Titan Cement Company S.A. and its Subsidiaries

Interim Condensed Financial Reporting

for the period ended 31 March 2012

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The Interim Condensed Financial Statements presented through pages 3 to 27 both for the Group and the Parent Company, have been approved by the Board of Directors on 3rd of May 2012.

Chairman of the Board of Directors	Managing Director
ANDREAS L. CANELLOPOULOS ID No AB500997	DIMITRIOS TH. PAPALEXOPOULOS ID No AK031353

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

Interim Income Statement

(all amounts in Euro thousands)

	Note	Group 1/1-31/3/2012	Group 1/1-31/3/2011 (1) Restated	Company 1/1-31/3/2012	Company 1/1-31/3/2011 (1) Restated
Turnover		214.666	242.662	37.922	54.292
Rendering of services		10.713	10.240	4.544	5.146
Total revenue	17l	**225.379**	**252.902**	**42.466**	**59.438**
Cost of sales		-166.700	-175.448	-25.187	-44.764
Gross profit before depreciation		**58.679**	**77.454**	**17.279**	**14.674**
Other income		7.710	7.778	3.249	1.200
Share of loss of associates		-368	-253	-	-
Administrative expenses	17m	-24.274	-24.593	-7.293	-8.150
Selling and marketing expenses		-5.158	-5.422	-38	-64
Other expenses		-2.515	-6.778	-824	-2.730
Profit before interest, taxes, depreciation and amortization (EBITDA)	17a,l	**34.074**	**48.186**	**12.373**	**4.930**
Depreciation and amortization related to cost of sales		-28.781	-27.828	-2.891	-2.646
Impairment of tangible and intangible assets related to cost of sales		-131	-	-	-
Depreciation and amortization related to administrative and selling expenses		-2.063	-1.867	-292	-285
Profit before interest and taxes		**3.099**	**18.491**	**9.190**	**1.999**
Income from participations and investments		-	-	-	-
Expenses from participations and investments		-	-	-	-
Finance income		412	915	69	17
Finance expense	17b,n	-15.735	-10.406	-10.604	-8.275
Losses from financial instruments		-2.520	-660	-1.532	-3
Losses from foreign exchange differences	1c	-2.850	-14.095	-2	-281
Loss before taxes		**-17.594**	**-5.755**	**-2.879**	**-6.543**
Current income tax expense		-5.471	-3.866	-195	-91
Deferred income tax	17d,o	1.867	5.950	3.272	347
(Loss)/profit for the period		**-21.198**	**-3.671**	**198**	**-6.287**
(Loss)/profit attributable to:					
Equity holders of the parent		-19.409	-3.914	198	-6.287
Non-controlling interests		-1.789	243	-	-
		-21.198	**-3.671**	**198**	**-6.287**
Basic earnings per share (in €)	10	**-0,2381**	**-0,0480**		
Diluted earnings per share (in €)	10	**-0,2370**	**-0,0479**		

(1) Restated due to change in accounting policy (note 20).

The accompanying notes are an integral part of these financial statements

Interim Statement of Comprehensive Income

(all amounts in Euro thousands)		Group		Company	
	Note	**1/1-31/3/2012**	**1/1-31/3/2011 (1)**	**1/1-31/3/2012**	**1/1-31/3/2011 (1)**
			Restated		**Restated**
(Loss)/profit for the period		**-21.198**	**-3.671**	**198**	**-6.287**
Other comprehensive (expenses)/income:					
Exchange differences on translation of foreign operations		**-25.970**	**-68.630**	**-**	**-**
Net (losses)/gains on financial assets available for sale		**-22**	**49**	**-**	**-**
Cash flow hedges	15	-1.206	-1.863	-272	-
Income tax effect	15	365	726	-	-
		-841	**-1.137**	**-272**	**-**
Actuarial gains on defined benefit plans		-	2.036	-	2.058
Income tax effect		-	-324	-	-412
		-	**1.712**	**-**	**1.646**
Other comprehensive (expenses)/income for the period, net of tax		**-26.833**	**-68.006**	**-272**	**1.646**
Total comprehensive expenses for the period net of tax		**-48.031**	**-71.677**	**-74**	**-4.641**
Attributable to:					
Equity holders of the parent		-45.104	-65.735	-74	-4.641
Non-controlling interests		-2.927	-5.942	-	-
		-48.031	**-71.677**	**-74**	**-4.641**

(1) Restated due to change in accounting policy (note 20).

The accompanying notes are an integral part of these financial statements

Interim Statement of Financial Position

(all amounts in Euro thousands)

		Group		Company	
ASSETS	**Note**	**31/03/2012**	**31/12/2011**	**31/03/2012**	**31/12/2011**
Property, plant & equipment	17e	1.830.164	1.887.488	249.033	251.111
Investment properties		9.604	9.804	11.312	11.312
Intangible assets and goodwill	17f	537.478	546.111	1.078	1.112
Investments in subsidiaries	5	-	-	1.192.948	1.182.854
Investments in associates		7.845	8.213	-	-
Available-for-sale financial assets	15	2.120	2.143	108	108
Other non current assets		10.282	10.555	2.707	2.710
Deferred tax asset		2.149	2.198	-	-
Non-current assets		**2.399.642**	**2.466.512**	**1.457.186**	**1.449.207**
Inventories	17g,p	262.013	242.765	75.237	68.761
Trade receivables	17q	128.842	117.635	31.662	25.928
Other receivables and prepayments		126.728	115.971	37.748	37.941
Derivative financial instruments	15	-	772	-	-
Available-for-sale financial assets	15	63	63	61	61
Cash and cash equivalents	4	226.207	333.935	20.271	29.478
Current assets		**743.853**	**811.141**	**164.979**	**162.169**
TOTAL ASSETS		**3.143.495**	**3.277.653**	**1.622.165**	**1.611.376**
EQUITY AND LIABILITIES					
Share Capital (84,632,528 shares of € 4.00)		338.530	338.530	338.530	338.530
Share premium		22.826	22.826	22.826	22.826
Share options		1.689	1.358	1.689	1.358
Treasury shares	11	-89.446	-89.446	-89.446	-89.446
Other Reserves	16	391.785	427.028	512.477	511.301
Retained earnings		844.302	857.170	3.611	4.861
Equity attributable to equity holders of the parent		**1.509.686**	**1.557.466**	**789.687**	**789.430**
Non-controlling interests		112.187	142.982	-	-
Total equity (a)		**1.621.873**	**1.700.448**	**789.687**	**789.430**
Long-term borrowings	14,17h	762.604	815.095	620.584	620.360
Derivative financial instruments	15,17j	15.473	17.826	6.497	5.824
Deferred tax liability	17i	184.337	191.863	16.717	19.990
Retirement benefit obligations		29.173	29.721	14.293	14.442
Provisions	12	17.052	16.553	1.858	1.558
Other non-current liabilities		30.878	26.590	6.178	6.399
Non-current liabilities		**1.039.517**	**1.097.648**	**666.127**	**668.573**
Short-term borrowings	14,17h,s	251.490	226.564	132.646	104.692
Trade and other payables	17k,r	201.637	228.732	32.089	47.017
Derivative financial instruments		988	-	-	-
Current income tax payable		25.983	22.202	-	-
Provisions	12	2.007	2.059	1.616	1.664
Current liabilities		**482.105**	**479.557**	**166.351**	**153.373**
Total liabilities (b)		**1.521.622**	**1.577.205**	**832.478**	**821.946**
TOTAL EQUITY AND LIABILITIES (a+b)		**3.143.495**	**3.277.653**	**1.622.165**	**1.611.376**

