

psb industries

**2009 half-year
financial report**

statement by the person responsible for the 2009 interim financial report

I hereby declare that to the best of my knowledge, the condensed interim consolidated financial statements for the half-year have been prepared in accordance with applicable accounting standards and give a true and fair view of the assets and liabilities, and of the financial position and results of the Company and its consolidated subsidiaries, and that the interim management report shown on page 15 provides a true and fair account of the material events that occurred during the first six months of the year, their impact on the condensed interim consolidated financial statements, the significant transactions between related parties and a description of the main risks and uncertainties for the remaining six months of the year.

Anancy, August 17, 2009

The chairman
Jean-Baptiste Bosson

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CONSOLIDATED BALANCE SHEET

| Assets (in €000's) | 06/30/2009 | 12/31/2008 |
|--|-------------------|-------------------|
| Non-current assets | | |
| Property, plant and equipment | 96,345 | 98,801 |
| Goodwill | 28,918 | 29,198 |
| Intangible fixed assets | 919 | 995 |
| Fixed assets accounted for by the equity method | 2,003 | 2,220 |
| Long-term financial assets | 291 | 267 |
| Long-term financial derivatives | 731 | 687 |
| Deferred tax assets | 1,915 | 1,935 |
| Total non-current assets | 131,122 | 134,103 |
| Current assets | | |
| Inventory | 37,933 | 38,461 |
| Trade and related receivables | 30,137 | 43,395 |
| Current income tax credits | 1,852 | 2,438 |
| Other receivables and credits | 4,697 | 4,866 |
| Short-term financial derivatives | 351 | 453 |
| Cash and equivalents | 6,553 | 5,691 |
| Total current assets | 81,523 | 95,304 |
| Total assets | 212,645 | 229,407 |
| Liabilities and equity (in €000's) | | |
| Capitaux propres | | |
| Capital stock | 7,350 | 7,350 |
| Premiums | 10,122 | 10,122 |
| Reserves | 51,542 | 48,568 |
| Translation gains/(losses) | (711) | (182) |
| Net income for the period | 1,300 | 6,928 |
| Shareholders' equity attributable to Group | 69,603 | 72,786 |
| Minority interests | - | - |
| Total shareholders' equity | 69,603 | 72,786 |
| Non-current liabilities | | |
| Long-term financial debt | 56,782 | 50,178 |
| Put options granted to minority owners | 2,942 | 3,207 |
| Long-term financial derivatives | 2,058 | 1,401 |
| Financial liabilities of more than one year | 61,782 | 54,786 |
| Deferred tax liabilities | 3,732 | 3,794 |
| Provisions for pensions and similar benefits | 3,896 | 3,617 |
| Other non-current liabilities | - | - |
| Total non-current liabilities | 69,410 | 62,197 |
| Current liabilities | | |
| Trade and related payables | 19,130 | 25,215 |
| Financial debts of less than one year | 36,844 | 49,331 |
| Short-term financial derivatives | 523 | 1,845 |
| Price adjustment | - | 1,436 |
| Financial liabilities of less than one year | 56,497 | 77,827 |
| Current income tax accrued | 159 | 23 |
| Other debts | 16,685 | 16,317 |
| Provisions for risks and current expenses | 291 | 257 |
| Total current liabilities | 73,632 | 94,424 |
| Total liabilities and equity | 212,645 | 229,407 |

