

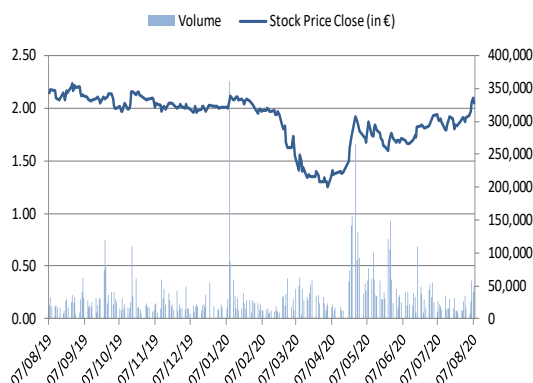
VRS (Valuation & Research Specialists)
Equity Research Team
Epameinondas Papadakis,
Evangelos Katsaros
info@vrs.gr | info@valueinvest.gr

Share Price (7/08/2020)	€ 2.05
# of Shares (mn)	43.74
Market Cap (in € mn)	89.66
A.D. Volume (p)	33,687
Beta Co-efficient	0.459
Statistical Data	
Max 52 week, €	2.24
Min 52 week, €	1.25
1-M Rtn	9.04%
6-M Rtn	3.54%
12-M Rtn	-4.65%

Source: VRS Calculations, Reuters.
Period as day/month/year.

Stock Price Performance & Transaction Volume

(1 year, in € and in number of shares)



Note: Share price performance based on share price closes on Stock Exchange.
Period as day/month/year.

THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

Corporate & Investment Highlights

- Thrace's revenue for the first quarter 2020 was €78.4mn, taking a significant hit compared to the €83.6mn for the same period of 2019. The Group is aiming to achieve better results in both profitability and revenue in 2020, since the pandemic will affect the results of some of the groups' products, such as tourism products, but the remaining product's sales are likely to increase. Thrace's annual revenue amounted to €327.8mn in 2019, compared to €322.7mn in 2018, increasing by 1.57%. Moreover, EBITDA grew by 4.5% and amounted to €28.7mn in 2019, while EBT and EATAM amounted to €8.3mn and €3.7mn respectively, in contrast with €10.0mn and €7.7mn in 2018. It should be noted that the decrease in EATAM is attributed to the deferred tax assets that reduced 2018's income tax.
- The group operates in 2 main segments: Technical Fabrics (73% of total sales) and Packaging (29%). Other segments sum up to a total of 2% of the total sales of the group. Additionally, the group wrote-off intergroup transactions amounting approximately to €12.67mn (-4% of total sales). The major line of Thrace (Technical Fabrics), decreased in 2019 in total sales by 1%, while Packaging had a minor increase of 4%. The drop in the sales of Technical Fabrics, though, was attributed to the transfer of the US factory in Scotland and Greece (2 production lines). This move was made in order for the group to focus more on products with better margins. EBITDA margin was 6.5% for Technical Fabrics and 14% for Packaging in 2019.
- The Group performs most of its sales in EU countries and in Greece, which account for approximately 37% and 19% of total sales respectively. The Group is also positioned well in the US as well as the UK which form 16% of revenues, respectively. Thrace is also active in other European countries and in Asia, Africa and Oceania, which total 12% of total revenues. This indicates that Group's revenue is well diversified.
- Thrace's CAPEX and investments amounted to €22.1mn and €33.2mn in 2019 and 2018 respectively. The increase between these years compared to the previous ones, is mostly attributed to the group's intention to transfer its production from the US in Scotland and Greece. This move aims to improve production in Greece and in the UK, since the most important market of the Group is the European one, but Thrace targets to preserve the same percentage of sales in America. The Group made this investment in 2018 and 2019 and expects that it will reap its rewards in 2020 and especially in 2021 when the restructuring will be completed. As a result, Thrace management predicts that CAPEX will decrease drastically the following years, unless a new investment plan is to be developed.
- Thrace's debt is at a high level (in relative terms) mainly due to the investment plan completed in 2019, presenting a Debt to Equity ratio of 0.66 in 2019. Debt fell to €96mn in 2019, from €101mn in 2018, as the Group lowered its CAPEX since the majority of the investments were made in 2018, while Equity increased only via retained earnings to €146.3mn from €141.6mn in 2018. Additionally, the group's Cash stood at €22.1mn in 2019, making the Net Debt of the year €74.3mn.
- We expect the group's growth to be in the single digits but its margins to increase in 2020, as the implications of the factory transition will affect Thrace's results. The transaction's impact on revenue growth is expected to be greater in the following quarters as a result of the restructuring benefits, the medical products demand, the new investments in non-woven products and medical masks and as the factory is supposed to be fully functional by 2021.
- Although Thrace's Q1 performance has been affected by the internal restructuring of the Group, the remaining quarters are expected to be better. If we exclude the tourist products which will be affected by the pandemic, the management expects an increase in the sales of the rest of the products, especially the medical ones. The possibility of a second lockdown remains, but the lockdown is expected to impact the Group slightly if not at all. As for 2021, Thrace's growth is promising and based on our estimate, it will reach 6%. We expect EATAM to grow and forecast EPS to amount to €0.124 in 2020 and €0.164 in 2021, compared to €0.085 in 2019. All things considered, our outlook on Thrace is positive.

