

The Board of Directors and the Managing Director of

Thrace Polybulk AB

Corporate Id no 556610-2983

submit the following

Annual report

for the financial year January 1 - December 31, 2011

<u>Table of contents</u>	<u>page</u>
Administration Report	1
Income statement	2
Balance sheet	3
Assets pledged and contingent liabilities	4
Cash Flows	5
Notes to the financial statements	6
Signing of the Annual report	10

Administration Report

Information regarding the operations

The company conducts marketing and sales of packaging bags. Sales are done both within the country and within the EU area. Part of the purchases are made from the Group manufacturing units.

Comparative figures covering several years

Summary of the company's financial development (Tsek).

	2011	2010	2009	2008
Net sales	145 893	141 500	121 659	208 261
Income after fin. items	5 643	1 053	1 771	13 982
Balance sheet total	39 292	47 001	47 902	51 130
Number of employees	5	5	5	5
Equity/assets ratio %	52,6	52,6	50,5	45,8
Return on total assets %	14,6	2,3	4,0	19,9
Return on equity %	19,9	3,1	5,4	44,0

Research and development activities

The focus coming years includes the development of new product areas.

Environmental Issues

Trace Polybulk AB's business activities subject to operational and financial risks including market changes.

The risks and uncertainties that are considered essential to its operation covers mainly the areas of market risk, currency risk and customer credit risk.

Market risk has been affected in 2011 due to the prevailing economic situation.

Currency risk is managed through fixed currency policy.

The company's credit risk is managed through established credit policies and intensified surveillance and monitoring of outstanding credit commitments.

Proposed appropriation of the Company's profit

The Board of Directors propose that the unappropriated earnings, of SEK 20 568 351 be distributed as follows:

Dividends,	2 232 000
Retained earnings carried forward	18 336 351
Total	<u>20 568 351</u>

For further information on the Company's results of operations and financial position, refer to the following income statement, balance sheet and integral notes.

Income statement

<i>Amounts in SEK</i>	<i>Note</i>	<i>2011-01-01 -2011-12-31</i>	<i>2010-01-01 -2010-12-31</i>
Net sales	1	145 893 464	141 499 708
Other operating income	2	3 727 426	4 201 841
		<u>149 620 890</u>	<u>145 701 549</u>
<i>Operating expenses</i>			
Raw materials and consumables		-126 298 579	-124 223 383
Other external costs	4	-8 462 600	-8 997 952
Personnel costs	3	-5 391 800	-4 894 020
Depreciation and amortization of tangible and intangible assets	5	-250 650	-275 154
Other operating expenses	6	-3 631 937	-6 293 664
Operating profit		<u>5 585 325</u>	<u>1 017 376</u>
<i>Result from financial items</i>			
Interest income and similar income	7	58 398	44 530
Interest expense and similar charges	8	-1 207	-8 542
Profit/loss after financial items		<u>5 642 516</u>	<u>1 053 364</u>
Income before tax		<u>5 642 516</u>	<u>1 053 364</u>
Income taxes		-1 483 147	-282 681
Net profit for the year		<u>4 159 369</u>	<u>770 683</u>

Balance sheet

<i>Amounts in SEK</i>	<i>Not</i>	<i>2011-12-31</i>	<i>2010-12-31</i>
ASSETS			
Fixed assets			
<i>Tangible fixed assets</i>			
Equipment	9	1 071 644	774 494
		<u>1 071 644</u>	<u>774 494</u>
Total fixed assets		1 071 644	774 494
Current assets			
<i>Inventories</i>			
Finished products and goods for resale	10	12 787 549	12 089 884
		<u>12 787 549</u>	<u>12 089 884</u>
<i>Current receivables</i>			
Trade receivables		15 096 096	17 172 974
Receivables from group Companies		5 930	4 427 443
Tax receivables		579 251	2 014 316
Other receivables		257 472	655 917
Prepaid expenses and accrued income	11	476 323	605 797
		<u>16 415 072</u>	<u>24 876 447</u>
Cash and bank balances	14	9 017 658	9 260 939
Total current assets		<u>38 220 279</u>	<u>46 227 270</u>
TOTAL ASSETS		39 291 922	47 001 764