INCOME STATEMENT

| (in €000's) | from 01/01/2009 to 06/30/2009 | from 01/01/2008 to 06/30/2008 | from 01/01/2008 to 12/31/2008 |
|---|----------------------------------|----------------------------------|----------------------------------|
| Sales | 91,665 | 109,775 | 204,966 |
| Costs of goods sold | (74,779) | (85,155) | (161,183) |
| Research and development expense | (1,554) | (1,577) | (2,987) |
| Selling and distribution costs | (5,356) | (6,033) | (11,657) |
| Administrative expenses | (6,682) | (6,663) | (13,377) |
| Other operating income | 787 | 53 | 888 |
| Other operating expense | (59) | (37) | (164) |
| Operating income | 4,022 | 10,363 | 16,486 |
| Net cost of financial indebtedness | (1,686) | (1,947) | (4,226) |
| Other financial income and expense | (9) | 75 | (1,209) |
| Tax | (927) | (2,952) | (3,641) |
| Share of net income from equity-method interests | (46) | 119 | 105 |
| Net earnings from continuing operations for the year | 1,354 | 5,658 | 7,515 |
| Discontinued operations | | | |
| Profit/(loss) for the year related to discontinued operations | - | (118) | (118) |
| Attributable to the group | 1,300 | 5,171 | 6,928 |
| Attributable to minority interests | 54 | 369 | 469 |
| Annual consolidated net income | 1,354 | 5,540 | 7,397 |
| Net earnings per share (in euros) | 0.36 | 1.43 | 1.92 |
| Diluted net earnings per share (in euros) | 0.36 | 1.43 | 1.92 |
| Net earnings per share (in euros) from continuing operations | 0.36 | 1.46 | 1.95 |
| Diluted net earnings per share (in euros) from continuing operations | 0.36 | 1.46 | 1.95 |

**STATEMENT OF NET INCOME AND GAINS AND LOSSES RECOGNIZED
DIRECTLY IN SHAREHOLDERS' EQUITY**

| (in €000's) | from 01/01/2009 to 06/30/2009 | from 01/01/2008 to 06/30/2008 | from 01/01/2008 to 12/31/2008 |
|---|----------------------------------|----------------------------------|----------------------------------|
| Consolidated net income | 1,354 | 5,540 | 7,397 |
| Translation gains / (losses) | (529) | (492) | 1,437 |
| Cash flow hedge | 85 | 377 | (1,584) |
| Hedge of a net foreign Currency investment | 101 | - | 150 |
| Statement of net income and gains and losses recognized directly in shareholders' equity | (343) | (115) | 3 |
| Net income and gains and losses Recognized in equity | 1,011 | 5,425 | 7,400 |
| included attributable to the group | 957 | 5,056 | 6,931 |
| included minority interests | 54 | 369 | 469 |

CONSOLIDATED STATEMENT OF CASH FLOWS

| (in €000's) | from 01/01/2009 to 06/30/2009 | from 01/01/2008 to 06/30/2008 |
|--|----------------------------------|----------------------------------|
| Net income attributable to Group | 1,354 | 5,540 |
| Consolidated net earnings for discontinued operations | - | (118) |
| Consolidated net earnings for on-going operations | 1,354 | 5,658 |
| Depreciation, amortization and provision expense on fixed assets | 8,624 | 8,056 |
| Net provision allowances on balance sheet | 312 | 189 |
| Net income attributable to joint-ventures | 67 | (50) |
| Net cost of financial indebtedness and dividend received | 1,707 | 1,953 |
| Current and deferred tax | 926 | 2,952 |
| Pretax (gain)/loss on disposal of assets | (287) | (25) |
| Change in working capital requirement | - | - |
| Change in working capital requirement | 7,601 | (3,785) |
| Tax paid | (204) | (2,219) |
| Net operating cash flow from continuing operations | 20,100 | 12,729 |
| Net operating cash flow from discontinued operations | - | 162 |
| Net operating cash flow | 20,100 | 12,891 |
| Net capital expenditures for operations | (5,869) | (8,066) |
| Change in long-term receivables and payables | (16) | (883) |
| Net financial investment/disinvestment | 81 | (68) |
| Change in loans | - | - |
| Income on cash and equivalents | 10 | 18 |
| Dividends received | 60 | 70 |
| Net cash flow from investments related from continuing operations | (5,734) | (8,929) |
| Net cash flow from investments related from discontinued operations | - | 308 |
| Net cash flow from investments | (5,734) | (8,621) |
| Treasury stock | (17) | (490) |
| Dividends paid to parent company shareholders | (4,147) | (5,068) |
| Dividends paid to minority interests in integrated companies | (185) | (341) |
| Increase in financial liabilities | 9,699 | 15,927 |
| Decrease in financial liabilities | (17,075) | (10,688) |
| Interests paid | (1,739) | (2,040) |
| Net cash flow from financing related from continuing operations | (13,464) | (2,700) |
| Net cash flow from financing related from discontinued operations | - | (130) |
| Net cash flow from financing | (13,464) | (2,830) |
| Impact of currency rate changes | (40) | (32) |
| Change in cash | 862 | 1,408 |
| Cash and equivalents at start of year | 5,691 | 6,066 |
| Cash and equivalents at end of year | 6,553 | 7,474 |

