

Balance Sheet

		As at 31 December	
<u>ASSETS</u>	Notes	2005	2004
Receivables and prepayments	7	212.419,86	1.355.714,86
Cash and cash equivalents	8	3.397,89	7.129,30
Current assets		215.817,75	1.362.844,16
Total assets		215.817,75	1.362.844,16
<u>LIABILITIES</u>			
Trade and other payables	9	0,00	3.499,36
Current liabilities		0,00	3.499,36
Total liabilities (a)		0,00	3.499,36
Share capital	13	223.060,00	223.060,00
Retained earnings		-7.242,25	1.136.284,80
Total equity (b)		215.817,75	1.359.344,80
TOTAL EQUITY AND LIABILITIES (a+b)		215.817,75	1.362.844,16

These financial statements have been approved for publishing from the Board of Directors on 25/01/2006

Income Statement

		As at 31 December	
	Notes	2005	2004
Turnover		0,00	1.448.094,37
Cost of sales		-525,00	-725.940,56
Gross profit		-525,00	722.153,81
Other operating income/ (expense)			509.271,33
Administrative expenses		-12.997,39	-98.300,00
Earnings before interest, taxes and depreciation		-13.522,39	1.133.125,14
Earnings before interest and taxes	2	-13.522,39	1.133.125,14
Finance (cost) / income	3	-4,66	43,12
Profit before taxes		-13.527,05	1.133.168,26
Profit after taxes		-13.527,05	1.133.168,26

Statement of Changes in Shareholders'

	Notes	Ordinary shares	Retained earnings	Total
Year ended 31 December 2004				
Opening balance		223.060,00	3.116,54	226.176,54
Net profit per income statement			1.133.168,26	1.133.168,26
Closing Balance at 31 December 2004		223.060,00	1.136.284,80	1.359.344,80
Year ended 31 December 2005				
Opening balance		223.060,00	1.136.284,80	1.359.344,80
Net profit per income statement			-13.527,05	-13.527,05
Dividends			-1.130.000,00	-1.130.000,00
Closing Balance at 31 December 2005		223.060,00	-7.242,25	215.817,75

Cash Flow Statement

		Year ended 31 December		
notes	2005	2004		
Cash flows from operating activities				
	Cash generated from operations	14	1.134.017,25	40.393,31
	Interest received		1,49	181,00
	Income taxes paid		-7.744,00	0
	<i>Net cash generated from operating activities</i>		<u>1.126.274,74</u>	<u>40.574,31</u>
 <i>Cash flows from investing activities</i>				
	Proceeds from sale of property, plant and equipment			600.000,00
	<i>Net cash generated from investing activities</i>		<u>0,00</u>	<u>600.000,00</u>
 Cash flows from financing activities				
	Interest paid		-6,15	351,00
	Dividend paid		-1.130.000,00	-640.000,00
	<i>Net cash flows from financing activities</i>		<u>-1.130.006,15</u>	<u>-639.649,00</u>
 Net increase/(decrease) in cash and cash equivalents and bank overdrafts				
			-3.731,41	925,31
	Cash and cash equivalents at beginning of the period	10	7.129,30	6.203,99
	Cash and cash equivalents at end of the period	10	<u>3.397,89</u>	<u>7.129,30</u>

1.	Accounting principles.....	5
A.	Basis of compilation	6
B.	Tangible assets	6
C.	Receivables	7
D.	Cash and cash equivalents	7
E.	Deferred tax assets	7
F.	Dividends	7
2.	Finance Risk Management	7
A.	Finance Risk Factors	7

1. Accounting principles

General information

The maritime company KIMOLOS is a ship owning company that was established according to law 959/1979 and is registered in the Naval Company Register of Piraeus of August 20th, 1980, serial number 198. The company is a subsidiary of TITAN Cement Co. S.A., a company listed on the Athens Stock Exchange.

Summary of significant accounting principles

The basic accounting principles adopted for the compilation of these financial statements are listed below:

A. Basis of compilation

The company has applied IFRS 1 that is mentioned in the adaptation of IFRS for the first time.

The principles listed below have been applied to all fiscal years cited.

The reconciliation of accounts and description of consequences of the conversion of Greek Statutory Statements to IFRS to the net equity and the net income of the company is cited in note 29.

The financial statements have been compiled according to historical cost.

B. Tangible assets

The company did not record annual depreciation due to the fact that the ship was sold on August 3rd, 2004.

C. Receivables

Accounts receivable are acknowledged at their current value. When the company has objective indications that it will not collect the amounts owed to it, according to the limitations restrictions of each agreement, it formulates a provision for the write off of the receivable. The amount of the provision is recorded as expenditure in the Income Statement.

