Titan Cement Company S.A. and its Subsidiaries

Interim Condensed Financial Reporting

for the period ended 30 June 2010

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The Interim Condensed Financial Statements presented through pages 1 to 32 both for the Group and the Parent Company, have been approved by the Board of Directors on 26th of August 2010.

Chairman of the Board of Directors	Managing Director
ANDREAS L. CANELLOPOULOS ID No AB500997	DIMITRIOS TH. PAPALEXOPOULOS ID No Ξ163588

Chief Financial Officer	Finance Director Greece	Financial Consolidation Senior Manager
VASSILIOS S. ZARKALIS ID No AE514943	GRIGORIOS D. DIKAIOS ID No AB291692	ATHANASIOS S. DANAS ID No AB006812

STATEMENT OF MEMBERS OF THE BOARD
(In accordance with article 4 of Law 3556/2007)

The members of the Board of Directors of TITAN CEMENT COMPANY S.A.:

1. Andreas Canellopoulos, Chairman,
2. Dimitrios Papalexopoulos, Managing Director and
3. Nellos Canellopoulos, Board Member, having been specifically assigned by the Board of Directors.

In our above mentioned capacity declare that:

As far as we know:
A) the enclosed financial statements of TITAN CEMENT COMPANY S.A. for the period of 1.1.2010 to 30.6.2010 drawn up in accordance with the applicable accounting standards, reflect in a true manner the assets and liabilities, equity and results of TITAN CEMENT COMPANY S.A. as well as of the businesses included in Group consolidation, taken as a whole according to the paragraph 3 and 5, and
B) the enclosed report of the Board of Directors reflects in a true manner the development, performance according to paragraph 6.

Athens, 26 August 2010

ANDREAS CANELLOPOULOS	DIMITRIOS PAPALEXOPOULOS	ALEXANDRA PAPALEXOPOULOU
Chairman of the Board	Managing Director	Board Member

HALF-YEARLY REPORT
OF THE BOARD OF DIRECTORS
FOR THE PERIOD
1.1.2010 - 30.6.2010

FINANCIALS – BUSINESS DEVELOPMENTS – MAJOR EVENTS

Group turnover in the first half of 2010 amounted to €681m, posting a 0.4% marginal decline compared to the same period in 2009. Earnings before interest, tax, depreciation and amortisation (EBITDA) in the first half of 2010 amounted to €161m, flat (+0.2%) over the same period in 2009. Group net profit for the first half of 2010, net of minority interests and provision for taxes, reacged €68m, an increase of 14.9% compared to the same period in 2009.

The Group's long-term strategy of geographic diversification played a vital role in the improvement of the results. The recent start-up of the new production line in Egypt and the new plant in Albania contributed to increasing sales and operating profitability of the Eastern Mediterranean region and – to a lesser extent – of South Eastern Europe, offsetting the negative impact from the decline of cement consumption for the fifth consecutive year in the USA and the fourth consecutive year in Greece.

The depreciation of the euro also had a positive impact on the Group's results, as it led to positive foreign exchange differences that reduced financing costs.

In Greece, construction activity continued to contract in the first half of 2010. According to the figures released by the Hellenic Statistical Authority, the volume of building activity during the period January-May 2010declined by 23% compared to the same period in 2009, directly affecting cement consumption. The sharp decline in building activity is a result of the low demand for property, coupled with the oversupply of property resulting from the upsurge in construction activity during 2006-2007. The low demand is a result, on the one hand, of the crisis in the real economy and the fiscal adjustments in progress, which have negatively affected household income and expectations for employment, and on the other hand, of the decline in mortgage loans.

Group turnover in Greece and Western Europe amounted to €235m in the first half of 2010, a decline of 5.4% compared to the same period in the previous year. The sharp decline in sales in the Greek domestic market was partially offset by the increase in exports. Earnings before interest, tax, depreciation and amortisation (EBITDA) declined by 8% in the first half of 2010 to €53m. The decline of profitability was moderated by the systematic efforts to contain costs in conjunction with gains of €3.6m from the disposal of assets.

In the USA, after a tough winter season, construction activity during the second quarter of 2010 began to indicate signs of stabilization. The Portland Cement Association (PCA) estimates that for the first half of 2010 cement consumption declined by 4.3% compared to the same period in 2009. However, the decline was more pronounced in the south-eastern part of the USA, where most of the Group's operations are located.

Overall, in the first half of 2010, Group turnover in the USA declined by 18.0% compared to the same period in 2009 and stood at € 163m, while earnings before interest, tax, depreciation and amortisation (EBITDA) declined by 93.5% to € 2 million.

Despite the continuing decline in cement consumption in the USA, the subsidiary of the Group, Separation Technologies LLC (ST), which is engaged in the installation and running of fly ash processing units, reported a marginal increase in sales and profitability. The globally innovative, 'green' technology employed by ST converts fly ash – an industrial waste product resulting from the incineration of coal used to generate energy – into useful products.

The U.S. Army Corps of Engineers (ACE) published on February 1, 2010 a Record of Decision (ROD) that paved the way for new mining permits in the Lake Belt area of Miami-Dade, Florida. The ROD pertained to nine ACE permit applications held by several companies, including Group's subsidiary, Tarmac America. The ROD marked the conclusion of a 3-year process, following a Federal-Court-mandated Supplemental Environmental Impact Study (SEIS), which was issued for public comment in May 2009 and addresses the issues raised by the District and subsequent Appellate Court decisions. Based on the above Record of Decision (ROD), 2010, the U.S. Army Corps of Engineers (ACE) issued to Tarmac America in April 2010 a new permit with a tenure of 20 years, which provides specific requirements for operating the mine in the Lake Belt area.The new permit removes a source of uncertainty and allows the Group a long term focus on operating excellence and environmental stewardship.

In South-Eastern Europe the economic crisis continues to depress the demand for building materials, albeit to a lesser extent than in 2009.. Nonetheless, the Group's turnover in the first half of 2010 increased by 5.9% year on year, and stood at €104m, as a result of the expansion of operations in Albania and Kosovo. The new 1.5m MT capacity plant in Albania started to operate in the beginning of the second quarter. Earnings before interest, tax, depreciation and amortisation (EBITDA) increased by 31.7% to €43m.Unlike the situation in Europe and the US, demand for building materials in Eastern Mediterranean was increased. In Turkey, due to the economic recovery, the increase of cement demand is estimated to be around 15%. In Egypt, demand increased by 7% mainly due to the extensive building development program. The positive developments in the regional market combined with the increased production capacity of the Group contributed to the significant improvement of the financial results during the first half of 2010. Turnover in the eastern Mediterranean increased by 29.4% in the first half of 2010, year on year, reaching €179m. EBITDA increased by 33.8% to € 64m.

In the first half of 2010, the administrative, operating and selling expenses of the Group rose by 1.0% over the same period in the previous year, reaching €64m. On a like-for-like basis and excluding the impact foreign exchange differences, administrative, operating and selling expenses declined by 1.7%, reflecting the ongoing efforts of the Group towards cost containment.

The Group has continued to make investments to expand its activities, modernise its facilities and protect the environment. Capital expenditure in the first half of 2010 amounted to €36m, a significant decrease over the same period in the previous year (€106m), following the completion of the new line in Beni Suef (November 2009) and the new plant in Albania (March 2010).

The Group continues to focus on the reduction of external debt by prioritising investments and keeping working capital in check. Group net debt declined from

€971m in December 2009 to €917m in June 2010, while financial expenses for the first half of 2010 amounted to €12m, a 55.4% decline compared to the same period in 2009. The share price of Titan Cement S.A.'s closed on 31.06.2010 at €15.42, a decline of 24.1% from the end of last year. Titan Cement S.A.significantly outperformed the Athens Stock Exchange General Index, which posted a 34.7% decrease in the same period.

The Group has granted to non controlling interest shareholders, European Bank for Reconstruction and Development (EBRD) and International Finance Corporation (IFC) the option to have the Group to purchase their shares in ANTEA Cement SHA at predetermined conditions. On 30.6.2010 the put option's fair value recognized as liability is € 20.7 million.

Pursuant to the Board of Directors resolutions dated 12.1.2010 and 26.4.2010, the Company completed the sale through the Athens Stock Exchange of 26.702 treasury common shares, representing 0.0316% of the Company's paid up Share Capital, at an average sale price equal to €19.97 per share, within the three year statutory period commencing from the date they were acquired by the Company. The total number of its own shares that the Company holds as at 30.6.2010 is 3,148,511 of aggregate value €90,589 thousand and they have been deducted from the Shareholders Equity of the Group and the Company.

The Annual General Meeting held on 18/05/2010 approved a dividend payment of €0.18 per share (15.2m in total), from which a tax of 10% has been withheld.

CORPORATE SOCIAL RESPONSIBILITY AND SUSTAINABLE DEVELOPMENT

Safety in the workplace remains Titan's primary objective. In the course of our continuous efforts at "Zero Accidents", we undertook over 56,000 hours of training in the first half of 2010 while feedback and proposals on ways to improve our track record on the part of employees also increased. There was also an increase in the number of "near" accidents the causes of which were investigated so as to avert future occurrences.

In March 2010, meetings were held with specialised institutional investors representing funds engaging exclusively in socially and environmentally responsible investments. The joint discourse offered the opportunity to discuss and evaluate the new, more rigorous objectives for the next five years set by TITAN Group, which envisage, inter alia, a further 7% reduction in carbon dioxide emissions by 2015, a 10% increase in the use of alternative fuels by 2017 and optimal management of water consumption in line with international standards.

Continuing with our drive to deliver on our commitments and business targets, with an emphasis on Corporate Social Responsibility and Sustainable Development, we held two important stakeholder consultations in the first half of 2010. The former meeting was intended to help develop partnerships with other businesses active in the Thriasio Pedio region, as well as the local authorities and local agencies, in order to consolidate and further expand collective action on community matters and volunteer work. The purpose of the second meeting was to draw up a long-term Road Map for making the best use of opportunities for cooperation with the local community, and the implementation of programmes which create added value and benefits for the residents of the region. The meeting resulted in the joint decision to build a new road axis linking all of the archaeological sites in Elefsina, offering access to these locations as well as to the coastal zone through land owned by TITAN.

INVESTMENTS, DISPOSALS, MERGERS AND ACQUISITIONS

Total investment on the construction of the new plant (annual production capacity of 1.5m tons) in Kruje, Albania. up to the end of the first half of 2010 amounted to €172m. The plant has already commenced operations, in March 2010.

On 1.4.2010, the Group disposed the quarry in Cumberland in the state of Kentucky USA, for the amount of €32.7 m, the net assets of which (mainly fixed assets) are €32.8 m. The above transaction has the result of a loss of €102 thousand, which is included in other operating income/expenses of the consolidated income statement for the period 1.1-30.6.2010.