The accompanying notes are an integral part of these financial statements

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 (note 16)**	**Retained earnings**	**Total**	**Non-controlling interests**	**Total equity**
Balance at 1 January 2011 (1)	**308.179**	**22.826**	**30.276**	**6.983**	**-90.065**	**-117**	**476.661**	**817.186**	**1.571.929**	**142.558**	**1.714.487**
Restated due to change in accounting policy (note 20)	-	-	-	-	-	-	-5.609	1.947	-3.662	-1	-3.663
Balance at 1 January 2011 (restated)	**308.179**	**22.826**	**30.276**	**6.983**	**-90.065**	**-117**	**471.052**	**819.133**	**1.568.267**	**142.557**	**1.710.824**
Loss for the period	-	-	-	-	-	-	-	-3.914	-3.914	243	-3.671
Other comprehensive expenses	-	-	-	-	-	-	-61.821	-	-61.821	-6.185	-68.006
Total comprehensive expenses for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-61.821**	**-3.914**	**-65.735**	**-5.942**	**-71.677**
Non-controlling interest's put option recognition	-	-	-	-	-	-	-2.413	-	-2.413	1.661	-752
Share options	-	-	-	201	-	-	-	-	201	-	201
Transfer between reserves	-	-	-	-	-	-	-1.905	1.905	-	-	-
Balance at 31 March 2011 (1)	**308.179**	**22.826**	**30.276**	**7.184**	**-90.065**	**-117**	**404.913**	**817.124**	**1.500.320**	**138.276**	**1.638.596**
Balance at 1 January 2012	**308.254**	**22.826**	**30.276**	**1.358**	**-89.329**	**-117**	**427.028**	**857.170**	**1.557.466**	**142.982**	**1.700.448**
Loss for the period	-	-	-	-	-	-	-	-19.409	-19.409	-1.789	-21.198
Other comprehensive expenses	-	-	-	-	-	-	-25.695	-	-25.695	-1.138	-26.833
Total comprehensive expenses for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-25.695**	**-19.409**	**-45.104**	**-2.927**	**-48.031**
Dividends distributed to ordinary and preferred shares	-	-	-	-	-	-	-	-	-	-2.275	-2.275
Acquisition of non-controlling interests	-	-	-	-	-	-	-	667	667	-27.667	-27.000
Non-controlling interest's put option recognition	-	-	-	-	-	-	-3.674	-	-3.674	2.074	-1.600
Share options	-	-	-	331	-	-	-	-	331	-	331
Transfer between reserves	-	-	-	-	-	-	-5.874	5.874	-	-	-
Balance at 31 March 2012	**308.254**	**22.826**	**30.276**	**1.689**	**-89.329**	**-117**	**391.785**	**844.302**	**1.509.686**	**112.187**	**1.621.873**

(1) Restated due to finalization of purchase price allocation of acquired subsidiaries in 2010.

The accompanying notes are an integral part of these financial statements

Interim Statement of Changes in Shareholders' Equity

Company

(all amounts in Euro thousands)

	Ordinary shares	Share premium	Preferred ordinary shares	Share options	Ordinary treasury shares	Preferred treasury shares	Other reserves (note 16)	Retained earnings	Total equity
Balance at 1 January 2011	**308.179**	**22.826**	**30.276**	**6.983**	**-90.065**	**-117**	**507.065**	**31.804**	**816.951**
Restated due to change in accounting policy (note 20)	-	-	-	-	-	-	-6.043	2.054	-3.989
Balance at 1 January 2011 (restated)	**308.179**	**22.826**	**30.276**	**6.983**	**-90.065**	**-117**	**501.022**	**33.858**	**812.962**
Loss for the period	-	-	-	-	-	-	-	-6.287	-6.287
Other comprehensive income	-	-	-	-	-	-	1.646	-	1.646
Total comprehensive income/(expenses) for the period	**-**	**-**	**-**	**-**	**-**	**-**	**1.646**	**-6.287**	**-4.641**
Share options	-	-	-	201	-	-	-	-	201
Balance at 31 March 2011	**308.179**	**22.826**	**30.276**	**7.184**	**-90.065**	**-117**	**502.668**	**27.571**	**808.522**
Balance at 1 January 2012	**308.254**	**22.826**	**30.276**	**1.358**	**-89.329**	**-117**	**511.301**	**4.861**	**789.430**
Profit for the period	-	-	-	-	-	-	-	198	198
Other comprehensive expenses	-	-	-	-	-	-	-272	-	-272
Total comprehensive (expenses)/income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-272**	**198**	**-74**
Share options	-	-	-	331	-	-	-	-	331
Balance at 31 March 2012	**308.254**	**22.826**	**30.276**	**1.689**	**-89.329**	**-117**	**511.029**	**5.059**	**789.687**

The accompanying notes are an integral part of these financial statements

Interim Cash Flow Statement

(all amounts in Euro thousands)

		Group		Company	
	Note	**1/1-31/3/2012**	**1/1-31/3/2011 (1)**	**1/1-31/3/2012**	**1/1-31/3/2011 (1)**
			Restated		**Restated**
Cash flows from operating activities					
Loss before taxes		-17.594	-5.755	-2.879	-6.543
Adjustments for:					
Depreciation/amortization		30.844	29.695	3.183	2.931
Impairment of tangible and intangible assets		131	-	-	-
Provisions		-3.475	2.451	-1.937	1.996
Exchange differences		1.568	14.095	2	281
Interest expense		14.604	9.246	10.535	8.232
Other non cash flow items		3.172	-1.101	-57	115
Adjusted profit before changes in working capital		29.250	48.631	8.847	7.012
(Increase)/decrease in inventories		-23.195	-5.054	-6.465	3.666
Increase in trade and other receivables		-20.852	-8.631	-3.137	-550
(Increase)/decrease in operating long-term receivables		-856	944	3	300
Decrease in trade payables (excluding banks)		-28.628	-17.233	-13.777	-2.015
Cash generated from operations		-44.281	18.657	-14.529	8.413
Income tax paid		-492	-3.914	-363	-2.056
Net cash flows (used in)/from operating activities		-44.773	14.743	-14.892	6.357
Cash flows from investing activities					
Acquisition of subsidiaries, affiliates, joint ventures, non controlling interests, net of cash acquired		-15.000	-	-10.000	-2.000
Purchase of tangible and intangible assets	9	-8.664	-15.469	-1.134	-884
Proceeds from the sale of property, plant and equipment	9	107	3.781	29	152
Purchase of available-for-sale financial assets		-	-19	-	-
Interest received		412	916	69	17
Net cash flows used in investing activities		-23.145	-10.791	-11.036	-2.715
Cash flows from financing activities					
Interest paid		-19.491	-14.426	-10.598	-7.964
Dividends paid		-2	-2	-2	-1
Proceeds from borrowings		180.171	84.115	44.290	12.418
Payments of borrowings		-199.447	-49.738	-16.969	-10.291
Net cash flows (used in)/from financing activities		-38.769	19.949	16.721	-5.838
Net (decrease)/increase in cash and cash equivalents		**-106.687**	**23.901**	**-9.207**	**-2.196**
Cash and cash equivalents at beginning of the period		333.935	67.070	29.478	2.943
Effects of exchange rate changes		-1.041	-4.778	-	-
Cash and cash equivalents at end of the period		**226.207**	**86.193**	**20.271**	**747**

(1) Restated due to change in accounting policy (note 20).

The accompanying notes are an integral part of these financial statements

Contents of the notes to the interim condensed financial statements

1. General information

Titan Cement Co. 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 and fly ash. 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 Exchange.

These interim condensed financial statements have been approved for issue by the Board of Directors on May 3, 2012.

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 Reporting.

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 2011.

A. 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 2011, except for the adoption of the new or revised standards, amendments or/and interpretations, mentioned below, for the annual periods beginning on or after 1 January 2012, none of which had effect on the financial statements of the Group and the Company.

• IAS 12 Deferred tax: Recovery of Underlying Assets.
This amendment has not yet been endorsed by the EU.

