

**THIS REPORT HAS BEEN TRANSLATED FROM THE GREEK ORIGINAL  
VERSION**

**Independent Auditor's Report  
To the Shareholders of TITAN ATLANTIC CEMENT INDUSTRIAL AND  
COMMERCIAL S.A.**

**Report on the Financial Statements**

We have audited the accompanying financial statements of TITAN ATLANTIC CEMENT INDUSTRIAL AND COMMERCIAL S.A., which comprise the statement of financial position as at December 31, 2013, the statement of comprehensive income, statement of changes in equity and statement of 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 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 TITAN ATLANTIC CEMENT INDUSTRIAL AND COMMERCIAL S.A., as at December 31, 2013 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 included 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, 28 April 2014**

**THE CERTIFIED AUDITOR ACCOUNTANT**

**CHRIS PELENDRIDIS  
S.O.E.L. R.N. 17831  
ERNST & YOUNG (HELLAS)  
CERTIFIED AUDITORS ACCOUNTANTS S.A.  
11th KM NATIONAL ROAD ATHENS-LAMIA  
144 51 ATHENS  
SOEL REG. No. 107**

**TITAN CEMENT ATLANTIC S.A.**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**  
*(Amounts in €)*

	<b>2013</b>	<b>2012</b>
Other operating income	-	357
Administrative expenses	-15,508	-19,487
<b>Loss before interest, taxes, depreciation and amortization</b>	<b>-15,508</b>	<b>-19,130</b>
Finance costs	-131	-134
Finance income	2,555	3,900
<b>Loss before taxes</b>	<b>-13,084</b>	<b>-15,364</b>
Less: Income tax	-	-
<b>Loss after taxes</b>	<b>-13,084</b>	<b>-15,364</b>

TITAN CEMENT ATLANTIC S.A.

STATEMENT OF FINANANCIAL POSITION AS OF  
31 DECEMBER 2013

(Amounts in €)

	2013	2012
<b><u>ASSETS</u></b>		
Investments in subsidiaries	563,342,908	563,342,908
<b>Total non - current assets</b>	<b>563,342,908</b>	<b>563,342,908</b>
Receivables and prepayments	16,499	15,257
Cash and cash equivalents	70,325	87,353
<b>Total current assets</b>	<b>86,824</b>	<b>102,610</b>
<b>TOTAL ASSETS</b>	<b>563,429,732</b>	<b>563,445,518</b>
 <b><u>EQUITY AND LIABILITIES</u></b>		
Share capital (1,189,480 shares at €73.40)	87,307,832	87,307,832
Share premium	471,884,145	471,884,145
Other Reserves	2,414,610	2,414,610
Retained earnings	1,812,917	1,826,001
<b>Total Equity (a)</b>	<b>563,419,504</b>	<b>563,432,588</b>
Trade and othe payables	10,228	12,930
<b>Total short-term liabilities</b>	<b>10,228</b>	<b>12,930</b>
<b>Total Liabilities (b)</b>	<b>10,228</b>	<b>12,930</b>
 <b>TOTAL EQUITY AND LIABILITIES (a+b)</b>	 <b>563,429,732</b>	 <b>563,445,518</b>

TITAN CEMENT ATLANTIC S.A.  
 STATEMENT OF CHANGES IN EQUITY  
 FOR THE YEAR ENDED 31 DECEMBER 2013

(Amounts in €)

	Share Capital	Share Premium	Reserves	Retained earnings	Total
<b>Balance as of 1 January 2012</b>	87,307,832	471,884,145	2,414,610	1,841,365	563,447,952
Loss of the year after taxes	-	-	-	-15,364	-15,364
<b>Balance as of 31 December 2012</b>	<b>87,307,832</b>	<b>471,884,145</b>	<b>2,414,610</b>	<b>1,826,001</b>	<b>563,432,588</b>
<b>Balance as of 1 January 2013</b>	87,307,832	471,884,145	2,414,610	1,826,001	563,432,588
Loss of the year after taxes	-	-	-	-13,084	-13,084
<b>Balance as of 31 December 2013</b>	<b>87,307,832</b>	<b>471,884,145</b>	<b>2,414,610</b>	<b>1,812,917</b>	<b>563,419,504</b>

TITAN CEMENT ATLANTIC S.A.  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED 31 DECEMBER 2013

(Amounts in €)

	2013	2012
<b>Cash flows from operating activities</b>		
Cash generated from operating activities	-19,452	-22,682
<b>Net cash flows used in operating activities (a)</b>	<u><b>-19,452</b></u>	<u><b>-22,682</b></u>
<b>Cash flows from investing activities</b>		
Interest received	2,525	3,793
<b>Net cash flows from investing activities (b)</b>	<u><b>2,525</b></u>	<u><b>3,793</b></u>
<b>Cash flows from financing activities</b>		
Interest paid	-58	-8
<b>Net cash flows used in financing activities (c)</b>	<u><b>-58</b></u>	<u><b>-8</b></u>
<b>Net decrease in cash and cash equivalents (a)+(b)+(c)</b>	<b>-16,985</b>	<b>-18,897</b>
Effect from exchange rate differences	-43	-19
Cash and cash equivalents at the beginning of the year	<u>87,353</u>	<u>106,269</u>
<b>Cash and cash equivalents at the year end</b>	<u><b>70,325</b></u>	<u><b>87,353</b></u>