Balance sheet

<i>Amounts in SEK</i>	<i>Note</i>	<i>2011-12-31</i>	<i>2010-12-31</i>
EQUITY AND LIABILITIES			
Equity	12		
<i>Restricted equity</i>			
Share capital (1 000 shares)		100 000	100 000
Statutory reserve		20 000	20 000
		<u>120 000</u>	<u>120 000</u>
<i>Unrestricted equity</i>			
Profit brought forward		16 408 983	24 054 302
Net profit for the year		4 159 368	770 682
		<u>20 568 351</u>	<u>24 824 984</u>
		20 688 351	24 944 984
Current liabilities			
Account payables		8 444 884	8 137 875
Liabilities from group companies		7 440 731	9 309 505
Other liabilities		386 823	1 932 033
Accrued expenses and deferred income	13	2 331 133	2 677 367
		<u>18 603 571</u>	<u>22 056 780</u>
TOTAL EQUITY AND LIABILITIES		39 291 922	47 001 764

Pledged assets and contingent liabilities

<i>Amounts in SEK</i>	<i>2011-12-31</i>	<i>2010-12-31</i>
Pledged assets		
<i>For own liabilities and provisions</i>		
Company mortgage	30 000 000	30 000 000
	<u>30 000 000</u>	<u>30 000 000</u>
Contingent liabilities	None	None

Statement of Cash Flows

<i>Amounts in SEK</i>	<i>2011-01-01</i> <i>-2011-12-31</i>	<i>2010-01-01</i> <i>-2010-12-31</i>
Operating activities		
Result after financial items	5 642 516	1 053 363
Adjustments for items not requiring an outflow of cash	138 954	275 154
	<u>5 781 470</u>	<u>1 328 517</u>
Income taxes paid	-48 082	-3 278 188
Cash flows from operating activities before changes in working capital	5 733 388	-1 949 671
<i>Cash flows from changes in working capital</i>		
Increase(-)/Decrease(+) in inventories	-697 665	130 626
Increase(-)/Decrease(+) in current receivables	7 026 310	-1 792 708
Increase(+)/Decrease(-) in current liabilities	-8 269 402	-689 302
Cash flows from operating activities	3 792 631	-4 301 055
Investing activities		
Acquisition of tangible assets	-948 145	-317 292
Disposal of tangible assets	512 041	-

Cash flows from investing activities	<u>-436 104</u>	<u>-317 292</u>
Financing activities		
Dividends paid	<u>-3 599 808</u>	<u>-</u>
Cash flows from financing activities	<u>-3 599 808</u>	<u>-</u>
Net increase in cash and cash equivalents	-243 281	-4 618 347
Cash and cash equivalents at beginning of period	<u>9 260 939</u>	<u>13 879 285</u>
Cash and cash equivalents at end of period	<u>9 017 658</u>	<u>9 260 938</u>

Notes to the statement of cash flows

	<u>2011-01-01</u>	<u>2010-01-01</u>
<i>Amounts in SEK</i>	<u>-2011-12-31</u>	<u>-2010-12-31</u>
Adjustments for items not requiring an outflow of cash		
Depreciation and write down of assets	250 650	275 154
Losses from sale of fixed assets	<u>-111 696</u>	<u>-</u>
	<u>138 954</u>	<u>275 154</u>

Notes to the financial statements

Amounts in SEK unless otherwise stated

The Annual Report has been prepared in accordance with the Annual Accounts Act and the guidelines issued by the Swedish Accounting Standards Board.

Valuation principles

Assets, provisions and liabilities are stated at historical cost unless otherwise stated.

Income

Sales of goods are reported upon delivery of the products to customers, in accordance with the conditions of sale. Sales are reported at net value after VAT, discounts and exchange rate differences, for sales in foreign currencies.

Depreciation methods for tangible fixed assets

Depreciation is based on the asset's historic cost, less an estimated residual value. Depreciation on a straight-line basis is charged to income over the estimated useful economic life of the asset.

Equipments 5 years

Receivables

Receivables are reported at the amount expected to be collected based on individual assessment of collectibility.

Foreign currencies

Receivables and liabilities in foreign currency are reported at the closing rate of exchange. Transactions in foreign currency are translated according to the spot rate on the date of transaction.