D. Cash and cash equivalents

The basic financial data of current assets are receivables and cash. Receivables from commercial activities appear at their nominal value. The Board of Directors regularly examines the ability to collect and initiates projections when deemed necessary. Receivables are written off of the financial results when considered doubtful.

According to the estimation of the board of the directors, provisions for doubtful receivables were not necessary.

E. Deferred Tax Assets

Provisions for deferred tax assets were not made because the company is not taxed according to its profit but according to the registered capacity of the ship.

F. Dividends

Dividends are recorded in the financial statements of the fiscal year in which the proposal for appropriation is made by the board of directors.

2. Finance Risk Management

A. Credit risk

The company faces no significant credit risks. Receivables from clients are from the mother company.

Notes to the financial statements

Index to notes to the financial statements	Page
2 Profit from operations	9
3 Finance (costs)/ income	10
4 Staff costs	10
5 Income tax expense	11
6 Property, plant and equipment	12
7 Receivables and prepayments	13
8 Cash and cash equivalents	13
9 Trade and other payables	14
10 Deferred tax liabilities	15
11 Retirement and termination benefit obligations	16
12 Contingencies and commitments	17
13 Share capital	18
14 Cash generated from operations	19
15 Intercompany transactions	20
16 Reconciliation to International Financial Reporting Standards ("IFRS")Balance Sheet	21
16 Reconciliation to International Financial Reporting Standards ("IFRS")Income Statement	22
16 Reconciliation to International Financial Reporting Standards ("IFRS")Reconc.of equity	23
16 Reconciliation to International Financial Reporting Standards ("IFRS") Recon. of net income	24
17 Post balance sheet events	25

2. Profit from operations

The following items have been included in arriving at profit from operations:

	2005	2004
Depreciation on property, plant and equipment (Note 6)		
Owned assets	0,00	90.728,67
	<u>0,00</u>	<u>90.728,67</u>
	<u>0,00</u>	<u>90.728,67</u>
(Profit) / loss on disposal of property, plant and equipment		509.271,33
	0,00	355.076,00
Repairs and maintenance expenditure on property, plant and equipment		
Staff costs (Note 4)	0,00	499.938,00

3. Finance (costs) / income

	2005	2004
Interest income	1,49	
Interest expense	-6,15	-43,12
Net financing (costs)/income	-4,66	-43,12

4. Staff costs

	2005	2004
Wages and salaries	0,00	451.738,00
Social security costs	0,00	48.200,00
Total	0,00	499.938,00
Average number of employees:		
Office staff	0	15
Total	0	15

5. Income tax expense

the profit of the company is not taxable due to law 27/75

6. Property, plant and equipment

	Motor vehicles	Total
Year ended 31 December 2004		
Opening balance	90.728,67	90.728,67
Depreciation charge (Note 2)	<u>-90.728,67</u>	<u>-90.728,67</u>
Closing balace	<u>0,00</u>	<u>0,00</u>
At 31 December 2004		
Cost	751.154,20	751.154,20
Accumulated depreciation	<u>751.154,20</u>	<u>751.154,20</u>
Net book amount	<u>0,00</u>	<u>0,00</u>
Year ended 31 December 2005		
Opening balance	0,00	0,00
Depreciation charge (Note 2)	<u>0,00</u>	<u>0,00</u>
Closing balance	<u>0,00</u>	<u>0,00</u>
At 31 December 2005		
Cost	0,00	0,00
Accumulated depreciation	<u>0,00</u>	<u>0,00</u>
Net book amount	<u>0,00</u>	<u>0,00</u>

The Company has no pledges on its owned assets.

7. Receivables and prepayments

	2005	2004
Other trade receivables from related parties (Note 17)	193.340,71	1.078.340,71
Other receivables	19.079,15	277.374,15
	<u>212.419,86</u>	<u>1.355.714,86</u>

8. Cash and cash equivalents

	2005	2004
Cash at bank and in hand	76,65	206,65
Short-term bank deposits	3.321,24	6.922,65
	<u>3.397,89</u>	<u>7.129,30</u>

KIMOLOS MARITIME CO

9. Trade and other payables

	2005	2004
Other taxes	0,00	3.499,36
	<u>0,00</u>	<u>3.499,36</u>

10. Deferred tax

The profit of the company is not taxable due to law 27/75

KIMOLOS MARITIME CO

11. Retirement and termination benefit obligations

there is no actuarial study

12. Contingencies and Commitments

Contingencies

There are not subjudice decrees to the company that might have important effect to the financial statement of the company.