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means. Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRR.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

Corporate & Investment Highlights

- Thrace Plastics CO S.A. (or Thrace Group) was established in 1977 via Stavros Halioris in Xanthi and is active in the following areas through its subsidiaries: Technical Fabrics (Thrace Eurobent, Don & Low Ltd Scotland, Thrace Nonwovens & Geosynthetics S.A., Thrace Polybulk AS., Thrace Polybulk AB., Thrace Synthetic Packaging Ltd., Thrace Lumite Inc.), Packaging Solutions (Thrace Greiner Packaging SRL, Thrace Ipoma A.D., Thrace Plastics Packaging DOO, Thrace Plastics Pack S.A., Thrace Polyfilms S.A.) and other segments, such as geothermal greenhouses (Thrace Greenhouses).
- The Group is based in Greece, employs over 2,100 people and has active operations in 9 countries. In the Greek market, Thrace Group is one of the largest distributors of technical fabrics and packages with a sales network that expands in 80 countries. The Group has more than 1,800 customers worldwide as well as 28 established production technologies.

Consolidated Annual Financial Results (2019 versus 2018, € millions)

(in € mn)	2019	%	2018
Sales	328	1.57%	323
Gross Profit	64	0.51%	63
EBITDA	29	4.53%	28
EBT	8	-16.56%	10
EATAM	4	-51.87%	8

Source: Company. Note: Fiscal Year ends on December 31st.

3 M Financial Results (3M 2020 versus 3M 2019, € millions)

(in € mn)	Q1 2020	%	Q1 2019
Sales	78	-6.19%	84
Gross Profit	18	4.42%	17
EBITDA	9	8.71%	8
EBT	4	34.14%	3
EATAM	3	36.85%	2

Source: Company.

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means. Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

BASIC FINANCIAL INDICATORS

(in € mn)	Sales	EBITDA	EBT	EATAM	P/E (x)	P/BV (x)	EV/EBITDA (x)	DEBT / EQUITY (x)	ROE %
2012	265	25	10	7	12.7	0.8	5.0	0.73	6%
2013	251	18	6	2	36.1	0.8	6.8	0.64	2%
2014	278	24	10	7	13.8	0.8	5.2	0.58	6%
2015	289	29	13	10	9.2	0.7	4.6	0.53	8%
2016	292	35	18	13	6.7	0.7	4.1	0.70	11%
2017	319	30	14	11	8.5	0.7	4.9	0.64	8%
2018	323	28	10	8	11.6	0.6	6.1	0.71	5%
2019	328	29	8	4	24.1	0.6	5.7	0.66	3%
2020E	338	33	10	5	16.6	0.6	4.8	0.59	4%
2021E	359	38	13	7	12.5	0.6	4.0	0.53	5%

Notes: (1) EATAM and equity are calculated excluding minorities. (2) P/E, P/BV and EV/EBITDA are based on current share price and current outstanding number of shares. Source: Official Consolidated Financial Statements, VRS Estimates & Calculations. n/c stands for non calculable.

Working Capital Ratios

(in € mn)	2016	2017	2018	2019	2020E	2021E
Revenues	292	319	323	328	338	359
Cost of Sales	225	252	260	264	270	280
Gross Profit Margin	% 22.75%	21.00%	19.59%	19.39%	20.30%	22.00%
Net Income / Profit	13	11	8	4	5	7
Net Profit Margin	% 4.6%	3.3%	2.4%	1.1%	1.6%	2.0%
Cash & Cash Equivalents	31	31	23	22	21	23

Stock Days

Days	93	87	94	82	82	82
Stock Inventory	58	60	67	59	60	63

Debtors Days

Days	63	66	61	64	64	64
Debtors - Receivables	51	57	54	57	59	63

Creditors Days

Days	51	54	56	50	50	50
Creditors - Suppliers	32	37	40	36	37	38

Operating Cycle (Days)

Days	157	152	155	146	146	146
Cash Cycle (Days)	105	99	98	96	96	96

Source: Official Consolidated Financial Statements, VRS Estimates & Calculations. Gross profit is calculated by deducting cost of sales (net of depreciation, wherever applicable) from revenues.

