Reg. Number: 35197/06/B/96/101

General Registration Number: 004465901000

Semi-Annual Financial Statements of 30th June, 2016
(1st January – 30th June 2016)

According to Article 5 of Law 3556/2007

It is being certified that the accompanying interim Financial Statements are those approved by the Board of «PAPERPACK SA" on 29/8/2016 and published by posting them on company's website www.paperpack.gr

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A.STATEMENT BY MEMBERS OF THE BOARD

In accordance with Article 5, paragraph 2 of Law 3556/2007

The members of the Board of Directors of the company PAPERPACK INDUSTRIAL & COMMERCIAL S.A located in Kifissia, Viltanioti 24 & Menexedon:

1. Tsoukaridis John, Chairman of the Board and Chief Executive Officer,
2. Korina Fasouli Grafanaki, Vice Chairman, elected from the 20.04.2016 decision of the Board of Directors,
3. Julianna Tsoukaridis, Board Member, elected from the 20.04.2016 decision of the Board of Directors.

declare and certify that to the best of their knowledge that:

(a) The semi-financial statements of the company "PAPERPACK SA" for the period 1st January 2016 to 30th June 2016 have been prepared in accordance with the International Financial Reporting Standards as adopted by the European Union and present fairly, in all material respects, the financial position of PAPERPACK SA as at June 30, 2016, its financial performance and its cash flows as defined in paragraphs 3 to 5 of Article 5 of Law 3556/2007.

(b) the semi-annual report of the Board of Directors present a true course of business, performance and position of the Company and the principal risks and uncertainties that the company faces, as defined in paragraph 6 of Article 5 of Law 3556/2007.

Kifissia, 29th August,2016

The Certified

President and CEO	Vice President	Member of the Board
John Tsoukarides	Korina Fasouli	Tzouliana Tsoukarides
ID No. I 192855	ID No. P 110434	ID No. T 196593

B. First Semester's Report of the Board of Directors (for the period 1st January 2016 to 30th June 2016)

Dear Shareholders,

The present Semi-Annual Report of the Board of Directors which follows (hereinafter referred to as the "Report"), refers to the period of the half of the current year 2016 (1/1/2016-30/6/2016). The report is prepared in accordance with the relevant provisions of Law 3556/2007 and the relevant executive decisions of the HCMC.

The report summarizes financial information of the Company PAPERPACK SA (hereinafter referred to as the "Company") for the first half of the current year, significant events that took place in this period and their impact on the interim financial statements. Also identifies the principal risks and uncertainties that the Company may face in the second half of the year and finally significant transactions between the Company and its related parties. The Corporate Governance Code is available to the public from the offices of the company and has been posted on the website of the company http://www.paperpack.gr/en/investor-relations/code-of-corporate-governance/

The sections of the report and the contents are as follows:

A. Report of the first half of 2016

Development Activities - Changes in financial figures of the Company

Despite the negative operating framework which is formed by the recession of the Greek economy and the Capital Controls, the operations of the Company in the first half of the current year show improvement in comparison to the previous year, demonstrating the correctness of the measures applied by the Company's Management in order to reduce operating costs and efficiently manage cash and cash equivalents.

The Key financials and ratios of the Company are structured as follows :

The company's sales totaled € 8.100 thousands compared to € 7.249 thousands of their respective sales in 2015, marking an increase of 11,73%. However, this increase in turnover was combined with a decrease in gross margins, which reached 30,59 % versus 33,13% in the corresponding period of 2015.

During the first half of 2016 the employees expenses increased by 21,74% and totaled € 1.786 thousand compared to € 1.467 thousand in the corresponding period of the previous year. This is due to the increase of company personnel.

The operating results before interest, taxes, depreciation and amortization (EBITDA) for the first half of 2016 amounted to € 1.380 thousand in comparison to € 1.329 thousand in the corresponding period of 2015, thus a decrease of 3,83%.

The company's liabilities relate primarily to borrowings totalling € 5.234 thousand, which represents 56,20% of the total liabilities. It is noted that on 30/6/2016 the weighted average cost for the above loans was 5,09%, resulting the interest expense of the Company to reach € 139 thousand versus € 162 thousand compared to the same period in 2015.

Total current liabilities totaled to € 6.196 thousand, while the current assets amounted to € 10.629 thousand, resulting a positive working capital of € 4.433 thousand.

It should be mentioned that the positive cash flows from operating activity of the company amounted to € 368 thousand compared to € 880 thousand in the previous year. The major part of these flows was used for dividends contribution.

Investments in tangible and intangible assets during the current period totaled € 95 thousand compared to € 47 thousand in the corresponding period of 2015.

Significant Events

During the first half of the year 2016 and after that until the date of this report, the following important events took place:

- On 19/4/2016, the Annual General Meeting of PAPERPACK SA resolved the following:

1. The approval of the Annual Financial Statements of the Company and the Company for the year 2015 and the reports of the Directors and the Auditor.
2. The discharge of the Directors and the Auditors from any liability for the fiscal year 2015.
3. The approval of the list of results of the year 2015 (01/01/2015-31/12/2015).
4. The approval of the proposal of the Board to distribute a dividend for the year 2015.
5. The authorization in accordance with paragraph 1 of article 23 of Codified Law 2190/1920, to the members of the Board and directors of the company to attend Board Meetings and to the Company companies (associated), which serve the same or close purpose to the company.
6. The approval of the remuneration paid to the members of the Board for the year 2015 and the approval of remuneration for the fiscal year 2016, which have been paid or will be paid by the resolutions of the Board which will determine the timing and amount of the payment, the beneficiaries of such remuneration and the amounts to be received by each beneficiary.
7. The election, of the company "MAZARS SA (A.M.ELTE 17) for the statutory audit of the fiscal year 1/1 - 31/12/2016 and set their remuneration.
8. Election of new Board members
9. Election of the Control Committee, in accordance with Article 37 of Law. 3693/2008, as in force
10. Modification of contract conditions for the existing common bond loan of 9,800,000.00 €.

