



## **Independent auditor's report**

### **To the Shareholders of "POLIKANDRIOTIS CONCRETE ABEE"**

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of "POLIKANDRIOTIS CONCRETE ABEE" (the "Company") which comprise the balance sheet as of 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**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards as adopted by 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 International Standards on 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 the system of 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 entity's system of 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 accompanying financial statements present fairly, in all material respects, the financial position of the Company as of 31 December 2008, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards, as adopted by the European Union.

### **Report on Other Legal and Regulatory Requirements**

The Board of Directors' Report includes the information required by article 43a and article 37 of Law 2190/1920 and its content is consistent with the accompanying financial statements.



Athens, February 24, 2009

**Anagnos Th. Lymperis**  
**Certified Public Accountant**  
**R.N.I. CPA. 11241**

**POLYKANDRIOTIS READY - MIX CONCRETE INDUSTRIAL AND COMMERCIAL S.A.**

**BALANCE SHEET AS OF 31 DECEMBER 2008**

*(Amounts in € )*

		<b>2008</b>	<b>2007</b>
<b><u>ASSETS</u></b>			
	<b>Notes</b>		
Tangible assets	2	9.200	9.200
Intangible assets		140.800	140.800
<b>Total non-current assets</b>		<b>150.000</b>	<b>150.000</b>
Trade receivables and prepayments	3	29.266	28.666
Cash and cash equivalents	4	7.197	2.716
<b>Total current assets</b>		<b>36.463</b>	<b>31.382</b>
<b>TOTAL ASSETS</b>		<b>186.463</b>	<b>181.382</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
Share Capital (1.200 Shares of € 50,00)	8	60.000	60.000
Accumulated Losses and other reserves		-8.906	-3.578
<b>Total equity (a)</b>		<b>51.094</b>	<b>56.422</b>
Trade and other payables	5	135.369	124.960
<b>Total liabilities (b)</b>		<b>135.369</b>	<b>124.960</b>
<b>TOTAL EQUITY AND LIABILITIES (a)+(b)</b>		<b>186.463</b>	<b>181.382</b>

**POLYKANDRIOTIS READY - MIX CONCRETE INDUSTRIAL AND COMMERCIAL S.A.**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2008**  
*(Amounts in €)*

	2008	2007
Administrative expenses	-5.409	-4.784
<b>Loss before interest, taxes and depreciation</b>	<b>-5.409</b>	<b>-4.784</b>
Finance income	83	1.206
Finance expenses	-2	-
<b>Loss before taxes</b>	<b>-5.328</b>	<b>-3.578</b>
Less: Corporate income tax expense	-	-
<b>Loss after taxes</b>	<b>-5.328</b>	<b>-3.578</b>

**POLYKANDRIOTIS READY - MIX CONCRETE INDUSTRIAL AND COMMERCIAL S.A.**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2008**

*(Amounts in €)*

	Note	Ordinary shares	Accumulated losses	Total
<b>Year ended 31 December 2007</b>				
<b>Balance as of 1 January 2007</b>				
Share capital paid		60.000	-	60.000
Net loss of the year		-	-3.578	-3.578
<b>Balance as of 31 December 2007</b>	7	<b>60.000</b>	<b>-3.578</b>	<b>56.422</b>
<b>Year ended 31 December 2008</b>				
<b>Balance as of 1 January 2008</b>		<b>60.000</b>	<b>-3.578</b>	<b>56.422</b>
Net loss of the year		-	-5.327	-5.327
<b>Balance as of 31 December 2008</b>	7	<b>60.000</b>	<b>-8.905</b>	<b>51.095</b>

**POLYKANDRIOTIS READY - MIX CONCRETE INDUSTRIAL AND COMMERCIAL S.A.**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2008**

*(Amounts in Euro)*

	Notes	2008	2007
<b><i>Cash flows from operating activities</i></b>			
Loss before taxes		-5.328	-3.578
<i>Adjustments for:</i>			
Interest received		-81	-1.206
Changes in working capital:			
Increase in trade and other receivables		-601	-28.666
Increase in trade and other payables		10.410	124.961
<i>Cash generated from operations</i>		<u>4.400</u>	<u>91.511</u>
<b><i>Net cash flows from operating activities</i></b>		<b><u>4.400</u></b>	<b><u>91.511</u></b>
<b><i>Cash flows from investing activities</i></b>			
Purchase of tangible and intangible assets		0	-150.000
Interest received		83	1.205
<b><i>Net cash flow from investing activities</i></b>		<b><u>83</u></b>	<b><u>-148.795</u></b>
<b><i>Cash flows from financing activities</i></b>			
Proceeds from issuance of share capital		0	60.000
Interest paid		-2	-
<b><i>Net cash flows from financing activities</i></b>		<b><u>-2</u></b>	<b><u>60.000</u></b>
Net increase in cash and cash equivalents		4.481	2.716
Cash and cash equivalents at the beginning of the year		2.716	-
<b><i>Cash and cash equivalents at the end of the year</i></b>	4	<b><u>7.197</u></b>	<b><u>2.716</u></b>