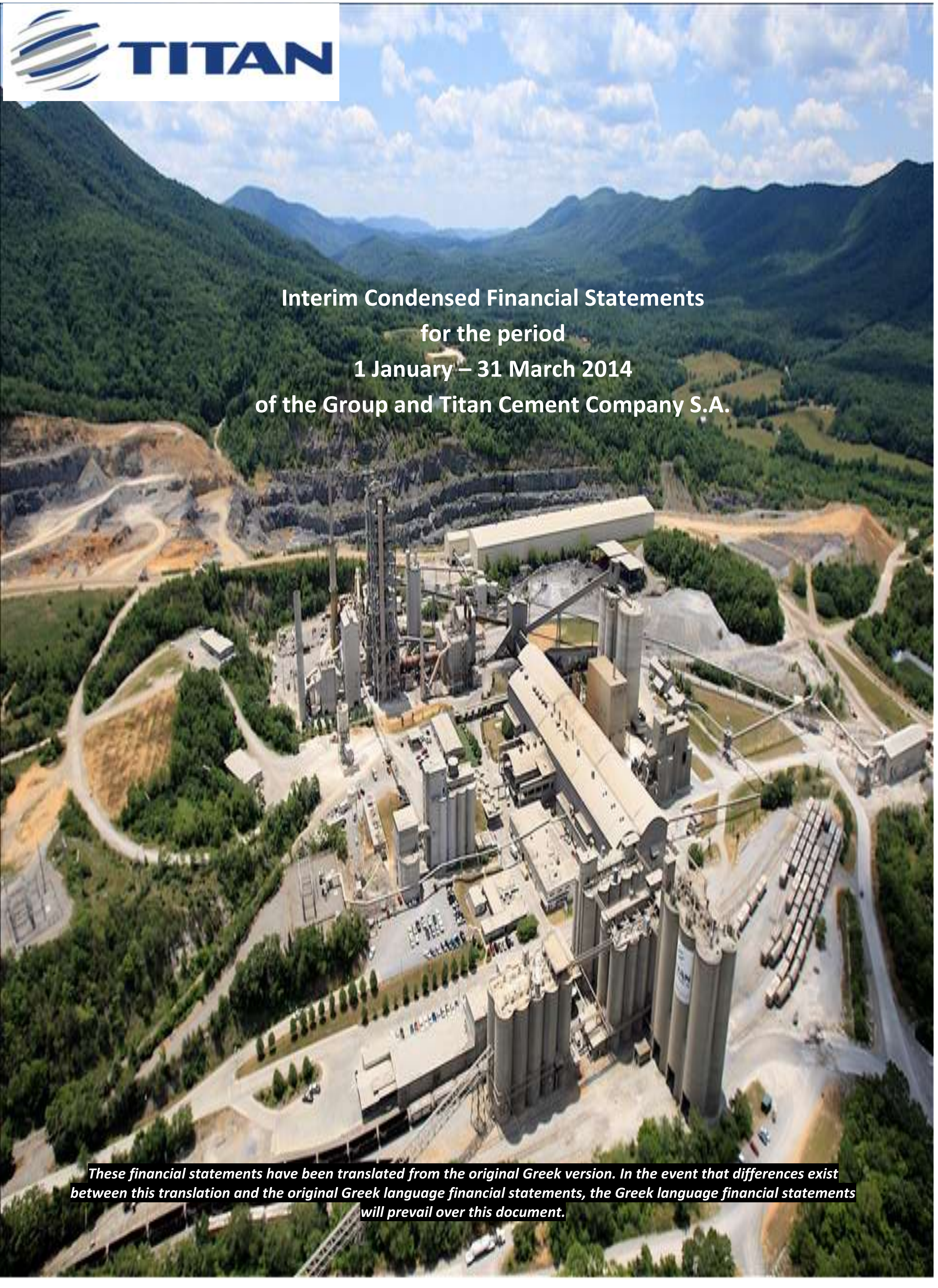

Interim Condensed Financial Statements for the period 1 January – 31 March 2014 of the Group and Titan Cement Company S.A.

These financial statements have been translated from the original Greek version. In the event that differences exist between this translation and the original Greek language financial statements, the Greek language financial statements will prevail over this document.

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The Interim Condensed Financial Statements presented through pages 4 to 40 both for the Group and the Parent Company, have been approved by the Board of Directors on 15 May 2014.

