

**Federal Gazette**

<b>Name</b>	<b>Area</b>	<b>Information</b>	<b>V. Date</b>
German Paper Holding GmbH, Augsburg	Accounting / Financial Reports	Financial statements for the fiscal year from 01.07.2010 to 30.06.2011	14.12.2011

**German Paper Holding GmbH****Augsburg****Financial statements at 30 June 2011****Balance sheet at 30 June 2011****Assets**

	30/06/2011	06/30/2010
	EUR	EUR
A. Assets		
Financial assets	24,200,000.00	24,000,000.00
B. Current assets		
I. Receivables and other assets	13,273,186.55	8,853,375.61
II bank balances	1,859,144.01	3,578,638.68
	15,132,330.56	12,432,014.29
	39,332,330.56	36,432,014.29

**Equity and liabilities**

	30/06/2011	06/30/2010
	EUR	EUR
A. Equity		
I. Capital	51,129,188.12	51,129,188.12
II capital reserve	15,000,000.00	15,000,000.00
III. Other retained earnings	83871.00	0.00
IV accumulated loss	-51,830,267.24	-51,405,259.84
	14,382,791.88	14,723,928.28
B. Provisions	4,310,101.25	4,770,660.65
C. Liabilities	20,639,437.43	16,937,425.36
	39,332,330.56	36,432,014.29

**Notes for the financial year from 1 July 2010 to 30 June 2011****General Information**

The Company is in accordance with § 267 paragraph 1 HGB as a small corporation.

The Company adopted the amended by the Accounting Law Modernization Act (BilMoG) accounting provisions of the German Commercial Code for the first time in the year under review.

The major change effects due to the initial application of BilMoG arise in the pension provisions.

The accounting and valuation methods are, so far there have been no changes by BilMoG, have remained unchanged over the previous year. Under Article 67, paragraph 8, clause 1 EGHGB are § § 252 para 1, No. 6, 265, section 284, paragraph 1 and 2, No. 3 HGB in a change to the current presentation, or previously applied valuation method on initial application as amended by the BilMoG not apply.

The prior year figures have not been adjusted in accordance with Article 67, paragraph 8, clause 2 EGHGB.

The company is a 100% subsidiary of Paper Associates Pty Limited, Mt Waverley, Victoria, Australia.

The parent company, which prepares the consolidated financial statements for the largest group of companies, is PaperlinX Limited, Mt Waverley, Victoria, Australia.

The consolidated financial statements are available from PaperlinX Limited, Mt Waverley, Victoria, Australia. They are filed with the Australian Securities Commission, ABN 70,005,146,350th

**Basic assumptions**

The financial statements of our company has the financial year from a net loss of EUR 425th Shareholders' equity at 30 June 2011 were EUR 14.4 million, the planning of our German subsidiaries Papier Vertriebs GmbH and GERMAN adp GmbH provide for a reduction of losses in the financial year 2011/2012 and a breakeven in 2012/2013. The liquidity needs of our company in 2011/2012 is to be met from their own resources and loans from the PaperlinX Group. Why we are in preparing the financial statements of the continuation of the company.

the company.

To ensure the financial balance, the general partner, Paper Associates PTY Ltd., Australia, 6 am July 2011 30 to one June 2012 issued temporary comfort letter ("letter of comfort"), in which it undertakes to assist the company to meet its financial commitments of up to EUR 9.1 million. Without the financial support of the shareholder of the survival of the German Paper Holding GmbH is endangered.

### Accounting and Valuation Principles

Financial assets are valued at acquisition cost or at the lower fair value. Reversed up to the cost of acquisition is recognized wherever the reason has been eliminated for impairment.

Receivables and other assets are stated at their nominal value. Identifiable risks are covered by adequate provisions.

Bank balances are valued at face value.

Pension provisions are made necessary by the actuarial assessment settlement amount pursuant to § 253 para 1 sentence 2 HGB in accordance with actuarial calculations based on the 2005 G mortality tables of Prof. Dr. Klaus Heubeck. The transition effect of the initial application of BilMoG on 1 July 2010 led to a resolution of the pension provisions. The dissolution amount of TEUR 84 was gem. Article 67 paragraph 1 sentence 3 EGHGB set directly in retained earnings. They are measured using the projected lump sum method. Discounting on the balance sheet date uses a discount rate from 5.13 to 5.14%. It is assumed that an average fluctuation of 0%, a dynamics of applicable compensation of 0% and an indexation of pensions from 0 to 3%.

Other provisions are formed for all identifiable risks and contingent liabilities in the amount of the settlement amount, which is necessary for sound business judgment.

Liabilities are carried at their settlement amount.

### Balance Sheet Information

#### First Fixed assets

For a complete list of holdings at 30 June 2011 is included in the following list of participation:

Name and location of company	Investment value TEUR	Shareholding %	Equity at	Result 01.07.2010
			30.06.2011 TEUR	- 30.6.2011 TEUR
German Papier Vertriebs GmbH, Augsburg	19,600	100.0	13,187	-5256
GERMAN adp GmbH, Augsburg	4600	100.0	137	-196

#### Second Receivables and other assets

Receivables from affiliated companies of EUR 12,101 from loan receivables and EUR 1,146 for other receivables. These arise mainly from TEUR 1,143 claims against the subsidiaries due to the VAT group.

The other assets of EUR 23 thousand tax assets.

Receivables and other assets are due within one year.

#### Third Equity

The subscribed capital of EUR 51,129,188.12 is registered with the commercial register DM 100,000,000.00.

#### 4th Reserves

The capital reserve is unchanged at EUR 15 million last year in the books.

BilMoG conversion date of 1 July 2010, according to the retained earnings. Article 67 paragraph 1 sentence 3 EGHGB immediately fed an amount of TEUR 84, resulting from the change in valuation provision for pension liabilities.

#### 5th Accumulated deficit

The accumulated losses were as follows:

	EUR
Loss carryforward first July 2010	-51,405,259.84
Loss for the year 2010/2011	-425,007.40
Net loss 30th June 2011	-51,830,267.24

#### 6th Provisions

Provisions for pensions and similar obligations Pension provisions for already-eliminated candidate, pensioners and pensioners of the former Hartmann GmbH & Flinsch

#### 7th Liabilities

The liabilities to affiliated companies relate primarily to loans from the PaperlinX Netherlands Holdings BV in the amount of EUR 19,532.

All liabilities have a residual maturity of up to one year and are unsecured.

#### 8th Contingencies

From its position as general partner of the former German paper land GmbH, Augsburg results, a 5-year liability period under § 128 sentence 1, 159, 161 HGB on starting with the entry of the cancellation of the Company in the commercial register 25 July 2007.

#### Other information

##### Manager

Mr. Toby Marchant, Kaufmann, Granborough, Buckingham / Great Britain

Mr. Marcus Gillioen, Kaufmann, BJ-Amsterdam/Niederlande

**Augsburg, 19 September 2011**

**German Paper Holding GmbH, Augsburg**

***Marcus Gillioen***

***Toby Marchant***

---