B. Risks and uncertainties

The company operates in the carton sector, which is highly competitive. Based on the know-how and on investment in production equipment, the company tries to differentiate in a quality perspective from the existing competition.

Along the same lines contribute the brand awareness and the development of lasting relationships at both supplier and customer level.

The company is exposed to a limited range of financial risks. The usual risks which falls in theory, are market risk (including foreign exchange risk and price risk), credit risk and liquidity risk which are analyzed as follows:

Credit risk

The company's clients' financial situation is constantly monitored and assessed by the Management by adjusting the credit terms of customers' accounts. When there is a possibility of non-recovery of receivables, a provision for bad debts is recognized. Any further deterioration in market conditions, which would lead to a general lack of receivables collection from customers, could result in liquidity issues for the company.

We point out that the amount of the provision for bad debts, amounts for the current period € 279 thousand (2015: € 279 thousand).

Liquidity risk

Liquidity risk is limited as the company retains sufficient cash and / or credit limits. However, a further deterioration of the market and the global banking system in general, could cause liquidity issues to the company.

Market risk

Market risk comprises the risk of changes in commodity prices, exchange rates and interest rates that affect the Company's results.

Foreign Currency Risk

The Company is exposed to foreign currency risk on exports invoiced in U.S. dollars, as well as on imports invoiced in other foreign currencies. Apart from the risk associated with the U.S. dollar, the remaining risks are negligible, since they derive from low-value transactional activity. This currency risk is formed by the prospect of future transactions, as well as by the difference of the respective rates between the date of the transaction (export or import) and the date the transaction is completed (recover a receivable or payment of an obligation). The Company is not exposed to high currency risk as most transactions are carried out in euros. Also, the company does not participate in foreign companies or investments operated in foreign currency terms, resulting to no currency risk associated with assets.

Interest rate Risk

This risk arises from the possibility of an increase in the short-term and long-term interest rates, given that the total borrowings relate to floating rate. On a daily basis, working capital is primarily covered by the operating cash flows of the company.

C. Related Party Transactions

The significant transactions between the Company and its related parties as defined by IAS 24, are presented on the tables below and are specifically noted as follows:

1. There are no other related parties (legal entities) other than those mentioned in this report.
2. No other loans are granted to the members of the Board of Directors or other directors of the company which are not presented in the following tables.

3. There were no changes in the transactions between the company and its related parties that could have a material effect on the financial position of the company for the first half of 2016.
4. Transactions described in the tables below have been concluded under normal market conditions and contain no exceptional or individual treatment, which would need an individually further analysis.
5. During the current year no intercompany sales and purchases took place.

Related parties under IAS 24 refer to subsidiaries, companies with common ownership and / or management with the company, companies related with it, as well as members of the Board of Directors and Directors of the company. Transactions and remuneration of members of the Management and the directors are as follows:

Transactions and remuneration of members of the Management and directors

Amounts are expressed in € '	**30/6/2016**	**30/6/2015**
Salaries and other compensation to BoD memebers	179.144,78	90.050,71
Salaries and other compensation to key management personnel	146.802,61	146.802,61
Compensation to BoD memebers approoved by the General Meeting	170.710,47	250.000,02
Total	**496.657,86**	**486.853,34**

In detail the obligations and requirements to and from the members of the Board and management are as follows:

Receivables from related parties

Amounts are expressed in € '	**30/6/2016**	**31/12/2015**
Loans to related parties	15.600,66	15.600,66
Other receivables	0,00	892,50
Total	**15.600,66**	**16.493,16**

Liabilities to related parties

Amounts are expressed in € '	**30/6/2016**	**31/12/2015**
Salaries and other compensation payable	19.799,33	2.081,82
Compensation to BoD memebers approoved by the General Meeting payable	0,00	75.190,93
Total	**19.799,33**	**77.272,75**

D. Data and estimates for the development of the business during the second half of 2016

Although it is predicted that economic activity will decline at the second half of the year due to taxation measures' effect, management estimates that the turnover will increase in comparison to 2015. The attempt of increasing the turnover is expected to affect the gross profit margins.

Management's goal for the second half of 2016 is to maintain the gross margin to the previous year's level, resulting in retaining the EBITDA over € 2.400 thousands and creating net profit in order to strengthen the company's net assets.

We continue to manage our business on a long-term investment perspective, retaining our main strategic plan for positive cash flows from operating activities, reduction of credit risks and improve management of the working capital.

Kifissia, 29th August 2016

On behalf of the BoD

John Tsoukarides

The Chairman of the BoD

C. Review Report of the Interim Financial Information

To the Shareholders of "PAPERPACK S.A."