Chairman of the Board of Directors	Chief Executive Officer
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

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Interim Income Statement

(all amounts in Euro thousands)	Note	Group For the three months ended 31/3 2014	Group 2013 *Restated	Company For the three months ended 31/3 2014	Company 2013
Sales of goods	5	251,794	235,236	58,190	50,610
Cost of sales		-199,510	-188,035	-50,169	-46,287
Gross profit before depreciation and amortization		**52,284**	**47,201**	**8,021**	**4,323**
Other income		6,670	2,778	2,329	1,503
Administrative expenses		-21,870	-20,875	-7,008	-7,338
Selling and marketing expenses		-4,436	-4,076	-31	-24
Other expenses		-2,175	-1,757	-219	-444
Profit/(loss) before interest, taxes, depreciation and amortization (EBITDA)		**30,473**	**23,271**	**3,092**	**-1,980**
Depreciation and amortization related to cost of sales		-25,605	-27,404	-2,884	-2,845
Depreciation and amortization related to administrative and selling expenses		-1,724	-1,573	-322	-327
Reversal of impairment/(impairment) of tangible and intangible assets related to cost of sales	9,10	692	-105	692	-105
Profit/(loss) before interest and taxes		**3,836**	**-5,811**	**578**	**-5,257**
Income from participations and investments		-	-	20,000	-
Finance income		573	1,165	27	221
Finance costs		-13,330	-15,230	-11,942	-10,567
Net losses from financial instruments		-549	-1,809	-547	-551
(Losses)/gains from foreign exchange differences	24	-252	-1,313	-99	411
Share of profit/(loss) of associates and joint ventures	11	26	-485	-	-
(Loss)/profit before taxes		**-9,696**	**-23,483**	**8,017**	**-15,743**
Income tax	8	335	-2,683	1,043	-1,351
(Loss)/profit for the period		**-9,361**	**-26,166**	**9,060**	**-17,094**
<u>Attributable to:</u>					
Equity holders of the parent		-11,011	-27,067		
Non-controlling interests		1,650	901		
		-9,361	**-26,166**		
Basic losses per share (in €)	20	**-0.1350**	**-0.3320**		
Diluted losses per share (in €)	20	**-0.1343**	**-0.3294**		

** Certain amounts shown here do not correspond to the interim condensed consolidated financial statements as at 31.3.2013 and reflect adjustments made as detailed in note 2.2.*

The accompanying notes on pages 10 to 40 are an integral part of these financial statements

Interim Statement of Comprehensive Income

		Group		Company	
		For the three months ended 31/3		For the three months ended 31/3	
(all amounts in Euro thousands)	Note	2014	2013	2014	2013
(Loss)/profit for the period		**-9,361**	**-26,166**	**9,060**	**-17,094**
Other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods:					
Exchange differences on translation of foreign operations	19	**-1,091**	**5,230**	**-**	**-**
Net loss on available-for-sale financial assets		-	-22	-	-
Income tax effect		-	-	-	-
		-	**-22**	**-**	**-**
Cash flow hedges	16	645	700	575	654
Income tax effect	8.16	-177	-18	-150	-
		468	**682**	**425**	**654**
Net other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods:		**-623**	**5,890**	**425**	**654**
Total comprehensive (loss)/income for the period net of tax		**-9,984**	**-20,276**	**9,485**	**-16,440**
Attributable to:					
Equity holders of the parent		-11,460	-19,651		
Non-controlling interests		1,476	-625		
		-9,984	**-20,276**		

The accompanying notes on pages 10 to 40 are an integral part of these financial statements

Interim Statement of Financial Position

(all amounts in Euro thousands)