• IFRS 7 Financial Instruments: Disclosures (Amended) - Enhanced Derecognition Disclosure Requirements.

In May 2010 the IASB issued its third omnibus of amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording. Their adoption didn't have any significant effect on the financial statements of the Group.

B. The following new standards, amendments to standards and interpretations have been issued but are not effective for the current period. They have not been early adopted and the Group and the Company are currently assessing possible impacts in the financial statements from their adoption.

• IAS 1 Financial Statement Presentation (Amended) – Presentation of Items of Other Comprehensive Income
The amendment is effective for annual periods beginning on or after 1 July 2012. The amendments to IAS 1 change the grouping of items presented in OCI. Items that could be reclassified (or 'recycled') to profit or loss at a future point in time (for example, upon derecognition or settlement) would be presented separately from items that will never be reclassified. The amendment affects presentation only and has no impact on the Group's financial position or performance. This amendment has not yet been endorsed by the EU. The Group is in the process of assessing the impact of this amendment on the financial position or performance of the Group.

• IAS 19 Employee Benefits (Amended)
The revised is effective for annual periods beginning on or after 1 January 2013. The IASB has issued numerous amendments to IAS 19. These range from fundamental changes such as removing the corridor mechanism and the concept of expected returns on plan assets to simple clarifications and re-wording. Early application is permitted. This amendment has not yet been endorsed by the EU. The Group is in the process of assessing the impact of this amendment on the financial position or performance of the Group. The revised Standard provides better presentation of the financial position by fully recognizing the actuarial gains and losses in the statement of comprehensive income when they occur. In order the Group to enhance the presentation of its financial position, and simultaneously facilitate the transition to the revised IAS 19, it decided to change the existing accounting policy by adopted the third alternative method of the current IAS 19. This method has no significant change with method that the revised IAS 19 requires.

• IAS 27 Separate Financial Statements (Revised)
The Standard is effective for annual periods beginning on or after 1 January 2013. As a consequence of the new IFRS 10 and IFRS 12, what remains of IAS 27 is limited to accounting for subsidiaries, jointly controlled entities, and associates in separate financial statements. Earlier application is permitted. This amendment has not yet been endorsed by the EU. The Group is in the process of assessing the impact of this amendment on the financial position or performance of the Group.

• IAS 28 Investments in Associates and Joint Ventures (Revised)
The Standard is effective for annual periods beginning on or after 1 January 2013. As a consequence of the new IFRS 11 and IFRS 12, IAS 28 has been renamed IAS 28 Investments in Associates and Joint Ventures, and describes the application of the equity method to investments in joint ventures in addition to associates. Earlier application is permitted. This amendment has not yet been endorsed by the EU. The Group is in the process of assessing the impact of this amendment on the financial position or performance of the Group.

• IAS 32 Financial Instruments: Presentation (Amended) - Offsetting Financial Assets and Financial Liabilities
The amendment is effective for annual periods beginning on or after 1 January 2014.This amendment clarifies the meaning of "currently has a legally enforceable right to set-off" and also clarifies the application of the IAS 32 offsetting criteria to settlement systems (such as central clearing house systems) which apply gross settlement mechanisms that are not simultaneous. The amendments to IAS 32 are to be retrospectively applied. Earlier application is permitted. However, if an entity chooses to early adopt, it must disclose that fact and also make the disclosures required by the IFRS 7 Offsetting Financial Assets and Financial Liabilities amendments. This amendment has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the amendment on the financial position or performance of the Group.

• IFRS 7 Financial Instruments: Disclosures (Amended) - Offsetting Financial Assets and Financial Liabilities
The amendment is effective for annual periods beginning on or after 1 January 2013.The amendment introduces common disclosure requirements. These disclosures would provide users with information that is useful in evaluating the effect or potential effect of netting arrangements on an entity's financial position. The amendments to IFRS 7 are to be retrospectively applied. This amendment has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the amendment on the financial position or performance of the Group.

• IFRS 9 Financial Instruments - Classification and Measurement
The new standard is effective for annual periods beginning on or after 1 January 2015. IFRS 9 as issued reflects the first phase of the IASBs work on the replacement of IAS 39 and applies to classification and measurement of financial assets and financial liabilities as defined in IAS 39. Phase 1 of IFRS 9 will have a significant impact on (i) the classification and measurement of financial assets and (ii) a change in reporting for those entities that have designated financial liabilities using the FVO. In subsequent phases, the IASB will address hedge accounting and impairment of financial assets. The completion of this project is expected over the first half of 2012. Early application is permitted. This standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new standard on the financial position or performance of the Group.

• IFRS 10 Consolidated Financial Statements
The new standard is effective for annual periods beginning on or after 1 January 2013. IFRS 10 replaces the portion of IAS 27 Consolidated and Separate Financial Statements that addresses the accounting for consolidated financial statements. It also includes the issues raised in SIC-12 Consolidation — Special Purpose Entities. IFRS 10 establishes a single control model that applies to all entities including special purpose entities. The changes introduced by IFRS 10 will require management to exercise significant judgment to determine which entities are controlled, and therefore, are required to be consolidated by a parent, compared with the requirements that were in IAS 27.This standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new standard on the financial position or performance of the Group.

• IFRS 11 Joint Arrangements
The new standard is effective for annual periods beginning on or after 1 January 2013. IFRS 11 replaces IAS 31 Interests in Joint Ventures and SIC-13 Jointly-controlled Entities — Non-monetary Contributions by Venturers. IFRS 11 removes the option to account for jointly controlled entities (JCEs) using proportionate consolidation. Instead, JCEs that meet the definition of a joint venture must be accounted for using the equity method. This standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new standard on the financial position or performance of the Group.

• IFRS 12 Disclosures of Involvement with Other Entities
The new standard is effective for annual periods beginning on or after 1 January 2013. IFRS 12 includes all of the disclosures that were previously in IAS 27 related to consolidated financial statements, as well as all of the disclosures that were previously included in IAS 31 and IAS 28. These disclosures relate to an entity's interests in subsidiaries, joint arrangements, associates and structured entities. A number of new disclosures are also required. This standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new standard on the financial position or performance of the Group.

• IFRS 13 Fair Value Measurement

The new standard is effective for annual periods beginning on or after 1 January 2013. IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements. IFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under IFRS when fair value is required or permitted. This standard should be applied prospectively and early adoption is permitted. This standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new standard on the financial position or performance of the Group.

• IFRIC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine

The interpretation is effective for annual periods beginning on or after 1 January 2013.This interpretation only applies to stripping costs incurred in surface mining activity during the production phase of the mine ('production stripping costs'). Costs incurred in undertaking stripping activities are considered to create two possible benefits a) the production of inventory in the current period and/or b) improved access to ore to be mined in a future period (striping activity asset). Where cost cannot be specifically allocated between the inventory produced during the period and the stripping activity asset, IFRIC 20 requires an entity to use an allocation basis that is based on a relevant production measure. Early application is permitted. IFRIC 20 has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new interpretation on the financial position or performance of the Group

3. Segment information

For management purposes, the Group is structured in four operating (geographic) segments: Greece and Western Europe, North America, South East Europe and Eastern Mediterranean. Each operating segment is a cluster of countries. The aggregation of countries is based on geographical position.