On 01.03.2010, the Group's subsidiary Antea Cement sh.a. acquired the remaining 35% stake in Alba Cemento sh.pk by paying the amount of €1.8 m. After this acquisition the Group now owns 60% of the subsidiary Alba Cemento sh.pk

On 28.1.2010 the Group signed an agreement to acquire 51% of Sharr Beteiligungs GmbH with headquarters in Germany and which leases the facilities of a cement plant in Kosovo. The acquisition which amounted to €4.7 m was completed during the second quarter of 2010. The above mentioned company was incorporated in the interim consolidated financial statements of the Group in the 2nd quarter of 2010.

On 22.3.2010, the Group announced the signing of agreements between the Group and the International Finance Corporation (IFC) providing for an €80 million equity investment by IFC in Titan’s subsidiary in Egypt “Alexandria Portland Cement Company S.A.E.” (APCC), which will acquire first the control of the company "Beni Suef Cement Co. SAE" (BSCC), at an enterprise value of € 650 million. The implementation of the agreement should be completed by the end of September.

POST BALANCE SHEET EVENTS

On 1.7.2010, the Group’s subsidiary in the US, Titan America LLC, prepaid and retired the remaining $ 66.9m (€ 54.5m) of private placement notes which had been issued in the past to US institutional investors, with terms that are no longer favorable. The total, pre-tax make-whole amount was $ 9.7m (€ 7.9m) and will impact the third quarter of 2010.

PROSPECTS FOR THE SECOND HALF OF 2010

In Greece, we expect a further decline in building activity and consequently, in the consumption of cement and other building materials. The decline in the disposable income of citizens resulting from the measures to restructure and reform the Greek economy, coupled with the uncertainty arising from the extremely unfavourable economic circumstances and the credit squeeze, is expected to result in further reductions in demand for property in the second half of 2010. At the same time, The stock of newly constructed homes for sale remains high.
In the USA we do not expect a significant upturn in building activity in 2010. For 2010, the PCA expects a 2.4% increase in cement consumption for the second half

of 2010. This increase incorporates the predicted impact of the US government stimulus package on the housing market and public infrastructure works.
No substantial changes are expected in South Eastern European markets in the second half of 2010 in terms of building activity, and consequently in terms of cement consumption in the region.
In the Eastern Mediterranean, the trends of the first half of 2010 are expected to continue, with the Turkish market recovering further and the growth rate of demand in Egypt continuing to decline.

Solid and liquid fuel prices as well as electricity costs, which are moving upwards, are expected to have a negative impact on Group results throughout the second half of 2010.

Under the prevailing conditions of uncertainty in the economic environment, the Group will continue in the near future to focus on reducing debt by prioritizing investment and keeping working capital in check, as well as lowering costs. In the meantime, the Group remains committed to its four strategic priorities, which are geographic diversification, continuous improvements in competitiveness, vertical integration of Group operations and a focus on both human resources and corporate social responsibility.

RISKS AND UNCERTAINTIES

Financial risk factors: Group operations give rise to various financial risks including foreign exchange and interest rate risks, credit risks and liquidity risks. The Group's overall risk management programme focuses on financial market fluctuations and aims to minimise the potential unfavourable impacts of those fluctuations on its financial performance. The Group does not engage in speculative transactions or transactions which are not related to commercial, investing or borrowing activities.

The financial products used by the Group are primarily bank deposits, loans, foreign currency transactions at spot prices or futures, bank overdrafts, accounts receivable and payable, investments in securities, dividends payable and liabilities arising from financial leases.

Liquidity Risk: Prudent liquidity management is achieved by employing a suitable mix of liquid cash assets and approved bank credit facilities. The Group manages the risks which could arise from the lack of adequate liquidity by ensuring that there are always secured bank credit facilities in place ready for use. Existing unused approved bank credit limits available to the Group are adequate to confront any possible shortfall in cash assets and at the end of H1, the ratio of the aggregate of long term committed un-utilised facilities and cash over one year debt was 3.84.

Interest rate risk: The fact that 29% of total Group debt is based on fixed, pre-agreed interest rates and an additional 62% is based on pre-agreed interest rate spreads means that the impact of changes in liquidity on money supply, on P&L and on cash flows from Group's operating activities is small.

Exposure to interest rate risk from liabilities and investments is monitored by making forecasts. Group financing has been developed in line with a pre-determined combination of fixed and floating rates to ameliorate the risk of a change in interest rates. The ratio of fixed to floating rates of Group's net borrowing is determined based on market conditions, Group strategy and financing requirements.

Occasionally interest rate derivatives may also be used, but solely to ameliorate the relevant risk and to change the said combination of fixed/floating rates, if that is considered necessary. As of H1 2010, the Group had outstanding vanilla interest rate swaps that mature in November 2014. Using these derivatives, fixed interest rates now account for 32% of total Group borrowing.

Group policy is to constantly monitor interest rate trends and the duration of its financing needs. Consequently, decisions about duration, and the balance between fixed to floating cost of a new loan, etc. are taken on an ad-hoc basis. As a result, all short-term loans have been concluded with floating rates. Medium to long-term loans have been concluded partly with fixed and partly with floating rates.

Foreign Currency risk: Group exposure to exchange rate risk derives primarily from existing or expected cash flows in foreign currency (imports / exports) and from foreign investments. This risk is addressed in the context of approved policies.

FX risks are managed using natural hedges and FX forwards. Group policy is to use borrowing in the relevant currency (where feasible) as a hedge for investments in foreign subsidiaries whose equity is exposed to FX conversion risk. Thus, the FX risk for the equity of Group subsidiaries in the USA is partially hedged by concluding dollar-denominated loans.

In other markets where the Group operates, company financing needs are evaluated, and where feasible, financing is obtained in the same currency as the assets being financed. Exceptions to this are Turkey, Egypt and Albania, where Group investments are in Turkish Liras and Egyptian Pounds and Albanian Lek, whereas part of the financing is in Euro in Turkey and Albania, and in Yen in Egypt. The Group has decided that the cost of refinancing its liabilities from Euro to Turkish Liras and Albanian Lek and from Yen to Egyptian Pounds is not financially attractive for the time being. This issue will be re-examined at regular intervals. During 2009, Titan Global Finance Plc granted a Euro loan to Titan America LLC. The loan principal has been hedged via FX forward contracts for the same amount and tenor so that no FX gains/ losses are created both at the level of Titan America LLC and the Group. .

Credit risk: The Group is not exposed to major credit risk. Customer receivables primarily come from a large, widespread customer base. The financial status of customers is constantly monitored by Group companies.

When considered necessary, additional collateral is requested to secure credit. Provisions for impairment losses are made for special credit risks. At the end of H1 2010, , it is deemed that there are no significant credit risks which are not already covered by insurance as a guarantee for the credit extended or by a provision for doubtful receivables.

There is also potential credit risk from the cash and cash equivalents, investments and derivatives. In these cases, the risk may arise from the counterparty's inability to meet its obligations to the Group. In order to minimise this credit risk, as part of the policies approved by the Board of Directors, the Group sets limits on the degree of exposure to each individual financial institution. Moreover, as far as deposit products are concerned, the Group only does business with recognised financial institutions with a high credit rating.

MAJOR TRANSACTIONS BETWEEN COMPANY AND RELATED PARTIES

Transactions between the Group and the Company and related entities, as these are defined according to IAS 24, (related companies within the meaning of Article 42e of Codified Law 2190/1920) were undertaken as per ordinary market workings.

The most important transactions between the Company and related entities are presented in the table below:

13. Related party transactions

Intercompany transactions for the first six months of 2010 and intercompany balances as of 30 June 2010, according to I.A.S. 24 are as follows:

Company

Amounts in € thousands	**Sales of goods & services**	**Purchases of goods & services**	**Receivables**	**Liabilities**
Achaiki Maritime Co.	4.481	1.406	-	2.400
Aeolian Maritime Company	1.182	925	-	775
Interbeton Construction Materials S.A.	25.513	5.357	9.441	662
Intertitan Trading International S.A.	3.363	-	-	-
Ionia S.A.	-	-	-	-
Ecobeton S.A.	-	-	-	-
Finititan S.r.l.	4.133	-	5.398	-
T.C.U.K. Ltd	2.460	-	1.401	-
Usje Cementarnica AD	7.525	-	3.222	-
Essex Cement Co. LLC	3.907	54	22	166
Antea Cement SHA	5.239	-	4.805	-
Alexandria Portland Cement Co. S.A.E	7.865	-	2.082	-
Titan Global Finance PLC	-	8.724	-	631.237
Other affiliates	1.473	321	1.477	1.299
Other interrelated parties	-	1.055	-	296
Executives and members of the Board	-	2.908	14	-
	67.141	**20.750**	**27.862**	**636.835**

Group

Amounts in € thousands	**Sales of goods & services**	**Purchases of goods & services**	**Receivables**	**Liabilities**
Other interrelated parties	-	1.055	-	296
Executives and members of the Board	-	3.011	14	-
	-	**4.066**	**14**	**296**

Regarding the transactions above, the following clarifications are made:

The revenue presented relates to sales of the company's finished goods (cement and aggregates) to the aforementioned subsidiaries while purchases relate to purchases of raw materials and services by the company from the said subsidiaries.

Company liabilities primarily relate to three open loan agreements of € 528 million maturing in 2012 at the Euribor rate plus a 1.35% spread per year, and one open loan agreement of € 100 million maturing in 2013 at a fixed rate of 7.62% per year to maturity, which were concluded with the UK-based subsidiary TITAN GLOBAL FINANCE PLC.

Company receivables primarily relate to receivables from cement sales to the said subsidiaries and the provision of consultancy services.

The remuneration of senior executives and members of the Group's Board of Directors for the period 1.1-30.62010 stood at € 3.0 million compared to € 3.4 million the same period of the previous year.

TITAN CEMENT S.A.'S FINANCIAL RESULTS

In the first half of 2010 the Company reported sales of € 206 million, a decrease of 6% compared to the same period in 2009. EBITDA declined by 18% and stood at € 44 million, primarily reflecting the decline in domestic sales. Mitigating the contraction in EBITDA were € 3.6 million extraordinary gains from the sale of assets. Net profit declined by 25.9% to € 16 million.

According to the Law 3845/2010, a social responsibility tax was imposed on Greek companies that had profit above €100 thousand for the fiscal year of 2009. The total charge amounted to €7.9 m for the Group and the Company.

ERNST & YOUNG

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THIS REPORT HAS BEEN TRANSLATED FROM THE GREEK ORIGINAL VERSION

REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION

To the Shareholders of TITAN CEMENT COMPANY S.A.

Introduction

We have reviewed the accompanying condensed separate and consolidated statement of financial position of TITAN CEMENT COMPANY S.A. ("the Company") and its subsidiaries ("the Group") as at 30 June 2010 and the related condensed separate and consolidated statements of income and comprehensive income, changes in equity and cash flows for the six-month period then ended, as well as the selected explanatory notes comprising the interim financial information, which is an integral part of the six-month financial report of article 5 L. 3556/2007. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Financial Reporting Standards as adopted by the European Union and applicable to interim financial reporting (International Accounting Standard "IAS 34"). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not prepared, in all material respects, in accordance with IAS 34.