For the fiscal years 2001-2005 there is not taxation audit therefor these fiscal years have not been definitized yet.

13. Share capital

	Number of ordinary shares	Ordinary Shares	Total
At 1 January 2004	950	223.060	223.060
At 31 December 2004	950	223.060	223.060
At 31 December 2005	950	223.060	223.060

All issued shares are fully paid.

14. Cash generated from operations

	2005	2004
Net Profit for the year as per income statements	-13.527,05	1.133.168,26
Adjustments for:		
Profit on sale of property, plant and equipment		-509.271,33
Interest income and net foreign exchange transaction gains	4,66	170,00
Changes in working capital:		
Decrease / (increase) in inventories		20.083,86
Decrease / (increase) in trade and other receivables	1.151.038,00	-526.986,00
(Decrease) / increase in trade and other payables	-3.498,36	-76.771,48
Cash generated from operations	<u>1.134.017,25</u>	<u>40.393,31</u>

15. Intercompany transactions

The following is a summary of transactions that were carried out with related parties during the year:

	2005	2004
i) Sales of goods and services		
Sale of services to Titan S.A	0,00	1.448.094,37
	<u>0,00</u>	<u>1.448.094,37</u>
ii) Purchases of goods and services		
Purchase of services from subsidiaries	12.000,00	95.000,00
	<u>12.000,00</u>	<u>95.000,00</u>
iii) Year-end balances arising from purchases of goods and services		
Receivables from Titan S.A (Note 7)	193.340,71	1.078.340,71

16. Reconciliation to International Financial Reporting Standards ("IFRS")

Reconciliation of Balance Sheet at 31 December 2004

	<i>Greek GAAP</i>	<i>Effect of transition to IFRS</i>	<i>IFRS</i>
ASSETS			
Receivables and prepayments	1.355.714,86		1.355.714,86
Cash and cash equivalents	7.129,30		7.129,30
Total current assets	1.362.844,16		1.362.844,16
TOTAL ASSETS	1.362.844,16		1.362.844,16
SHAREHOLDERS' EQUITY			
Trade and other payables	3.499,36		3.499,36
	3.499,36	0,00	3.499,36
Total liabilities(a)	3.499,36	0,00	3.499,36
Share capital	223.060,00		223.060,00
Fair value and other reserves	1.136.284,80		1.136.284,80
Share capital and reserves(b)	1.359.344,80	0,00	1.359.344,80
Total equity and liabilities(a+b)	1.362.844,16		1.362.844,16

**18 Reconciliation to International Financial Reporting Standards ("IFRS")
(continued)**

Reconciliation of Income Statement for the year ended 31 December 2004

	<i>Greek GAAP</i>	<i>Effect of transition to IFRS</i>	<i>IFRS</i>
Turnover	1.448.094,37		1.448.094,37
Cost of sales	-725.940,56		-725.940,56
Gross profit	722.153,81	0,00	722.153,81
Other operating income/ (expense)	509.271,33		509.271,33
Administrative expenses	-98.300,00		-98.300,00
Earnings before interest, taxes and depreciation	1.133.125,14		1.133.125,14
Earnings before interest and taxes			
Finance costs - net	43,12		43,12
Profit before taxes	1.133.168,26		1.133.168,26
Profit after taxes	1.133.168,26		1.133.168,26

**18. Reconciliation to International Financial Reporting Standards ("IFRS")
(continued)**

Reconciliation of Equity between Greek statutory financial statements and IFRS

As previously reported in Greek statutory financial statements at 31 December 2004 **1.359.344,80**

As restated to conform with the requirements of IFRS at 31 December 2004 **1.359.344,80**

18. Reconciliation to International Financial Reporting Standards "IFRS"(continued)

Reconciliation of Profit after tax between Greek statutory financial statements and IFRS

As previously reported in Greek statutory financial statements at 31 December 2004	1.133.168,26
As restarted to conform with the requirements of IFRS at 31 December 2004	<u>1.133.168,26</u>

19. Post balance sheet events

There are no events after 31 December 2005 considered to be material to the financial position of both the Group and the Company.

**(Translation from the original
issued in the Greek Language)**

REPORT OF THE AUDITORS

**To the Shareholders
of Kimolos N.E.**

We have audited the accompanying financial statements of Kimolos N.E. for the year ended 31 December, 2005. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, these financial statements give a true and fair view of the financial position of the Company as at 31 December, 2005 and of the results of its operations, changes in equity and cash flows for the year then ended in accordance with International Financial Reporting Standards.

The company's vessel was sold and the company has ceased trading operations.

19 January, 2006