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 1/1-31/3	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**
Gross revenue	57.002	78.051	79.775	69.480	27.207	38.047	72.467	75.743	-5.536	-	230.915	261.321
Inter-segment revenue	-5.489	-5.424	-47	-45	-	-2.950	-	-	-	-	-5.536	-8.419
Total revenue	**51.513**	**72.627**	**79.728**	**69.435**	**27.207**	**35.097**	**72.467**	**75.743**	**-5.536**	**-**	**225.379**	**252.902**
Gross profit before depreciation & amortization	17.935	17.132	8.849	6.172	7.718	18.570	24.296	35.989	-119	-409	58.679	77.454
Earnings/(losses) before interest, taxes, depreciation & amortization (EBITDA)	13.099	7.582	-1.499	-5.346	4.025	12.316	18.832	34.061	-383	-427	34.074	48.186
Earnings/(losses) before interest and taxes	8.428	3.218	-16.255	-19.608	-1.365	6.832	12.624	28.425	-333	-376	3.099	18.491
(Loss)/profit before taxes	-3.572	-4.466	-20.995	-23.699	2.376	4.833	9.780	17.971	-5.183	-394	-17.594	-5.755

3. Segment information (continued)

(all amounts in Euro thousands)	Greece and Western Europe		North America		South Eastern Europe		Eastern Mediter-ranean		Adjustments and eliminations		Total	
	31/3/2012	**31/12/2011**	**31/3/2012**	**31/12/2011**	**31/3/2012**	**31/12/2011**	**31/3/2012**	**31/12/2011**	**31/3/2012**	**31/12/2011**	**31/3/2012**	**31/12/2011**
Total assets	2.755.343	2.826.993	924.442	979.147	806.260	826.907	1.238.891	1.317.726	-2.581.441	-2.673.120	3.143.495	3.277.653
Total liabilities	1.944.478	2.024.693	454.026	471.322	230.511	186.741	348.553	423.223	-1.455.946	-1.528.774	1.521.622	1.577.205

4. Cash and cash equivalents

(all amounts in Euro thousands)	Group		Company	
	31/3/2012	**31/12/2011**	**31/3/2012**	**31/12/2011**
Cash at bank and in hand	190	708	13	29
Short-term bank deposits	226.017	333.227	20.258	29.449
	226.207	**333.935**	**20.271**	**29.478**

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 31.3.2012 without including bank loans and debentures:

(all amounts in Euro thousands)	Group		Company	
	31/3/2012	**31/12/2011**	**31/3/2012**	**31/12/2011**
Total Committed	1.072.570	1.078.780	810.000	1.010.000
Total Un-committed	185.665	191.782	80.415	87.665
Un-utilized Committed	458.096	440.965	322.000	552.000
Un-utilized Un-committed	42.998	47.937	12.769	17.973
Total Un-utilised	**501.094**	**488.902**	**334.769**	**569.973**

5. Principal subsidiaries, associates and joint ventures

Subsidiary, associate and joint venture name	Country of incorporation	Nature of business	31/3/2012 % of investment (1) Direct	31/3/2012 % of investment (1) Indirect	31/12/2011 % of investment (1) Direct	31/12/2011 % of investment (1) Indirect
Full consolidation method						
Titan Cement Company S.A	Greece	Cement producer	Parent company		Parent company	
Aeolian Maritime Company	Greece	Shipping	100,000	-	100,000	-
Aitolika Quarries S.A.	Greece	Quarries & aggregates	-	63,723	-	63,723
Albacem S.A.	Greece	Trading company	99,996	0,004	99,996	0,004
Arktias S.A.	Greece	Quarries & aggregates	-	100,000	-	100,000
Dodekanesos Quarries S.A.	Greece	Quarries & aggregates	-	100,000	-	100,000
Interbeton Construction Materials S.A.	Greece	Ready mix & aggregates	99,679	0,321	99,679	0,321
Intertitan Trading International S.A.	Greece	Trading company	99,995	0,005	99,995	0,005
Leecem S.A.	Greece	Trading company	-	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	-	100,000
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
ECO Conception EOOD	Bulgaria	Alternative fuels	-	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 ANTEA SRL	Italy	Trading company	-	60,000	-	60,000
Cementi Crotone S.R.L.	Italy	Import & distribution of Cement	-	100,000	-	100,000
Fintitan SRL	Italy	Import & distribution of cement	100,000	-	100,000	-
Separation Technologies Canada Ltd	Canada	Converter of waste material into fly ash	-	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
Gaea Green Alternative Energy Assets Limited (2)	Cyprus	Investment holding company	-	100,000	-	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
Terret Enterprises Ltd (3)	Cyprus	Investment holding company	-	100,000	-	58,889
Themis Holdings Ltd	Cyprus	Investment holding company	-	100,000	-	100,000
Titan Cement Cyprus Limited	Cyprus	Investment holding company	-	100,000	-	100,000
Tithys Ltd	Cyprus	Investment holding company	-	100,000	-	100,000
Alexandria Portland Cement Co. S.A.E	Egypt	Cement producer	-	82,513	-	82,513
Beni Suef Cement Co.S.A.E.	Egypt	Cement producer	-	82,513	-	82,513
Misrieen Titan Trade & Distribution	Egypt	Trading company	-	90,256	-	90,256
Titan Beton & Aggregate Egypt LLC	Egypt	Quarries & aggregates	-	83,118	-	83,118
Sharr Beteiligungs GmbH (3)	Germany	Investment holding company	-	100,000	-	58,889
Separation Technologies U.K. Ltd	U.K.	Converter of waste material into fly ash	-	100,000	-	100,000
Titan Cement U.K. Ltd	U.K.	Import & distribution of cement	100,000	-	100,000	-
Titan Global Finance PLC	U.K.	Financial services	100,000	-	100,000	-
Alexandria Development Co.Ltd	U.K.	Investment holding company	-	82,717	-	82,717
Titan Egyptian Inv. Ltd	U.K.	Investment holding company	-	100,000	-	100,000

5. Principal subsidiaries, associates and joint ventures (continued)

			31/3/2012		31/12/2011	
			% of investment (1)		% of investment (1)	
Subsidiary, associate and joint venture name	**Country of incorporation**	**Nature of business**	**Direct**	**Indirect**	**Direct**	**Indirect**
Full consolidation method						
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
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.	Converter of waste material into fly ash	-	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	F.Y.R.O.M	Quarries & aggregates	-	99,989	-	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
Kosovo Construction Materials L.L.C. (3)	Kosovo	Quarries & aggregates	-	100,000	-	58,889
Sharrcem SH.P.K. (3)	Kosovo	Cement producer	-	100,000	-	58,889
Alba Cemento Italia, SHPK	Albania	Trading company	-	60,000	-	60,000
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						
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	Bulgaria	Quarries & aggregates	-	48,764	-	48,764
Transbeton - Domiki S.A.	Greece	Ready mix & aggregates	-	49,901	-	49,901

The movement of the Company's participation in subsidiaries, is analyzed as follows:

(all amounts in Euro thousands)	31/3/2012	31/12/2011
Participation in Subsidiaries at 1st January	**1.182.854**	**1.183.721**
Share capital increase in subsidiaries	10.000	9.799
Provision for impairment of investments	-	-9.936
Liquidation of affiliates	-	-1.258
Other	94	528
Participation in Subsidiaries	**1.192.948**	**1.182.854**

(1) Percentage of investment represents both percentage of shareholding and percentage of control.
(2) The company Balkan Cement Enterprises Ltd was renamed to Gaea Green Alternative Energy Assets Ltd, as of 25.1.2012.
(3) Acquisition of subsidiaries' non-controlling interest.