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in this research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means.

Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

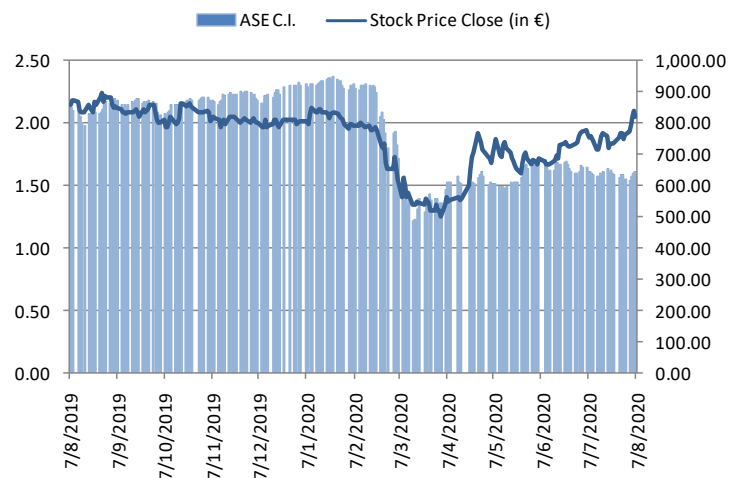
Shareholders' Structure (Indicative Shareholders)

Konstantinos Stavros Chalioris	43.30%
Eyfia Chalioris	20.90%
Alpha Asset Management A.E.D.A.K	1.42%
Amiral Gestion SA	1.14%
Eurobank Asset Management M.F.M.C.	0.50%
Thrace Plastics Holding and Commercial	0.01%
Others	32.73%

Total **100.00%**

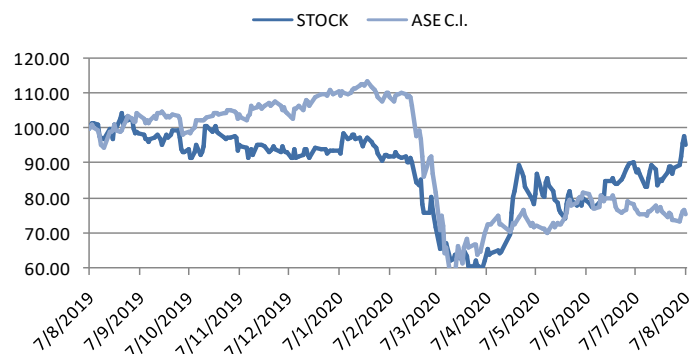
Source: Marketscreener.

Stock versus Index
(Last 52 Weeks or since listing, Stock Price in €, Index in points)



Source: Historical Data, Naftemporiki.gr. Note: Share price performance based on price closes on Stock Exchange.
Period as day/month/year.

Stock versus Index
(Last 52 Weeks or since listing, Base = 100)



Source: Historical Data, Investing.com. Note: Share price performance based on price closes on Stock Exchange.
Period as day/month/year.

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means.

Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

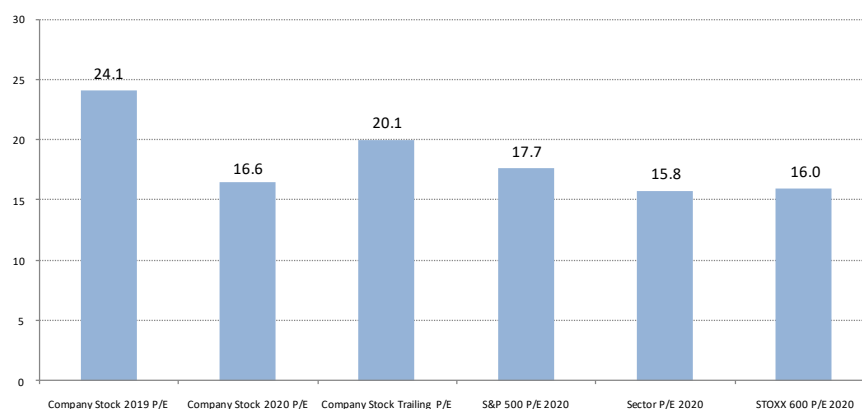
[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

	P/E Multiple
Company Stock 2019 P/E	24.1
Company Stock 2020 P/E	16.6
Company Stock Trailing P/E	20.1
S&P 500 P/E 2020	17.7
Sector P/E 2020	15.8
STOXX 600 P/E 2020	16.0

	Multiple
Company Stock 2019 EV/EBITDA	6.0
World EV/EBITDA	9.3
Sector EV/EBITDA	13.5

Company Historic P/E Multiple versus Market P/E Multiples (x)



Source: VRS calculations based on consolidated accounts, FACTSET.

