

THE AUDITOR'S REPORT HAS BEEN TRANSLATED FROM THE GREEK ORIGINAL VERSION ISSUED ON THE GREEK FULL SET OF THE COMPANY'S FINANCIAL STATEMENTS

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of INTERBETON CONSTRUCTION MATERIALS S.A.

Report on the Financial Statements

We have audited the accompanying financial statements of INTERBETON CONSTRUCTION MATERIALS S.A. (the "Company"), which comprise the balance sheet as at 31 December 2008, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Company's management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards that have been adopted by the European Union. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Greek Auditing Standards, which are based on International Standards of Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the aforementioned financial statements present fairly, in all material respects, the financial position of INTERBETON CONSTRUCTION MATERIALS S.A. as of 31 December 2008, and of its financial performance and its cash flows for

the year then ended in accordance with International Financial Reporting Standards that have been adopted by the European Union.

Report on Other Legal and Regulatory Requirements

We confirm that the information given in the Directors' Report is consistent with the accompanying financial statements and complete in the context of the requirements of articles 43a and 37 of Codified Law 2190/1920.

Athens, 10 April 2009
THE CERTIFIED AUDITOR ACCOUNTANT

SOFIA KALOMENIDES
S.O.E.L. R.N. 13301
ERNST & YOUNG (HELLAS)
CERTIFIED AUDITORS ACCOUNTANTS S.A.

INTERBETON CONSTRUCTION MATERIALS S.A
INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2008

Amounts in Euro

	Note	2008	2007
Revenue		179.443.011	179.565.507
Cost of sales		-149.426.011	-146.599.398
Gross profit before depreciation and amortization		30.017.000	32.966.109
Other operating income	2	4.564.659	1.481.364
Administrative expenses		-9.391.675	-8.910.953
Selling expenses		-4.405.498	-4.155.680
Other operating expenses	2	-3.926.070	-5.169.546
Profit before interest, taxes, depreciation and amortization		17.488.416	16.211.294
Depreciation and amortization corresponding to the cost of sales		-4.775.691	-4.038.796
Depreciation and amortization corresponding to the administrative and selling expenses		-316.389	-257.122
Profit before interest and taxes		12.396.336	11.915.376
Income from participation and investments	4	556.855	470.231
Finance income	4	73.555	17.490
Finance expense	4	-2.973.078	-1.425.329
Profit before taxes		10.053.668	10.977.768
Less: Corporate income tax expense	6	-315.952	-2.546.769
Profit after taxes		9.737.716	8.430.999

INTERBETON CONSTRUCTION MATERIALS S.A
BALANCE SHEET AS OF 31 DECEMBER 2008

Amounts in Euro

	Notes	2008	2007
Assets			
Tangible assets	7	76.397.350	71.174.792
Intangible assets	8	8.058.683	7.435.976
Investments in subsidiaries	9	27.805.164	8.481.975
Other long-term receivables	11	1.374.030	4.456.418
Non current assets		113.635.227	91.549.161
Inventories	12	5.338.430	4.676.908
Receivables and prepayments	13	57.597.556	64.812.066
Income tax receivables	10	405.302	-
Available for sale financial assets		587	587
Cash and cash equivalents	14	89.993	138.274
Current assets		63.431.868	69.627.835
TOTAL ASSETS		177.067.095	161.176.996
EQUITY AND LIABILITIES			
Share capital (7.275.305 shares of € 3,37)	20	24.517.778	24.517.778
Share premium	20	2.308.961	2.308.961
Reserves	21	31.051.878	27.986.527
Retained earnings		27.652.085	20.773.480
TOTAL EQUITY AND LIABILITIES (a)		85.530.702	75.586.746
Deferred tax liabilities	17	4.135.496	4.231.855
Retirement benefit obligations	18	6.428.661	6.598.495
Provisions	24	2.561.142	4.201.853
Other long-term liabilities	19	112.440	188.650
Non-current liabilities		13.237.739	15.220.853
Trade and other payables	15	34.964.117	39.601.936
Income tax payable		-	287.064
Short term borrowings	16	42.784.437	29.528.397
Provisions	24	550.100	952.000
Current liabilities		78.298.654	70.369.397
Total liabilities (b)		91.536.393	85.590.250
TOTAL EQUITY AND LIABILITES (a+b)		177.067.095	161.176.996