Report on other legal and regulatory requirements

Our review did not identify any inconsistency or non-correspondence of the other information contained in the six-month financial report prepared in accordance with article 5 of Law 3556/2007, with the accompanying financial information.

Athens, 26 August 2010
THE CERTIFIED AUDITOR ACCOUNTANT

CHRISTODOULOS SEFERIS
S.O.E.L. R.N. 23431
ERNST & YOUNG (HELLAS) CERTIFIED AUDITORS ACCOUNTANTS S.A.
11TH KLM NATIONAL ROAD ATHENS – LAMIA, METAMORFOSI
COMPANY S.O.E.L. R.N. 107

Interim Statement of Financial Position

(all amounts in Euro thousands)	Group		Company	
ASSETS	**30/06/2010**	**31/12/2009**	**30/06/2010**	**31/12/2009**
Property, plant & equipment (note 9, 14)	2.062.454	1.915.211	263.800	266.759
Investment properties	1.703	1.088	6.396	6.396
Intangible assets and goodwill (note 14, 17)	575.695	542.816	954	671
Investments in subsidiaries	-	-	1.265.745	1.268.502
Investments in associates	9.844	10.551	-	-
Available-for-sale financial assets	2.288	2.338	107	107
Other non current assets	20.680	20.969	3.440	3.460
Deferred income tax asset (note 14)	1.966	2.546	-	-
Non-current assets	**2.674.630**	**2.495.519**	**1.540.442**	**1.545.895**
Inventories (note 14)	260.766	238.803	66.067	68.250
Trade receivables (note 14)	181.555	155.018	65.736	70.990
Other receivables and prepayments (note 14)	108.736	99.113	10.688	12.733
Derivative financial instruments	787	679	-	34
Available-for-sale financial assets	62	62	61	61
Cash and cash equivalents (note 4)	88.782	16.426	1.940	204
Current assets	**640.688**	**510.101**	**144.492**	**152.272**
TOTAL ASSETS	**3.315.318**	**3.005.620**	**1.684.934**	**1.698.167**
EQUITY AND LIABILITIES				
Share Capital (84,576,118 shares of € 4.00)	338.304	338.304	338.304	338.304
Share premium	22.826	22.826	22.826	22.826
Share options (note 15)	6.392	5.977	6.392	5.977
Treasury shares (note 14)	-90.589	-91.622	-90.589	-91.622
Other Reserves	581.914	434.350	501.465	501.465
Retained earnings	791.382	739.218	32.851	32.532
Equity attributable to equity holders of the parent	**1.650.229**	**1.449.053**	**811.249**	**809.482**
Non-controlling interests	25.703	11.135	-	-
Total equity (a)	**1.675.932**	**1.460.188**	**811.249**	**809.482**
Long-term borrowings (note 14)	819.008	725.665	723.000	634.499
Derivative financial instruments (note 14)	17.854	376	-	-
Deferred income tax liability (note 14)	210.106	196.572	22.123	24.018
Retirement benefit obligations	39.917	41.828	21.786	23.762
Provisions (note 12, 14)	24.679	16.660	5.994	1.929
Other non-current liabilities	37.646	37.434	5.782	5.806
Non-current liabilities	**1.149.210**	**1.018.535**	**778.685**	**690.014**
Short-term borrowings (note 14)	187.070	261.835	10.023	127.609
Trade and other payables (note 14)	266.955	242.448	56.336	60.013
Dividend payables (note 14)	14.032	377	13.981	332
Derivative financial instruments	1.138	29	1.138	29
Income tax payable	20.145	19.549	13.198	10.379
Provisions (note 12, 14)	836	2.659	324	309
Current liabilities	**490.176**	**526.897**	**95.000**	**198.671**
Total liabilities (b)	**1.639.386**	**1.545.432**	**873.685**	**888.685**
TOTAL EQUITY AND LIABILITIES (a+b)	**3.315.318**	**3.005.620**	**1.684.934**	**1.698.167**

Interim Income Statement for the 2nd Quarter

(all amounts in Euro thousands)	Group		Company	
	1/4-30/6/2010	**1/4-30/6/2009**	**1/4-30/6/2010**	**1/4-30/6/2009**
Turnover	394.758	375.743	110.446	124.216
Cost of sales	-258.165	-243.374	-70.131	-79.416
Gross profit before depreciation	**136.593**	**132.369**	**40.315**	**44.800**
Other income	12.345	4.833	2.173	2.295
Share in profit of associates	-98	408	-	-
Administrative expenses	-27.925	-27.093	-9.862	-9.579
Selling and marketing expenses	-6.410	-5.445	-244	-277
Other expenses	-14.303	-8.426	-6.370	-2.283
Profit before interest, taxes, depreciation and amortization	**100.202**	**96.646**	**26.012**	**34.956**
Depreciation and amortization related to cost of sales	-29.981	-27.018	-2.756	-2.634
Depreciation and amortization related to administrative and selling expenses	-1.469	-1.580	-254	-273
Profit before interest and taxes	**68.752**	**68.048**	**23.002**	**32.049**
Income from participations and investments	-	-	5.656	5.119
Finance income	820	1.003	96	480
Finance expense	-12.022	-13.800	-6.229	-7.998
Gains/(losses) from financial instruments	447	-1.908	-638	-2.463
Exchange differences gains/(losses)	9.540	1.396	388	167
Profit before taxes	**67.537**	**54.739**	**22.275**	**27.354**
Current income tax	-21.231	-22.700	-15.079	-9.201
Deferred income tax	2.813	7.190	1.764	-85
Profit for the period	**49.119**	**39.229**	**8.960**	**18.068**
Profit attributable to:				
Equity holders of the parent	43.501	38.101	8.960	18.068
Non-controlling interests	5.618	1.128	-	-
	49.119	**39.229**	**8.960**	**18.068**
Earnings per share - basic (in €)	**0,5343**	**0,4684**	**0,1100**	**0,2221**
Earnings per share - diluted (in €)	**0,5303**	**0,4662**	**0,1091**	**0,2212**

Interim Statement of Comprehensive Income for the 2nd Quarter

(all amounts in Euro thousands)	**Group**		**Company**	
	1/4-30/6/2010	**1/4-30/6/2009**	**1/4-30/6/2010**	**1/4-30/6/2009**
Profit for the period	**49.119**	**39.229**	**8.960**	**18.068**
Other comprehensive income:				
Exchange differences on translating foreign operations	**82.916**	**-53.786**	**-**	**-**
Available-for-sale financial assets	**5**	**-**	**-**	**-**
Cash flow hedges	-318	-50	-	-50
Income tax effect	38	-	-	-
	-280	**-50**	**-**	**-50**
Other comprehensive income for the period, net of tax	82.641	-53.836	-	-50
Total comprehensive income for the period	**131.760**	**-14.607**	**8.960**	**18.018**
Total comprehensive income attributable to:				
Equity holders of the parent	124.672	-14.907	8.960	18.018
Non-controlling interests	7.088	300	-	-
	131.760	**-14.607**	**8.960**	**18.018**

Interim Income Statement for Six months

(all amounts in Euro thousands)	Group		Company	
	1/1-30/6/2010	**1/1-30/6/2009**	**1/1-30/6/2010**	**1/1-30/6/2009**
Turnover (note 3, 14)	680.810	683.680	206.076	219.267
Cost of sales	-462.787	-457.577	-139.058	-148.956
Gross profit before depreciation (note 3)	**218.023**	**226.103**	**67.018**	**70.311**
Other income (note 14)	28.603	10.990	6.119	7.025
Share in profit of associates	-477	606	-	-
Administrative expenses	-52.309	-52.644	-19.319	-18.724
Selling and marketing expenses (note 14)	-11.995	-11.036	-361	-952
Other expenses (note 14)	-20.457	-12.926	-9.523	-4.112
Profit before interest, taxes, depreciation and amortization (note 14)	**161.388**	**161.093**	**43.934**	**53.548**
Depreciation and amortization related to cost of sales	-57.687	-54.336	-5.503	-5.206
Depreciation and amortization related to administrative and selling expenses	-3.029	-3.189	-514	-548
Profit before interest and taxes	**100.672**	**103.568**	**37.917**	**47.794**
Income from participations and investments	-	-	5.656	5.119
Finance income	2.195	7.436	1.233	1.673
Finance expense (note 14)	-25.141	-28.871	-12.799	-20.252
(Losses)/gains from financial instruments	-643	-3.232	-1.437	-2.180
Exchange differences gains/(losses) (note 14)	11.675	-2.073	834	413
Profit before taxes	**88.758**	**76.828**	**31.404**	**32.567**
Current income tax (note 14)	-26.088	-29.435	-17.257	-9.501
Deferred income tax	11.080	12.010	1.895	-1.426
Profit for the period	**73.750**	**59.403**	**16.042**	**21.640**
Profit attributable to:				
Equity holders of the parent	68.276	59.417	16.042	21.640
Non-controlling interests (note 14)	5.474	-14	-	-
	73.750	**59.403**	**16.042**	**21.640**
Earnings per share - basic (in €)	**0,8386**	**0,7304**	**0,1970**	**0,2660**
Earnings per share - diluted (in €)	**0,8339**	**0,7275**	**0,1959**	**0,2650**

Interim Statement of Comprehensive Income for six months

(all amounts in Euro thousands)	**Group**		**Company**	
	1/1-30/6/2010	**1/1-30/6/2009**	**1/1-30/6/2010**	**1/1-30/6/2009**
Profit for the period	**73.750**	**59.403**	**16.042**	**21.640**
Other comprehensive income:				
Exchange differences on translating foreign operations	**150.005**	**-25.785**	**-**	**-**
Available-for-sale financial assets	**-106**	**-**	**-**	**-**
Cash flow hedges	310	-	-	-
Income tax effect	-207	-	-	-
	103	**-**	**-**	**-**
Other comprehensive income for the period, net of tax	150.002	-25.785	-	-
Total comprehensive income for the period	**223.752**	**33.618**	**16.042**	**21.640**
Total comprehensive income attributable to:				
Equity holders of the parent	216.276	35.924	16.042	21.640
Non-controlling interests	7.476	-2.306	-	-
	223.752	**33.618**	**16.042**	**21.640**

Interim Statement of Changes in Shareholders' Equity

Group

(all amounts in Euro thousands)

