

Balance Sheet**As at 31 December**

<u>ASSETS</u>	Notes	2005	2004
Receivables and prepayments	4	2.411,39	2.258,63
Cash and cash equivalents	3	127.053,98	318,31
Current assets		129.465,37	2.576,94
TOTAL ASSETS		129.465,37	2.576,94
<u>LIABILITIES</u>			
Trade and other payables	5	40.185,99	80.734,85
Current liabilities		40.185,99	80.734,85
Total liabilities (a)		40.185,99	80.734,85
Share capital	8	390.000,00	210.000,00
Retained earnings		-300.720,62	-288.157,91
Total equity (b)		89.279,38	-78.157,91
TOTAL EQUITY AND LIABILITIES (a+b)		129.465,37	2.576,94

SIGMA BETON S.A.

Income Statement

		As at 31 December	
	Notes	2005	2004
Administrative expenses	2	-12.562,71	-288.157,91
Earnings before interest, taxes and depreciation		-12.562,71	-288.157,91
Earnings before interest and taxes		-12.562,71	-288.157,91
Profit before taxes		-12.562,71	-288.157,91
Profit after taxes		-12.562,71	-288.157,91

SIGMA BETON S.A.

Statement of Changes in Shareholders' Equity

	Notes	Ordinary shares	Retained earnings	Total
Year ended 31 December 2004				
Opening balance			-288.157,91	-288.157,91
Share Capital increase		210.000,00		210.000,00
Closing Balance at 31 December 2004		210.000,00	-288.157,91	-78.157,91
Year ended 31 December 2005				
Opening balance		210.000,00	-288.157,91	-78.157,91
Net profit per income statement			-12.562,71	-12.562,71
Share Capital increase		180000		180.000,00
Closing Balance at 31 December 2005		390.000,00	-300.720,62	89.279,38

SIGMA BETON S.A.

Cash Flow Statement

		Year ended 31 December	
	notes	2005	2004
Cash flows from operating activities			
Cash generated from operations	9	-53.264,33	-209.681,69
<i>Net cash generated from operating activities</i>		<i>-53.264,33</i>	<i>-209.681,69</i>
Cash flows from financing activities			
Proceed from increase of share capital		180.000,00	210.000,00
<i>Net cash flows from financing activities</i>		<i>180.000,00</i>	<i>210.000,00</i>
Net increase/(decrease) in cash and cash equivalents and bank overdrafts			
		126.735,67	318,31
Cash and cash equivalents at beginning of the period		318,31	
Cash and cash equivalents at end of the period	2	<i>127.053,98</i>	<i>318,31</i>

Notes to the annual financial statements for the year ended 31 December 2005

Accounting Policies, Financial Risk Management and Critical Accounting Estimates and Judgements

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Notes to the annual financial statements for the year ended 31 December 2005

1. Accounting Policies

General information

SIGMA BETON AETE (the Company) is engaged in the production, trade and distribution of a wide range of quarries and construction materials. The Company is affiliated of INTEBETON CONSTRUCTIONS MATERIALS S.A. which is not listed on the Athens Stock Exchange.

Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below:

A Basis of preparation

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”). IFRS 1, First-time Adoption of International Financial Reporting Standards, has been applied in preparing these financial statements. These financial statements are the first financial statements to be prepared in accordance with IFRS.

The policies set out below have been consistently applied to all the years presented.

Reconciliations and descriptions of the effect of the transition from Greek GAAP to IFRS on the Group’s equity and its net income are given in note 29.

These financial statements have been prepared under the historical cost convention.

B Tangible assets.

The Company has not tangible assets.

C Intangible assets

The Company has not intangible assets.

D Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

E Deferred income taxes

There are not deferred income taxes.

Z Employee benefits

The company does not employ personnel.

2. Financial Risk Management

A Financial risk factors

The Company does not expose to financial risks.

Notes to the financial statements

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2. Cash and cash equivalents

	2005	2004
Short-term bank deposits	127.053,98	318,31
	<u>127.053,98</u>	<u>318,31</u>

3. Receivables and prepayments

	2005	2004
Other receivables	2.411,00	2.258,63
	<u>2.411,00</u>	<u>2.258,63</u>

4. Trade and other payables

	2005	2004
Other trade payables to related parties (Note 10)	6.000,00	50.343,23
Other taxes	34.185,99	30.391,62
	<u>40.185,99</u>	<u>80.734,85</u>

5. Deferred tax

No deferred tax is calculated because there is no temporary differences

6. Retirement and termination benefit obligations

The company has no employees

7. Contingencies and Commitments:

Contingencies

The company has possible commitments during the ordinary progress of works.

