(21)	-	(1,327)
Profit / (loss) from companies consolidated with the Equity method	35	158	-	-	193
<b>Total Earnings / (losses) before tax</b>	<b>574</b>	<b>878</b>	<b>(49)</b>	<b>(30)</b>	<b>1,373</b>
<b>Depreciations</b>	<b>1,012</b>	<b>1,112</b>	<b>4</b>		<b>2,128</b>
<b>Total Earnings / (losses) before interest, tax, depreciation &amp; amortization</b>	<b>2,144</b>	<b>2,545</b>	<b>(24)</b>	<b>(30)</b>	<b>4,635</b>

#### 14. Transactions with Related Parties

The Group classifies as related parties the members of the Board of Directors, the directors of the Company's divisions as well as the shareholders who own over 5% of the Company's share capital (their related parties included).

The commercial transactions of the Group with these related parties during the period 1/1/2015 – 31/3/2015 have been conducted according to market terms and in the context of the ordinary business activities.

The transactions with the subsidiaries and related companies according to the IFRS 24 during the period 1/1/2015 – 31/3/2015 are presented below.

<b>Income</b>	<b>1.1 – 31.3.2015</b>		<b>1.1 - 31.3.2014</b>	
	<b>Group</b>	<b>Company</b>	<b>Group</b>	<b>Company</b>
Subsidiaries	-	2,214	-	1,943

Amounts in thousand Euro, unless stated otherwise

Related Companies	1,252	156	2,448	603
<b>Total</b>	<b>1,252</b>	<b>2,370</b>	<b>2,448</b>	<b>2,546</b>

<i>Expenses</i>	<i>1.1 – 31.3.2015</i>		<i>1.1 - 31.3.2014</i>	
	<i>Group</i>	<i>Company</i>	<i>Group</i>	<i>Company</i>
Subsidiaries	-	119	-	986
Related Companies	401	67	483	49
<b>Total</b>	<b>401</b>	<b>186</b>	<b>483</b>	<b>1,035</b>

<i>Trade and other receivables</i>	<i>31.3.2015</i>		<i>31.3.2014</i>	
	<i>Group</i>	<i>Company</i>	<i>Group</i>	<i>Company</i>
Subsidiaries	-	3,507	-	3,650
Related Companies	1,615	312	3,199	1,229
<b>Total</b>	<b>1,615</b>	<b>3,573</b>	<b>3,199</b>	<b>4,879</b>

<i>Suppliers and Other Liabilities</i>	<i>31.3.2015</i>		<i>31.3.2014</i>	
	<i>Group</i>	<i>Company</i>	<i>Group</i>	<i>Company</i>
Subsidiaries	-	1,112	-	3
Related Companies	172	-	307	-
<b>Total</b>	<b>172</b>	<b>1,112</b>	<b>307</b>	<b>3</b>

The “Subsidiaries” include all companies consolidated with “Thrace Plastics Group” via the full consolidation method. The “Related companies” include those consolidated with the equity method as well as those owned by the partners of the Group.

The Company has granted guarantees of Euro 20,256 to banks against credit lines for the account of its subsidiaries.

<i>Guarantees for Subsidiaries</i>	<i>31.3.2015</i>
Thrace Non Wovens & Geosynthetics SA	12,477
Thrace Ipoma AD	1,581
Thrace Greenhouses SA	487
Thrace Plastics Pack SA	5,711

## 15. Remuneration of Board of Directors

<i>BoD Fees</i>	<i>Group</i>		<i>Company</i>	
	<i>31.3.2015</i>	<i>31.3.2014</i>	<i>31.3.2015</i>	<i>31.3.2014</i>
BoD Fees	1,096	819	262	229



## 16. Number of employees

The number of employed staff at the Group and Company at the end of the present period was as follows:

<i>Number of employees</i>	<i>Group</i>		<i>Company</i>	
	<b>31.3.2015</b>	<b>31.3.2014</b>	<b>31.3.2015</b>	<b>31.3.2014</b>
Regular employees	<b>604</b>	548	<b>49</b>	47
Day-wage employees	<b>1,018</b>	909	<b>28</b>	23
<b>Total</b>	<b>1,622</b>	1,457	<b>77</b>	70

The total staff of companies that are based in Greece, is primarily insured with the Social Security Organization (I.K.A.), both as regards to medical care and as regards to primary pension.

## 17. Participations

### 17.1 Participation in companies consolidated with the full consolidation method

The value of the Company's participations in the subsidiaries, as of 31<sup>st</sup> March 2015, are as follows:

<i>Company</i>	<b>31.3.2015</b>	<b>31.12.2014</b>
<b><u>Companies consolidated with the full consolidation method</u></b>		
DON & LOW LTD	33,953	33,953
THRACE PLASTICS PACK SA	15,508	15,508
THRACE NON WOVENS & GEOSYNTHETICS SA	5,710	5,710
SYNTHETIC HOLDINGS LTD	4,607	4,607
PAREEN LTD	7,121	7,121
MARZENNA LTD	66	66
THRACE GREENHOUSES SA	1,785	1,785
<b>Total</b>	<b>68,750</b>	<b>68,750</b>

### 17.2 Participation in companies consolidated with the equity method

The change of standards with regard to the consolidation of the joint arrangement companies (IFRS 10, IFRS 11, IFRS 12) resulted into the change of the consolidation method.