CHANGES IN SHAREHOLDERS' EQUITY

| (in €000's) | Capital Premium | Treasury stock | Reserves | Gains and losses recognized in equity | Total | Minority interests | Total equity | |
|--|-----------------|----------------|----------------|---------------------------------------|--------------|--------------------|--------------|---------------|
| As at 01/01/2008 | 7,350 | 10,122 | (761) | 54,936 | (155) | 71,492 | - | 71,492 |
| Treasury stock | - | - | (490) | - | - | (490) | - | (490) |
| Dividends paid | - | - | - | (5,068) | (5,068) | (341) | (5,409) | (5,409) |
| Minority put | - | - | - | - | - | (28) | (28) | (28) |
| Net income for the period | - | - | - | 5,171 | - | 5,171 | 369 | 5,540 |
| Gains & losses recognized in equity | - | - | - | - | (115) | (115) | - | (115) |
| Period net income and gains and losses recognized in equity | - | - | - | 5,171 | (115) | 5,056 | 369 | 5,425 |
| As at 06/30/2008 | 7,350 | 10,122 | (1,251) | 55,039 | (270) | 70,990 | - | 70,990 |
| As at 01/01/2009 | 7,350 | 10,122 | (1,329) | 56,795 | (152) | 72,786 | - | 72,786 |
| Treasury stock | - | - | 7 | - | - | 7 | - | 7 |
| Dividends paid | - | - | - | (4,147) | - | (4,147) | (184) | (4,331) |
| Minority put | - | - | - | - | - | - | 130 | 130 |
| Net income for the period | - | - | - | 1,300 | - | 1,300 | 54 | 1,354 |
| Gains & losses recognized in equity | - | - | - | - | (343) | (343) | - | (343) |
| Period net income and gains and losses recognized in equity | - | - | - | 1,300 | (343) | 957 | 54 | 1,011 |
| As at 06/30/2009 | 7,350 | 10,122 | (1,322) | 53,948 | (495) | 69,603 | - | 69,603 |

notes to consolidated financial statements

All amounts in these notes are expressed in thousands of euros

1.GENERAL

PSB Industries is a French corporation created in 1905 by the Baikowski brothers. Its registered office is located in Annecy (BP 22, 74001 Annecy Cedex).

The Group's businesses are described in note 9.

The Group's consolidated financial statements were approved by the Board of Directors on August 14, 2009.

2.ACCOUNTING PRINCIPLES

2.1

Basis for preparing the interim information

The half-year condensed consolidated financial statements of PSB Industries for the period January 1, 2009 to June 30, 2009 were prepared in compliance with:

- the international financial reporting standard IAS 34, on interim reporting,
- and the other international accounting standards—consisting of the IFRSs, IASs and their amendments and interpretations—adopted by the European Union as of June 30, 2009 and available on their web site: http://ec.europa.eu/internal_market/accounting/ias_fr.htm#adopted-commission.

2.2

Accounting Principles

Pursuant to IAS 34, only a selection of explanatory notes is included in these condensed financial statements.