Introduction

We have reviewed the accompanying condensed statement of financial position of "PAPERPACK S.A." (the "Company"), as at 30th June 2016 and the related condensed Statement of comprehensive income, changes in equity and cash flows for the six-month period then ended, and the selected explanatory notes that comprise the interim financial information, which form an integral part of the six-month period financial report by the Law 3556/2007.

Management is responsible for the preparation and fair presentation of this interim condensed financial statement in accordance with the International Financial Reporting Standards as adopted by the European Union and apply for interim financial information (International Accounting Standard "IAS 34"). Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Reference to other legal requirements

Based on our review, we concluded that the content of the six-month financial report, as required by article 5 of L.3556/2007, is consistent with the accompanying condensed interim financial information.

Athens, 29th August, 2016
The Certified Public Accountant

Konstantinos Makris
SOEL. Reg. No: 26771, ELTE Reg. No. 1483
MAZARS Certified Public Accountants
Business Advisors S.A.
SOEL Reg No: 154, ELTE Reg. No. 17

D. Interim Financial Statements of
1st January 2016 – 30th June 2016

according to

International Financial Reporting Standards

(IAS 34)

1. Interim Statement of Financial Position

Amounts are expressed in € '

ASSETS	**Note**	**30/6/2016**	**31/12/2015**
Non current assets			
Goodwill		265.128,99	265.128,99
Intangible assets		93.324,04	81.818,08
Tangible assets		2.642.602,49	2.745.327,76
Available for sale financial assets		178.727,00	178.727,00
Deferred tax assets		80.358,11	78.760,13
Other non current assets		101.646,87	106.214,87
		3.361.787,50	**3.455.976,83**
Current assets			
Inventories		2.170.988,84	1.984.530,25
Trade and other receivables	5.6	5.097.745,62	4.427.874,94
Other current assets		1.154.991,54	938.248,89
Cash and cash equivalents		2.205.928,62	2.425.923,30
Total current assets		**10.629.654,62**	**9.776.577,38**
Total assets		**13.991.442,12**	**13.232.554,21**
Equity and Liabilities			
Equity attributable to the shareholders of the parent			
Share capital	5.7	1.185.927,00	1.185.927,00
Share premium	5.7	1.187.780,32	1.187.780,32
Reserves		609.087,00	543.971,16
Profit / (Losses) carried forward		1.695.983,68	1.459.553,99
Total Equity		**4.678.778,00**	**4.377.232,47**
Long term liabilities			
Long term loans	5.8	2.870.000,00	3.460.000,00
Defined benefit liability		246.242,50	235.621,00
Total long term liabilities		**3.116.242,50**	**3.695.621,00**
Short term liabilities			
Trade and other payables		2.103.521,56	1.961.235,22
Current tax liabilities		965.083,08	773.960,37
Short term loans	5.8	2.364.973,83	1.832.677,49
Other short term liabilities		762.843,15	591.827,66
Total short term liabilities		**6.196.421,62**	**5.159.700,74**
Total liabilities		**9.312.664,12**	**8.855.321,74**
Total shareholders' equity and liabilities		**13.991.442,12**	**13.232.554,21**

Accompanying notes are an integral part of these interim financial statements

2. Interim Statement of Comprehensive Income for the first half and for the second quarter of the year

Amounts are expressed in € '	**Note**	**1/1 - 30/6/2016**	**1/4 - 30/6/2016**	**1/1 - 30/6/2015**	**1/4 - 30/6/2015**
Sales	5.5	8.100.343,59	4.195.772,71	7.249.198,05	3.638.978,99
Cost of sales		(5.621.514,92)	(2.904.260,71)	(4.847.555,57)	(2.452.716,62)
Gross profit		**2.478.828,67**	**1.291.512,00**	**2.401.642,48**	**1.186.262,37**
Other income		22.799,19	12.944,84	14.039,91	8.755,11
Distribution expenses		(424.565,43)	(197.469,96)	(422.108,22)	(212.169,79)
Administrative expenses		(883.626,81)	(398.723,32)	(795.619,33)	(405.532,03)
Research and development expenses		(409,98)	(204,99)	(409,98)	(204,99)
Other expenses		(45,43)	603,94	(1.121,86)	(518,49)
Earnings before taxes, financial and investing activities		**1.192.980,21**	**708.662,51**	**1.196.423,00**	**576.592,18**
Financial income		498,32	(5.661,24)	4.918,38	(553,19)
Financial expenses		(139.749,66)	(73.376,97)	(162.420,44)	(79.955,81)
Profit / (Loss) before tax		**1.053.728,87**	**629.624,30**	**1.038.920,94**	**496.083,18**
Tax		(317.343,44)	(188.682,93)	(347.183,83)	(206.046,01)
Net profit / (loss)		**736.385,43**	**440.941,37**	**691.737,11**	**290.037,17**
Net profits/ (losses) are distributed as follows:					
Equity holders of the parent		736.385,43	440.941,37	691.737,11	290.037,17
Other comprehensive income		0,00	0,00	0,00	0,00
Total comprehensive income (after tax)		**0,00**	**0,00**	**0,00**	**0,00**
Total comprehensive income		**736.385,43**	**440.941,37**	**691.737,11**	**290.037,17**

