

**Independent Auditor's Report**  
**(Translated from the original in Greek)**  
**To the Shareholders of "GOURNON QUARRIES S.A."**

**Report on the Financial Statements**

We have audited the accompanying Financial Statements of "GOURNON QUARRIES S.A." which comprise the Statement of Financial Position as at December 31, 2014 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 "GOURNON QUARRIES S.A." as at December 31, 2014 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.

**Emphasis of matter:**

We draw your attention to Note No 23, of the Financial Statements where it is reported that the total current liabilities exceed the total current assets and that the total shareholders' equity of the Company is negative and as a result are in effect the conditions of application of provisions of article 48 of the C.L.2190/1920. These conditions indicate the existence of essential uncertainty which can raise important doubt for going concern of the company if the plans of Management will not be implemented as they are reported in the same note of the Notes to the Accounts, for the confrontation of these problems. In our opinion no qualification has been provided for the above mentioned matter.

**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.

Agia Paraskevi, April 15, 2015

The Certified Public Accountant

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

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2014**

*(Amounts in Euro)*

	<b>2014</b>	<b>2013</b>
<b>Total revenue</b>	2.894.053,28	2.752.814,55
Cost of sales	-2.611.289,08	-2.132.109,91
<b>Gross profit before depreciation and amortization</b>	<b>282.764,20</b>	<b>620.704,64</b>
Other operating income	62.655,16	110.785,75
Administrative expenses	-273.050,89	-244.642,90
Selling expenses	-196.123,32	-175.284,91
Other operating expenses	-119.522,83	-56.832,27
<b>(Loss) / profit before interest, taxes, depreciation and amortization</b>	<b>-243.277,68</b>	<b>254.730,31</b>
Depreciation related to the cost of sales	-51.960,70	-83.838,88
Depreciation related to administrative and selling expenses	-3.702,39	-5.071,33
<b>(Loss) / profit before interest and taxes</b>	<b>-298.940,77</b>	<b>165.820,10</b>
Finance income	308,23	88,83
Finance costs	-20.449,29	-17.436,81
<b>(Loss) / profit before taxes</b>	<b>-319.081,83</b>	<b>148.472,12</b>
Less: Income tax	-143.693,95	-10.656,51
<b>(Loss) / profit after taxes</b>	<b>-462.775,78</b>	<b>137.815,61</b>
<b>Other comprehensive (loss) / income</b>		
Actuarial (losses) / gains on defined pension plans	-19.288,67	2.909,59
Income tax effect	-5.015,05	-756,49
<b>Other comprehensive (loss) / income for the year, net of tax</b>	<b>-24.303,72</b>	<b>2.153,10</b>
<b>Total comprehensive (loss) / income for the year, net of tax</b>	<b>-487.079,50</b>	<b>139.968,71</b>

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

**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014**

*Amounts in Euro*

<b><u>ASSETS</u></b>	<b>2014</b>	<b>2013</b>
Property, plant & equipment	181.899,93	237.041,06
Intangible assets	4.403,00	4.403,00
Security deposit	26.359,42	26.051,30
Deferred tax assets	188.222,00	336.131,00
<b>Total non-current assets</b>	<b>400.884,35</b>	<b>603.626,36</b>
Inventories	1.863.188,01	2.033.430,46
Receivables and Prepayments	712.823,76	927.054,74
Cash and cash equivalents	10.687,34	1.771,74
<b>Total current assets</b>	<b>2.586.699,11</b>	<b>2.962.256,94</b>
<b>TOTAL ASSETS</b>	<b>2.987.583,46</b>	<b>3.565.883,30</b>
<b><u>EQUITY AND LIABILITIES</u></b>		
Share capital (403,400 shares of € 3.00)	1.210.200,00	1.210.200,00
Reserves	434.955,17	478.649,17
Retained losses	-1.709.946,58	-1.266.561,08
<b>Total equity (a)</b>	<b>-64.791,41</b>	<b>422.288,09</b>
Retirement benefit obligations	88.523,53	65.898,38
Other provisions	123.196,00	4.400,00
<b>Total non-current liabilities</b>	<b>211.719,53</b>	<b>70.298,38</b>
Short-term borrowings	1.390.006,22	185.331,85
Trade and other payables	1.450.649,12	1.825.262,98
Dividends payable	-	1.062.702,00
<b>Total current liabilities</b>	<b>2.840.655,34</b>	<b>3.073.296,83</b>
<b>Total liabilities (b)</b>	<b>3.052.374,87</b>	<b>3.143.595,21</b>
<b>TOTAL EQUITY AND LIABILITIES (a) + (b)</b>	<b>2.987.583,46</b>	<b>3.565.883,30</b>

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

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2014**

*Amounts in Euro*

	Share capital	Reserves	Retained losses	Total equity
<b>Balance as at 1 January 2013</b>	<b>1.210.200,00</b>	<b>478.649,17</b>	<b>-1.406.529,79</b>	<b>282.319,38</b>
Profit for the year	-	-	137.815,61	137.815,61
Other comprehensive income	-	-	2.153,10	2.153,10
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>139.968,71</b>	<b>139.968,71</b>
<b>Balance as at 31 December 2013</b>	<b>1.210.200,00</b>	<b>478.649,17</b>	<b>-1.266.561,08</b>	<b>422.288,09</b>
<b>Balance as at 1 January 2014</b>	<b>1.210.200,00</b>	<b>478.649,17</b>	<b>-1.266.561,08</b>	<b>422.288,09</b>
Loss for the year	-	-	-462.775,78	-462.775,78
Other comprehensive loss	-	-	-24.303,72	-24.303,72
Transfer in retained losses	-	-43.694,00	43.694,00	-
<b>Total comprehensive loss for the year</b>	<b>-</b>	<b>-43.694,00</b>	<b>-443.385,50</b>	<b>-487.079,50</b>
<b>Balance as at 31 December 2014</b>	<b>1.210.200,00</b>	<b>434.955,17</b>	<b>-1.709.946,58</b>	<b>-64.791,41</b>

**INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES S.A.****STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2014***Amounts in Euro*

	<b>2014</b>	<b>2013</b>
<b>Cash flows from operating activities</b>		
Cash generated from operations	-166.895,25	151.207,39
Income tax received	-800,00	197.011,76
<b>Net cash flows (used in) / from operating activities (a)</b>	<b>-167.695,25</b>	<b>348.219,15</b>
<b>Cash flows from investing activities</b>		
Purchase of tangible 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
<b>Net cash flows from / (used in) investing activities (b)</b>	<b>52.478,11</b>	<b>-13.657,17</b>
<b>Cash flows from financing activities</b>		
Interest 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
<b>Net cash flows from / (used in) financing activities (c)</b>	<b>124.132,74</b>	<b>-423.455,74</b>
<b>Net increase / (decrease) in cash and cash equivalents (a)+(b)+(c)</b>	<b>8.915,60</b>	<b>-88.893,76</b>
Cash and cash equivalents at the beginning of the year	1.771,74	90.665,50
<b>Cash and cash equivalents at the year end</b>	<b>10.687,34</b>	<b>1.771,74</b>