Inventories

Inventories, valued in accordance with guideline BFNAR 2000:3 issued by the Swedish Accounting Standards Board, are stated at the lower of cost, measured on first-in, first-out (FIFO) or net realizable value, with due consideration for obsolescence.

Leasing agreements

All leasing contracts, irrespective of whether they are finance leases or operating leases, are accounted for as operating leases, i.e. the lease charges are expensed as they occur.

Information of parent company

The parent company in the largest group where the company is a group company and consolidated accounts is prepared is Thrace Plastic co SA, Greece. The parent company in the smallest group where the company is a group company and consolidated accounts is prepared is Synthetic Holdings Ltd, Irland.

Thrace Plastics SAQ consolidated accounts are available to the public and may be obtained from the Ministry of Development, Secretaria of Commerce, Kanigos Square, GR 10181, Athens, Greece. Synthetic Holdings Ltd, registered in Northern Ireland, and copies of its consolidated financial statements are available from the registrar of Companies, IDB House, 64 Chichester Street Belfast, BT1 4JX.

Sales and purchasing transactions of the group with affiliated companies represent 25,5 % (30,6 % and 0,4 % (0,0 %), respectively, of total sales and purchases.

Note 1 Net sales by geographic market

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
<i>Net sales by geographic market</i>		
EU	138 858 864	132 613 808
Europe	3 760 197	4 519 143
Rest of the world	3 274 403	4 366 757
Total	<u>145 893 464</u>	<u>141 499 708</u>

Note 2 Other operating income

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
Exchange gain on debts and liabilities	<u>3 727 426</u> 3 727 426	<u>4 201 842</u> 4 201 842

Note 3 Employees, personnel costs and remunerations to management

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
<i>Average number of employees</i>		
Men	5	5
Women	—	—
Total	<u>5</u>	<u>5</u>
<i>Salaries, other remunerations and social security costs</i>		
Board of Directors and Managing Director	—	—
Other employees	<u>4 037 512</u>	<u>3 369 039</u>
Total	4 037 512	3 369 039
Social security costs	1 354 283	1 524 981
<i>(of that pension costs)</i>	<i>(411 379)</i>	<i>(390 660)</i>

Of the Company's pension costs 0 (0) relate to the board of directors and the managing director.

Personnel management and administration, including CEO, has been leased from the group companies. The costs has amounted to 6 127 294 kr (6 143 271 kr).

Note 4 Audit fees

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
Audit fee	213 000	150 000
Others	<u>120 500</u>	<u>90 000</u>
Total	333 500	240 000

Note 5 Depreciation and amortisation of tangible and intangible fixed assets

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
Equipment	<u>250 650</u> 250 650	<u>275 154</u> 275 154

Note 6 Other operating expenses

	<i>2011-01-01</i>	<i>2010-01-01</i>
	<i>-2011-12-31</i>	<i>-2010-12-31</i>
Exchange loss	<u>-3 631 937</u>	<u>-6 293 664</u>
	-3 631 937	-6 293 664

Note 7 Interest income and similar income

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
Other interest income	58 398	44 530
	<u>58 398</u>	<u>44 530</u>

Note 8 Interest expense and similar charges

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
Interest expenses, group companies	-	-
Other interest expenses	-1 207	-8 542
	<u>-1 207</u>	<u>-8 542</u>

Note 9 Equipment

	2011-12-31	2010-12-31
<i>Accumulated cost</i>		
At beginning of year	1 592 775	1 275 483
Acquisitions	948 145	317 292
Disposals	-1 137 592	-
	<u>1 403 328</u>	<u>1 592 775</u>
<i>Accumulated depreciation</i>		
At beginning of year	-818 281	-543 127
Disposals	737 247	-
Depreciation for the year	-250 650	-275 154
	<u>-331 684</u>	<u>-818 281</u>
Net book value at end of year	<u>1 071 644</u>	<u>774 494</u>

Note 10 Inventories

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
Finished products and goods for resale	<u>12 787 549</u> 12 787 549	<u>12 089 884</u> 12 089 884