Accompanying notes are an integral part of these interim financial statements

3. Interim statement of changes in equity

Amounts are expressed in € '	**Share Capital**	**Share Premium**	**Reserves**	**Profit / (Losses) carried forward**	**Total**
Equity as at 1/1/2015	**1.185.927,00**	**1.187.780,32**	**515.097,26**	**509.136,26**	***3.397.940,84***
Profit/ (Loss) for the period 1/1-30/6/2015	0,00	0,00	0,00	691.737,11	691.737,11
Other comprehensive income for the period 1/1-30/6/2015	0,00	0,00	0,00	0,00	0,00
Total income for the period 1/1 - 30/6/2015	0,00	0,00	0,00	691.737,11	*691.737,11*
Dividends paid	0,00	0,00	39.325,10	(304.182,13)	(264.857,03)
	0,00	0,00	39.325,10	(304.182,13)	*(264.857,03)*
Equity as at 30/6/2015	**1.185.927,00**	**1.187.780,32**	**554.422,36**	**896.691,24**	***3.824.820,92***
Equity as at 1/1/2016	**1.185.927,00**	**1.187.780,32**	**543.971,16**	**1.459.553,99**	***4.377.232,47***
Profit/ (Loss) for the period 1/1 - 30/6/2016	0,00	0,00	0,00	736.385,43	736.385,43
Other comprehensive income for the period 1/1 - 30/6/2016	0,00	0,00	0,00	0,00	0,00
Total income for the period 1/1 - 30/6/2016	0,00	0,00	0,00	736.385,43	*736.385,43*
Dividends paid according to the decision of the Annual General Meeting 19/4/2016	0,00	0,00	65.115,84	(499.955,74)	(434.839,90)
	0,00	0,00	65.115,84	(499.955,74)	*(434.839,90)*
Equity as at 30/6/2016	**1.185.927,00**	**1.187.780,32**	**609.087,00**	**1.695.983,68**	***4.678.778,00***

Accompanying notes are an integral part of these interim financial statements

4. Interim statement of cash flows

Amounts are expressed in € '	FIRST HALF OF THE YEAR	
	2016	**2015**
Cash flows from operations		
Profit / (Loss) before tax	1.053.728,87	1.038.920,94
Adjustments to profit / (loss)		
Depreciation & amortization	187.189,58	132.787,24
Bad debt provisions	10.621,50	9.078,19
	1.251.539,95	**1.180.786,37**
Results (income, expenses, gains and losses) from investment activities	(398,70)	(4.059,90)
Interest expenses	139.749,66	162.420,44
Plus / minus adjustments for changes in working capital related to operating activities:		
(Increase) / decrease in inventories	(186.458,59)	(352.095,66)
(Increase) / decrease in receivables	(882.045,33)	(667.738,87)
Increase / (decrease) in liabilities	313.301,83	610.184,60
(Minus):		
Payments for debit interest and othe related expenses	(139.749,66)	(162.420,44)
Payments for taxes	(127.818,71)	112.534,06
Net cash flows from operating activities (a)	**368.120,45**	**879.610,60**
Cash flows from investing activities		
Purchase of tangible and intangible assets	(95.970,27)	(46.925,99)
Sale of tangible and intangible assets	16,00	2.625,60
Interest received	382,70	1.434,21
Net cash flows from investing activities (b)	**(95.571,57)**	**(42.866,18)**
Cash flows from financing activities		
Debt repayments	(57.703,66)	(318.972,27)
Dividend payments	(434.839,90)	(264.435,28)
Net cash flows from financing activities (c)	**(492.543,56)**	**(583.407,55)**
Net increase / (decrease) in cash and cash equivalents (a) + (b) + (c)	**(219.994,68)**	**253.336,87**
Cash and cash equivalents at the beginning of the period	**2.425.923,30**	**2.659.710,10**
Cash and cash equivalents at the end of the period	**2.205.928,62**	**2.913.046,97**

Accompanying notes are an integral part of these interim financial statement

5. Notes to the interim financial statements for the period from January the 1st 2016 to 30th of June 2016

5.1 General Information

The interim financial statements for the period January 1st to June 30th, 2016 include the financial statements of PAPERPACK SA (hereinafter the "Company").

PAPERPACK SA was founded in 1996, derived from the merger of corporate interests of Mr. John Tsoukaridis. It is a Societe Anonyme registered in Greece with Reg.No.35197/06/V/96/101 and General Register Number 004465901000.

The headquarters are located in the Municipality of Kifissia, Attica, on 24 Viltanioti Menexedon street, PC 145 64.

The company's website is www.paperpack.gr.

The interim financial statements for the period from 1/1-30/06/2016 were approved by the Board of Directors on 29/08/2016.

The Board consists of:

1. John Tsoukarides, President and CEO - Executive Member.
2. Korina Fasouli - Grafanaki, Vice Chairman - Non Executive Member.
3. Julianna Tsoukarides, Director - Executive
4. Nicholaos Zetos, Director - Executive.
5. Titos Vasilopoulos, Director - Non Executive and Independent Director.
6. Dimitrios Antonakos, Director - Non Executive and Independent Director.
7. Lambros Frangos, Director - Non Executive Member.

5.2 Nature of activities

PAPERPACK SA's activity is printing and carton box manufacturing, supplying mainly industrial units of cartons printed on the packaging to promote products such as cosmetics, food, drinks, cigarettes, drugs and detergents.

In particular, it operates a fully integrated plant in which take place the design, printing and production of documents and boxes with specific quality requirements. Special offset machines are used during printing process. These activities refer to the Carton Packaging segment.