There are no litigation matters which have a material impact on the financial positions of the company.

The fiscal years unaudited by the tax authorities are 2003-2005.

8. Share capital

	Number of ordinary shares	Ordinary Shares	Total
At 1 January 2004	13.000	210.000	210.000
At 31 December 2004	13.000	210.000	210.000
Share Capital increase		180.000	180.000
At 31 December 2005	13.000	390.000	390.000

All issued shares are fully paid.

9. Cash generated from operations

	2005	2004
Net Profit for the year as per income statements	-12.562,71	-288.157,91
Adjustments for:		
Changes in working capital:		
Decrease / (increase) in trade and other receivables	-152,76	-2.258,63
(Decrease) / increase in trade and other payables	-40.548,86	80.734,85
Cash generated from operations	<u>-53.264,33</u>	<u>-209.681,69</u>

10. Intercompany transactions

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

	2005	2004
iii) Year-end balances arising from purchases of goods and services		
Payables to IDY S.A (Note 4)	6.000,00	50.343,00

11. 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>
<u>ASSETS</u>			
Receivables and prepayments	2.258,63	0,00	2.258,63
Cash and cash equivalents	318,31	0,00	318,31
Current assets	2.576,94	0,00	2.576,94
TOTAL ASSETS	2.576,94	0,00	2.576,94
<u>LIABILITIES</u>			
Trade and other payables	80.734,85	0,00	80.734,85
Current liabilities	80.734,85	0,00	80.734,85
Total liabilities (a)	80.734,85	0,00	80.734,85
Share capital	210.000,00	0,00	210.000,00
Retained earnings	-288.157,91	0,00	-288.157,91
Total equity (b)	-78.157,91	0,00	-78.157,91
TOTAL EQUITY AND LIABILITIES (a+b)	2.576,94	0,00	2.576,94

**11. 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>
Administrative expenses	-4.344,76	0,00	-4.344,76
Earnings before interest, taxes and depreciation	-4.344,76	0,00	-4.344,76
Earnings before interest and taxes	-4.344,76	0,00	-4.344,76
Profit before taxes	-4.344,76	0,00	-4.344,76
Profit after taxes	-4.344,76	0,00	-4.344,76

**11. 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	-78.157,91
As restated to conform with the requirements of IFRS at 31 December 2004	<u><u>-78.157,91</u></u>

11. 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 **-4.344,76**

As restarted to conform with the requirements of IFRS at 31 December 2004 **-4.344,76**

12. Post balance sheet events

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

AUDITOR'S REPORT

To the
REGULAR GENERAL ASSEMBLY
of the Shareholders of the Company

SIGMA BETON S.A.

Dear Shareholders,

We have audited the attached balance sheet of SIGMA BETON S.A. of December 31, 2005 and the relevant results statements, cash flow and variations in the shareholders' equity of the company for the fiscal year ending December 31, 2005. The responsibility for the constitution of financial statements that is cited on pages 5 to 14, lies with the board of directors of the Company. Our responsibility is limited to the formation and the expression of an opinion regarding the financial statements based on the audit conducted.

Our audit was conducted according to Greek Auditing Standards which are in accordance to International Auditing Standards. These standards demand that the design and execution of the audit be done in a manner that ensures reasonable certainty that the financial statements are free of essential inaccuracies and omissions. The audit includes the examination, on a random sample basis, of proof that supports the amounts and the information included in the financial statements. The audit also includes the evaluation of accounting principles that were followed, the estimations of the company's board of directors and in general the presentation of data in the financial statements as well as the agreement of the contents of the Director's Report that is cited on pages 2 to 4 with the financial statements. We believe that the audit conducted provides a sufficient basis for the formation of your opinion.

In our opinion, the aforementioned company and consolidated financial statements from every essential aspect reasonably present the financial position of the company on December 31, 2005 as well as the results of the projects and cash flow for the fiscal year ending on this date, according to International Financial Reporting Systems as has been adopted by the European Union and the Directors' Report agrees with the aforementioned financial statements..

Athens, 22 February 2006

THE AUDITORS

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