Independent Auditor's Report (Translated from the original in Greek)

To the Shareholders of "TANAGRA QUARRIES S.A."

Report on the Financial Statements

We have audited the accompanying Financial Statements of "TANAGRA QUARRIES S.A." which comprise the Statement of Financial Position as at December 31, 2011 and the Statements of Comprehensive Income, Changes in Equity and Cash Flows 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 control 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 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 misstatements.

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 Financial Statements give a true and fair view of the financial position of the Company 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 verified that the contents of the Board of Directors' Report are consistent and correspond with the accompanying Financial Statements within the context defined by articles 37 and 43a of Codified Law 2190/1920.

Athens, April 6, 2012

The Certified Public Accountant

OLYMPIA G. BARZOU

SOEL Reg. N. 21371

INTERNATIONAL AUDITORS Certified / Registered Auditors & Accountants S.A,
81 Patission str. & 8 Heyden str.
Athens, Greece, 104-34

SOEL Reg. Number: 111

TANAGRA QUARRIES S.A. STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2011

	2011	2010
Revenue	1,809,083	3,919,407
Cost of sales	-2,035,617	-3,508,093
Gross profit before depreciation	-226,534	411,314
Other operating income	211,903	576,358
Administrative expenses	-410,759	-431,851
Selling expenses	-345,074	-100,877
Other operating expenses	-158,127	-1,215,962
Losses before interest, taxes and depreciation	-928,591	-761,018
Depreciation corresponding to cost of sales	-231,503	-137,284
Depreciation corresponding to administrative expenses	-29,215	-27,544
Losses before interest and taxes	-1,189,309	-925,846
Finance income	14	336
Finance expense	-142,019	-45,987
Losses before taxes	-1,331,314	-971,497
Plus: Corporate income tax	258,225	31,287
Losses after taxes	-1,073,089	-940,210

TANAGRA QUARRIES S.A.

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31 DECEMBER 2011

	2011	2010
<u>ASSETS</u>		
Tangible assets	2,443,930	2,131,084
Long-term receivables	50	50
Deferred tax assets	553,575	295,350
Total Non-Current Assets	2,997,555	2,426,484
Inventories	569,459	577,666
Receivables and prepayments	1,764,657	2,276,672
Cash and cash equivalents	1,077	15,915
Total Current Assets	2,335,193	2,870,253
TOTAL ASSETS	5,332,748	5,296,737
EQUITY AND LIABILITIES		
Share capital (440.208 shares at € 1,00)	440,208	440,208
Reserves	851,064	851,064
(Accumulated losses)/Retained earnings	-1,483,531	-410,442
Total equity (a)	-192,259	880,830
Other long-term provisions	9,800	9,800
Retirement benefit obligations	3,633	5,218
Provision of environmental rehabilitation	257,480	298,811
Long-term borrowings	-	62,221
Total non-current liabilities	270,913	376,050
Trade creditors and other payables	2 420 540	2 221 454
Corporate income tax liabilities	2,428,548	3,221,454 76,387
Borrowings liabilities	2 925 546	
-	2,825,546	742,016
Total current liabilities	5,254,094	4,039,857
Total liabilities (b)	5,525,007	4,415,907
TOTAL EQUITY AND LIABILITIES (a)+(b)	5,332,748	5,296,737

TANAGRA QUARRIES S.A. STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2011

	Share Capital	Tax exempt reserve under special law	(Accum. losses) / Retained earnings	Total
Year ended 31 December 2010				
Balance as of 1 January 2010	440,208	851,064	529,768	1,821,040
Profit of the year		-	-940,210	-940,210
Balance as of 31 December 2010	440,208	851,064	-410,442	880,830
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Year ended 31 December 2011				
Balance as of 1 January 2011	440,208	851,064	-410,442	880,830
Losses of the year			-1,073,089	-1,073,089
Balance as of 31 December 2011	440,208	851,064	-1,483,531	-192,259

TANAGRA QUARRIES S.A. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2011

	2011	2010
Cash flows from operating activities		
Cash outflows from operating activities	-1,255,543	2,257,472
Taxes paid	-76,387	-447,050
Net cash (outflows)/inflows from operating activities (a)	-1,331,930	1,810,422
Cash flows from investing activities		
Purchase of tangible and intangible assets	-573,564	-1,483,543
Interest received	14	336
Proceeds from the sale of tangible assets	<u> </u>	481,279
Net cash outflows from investing activities (b)	-573,550	-1,001,928
Interest paid	-130,667	-36,570
Increase/(Decrease) in short-term borrowings	2,081,615	-1,068,548
Decrease in long-term borrowings	-60,306	-2,813
Dividends paid	-	-93,188
Net cash inflows/(outflows) from financing activities (c)	1,890,642	-1,201,119
Net decrease in cash and cash equivalents (a)+(b)+(c)	-14,838	-392,625
Cash and cash equivalents at the beginning of the year	15,915	408,540
Cash and cash equivalents at the year end	1,077	15,915