EPS Estimates

In €	EPS
2018	0.177
2019	0.085
2020 E	0.124
2021 E	0.164

Source: VRS calculations & estimates.

Note: EPS is based on current number of shares.

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means. Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

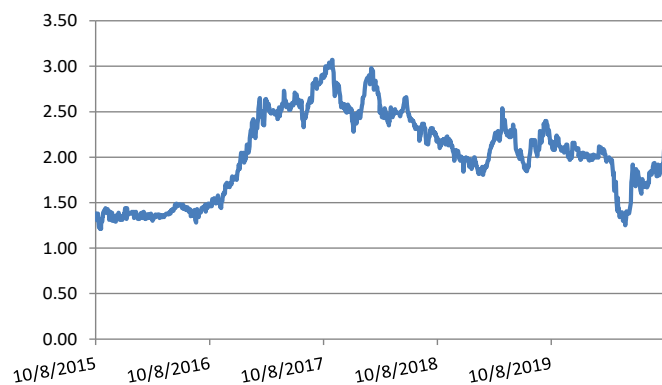
THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

Stock Price Performance
(Last 5 Years or since listing, Stock Price in €)



Source: Historical Data, Investing.com. Note: Share price performance based on price closes on Stock Exchange. Period as day/month/year.

Stock versus Index
(Last 5 Years or since listing, Base = 100)



Source: Historical Data, Investing.com. Note: Share price performance based on price closes on Stock Exchange. Period as day/month/year.

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means.

Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

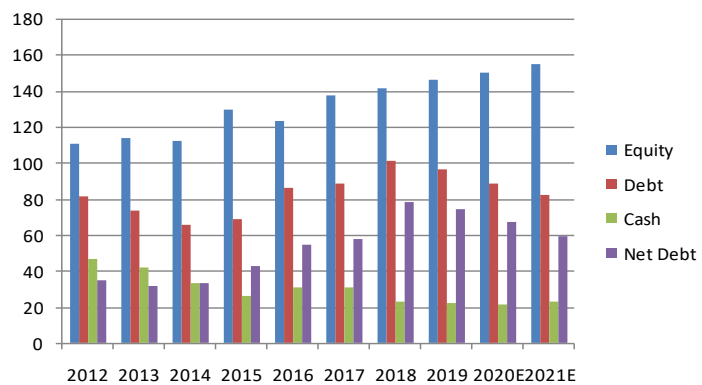
THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

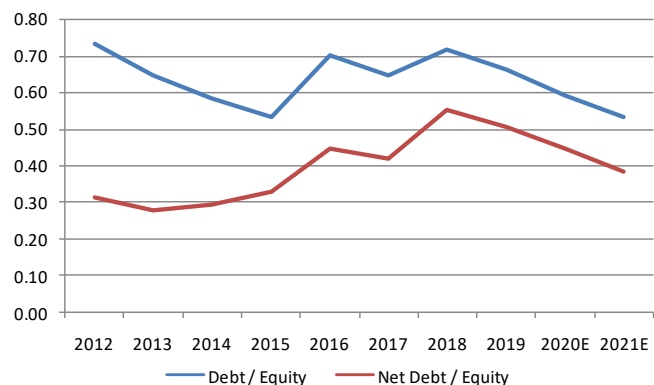
Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

Equity, Debt, Cash & Net Debt
(in € millions)



Source: Company, VRS estimates

"Debt/Equity" & "Net Debt/Equity" Ratios
(times)



Source: Company, VRS estimates

Important Note:

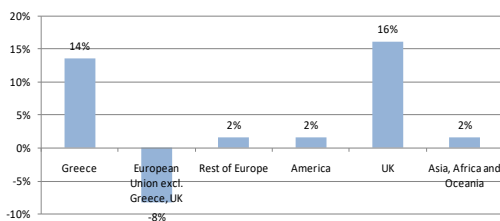
Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means. Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

Revenue Breakdown FY 2019 vs FY 2018

Consolidated Revenue Breakdown by Geographic Region (€ thousands)