		Group			Company	
Assets	**Note**	**31/03/2014**	**31/12/2013** **Restated*	**01/01/2013** **Restated*	**31/03/2014**	**31/12/2013**
Property, plant & equipment	9	1,554,121	1,564,945	1,708,181	231,461	232,332
Investment properties		13,214	13,220	8,546	13,973	13,973
Intangible assets and goodwill	10	462,859	465,915	527,398	1,807	1,185
Investments in subsidiaries	12	-	-	-	1,243,875	1,243,829
Investments in associates & joint ventures	11	29,315	25,365	31,065	-	-
Available-for-sale financial assets	16	1,573	1,573	1,877	111	111
Other non-current assets	16,17	11,850	11,617	11,797	2,764	2,768
Deferred tax asset	8	2,174	1,202	2,386	-	-
Non-current assets		**2,075,106**	**2,083,837**	**2,291,250**	**1,493,991**	**1,494,198**
Inventories	23	232,600	221,376	229,923	69,436	69,694
Trade receivables		122,486	112,340	113,033	28,911	28,708
Other receivables and prepayments		63,817	60,416	70,009	17,769	16,962
Derivative financial instruments	16	1,519	1,566	-	-	-
Available-for-sale financial assets	16	63	63	63	61	61
Cash and cash equivalents	6	173,863	184,257	283,987	12,642	8,780
Current assets		**594,348**	**580,018**	**697,015**	**128,819**	**124,205**
Total Assets		**2,669,454**	**2,663,855**	**2,988,265**	**1,622,810**	**1,618,403**
Equity and Liabilities						
Share Capital (84,632,528 shares of €4.00)	18	338,530	338,530	338,530	338,530	338,530
Share premium	18	22,826	22,826	22,826	22,826	22,826
Share options	18	4,076	3,971	2,891	4,076	3,971
Treasury shares	18	-87,680	-87,680	-89,446	-87,680	-87,680
Other Reserves	19	289,970	293,299	381,027	511,683	511,258
Retained earnings		835,836	845,181	878,635	-42,177	-51,237
Equity attributable to equity holders of the parent		**1,403,558**	**1,416,127**	**1,534,463**	**747,258**	**737,668**
Non-controlling interests		124,672	122,683	125,478	-	-
Total equity (a)		**1,528,230**	**1,538,810**	**1,659,941**	**747,258**	**737,668**
Long-term borrowings	15	590,492	599,069	686,507	725,213	745,835
Derivative financial instruments		-	-	16,784	-	-
Deferred tax liability	8	161,529	163,516	178,227	13,128	14,215
Retirement benefit obligations		24,241	23,657	26,693	11,460	11,279
Provisions	14	12,982	12,686	17,208	2,156	1,756
Other non-current liabilities	16	29,607	29,635	30,632	4,501	4,557
Non-current liabilities		**818,851**	**828,563**	**956,051**	**756,458**	**777,642**
Short-term borrowings	15	123,995	93,724	158,325	60,616	50,173
Trade and other payables		182,192	187,233	199,280	54,587	48,319
Derivative financial instruments	16	2,092	3,375	1,294	2,092	2,832
Current income tax payable		12,083	10,137	11,765	-	-
Provisions	14	2,011	2,013	1,609	1,799	1,769
Current liabilities		**322,373**	**296,482**	**372,273**	**119,094**	**103,093**
Total liabilities (b)		**1,141,224**	**1,125,045**	**1,328,324**	**875,552**	**880,735**
Total Equity and Liabilities (a+b)		**2,669,454**	**2,663,855**	**2,988,265**	**1,622,810**	**1,618,403**

** Certain amounts shown here do not correspond to the annual consolidated financial statements as at 31.12.2013 & 1.1.2013 and reflect adjustments made as detailed in note 2.2.*

The accompanying notes on pages 10 to 40 are an integral part of these financial statements

Interim Statement of Changes in Equity

(all amounts in Euro thousands)

Group	Ordinary shares	Share premium	Preferred ordinary shares	Share options	Ordinary treasury shares	Preferred treasury shares	Other reserves (note 19)	Retained earnings	Total	Non-controlling interests	Total equity
	Attributable to equity holders of the parent										
Balance at 1 January 2013	**308,254**	**22,826**	**30,276**	**2,891**	**-89,329**	**-117**	**381,027**	**878,635**	**1,534,463**	**125,478**	**1,659,941**
(Loss)/profit for the period	-	-	-	-	-	-	-	-27,067	-27,067	901	-26,166
Other comprehensive income/(loss)	-	-	-	-	-	-	7,416	-	7,416	-1,526	5,890
Total comprehensive income/(loss) for the period	**-**	**-**	**-**	**-**	**-**	**-**	**7,416**	**-27,067**	**-19,651**	**-625**	**-20,276**
Non-controlling interest's put option recognition	-	-	-	-	-	-	-1,725	-	-1,725	1,051	-674
Share based payment transactions	-	-	-	295	-	-	-	-	295	-	295
Transfer between reserves	-	-	-	-	-	-	-1,421	1,421	-	-	-
Balance at 31 March 2013	**308,254**	**22,826**	**30,276**	**3,186**	**-89,329**	**-117**	**385,297**	**852,989**	**1,513,382**	**125,904**	**1,639,286**
Balance at 1 January 2014	**308,254**	**22,826**	**30,276**	**3,971**	**-87,563**	**-117**	**293,299**	**845,181**	**1,416,127**	**122,683**	**1,538,810**
(Loss)/profit for the period	-	-	-	-	-	-	-	-11,011	-11,011	1,650	-9,361
Other comprehensive loss	-	-	-	-	-	-	-449	-	-449	-174	-623
Total comprehensive (loss)/income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-449**	**-11,011**	**-11,460**	**1,476**	**-9,984**
Non-controlling interest's put option recognition (note 22)	-	-	-	-	-	-	-1,214	-	-1,214	513	-701
Share based payment transactions	-	-	-	105	-	-	-	-	105	-	105
Transfer between reserves	-	-	-	-	-	-	-1,666	1,666	-	-	-
Balance at 31 March 2014	**308,254**	**22,826**	**30,276**	**4,076**	**-87,563**	**-117**	**289,970**	**835,836**	**1,403,558**	**124,672**	**1,528,230**