Note 11 Prepaid expenses and accrued income

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
Others	<u>476 323</u> 476 323	<u>605 797</u> 605 797

Note 12 Equity

	Share capital	Statutory reserve	Non-restricted equity
At beginning of year	100 000	20 000	24 824 983
<i>Resolutions at the EGM</i>			
• Dividend			-8 416 000
Net income for the year			<u>4 159 368</u>
Balance at end of year	<u>100 000</u>	<u>20 000</u>	<u>20 568 351</u>

Note 13 Accrued expenses and deferred income

	2011-12-31	2010-12-31
Accrued personell	662 866	644 966
Other items	<u>1 668 267</u>	<u>2 032 401</u>
	2 331 133	2 677 367

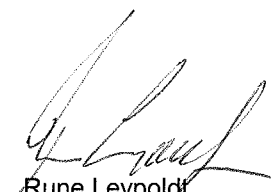
Note 14 Overdraft

	2011-01-01 -2011-12-31	2010-01-01 -2010-12-31
Overdraft credit	11 000 000	11 000 000
Unused credit	<u>-11 000 000</u>	<u>-11 000 000</u>
Used overdraft	-	-

Brevik 2012-03-21

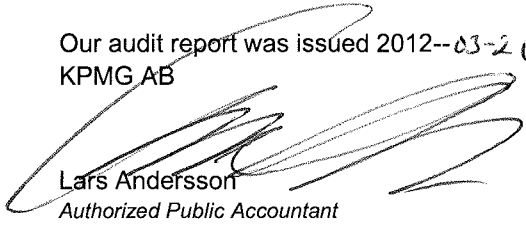


Konstantinos Chaliotis
Chairman of the Board



Rune Leypoldt
Managing Director

Our audit report was issued 2012--03-21
KPMG AB



Lars Andersson
Authorized Public Accountant



Auditor's report

To the annual meeting of the shareholders of Thrace Polybulk AB, corp. id. 556610-2983

Report on the annual accounts

We have audited the annual accounts of Thrace Polybulk AB for the year 2011.

Responsibilities of the Board of Directors and the Managing Director for the annual accounts

The Board of Directors and the Managing Director are responsible for the preparation and fair presentation of these annual accounts in accordance with the Annual Accounts Act, and for such internal control as the Board of Directors and the Managing Director determine is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

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

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

Opinions

In our opinion, the annual accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of Thrace Polybulk AB as of 31 December 2011 and of its financial performance and its cash flows for the year then ended in accordance with the Annual Accounts Act. The statutory administration report is consistent with the other parts of the annual accounts.

We therefore recommend that the annual meeting of shareholders adopt the income statement and balance sheet.

Report on other legal and regulatory requirements

In addition to our audit of the annual accounts, we have examined the proposed appropriations of the company's profit or loss and the administration of the Board of Directors and the Managing Director of Thrace Polybulk AB for the year 2011.

Responsibilities of the Board of Directors and the Managing Director

The Board of Directors is responsible for the proposal for appropriations of the company's profit or loss, and the Board of Directors and the Managing Director are responsible for administration under the Companies Act.

Auditor's responsibility

Our responsibility is to express an opinion with reasonable assurance on the proposed appropriations of the company's profit or loss and on the administration based on our audit. We conducted the audit in accordance with generally accepted auditing standards in Sweden.

As basis for our opinion on the Board of Directors' proposed appropriations of the company's profit or loss, we examined the Board of Directors' reasoned statement and a selection of supporting evidence in order to be able to assess whether the proposal is in accordance with the Companies Act.

As basis for our opinion concerning discharge from liability, in addition to our audit of the annual accounts, we examined significant decisions, actions taken and circumstances of the company in order to determine whether any member of the Board of Directors or the Managing Director is liable to the company. We also examined whether any member of the Board of Directors or the Managing Director has, in any other way, acted in contravention of the Companies Act, the Annual Accounts Act or the Articles of Association.

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

Opinions

We recommend to the annual meeting of shareholders that the profit be appropriated in accordance with the proposal in the statutory administration report and that the members of the Board of Directors and the Managing Director are discharged from liability for the financial year.

Göteborg 21/3-2012

KPMG AB

Lars Andersson
Authorized Public Accountant