

Auditor' s Report

Kindly refer to the relevant document in the Greek version.

Titan Cement International Trading S.A.
Balance Sheet
Amounts in €

	As at 31 December	
<u>ASSETS</u>	2006	2005
Investments in subsidiaries	742,981	742,970
Available-for-sale financial assets	8,884	8,313
Non-current assets	751,865	751,283
Receivables and prepayments	1,289,070	1,420,596
Cash and cash equivalents	85,722	18,065
Current assets	1,374,792	1,438,661
TOTAL ASSETS	2,126,657	2,189,944
<u>LIABILITIES</u>		
Retirement benefit obligations	15,779	8,631
Non-current liabilities	15,779	8,631
Trade and other payables	1,339,918	1,273,672
Income tax payable	22,000	212,545
Current liabilities	1,361,918	1,486,217
Total liabilities (a)	1,377,697	1,494,848
Share capital (50,000 shares of €3.00)	150,000	150,000
Reserves	106,248	79,590
Retained earnings	492,712	465,506
Total equity (b)	748,960	695,096
TOTAL EQUITY AND LIABILITIES (a+b)	2,126,657	2,189,944

These financial statements have been approved for issue by the Board of Directors on 17 February 2007.

Titan Cement International Trading S.A.**Income Statement**

Amounts in €

	For the year ended 31 December	
	2006	2005
Revenue	7,436,753	9,883,259
Cost of sales	-7,060,591	-9,465,093
Gross profit before depreciation	376,162	418,166
Other income	16,343	196,859
Administrative expenses	-125,510	-106,672
Selling and marketing expenses	-8,203	-9,859
Profit before interest and taxes	258,792	498,494
Income from participations and investments	0	19,021
Finance revenue	31,406	279,736
Finance costs	-214,334	-120,226
Profit before taxes	75,864	677,025
Less: income tax expense	-22,000	-212,545
Profit after taxes	53,864	464,480

Titan Cement International Trading S.A.
Statement of Changes in Shareholders' Equity
Amounts in €

	Ordinary shares	Reserves	Retained earnings	Total
Year ended 31 December 2005				
Balance at 1 January 2005	150,000	79,590	408,526	638,116
Dividends paid	0	0	-407,500	-407,500
Profit for the year	0	0	464,480	464,480
Balance at 31 December 2005	<u>150,000</u>	<u>79,590</u>	<u>465,506</u>	<u>695,096</u>
Year ended 31 December 2006				
Balance at 1 January 2006	150,000	79,590	465,506	695,096
Profit for the year	0	0	53,864	53,864
Transfer to reserves	0	26,658	-26,658	0
Balance at 31 December 2006	<u>150,000</u>	<u>106,248</u>	<u>492,712</u>	<u>748,960</u>

Titan Cement International Trading S.A.
Cash Flow Statement
Amounts in €

	For the year ended 31 December	
	2006	2005
Cash flows from operating activities		
Cash generated from operations	279,154	-4,110
Interest received	1,800	6,318
Income tax paid	-212,545	74,888
<i>Net cash generated from operating activities (a)</i>	68,409	77,096
Cash flows from investing activities		
Proceeds from dividends	0	19,020
Acquisition of subsidiaries, net of cash	-571	-272,256
Purchase of available-for-sale financial assets	-11	-1,800
<i>Net cash generated from investing activities (b)</i>	-582	-255,036
Cash flows from financing activities		
Interest paid	-170	-236
Dividends paid	0	-407,500
<i>Net cash flows from financing activities (c)</i>	-170	-407,736
Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)	67,657	-585,676
Cash and cash equivalents at beginning of the year	18,065	603,741
Cash and cash equivalents at end of the year	85,722	18,065