

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

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of TAGARADES COMMUNITY QUARRIES S.A.

Report on the Financial Statements

We have audited the accompanying financial statements of TAGARADES COMMUNITY QUARRIES S.A., which comprise the statement of financial position as at December 31, 2012, 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 has the responsibility 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 accompanying financial statements present fairly, in all material respects, the financial position of TAGARADES COMMUNITY QUARRIES S.A. as at December 31, 2012, 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, 5 April 2013

THE CERTIFIED AUDITOR ACCOUNTANT

CHRIS PELENDRIDIS
(S.O.E.L. R.N. 17831)
ERNST & YOUNG (HELLAS) S.A.
CERTIFIED AUDITORS ACCOUNTANTS
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QUARRIES OF COMMUNITY OF TAGARADES S.A.
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2012

(Amount in €)

	2012	2011
Total revenue	5,079	33,630
Cost of goods sold before depreciation/amortization	-789	-5,758
Gross profit before depreciation/amortization	4,290	27,872
Other operating income	37,341	43,631
Administrative expenses	-14,625	-26,140
Selling expenses	-36,301	-37,990
Other operating expenses	-988	-1,857
Operating (loss)/profit-EBITDA	-10,283	5,516
Depreciation/amortization related to cost of sales	-	-
Depreciation/amortization related to administrative&selling expenses	-	-
Operating (loss)/profit-EBIT	-10,283	5,516
Finance income	12,680	10,148
Finance costs	-1,996	-2,636
Profit before income tax-(EBT)	401	13,028
Income tax net	-582	-4,496
(Loss)/Profit for the year	-181	8,532
Other comprehensive income		
Actuarial (losses)/gains on defined pension plans	-8,287	9,371
Income tax effect	1,657	-1,874
Other comprehensive (loss)/income for the year, net of tax	-6,630	7,497
Total comprehensive (loss)/income for the year, net of tax	-6,811	16,029

QUARRIES OF COMMUNITY OF TAGARADES S.A.
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2012
(Amount in €)

	2012	2011
<u>ASSETS</u>		
Deffered tax assets	14,715	13,640
Total non-current assets	14,715	13,640
Receivables and prepayments	28,329	44,809
Cash and cash equivalents	302,024	320,951
Total current assets	330,353	365,760
TOTAL ASSETS	345,068	379,400
<u>EQUITY AND LIABILITIES</u>		
Share capital	249,783	249,783
Reserves	33,089	32,209
Retained (losses)/earnings	-6,811	11,964
Total equity (a)	276,061	293,956
Rehabilitation of quarries-provision	43,841	42,663
Other non-current liabilities	121	121
Retirement benefit obligations	11,630	7,685
Total non-current liabilities	55,592	50,469
Trade and other payables	13,415	29,897
Income tax payable	-	5,078
Total current liabilities	13,415	34,975
Total liabilities (b)	69,007	85,444
TOTAL EQUITY AND LIABILITIES (a) + (b)	345,068	379,400

QUARRIES OF COMMUNITY OF TAGARADES S.A
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2012

Amounts in Euro

	Share Capital	Reserves	Retained earnings	Total equity
Balance as at 1 January 2011	249,783	31,131	16,620	297,534
Profit for the year	-	-	8,532	8,532
Other comprehensive income for the year	-	-	7,497	7,497
Total comprehensive income for the year	-	-	16,029	313,563
Dividends distributed	-	-	-19,607	-19,607
Transfer to reserves	-	1,078	-1,078	-
Balance as at 31 December 2011	249,783	32,209	11,964	293,956
Balance as at 1 January 2012	249,783	32,209	11,964	293,956
Loss for the year	-	-	-181	-181
Other comprehensive loss for the year	-	-	-6,630	-6,630
Total comprehensive loss for the year	-	-	-6,811	287,145
Dividends distributed	-	-	-11,084	-11,084
Transfer to reserves	-	880	-880	-
Balance as of 31 December 2012	249,783	33,089	-6,811	276,061

QUARRIES OF COMMUNITY OF TAGARADES S.A
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2012

Amounts in Euro

	2012	2011
Cash flows from operating activities		
Cash generated from operations	-20,517	28,988
Income tax paid	-	-
Net cash flows(used in)/from operating activities	<u><u>-20,517</u></u>	<u><u>28,988</u></u>
Cash flows from investing activities		
Interest received	12,680	10,148
Net cash flows from investing activities	<u><u>12,680</u></u>	<u><u>10,148</u></u>
Cash flows from financing activities		
Interest paid	-6	-
Dividends paid	-11,084	-19,607
Net cash flows (used in) financing activities	<u><u>-11,090</u></u>	<u><u>-19,607</u></u>
Net (decrease)/increase in cash and cash equivalents	-18,927	19,529
Cash and cash equivalents at the beginning of the year	320,951	301,422
Cash and cash equivalents at the year end	<u><u>302,024</u></u>	<u><u>320,951</u></u>