6. Fiscal years unaudited by the tax authorities

Titan Cement Company S.A	2010-2011	Fintitan SRL	(1)
Aeolian Maritime Company	(1)	Cementi Crotone S.R.L.	2009-2011
Albacem S.A.	2006-2011	Cementi ANTEA SRL	2010-2011
Arktias S.A.	2010-2011	Colombus Properties B.V.	2010-2011
Dodekanesos Quarries S.A.	2010-2011	Holtitan B.V.	2010-2011
Interbeton Construction Materials S.A.	2005-2011	Aeas Netherlands B.V.	2010-2011
Intertitan Trading International S.A.	2007-2011	Titan Cement U.K. Ltd	(1)
Leecem S.A.	2010-2011	Separation Technologies U.K. Ltd	(1)
Pozolani S.A.	2010-2011	(5) Titan America LLC	2008-2011
Porfirion S.A.	2010-2011	Separation Technologies Canada Ltd	2010-2011
Vahou Quarries S.A.	2010-2011	Stari Silo Company DOO	2008-2011
Gournon Quarries S.A.	2010-2011	Cementara Kosjeric AD	2006-2011
Quarries of Tagaradon Community S.A.	2010-2011	Adocim Cimento Beton Sanayi ve Ticaret A.S.	2006-2011
Quarries of Tanagra S.A.	2010-2011	TCK Montenegro DOO	2007-2011
Aitolika Quarries S.A.	2010-2011	Double W & Co OOD	2007-2011
Sigma Beton S.A.	2010-2011	Granitoid AD	2007-2011
Titan Atlantic Cement Industrial and Commercial S.A.	2010-2011	Gravel & Sand PIT AD	2007-2011
Titan Cement International Trading S.A.	2007-2011	Zlatna Panega Beton EOOD	2007-2011
Aemos Cement Ltd	2006-2011	Zlatna Panega Cement AD	2010-2011
(2) Alvacim Ltd	2006-2011	Cement Plus LTD	2011
(3) Balkcem Ltd	2006-2011	Rudmark DOOEL	2006-2011
Iapetos Ltd	2003-2011	Usje Cementarnica AD	2009-2011
(4) Rea Cement Ltd	2006-2011	Titan Cement Netherlands BV	2010-2011
Themis Holdings Ltd	2006-2011	Alba Cemento Italia, SHPK	2009-2011
(3) Tithys Ltd	2006-2011	Antea Cement SHA	2010-2011
Feronia Holding Ltd	2006-2011	Sharr Beteiligungs GmbH	2010-2011
Vesa DOOL	2006-2011	Kosovo Construction Materials L.L.C.	2010-2011
Trojan Cem EOOD	2010-2011	Sharrcem SH.P.K.	2011
Dancem APS	2009-2011	Alexandria Development Co.Ltd	(1)
Titan Global Finance PLC	2008-2011	Alexandria Portland Cement Co. S.A.E	2007-2011
Geospan Dooel	2010-2011	Gaea Green Alternative Energy Assets Limited	2006-2011
Terret Enterprises Ltd	2009-2011	Beni Suef Cement Co.S.A.E.	2007-2011
Salentijn Properties1 B.V.	2010-2011	East Cement Trade Ltd	2004-2011
Titan Cement Cyprus Limited	2006-2011	Titan Beton & Aggregate Egypt LLC	2005-2011
KOCEM Limited	2006-2011	Titan Egyptian Inv. Ltd	(1)
ECO Conception EOOD	2011	Misrieen Titan Trade & Distribution	2006-2011

(1) Under special tax status.

(2) The fiscal years of 2007, 2008 have been audited.

(3) The fiscal year of 2007 has been audited.

(4) The fiscal year of 2008 has been audited.

(5) Companies operating in the U.S.A., are incorporated in Titan America LLC subgroup (note 5).

7. Pledge of assets

The assets of the Company have not been pledged. Certain assets of the Group, owned by the Group's joint venture Adocim Cimento Beton Sanayi ve Ticaret A.S. in Turkey, have been pledged in securing debt and they are analyzed as follows:

-Mortgage on assets of the amount of €54 mil. to secure a loan of €36 mil..

-Second-line mortgage on assets of the amount of TL 26 mil. (€10.9 mil.) to secure loans of TL 9.7 mil. (€4.1 mil.) and $5.0 mil. (€3.7 mil.).

-Second-line mortgage on assets of the amount of €3.8 mil. to secure loans of €2.5 mil..

8. Number of employees

Number of employees at the end of the reporting period: Group 5,459 (31.3.2011: 5,916), Parent Company 797 (31.3.2011: 951).

9. Capital expenditure and disposals

Capital expenditure for the first three months of 2012, excluding fixed assets acquired through a business combination and intangibles, amounted to: Group €8.4 mil. (31.3.2011 €15.2 mil.), Parent Company €1.1 mil. (31.3.2011 €0.8 mil.). Assets with a net book value of €0.1 m have been disposed of by the Group during the three months ended 31 March 2012 (31.3.2011: €1.6 mil.) resulting in a net gain €0.1 mil. (31.3.2011: gain €2.2 mil.).

10. Earnings per share

Basic earnings per share have been calculated on the total weighted average number of common and preferred shares, excluding the average number of treasury shares. The diluted earnings per share are calculated adjusting the weighted average number of ordinary shares outstanding to assume conversion of share options. No adjustment is made to net profit (numerator).

11. Treasury shares

The total number of its own shares that the Company holds as at 31.3.2012 is 3,117,616 (31.12.2011: 3,117,616) of aggregate value of €89,446 thousand (31.12.2011: €89,446 thousand), and they have been deducted from the Shareholders Equity of the Group and the Company. The above shares represent 3.68% (31.12.2011: 3.68%) of the Company's total share capital.

12. Provisions

Group

Group's provisions' balance presented in short and long term liabilities as of 31.3.2012 amounted to €19.1 mil. (31.12.2011: €18.6 mil.).

The above balance includes provision for rehabilitation of quarries amounted to €10.7 mil. (31.12.2011: €10.8 mil.), provision for staff costs €1.7 mil. (31.12.2011: €1.4 mil.), provision for staff training €4.0 mil. (31.12.2011: €3.6 mil.) and other provisions for risks none of which are individually material to the Group.

Company

Company's provisions' balance presented in short and long term liabilities as of 31.3.2012 for the Company amounted to €3.5 mil. (31.12.2011: €3.2 mil.).

The above balance includes among other, provision for rehabilitation of quarries €1.8 mil. (31.12.2011: €1.8 mil.) and provision for staff costs €1.7 mil. (31.12.2011: €1.4 mil.).

13. Related party transactions

Transactions with related parties during the three month period ending 31 March 2012 as well as balances with related parties as of 31 March 2012, according to I.A.S. 24 are as follows:

Group

(all amounts in Euro thousands)	Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
Other interrelated parties	-	716	-	894
Executives and members of the Board	-	701	20	-
	-	**1.417**	**20**	**894**

Company

(all amounts in Euro thousands)	Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
Aeolian Maritime Company	-	-	-	286
Albasem S.A.	-	-	-	6
Interbeton Construction Materials S.A.	4.700	1.024	24.949	20.000
Intertitan Trading International S.A.	1.938	-	1	-
Gournon Quarries S.A.	-	-	641	-
Pozolani S.A.	-	-	110	-
Titan Cement International Trading S.A.	1	-	497	-
Antea Cement SHA	143	-	7.014	-
Beni Suef Cement Co.S.A.E.	105	-	280	-
Cementara Kosjeric AD	8	-	8	-
Fintitan SRL	3.197	-	3.573	-
Sharr Beteiligungs GmbH	1	-	71	-
T.C.U.K. Ltd	1.434	-	1.806	-
Titan America LLC	-	-	-	251
Essex Cement Company LLC	1.838	-	-	-
Titan Global Finance PLC	-	8.410	-	2.634
Usje Cementarnica AD	2.805	-	579	-
Zlatna Panega Cement AD	831	-	324	-
Other affiliates	3	-	3	-
Other interrelated parties	-	716	-	894
Executives and members of the Board	-	701	20	-
	17.004	**10.851**	**39.876**	**24.071**

Transactions with related parties during the nine month period ending 31 March 2011 as well as balances with related parties as of 31 December 2011, according to I.A.S. 24 are as follows:

Group

(all amounts in Euro thousands)	Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
Other interrelated parties	-	860	-	520
Executives and members of the Board	-	790	10	-
	-	**1.650**	**10**	**520**