	Attributable to equity holders of the parent										
	Ordinary shares	**Share premium**	**Preferred ordinary shares**	**Share options**	**Ordinary treasury shares**	**Preferred treasury shares**	**Other reserves**	**Retained earnings**	**Total**	**Non-controlling interests**	**Total equity**
Balance at 1 January 2009	**307.911**	**22.826**	**30.276**	**10.713**	**-92.182**	**-117**	**433.747**	**682.882**	**1.396.056**	**38.078**	**1.434.134**
Profit for the period	-	-	-	-	-	-	-	59.417	59.417	-14	59.403
Other comprehensive income	-	-	-	-	-	-	-21.346	-2.147	-23.493	-2.292	-25.785
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-21.346**	**57.270**	**35.924**	**-2.306**	**33.618**
Dividends distributed to ordinary and preferred shares	-	-	-	-	-	-	-	-35.510	-35.510	-1.595	-37.105
Share options	-	-	-	1.227	-	-	-	-	1.227	-	1.227
Non-controlling interest due to acquisitions of subsidiaries	-	-	-	-	-	-	-	-	-	-2.003	-2.003
Transfer between reserves	-	-	-	-	-	-	593	-593	-	-	-
Balance at 30 June 2009	**307.911**	**22.826**	**30.276**	**11.940**	**-92.182**	**-117**	**412.994**	**704.049**	**1.397.697**	**32.174**	**1.429.871**
Balance at 1 January 2010	**308.028**	**22.826**	**30.276**	**5.977**	**-91.505**	**-117**	**434.350**	**739.218**	**1.449.053**	**11.135**	**1.460.188**
Profit for the period	-	-	-	-	-	-	-	68.276	68.276	5.474	73.750
Other comprehensive income	-	-	-	-	-	-	148.000	-	148.000	2.002	150.002
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**148.000**	**68.276**	**216.276**	**7.476**	**223.752**
Dividends distributed to ordinary and preferred shares (note 14)	-	-	-	-	-	-	-	-15.224	-15.224	-1.202	-16.426
Treasury shares sold (note 11)	-	-	-	-	1.033	-	-	-499	534	-	534
Non-controlling interest due to acquisitions of subsidiaries	-	-	-	-	-	-	-	-	-	-213	-213
Goodwill from step acquisition	-	-	-	-	-	-	-825	-	-825	-550	-1.375
Non-controlling interest's participation in share capital increase	-	-	-	-	-	-	-	-	-	10.358	10.358
Non-controlling interest's put option recognition	-	-	-	-	-	-	-	-	-	-1.301	-1.301
Share options	-	-	-	415	-	-	-	-	415	-	415
Transfer between reserves	-	-	-	-	-	-	389	-389	-	-	-
Balance at 30 June 2010	**308.028**	**22.826**	**30.276**	**6.392**	**-90.472**	**-117**	**581.914**	**791.382**	**1.650.229**	**25.703**	**1.675.932**

Company

(all amounts in Euro thousands)

	Ordinary shares	**Share premium**	**Preferred ordinary shares**	**Share options**	**Ordinary treasury shares**	**Preferred treasury shares**	**Other reserves**	**Retained earnings**	**Total equity**
Balance at 1 January 2009	**307.911**	**22.826**	**30.276**	**10.713**	**-92.182**	**-117**	**462.987**	**53.110**	**795.524**
Profit for the period	-	-	-	-	-	-	-	21.640	21.640
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**21.640**	**21.640**
Dividends distributed to ordinary and preferred shares	-	-	-	-	-	-	-	-35.510	-35.510
Share options	-	-	-	1.227	-	-	-	-	1.227
Balance at 30 June 2009	**307.911**	**22.826**	**30.276**	**11.940**	**-92.182**	**-117**	**462.987**	**39.240**	**782.881**
Balance at 1 January 2010	**308.028**	**22.826**	**30.276**	**5.977**	**-91.505**	**-117**	**501.465**	**32.532**	**809.482**
Profit for the period	-	-	-	-	-	-	-	16.042	16.042
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**16.042**	**16.042**
Dividends distributed to ordinary and preferred shares (note 14)	-	-	-	-	-	-	-	-15.224	-15.224
Treasury shares sold (note 11)	-	-	-	-	1.033	-	-	-499	534
Share options	-	-	-	415	-	-	-	-	415
Balance at 30 June 2010	**308.028**	**22.826**	**30.276**	**6.392**	**-90.472**	**-117**	**501.465**	**32.851**	**811.249**

Interim Cash Flow Statement

(all amounts in Euro thousands)

	Group		Company	
	1/1-30/6/2010	**1/1-30/6/2009**	**1/1-30/6/2010**	**1/1-30/6/2009**
Cash flows from operating activities				
Profits before taxes	88.758	76.828	31.404	32.567
Adjustments for:				
Depreciation/amortization	60.716	57.525	6.017	5.754
Provisions	11.171	7.191	6.237	926
Exchange differences	-9.725	2.073	-834	-413
Income from participations & investments	-	-	-5.656	-5.119
Interest expense	21.668	21.433	11.567	18.577
Other non cash flow items	-1.813	3.853	-1.063	2.259
Adjusted profit before changes in working capital	170.775	168.903	47.672	54.551
(Increase)/decrease in inventories	-3.244	22.784	1.945	23.133
(Increase)/decrease in trade and other receivables	-21.221	-4.865	4.107	20.706
(Increase)/decrease in operating long-term receivables	-1.936	18.106	20	65
(Decrease) / increase in trade payables (excluding banks)	-2.496	5.011	-7.857	-19.465
Cash generated from operations	141.878	209.939	45.887	78.990
Income tax paid	-26.793	5.041	-5.381	-5.956
Net cash flows from operating activities	115.085	214.980	40.506	73.034
Cash flows from investing activities				
Acquisition of subsidiaries, non controlling interests, affiliates, joint ventures, net of cash acquired	-2.228	-4.308	-20	-4.787
Purchase of tangible and intangible assets	-37.381	-105.504	-3.379	-3.544
Proceeds from the sale of property, plant and equipment	2.340	2.962	322	863
Proceeds from partial disposal of foreign subsidiary business	32.733	-	-	-
Proceeds from dividends	-	-	5.656	4.470
Purchase of available-for-sale financial assets	-105	-160	-2	-2
Interest received	2.195	7.436	1.233	1.673
Net cash flows (used in)/from investing activities	-2.446	-99.574	3.810	-1.327
Net cash flows after investing activities	**112.639**	**115.406**	**44.316**	**71.707**
Cash flows from financing activities				
Proceeds from non-controlling interest's participation in subsidiaries' share capital increase	10.358	-	-	-
Interest paid	-27.495	-31.935	-11.736	-19.232
Sale of treasury shares	534	-	534	-
Proceeds from government grants	110	260	-	-
Dividends paid	-2.771	-1.199	-1.574	-48
Proceeds from borrowings	715.866	349.428	195.274	104.724
Payments of borrowings	-736.981	-494.556	-225.078	-184.048
Net cash flows used in financing activities	-40.379	-178.002	-42.580	-98.604
Net increase/(decrease) in cash and cash equivalents	**72.260**	**-62.596**	**1.736**	**-26.897**
Cash and cash equivalents at beginning of the period	16.426	94.521	204	31.263
Effects of exchange rate changes	96	-1.336	-	-
Cash and cash equivalents at end of the period	**88.782**	**30.589**	**1.940**	**4.366**

Contents of the notes to the interim condensed financial statements

1. General information

TITAN CEMENT S.A. (the Company) and, its subsidiaries, joint ventures and associates (collectively the Group) are engaged in the production, trade and distribution of a wide range of construction materials, from aggregates, cement, concrete, cement blocks, dry mortars, fly ash and porcelain ware. The Group operates primarily in Greece, the Balkans, Egypt, Turkey and the United States of America.

The Company is a limited liability company incorporated and domiciled in Greece and is listed on the Athens Stock

These interim condensed financial statements have been approved for issue by the Board of Directors on August 26,

2. Basis of preparation and summary of significant accounting policies

These financial statements have been prepared by management in accordance with IAS 34 Interim Financial

The financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2009.

The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2009, except for the adoption of the new or revised standards, amendments or/and interpretations, mentioned below, for the annual

• IFRIC 17 Distributions of Non-cash Assets to Owners
This interpretation is effective for annual periods beginning on or after 1 July 2009. The interpretation provides guidance on how to account for non-cash distributions to owners. The interpretation clarifies when to recognize a liability, how to measure it and the associated assets, and when to derecognize the asset and liability.

• IFRS 3 Business Combinations (Revised) and IAS 27 Consolidated and Separate Financial Statements (Amended)
The revision and amendment is effective for annual periods beginning on or after 1 July 2009. The revised IFRS 3 introduces a number of changes in the accounting for business combinations which will impact the amount of goodwill recognized, the reported results in the period that an acquisition occurs, and future reported results. Such changes include the expensing of acquisition-related costs and recognizing subsequent changes in fair value of contingent consideration in the profit or loss (rather than by adjusting goodwill).

• IAS 39 Financial Instruments: Recognition and Measurement (Amended) – eligible hedged items
The amendment is effective for annual periods beginning on or after 1 July 2009.The amendment clarifies that an entity is permitted to designate a portion of the fair value changes or cash flow variability of a financial instrument as hedged item. This also covers the designation of inflation as a hedged risk or portion in particular situations.

• IFRS 2 Group Cash-settled Share-based Payment Transactions (Amended)
The amendment is effective for annual periods beginning on or after 1 January 2010. This amendment clarifies the accounting for group cash-settled share-based payment transactions and how such transactions should be arranged in the individual financial statements of the subsidiary.

Annual improvements to IFRSs (May 2008)

• In May 2008, the Board issued its first omnibus of amendments to its standards. All amendments issued are effective for the Group as at 31 December 2009, apart from the following:

IFRS 5 Non-current Assets Held for Sale and Discontinued Operations: clarifies when a subsidiary is classified as held for sale, all its assets and liabilities are classified as held for sale, even when the entity remains a non-controlling interest after the sale transaction.

Annual improvements to IFRSs (April 2009)

The adoption of the above new and amended IFRS and IFRIC interpretations did not have an impact on the financial statements or performance of the Group or the Company, however the revised IFRS 3 introduces a number of changes in the accounting for business combinations which will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs, and future reported results.

Such changes include the expensing of acquisition-related costs and recognising subsequent changes in fair value of contingent consideration in the profit or loss (rather than by adjusting goodwill). The amended IAS 27 requires that a change in ownership interest of a subsidiary is accounted for as an equity transaction. Therefore such a change will have no impact on goodwill, nor will it give raise to a gain or loss. Furthermore the amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary.

The following new and amended IFRS and IFRIC interpretations have been issued but are not effective for the financial year beginning January 1, 2010. They have not been early adopted and the Group and the Company are in the process of assessing their impact, if any, on the financial statements:

• IFRIC 19 Extinguishing Financial Liabilities with Equity Instruments
The interpretation is effective for annual periods beginning on or after 1 July 2010. This interpretation addresses the accounting treatment when there is a renegotiation between the entity and the creditor regarding the terms of a financial liability and the creditor agrees to accept the entity's equity instruments to settle the financial liability fully or partially. IFRIC 19 clarifies such equity instruments are "consideration paid" in accordance with paragraph 41 of IAS 39. As a result, the financial liability is derecognized and the equity instruments issued are treated as consideration paid to extinguish that financial liability.

