

**THE AUDITOR'S REPORT HAS BEEN TRANSLATED FROM THE GREEK  
ORIGINAL VERSION**

**Independent Auditor's Report  
To the Shareholders of QUARRIES GOURNON S.A.**

**Report on the Financial Statements**

We have audited the accompanying financial statements of QUARRIES GOURNON S.A., which comprise the statement of financial position as at December 31, 2011, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**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 the European Union and for such internal controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**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 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 entity'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 QUARRIES GOURNON S.A. as at December 31, 2011, and of its financial performance and its 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**

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, 6 April 2012**  
**THE CERTIFIED AUDITOR ACCOUNTANT**

**CHRISTOS PELENDRIDIS**  
**S.O.E.L. R.N. 17831**  
**ERNST & YOUNG (HELLAS) CERTIFIED AUDITORS ACCOUNTANTS S.A.**  
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**SOEL REG. No. 107**

**INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES S.A.**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**  
*(Amounts in Euro)*

|                                                                              | <b>2011</b>         | <b>2010 (1)<br/>Restated</b> |
|------------------------------------------------------------------------------|---------------------|------------------------------|
| Revenue                                                                      | 2,997,142.58        | 1,765,057.74                 |
| Cost of sales                                                                | -1,817,519.99       | -1,507,079.72                |
| <b>Gross profit before depreciation and amortization</b>                     | <b>1,179,622.59</b> | <b>257,978.02</b>            |
| Other operating income                                                       | 8,903.51            | 46,677.95                    |
| Administrative expenses                                                      | -258,258.69         | -282,683.08                  |
| Selling expenses                                                             | -192,286.81         | -68,845.16                   |
| Other operating expenses                                                     | -102,875.92         | -49,577.14                   |
| <b>Profit/(Losses) before interest, taxes, depreciation and amortization</b> | <b>635,104.68</b>   | <b>-96,449.41</b>            |
| Depreciation corresponding to the cost of sales                              | -127,531.18         | -88,475.38                   |
| Depreciation corresponding to the administrative and selling expenses        | -2,406.93           | -1,648.50                    |
| <b>Profit/(Losses) before interest and taxes</b>                             | <b>505,166.57</b>   | <b>-186,573.29</b>           |
| Finance income                                                               | 2,520.00            | 3,685.55                     |
| Finance expenses                                                             | -37,158.07          | -14,259.02                   |
| <b>Profit/(Losses) before taxes</b>                                          | <b>470,528.50</b>   | <b>-197,146.76</b>           |
| Less: Corporate income tax expense                                           | -127,927.40         | -17,614.07                   |
| <b>Profit/(Losses) after taxes</b>                                           | <b>342,601.10</b>   | <b>-214,760.83</b>           |
| <b>Other comprehensive income/(losses)</b>                                   |                     |                              |
| Actuarial gains/(losses)                                                     | 43,537.34           | -11,186.56                   |
| Corresponding corporate income tax                                           | -8,707.47           | 2,371.55                     |
| <b>Other comprehensive income/(losses) after taxes</b>                       | <b>34,829.87</b>    | <b>-8,815.01</b>             |
| <b>Total comprehensive income/(losses) for the year</b>                      | <b>377,430.97</b>   | <b>-223,575.84</b>           |

**INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A - GOURNES QUARRIES S.A.**  
**STATEMENT OF FINANCIAL POSITION AS OF 31 DECEMBER 2011**

*Amounts in Euro*

| <b><u>ASSETS</u></b>                          | <b>2011</b>         | <b>2010 (1)<br/>Restated</b> | <b>2009 (1)<br/>Restated</b> |
|-----------------------------------------------|---------------------|------------------------------|------------------------------|
| Tangible assets                               | 433,683.10          | 574,679.59                   | 658,050.73                   |
| Intangible assets                             | 4,403.00            | 4,403.00                     | 4,403.00                     |
| Other long-term receivables                   | 27,424.76           | 26,133.82                    | 26,133.82                    |
| Deferred tax assets                           | 164,373.83          | 300,708.70                   | 246,871.54                   |
| <b>Total Non-Current assets</b>               | <b>629,884.69</b>   | <b>905,925.11</b>            | <b>935,459.09</b>            |
| Inventories                                   | 2,422,905.63        | 1,477,700.99                 | 1,314,712.34                 |
| Trade receivables and prepayments             | 1,152,167.66        | 1,291,159.31                 | 986,207.29                   |
| Cash and cash equivalents                     | 111,046.73          | 130,721.69                   | 152,538.05                   |
| <b>Total current assets</b>                   | <b>3,686,120.02</b> | <b>2,899,581.99</b>          | <b>2,453,457.68</b>          |
| <b>TOTAL ASSETS</b>                           | <b>4,316,004.71</b> | <b>3,805,507.10</b>          | <b>3,388,916.77</b>          |
| <b><u>EQUITY AND LIABILITIES</u></b>          |                     |                              |                              |
| Share capital (403,400 shares of € 3.00)      | 1,210,200.00        | 1,210,200.00                 | 1,210,200.00                 |
| Reserves                                      | 478,649.17          | 478,649.17                   | 478,649.17                   |
| Accumulated losses                            | -726,285.16         | -1,103,716.13                | -880,140.29                  |
| <b>Total equity (a)</b>                       | <b>962,564.01</b>   | <b>585,133.04</b>            | <b>808,708.88</b>            |
| Retirement benefit obligations                | 116,648.16          | 193,155.66                   | 190,229.59                   |
| Other provisions                              | 16,963.00           | 17,272.00                    | 12,847.00                    |
| <b>Total long-term liabilities</b>            | <b>133,611.16</b>   | <b>210,427.66</b>            | <b>203,076.59</b>            |
| Short- term borrowings                        | 639,145.09          | 359.66                       | 593.13                       |
| Trade and other payables                      | 1,517,982.45        | 1,321,884.74                 | 664,836.17                   |
| Other provisions                              | -                   | -                            | 24,000.00                    |
| Dividends payable                             | 1,062,702.00        | 1,687,702.00                 | 1,687,702.00                 |
| <b>Total short- term liabilities</b>          | <b>3,219,829.54</b> | <b>3,009,946.40</b>          | <b>2,377,131.30</b>          |
| <b>Total liabilities (b)</b>                  | <b>3,353,440.70</b> | <b>3,220,374.06</b>          | <b>2,580,207.89</b>          |
| <b>TOTAL EQUITY AND LIABILITIES (a) + (b)</b> | <b>4,316,004.71</b> | <b>3,805,507.10</b>          | <b>3,388,916.77</b>          |

**INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES S.A.**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

*Amounts in Euro*

|                                                     | Share capital       | Reserves          | Accumulated losses/retained earnings<br>(1) Restated | Total              |
|-----------------------------------------------------|---------------------|-------------------|------------------------------------------------------|--------------------|
| <b>Balance as of 1 January 2010</b>                 | 1,210,200.00        | 478,649.17        | -917,955.65                                          | 770,893.52         |
| Restated amounts due to change in accounting policy | -                   | -                 | 37,815.36                                            | 37,815.36          |
| <b>Balance as of 1 January 2010 (restated)</b>      | <b>1,210,200.00</b> | <b>478,649.17</b> | <b>-880,140.29</b>                                   | <b>808,708.88</b>  |
| Net loss of the year                                | -                   | -                 | -214,760.83                                          | -214,760.83        |
| Other comprehensive losses                          | -                   | -                 | -8,815.01                                            | -8,815.01          |
| <b>Total comprehensive losses for the year</b>      | <b>-</b>            | <b>-</b>          | <b>-223,575.84</b>                                   | <b>-223,575.84</b> |
| <b>Balance as of 31 December 2010</b>               | <b>1,210,200.00</b> | <b>478,649.17</b> | <b>-1,103,716.13</b>                                 | <b>585,133.04</b>  |
| <b>Year ended 31 December 2011</b>                  |                     |                   |                                                      |                    |
| <b>Balance as of 1 January 2011</b>                 | <b>1,210,200.00</b> | <b>478,649.17</b> | <b>-1,103,716.13</b>                                 | <b>585,133.04</b>  |
| Net profit of the year                              | -                   | -                 | 342,601.10                                           | 342,601.10         |
| Other comprehensive income                          | -                   | -                 | 34,829.87                                            | 34,829.87          |
| <b>Total comprehensive income for the year</b>      | <b>-</b>            | <b>-</b>          | <b>377,430.97</b>                                    | <b>377,430.97</b>  |
| <b>Balance as of 31 December 2011</b>               | <b>1,210,200.00</b> | <b>478,649.17</b> | <b>-726,285.16</b>                                   | <b>962,564.01</b>  |

**INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES S.A.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

*Amounts in Euro*

|                                                                  | <b>2011</b>       | <b>2010 (1)<br/>Restated</b> |
|------------------------------------------------------------------|-------------------|------------------------------|
| <b>Cash flows from operating activities</b>                      |                   |                              |
| Cash (outflows)/inflows generated from operations                | -18,290.26        | 48,670.16                    |
| Taxes paid                                                       | -500.16           | -64,628.38                   |
| <b>Net cash outflows from operating activities (a)</b>           | <b>-18,790.42</b> | <b>-15,958.22</b>            |
| <b>Cash flows from investing activities</b>                      |                   |                              |
| Purchase of tangible assets                                      | -8,104.12         | -6,752.74                    |
| Sale of tangible assets                                          | 20,000.00         | -                            |
| Interest received                                                | 2,520.00          | 3,685.55                     |
| Increase in other long-term receivables                          | -1,290.94         | -                            |
| <b>Net cash inflows/(outflows) from investing activities (b)</b> | <b>13,124.94</b>  | <b>-3,067.19</b>             |
| <b>Cash flows from financing activities</b>                      |                   |                              |
| Dividends paid                                                   | -625,000.00       | -                            |
| Interest paid                                                    | -27,794.91        | -2,557.48                    |
| Proceeds from borrowings                                         | 1,569,532.17      | 336,394.41                   |
| Loan repayments                                                  | -930,746.74       | -336,627.88                  |
| <b>Net cash outflows from financing activities (c)</b>           | <b>-14,009.48</b> | <b>-2,790.95</b>             |
| <b>Net decrease in cash and cash equivalents (a)+(b)+(c)</b>     | <b>-19,674.96</b> | <b>-21,816.36</b>            |
| Cash and cash equivalents at the beginning of the year           | 130,721.69        | 152,538.05                   |
| <b>Cash and cash equivalents at the end of the year</b>          | <b>111,046.73</b> | <b>130,721.69</b>            |