According to the bulletin of the Statistical Classification of Economic Activities 2003 of the National Statistical Service of Greece (NSSG), company's principal activity falls under the category of firms in " Manufacture of corrugated paper and paperboard and packaging of paper and cardboard" (NACE Rev. 212.1) .

Additionally, through the merger of PROMOCARTON SA, the company has been expanded its activity and trade paper propellants (sector propellants), as displays, stands, etc., so penetrating and commercial customers with a portfolio of primarily consumer products.

These activities are categorized to promotional materials segment.

The principal activities of the company have not been changed from last year.

5.3 Basis of preparation of financial statements

The accompanying interim financial statements PAPERPACK SA covering the period from 1st January 2016 to 30th June 2016, and the corresponding comparative statements of 2015 have been prepared under the historical cost convention, as modified by the revaluation of certain assets and liabilities at current values, the ongoing business (going concern) and comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB), and their interpretations, as issued by the Financial Reporting Interpretations Committee (IFRIC) of IASB as adopted by the European Union. Specifically these statements comply with IAS 34 Interim Financial Reporting.

The interim financial statements do not include all information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of December 31st, 2015.

5.3.1 Basic accounting principles

The following amendments and interpretations of the IFRS have been issued by IASB, have been endorsed by the European Union and their application is mandatory from or after 01/01/2016. The most significant Standards and Interpretations are as follows:

<u>Standards and Interpretations for the current financial year</u>

IAS 19 (Amendment) "Employee Benefits": This narrow scope amendment applies to contributions from employees or third parties to defined benefit plans and simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary.

IFRS 11 (Amendment) "Joint Arrangements": This amendment requires an investor to apply the principles of business combination accounting when it acquires an interest in a joint operation that constitutes a "business".

IAS 16 and IAS 38 (Amendments) "Clarification of Acceptable Methods of Depreciation and Amortization": These amendments clarify that the use of revenue-based methods to calculate the depreciation of an asset is not appropriate and they also clarify that revenue is generally presumed to be an inappropriate basis for measuring the consumption of the economic benefits embodied in an intangible asset.

IAS 27 (Amendment) "Separate Financial Statements": This amendment allows entities to use the equity method to account for investments in subsidiaries, joint ventures and associates in their separate financial statements and clarifies the definition of separate financial statements.

IAS 1 (Amendments) "Disclosure initiative": These amendments clarify guidance in IAS 1 on materiality and aggregation, the presentation of subtotals, the structure of financial statements and the disclosure of accounting policies.

<u>Annual Improvements to IFRSs 2012:</u>

The amendments set out below describe the key changes to six IFRSs, following the publication of the results of the IASB's 2010-2012 cycle of the annual improvements project.

IFRS 2 "Share-based Payment": The amendment clarifies the definition of a "vesting condition" and separately defines "performance condition" and "service condition".

IFRS 3 "Business Combinations": The amendment clarifies that an obligation to pay contingent consideration which meets the definition of a financial instrument is classified as a financial liability or as equity, on the basis of the definitions in IAS 32 "Financial instruments: Presentation". It also clarifies that all non-equity contingent consideration, both financial and non-financial, is measured at fair value through profit or loss.

IFRS 8 "Operating Segments": The amendment requires disclosure of the judgments made by management in aggregating operating segments.

IFRS 13 "Fair Value Measurement": The amendment clarifies that the standard does not remove the ability to measure short-term receivables and payables at invoice amounts in cases where the impact of not discounting is immaterial.

IAS 16 "Property, Plant and Equipment" and IAS 38 "Intangible Assets": Both standards are amended to clarify how the gross carrying amount and the accumulated depreciation are treated where an entity uses the revaluation model.

IAS 24 "Related Party Disclosures": The standard is amended to include, as a related party, an entity that provides key management personnel services to the reporting entity or to the parent of the reporting entity.

<u>Annual Improvements to IFRSs 2014:</u>

The amendments set out below describe the key changes to four IFRSs.

IFRS 5 "Non-current Assets Held for Sale and Discontinued Operations": The amendment clarifies that, when an asset (or disposal group) is reclassified from "held for sale" to "held for distribution", or vice versa, this does not constitute a change to a plan of sale or distribution, and does not have to be accounted for as such.

IFRS 7 "Financial Instruments: Disclosures": The amendment adds specific guidance to help management determine whether the terms of an arrangement to service a financial asset which has been transferred constitute continuing involvement and clarifies that the additional disclosure required by the amendments to IFRS 7, "Disclosure – Offsetting financial assets and financial liabilities" is not specifically required for all interim periods, unless required by IAS 34.

IAS 19 "Employee Benefits": The amendment clarifies that, when determining the discount rate for postemployment benefit obligations, it is the currency that the liabilities are denominated in that is important, and not the country where they arise.

IAS 34 "Interim Financial Reporting": The amendment clarifies what is meant by the reference in the standard to "information disclosed elsewhere in the interim financial report".

Standards and Interpretations effective for subsequent periods

A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after January 1, 2016, and have not been applied in preparing these consolidated financial statements. The Group is currently investigating the impact of the new standards and amendments on its financial statements.