• IFRIC 14 Prepayments of a Minimum Funding Requirement (Amended)
The amendment is effective for annual periods beginning on or after 1 January 2011. The purpose of this amendment was to permit entities to recognize as an asset some voluntary prepayments for minimum funding contributions. Earlier application is permitted and must be applied retrospectively.

The amended IAS 27 requires that a change in ownership interest of a subsidiary is accounted for as an equity transaction. Therefore such a change will have no impact on goodwill, nor will it give raise to a gain or loss. Furthermore the amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary. The changes introduced by IFRS 3 (Revised) and IAS 27 (Amendment) will be applied for business combinations after 1 January 2010 and will affect future acquisitions and transactions with non-controlling interests.

• IFRS 9 Financial Instruments – Phase 1 financial assets, classification and measurement
The new standard is effective for annual periods beginning on or after 1 January 2013. Phase 1 of this new IFRS introduces new requirements for classifying and measuring financial assets. Early adoption is permitted. This standard has not yet been endorsed by the EU.

• IAS 32 Classification on Rights Issues (Amended)
The amendment is effective for annual periods beginning on or after 1 February 2010. This amendment relates to the rights issues offered for a fixed amount of foreign currency which were treated as derivative liabilities by the existing standard. The amendment states that if certain criteria are met, these should be classified as equity regardless of the currency in which the exercise price is denominated. The amendment is to be applied retrospectively.

• IAS 24 Related Party Disclosures (Revised)
The revision is effective for annual periods beginning on or after 1 January 2011.This revision relates to the judgment which is required so as to assess whether a government and entities known to the reporting entity to be under the control of that government are considered a single customer. In assessing this, the reporting entity shall consider the extent of economic integration between those entities. Early application is permitted and adoption shall be applied retrospectively.

• IFRS 1 Additional Exemptions for First-time Adopters (Amended)
The amendment is effective for annual periods beginning on or after 1 July 2010.

• In May 2010 the IASB issued its third omnibus of amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording. The effective dates of the improvements are various and the earliest is for the financial year beginning 1 July 2010. Early application is permitted in all cases and this annual improvements project has not yet been endorsed by the EU.

• IFRS 1 First-time adoption, effective for annual periods beginning on or after 1 January 2011.
This improvement clarifies the treatment of accounting policy changes in the year of adoption after publishing an interim financial report in accordance with IAS 34 Interim Financial Reporting, allows first-time adopters to use an event-driven fair value as deemed cost and expands the scope of 'deemed cost' for property, plant and equipment or intangible assets to include items used subject to rate regulated activities.

• IFRS 3 Business Combinations, effective for annual periods beginning on or after 1 July 2010
This improvement clarifies that the amendments to IFRS 7 Financial Instruments: Disclosures, IAS 32 Financial Instruments: Presentation and IAS 39 Financial Instruments: Recognition and Measurement, that eliminate the exemption for contingent consideration, do not apply to contingent consideration that arose from business combinations whose acquisition dates precede the application of IFRS 3 (as revised in 2008).

Moreover, this improvement limits the scope of the measurement choices (fair value or at the present ownership instruments' proportionate share of the acquiree's identifiable net assets) only to the components of non-controlling interest that are present ownership interests that entitle their holders to a proportionate share of the entity's net assets. Finally, it requires an entity (in a business combination) to account for the replacement of the acquiree's share-based payment transactions (whether obliged or voluntarily), i.e., split between consideration and post combination expenses.

• IFRS 7 Financial Instruments: Disclosures, effective for annual periods beginning on or after 1 January 2011
This improvement gives clarifications of disclosures required by IFRS 7 and emphasises the interaction between quantitative and qualitative disclosures and the nature and extent of risks associated with financial instruments.

• IAS 1 Presentation of Financial Statements, effective for annual periods beginning on or after 1 January 2011
This amendment clarifies that an entity will present an analysis of other comprehensive income for each component of equity, either in the statement of changes in equity or in the notes to the financial statements.

• IAS 27 Consolidated and Separate Financial Statements, effective for annual periods beginning on or after 1 July 2010
This improvement clarifies that the consequential amendments from IAS 27 made to IAS 21 The Effect of Changes in Foreign Exchange Rates, IAS 28 Investments in Associates and IAS 31 Interests in Joint Ventures apply prospectively for annual periods beginning on or after 1 July 2009 or earlier when IAS 27 is applied earlier.

• IAS 34 Interim Financial Reporting, effective for annual periods beginning on or after 1 January 2011
This improvement provides guidance to illustrate how to apply disclosure principles in IAS 34 and add disclosure requirements.

• IFRIC 13 Customer Loyalty Programmes, effective for annual periods beginning on or after 1 January 2011
This improvement clarifies that when the fair value of award credits is measured based on the value of the awards for which they could be redeemed, the amount of discounts or incentives otherwise granted to customers not participating in the award credit scheme, is to be taken into account.

3. Segment information

For management purposes, the Group is structured in four geographic regions: Greece and Western Europe, North America, South East Europe and Eastern Mediterranean. Each region is a cluster of countries. The aggregation of countries is based on proximity of operations and to an extent in similarity of economic and political conditions.

Each region has a regional Chief Executive Officer (CEO) who reports to the Group's CEO. In addition, Group's Chief Financial Officer (CFO) organisation is also split by geographic region for effective financial controlling and performance monitoring.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on Earnings before Interest, Taxes, Depreciations & Amortization (EBITDA). Group financing (including finance costs and finance revenue) is managed on group basis and is allocated to operating segments.

(all amounts in Euro thousands)	**Greece and Western Europe**		**North America**		**South Eastern Europe**		**Eastern Mediter-ranean**		**Adjustments and eliminations**		**Total**	
Period from 1/1-30/6	**2010**	**2009**	**2010**	**2009**	**2010**	**2009**	**2010**	**2009**	**2010**	**2009**	**2010**	**2009**
Gross revenue	259.416	271.395	163.395	199.338	105.989	98.070	178.627	138.023	-	-	707.427	706.826
Inter-segment revenue	-24.398	-23.045	-90	-101	-2.129	-	-	-	-	-	-26.617	-23.146
Revenue	**235.018**	**248.350**	**163.305**	**199.237**	**103.860**	**98.070**	**178.627**	**138.023**	**-**	**-**	**680.810**	**683.680**
Gross profit before depreciation & amortization	78.751	84.058	23.729	49.381	44.490	40.426	70.950	52.704	103	-466	218.023	226.103
Earnings before interest, taxes, and depreciation	53.117	58.900	1.500	23.114	42.762	32.251	63.926	47.724	83	-896	161.388	161.093
Earnings/(losses) before interest and taxes	44.083	51.455	-29.719	-9.931	34.055	24.833	52.069	38.006	184	-795	100.672	103.568
Earnings/(losses) before taxes	37.281	34.311	-38.445	-20.498	38.746	27.982	74.940	35.464	-23.764	-431	88.758	76.828

(all amounts in Euro thousands)	**Greece and Western Europe**		**North America**		**South Eastern Europe**		**Eastern Mediter-ranean**		**Adjustments and eliminations**		**Total**	
	30/6/10	**31/12/09**	**30/6/10**	**31/12/09**	**30/6/10**	**31/12/09**	**30/6/10**	**31/12/09**	**30/6/10**	**31/12/09**	**30/6/10**	**31/12/09**
Total assets	2.667.073	2.675.534	1.145.042	1.035.760	724.163	656.860	1.209.323	1.011.686	-2.430.283	-2.374.220	3.315.318	3.005.620
Total liabilities	1.809.299	1.822.323	489.876	456.578	200.700	161.662	303.944	254.177	-1.164.433	-1.149.308	1.639.386	1.545.432

4. Cash and cash equivalents

(all amounts in Euro thousands)	**Group**		**Company**	
	30/6/10	**31/12/09**	**30/6/10**	**31/12/09**
Cash at bank and in hand	2.195	294	1.937	83
Short-term bank deposits	86.587	16.132	3	121
	88.782	**16.426**	**1.940**	**204**

Short-term bank deposits comprise primarily of current accounts and time deposits. The effective interest rates on these short-term bank deposits are based on Euribor rates, are negotiated on a case by case basis and have an average maturity period of seven days.

Bank Credit Facilities

The Group and the Company had the following bank credit facilities at 30.6.2010:

(all amounts in Euro thousands)	**Group**		**Company**	
	30/6/10	**31/12/09**	**30/6/10**	**31/12/09**
Total Committed	1.417.200	1.222.000	165.000	40.000
Total Un-committed	237.900	237.400	98.449	93.900
Un-utilized Committed	796.700	715.500	69.516	39.500
Un-utilized Un-committed	159.100	170.700	88.912	91.300
Total Un-utilised	**955.800**	**886.200**	**158.428**	**130.800**

