

TITAN ATLANTIC CEMENT INDUSTRIAL AND COMMERCIAL S.A.

ATHENS, NO 24168/01/B/263 IN THE REGISTER OF SOCIETES ANONYMES
BALANCE SHEET AS AT 31 DECEMBER 2004 - 13th FISCAL YEAR (1 JANUARY - 31 DECEMBER 2004)

ASSETS

	Amounts of current fiscal year 2004 in €			Amounts of previous fiscal year 2003 in €		
	At cost	Depreciation	Balance	At cost	Depreciation	Balance
C. FIXED ASSETS						
I. <u>Intangible Assets</u>						
3. Goodwill	0.00	0.00	0.00	1,504,006.19	0.00	1,504,006.19
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>1,504,006.19</u>	<u>0.00</u>	<u>1,504,006.19</u>
II. <u>Tangible Assets</u>						
4. Plant and machinery	0.00	0.00	0.00	9,222,233.27	8,100,522.90	1,121,710.37
5. Transportation equipment	0.00	0.00	0.00	378,458.15	287,978.38	90,479.77
6. Furniture and fixtures	0.00	0.00	0.00	22,555.37	20,728.87	1,826.50
7. Construction in progress	0.00	0.00	0.00	461,980.40	0.00	461,980.40
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>10,085,227.19</u>	<u>8,409,230.15</u>	<u>1,675,997.04</u>
Total (CI+CII)	0.00	0.00	0.00	11,589,233.38	8,409,230.15	3,180,003.23
III. <u>Investments and Long-term receivables</u>						
1. Equity participations in subsidiaries and affiliates			249,601,830.02			227,095,461.19
7. Other long-term receivables			<u>0.00</u>			<u>96,476.64</u>
			249,601,830.02			227,191,937.83
Total Fixed Assets and Investments (CI+CII+CIII)			<u>249,601,830.02</u>			<u>230,371,941.06</u>
D. CURRENT ASSETS						
I. <u>Inventories</u>						
1. Finished products			0.00			1,760,391.92
4. Raw materials, consumables, spare parts, other			<u>0.00</u>			<u>218,956.46</u>
			0.00			1,979,348.38
II. <u>Accounts receivable</u>						
1. Trade receivables			0.00			7,464,893.11
4. Capital receivable next year			0.00			32,815,127.61
5. Short term receivables from affiliated companies			5,341,740.00			0.00
11. Sundry receivables			<u>775,477.12</u>			<u>897,618.89</u>
			6,117,217.12			41,177,639.61
IV. <u>Cash</u>						
1. In hand			459.40			8,317.09
3. Demand and time deposit accounts			<u>3,229,991.91</u>			<u>23,044.65</u>
			3,230,451.31			31,361.74
Total Current Assets (DI+DII+DIV)			<u>9,347,668.43</u>			<u>43,188,349.73</u>
TOTAL ASSETS (C+D+E)			<u>258,949,498.45</u>			<u>273,560,290.79</u>
MEMO ACCOUNTS						
4. Other			<u>33,813,844.80</u>			<u>10,153,125.50</u>
			33,813,844.80			10,153,125.50

LIABILITIES

	Amounts of current fiscal year 2004 in €	Amounts of previous fiscal year 2003 in €
	A. SHAREHOLDER 'S EQUITY	
I. <u>Share Capital</u>		
(523.700 common shares at € 73,40 each)		
1. Paid up	38,439,580.00	35,576,980.00
II. <u>Share Premium Account</u>	206,504,237.86	170,366,837.86
IV. <u>Reserves</u>		
1. Legal reserve	2,286,518.93	1,746,669.64
5. Tax exempt reserves under special laws	380.93	380.93
	<u>2,286,899.86</u>	<u>1,747,050.57</u>
V. <u>Retained earnings</u>		
Retained earnings (Deficit)	18,801.54	4,607.19
	<u>18,801.54</u>	<u>4,607.19</u>
VI. <u>Amounts designated for capital increase</u>		
1. Shareholders ' deposits	0.00	39,000,000.00
	<u>0.00</u>	<u>39,000,000.00</u>
Total Shareholder 's Equity (AI+AII+AIV+AV+AVI)	247,249,519.26	246,695,475.62
B. PROVISIONS FOR ACCRUED LIABILITIES AND CHARGES		
2. Other provisions	0.00	3,019,206.17
	<u>0.00</u>	<u>3,019,206.17</u>
C. LIABILITIES		
II. <u>Short term liabilities</u>		
1. Suppliers	407.81	174,652.41
3. Short term bank liabilities	0.00	2,951.70
5. Taxes payable	1,461,236.38	2,013,447.13
8. Amounts due to affiliated companies	0.00	18,062,725.26
10. Dividends payable	10,238,335.00	3,499,534.00
	<u>11,699,979.19</u>	<u>23,753,310.50</u>
Total Liabilities (CI+CII)	<u>11,699,979.19</u>	<u>23,753,310.50</u>
E. TRANSITORY ACCOUNTS		
3. Other	0.00	92,298.50
	<u>0.00</u>	<u>92,298.50</u>
TOTAL LIABILITIES (A+B+C+E)	258,949,498.45	273,560,290.79
MEMO ACCOUNTS		
4. Other	33,813,844.80	10,153,125.50
	<u>33,813,844.80</u>	<u>10,153,125.50</u>

Company Note: During the current fiscal year, the Company proceeded to the transmission of the property and the obligations of its branch in the USA to an affiliated company, including the result in the Statement of Income. After this transmission, the funds for the year ended 31 December, 2004 are not comparable to the cited funds for the previous year 2003, as, until the previous year the financial state and the results of the branch, which represented the main volume of the Company's activities, have been included in the financial statements of the head office.