Except for the points raised hereafter, pertaining to the preparation of interim statements, our accounting principles are identical to those applied in the financial statements for the period ending December 31, 2008.

During the period the Group adopted the standards, amendments and interpretations required as of January 1, 2009, i.e.:

- IAS 1 revised: Presentation of Financial

Statements (introducing a Statement of Comprehensive Income),

- IAS 23: Amendments to IAS 23 relative to the accounting for borrowing costs
- IFRS 2: Amendments relative to vesting conditions and cancellations,
- IAS 32 and IAS 1: Amendments relative to puttable financial instruments and obligations arising in liquidation,
- IAS 39 and IFRS 7: Amendments relative to reclassifying financial assets,
- IFRS 1 and IAS 27: Amendments relative to determining the cost of an investment in a subsidiary, jointly controlled entity or associate,
- Annual improvements: made to various standards and applying no earlier than January 1, 2009,
- IFRIC 11: stock option plans within a consolidated company.

IAS 1 revised, mandatory for periods starting January 1, 2009, essentially provides the option of changing the name of certain financial statements and creating a new one, a Statement of Comprehensive Income, to include in profit and loss the income and expense otherwise recognized in shareholders' equity. It also mandates an additional opening balance sheet in the event items on the financial statements are reclassified or retrospectively restated and does so with respect to the complete financial statements and not just the condensed consolidated statements.

At June 30, 2009 the Group had not opted to rename certain financial statements. The Group does, however, present a Statement of Net Income and Gains and Losses Recognized Directly in Shareholders' Equity, in compliance with the presentation proposed by CNC Recommendation 2009-R-03 of July 2, 2009. The presentation of Changes in Equity has been modified accordingly.

PSB Industries is unaffected by the content and/or impact of the other new rules.

Also, the Group did not choose early adoption of the standards, amendments or IFRIC interpretations that were not mandatory before June 30, 2009—either because the rules had not yet been adopted by the European Union or because the Group chose not to make early application. These rules are as follows:

- IAS 27 revised: revision following the Business Combinations Phase II exposure draft,
- IAS 39: amendments relative to hedgeable items,
- IFRS 1 revised: revision of the structure of IFRS 1,
- IFRS 3 revised: IFRS 3 revised following the Business Combinations Phase II exposure draft,
- Annual improvements: made to various standards and applying no earlier than July 1, 2009,
- IFRS 7: amendments relative to the improvement of disclosures made regarding financial instruments (investments in debt instruments),
- IFRIC 9 and IAS 39: amendments relative to embedded derivatives,
- IFRIC 12: Service Concession Arrangements,
- IFRIC 15: Agreements for the Construction of Real Estate,
- IFRIC 16: Hedges of a Net Investment in a Foreign Operation,
- IFRIC 17: Distributions of Non-cash Assets to Owners,
- IFRIC 18: recognition of contributions from customers in the form of asset transfers,

At this point the Group is unaffected by these rules or expects no material impact from them on the next reporting periods. Except for the number of days worked, which was greater than in the first half, the Group finds no seasonal change in its businesses which might affect sales levels from one half-year to another.

On interim statements the expense for income tax is calculated by applying to the period's earnings, company by company, the average annual tax rate estimated for the current fiscal year. Final results may differ from these estimates.

2.3

Estimates rules and methods

Preparing financial statements according to IFRSs requires making some accounting estimates which by their nature carry a certain amount of uncertainty. The chief sources for our material estimates and accounting judgments are the same as those identified during the preparation of the 2008 consolidated statements and have to do with the impairment of goodwill and pensions. During the preparation of the 2009 half-year condensed consolidated statements, and particularly given the economic conditions, our estimates of goodwill impairment have been given careful reconsideration. The methodology adopted to perform impairment tests was not changed but the present-discounted forecasts of operating cash flows were updated, using budget assumptions judged by management as the most reasonable and probable. Determining recoverable amounts is especially sensitive to the discount rate used in the present-value discounting of future cash flows, to the cash-flow estimates and to the growth rates assumed.

