

BELEGRATIS BROS - B.N.LEONTARIS QUARRIES AND TECHNICAL WORKS S.A. «TANAGRA QUARRIES S.A.»

Register Societes Anonymes Number: 69048/11/B/09/20

MUNICIPALITY OF TANAGRA-VIOTIA

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 TANAGRA QUARRIES S.A. We advise the reader who seeks a complete picture of the financial position to visit the Company's web sit, where the full year financial statements prepared according to International Financial Reporting Standards along with the auditors' report, are presented.

Supervising Authority: Viotia Prefecture
Company's web address: www.titan-cement.com
Board of Directors: Konstantinos Saltas - Chairman of the Board
 Georgios Leontaris - Managing Director
 Spyridon Demertzis, Konstantinos Gkikas,
 Dimitrios Tsaraktsidis - Members

Date of approval of the Financial Statements: 14 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
Equity balance at the beginning of the year (1/1/2011 and 1/1/2010 respectively)	880,830	1,821,040
Losses for the year after tax	-1,073,089	-940,210
Equity balance at the year end (31/12/2011 and 31/12/2010 respectively)	-192,259	880,830

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

	31/12/2011	31/12/2010
ASSETS		
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 share of € 1.00)	440,208	440,208
(Accumulated losses)/Retained earnings and other reserves	-632,467	440,622
Total equity (a)	-192,259	880,830
Provisions and other long-term liabilities	270,913	376,050
Short-term borrowings	2,825,546	742,016
Other short-term liabilities	2,428,548	3,297,841
Total liabilities (b)	5,525,007	4,415,907
TOTAL EQUITY AND LIABILITIES (a)+(b)	5,332,748	5,296,737

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

	1/1-31/12/2011	1/1-31/12/2010
Cash flows from operating activities		
Losses before taxes	-1,331,314	-971,497
Adjustments in relation to the following transactions:		
Depreciation	260,718	164,828
Profit from sale of tangible assets	-	-436,390
Write-off doubtful accounts	-185,978	-
Provisions	66,261	1,162,914
Interest expenses	142,005	45,651
Operating losses before changes in working capital	-1,048,308	-34,494
Decrease in inventories	8,207	28,103
Decrease in trade and other receivables	577,464	1,983,537
(Decrease)/increase in trade payables (excluding borrowings)	-792,906	280,326
Cash (Outflows)/inflows from operating activities	-1,255,543	2,257,472
Less:		
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 investment property	-	481,279
Net cash outflows from investing activities (b)	-573,550	-1,001,928
Net cash (outflows)/inflows after investing activities (a)+(b)	-1,905,480	808,494
Cash flows from financing activities		
Interest paid and other related expenses paid	-130,667	-36,570
Dividends paid	-	-93,188
Increase/(decrease) in short-term borrowings	2,081,615	-1,068,548
Decrease in long-term borrowings	-60,306	-2,813
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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31/12/2011

(Amounts in €)

	1/1-31/12/2011	1/1-31/12/2010
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	-260,718	-164,828
Losses before interest and taxes	-1,189,309	-925,846
Finance expenses	-142,005	-45,651
Losses before taxes	-1,331,314	-971,497
Plus: Corporate income tax	258,225	31,287
Losses after taxes	-1,073,089	-940,210

OTHER IMPORTANT NOTES AND INFORMATION

- The financial statements of the company are included in the consolidated financial statements of TITAN CEMENT CO S.A. based in Athens, which participates in the capital of the Company by its subsidiary company INTERBETON CONSTRUCTION MATERIALS, QUARRING AND TRANSPORT INDUSTRIAL AND COMMERCIAL S.A. by 100%.
- The cumulative purchases and sales from the beginning of the period and the balance of receivables and liabilities at the end of the reporting period, arisen from intercompany transactions are the following:
Purchases: 87,859€, Sales: 1,021,921€, Receivables: 324,402€, Payables: 19,011€.
- Number of employees at the end of the reporting period: 2 persons.
- There are no pledges on the tangible assets.
- There are no litigation matters which are likely to have significant impact on the financial position of the Company.
- 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.

Tanagra, 14 March 2012

Chairman of the Board of Directors

Managing Director

Chief Accountant

KONSTANTINOS SALTAS
I.D. No. AB 246116

GEORGIOS LEONTARIS
I.D. No. AZ 484152

LOUKAS LALIJOTIS
I.D. No. AE 992121