IFRS 9 "Financial Instruments" and subsequent amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after January 1, 2018): IFRS 9 replaces the guidance in IAS 39 which deals with the classification and measurement of financial assets and financial liabilities and it also includes an expected credit losses model that replaces the incurred loss impairment model used today. IFRS 9 also establishes a more principles-based approach to hedge accounting and addresses inconsistencies and weaknesses in the current model in IAS 39. The standard has not yet been endorsed by the European Union ("EU").

IFRS 15 "Revenue from Contracts with Customers" (effective for annual periods beginning on or after January 1, 2018): The objective of the Standard is to provide a single, comprehensive revenue recognition model for all contracts with customers to improve comparability within industries, across industries, and across capital markets. It contains principles that an entity will apply to determine the measurement of revenue and timing of when it is recognized. The underlying principle is that an entity will recognize revenue to depict the transfer of goods or services to customers at an amount that the entity expects to be entitled to in exchange for those goods or services. The Group is currently analyzing its products in order to decide which approach available by the standard will be adopted. The standard has not yet been endorsed by the EU.

IFRS 16 "Leases" (effective for annual periods beginning on or after January 1, 2019): IFRS 16 has been issued in January 2016 and supersedes IAS 17. The objective of the standard is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. IFRS 16 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. IFRS 16 substantially carries forward the lessor accounting requirements in IAS 17. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently. The standard has not yet been endorsed by the EU.

IAS 12 (Amendments) "Recognition of Deferred Tax Assets for Unrealised Losses" (effective for annual periods beginning on or after January 1, 2017): These amendments clarify the accounting for deferred tax assets for unrealised losses on debt instruments measured at fair value. The amendments have not yet been endorsed by the EU.

IAS 7 (Amendments) "Disclosure initiative" (effective for annual periods beginning on or after January 1, 2017): These amendments require entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities. The amendments have not yet been endorsed by the EU.

IFRS 2 (Amendments) "Classification and measurement of Share-based Payment transactions" (effective for annual periods beginning on or after January 1, 2018): These amendments clarify the measurement basis for cash-settled, sharebased payments and the accounting for modifications that change an award from cash-settled to equity-settled. They also introduce an exception to the principles in IFRS 2 that will require an award to be treated as if it was wholly equity-settled, where an employer is obliged to withhold an amount for the employee's tax obligation associated with a share-based payment and pay that amount to the tax authority. The amendments have not yet been endorsed by the EU.

5.4 Seasonality

According to the International Financial Reporting Standards, the activities of the company are not affected by seasonal or cyclical factors.

5.5 Segment reporting

IFRS 8 requires the Company to identify operating segments based on the information provided and communicated to management in allocating resources and assessing performance of the operating segment. The operating segments are managed and monitored by the Board. The operating segments have been aggregated and reported as areas where exhibit similar long-term financial performance and have similar economic characteristics. The Company reports for the following areas: Paper Packaging and Promotional Materials.

Operating segments

The following tables present the sales results and the depreciation of the operating sectors for the period from January 1st to June 30th, 2016 and 2015 , respectively:

1/1 - 30/6/2016

Amounts are expressed in € '	**Carton Packaging**	**Promotional material**	**Total**
Sales to external customers	7.894.234,81	206.108,78	8.100.343,59
Sales to other segments	0,00	0,00	0,00
Net sales	**7.894.234,81**	**206.108,78**	**8.100.343,59**
Operating profit	**1.203.361,21**	**(10.381,00)**	**1.192.980,21**
Financial income	498,32	0,00	498,32
Financial expenses	(139.749,66)	0,00	(139.749,66)
Earnings before taxes	**1.064.109,87**	**(10.381,00)**	**1.053.728,87**
Tax	(320.353,93)	3.010,49	(317.343,44)
Net profit / (loss)	**743.755,94**	**(7.370,51)**	**736.385,43**
Depreciation & amortization	**187.029,00**	**160,58**	**187.189,58**
Earnings before taxes, financial, investing activities, depreciation and amortization (EBITDA)	1.390.390,21	(10.220,42)	1.380.169,79

1/1 - 30/6/2015

Amounts are expressed in € '	**Carton Packaging**	**Promotional material**	**Total**
Sales to external customers	7.004.209,27	244.988,78	7.249.198,05
Sales to other segments	0,00	0,00	0,00
Net sales	**7.004.209,27**	**244.988,78**	**7.249.198,05**
Operating profit	**1.148.540,98**	**47.882,02**	**1.196.423,00**
Financial income	4.918,38	0,00	4.918,38
Financial expenses	(162.420,44)	0,00	(162.420,44)
Earnings before taxes	**991.038,92**	**47.882,02**	**1.038.920,94**
Tax	(334.734,50)	(12.449,33)	(347.183,83)
Net profit / (loss)	**656.304,42**	**35.432,69**	**691.737,11**
Depreciation & amortization	**132.571,57**	**215,67**	**132.787,24**
Earnings before taxes, financial, investing activities, depreciation and amortization (EBITDA)	1.281.112,55	48.097,69	1.329.210,24

The assets and liabilities by operating segment are presented as follows:

30/6/2016

Amounts are expressed in € '	**Carton Packaging**	**Promotional material**	**Non-distributed**	**Total**
Assets	*13.273.929,32*	*458.427,69*	*259.085,11*	*13.991.442,12*
Total Assets	***13.273.929,32***	***458.427,69***	***259.085,11***	***13.991.442,12***
Liabilities	*8.217.326,31*	*130.254,73*	*965.083,08*	*9.312.664,12*
Total Liabilities	***8.217.326,31***	***130.254,73***	***965.083,08***	***9.312.664,12***
Additions of tangible and intangible assets	*95.970,27*	*0,00*		***95.970,27***