13. Related party transactions (continued)

Company

(all amounts in Euro thousands)	Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
Aeolian Maritime Company	-	-	-	287
Albasem S.A.	-	-	-	7
Interbeton Construction Materials S.A.	8.784	1.141	11.640	-
Intertitan Trading International S.A.	1.662	-	-	-
Ionia S.A.	54	-	-	-
Gournon Quarries S.A.	-	-	641	-
Naftitan S.A.	6	-	-	-
Pozolani S.A.	-	-	110	-
Titan Cement International Trading S.A.	1	-	495	-
Fintitan S.r.l.	-	-	2.529	-
T.C.U.K. Ltd	3.030	-	1.809	11
Usje Cementarnica AD	5.235	-	1.113	-
Essex Cement Co LLC	-	-	1.880	-
Antea Cement SHA	846	-	6.724	-
Beni Suef Cement Co.S.A.E.	105	-	280	-
Cementara Kosjeric AD	40	-	-	-
Quarries of Tanagra S.A.	-	-	1	-
Sharr Beteiligungs GmbH	-	-	23	-
Zlatna Panega Cement AD	15	-	20	-
Titan America LLC	23	-	-	259
Titan Global Finance PLC	-	7.058	-	626.678
Other affiliates	17	-	-	-
Other interrelated parties	-	860	-	520
Executives and members of the Board	-	742	10	-
	19.818	**9.801**	**27.275**	**627.762**

14. Borrowings

The maturity profile of borrowings resulting from the consolidated financial statements and the loan contracts which are valid on 31.3.2012 is shown in the following table:

(all amounts in Euro thousands)	**31/3/2012**	**31/12/2011**
Up to 1 year	251.490	226.564
From 1 to 2 years	207.557	207.085
From 2 to 3 years	433.691	7.343
From 3 to 4 years	37.623	513.981
From 4 to 5 years	28.309	30.549
More than 5 years	55.424	56.137
Total debt	**1.014.094**	**1.041.659**
Total short term borrowings	251.490	226.564
Total long term borrowings	762.604	815.095
Total debt	**1.014.094**	**1.041.659**

15. Financial instruments

Cash flow hedges

a) Interest Rate Swap (from floating to fixed)

In early 2011, Titan Cement Company S.A. borrowed €100 mil. under floating rates from Titan Global Finance. Titan Cement Company S.A. then entered into floating to fixed interest rate swaps of €100 mil. notional with five financial institutions, where the Company receives floating rate and pays fixed. The transaction was undertaken in order to hedge the interest rate risk associated with the floating part (1month EURIBOR) of the Euro denominated borrowing. At the inception of the hedge relationship, Titan Cement Company S.A. formally designated and documented the hedge as a cash flow hedge and the risk management objective and strategy for undertaking the hedge. The terms of the interest rate swaps have been negotiated to match the terms of the Euro Loan and the hedge was assessed to be highly effective.

The derivative financial instrument was initially recognized at fair value on the effective date of the contract, and is being subsequently re-measured at fair value. As of March 31, 2012, the fair value of the derivative contracts of €4,818 thousand (31.12.2011: €4,546 thousand) was recorded as a liability in the statement of financial position. As this derivative instrument has been designated as a cash flow hedge, any gains or losses arising from changes in the fair value of the derivative are recognized in other comprehensive income/loss as a separate component of equity. Consequently, as of March 31, 2012 an unrealized loss of €272 thousand was recognized.

b) Forward Foreign Currency Exchange

1) In 2009, the Group's subsidiary Titan America LLC entered into a borrowing of €100 mil. from Titan Global Finance. At the same time, Titan America LLC also entered into forward foreign currency exchange contracts for €100 mil. principal with three third- party financial institutions. The transaction was undertaken in order to hedge the foreign currency risk (€/$) associated with the Euro denominated borrowing. At the inception of the hedge relationship, Titan America LLC formally designated and documented the hedge as a cash flow hedge and the risk management objective and strategy for undertaking the hedge. The terms of the forward foreign currency exchange contract have been negotiated to match the terms of the Euro Loan and the hedge was assessed to be highly effective.

The derivative financial instrument was initially recognized at fair value on the effective date of the contract, and is being subsequently remeasured at fair value. As of March 31, 2012, the fair value of the derivative contract was recorded as a liability of €9,135 thousand (31.12.2011: €12,002 thousand) in the statement of financial position. As this derivative instrument has been designated as a cash flow hedge, any gains or losses arising from changes in fair value of the derivative are recognized in other comprehensive income/loss as a separate component of equity. Consequently, as of March 31, 2012 an unrealized loss €1,093 thousand and a deferred tax asset of €425 thousand was recognized.

2) In the first quarter of 2012, the Group's subsidiary Titan America LLC entered into a €23,060 thousand borrowing from Titan Global Finance. At the same time, Titan America LLC also entered into forward foreign currency exchange contracts for the same amount. The transaction was undertaken in order to hedge the foreign currency risk (€/$). At the inception of the hedge relationship, Titan America LLC formally designated and documented the hedge as a cash flow hedge. The terms of the forward foreign currency exchange contract have been negotiated to match the terms of the Euro Loan and the hedge was assessed to be highly effective.

15. Financial instruments (continued)

The derivative financial instrument was initially recognized at fair value on the effective date of the contract, and is being subsequently remeasured at fair value. As of March 31, 2012, the fair value of the derivative contract was recorded as an asset of €159 thousand in the statement of financial position. As this derivative instrument has been designated as a cash flow hedge, any gains or losses arising from changes in fair value of the derivative are recognized in other comprehensive income/loss as a separate component of equity. Consequently, as of March 31, 2012 an unrealized gain €159 thousand and a deferred tax charge of €60 thousand was recognized.

Fair value hedges

Since 2009, Titan Cement Company S.A. possess an interest rate swap amounting to €30 mil., which is recognized as fair value hedge. As of March 31, 2012, the fair value of the derivative contracts was recorded as a liability of €1,360 thousand (31.12.2011: € 1,278 thousand) in the statement of financial position. The valuation's result of €82 thousand of the above mentioned derivative was recorded as finance expense in the interim income statement of the period 1.1-31.3.2012.

Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuing technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

During the reporting period there were no transfers between level 1 and level 2 fair value measurement, and no transfers into and out of level 3 fair value measurement.

As at March 31, 2012, the Group and the Company held the following financial instruments measured at fair value:

	Group		**Company**		**Fair value hierarchy**
(all amounts in Euro thousands)	**Fair value**		**Fair value**		
	31/3/12	**31/12/11**	**31/3/12**	**31/12/11**	
Financial assets					
Available for-sale financial assets	2.183	2.206	169	169	Level 2
Derivative financial instruments	- -	772	-	-	Level 2
Financial liabilities					
Other non current liabilities (note 19)	15.850	14.250	-	-	Level 3
Derivative financial instruments-hedged accounts	15.155	17.826	6.179	5.824	Level 2
Derivative financial instruments-non-hedged accounts	1.306	-	318	-	Level 2

16. Other reserves

(all amounts in Euro thousands)