5. Principal subsidiaries, associates and joint ventures

			30/6/2010		31/12/2009	
	Country of		% of investment (1)		% of investment (1)	
Subsidiary, associate and joint venture name	**incorporation**	**Nature of business**	**Direct**	**Indirect**	**Direct**	**Indirect**
Full consolidation method						
Titan Cement Company S.A	Greece	Cement Producer	Parent company		Parent company	
Achaiki Maritime Company	Greece	Shipping	100,000	-	100,000	-
Aeolian Maritime Company	Greece	Shipping	100,000	-	100,000	-
Albacem S.A.	Greece	Trading Company	99,996	0,004	99,996	0,004
Arktias S.A.	Greece	Quarries & Aggregates	-	100,000	-	100,000
AVES AFOI Polikandrioti S.A.	Greece	Ready Mix	-	100,000	-	100,000
Dodekanesos Quarries S.A.	Greece	Quarries & Aggregates	-	100,000	-	100,000
Ecobeton S.A. (2)	Greece	Ready Mix & Aggregates	-	-	-	100,000
Interbeton Construction Materials S.A.	Greece	Ready Mix & Aggregates	99,679	0,321	99,679	0,321
Intercement S.A.	Greece	Trading Company	99,950	0,050	99,950	0,050
Intertitan Trading International S.A.	Greece	Trading Company	99,995	0,005	99,995	0,005
Ionia S.A.	Greece	Porcelain	100,000	-	100,000	-
Lakmos S.A.	Greece	Trading Company	99,950	0,050	99,950	0,050
Leecem S.A.	Greece	Trading Company	3,172	96,828	3,172	96,828
Naftitan S.A.	Greece	Shipping	99,900	0,100	99,900	0,100
Polikos Maritime Company	Greece	Shipping	100,000	-	100,000	-
Pozolani S.A.	Greece	Quarries & Aggregates	-	100,000		100,000
Porfirion S.A.	Greece	Production and Trade of Electricity	-	100,000	-	100,000
Gournon Quarries S.A.	Greece	Quarries & Aggregates	54,930	45,070	54,930	45,070
Quarries of Tagaradon Community S.A.	Greece	Quarries & Aggregates	-	79,928	-	79,928
Quarries of Tanagra S.A.	Greece	Quarries & Aggregates	-	100,000	-	99,000
Vahou Quarries S.A.	Greece	Quarries & Aggregates	-	100,000	-	100,000
Sigma Beton S.A.	Greece	Quarries & Aggregates	-	100,000	-	100,000
Titan Atlantic Cement Industrial and Commercial S.A.	Greece	Investment Holding Company	43,947	56,053	43,947	56,053
Titan Cement International Trading S.A.	Greece	Trading Company	99,800	0,200	99,800	0,200
Double W & Co OOD	Bulgaria	Port	-	99,989	-	99,989
Granitoid AD	Bulgaria	Trading Company	-	99,668	-	99,668
Gravel & Sand PIT AD	Bulgaria	Investment Holding Company	-	99,989	-	99,989
Trojan Cem EOOD	Bulgaria	Trading Company	-	94,835	-	94,835
Zlatna Panega Beton EOOD	Bulgaria	Ready Mix	-	99,989	-	99,989
Zlatna Panega Cement AD	Bulgaria	Cement Producer	-	99,989	-	99,989
Cementi Crotone S.R.L.	Italy	Trading Company	-	100,000	-	100,000
Fintitan SRL	Italy	Trading Company	100,000	-	100,000	-
Separation Technologies Canada Ltd	Canada	Fly Ash Process	-	100,000	-	100,000
Aemos Cement Ltd	Cyprus	Investment Holding Company	100,000	-	100,000	-
Alvacim Ltd	Cyprus	Investment Holding Company	-	100,000	-	100,000
Balkan Cement Enterprises Ltd (3)	Cyprus	Investment Holding Company	-	100,000	-	-
Balkcem Ltd	Cyprus	Investment Holding Company	-	100,000	-	100,000
East Cement Trade Ltd	Cyprus	Investment Holding Company	-	100,000	-	100,000
Feronia Holding Ltd	Cyprus	Investment Holding Company	-	100,000	-	100,000
Iapetos Ltd	Cyprus	Investment Holding Company	100,000	-	100,000	-
KOCEM Limited	Cyprus	Investment Holding Company	-	100,000	-	100,000
Rea Cement Ltd	Cyprus	Investment Holding Company	-	100,000	-	100,000
Themis Holdings Ltd (2)	Cyprus	Investment Holding Company	-	100,000	-	51,006
Titan Cement Cyprus Limited	Cyprus	Investment Holding Company	-	100,000	-	100,000
Tithys Ltd	Cyprus	Investment Holding Company	-	100,000	-	100,000
Terret Enterprises Ltd (4)	Cyprus	Investment Holding Company	-	51,000	-	-
Sharr Beteiligungs GmbH (4)	Germany	Investment Holding Company	-	51,000	-	-
Alexandria Portland Cement Co. S.A.E	Egypt	Cement Producer	-	97,727	-	97,721
Beni Suef Cement Co.S.A.E.	Egypt	Cement Producer	-	97,727	-	99,886
Misrieen Titan Trade & Distribution	Egypt	Trading Company	-	97,864	-	98,943
Titan Beton & Aggregate Egypt LLC	Egypt	Quarries & Aggregates	-	97,806	-	97,800
Separation Technologies U.K. Ltd	U.K.	Fly Ash Process	-	100,000	-	100,000
Titan Cement U.K. Ltd	U.K.	Trading Company	100,000	-	100,000	-
Titan Global Finance PLC	U.K.	Financial Services	100,000	-	100,000	-
Alexandria Development Co.Ltd	U.K. (Ch. Islands)	Investment Holding Company	-	100,000	-	100,000
Titan Egyptian Inv. Ltd	U.K. (Ch. Islands)	Investment Holding Company	-	100,000	-	100,000
Central Concrete Supermix Inc.	U.S.A.	Ready Mix	-	100,000	-	100,000
Essex Cement Co. LLC	U.S.A.	Trading Company	-	100,000	-	100,000
Markfield America LLC	U.S.A.	Insurance Company	-	100,000	-	100,000
Mechanicsville Concrete INC.	U.S.A.	Ready Mix	-	100,000	-	100,000
Metro Redi-Mix LLC	U.S.A.	Ready Mix	-	100,000	-	100,000
Miami Valley Ready Mix of Florida LLC	U.S.A.	Ready Mix	-	100,000	-	100,000

5. Principal subsidiaries, associates and joint ventures

Subsidiary, associate and joint venture name	Country of incorporation	Nature of business	30/6/2010 % of investment (1) Direct	30/6/2010 % of investment (1) Indirect	31/12/2009 % of investment (1) Direct	31/12/2009 % of investment (1) Indirect
Full consolidation method						
Pennsuco Cement Co. LLC	U.S.A.	Cement Producer	-	100,000	-	100,000
Roanoke Cement Co. LLC	U.S.A.	Cement Producer	-	100,000	-	100,000
S&W Ready Mix Concrete Co. Inc.	U.S.A.	Ready Mix	-	100,000	-	100,000
Separation Technologies LLC	U.S.A.	Fly Ash Process	-	100,000	-	100,000
Standard Concrete LLC	U.S.A.	Trading Company	-	100,000	-	100,000
Summit Ready-Mix LLC	U.S.A.	Ready Mix	-	100,000	-	100,000
Tarmac America LLC	U.S.A.	Cement Producer	-	100,000	-	100,000
Titan Virginia Ready Mix LLC	U.S.A.	Ready Mix	-	100,000	-	100,000
Titan America LLC	U.S.A.	Investment Holding Company	-	100,000	-	100,000
Cementara Kosjeric AD	Serbia	Cement Producer	-	100,000	-	100,000
Stari Silo Company DOO	Serbia	Trading Company	-	100,000	-	100,000
TCK Montenegro DOO	Montenegro	Trading Company	-	100,000	-	100,000
Cement Plus LTD	F.Y.R.O.M	Trading Company	-	61,643	-	61,643
Geospan Dooel (5)	F.Y.R.O.M	Quarries & Aggregates	-	99,989	-	-
Rudmark DOOEL	F.Y.R.O.M	Trading Company	-	94,835	-	94,835
Usje Cementarnica AD	F.Y.R.O.M	Cement Producer	-	94,835	-	94,835
Vesa DOOL	F.Y.R.O.M	Trading Company	-	100,000	-	100,000
Alba Cemento Italia, SHPK (6)	Albania	Trading Company	-	60,000	-	39,000
Antea Cement SHA	Albania	Cement Producer	-	60,000	-	60,000
Dancem APS	Denmark	Trading Company	-	100,000	-	100,000
Aeas Netherlands B.V.	Holland	Investment Holding Company	-	100,000	-	100,000
Colombus Properties B.V.	Holland	Investment Holding Company	100,000	-	100,000	-
Holtitan B.V.	Holland	Investment Holding Company	-	100,000	-	100,000
Salentijn Properties1 B.V.	Holland	Investment Holding Company	100,000	-	100,000	-
Titan Cement Netherlands BV	Holland	Investment Holding Company	-	100,000	-	100,000
Proportionate consolidation method						
Balkan Cement Enterprises Ltd (3)	Cyprus	Investment Holding Company	-	-	-	51,006
Adocim Cimento Beton Sanayi ve Ticaret A.S.	Turkey	Cement Producer	-	50,000	-	50,000
Equity consolidation method						
Karieri AD	Bulgaria	Quarries & Aggregates	-	48,711	-	48,711
Karierni Materiali AD	Bulgaria	Quarries & Aggregates	-	48,764	-	48,764
Vris OOD (7)	Bulgaria	Quarries & Aggregates	-	48,764	-	-
Transbeton - Domiki S.A.	Greece	Ready Mix & Aggregates	-	49,900	-	49,900

(1) Percentage of investment represents both percentage of shareholding and percentage of control.

(2) The company Ecobeton S.A. was merged by Interbeton Construction Materials S.A., as of 31.5.2010

(3) On 28.1.2010 the Group acquired the remaining 48.994% of the subsidiary Themis Holdings Ltd. After this acquisition, the Group now owns 100% stake in Themis Holdings Ltd and 100% stake of Balkan Cement Enterprises Ltd, a subsidiary of the latter.

(4) In the second quarter, the Group completed the agreement to acquire the companies Terret Enterprises Ltd and Sharr Beteiligungs GmbH. The above mentioned companies were incorporated in the Group's consolidated financial statements of the 2nd quarter with the full consolidation method.

(5) On 2.2.2010, Group's financial statements incorporated the established company Geospan Dooel, with the full consolidation method.

(6) On 01.03.2010, the Group's subsidiary Antea Cement sh.a. acquired the remaining 35% stake in Alba Cemento sh.pk. After this acquisition the Group now owns 60% of the subsidiary Alba Cemento sh.pk

(7) On 1.1.2010 the Group acquired 48.764% of the Vris OOD, which was included in the Group's financial statements with the equity consolidation method.

6. Fiscal years unaudited by the tax authorities

Titan Cement Company S.A	2008-2009
Achaiki Maritime Company	2000-2009
Aeolian Maritime Company	2000-2009
Albacem S.A.	2006-2009
Arktias S.A.	2009
AVES AFOI Polikandrioti S.A.	2007-2009
Dodekanesos Quarries S.A.	2007-2009
Interbeton Construction Materials S.A.	2005-2009
Intercement S.A.	2007-2009
Intertitan Trading International S.A.	2007-2009
Ionia S.A.	2007-2009
Lakmos S.A.	2007-2009
Leecem S.A.	2007-2009
Naftitan S.A.	2007-2009
Pozolani S.A.	2007-2009
Porfirion S.A.	2008-2009
Polikos Maritime Company	2000-2009
Vahou Quarries S.A.	2008-2009
Gournon Quarries S.A.	2007-2009
Quarries of Tagaradon Community S.A.	2007-2009
Quarries of Tanagra S.A.	2007-2009
Sigma Beton S.A.	2007-2009
Titan Atlantic Cement Industrial and Commercial	2007-2009
Titan Cement International Trading S.A.	2007-2009
Aemos Cement Ltd	2004-2009
[2] Alvacim Ltd	2006-2009
[2] Balkcem Ltd	2004-2009
Iapetos Ltd	2003-2009
Rea Cement Ltd	2003-2009
Themis Holdings Ltd	2004-2009
[2] Tithys Ltd	2004-2009
Feronia Holding Ltd	2006-2009
Vesa DOOL	2007-2009
Terret Enterprises Ltd	2009
Sharr Beteiligungs GmbH	2006-2009
Salentijn Properties1 B.V.	2009
Titan Global Finance PLC	2008-2009
Cementi Crotone S.R.L.	2009
Dancem APS	2009
Titan Cement Cyprus Limited	2006-2009
KOCEM Limited	2007-2009
Fintitan SRL	(1)
Colombus Properties B.V.	2007-2009
Holtitan B.V.	2007-2009
Aeas Netherlands B.V.	2009
Titan Cement U.K. Ltd	(1)
Separation Technologies U.K. Ltd	(1)
[3] Titan America LLC	2008-2009
Separation Technologies Canada Ltd	2008-2009
Stari Silo Company DOO	2008-2009
Cementara Kosjeric AD	2005-2009
Adocim Cimento Beton Sanayi ve Ticaret A.S.	2005-2009
TCK Montenegro DOO	2007-2009
Double W & Co OOD	2007-2009
Granitoid AD	2007-2009
Gravel & Sand PIT AD	2002-2009
Trojan Cem EOOD	2009
Zlatna Panega Beton EOOD	2002-2009
Zlatna Panega Cement AD	2009
Cement Plus LTD	2009
Geospan Dooel	-
Rudmark DOOEL	2006-2009
Usje Cementarnica AD	2009
Titan Cement Netherlands BV	2009
Alba Cemento Italia, SHPK	2009
Antea Cement SHA	2009
Alexandria Development Co.Ltd	(1)
Alexandria Portland Cement Co. S.A.E	2005-2009
Balkan Cement Enterprises Ltd	2004-2009
Beni Suef Cement Co.S.A.E.	2006-2009
East Cement Trade Ltd	2003-2009
Titan Beton & Aggregate Egypt LLC	2008-2009
Titan Egyptian Inv. Ltd	(1)
Misrieen Titan Trade & Distribution	2005-2009

(1) Under special tax status.
(2) The fiscal year of 2007 has been audited.
(3) Companies operating in the U.S., are incorporated in Titan America LLC subgroup (note 5).