3.CHANGE IN CONSOLIDATION - DISCONTINUED OPERATIONS

There were no changes in consolidation scope during the first half of 2009.

Mar-Lee (beauty packaging) based in Boston (MA - USA) was acquired on July 24, 2008, and the data derive from a simulation of acquiring Mar-Lee as of January 1, 2008.

| (in €000's) | from 01/01/2008 to 06/30/2008 | from 01/07/2008 to 12/31/2008 | 2008 |
|-------------------|----------------------------------|----------------------------------|------------|
| Sales | 8,541 | 7,753 | 16,294 |
| Operating income | 785 | 583 | 1 368 |
| Financial income | (95) | (77) | (172) |
| Tax | (190) | (177) | (367) |
| Net income | 500 | 329 | 829 |

4.IMPAIRMENT TESTS

Measurement tests are performed annually, as of December 31, on the cash generating units (CGUs) that carry goodwill and whenever there is sign of an impairment.

At June 30, 2009, as the Group's market capitalization had fallen below consolidated shareholders' equity, an impairment test was carried out.

A comparison of the carrying amounts of this goodwill to the present-discounted cash flows of the CGUs did not lead to an impairment and confirmed that the goodwill was measured appropriately.

| (in €000's) | 06/30/2009 | 12/31/2008 |
|---------------------|---------------|---------------|
| Gross Goodwill | 28,918 | 29,198 |
| Impairment | - | - |
| Net Goodwill | 28,918 | 29,198 |

5.DIVIDEND PAYED

| As of June 30, 2008 | in euro/share | in K000's |
|--|---------------|-----------|
| Dividend payed in the first six months | 1.40 | 5,145 |
| As of June 30, 2009 | | |
| Dividend payed in the first six months | 1.15 | 4,226 |

6.TREASURY STOCK

| | 06/30/2009 | 12/31/2008 |
|------------------|------------|------------|
| Number of shares | 68,049 | 65,972 |
| Value (FIFO) | 1,053 | 869 |

The average number of treasury shares during the 2009 half-year was 67,689, the 2008 half-year was 56,890 and 58,844 in 2008.

These figures are used in calculating earnings per share

7.DETAIL ON OTHER OPERATING INCOME AND EXPENSE

7.1

Detail on other income

| | 06/30/2009 | 06/30/2008 |
|-----------------------|------------|------------|
| Disposal of assets | 364 | - |
| Gains on lawsuits | 109 | - |
| Insurance indemnities | 198 | - |
| Subvention | 108 | - |
| Other | 8 | 53 |
| Total | 787 | 53 |

7.2

Detail on other expense

| | 06/30/2009 | 06/30/2008 |
|---------------------------------|------------|------------|
| Litigation | - | - |
| Disposal of assets | - | 11 |
| Impairment of intangible assets | - | - |
| Other | 59 | 26 |
| Total | 59 | 37 |

8.TAXES

| | 06/30/2009 | 06/30/2008 |
|--------------------|--------------|----------------|
| Taxes payable | (839) | (3,203) |
| Deferred taxes | (88) | 251 |
| Total taxes | (927) | (2,952) |

9.SEGMENT INFORMATION

For purposes of management, the Group is organized into business segments, set up according to the type of products and services offered, and has the following three operating segments (business units):

- Specialty Chemicals (Baikowski), specializing in the production of powders and liquids based on ultra-pure alumina,
- Beauty Packaging (Texen), which specializes in plastic injection and finishing, chiefly for the cosmetics and perfume industry,
- Custom Packaging (CGL Pack), which specializes in the design and manufacture of custom thermoformed packaging for consumer products.

No regrouping of our segments was required in order to present the mandatory operating segments.

Management monitors the business units' operating performance separately, for purposes of deciding how to allocate each business unit's resources and of assessing its performance. Business unit performance is evaluated on the basis of operating income, exactly as it is defined on the consolidated financial statements (i.e., using IFRS).