Group

	Legal reserve	Special reserve	Contingency reserve	Tax exempt reserves under special laws	Revaluation reserve	Actuarial differences reserve	Currency translation differences on derivative hedging position	Foreign currency translation reserve	Total other reserves
Balance at 1 January 2011	**80.912**	**11.079**	**265.911**	**151.019**	**97.166**	**-**	**42.590**	**-172.016**	**476.661**
Restated due to change in accounting policy (note 20)	-	-	-	-	-	-5.609	-	-	-5.609
Balance at 1 January 2011 (restated)	**80.912**	**11.079**	**265.911**	**151.019**	**97.166**	**-5.609**	**42.590**	**-172.016**	**471.052**
Other comprehensive income/(expenses)	-	-	-	-	49	1.712	-1.137	-62.445	-61.821
Non-controlling interest's put option recognition	-	-	-	-	-2.413	-	-	-	-2.413
Transfer between reserves	-		-	-	-1.905	-	-	-	-1.905
Balance at 31 March 2011	**80.912**	**11.079**	**265.911**	**151.019**	**92.897**	**-3.897**	**41.453**	**-234.461**	**404.913**
Balance at 1 January 2012	**84.207**	**2.275**	**271.892**	**137.369**	**65.609**	**1.238**	**36.526**	**-172.088**	**427.028**
Other comprehensive (expenses)/income	-	-	-	-	-21	-	1.206	-26.880	-25.695
Non-controlling interest's put option recognition	-	-	-	-	-3.674	-	-	-	-3.674
Transfer between reserves	4.803	-8.739	-	-	-1.938	-	-	-	-5.874
Balance at 31 March 2012	**89.010**	**-6.464**	**271.892**	**137.369**	**59.976**	**1.238**	**37.732**	**-198.968**	**391.785**

Company

	Legal reserve	Special reserve	Contingency reserve	Tax exempt reserves under special laws	Revaluation reserve	Actuarial differences reserve	Currency translation differences on derivative hedging position	Total other reserves
Balance at 1 January 2011	**68.650**	**1.769**	**254.017**	**134.283**	**-**	**-**	**48.346**	**507.065**
Restated due to change in accounting policy (note 20)	-	-	-	-	-	-6.043	-	-6.043
Balance at 1 January 2011 (restated)	**68.650**	**1.769**	**254.017**	**134.283**	**-**	**-6.043**	**48.346**	**501.022**
Other comprehensive income	-	-	-	-	-	1.646	-	1.646
Balance at 31 March 2011	**68.650**	**1.769**	**254.017**	**134.283**	**-**	**-4.397**	**48.346**	**502.668**
Balance at 1 January 2012	**68.650**	**16.245**	**259.998**	**120.754**	**-3.234**	**542**	**48.346**	**511.301**
Other comprehensive expenses	-	-	-	-	-272	-	-	-272
Balance at 31 March 2012	**68.650**	**16.245**	**259.998**	**120.754**	**-3.506**	**542**	**48.346**	**511.029**

17. Significant movements in statement of financial position and income statement

Group

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

a) Increased monetization of carbon dioxide emissions allowances in Greece and Bulgaria has positively affected the production cost and consequently contributed to the operating results.

b) The €5.3 mil. increase in financial expenses is mainly due to the increase in debt by €151 mil. compared to the first quarter of 2011 as we all as the overall increase in the cost of debt.

c) Foreign exchange losses decreased by €11.2 mil., mainly due to the valuation of loans (including intercompany loans) in Euro and US dollar, recorded from subsidiaries operating in third currencies in Egypt, Turkey and Albania. The volatility arising from foreign exchange rate fluctuations will continue affecting the Group's performance until the full repayment of the respective loans.

d) The decrease in deferred income tax was caused mostly by the non recognition of the deferred tax on tax carry forward losses.

e) Property, plant and equipment decreased by €57.3 mil., mainly due to foreign exchange translation differences (losses) amounting to €39,2 mil. and depreciation charges for the period to the amount of €26.0 mil. The above movement includes also capital expenditure for the first three months of 2012, amounting to €8.4 mil.

f) Intangible assets decreased by €8.6 mil. mainly as a result of foreign exchange translation differences (losses) of €4.1 mil. and depreciation charges for the period of €4,6 mil.. The new additions for the period is €0.3 mil..

g) Inventories increased by €19.2 mil. mainly due to the increase in the production of clinker and increased deliveries of solid fuels to the Group’s plants. However, this increase was positively affected by foreign exchange differences amounting to €4.2 because of the devaluation of the US dollar and the Egyptian pound against the Euro. Consequently, the organic growth was €23.4 mil.

h) Total borrowings (long and short term) decreased by €27.6 mil.. This reduction was the result of the organic decline of debt by €13.2 mil. and the positive effect of foreign exchange differences by €14.3 mil..

i) Net deferred tax liabilities have decreased by €7.5 mil.. This amount includes the negative foreign exchange differences of €5.6 mil. (decrease of the liability) and the balance of €1.9 mil. is the total effect of the deferred tax that recorded as an income in the income statement and the statement of comprehensive income for the period ended 31.03.2012.

j) Derivative financial instruments presented under long-term liabilities decreased by €2.4 mil. The amount of €2.7 mil. is due to the valuation of foreign exchange forward contracts (note 15) and the amount of €-0.3 mil. is due to the valuation of interest rate swaps.

k) Trade and other payables decreased by €27.1 mil., reflecting mainly the seasonality of the production activity.

Company

l) Turnover declined by 28% due to the continuous decline in activity in the domestic market. Earnings Before Interest Depreciation and Amortization (EBITDA) were positively affected by the increased sales of carbon emission certificates (EUAs).

m) Administrative expenses declined by 11% versus the first three months of 2011, as a result of the ongoing effort in reducing costs.

n) Finance expenses increased by €3.5 mil. due to the increase in debt compared to the first three months of 2011, as well as the cost of conversion of the interest rate basis from variable to fixed.

o) Deferred taxes appear as a positive (income) following the netting of current year losses with future taxable income.

p) Company’s inventories increased by €6.5 mil. due to the decrease in cement, as well as the increased production cost, following the overall decline in the sector.

q) Trade receivables increased by €5.7 mil. due to current market conditions.

r) Trade and other payables decreased by €14.9 mil. reflecting mainly the seasonality of the production activity.

s) Company’s short-term debt grew by €28 mil. in order to cover the increased financial requirements.

18. Share based payment

Programme 2007

On May 29, 2007 the Company approved the introduction of a new, three-year Stock Option Programme (2007 Programme). In the years 2007, 2008 and 2009, executive members of the Company's Board of Directors and senior executives of the Company and its affiliates in Greece and abroad shall be granted options, the exercise of which is subject to the financial results of the Company and the performance of its ordinary share, to acquire up to 500,000 ordinary shares of the Company at a sale price equal to the share's nominal value, that is €4.00 per share.

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

1) One-third of options granted vest based on the financial results of the Company.

2) One-third of options granted vest based on the Titan Cement's stock performance relative to three Athens Stock Exchange indices during the three year period.

3) One-third of options granted vest based on the Titan Cement's stock performance relative to that of twelve predefined international cement producing companies during the three year period.

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

During 2010, 37,722 share options were exercised, while 114,222 share options did not vest due to the non compliance to the conditions above and 16,696 share options were cancelled. The remaining options for 83,486 shares have not yet been exercised.

During 2011, 18,688 share options were exercised , while 62,424 share options did not vest and 2,374 share options were cancelled.

Programme 2010

On June 3, 2010 the Company approved the introduction of a new, three-year Stock Option Programme (2010 Programme). In the years 2010, 2011 and 2012, executive members of the Company's Board of Directors and senior executives of the Company and its affiliates in Greece and abroad shall be granted options, the exercise of which is subject to the financial results of the Company and the performance of its ordinary share, to acquire up to 1,000,000 ordinary shares of the Company at a sale price equal to the share's nominal value, that is €4.00 per share.

Under this Programme, the options granted each year have a maturity period of three years and can be exercised after the completion of the three year period. Each option must be exercised within the year following the one in which the final number of options that can be exercised is determined. If the deadline is exceeded then those particular options will irrevocably lapse. All vesting is conditional upon the employee's continued employment throughout the vesting period. The number of options that vest each year will be determined as follows:

1) One-third of options granted vest based on the financial results of the Company.

2) One-third of options granted vest based on the Titan Cement's stock performance relative to three Athens Stock Exchange indices during the three year period.