IFRS 11 removes the concept of the proportional consolidation of the jointly controlled entities. Instead, the jointly controlled entities which fulfill the definition of joint venture are accounted for with the equity method.

Specifically, there is joint management in the companies **Thrace Greiner Packaging SRL**, **Thrace Sarantis SA** and **Lumite INC** in which the Group participates with 50% and the other shareholder with an equal stake. Both shareholders possess rights on the companies' assets. The parent Company holds direct equity stakes in Thrace Sarantis S.A. valued at Euro 1,100, and in Thrace Eurobent S.A. valued at Euro 204.

<i>Company</i>	<i>Country of Activities</i>	<i>Business Activity</i>	<i>Equity</i>
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			Stake
Thrace Greiner Packaging SRL	Romania	The company activates in the production of plastic boxes for food products and paints and belongs to the packaging sector.  The company's shares are not listed.	50%
Thrace Sarantis S.A.	Greece	The company activates in the production of plastic bags for wastes and belongs to the packaging sector.  The company's shares are not listed.	50%
Lumite INC	United States	The company activates in the production of agricultural fabrics and belongs to the technical fabrics sector.  The company's shares are not listed.	50%
Thrace Eurobent S.A.	Greece	The company activates in the manufacturing of waterproof products via the use of Geosynthetic Clay Liner – GCL.	51%

The above companies are consolidated with the equity method since 1/1/2014.

The change of the interests in the companies that are consolidated with the equity method is analyzed as follows:

<i>Interests in companies consolidated with the equity method</i>	<i>1.1 - 31.3.2015</i>	<i>1.1 - 31.12.2014</i>
Balance at beginning	8,585	7,305
Capital increases	204	-
Participation in profit / (losses) of joint ventures	255	1,166
Dividends	-	(450)
Foreign exchange differences and other reserves	684	564
<b>Balance at end</b>	<b>9,728</b>	<b>8,585</b>

## **18. Commitments and Contingent Liabilities**

On 31 December 2014 there are no significant legal issues pending that may have a material effect in the financial position of the Companies in the Group.

An amount of taxes – surcharges of euro 171 that emerged from the tax audit of fiscal years 2006 and 2007 is under dispute by the Company's Management and will be resolved in the tax courts. With regard to the above amount, no provision has been formed in the Group's financial statements.

The letters of guarantee issued by the banks for the account of the Company and in favor of third parties (Greek State, suppliers and customers) amount to Euro 837.

## **19. Reclassifications of accounts**

In the present financial statements, there have been reclassifications of not significant comparative accounts in the Statement of Total Comprehensive Income for the purpose of comparability with the ones of the present period.

## 20. Significant Events

The major events that occurred during the first quarter of 2015 are presented below:

- On 20 February 2015, the Group established the company “Thrace Eurobent S.A.” which activates in the manufacturing of waterproof products via the use of Geosynthetic Clay Liner – GCL. “Thrace Plastic Co S.A.” and the Polish company “Eurobent Sp. zo.o.” participate in the new company’s share capital with 51% and 49% respectively. The company’s headquarters and production facilities are located in Xanthi, Greece.

## 21. Post Balance Sheet Events

The Annual General Meeting of Shareholders of 15<sup>th</sup> April 2015 approved the annual financial statements and the distribution of a dividend amounting to one million Euros (EUR 1,000,000 gross amount) from which a 10% tax was withheld according to the article 64 of Law 4172/2013. The payment of the above approved amount commenced on 27<sup>th</sup> April 2015.

There are no other events subsequent to the date of the balance date, which affect the financial statements of the Group.

## 22. Online availability of financial report

The interim condensed Financial statements of the company THRACE PLASTICS Co. S.A. are available on the internet, on the website [www.thracegroup.gr](http://www.thracegroup.gr)

**The Financial Statements were prepared in accordance with International Financial Reporting Standards as adopted by the European Union, approved by the Board of Directors, on May 21, 2015, and signed by the representatives of such.**

The Chairman of the Board and Chief Executive Officer	The Vice Chairman	The Head of Financial Services	The Head Accountant
KONSTANTINOS ST. CHALIORIS  ID No. AI 569344	THEODOSIOS A. KOLYVAS  ID No. AI 101026	SPYRIDON A. NTAKAS  ID No. AE 044759	FOTINI K. KYRLIDOU  ID No. AK 104541 Prof. Lic. No. O.E.E 34806 A' CLASS



