

# QUARRIES OF TAGARADON COMMUNITY S.A.

## NO 28110/62/B/92/331 IN THE REGISTER OF SOCIETES ANONYMES BALANCE SHEET AS AT 31 DECEMBER 2004 - 12th FISCAL YEAR (1 JANUARY - 31 DECEMBER 2004)

ASSETS	Amounts of current fiscal year 2004 in €			Amounts of previous fiscal year 2003 in €			LIABILITIES	
	At cost	Depreciation	Balance	At cost	Depreciation	Balance	Amounts of current fiscal year 2004	Amounts of previous fiscal year 2003
<b>B. FORMATION EXPENSES</b>							<b>A. SHAREHOLDER'S EQUITY</b>	
<b>4. Other formation expenses</b>	1,505.36	1,505.32	0.04	1,505.36	1,505.32	0.04	<b>I. Share Capital</b>	
							(85.250 common shares at € 2,93 each)	
<b>C. FIXED ASSETS</b>							<b>1. Paid up</b>	249,782.50
<b>I. Intangible assets</b>								249,782.50
<b>5. Other</b>	109,118.12	101,588.96	7,529.16	109,118.12	90,677.15	18,440.97	<b>IV. Reserves</b>	
<b>II. Tangible assets</b>							<b>1. Legal reserve</b>	17,830.00
<b>3. Buildings and installations</b>	25,669.84	15,475.60	10,194.24	25,669.84	13,678.71	11,991.13	<b>3. Special reserve</b>	1,200.48
<b>4. Plant and machinery</b>	169,783.98	169,783.92	0.06	169,783.98	169,783.92	0.06	<b>5. Tax exempt reserves under special laws</b>	3,226.22
<b>6. Furniture and fixtures</b>	5,407.69	5,407.63	0.06	5,407.69	5,295.45	112.24		22,256.70
	200,861.51	190,667.15	10,194.36	200,861.51	188,758.08	12,103.43	<b>V. Retained earnings</b>	
							Retained earnings (Deficit)	415.19
Total fixed assets and investments (CI+CII)	309,979.63	292,256.11	17,723.52	309,979.63	279,435.23	30,544.40		415.19
							Total (AI+AIV+AV)	272,454.39
<b>D. CURRENT ASSETS</b>							<b>B. PROVISIONS FOR ACCRUED LIABILITIES AND CHARGES</b>	
<b>II. Accounts Receivable</b>							<b>2. Other provisions</b>	0.00
<b>1. Trade receivables</b>			5,398.64			5,928.79		1,143.34
<b>11. Sundry receivables</b>			12,737.66			13,133.22		
			18,136.30			19,062.01	<b>C. LIABILITIES</b>	
<b>III. Securities</b>							<b>II. Short term liabilities</b>	
<b>3a. REPOS</b>			280,000.00			255,000.00	<b>1. Suppliers</b>	5,900.00
<b>IV. Cash</b>							<b>5. Taxes payable</b>	17,665.52
<b>1. In hand</b>			205.63			53.73	<b>6. Social insurance contributions</b>	1,433.73
<b>3. Demand and time deposit accounts</b>			10,646.01			7,081.80	<b>10. Dividends payable</b>	28,985.00
			10,851.64			7,135.53	<b>11. Sundry creditors</b>	272.86
Total Current Assets (DII+DIII+DIV)			308,987.94			281,197.54	Total Liabilities (CII)	54,257.11
							<b>TOTAL LIABILITIES (A+B+C)</b>	311,741.98
<b>TOTAL ASSETS (B+C+D)</b>			<b>326,711.50</b>			<b>#REF!</b>		<b>326,711.50</b>

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

**STATEMENT OF APPROPRIATION OF EARNINGS**

	Amounts of current fiscal year 2004 in €		Amounts of previous fiscal year 2003 in €			Amounts of current fiscal year 2004	Amounts of previous fiscal year 2003
<b>I. Operating income</b>							
Turnover (net sales)		97,656.19		148,698.04	Net earnings before taxes	62,770.02	84,461.14
<b>Cost of sales</b>		<u>29,688.20</u>		<u>48,012.97</u>	Retained earnings of prior year	336.29	-29,314.29
Gross operating income		67,967.99		100,685.07	Taxes paid relating to prior years	<u>-10,206.61</u>	<u>-2,978.38</u>
<b>Other operating income</b>		<u>27,450.72</u>		<u>27,571.81</u>	Total	52,899.70	52,168.47
<b>Total</b>		<u>95,418.71</u>		<u>128,256.88</u>	<b>Deduct: 1. Income Tax</b>	21,969.51	19,488.79
 					Earnings available for distribution	<u><u>30,930.19</u></u>	<u><u>32,679.68</u></u>
<b>General and Administrative costs</b>		13,480.54		18,079.45	<i>Proposed distribution:</i>		
Sales and Distributions costs		<u>26,989.00</u>		<u>29,242.54</u>	Legal reserve	1,530.00	1,653.39
		54,949.17		80,934.89	First dividend	28,985.00	30,690.00
Interest and related income		6,702.51		3,899.01	Retained earnings	<u>415.19</u>	<u>336.29</u>
Interest expenses and bank charges		<u>25.00</u>		<u>47.55</u>		<u><u>30,930.19</u></u>	<u><u>32,679.68</u></u>
Total operating income		61,626.68		84,786.35			
<b>II. Extraordinary income/expenses</b>							
Extraordinary and non-operating income		0.00		3.67			
Revenues from provisions of previous years		<u>1,143.34</u>		<u>0.00</u>			
Expenses of previous years	0.00	0.00	328.88	<u>328.88</u>			
Total operating and extraordinary income		62,770.02		84,461.14			
Depreciation of fixed assets		12,820.88		18,149.27			
<b>Minus:</b> Depreciation included in operating costs		<u>12,820.88</u>		<u>18,149.27</u>			
<b>NET EARNINGS BEFORE TAXES</b>		<u><u>62,770.02</u></u>		<u><u>84,461.14</u></u>			

**Thessaloniki 27 January 2005**

CHAIRMAN OF THE BOARD OF DIRECTORS

A MEMBER OF THE BOARD OF DIRECTORS

CHIEF ACCOUNTANT

Nikolaos A. Vasakos  
I.D. NO P220107/95

Dimitrios D. Giatras  
I.D. NO. A449840/78

Stavros D. Chatziaristeridis  
I.D. NO. Π409121/92  
Licence NO.: 7607 - A` Class

**REPORT OF THE AUDITORS**

**To The Shareholders TAGARADES COMMUNITY QUARRIES S.A**

We have audited the Financial Statements and the related Notes thereon of TAGARADES COMMUNITY QUARRIES S.A. for the year ended 31 December 2004. Our audit, which included the activities of the Company's branch, 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 year and the cost of production, which has been derived from the accounting records, has been determined in accordance with generally accepted costing principles. 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.

From our audit we have identified that the books and records maintained by the Company have not been audited by the tax authorities for the fiscal years 2003 and 2004. As a result, the Company's tax liabilities for these years have not been finalised.

In our opinion, except for the matter referred to above, 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, 11 February 2005

The Certified Auditor Accountant