

# GREEK POZOLANE S.A. - EXPLOITATION OF QUARRIES - POZOLANE S.A.

Register Societes Anonymes Number: 64113/62/B/07/0198

ATHANASSIOU DIAKOU 48, THESSALONIKI

FINANCIAL STATEMENTS for the period 1 January 2011 - 31 December 2011

(published according to article 135 of Law 2190, for companies publishing annual financial statements in accordance with IAS/IFRS)

The figures presented below provide summary information about the financial position of POZOLANE S.A. We advise the reader who seeks a complete picture of the financial position to visit the Company's web site, where the full year financial statements prepared according to International Financial Reporting Standards along with the auditors' report, are presented.

**Supervising Authority:** Prefecture of Thessaloniki - Department of Companies  
**Company's web address:** [www.titan-cement.com](http://www.titan-cement.com)  
**Board of Directors:** Georgiadis Georgios - President  
 Georgiou Emiliios - Managing Director  
 Koroneos Panagiotis - Member

**Date of approval of the Financial Statements:** 16 March 2012  
**Name of the auditor:** Olympia Barzou (SOEL Reg. No. 21371)  
**Auditing firm:** INTERNATIONAL AUDITORS Certified/Registered Auditors & Accountants S.A. (SOEL Reg. No. 111)  
**Auditors' opinion:** Without qualification

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2011 (Amounts in €)

	31/12/2011	31/12/2010
<b>Equity balance at the beginning of the year (1/1/2011 and 1/1/2010 respectively)</b>	87,648	122,129
Loss after tax for the year	-27,637	-34,481
<b>Equity balance at the year end (31/12/2011 and 31/12/2010 respectively)</b>	<b>60,011</b>	<b>87,648</b>

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2011 (Amounts in €)

	1/1-31/12/2011	1/1-31/12/2010
<b>Cash flows from operating activities</b>		
Losses before taxes	-27,637	-42,761
<i>Adjustments in relation to the following transactions:</i>		
Depreciation	8,157	5,164
Interest expense and relevant expenses	973	935
Interest income and relevant proceeds	-266	-84
(Increase)/Decrease in trade and other receivables	-11,922	1,755
Increase in trade payables (excluding borrowings)	104,864	30,950
<b>Cash inflows/(outflows) generated from operations</b>	<b>74,169</b>	<b>-4,041</b>
Less:		
Taxes	-	-1,310
<b>Net cash inflows/(outflows) from operating activities (a)</b>	<b>74,169</b>	<b>-5,351</b>
<b>Cash flows from investing activities</b>		
Purchase of tangible and intangible assets	-36,720	-34,110
Proceeds from interest	266	84
<b>Net cash outflows from investing activities (b)</b>	<b>-36,454</b>	<b>-34,026</b>
<b>Net cash outflows after investing activities (a)+(b)</b>	<b>37,715</b>	<b>-39,377</b>
<b>Cash flows from financing activities</b>		
Interest expense and other expenses paid	-973	-935
<b>Net cash outflows from financing activities (c)</b>	<b>-973</b>	<b>-935</b>
<b>Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)</b>	<b>36,742</b>	<b>-40,312</b>
Cash and cash equivalents at the beginning of the year	13,745	54,057
<b>Cash and cash equivalents at the year end</b>	<b>50,487</b>	<b>13,745</b>

## STATEMENT OF FINANCIAL POSITION AS OF 31 DECEMBER 2011 (Amounts in €)

	31/12/2011	31/12/2010
<b>ASSETS</b>		
Tangible assets	10,350	6,110
Intangible assets	103,714	79,391
Deferred tax receivables	9,590	9,590
Trade receivables	4,000	
Other receivables and prepayments	19,768	11,846
Cash and cash equivalents	50,487	13,745
<b>TOTAL ASSETS</b>	<b>197,909</b>	<b>120,682</b>
<b>EQUITY AND LIABILITIES</b>		
Share Capital (125,762 Shares of € 1.00)	125,762	125,762
Accumulated losses and other reserves	-65,751	-38,114
<b>Total equity (a)</b>	<b>60,011</b>	<b>87,648</b>
Other long-term liabilities	1,500	1,500
Other short-term liabilities	136,398	31,534
<b>Total liabilities (b)</b>	<b>137,898</b>	<b>33,034</b>
<b>TOTAL EQUITY AND LIABILITIES (a)+(b)</b>	<b>197,909</b>	<b>120,682</b>

## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2011 (Amounts in €)

	1/1-31/12/2011	1/1-31/12/2010
<b>Revenue</b>	50,338	67,449
Cost of sales	-37,070	-72,940
<b>Gross profit before depreciation</b>	<b>13,268</b>	<b>-5,491</b>
Administrative expenses	-28,887	-31,131
Other operating income	-	30
Other operating expenses	-3,154	-154
<b>Profit before interest, taxes, depreciation and amortization</b>	<b>-18,773</b>	<b>-36,746</b>
Depreciation	-8,157	-5,164
<b>Losses before interest and taxes</b>	<b>-26,930</b>	<b>-41,910</b>
Finance income	266	84
Finance expenses	-973	-935
<b>Losses before taxes</b>	<b>-27,637</b>	<b>-42,761</b>
Plus: Corporate income tax	-	8,280
<b>Losses after taxes</b>	<b>-27,637</b>	<b>-34,481</b>

### NOTES

1. The financial statements of the Company are included in the consolidated financial statements of TITAN CEMENT CO S.A. based in Athens.
2. The cumulative amount of sales at the beginning of the period, arisen from the intecompany trasactions is 50,338 Euro.
3. The company does not employ personnel.
4. There are no litigation matters which are likely to have significant impact on the financial position of the Company.
5. Financial years unaudited by the Tax Authorities: 2010-2011

For the financial year 2011, the Company has been subject to tax audit by Certified Public Accountants according to the provisions of the article no. 82 paragraph 5, Law 2238/1994. The aforementioned tax audit is still in progress and the tax audit certificate will be provided after the publication of the financial statements of 2011. If additional tax obligations shall result until the completion of the tax audit, we expect that they will not have any significant impact on the financial statements.

Thessaloniki, 16 March 2012

Chairman of the Board of Directors

Managing Director

Chief Accountant

Georgios Georgiadis  
I.D. AE 667084

Emiliios Georgiou  
I.D. AB 495954

Panagiotis Papanikolaou  
I.D. F. 167428  
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