	2019	2018
Greece	62,281	54,865
European Union excl. Greece, UK	121,284	132,321
Rest of Europe	29,502	29,046
America	52,447	51,637
UK	52,447	45,183
Asia, Africa and Oceania	9,834	9,682
TOTAL	327,795	322,733

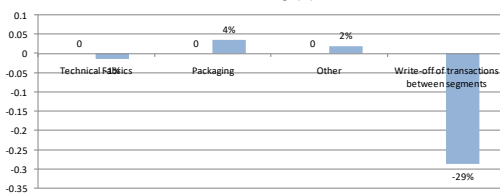
Consolidated Revenue Change (%) 2019 / 2018



Consolidated Revenue Breakdown by Activity (€ thousands)

	2019	2018
Technical Fabrics	240,604	243,980
Packaging	94,895	91,642
Other	4,993	4,896
Write-off of transactions between segments	-12,697	-17,785
TOTAL	327,795	322,733

Consolidated Revenue Change (%) 2019 / 2018



Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means.

Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

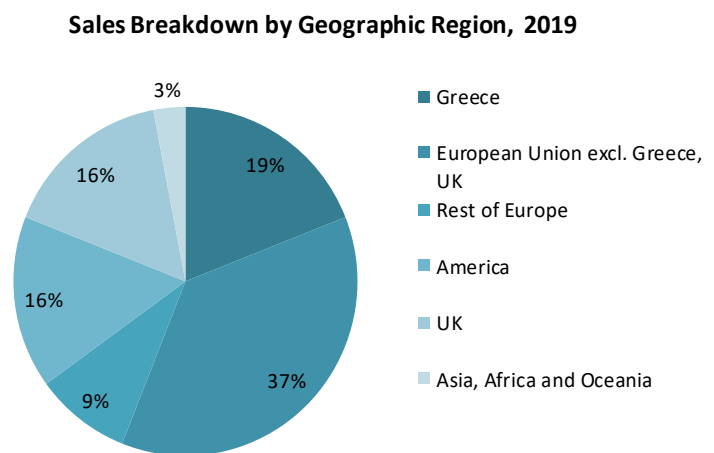
THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

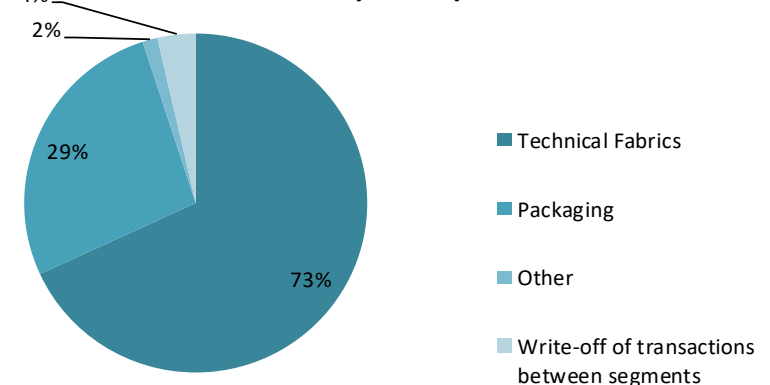
[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

Revenue Breakdown, FY 2019 (%)



Sales Breakdown by Activity, 2019



Source: Company

THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

Consolidated Income Statement (In € thousand)

in thousands €, except earnings per share in €	2019	2018
Sales	327,795.00	322,733.00
Cost of sales	-264,247.00	-259,508.00
Gross profit	63,548.00	63,225.00
Other operating income	1,981.00	2,390.00
Selling expenses	-31,156.00	-31,312.00
Administrative expenses	-17,204.00	-16,823.00
Research and Development expenses	-1,568.00	-2,133.00
Other operating expenses	-4,257.00	-2,156.00
Other profit / (loss) net	758.00	506.00
Operating profit	12,102.00	13,697.00
Financial income	418.00	1,934.00
Financial expenses	-5,338.00	-6,481.00
Profit / (Loss) from companies consolidated with the Equity Method	1,166.00	855.00
Profit / (Loss) before Tax	8,348.00	10,005.00
Income Tax	-4,331.00	-1,976.00
Profit / (Loss) after Tax (A)	4,017.00	8,029.00
Attributed to:		
Owners of the parent	3,716.00	7,721.00
Minority interest	301.00	308.00
Profit/(loss) allocated to shareholders per share (A)		
Earnings/(loss) per share	0.0850	0.1765

Source: Company

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means.

Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

Consolidated Balance Sheet (In € thousand)

in thousands €	2019	2018
ASSETS		
Non-current assets		
Tangible fixed assets	123,210.00	135,963.00
Right-of-use assets	14,972.00	0.00
Investment property	113.00	113.00
Intangible assets	11,350.00	11,567.00
Participation in joint ventures	14,547.00	13,355.00
Other long term receivables	5,091.00	5,087.00
Deferred tax assets	833.00	935.00
Total non-current assets	17,116.00	167,020.00
Current assets		
Inventories	59,158.00	66,896.00
Income tax prepaid	588.00	2,058.00
Trade receivables	57,428.00	53,603.00
Other debtors	7,844.00	7,824.00
Assets held for sale	6,155.00	0.00
Cash and cash equivalents	22,051.00	22,824.00
Total current assets	153,224.00	153,205.00
Total assets	323,340.00	320,225.00
EQUITY AND LIABILITIES		
Equity		
Share capital	28,869.00	28,869.00
Share premium	21,524.00	21,524.00
Other reserves	24,632.00	20,294.00
Retained earnings	68,353.00	68,248.00
Total shareholder's equity	143,378.00	138,935.00
Minority interest	2,971.00	2,680.00
Total equity	146,349.00	141,615.00
Long term liabilities		
Long term loans	52,871.00	29,136.00
Liabilities from leases	4,439.00	0.00
Provisions for employee benefits	15,252.00	15,468.00
Other provisions	36.00	75.00
Deferred tax liabilities	2,507.00	2,099.00
Other long term liabilities	93.00	95.00
Total long term liabilities	75,198.00	46,873.00
Short terms liabilities		
Short Term Loans	43,496.00	72,050.00
Liabilities from leases	4,773.00	0.00
Income tax prepaid	1,076.00	1,391.00
Suppliers	36,187.00	40,163.00
Other short terms liabilities	16,261.00	18,133.00
Total short term liabilities	101,793.00	131,737.00
Total liabilities	176,991.00	178,610.00
Total equity and liabilities	323,340.00	320,225.00

Source: Company

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means.

Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

THRACE PLASTICS CO S.A. [THRACE GROUP]

Listed on Athens Stock Exchange, Greece

[Bloomberg Ticker: PLAT:GA] [Reuters Ticker: THRr.AT]

Business Sector / Industry: Materials / Chemicals / Specialty Chemicals

Consolidated Cash Flow Statement (In € thousand)

in thousands €	2019	2018
Operating Activities		
Profit before taxes and minority interest	8,348.00	10,005.00
Plus/(minus) adjustments for:		
Depreciation	16,642.00	13,803.00
Provisions	-191.00	410.00
FX differences	338.00	-359.00
(Profit)/Loss from sale of fixed assets	-749.00	-129.00
Impairment of fixed assets	1,331.00	0.00
Debit interest and related(income)/ expenses	4,920.00	4,547.00
Profit/losses from companies consolidate with the Equity Method	-1,166.00	-855.00
Operating profit before adjustments in working capital	29,473.00	27,422.00
Increase/decrease in receivables	-5,256.00	5,792.00
Increase/decrease in inventories	8,329.00	-7,413.00
Increase/decrease in liabilities (apart from bank taxes)	-6,051.00	-2,575.00
Other non cash movements	0.00	2.00
Cash generated from operating activities	26,495.00	23,228.00
Interest paid	-3,663.00	-3,888.00
Other financial income /expenses	-584.00	-820.00
Taxes	-2,580.00	-4,345.00
Cash flows from operating activities	19,668.00	14,175.00
Investing Activities		
Receipts from sales of tangible and intangible assets	1,454.00	114.00
Interest received	13.00	21.00
Dividends received	683.00	485.00
Increase of interests in subsidiaries/ associates	-815.00	-10.00
Intestment grants	0.00	136.00
Purchased of tangible and intangible assets	-22,443.00	-32,339.00
Cash flows from investing activities	-21,108.00	-31,593.00
Financing activities		
Proceeds from loans	31,255.00	28,419.00
Repayment of loans	-24,455.00	-13,700.00
Financial leases	-4,760.00	-3,207.00
Dividends paid	-1,937.00	-2,032.00
Cash flows from financing activities	103.00	9,480.00
Net increase / (decrease) in cash and cash equivalents	-1,337.00	-7,938.00
Cash and cash equivalents at beginning of period	22,824.00	30,593.00
Effect from changes in foreign exchange rates on cash reserves	564.00	169.00

Source: Company

Important Note:

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means.