INTERBETON CONSTRUCTION MATERIALS S.A
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2008

Amounts in Euro

	Note	Share Capital	Share Premium	Reserves	Retained earnings	Total
Year ended 31 December 2007						
Balance as of 1 January 2007		24.517.778	2.308.961	27.486.669	13.773.663	68.087.071
Profit after tax of the year		-	-	-	8.430.999	8.430.999
Other balances of merged companies				64.049	-995.373	-931.324
Transfer to reserves from retained earnings	21	-	-	435.809	-435.809	-
Balance as of 31 December 2007		24.517.778	2.308.961	27.986.527	20.773.480	75.586.746
Year ended 31 December 2008						
Balance as of 1 January 2008		24.517.778	2.308.961	27.986.527	20.773.480	75.586.746
Profit of the year		-	-	-	9.737.716	9.737.716
Other (balances of merged companies)		-	-	579.355	-373.115	206.240
Transfer to reserves from retained earnings	21	-	-	2.485.996	-2.485.996	-
Balance as of 31 December 2008		24.517.778	2.308.961	31.051.878	27.652.085	85.530.702

INTERBETON CONSTRUCTION MATERIALS S.A
CASH FLOWS STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2008

Amounts in Euro

	Note	2008	2007
<i>Cash flows from operating activities</i>			
Profit before taxes		10.053.668	10.977.768
<i>Adjustments for:</i>			
Depreciation of tangible assets		5.092.081	4.295.918
Amortization of government grants		-76.210	-76.210
Written off tangible assets		98.681	70.948
Provision for impairment of investments		858.764	2.666.904
Profit from sale of tangible assets		-3.300.025	-173.805
Provisions for doubtful accounts		693.357	1.228.694
Other provisions		-2.042.611	-600.947
Provision for retirement benefits		826.283	857.967
Shareholding capital decrease		540.000	-
Interest income		-36.606	-16.108
Proceeds from dividends		-556.855	-470.231
Interest expenses		2.973.078	1.425.329
Discount received on income tax payment		-36.949	-1.382
<i>Changes in working capital:</i>			
Increase in inventories		-661.523	-1.336.326
Decrease in trade and other receivables		6.521.151	5.970.011
Decrease in trade and other payables		-4.108.363	1.983.370
<i>Cash generated from operation</i>		16.837.921	26.801.900
Taxes paid		-2.630.249	-4.259.448
<i>Net cash from operating activities</i>		14.207.672	22.542.452
<i>Cash flows from investing activities</i>			
Purchase of tangible and intangible assets	7, 8	-9.156.197	-22.530.342
Proceeds from the sale of tangible and intangible assets	22	4.593.371	280.718
Proceeds from dividends		556.855	470.231
Interest received		73.555	17.490
Acquisition of subsidiaries, net of cash	9	-21.800.819	-5.059.878
From the merger of a company		-1.888.068	-868.104
Decrease/(increase) in other long-term receivables		3.082.388	-4.043.734
<i>Net cash outflows from investing activities</i>		-24.538.915	-31.733.619
<i>Cash flows from financing activities</i>			
Interest paid		-2.973.078	-1.425.329
Proceeds from borrowings		13.256.040	10.523.818
<i>Net cash inflows from financing activities</i>		10.282.962	9.098.489
Net decrease in cash and cash equivalents		-48.281	-92.678
Cash and cash equivalents at the beginning of the year	14	138.274	230.952
<i>Cash and cash equivalents at the year end</i>	14	89.993	138.274