3) One-third of options granted vest based on the Titan Cement's stock performance relative to that of ten predefined international cement producing companies during the three year period.

The options granted under the 2010 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 grant date of €15.90, standard deviation of share price of 39.42%, dividend yield of 2.68% and the rate of the three-year fixed EUR swap interest rate of 2.247%.

During 2010, 267,720 share options were granted and from this total a number of 2,100 share options were cancelled.

The fair value of the options granted in 2011 under the Programme of 2010 was €6.86 per option, determined using the Monte Carlo Simulation valuation model. The significant inputs used in the application of the valuation model were share price at grant date of €17.88, standard deviation of share price of 43.98%, dividend yield of 2.74% and the rate of the three-year fixed EUR swap interest rate of 1.890%.

During 2011, 301.200 share options were granted and from the total number of share options outstanding, 5,880 share options were cancelled.

During 2012, no additional share options have been granted.

19. Contingencies and Commitments

Contingent liabilities

	Group		Company	
(all amounts in Euro thousands)	**31/3/2012**	**31/12/2011**	**31/3/2012**	**31/12/2011**
Guarantees to third parties on behalf of subsidiaries	-	-	912.142	944.815
Bank guarantee letters	56.101	57.570	21.655	22.071
Other	5.361	5.611	2.343	2.343
	61.462	**63.181**	**936.140**	**969.229**

Litigation matters in Egypt

In 2007, Beni Suef Cement Company S.A., a Group subsidiary in Egypt, obtained the license for the construction of a second production line at the company's plant through a bidding process run by the Egyptian Trading and Industrial Authority for the amount of LE134.5mil. The Egyptian Industrial Development Authority subsequently raised the value of the license to LE251mil. In October 2008, Beni Suef Cement Company S.A. filed a case before the Administrative Court against the Minister of Trade and Industry and the chairman of the Industrial Development Authority requesting an order obliging the Industrial Development Authority to grant the expansion license to Beni Suef Cement Company S.A for LE500. Alternatively, if the court rejects this request, Beni Suef Cement Company S.A. is requesting the price to be the EGP134.5m offered by Beni Suef Cement Company S.A. in the bid. The Group estimates the case has a very high probability of being won.

A non-governmental organization, the Nile Agricultural Organization, has raised a court case against Beni Suef Cement Company S.A., a Group subsidiary in Egypt, claiming that Beni Suef Cement Company S.A. has illegally occupied the plaintiff's land and is seeking compensation to the amount of LE300mil. The contested land however has been legally allocated to Beni Suef Cement Company S.A. since many years by the relevant authority, the New Urban Communities Agency, and since 1988 Beni Suef Cement Company S.A. has held the licenses for the exploitation of the quarries on this land. The Group estimates that there is a very high likelihood the case will be won.

Two former employees of Beni Suef Cement Company S.A.E. (BSCC), a Titan Group company in Egypt, have filed an action before the Administrative Court of Cairo, seeking the revocation of the implementation of the decision of the Ministerial Privatization Committee of Egypt taken in 1998 regarding the privatization after a public auction of BSCC and the nullification of the sale effected pursuant to the said decision to Financiere Lafarge who won the public auction. Titan Group acquired in 1999 50% and in 2008 the balance of Lafarge's interest in BSCC. Approximately 99.98% in the share capital of BSCC is held today by Alexandria Portland Cement Company S.A., a Titan group company listed in the Egyptian Stock Exchange. BSCC believes that the action will be entirely dismissed as it is completely devoid of any legal and factual ground.

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

CO2 emissions

Given the reduced demand resulting from the underlying economic crisis, it is estimated that the the Group's available carbon dioxide emissions allowances, overbalance the Group's production needs 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 sell their shares in ANTEA Cement SHA at predetermined conditions. On 31.03.2012 the put option's fair value recorded a liability of €15.9 million (31.12.2011: €14.3 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

(all amounts in Euro thousands)	Group		Company	
	31/3/2012	**31/12/2011**	**31/3/2012**	**31/12/2011**
Bank guarantee letters	20.763	18.114	16.032	16.368

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)	**31/3/2012**	**31/12/2011**	**31/3/2012**	**31/12/2011**
Property, plant and equipment	10.620	13.269	5.319	4.658

Purchase commitments

	Group		Company	
(all amounts in Euro thousands)	**31/3/2012**	**31/12/2011**	**31/3/2012**	**31/12/2011**
Energy supply contracts (Gas, electricity, etc)	201.878	213.239	-	-

The Group's US subsidiary has contracted to purchase raw materials and manufacturing supplies as part of its ongoing operations in Florida. This includes a contract to buy construction aggregates through a multi-year agreement at prevailing market prices.

Also, the Group's subsidiaries in Egypt have agreements for gas requiring the purchase of minimum quantities of gas for the subsequent years.

Operating lease commitments - where a Group Company is the lessee

The Group leases motor vehicles, properties and other equipment under non-cancellable operating lease agreements. The leases have varying terms, escalation clauses and renewal rights.

(all amounts in Euro thousands)

	Group		Company	
	31/3/2012	**31/12/2011**	**31/3/2012**	**31/12/2011**
Not later than 1 years	7.080	7.181	752	729
Later than 1 years and not later than 5 years	19.929	20.521	1.223	1.200
Later than 5 years	16.536	17.086	-	-
	43.545	**44.788**	**1.975**	**1.929**

20. Reclassifications

At the end of 2011, the Group has assessed its accounting policy with regard to the recognition of actuarial gains and losses arising from its defined benefit plans. The Group previously recognised only actuarial gains and losses that arised from the experience adjustments, changes in actuarial assumptions and amendments to pension plans, which exceed 10% of the estimated benefit liability at the beginning of every period. By applying the corridor method of IAS 19, these actuarial gains and losses were recognized in the income statement account "other income/expense" and they were depended on the average remaining service lives of the related employees. As a consequence, the Group's income statement did not present an important part of the unrecognised net actuarial gains and losses.

Therefore, the Group decided to change its accounting policy and recognise actuarial gains and losses immediately as they occur within other comprehensive income. Thus, the liabilities are recognised fully, as they include the actuarial gains and losses. The Management considers that the Group's and the Company's financial statements will provide more reliable and relevant information. In addition, the new method resembles the accounting treatment the amended IAS 19 introduces and it will be effective for annual periods beginning on or after 1 January 2013. In accordance with IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors", these changes have retrospective application, resulting in the restatement of prior year financial statements.

As a result of the accounting policy change, the following adjustments were made to the financial statements of the Group and the Company:

Interim Income Statement 31.3.2011
(all amounts in Euro thousands)

	Group	Company
Decrease in other operating expenses	373	57
Decrease in finance expense	143	8
Increase in deferred tax expense	-175	-
Increase in other comprehensive income, net of tax	1.712	1.646

21. Events after the reporting period

There are no subsequent events as of March 31, 2012 which would influence materially the Group's and the Company's financial position.

22. Principal exchange rates

Balance sheet	31/03/2012	31/12/2011	31/3/2012 vs 31/12/2011
€1 = USD	1,34	1,29	3,2%
€1 = EGP	8,07	7,80	3,4%
€1 = TRY	2,38	2,44	-2,7%
1USD=EGP	6,04	6,03	0,2%
€1 = RSD	111,36	104,64	6,4%
1USD = JPY	82,03	77,44	5,9%

Profit and loss	Ave 3M 2012	Ave 3M 2011	Ave 9M 2011 vs 9M 2010
€1 = USD	1,31	1,39	-5,8%
€1 = EGP	7,91	8,21	-3,6%
€1 = TRY	2,36	2,20	7,1%
1USD=EGP	6,04	5,90	2,3%
€1 = RSD	108,00	103,81	4,0%
1USD = JPY	79,31	82,27	-3,6%