

INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES S.A.

Company's Number in the General Electronic Commercial registry:77086427000
 (former Company's Number in the Register of Societes Anonymes: 11451/70/B/86/164)
COMPANY'S RESIDENCE ADDRESS: DIO GREMI ANO POLI, GOUVES MUNICIPALITY OF N. IRAKLIO
 FINANCIAL STATEMENTS for the period 1 January 2014 - 31 December 2014
 (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 INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES 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: DEPARTMENT OF COMMERCE, PREFECTURE OF IRAKLIO
Company's web address: www.gournonquarries.gr
Board of Directors: Dimitrios Tsaraktsidis - Chairman and Managing Director,
 Grigorios Dikaos - Vice President
 Konstantinos Chatzidakis, Konstantinos Tamiolakis - Members
 20 March 2015
Date of approval of the Financial Statements: Olympia Barzou (SOEL Reg. No. 21371)
Name of the auditor: BDO Certified/Registered Auditors & Accountants S.A. (SOEL Reg. No. 173)
Auditing firm: Without qualification - With emphasis of Matter (See note 9)
Auditors' opinion:

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31/12/2014
 (Amounts in €)

| | 31/12/2014 | 31/12/2013 |
|---|-------------------|-------------------|
| Equity balance at the beginning of the year (1/1/2014 and 1/1/2013 respectively) | 422.288,09 | 282.319,38 |
| Total comprehensive (loss) / income for the year | -487.079,50 | 139.968,71 |
| Equity balance at the year end (31/12/2014 and 31/12/2013 respectively) | -64.791,41 | 422.288,09 |

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2014
 (Amounts in €)

| | 1/1-31/12/2014 | 1/1-31/12/2013 |
|---|--------------------|--------------------|
| Cash flows from operating activities | | |
| (Loss) / profit before taxes | -319.081,83 | 148.472,12 |
| <i>Adjustments for:</i> | | |
| Depreciation of tangible assets | 55.663,09 | 88.910,21 |
| Movements in provisions | 111.563,81 | -60.446,65 |
| Profits from sale of assets | -52.999,96 | - |
| Finance costs | 20.141,06 | 17.347,98 |
| Operating (loss) / profit before changes in working capital | -184.713,83 | 194.283,66 |
| Decrease in inventories | 178.201,46 | 36.830,99 |
| Decrease / (increase) in trade and other receivables | 214.230,98 | -412.939,63 |
| (Decrease) / increase in trade payables (excluding borrowings) | -374.613,86 | 333.032,37 |
| Cash flows generated from operations | -166.895,25 | 151.207,39 |
| Income tax received | -800,00 | 197.011,76 |
| Net cash flows (used in) / from operating activities (a) | -167.695,25 | 348.219,15 |
| Cash flows from investing activities | | |
| Purchase of tangible and intangible assets | -522,00 | -15.540,90 |
| Sale of tangible and intangible assets | 53.000,00 | - |
| Interest received | 308,23 | 88,83 |
| (Increase) / decrease in other long-term receivables | -308,12 | 1.794,90 |
| Net cash flows from / (used in) investing activities (b) | 52.478,11 | -13.657,17 |
| Net cash flows after investing activities (a)+(b) | -115.217,14 | 334.561,98 |
| Cash flows from financing activities | | |
| Interest and other related expenses paid | -17.839,63 | -14.908,22 |
| Dividends paid | -1.062.702,00 | - |
| Proceeds from borrowings | 2.585.654,77 | 840.753,18 |
| Repayment of borrowings | -1.380.980,40 | -1.249.300,70 |
| Net cash flows from / (used in) financing activities (c) | 124.132,74 | -423.455,74 |
| Net increase / (decrease) in cash and cash equivalents (a)+(b)+(c) | 8.915,60 | -88.893,76 |
| Cash and cash equivalents at the beginning of the year | 1.771,74 | 90.665,50 |
| Cash and cash equivalents at the year end | 10.687,34 | 1.771,74 |