Inter-segment transactions are barely significant, and transfer prices between business units are the prices that would have prevailed under normal competitive conditions with outside parties.

| | Texen | CGL Pack | Baikowski | *Other activities | Total |
|---|---------|----------|-----------|-------------------|---------|
| as at June 30, 2008 | | | | | |
| Performance indicators | | | | | |
| Sales | 65,415 | 22,682 | 21,681 | (3) | 109,775 |
| Depreciation & amortization expense and provisions for fixed assets | (4,634) | (971) | (2,383) | (68) | (8,056) |
| Operating net income | 6,749 | 1,341 | 2,217 | 56 | 10,363 |
| Yield on cash | - | - | 76 | 16 | 92 |
| Gross financing costs | (1,213) | (179) | (652) | - | (2,044) |
| Result before tax | 5,674 | 1,167 | 1,525 | 125 | 8,491 |
| Attributable net income from equity-method companies | - | - | 119 | - | 119 |
| Assets | | | | | |
| Net property, plant & equipment | 43,739 | 14,831 | 36,800 | 964 | 96,334 |
| Net capital expenditures | 4,320 | 2,089 | 2,100 | (443) | 8,066 |
| Simplified working capital requirements** | 34,544 | 9,121 | 16,119 | (180) | 59,604 |
| Total consolidated balance sheet | 113,155 | 36,869 | 62,147 | 16,005 | 228,176 |
| Current and non current liabilities | 86,861 | 23,070 | 41,972 | 5,283 | 157,186 |
| Workforce | 891 | 242 | 155 | 8 | 1,296 |
| as at June 30, 2009 | | | | | |
| Performance indicators | | | | | |
| Sales | 54,699 | 19,789 | 17,177 | - | 91,665 |
| Depreciation & amortization expense and provisions for fixed assets | (5,110) | (1,079) | (2,372) | (63) | (8,624) |
| Operating net income | 2,499 | 1,410 | 123 | (10) | 4,022 |
| Yield on cash | 41 | - | 1 | 10 | 52 |
| Gross financing costs | (1,127) | (178) | (433) | - | (1,738) |
| Result before tax | 1,149 | 1,191 | (4) | (9) | 2,327 |
| Attributable net income from equity-method companies | - | - | (46) | - | (46) |
| Assets | | | | | |
| Net property, plant & equipment | 44,917 | 16,217 | 34,338 | 873 | 96,345 |
| Net capital expenditures | 4,294 | 1,433 | 58 | 84 | 5,869 |
| Simplified working capital requirements** | 26,112 | 8,136 | 14,892 | (198) | 48,942 |
| Total consolidated balance sheet | 108,073 | 34,558 | 57,412 | 12,602 | 212,645 |
| Current and non current liabilities | 82,720 | 19,864 | 36,894 | 3,564 | 143,042 |
| Workforce | 1,033 | 236 | 140 | 8 | 1,417 |

*Parent company and eliminations

** net inventories + net accounts receivable – accounts payable

10. RELATED PARTIES

Transactions with joint ventures:

The following transactions involve our relationship with Baikowski Japan Corporation and Alko (equity-method). They are sales and purchases booked at market prices.

| | 06/30/2009 | 06/30/2008 |
|-------------------------|------------|------------|
| Sales | 954 | 3,946 |
| Purchases | 939 | 1,094 |
| Trade receivables | 559 | 3,243 |
| Current account payable | 305 | 200 |
| Trade payables | 373 | 420 |
| Advances payable | - | - |

There were no significant transactions between senior managers and Group companies.

11. FINANCIAL LIABILITIES

Interest on variable rate debt is indexed to monetary benchmarks, chiefly EURIBOR and LIBOR for euro- and USD-denominations respectively. When by hedging a variable rate is made fixed, the borrowing is deemed to be at a fixed rate.