Valuation & Research Specialists (VRS) are the sole creators and distributors of this report.

VRS (VALUATION & RESEARCH SPECIALISTS)

VRS - vrs.gr Value Invest - www.valueinvest.gr Investment Research & Analysis Journal – www.iraj.gr

DISCLOSURE STATEMENT (1)

VRS (VALUATION & RESEARCH SPECIALISTS) is an independent Financial Research & Consulting Firm, with presence and offices in Athens and Luxembourg, providing advanced equity research and valuation reports as well as value-related advisory services to local and international institutions, business entities and individual clients. VRS services include valuations of intangible assets, business enterprises, and fixed assets. VRS's focus business is in providing independent equity research to its institutional and retail clients / subscribers.

VRS is not a brokerage firm and does not trade in securities of any kind. VRS is not an investment bank and does not act as an underwriter for any type of securities.

VRS accepts fees from the companies it covers and researches (the "covered companies"), and from major financial institutions. The sole purpose of this policy is to defray the cost of researching small and medium capitalization stocks which otherwise receive little research coverage. In this manner VRS can minimize fees to its clients / subscribers and thus broaden investor's attention to the "covered companies." VRS analysts are compensated on a per-company basis and not on the basis of their recommendations. Analysts are not allowed to solicit prospective "covered companies" for research coverage by VRS and are not allowed to accept any fees or other consideration from the companies they cover for VRS. Analysts are also not allowed to trade in the shares, warrants, convertible securities, or options of companies they cover for VRS.

Furthermore, VRS, its officers, and directors cannot trade in shares, warrants, convertible securities or options of any of the "covered companies." VRS accepts payment for research only in cash and will not accept payment in shares, warrants, convertible securities or options of "covered companies" by no means.

To ensure complete independence and editorial control over its research, VRS follows certain business practices and compliance procedures, which are also applied internationally. Among other things, fees from "covered companies" are due and payable prior to the commencement of research and, as a contractual right, VRS retains complete editorial control over the research process and the final equity analysis report.

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by VRS, and VRS does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in its research represent VRS's judgment as of the date of its reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of "covered companies" by no means.

DISCLOSURE CHECKLIST

Covered Company	Bloomberg	Reuters	Stock Price	Date	Disclosure
THRACE PLASTICS CO S.A. [THRACE GROUP]	PLAT:GA	THRr.AT	€ 2.05	August 7, 2020	----

1. VRS has acted as financial consultant for the covered company within the past 24 months.
2. VRS has sent the research report to the covered company, prior to publication or dissemination, for factual verification.
3. VRS has changed the contents of the initially sent report, with respect to: factual changes have been made.
4. VRS has received compensation from the covered company for the preparation of this research report.
5. VRS produces research reports for this company on systematic basis.
6. VRS produces research reports for this company on demand basis.
7. VRS has produced a research report for this company within the past 12 months.

Please contact VRS (VALUATION & RESEARCH SPECIALISTS) for further information on Equity Research Related Fees.

VRS (VALUATION & RESEARCH SPECIALISTS)

VRS - vrs.gr Value Invest - www.valueinvest.gr Investment Research & Analysis Journal – www.iraj.gr

DISCLOSURE STATEMENT (2)

The current research report as well as other statements that VRS may proceed with may include future statements, regarding the future financial performance of a company or another entity or product, as well as strategies and expectations. Statements about the future may typically include expressions such as “trend”, “prospect”, “opportunity”, “course”, “believe”, “possibly”, “expect”, “current”, “intention”, “estimate”, “forecast”, “continuation”, “remain”, “maintain”, “target” and other similar expressions or future or hypothetical verbs such as “will”, “must”, “could”, “may be” and other expressions.

VRS (VALUATION & RESEARCH SPECIALISTS) caution that forward-looking statements are subject to numerous assumptions, risks and uncertainties, which change over time. Forward-looking statements speak only as of the date they are made, and VRS assumes no duty to and does not undertake to update forward-looking statements. Actual results could differ materially from those anticipated in forward-looking statements and future results could differ materially from historical performance.