The accompanying notes on pages 10 to 40 are an integral part of these financial statements

Interim Statement of Changes in Equity (continued)

(all amounts in Euro thousands)

Company	Ordinary shares	Share premium	Preferred ordinary shares	Share options	Ordinary treasury shares	Preferred treasury shares	Other reserves (note 19)	Retained earnings	Total equity
Balance at 1 January 2013	**308,254**	**22,826**	**30,276**	**2,891**	**-89,329**	**-117**	**508,380**	**-6,518**	**776,663**
Loss for the period	-	-	-	-	-	-	-	-17,094	-17,094
Other comprehensive income	-	-	-	-	-	-	654	-	654
Total comprehensive income/(loss) for the period	**-**	**-**	**-**	**-**	**-**	**-**	**654**	**-17,094**	**-16,440**
Share based payment transactions	-	-	-	295	-	-	-	-	295
Balance at 31 March 2013	**308,254**	**22,826**	**30,276**	**3,186**	**-89,329**	**-117**	**509,034**	**-23,612**	**760,518**
Balance at 1 January 2014	**308,254**	**22,826**	**30,276**	**3,971**	**-87,563**	**-117**	**511,258**	**-51,237**	**737,668**
Profit for the period	-	-	-	-	-	-	-	9,060	9,060
Other comprehensive income	-	-	-	-	-	-	425	-	425
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**425**	**9,060**	**9,485**
Share based payment transactions	-	-	-	105	-	-	-	-	105
Balance at 31 March 2014	**308,254**	**22,826**	**30,276**	**4,076**	**-87,563**	**-117**	**511,683**	**-42,177**	**747,258**

The accompanying notes on pages 10 to 40 are an integral part of these financial statements

Interim Cash Flow Statement

(all amounts in Euro thousands)	Note	Group: For the three months ended 31/3		Company: For the three months ended 31/3	
		2014	2013 *Restated	2014	2013
Cash flows from operating activities					
(Loss)/profit before taxes		**-9,696**	**-23,483**	**8,017**	**-15,743**
Adjustments for:					
Depreciation/amortization & impairment of tangible and intangible assets		26,637	29,082	2,514	3,277
Provisions		1,802	370	512	421
Exchange differences		262	1,270	98	-413
Income from participations & investments		-	-	-20,000	-
Interest expense		12,574	13,865	11,849	10,239
Other non cash items		-3,023	2,631	561	728
Adjusted profit/(loss) before changes in working capital		**28,556**	**23,735**	**3,551**	**-1,491**
(Increase)/decrease in inventories		-11,594	-9,419	258	1,327
Increase trade and other receivables		-14,381	-12,651	-864	-35,915
(Increase)/decrease in operating long-term receivables/payables		-637	-908	4	1
(Decrease)/increase in trade and other payables (excluding banks)		-3,518	-8,636	6,006	-2,435
Cash (used in)/generated from operations		**-1,574**	**-7,879**	**8,955**	**-38,513**
Income tax paid		-682	-1,939	-193	-232
Net cash flows (used in)/ from operating activities		**-2,256**	**-9,818**	**8,762**	**-38,745**
Cash flows from investing activities					
Acquisition of non controlling interests			-4,000	-	-
Establishment subsidiary, associate and joint venture		-73	-	-	-
Share capital decrease/(increase) in subsidiaries, associates and joint ventures		-	-	-	-70
Purchase of tangible assets	9	-13,647	-5,793	-2,277	-1,070
Purchase of intangible assets		-70	-272	-53	-136
Proceeds from sale of tangible and intangible assets	9	63	476	54	494
Proceeds from dividends		-	-	20,000	-
Interest received		573	1,165	26	221
Net cash flows (used in)/from investing activities		**-13,154**	**-8,424**	**17,750**	**-561**
Cash flows from financing activities					
Interest paid		-15,277	-11,697	-11,756	-10,655
Dividends paid to non-controlling interests		-46	-	-	-
Proceeds from borrowings		63,063	501,669	18,270	162,060
Repayment of borrowings		-42,669	-471,172	-29,161	-78,315
Net cash flows from/(used in) financing activities		**5,071**	**18,800**	**-22,647**	**73,090**
Net (decrease)/increase in cash and cash equivalents		**-10,339**	**558**	**3,865**	**33,784**
Cash and cash equivalents at start of period	6	184,257	283,987	8,780	35,601
Effects of exchange rate changes		-55	-570	-3	25
Cash and cash equivalents at end of period	6	**173,863**	**283,975**	**12,642**	**69,410**