At June 30, 2009 and after taking hedges into account, the portion of financial debt at variable rates was 22% vs. 25% at December 31, 2008.

At June 30, 2009 €5.8 million of debt carried covenants for financial ratios calculated on a yearly basis as of December 31, primarily consisting of the following: equity to total assets, net borrowing to free cash flow and net borrowing to total equity.

Some of these ratios were not met at December 31, 2008; and in compliance with IAS 1, the long-term portion of this debt, or €5.1 million, was reclassified as short term in the presentation of the consolidated accounts. In early February 2009 the banks involved informed us in writing that they would not call these loans. This portion of the debt (€5.1 million) thus appears as long-term in the consolidated statements at June 30, 2009.

In addition, €19.8 million of debt carries ownership clauses (including €1.6 million also carrying covenants for financial ratios.)

PSB Industries obtained a medium to long-term, multi-currency line of credit from Société Générale for €12.5 million, amortizable over seven years.

At June 30, 2009 this line had not been used.

12. POST CLOSING EVENTS

None

activity report

1.ACTIVITY

PSB Industries posted sales of €91.7 million, down 16.5% or 23.3% on a constant currency and scope basis.

2.RESULTS

In spite of this lower sales volume, the cost savings programs launched in 2008 successfully minimized the impact of this drop on operating profit, which reached €4.0 million, or 4.4% of sales. Cash flow from operating activities (10.9% of sales) showed resilience and contributed, along with the reduction in working capital requirements, to a decrease in net debt.

3.OUTLOOK

We believe that the sales have bottomed out during the first half. Based on the few signs of recovery observed recently, business is expected to rally in H2 2009, albeit any unforeseen events, to a level close to H2 2008. Second-half operating profit should at least equal the operating profit posted in the first half of 2009.

The article 222-6 of the French Financial Market Authority (AMF) regulations specifies that the issuer shall :

- describe the main risks and uncertainties for the remaining six months of the year :

All other things being equal, the main uncertainties for the second half lay in a potential slowdown in economic activity that would adversely affect our sales.

- give an account of the main related-party transactions :

The main transactions are described in note 10 to the interim consolidated financial statement appendix.

statutory auditors' opinion on the half-year financial report

Period from January 1 to June 30, 2009

In execution of the assignment given to us by the shareholders of your company and pursuant to Article L. 451-1-2 III of the French Monetary and Financial Code, we have undertaken:

- a review of the accompanying half-year condensed consolidated financial statements of PSB Industries for the period of January 1 to June 30, 2009
- and a verification of the information contained in the half-year business report.

These half-year condensed consolidated statements were prepared under the direction of your board of directors under highly volatile market conditions and a financial and economic crisis that very much clouded the outlook for the future. It is our duty to express our opinion about these financial statements, based on our review.

1. OUR OPINION OF THE STATEMENTS

We conducted our review in accordance with professional standards applicable in France. A review basically consists of interviewing those managers responsible for financial and accounting matters and of applying analytical procedures. This work is less extensive than that required for an audit performed in accordance with French professional standards. Consequently, the assurance provided from a review that the statements taken as whole are free of material error is more limited than one provided from an audit.

Our review disclosed no material error causing us to question the compliance of the accompanying half-year condensed consolidated financial statements with IAS 34, the IFRS standard adopted by the EU for interim financial information.

Without prejudice to the foregoing opinion, we would draw your attention to Note 2.2 (Accounting Principles) to the consolidated half-year condensed financial statements, which describes the new standards and interpretations applied by your Company as of January 1, 2009, especially IAS 1 Revised.

2. FURTHER VERIFICATION

We have also verified the information given in the half-year business report that amplifies the half-year condensed consolidated financial statements subject of our review.

We have nothing to report as to its fair presentation and consistency with the half-year condensed consolidated financial statements.

Villeurbanne and Neuilly-sur-Seine, August 17, 2009

MAZARS
Max Dumoulin

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Henri-Pierre Navas