In addition to factors previously disclosed in VRS reports and those identified elsewhere in this communication, the following factors, among others, could cause actual results to differ materially from forward-looking statements or historical performance: (1) the introduction, withdrawal, success and timing of business initiatives and strategies; (2) changes in political, economic or industry conditions, the interest rate environment or financial and capital markets, which could result in changes in demand for products or services or in the value of assets under management; (3) the impact of increased competition; (4) the impact of capital improvement projects; (5) the impact of future acquisitions or divestitures; (6) the unfavorable resolution of legal proceedings; (7) the extent and timing of any share repurchases; (8) the impact, extent and timing of technological changes and the adequacy of intellectual property protection; (9) the impact of legislative and regulatory actions and reforms and regulatory, supervisory or enforcement actions of government agencies; (10) terrorist activities and international hostilities, which may adversely affect the general economy, domestic and local financial and capital markets, as well as specific industries; (11) the ability to attract and retain highly talented professionals; (12) fluctuations in foreign currency exchange rates; (13) the impact of changes to tax legislation and, generally, the tax position of the covered company.

COMPLIANCE WITH EU DIRECTIVES and GREEK LAWS

VRS prepares its equity research reports in a best effort to comply with the provisions of the EU Directive 2003/6/EK of the European Commission (L 339/73/24.12.2003, L 096/16/2003), the Guidelines 2003/125/EK and the Decision 4/347/12.7.2005 of the Hellenic Capital Markets Committee, as well as with the provisions of article 14, Greek Law 3340/2005, and the relevant clarifications with regard to the legal obligations of equity analysts. VRS analysts are certified by international institutions as well as by the Hellenic Capital Markets Committee. The latter may request from VRS analysts to justify their views and conclusions with regard to this research report.

ANALYST CERTIFICATION

The views expressed in this report accurately reflect the personal views of the undersigned analyst(s) about the subject issuer and the securities of the issuer. In addition, the undersigned lead analyst(s) has (have) not and will not receive any compensation for providing a specific recommendation or view in this research report.

VRS Equity Research Contributors

Dr. Nicholas Georgiadis, ngeorgiadis@valueinvest.gr
Dr. Georgios A. Savvakis, gsavvakis@valueinvest.gr
Dr. John Theodorou, jtheodorou@valueinvest.gr
Spyridon Vasileiou, svasileiou@valueinvest.gr
Zoe Vassiliou, zvassiliou@valueinvest.gr
Maria Papadopoulou, mpapadopoulou@valueinvest.gr

Investment Research & Analysis Journal

Dr. Efstratios Livanis
Assistant Editor

Actuarial Studies & Support Services

Dr. Charalampos Fytros
FHAS, CFA
Chfytros@valueinvest.gr

Please contact **VRS (VALUATION & RESEARCH SPECIALISTS)** for further information on Equity Research Related Fees.

VRS (VALUATION & RESEARCH SPECIALISTS)

VRS - vrs.gr Value Invest - www.valueinvest.gr Investment Research & Analysis Journal – www.iraj.gr

DISCLOSURE STATEMENT (3)

REGULATION (EU) No 596/2014 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL

VRS (VALUATION & RESEARCH SPECIALISTS) prepares its equity research reports in a best effort to comply with the provisions of Regulation (EU) No 596/2014 (market abuse regulation) of the European Parliament and of the Council. This Regulation establishes a common regulatory framework on insider dealing, the unlawful disclosure of inside information and market manipulation (market abuse) as well as measures to prevent market abuse to ensure the integrity of financial markets in the Union and to enhance investor protection and confidence in those markets. In addition:

- (a) The market abuse regulation (MAR) seeks to ensure that European Union (EU) regulation keeps pace with market developments to combat market abuse on financial markets as well as across commodity and related derivative markets (i.e. markets trading primary products such as gold, wheat, etc., and financial instruments based there upon).
- (2) It explicitly bans the manipulation of benchmarks (such as the London Interbank Offered Rate — known as the LIBOR).
- (3) It reinforces the investigative and sanctioning powers of the regulators appointed by EU countries to ensure the proper functioning of their financial markets.
- (4) It ensures a single EU rulebook while reducing administrative burdens on smaller and medium-sized issuers where possible.

In this regulatory framework, VRS has also been aware of the following: (1) Persons who produce or disseminate investment recommendations or other information recommending or suggesting an investment strategy shall take reasonable care to ensure that such information is objectively presented, and to disclose their interests or indicate conflicts of interest concerning the financial instruments to which that information relates. (2) Public institutions disseminating statistics or forecasts liable to have a significant effect on financial markets shall disseminate them in an objective and transparent way. (3) Regulatory technical standards have been developed in order to determine the technical arrangements for the categories of person in relation to objective presentation of investment recommendations or other information recommending or suggesting an investment strategy and for disclosure of particular interests or indications of conflicts of interest.

Please contact **VRS (VALUATION & RESEARCH SPECIALISTS)** for further information on Equity Research Related Fees.