31/12/2015

Amounts are expressed in € '	**Carton Packaging**	**Promotional material**	**Non-distributed**	**Total**
Assets	12.299.425,46	675.641,62	*257.487,13*	*13.232.554,21*
Total Assets	***12.299.425,46***	***675.641,62***	***257.487,13***	***13.232.554,21***
Liabilities	*7.911.296,11*	*170.065,26*	*773.960,37*	*8.855.321,74*
Total Liabilities	***7.911.296,11***	***170.065,26***	***773.960,37***	***8.855.321,74***
Additions of tangible and intangible assets	*1.069.355,79*	*0,00*		***1.069.355,79***

Sales service line are as follows:

Amounts are expressed in € '	**1/1 - 30/06/2016**	**1/1 - 30/06/2015**
Resale of goods	477.996,65	533.833,66
Sale of products	7.206.358,16	6.263.379,42
Sale of raw materials	202.082,30	193.583,17
Revenues from services	213.906,48	258.401,80
Total Turnover	**8.100.343,59**	**7.249.198,05**

5.6 Trade receivables

The trade receivables are as follows:

Amounts are expressed in € '	**30/6/2016**	**31/12/2015**
Receivables from customers	4.447.512,45	3.418.834,89
Prepayments to suppliers	13.159,60	100.001,74
Cheques receivable	916.316,04	1.188.280,76
Total trade receivables	**5.376.988,09**	**4.707.117,39**
Minus: Bad debt provision	(279.242,47)	(279.242,45)
Total trade receivables (net)	**5.097.745,62**	**4.427.874,94**

All the above receivables are considered to be short-term. The fair value of these short-term financial assets is not determined independently, as the carrying amount is considered to be close to their fair value.

For all trade receivables, an assessment for possible impairment has been undertaken upon relevant indications. Certain receivables have been impaired. The impaired receivables relate mainly to customers who face financial difficulties and their balances are estimated as non recoverable.

There is no existence of receivables in delay that have not been impaired.

5.7 Share Capital

During the current period, there has been no change in the share capital of the company. The company's share capital consists of 3.953.090 ordinary shares of nominal value € 0,30.

The amounts received, additional to the par value of shares issued during the year are included in equity under the heading "Share premium" after deduction of registration fees, legal fees and other related tax benefits.

The movement of the share capital is as follows:

		Amounts are expressed in € '		
	Number of common shares	**Value of common shares**	**Share premium**	**Total**
Balance as at 1/1/2015	**3.953.090**	**1.185.927,00**	**1.187.780,32**	**2.373.707,32**
Capital decrease	**-**	0,00	0,00	0,00
Balance as at 31/12/2015	**3.953.090**	**1.185.927,00**	**1.187.780,32**	**2.373.707,32**
New shares issue	-	0,00	0,00	0,00
Balance as at 30/6/2016	**3.953.090**	**1.185.927,00**	**1.187.780,32**	**2.373.707,32**

5.8 Borrowings

The breakdown of the borrowings is as follows:

Amounts are expressed in € '	**30/6/2016**	**31/12/2015**
Long Term Bank Loans		
Corporate bonds	2.870.000,00	3.460.000,00
Total long term loans	**2.870.000,00**	**3.460.000,00**
Short term loans		
Corporate bonds	1.180.000,00	1.180.000,00
Bank loans (working capital)	1.184.973,83	652.677,49
Total short term loans	**2.364.973,83**	**1.832.677,49**
Total borrowings	**5.234.973,83**	**5.292.677,49**

The maturity dates of the loans are as follows :

Amounts are expressed in € '	**1 year and less**	**Between 1 and 5 years**	**More than 5 years**	**Total**
30 June 2016				
Corporate bonds	1.180.000,00	2.870.000,00	0,00	4.050.000,00
Other loans	1.184.973,83	0,00	0,00	1.184.973,83
Less: fair value adjustments	0,00	0,00	0,00	0,00
Total loans	**2.364.973,83**	**2.870.000,00**	**0,00**	**5.234.973,83**
31 December 2015				
Corporate bonds	1.180.000,00	3.460.000,00	0,00	4.640.000,00
Other loans	652.677,49	0,00	0,00	652.677,49
Less: fair value adjustments	0,00	0,00	0,00	0,00
Total loans	**1.832.677,49**	**3.460.000,00**	**0,00**	**5.292.677,49**

The fair value of debt approximates its carrying amount.

The average interest rates on borrowings are analyzed as follows :

Amounts are expressed in € '	**30/6/2016**	**31/12/2015**
Euribor 3m.+ 5,5%	442.989,80	581.718,43
Euribor 3m.+ 5,00%	2.250.000,00	2.600.000,00
Euribor 3m. + 4,75%	741.984,03	70.959,06
Euribor 3m. + 4,10%	1.800.000,00	2.040.000,00
Total borrowings	**5.234.973,83**	**5.292.677,49**

To secure the bank loans between the company and the Bondholders, the company provided additional collateral to the Bondholders and therefore, the Company has established the following pledges:

- Over 132.300 shares of the share capital of "FOCAS BROS SA'
- Over 1.520 shares of the share capital of "VLACHOU BROS SA"
- On deposit accounts maintained by the company in the banks of the Bondholders, with zero balance

- On paper stock owned by the company, which equals at least € 1.000.000,00 throughout the duration of the loan,
- On equipment owned by the company, worth at least € 927.000,00 and finally,
- On the company's receivables of the insurance coverage of the stocks and machinery mentioned above.