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014
 (Amounts in €)

| | 31/12/2014 | 31/12/2013 |
|---|---------------------|---------------------|
| ASSETS | | |
| Property, plant & equipment | 181.899,93 | 237.041,06 |
| Other non-current assets | 218.984,42 | 366.585,30 |
| Inventories | 1.863.188,01 | 2.033.430,46 |
| Trade receivables | 667.316,36 | 909.830,63 |
| Other current assets | 45.507,40 | 17.224,11 |
| Cash and cash equivalents | 10.687,34 | 1.771,74 |
| TOTAL ASSETS | 2.987.583,46 | 3.565.883,30 |
| EQUITY AND LIABILITIES | | |
| Share Capital (403.400 Shares of € 3.00) | 1.210.200,00 | 1.210.200,00 |
| Other components of equity | -1.274.991,41 | -787.911,91 |
| Total equity (a) | -64.791,41 | 422.288,09 |
| Provisions / non-current liabilities | 211.719,53 | 70.298,38 |
| Short-term borrowings | 1.390.006,22 | 185.331,85 |
| Trade and other payables | 1.450.649,12 | 2.887.964,98 |
| Total liabilities (b) | 3.052.374,87 | 3.143.595,21 |
| TOTAL EQUITY AND LIABILITIES (a)+(b) | 2.987.583,46 | 3.565.883,30 |

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 1/1/2014-31/12/2014
 (Amounts in €)

| | 1/1-31/12/2014 | 1/1-31/12/2013 |
|--|--------------------|-------------------|
| Total revenue | 2.894.053,28 | 2.752.814,55 |
| Cost of sales | -2.611.289,08 | -2.132.109,91 |
| Gross profit before depreciation and amortization | 282.764,20 | 620.704,64 |
| Other operating expenses and income | -56.867,67 | 53.953,48 |
| Administrative expenses | -273.050,89 | -244.642,90 |
| Selling expenses | -196.123,32 | -175.284,91 |
| (Loss) / profit before interest, taxes, depreciation and amortization | -243.277,68 | 254.730,31 |
| Depreciation, amortization | -55.663,09 | -88.910,21 |
| (Loss) / profit before interest and taxes | -298.940,77 | 165.820,10 |
| Finance costs and income | -20.141,06 | -17.347,98 |
| (Loss) / profit before taxes | -319.081,83 | 148.472,12 |
| Less: Income tax | -143.693,95 | -10.656,51 |
| (Loss) / profit after taxes | -462.775,78 | 137.815,61 |
| Other comprehensive (loss) / income | | |
| Actuarial (losses) / gains on defined pension plans | -19.288,67 | 2.909,59 |
| Income tax effect | -5.015,05 | -756,49 |
| Other comprehensive (loss) / income for the year, net of tax | -24.303,72 | 2.153,10 |
| Total comprehensive (loss) / income for the year, net of tax | -487.079,50 | 139.968,71 |

NOTES

- The financial statements of the Company are included in the consolidated financial statements of TITAN CEMENT CO. S.A. based in Athens.
- The cumulative sales and purchases 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: 155.802,36 €, Sales: 487.048,41 €, Payables: 957.374,90 €, Receivables: 35.007,87 €
- Number of employees at the end of the reporting period: 11 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.
- Fiscal years unaudited by the Tax Authorities: 2010.
 For the fiscal years 2011-2013, the Company's tax audit has been completed by Certified Public Accountants according to the provisions of the article no. 82 paragraph 5, Law 2238/1994. For the fiscal year 2014, the relevant tax audit is still in progress and the tax audit certificate will be provided after the publication of the financial statements of 2014. 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.
- Other comprehensive (loss) / income net of tax regard the identification of the actuarial gains / losses which results from the estimation of the liability, that is being made directly to the statement of comprehensive income. The expense for 2014 comes to the amount of € 24.303,72 (2013, income € 2.153,10) as it is analysed in note 15 of the financial statements.
- The accounting principles applied in preparing the financial statements of 2014 are the same applied for preparing the financial statements of 2013.
- The audit report includes emphasis of matter concerning the fact that the total liabilities exceed the total current assets and the total shareholders' equity of the Company is negative and as a result, the conditions of application of provisions of article 48 of the C.L. 2190/1920 are in effect.

Iraklio, 20 March 2015

Chairman of the Board of Directors & Managing Director

A member of the Board

Chief Accountant

DIMITRIOS TSARAKTSIDIS
 I.D. AH 015317

KONSTANTINOS TAMIOLAKIS
 I.D. AZ 965056

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