7. Pledge of assets

The assets of the Company have not been pledged. The assets of the Group have been pledged to secure loans for the assets of the Group's joint venture Adocim Cimento Beton Sanayi ve Ticaret A.S. in Turkey and they are analyzed as follows:
-Mortgage on assets of the amount of€54 m to secure a loan of €36 m.
-Second-line mortgage on assets of the amount of TL 26 m (€13.4 m) to secure loans of TL 6,9 m (€3.6 m) and $2.7 m (€2.2 m).

8. Number of employees

Number of employees at the end of the reporting period: Group 6,135 (30.6.2009 6,063), Parent Company 977 (30.6.2009 1,040)

9. Capital expenditure and disposals

Capital expenditure for the first six months of 2010, not including fixed assets acquired through a business combination and intangibles, amounted to: Group €36.2 m (30.6.2009 €105.5 m), Parent Company €3.1 m (30.6.2009 €3.5 m). Assets with a net book value of €2.1 m have been disposed of by the Group during the six months ended 30 June 2010 (30.6.2009: €2.5 m) (except those assets that have been disposed in Cumberland quarry, as it is analyzed below), resulting in a net gain€3.6 m (30.6.2009: gain

On 1.4.2010, the Group disposed the quarry in Cumberland in the state of Kentucky USA, for the amount of €32.7 m, the net assets of which (mainly fixed assets) are €32.8 m. The above transaction has the result of a loss of €102 thousand, which is included in other operating income/expenses of the consolidated income statement for the period 1.1-30.6.2010.

10. Earnings per share

Earnings per share have been calculated on the total weighted average number of common and preferred shares, excluding the average number of treasury shares.

11. Treasury shares

Pursuant to its Board of Directors resolutions dated 12.1.2010 and 26.4.2010, the Company proceeded with the sale through the Athens Stock Exchange of 26,702 treasury common shares between 13.1.2010 and 30.6.2010, representing 0.0316% of the Company's paid up Share Capital, at an average sale price equal to €19.97 per share. The sale of these treasury shares was held within the three year statutory period commencing from the date they were acquired by the Company. The total number of its own shares that the Company holds as at 30.6.2010 is 3,148,511 of aggregate value €90,589 thousand and they have been deducted from the Shareholders Equity of the Group and the Company. The above shares represent 3.72% of the Company's total share capital.

12. Provisions

Other provisions' balance (short and long term) as of 30.6.2010 amount to €21.5 m for the Group, and €2.4 m for the Company. There are no material provisions recorded for the unaudited by the tax authorities fiscal years, as well as for litigation issues both for the Group and the Company.
According to the Law 3845/2010 (that was issued on 6.5.2010), a social responsibility tax was imposed on Greek companies that had profit above €100 thousand for the fiscal year of 2009. The total charge amounted to €7.9 m for the Group and the Company. For this purpose, a relative provision of €4.0 m has been recorded on long term provisions for the amount that has to be paid in more than one year and the remaining €3.9 m, which is to be paid within one year, a provision has been recorded and increased the account Income tax payable.

13. Related party transactions

Intercompany transactions for the first six months of 2010 and intercompany balances as of 30 June 2010, according to I.A.S. 24 are as follows:

Company

Amounts in € thousands	**Sales of goods & services**	**Purchases of goods & services**	**Receivables**	**Liabilities**
Achaiki Maritime Co.	4.481	1.406	-	2.400
Aeolian Maritime Company	1.182	925	-	775
Interbeton Construction Materials S.A.	25.513	5.357	9.441	662
Intertitan Trading International S.A.	3.363	-	-	-
Ionia S.A.	-	-	-	-
Ecobeton S.A.	-	-	-	-
Finititan S.r.l.	4.133	-	5.398	-
T.C.U.K. Ltd	2.460	-	1.401	-
Usje Cementarnica AD	7.525	-	3.222	-
Essex Cement Co. LLC	3.907	54	22	166
Antea Cement SHA	5.239	-	4.805	-
Alexandria Portland Cement Co. S.A.E	7.865	-	2.082	-
Titan Global Finance PLC	-	8.724	-	631.237
Other affiliates	1.473	321	1.477	1.299
Other interrelated parties	-	1.055	-	296
Executives and members of the Board	-	2.908	14	-
	67.141	**20.750**	**27.862**	**636.835**

Group

Amounts in € thousands	**Sales of goods & services**	**Purchases of goods & services**	**Receivables**	**Liabilities**
Other interrelated parties	-	1.055	-	296
Executives and members of the Board	-	3.011	14	-
	-	**4.066**	**14**	**296**

14. Significant movements in consolidated balance sheet and profit and loss items

Group

The following are significant movements between the periods presented in these consolidated financial statements:

- Group's property, plant and equipment increased by €147.2 m mainly due to the additions of €36.2 m, the exchange differences gains of €192 m, reduced by the amounts of €51.2 m for depreciation and €31.4 m for disposals.

- Group's intangible assets increased by €32.9 m because of the additions of €3.4 m, the exchange differences gains of €40.5 m, reduced by the amounts of €8.5 m for depreciation and €2.2 m for disposals.

-The increase in the Group's inventories of €22.0 m, is due to the devaluation of the Euro against the dollar and the Egyptian pound - for the amount of €19.8 m - and the operation of the Group's new factory in Albania in addition with the operation of the second production line of the factory in Beni Suef, Egypt - for the amount of €2.2 m.

-Trade receivables increased by €26.5 m. The amount of €8.2 is due to the devaluation of the Euro against other foreign currencies and the remaining amount reflects the market conditions in the countries that the Group operates.

-The increase in other receivables and prepayments of €9.6 m is added up to €6.4 m that is due to positive exchange differences arising from the devaluation of the Euro against other foreign currencies and €3.4 m is due to receivables from the sale of Group's tangible assets.

-The Group's total borrowings (long and short term) increase by €18.6 m is the result from the actual reduction of borrowings for the amount of €21.1 m, in addition to the negative exchange differences of €39.7 m.

-The total net deferred tax liabilities of the Group have increased by €14.1 m, which included the negative impact of exchange differences of €25.0 m, while the remaining amount reflects the total effect of the deferred tax that was booked in the interim income statement for six months.

- The account "derivative financial instruments" has been increased by €17.5 m because of the forward contracts in foreign currencies for hedging loans.

- The Group's provisions has been increased by €6.2 m. The amount of €4.0 m. is the provision for part of social responsibility tax and the remaining amount is mainly staff leaving provision.

- The account "trade and other payables" has been increased by €24.5 m. This amount includes exchange differences of €17.8 m and the remaining amount is mainly increased due to the customers' prepayments of the Group's subsidiaries in Egypt.

-The overall increase in other operating income/(expenses) at €10.1 m includes an amount of €6.1 m profit on sale of Group's assets and an amount of €2.1 m of a judicial pendency's positive outcome of the Group's subsidiary in the U.S.

-The exchange differences gains have increased by €13.7 m are mainly because of positive exchange differences arising from the valuation of the Group's subsidiaries receivables and liabilities.

-The increase in non-controlling interest for the amount of €5.5 m is mainly because of the positive results of the Group's subsidiaries in SEE region and Egypt.

-The decrease of Group's effective tax rate is due to the change in the composition with which the subsidiaries participate in Group's profits. Specifically, the North America region (with tax rate 39%) has negative results and the SEE and South Eastern Europe regions (with tax rate 10%-20%) have increased profitability.

Company

-The total revenue decreased 6% over the first half of 2009 due to the reduced activity in the internal market. This decline was partially offset by the increase in exports.

-The reduction in earnings before interest, taxes, depreciation and amortization (EBITDA) at 18% is due to the decrease in sales and the increase (because of additional provisions) in other operating expenses.

-The reduction in financial expenses by 37% is a result of both the decrease in borrowings and the decrease in the EURIBOR, compared with first half of 2009.

-According to the Law 3845/2010, a social responsibility tax was imposed in 2009 Companies net profits. For the total amount of the tax, a provision of €7.86 m has been booked, which affected the net result. For the above mentioned provision, the amount of €3.93 m has been booked in the account tax payables and the remaining €3.93 m has been booked in the account long-term provisions.

-The increase in long-term borrowings by €89 m is due to the conversion of short-term borrowing in long-term bond for the amount of €95 m and the partial repayment of long-term loan by €6 m. Note that total debt decreased by €29 m compared to 31.12.2009.

-The decrease of trade receivables by €5.3 m is mainly due to bad debts provisions, which were necessary for the increased credit risk of the company because of the decline in construction materials industry.

-The increase in the account "dividends payable" is due to the recognition of the obligation to the Company's shareholders for paying dividend of €15.2 m, approved by the General Assembly's decision of 18/05/2010. In the previous mentioned amounts, there is tax of 10%. The dividend has been paid from 2009 profits.

15. Share based payment

Programme 2007

In 2009, in accordance to the three-year Stock Option Programme (2007 Programme), the Company granted 86,880 share options.

According to the provisions of that Programme, the options granted each year have a maturity period of three years and can be exercised after the completion of the three year maturity period. Each option must be exercised within twelve months from its respective vesting period. If the deadline is exceeded then those particular options will be irrevocably cancelled.