For the new loan of the amount of € 2.400.000, the company has not granted additional pledges and mortgages.

Besides the foregoing, there are no mortgages or pledges on the assets of the company.

5.9 Collaterals

There are no collaterals and guarantees granted to secure the obligations of the Company to its creditors.

There are the following pledges to secure bank loans:

- Over 132.300 shares of the share capital of "FOCAS BROS SA'
- Over 1.520 shares of the share capital of "VLACHOU BROS SA"
- On deposit accounts maintained by the company in the banks of the Bondholders
- On paper stock owned by the company, which equals at least € 1.000.000,00 throughout the duration of the loan,
- On equipment owned by the company, worth at least € 927.000,00 and finally,
- On the company's receivables of the insurance coverage of the stocks and machinery mentioned above.

5.10 Contingent assets – liabilities

Information related to the Contingent liabilities

There are no ongoing litigious or issues that may have a significant impact on the company's financial statements.

The Company establishes provisions for the additional taxes that might arise from future tax audits, based on historical data on the outcome of the respective inspections. The year 2010 has not been audited while the company has not made any provisions for additional tax liabilities. For the years 2011-2013 the company has been audited by its statutory auditors according to article 82 paragraph 5 of Law 2238/1994. For the years 2014 and 2015 the company has been audited by its statutory auditors according to article 65A of Law 4174/2013, receiving unqualified tax compliance certificates.

Information on contingent assets

There are no contingent assets that are not presented in the Financial Statements or should be disclosed otherwise.

5.11 Number of employees

The number of employees for the six months of 2016 and 2015, is as follows:

	30/6/2016	**30/6/2015**
White collar	41	37
Blue collar	88	73
Total	**129**	**110**

5.12 Earnings per share

Earnings per share are calculated using their weighted average number upon the total number of shares (common shares):

Amounts are expressed in € '	**1/1 - 30/6/2016**	**1/1 - 30/6/2015**
Profit / (loss) of the period	736.385,43	691.737,11
Weighted average of shares outstanding	3.953.090	3.953.090
Basic (€ / share)	**0,1863**	**0,1750**

5.13 Transactions with related parties

The following transactions and balances are transactions with related parties.

Related entities are considered to be companies involved with a large stake in the parent company, companies belonging to major shareholders and the companies controlled by members of the Board and managers of the Company. There are no related companies for which any transactions should be disclosed.

Compensation to BoD members and payroll

Amounts are expressed in € '	30/6/2016	30/6/2015
Board members and key management personnel	496.657,86	486.853,34
Total	**496.657,86**	**486.853,34**

Loans to related parties

Amounts are expressed in € '	30/6/2016	31/12/2015
Board members and key management personnel	15.600,66	15.600,66
Total	**15.600,66**	**15.600,66**

Closing balance of BoD fees and payroll

Amounts are expressed in € '	30/6/2016	31/12/2015
Board members and key management personnel	19.799,33	77.272,75
Total	**19.799,33**	**77.272,75**

Receivables

Amounts are expressed in € '	30/6/2016	31/12/2015
Board members and key management personnel	15.600,66	16.493,16
Total	**15.600,66**	**16.493,16**

Liabilities

Amounts are expressed in € '	30/6/2016	31/12/2015
Board members and key management personnel	19.799,33	77.272,75
Total	**19.799,33**	**77.272,75**

The transactions of Board Members and managers with the Company are analyzed below. Key management personnel, as defined by IAS 24, refer to: CFO , Accounting Manager, Commercial Manager, Technical Director and any relatives of Board members and managers working in the Company.

Transactions and remuneration of members of the Management and directors

Amounts are expressed in € '	30/6/2016	30/6/2015
Salaries and other compensation to BoD memebers	179.144,78	90.050,71
Salaries and other compensation to key management personnel	146.802,61	146.802,61
Compensation to BoD memebers approoved by the General Meeting	170.710,47	250.000,02
Total	**496.657,86**	**486.853,34**

Receivables from related parties

Amounts are expressed in € '	30/6/2016	31/12/2015
Loans to related parties	15.600,66	15.600,66
Other receivables	0,00	892,50
Total	**15.600,66**	**16.493,16**

Liabilities to related parties

Amounts are expressed in € '	30/6/2016	31/12/2015
Salaries and other compensation payable	19.799,33	2.081,82
Compensation to BoD memebers approoved by the General Meeting payable	0,00	75.190,93
Total	**19.799,33**	**77.272,75**

No loans have been granted to members of the Board of Directors (and their families).

In addition to the above there are no other transactions with related parties.

5.14 Events after the balance sheet date

There are no subsequent events in relations to the company on which a disclosure would be mandatory according to the IFRS.

Those responsible for the preparation

The Chairman & CEO	The Vice Chairman	The Board Member	The CFO
Ioannis Tsoukaridis ID No. I 192855	Korina Fasouli ID No. P 110434	Juliana Tsoukaridi ID No. T 196593	Nikolaos Zetos ID No. AE 519511