STATEMENT OF INCOME
31 DECEMBER 2004 (1 JANUARY 2004 - 31 DECEMBER 2004)

	<u>Amounts of current fiscal year 2004 in €</u>	<u>Amounts of previous fiscal year 2003 in €</u>
I. Operating income		
Turnover (net sales)	0.00	22,311,443.34
Cost of sales	<u>0.00</u>	<u>17,299,908.92</u>
Gross operating income	0.00	5,011,534.42
Other operating income	<u>0.00</u>	<u>49,588.37</u>
Total	0.00	5,061,122.79
General and Administrative costs	42,132.06	972,681.95
Sales and Distribution costs	<u>0.00</u>	<u>0.00</u>
	-42,132.06	4,088,440.84
Income from equity participations	8,333,010.99	0.00
Interest and related income	<u>16,622.39</u>	<u>44,822.21</u>
	8,349,633.38	44,822.21
Interest expenses and bank charges	<u>147.67</u>	<u>265,745.19</u>
Total operating income	8,349,485.71	-220,922.98
	8,307,353.65	3,867,517.86
II. Extraordinary income/expenses		
Extraordinary and non-operating income	<u>4,222,991.90</u>	<u>5,568,932.55</u>
Extraordinary and non-operating costs	<u>346,232.13</u>	<u>2,665,167.82</u>
	3,876,759.77	2,903,764.73
	12,184,113.42	6,771,282.59
Total operating and extraordinary income		
Depreciation of fixed assets	0.00	786,082.50
Minus: Depreciation included		
in operating cost	<u>0.00</u>	<u>786,082.50</u>
	0.00	0.00
NET EARNINGS BEFORE TAXES	<u>12,184,113.42</u>	<u>6,771,282.59</u>

STATEMENT OF APPROPRIATION OF EARNINGS

	<u>Amounts of current fiscal year 2004 in €</u>	<u>Amounts of previous fiscal year 2003 in €</u>
Net earnings before taxes	12,184,113.42	6,771,282.59
Deduct: Retained earnings of prior year	4,607.19	27,560.24
Taxes paid relating to prior years	0.00	-385,712.56
Total	<u>12,188,720.61</u>	<u>6,413,130.27</u>
Deduct: 1. Income tax	<u>1,391,734.78</u>	<u>2,726,011.14</u>
Net earnings after taxes	<u>10,796,985.83</u>	<u>3,687,119.13</u>
Proposed distribution:		
Legal reserve	539,849.29	182,977.94
First and additional dividend	10,238,335.00	3,499,534.00
Retained earnings	<u>18,801.54</u>	<u>4,607.19</u>
	<u>10,796,985.83</u>	<u>3,687,119.13</u>

Athens, 4 February 2005

Chairman of the Board of Directors

Managing Director

Chief Accountant

DIMITRIOS TH. PAPALEXOPOULOS
I.D. NO. 3163588/92

ARIST. D. PAPAPOPOULOS
I.D. NO. 1448091/73

ANTONIS S. KITSOS
LICENCE NO. 15145 - A' CLASS


REPORT OF THE AUDITORS

To The Shareholders of **TITAN ATLANTIC CEMENT INDUSTRIAL AND COMMERCIAL S.A.**

We have audited the Financial Statements and the related Notes thereon of TITAN ATLANTIC CEMENT INDUSTRIAL AND COMMERCIAL S.A. for the year ended 31 December 2004. Our audit included the activities of the Company's branch, which was disposed of during the year, and has been conducted in accordance with the provisions of article 37 of the Companies Act 2190/1920 and those auditing procedures, which we considered necessary, based on the auditing standards and principles adopted by the Institute of Certified Auditors Accountants in Greece. The books and records maintained by the Company have been made available to us and we have obtained the relevant information and explanations, which were deemed necessary for the purposes of our audit. The Company has properly applied the General Chart of Accounts "Re: Greek Accounting Standards". There have been no changes in the valuation methods used by the Company compared to those used in the preceding years. We have confirmed that the content of the Directors' Report to the Annual General Meeting of the Shareholders is consistent with the related Financial Statements. The Notes to the Financial Statements disclose the information stipulated in paragraph 1 of article 43a of the Companies Act 2190/1920.

In our opinion, the aforementioned Financial Statements, which have been derived from the books and records of the Company, present, together with the Notes thereto, the assets, liabilities and financial position of the Company as at 31 December 2004 as well as the results of its operations for the year then ended, in accordance with prevailing legislation and generally accepted accounting principles, which do not differ from those applied by the Company in the preceding year.

Athens, 22 February 2005

PRICEWATERHOUSECOOPERS 

ΠραϊςγουωτερχσουςΚούπερς
Ανώνυμη Ελεγκτική Εταιρεία
Ορκωτοί Ελεγκτές Λογιστές

The Certified Auditor Accountant

Constantinos Cotsilinis
SOEL Reg. NO. 12711