All granted options are conditional on the employee's continued employment throughout the vesting period. The number of shares to be granted each year will be determined as follows:

1) One-third of options granted vest based on the financial results of the Company, relative to the yield of the three year Greek Government Bonds.
2) One-third of options granted vest based on the Titan Cement's ordinary share performance relative to SMI index during the three year period.
3) One-third of options granted vest based on the Titan Cement's ordinary share performance relative to the average performance of the stock of twelve predefined international cement producing companies (Peer Index) during the three year period.
The options granted under the new Programme have been accounted for in terms of the requirements of IFRS 2 "Share based payments".

The fair value of the options granted in 2009 under the Programme of 2007, determined using the 2-dimensional Black-Scholes valuation model, was €8.41 per option. The significant inputs used in the application of the valuation model were share price at the grant date of €20.60, the standard deviation of the share price of 36.71%, the dividend yield of 2.07% and the average annual yield of the three-year Greek Government Bonds of 3.649%.

Programme 2010

On 22 June 2010, in accordance to the new three-year Stock Option Programme (2010 Programme), the Company granted 267,720 share options.

According to the provisions of that Programme, the options granted each year have a maturity period of three years and can be exercised after the completion of the three year maturity period. Each option must be exercised within twelve months from its respective vesting period. If the deadline is exceeded then those particular options will be irrevocably cancelled.
All granted options are conditional on the employee's continued employment throughout the vesting period. The number of shares to be granted each year will be determined as follows:

1) One-third of options granted vest based on the financial results of the Company, relative to the three year cumulative fixed EUR swap interest rate.
2) One-third of options granted vest based on the Titan Cement's ordinary share performance relative to SMI index during the three year period.
3) One-third of options granted vest based on the Titan Cement's ordinary share performance ranking relative to the performance of the shares of ten predefined international cement producing companies (Peer Index) during the three year period.

The options granted under the new Programme have been accounted for in terms of the requirements of IFRS 2 "Share based payments".

The fair value of the options granted in 2010 under the Programme of 2010, determined using the Monte Carlo Simulation valuation model, was €5.36 per option. The significant inputs used in the application of the valuation model were share price at the grant date of €15.90, the standard deviation of the share price of 39.42%, the dividend yield of 2.68% and the three year fixed EUR swap interest rate of 2.247%.

16. Contingencies and Commitments

Contingent liabilities	**Group**		**Company**	
(all amounts in Euro thousands)	**30/6/2010**	**31/12/2009**	**30/6/2010**	**31/12/2009**
Guarantees to third parties on behalf of subsidiaries	-	-	884.008	832.038
Bank guarantee letters	78.727	68.515	26.733	25.103
Other	10.932	14.718	6.483	3.020
	89.659	**83.233**	**917.224**	**860.161**

Lake Belt

The U.S. Army Corps of Engineers (ACE) published on February 1, 2010 a Record of Decision (ROD) that paved the way for new mining permits in the Lake Belt area of Miami-Dade, Florida.

The ROD pertained to nine ACE permit applications held by several companies, including Group's subsidiary, Tarmac America.

The ROD marked the conclusion of a 3-year process, following a Federal-Court-mandated Supplemental Environmental Impact Study (SEIS), which was issued for public comment in May 2009 and addresses the issues raised by the District and subsequent Appellate Court decisions.

Based on the above Record of Decision (ROD), 2010, the U.S. Army Corps of Engineers (ACE) issued to Tarmac America in April 2010 a new permit with a tenure of 20 years, which provides specific requirements for operating the mine in the Lake Belt area.

The new permit removes a source of uncertainty and allows the Group a long term focus on operating excellence and environmental stewardship.

Florida class action litigation

A number of ready-mix concrete and construction companies filed class action lawsuits in the United States District Court for the Southern District of Florida (the “District Court”) alleging certain antitrust violations made by cement and ready mix concrete companies in the State of Florida.

These lawsuits were consolidated in two complaints which were filed with the District Court naming as defendants eight building materials companies in Florida, including the Company’s subsidiary, Tarmac America LLC.

Tarmac America LLC refuses the plaintiffs’ allegations, and intends to defend the case vigorously.

There are no other litigation matters which may have a material impact on the financial position of the Company and the Group.

Business combinations

On 22.3.2010, the Group announced the signing of agreements between the Group and the International Finance Corporation (IFC) providing for an €80 million equity investment by IFC in Titan’s subsidiary in Egypt “Alexandria Portland Cement Company S.A.E.” (APCC), which will acquire first the control of the company "Beni Suef Cement Co. SAE" (BSCC), at an enterprise value of € 650 million. The implementation of the agreement should be completed by the end of September.

The IFC is expected to hold a minority stake of approximately 16% Titan’s Egyptian total operations.

CO2 emissions

Given the reduced demand resulting from the underlying economic crisis, it is estimated that the Group's production levels will not be constrainted by the allocation of carbon dioxide emissions allowances for the period 2008-2012.

Put option in Antea

The Group has granted to non controlling interest shareholders, European Bank for Reconstruction and Development (EBRD) and International Finance Corporation (IFC) the option to have the Group to purchase their shares in ANTEA Cement SHA at predetermined conditions. On 30.6.2010 the put option’s fair value recognized as liability is € 20.7 million.

Contingent tax liability

The financial years, referred to in note 6, have not been audited by the tax authorities and therefore the tax obligations of the Company and its subsidiaries for those years have not yet been finalized.

Other than the items referred to in the preceding paragraph, it is not anticipated that any material contingent liabilities will arise.

Contingent assets	**Group**		**Company**	
(all amounts in Euro thousands)	**30/6/2010**	**31/12/2009**	**30/6/2010**	**31/12/2009**
Bank guarantee letters	14.359	14.808	14.359	14.808

Commitments

Capital commitments

Capital commitments contracted for at the balance sheet date but not recognized in the financial statements is as follows:

	Group		**Company**	
(all amounts in Euro thousands)	**30/6/2010**	**31/12/2009**	**30/6/2010**	**31/12/2009**
Property, plant and equipment	16.480	37.663	10.942	12.872

17. Acquisitions of subsidiaries

Period ended 30 June 2010

On 28.1.2010 the Group acquired the remaining 48.994% of the subsidiary Themis Holdings Ltd for the amount of €0.5 m. After this acquisition, the Group now owns 100% stake in Themis Holdings Ltd and 100% stake of Balkan Cement Enterprises Ltd, a subsidiary of the latter.

On 01.03.2010, the Group's subsidiary Antea Cement sh.a. acquired the remaining 35% stake in Alba Cemento sh.pk by paying the amount of €1.8 m. After this acquisition the Group now owns 60% of the subsidiary Alba Cemento sh.pk

On 8.1.2010 the Group signed agreement to acquire 51% of Terret Enterprises Ltd for the amount of €0,001 m (the acquisition was completed in the 2nd quarter of 2010), with headquarters in Cyprus. The above mentioned company was incorporated in the interim condensed consolidated financial statements of the Group in the 2nd quarter of 2010.

On 28.1.2010 the Group signed agreement to acquire the 51% of Sharr Beteiligungs GmbH for the amount of €4.7 m (the acquisition has been completed in the 2nd quarter of 2010), with headquarters in Germany. The above mentioned company was incorporated in the interim condensed consolidated financial statements of the Group in the 2nd quarter of 2010.

The assets and liabilities of the new acquired companies, as they were preliminary recorded at the date of acquisition, are as follows:

(Amount in € 000s)	Fair value recognized on acquisition	Previous carrying value
Assets		
Non current assets	1.743	1.743
Inventory	2.453	2.453
Receivables and prepayments	667	667
Cash & cash equivalents	4.823	4.823
Total assets	**9.686**	**9.686**
Liabilities		
Long term liabilities	353	353
Other liabilities and taxes payable	6.710	6.710
Total liabilities	**7.063**	**7.063**
Net assets	**2.623**	**2.623**
Goodwill arising on acquisition	2.125	
Consideration, paid	**4.748**	
Cash flow on acquisition:		
Purchase consideration settled in cash	4.748	
Net cash acquired with the subsidiary	-4.823	
Net cash inflow on acquisition	**-75**	

The purchase price allocation of the acquired companies will be completed within twelve months from respective acquisition date.

17. Acquisitions of subsidiaries (continued)

Period ended 30 June 2009

On 22.4.2009, the Group completed the acquisition of 3.6529% from the minority shareholders of Titan's Cementara Kosjeric A.D. in Serbia by paying the amount of €2.6 m. After this acquisition the Group now owns 100% of the share capital of the above mentioned subsidiary.

On 3.6.2009 the Group acquired 25% of the shares of Pozolani S.A. for the amount of €0.5 m, which was included in the Group's interim condensed financial statements with the equity method.

On 26.5.2009 the Group signed an acquisition agreement for 100% of the shares of Zofori Building Materials S.A., which was included in the Group's interim condensed financial statements with the full consolidation method.

The assets and liabilities of the Zofori Building Materials S.A., as they were preliminary recorded at the date of acquisition, are as follows:

(Amount in € 000s)

Assets	Fair value recognized on acquisition	Previous carrying value
Non current assets	69	69
Inventory	4	4
Receivables and prepayments	49	49
Cash & cash equivalents	1	1
Total assets	**123**	**123**
Liabilities		
Long term liabilities	11	11
Total liabilities	**11**	**11**
Net assets	**112**	**112**
Goodwill arising on acquisition	-5	
Consideration, paid	**107**	
Cash flow on acquisition:		
Purchase consideration settled in cash	107	
Net cash acquired with the subsidiary	-1	
Net cash outflow on acquisition	**106**	

18. Events after the Balance Sheet date

Between 1.7.2010 and 26.8.2010 of the Company sold 10,895 treasury common shares, at an average sale price equal to €15.85 per share. The total number of its own shares that the Company holds as at 26.8.2010 is 3,137,616 of aggregate value €90,219 thousand and they have been deducted from the Shareholders Equity of the Group and the Company. The above shares represent 3.71% of the Company's total share capital.

On 1.7.2010, the Group's subsidiary in the US, Titan America LLC, prepaid and retired the remaining $ 66.9m (€ 54.5m) of private placement notes which had been issued in the past to US institutional investors, with terms that are no longer favorable. The total, pre-tax make-whole amount was $ 9.7m (€ 7.9m) and will impact the third quarter of 2010.

19. Principal exchange rates

Balance sheet	30/06/2010	31/12/2009	30/6/2010 vs 31/12/2009
€1 = USD	1,23	1,44	-14,8%
€1 = EGP	6,99	7,90	-11,5%
€1 = TRY	1,94	2,15	-10,0%
1USD=EGP	5,70	5,44	4,7%
€1 = RSD	104,37	95,89	8,8%
1USD = JPY	88,66	92,43	-4,1%

Profit and loss	Ave 6M 2010	Ave 6M 2009	Ave 6M 2010 vs 6M 2009
€1 = USD	1,33	1,34	-0,9%
€1 = EGP	7,35	7,50	-1,9%
€1 = TRY	2,02	2,16	-6,4%
1USD=EGP	5,56	5,61	-0,8%
€1 = RSD	99,94	94,35	5,9%
1USD = JPY	91,26	95,95	-4,9%