** Certain amounts shown here do not correspond to the interim condensed consolidated financial statements as at 31.3.2013 and reflect adjustments made as detailed in note 2.2.*

The accompanying notes on pages 10 to 40 are an integral part of these financial statements

Notes to the Interim Condensed Financial Statements

1. General information

Titan Cement Co. S.A. (the Company) and, its subsidiaries (collectively the Group) are engaged in the production, trade and distribution of a wide range of construction materials, including cement, concrete, aggregates, cement blocks, dry mortars and fly ash. The Group operates primarily in Greece, the Balkans, Egypt, Turkey and the USA.

Information on the Group's structure is provided in note 12. Information on other related party relationships of the Group and the Company is provided in note 21.

The Company is a limited liability company incorporated and domiciled in Greece at 22A Halkidos Street - 111 43 Athens with number in the General Electronic Commercial Registry: 224301000 (formerly the Register of Sociétés Anonymes Number: 6013/06/B/86/90) and is listed on the Athens Stock Exchange.

These interim condensed financial statements (the financial statements) have been approved for issue by the Board of Directors on 15 May 2014.

2. Basis of preparation and summary of significant accounting policies

These financial statements for the three-month period ended 31 March 2014 have been prepared by management in accordance with International Accounting Standard (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 2013.

However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual group financial statements.

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2013, except for the new or revised standards, amendments and/or interpretations that are mandatory for the periods beginning on or after 1 January 2014 (par. 2.1. and 2.2. below).

2.1. Standards and Interpretations effective for the current financial year that have no significant impact on the financial statements of the Group and the Company

- **IFRS 10 Consolidated Financial Statements, IAS 27 Separate Financial Statements**

IFRS 10 replaces the portion of IAS 27 Consolidated and Separate Financial Statements that addresses the accounting for consolidated financial statements. It also addresses 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.

- **IFRS 12 Disclosures of Interests in Other Entities**

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. A number of new disclosures are also required.

- **Transition Guidance (Amendments to IFRS 10, IFRS 11 and IFRS 12)**

  The IASB issued amendments to IFRS 10 Consolidated Financial Statements, IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities. The amendments change the transition guidance to provide further relief from full retrospective application. The date of initial application' in IFRS 10 is defined as 'the beginning of the annual reporting period in which IFRS 10 is applied for the first time'. The assessment of whether control exists is made at 'the date of initial application' rather than at the beginning of the comparative period. If the control assessment is different between IFRS 10 and IAS 27/SIC-12, retrospective adjustments should be determined. However, if the control assessment is the same, no retrospective application is required. If more than one comparative period is presented, additional relief is given to require only one period to be restated. For the same reason IASB has also amended IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities.

- **Investment Entities (Amendments to IFRS 10, IFRS 12 and IAS 27)**

  The amendment applies to a particular class of businesses that qualify as investment entities. The IASB uses the term 'investment entity' to refer to an entity whose business purpose is to invest funds solely for returns from capital appreciation, investment income or both. An investment entity must also evaluate the performance of its investments on a fair value basis. Such entities could include private equity organizations, venture capital organizations, pension funds, sovereign wealth funds and other investment funds. Under IFRS 10 Consolidated Financial Statements, reporting entities were required to consolidate all investees that they control (i.e. all subsidiaries). The Investment Entities amendment provides an exception to the consolidation requirements in IFRS 10 and requires investment entities to measure particular subsidiaries at fair value through profit or loss, rather than consolidate them. The amendment also sets out disclosure requirements for investment entities.

- **IAS 28 Investments in Associates and Joint Ventures (Revised)**

  As a consequence of the new IFRS 11 Joint arrangements and IFRS 12 Disclosure of Interests in Other Entities, IAS 28 Investments in Associates, 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.

- **IAS 32 Financial Instruments: Presentation (Amended) - Offsetting Financial Assets and Financial Liabilities**

  These amendments clarify the meaning of "currently has a legally enforceable right to set-off". The amendments also clarify 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.

- **IAS 36 Impairment of Assets – Recoverable Amount Disclosures for Non-Financial Assets**

  In developing IFRS 13 the IASB decided to amend IAS 36 to require the disclosure of information about the recoverable amount of impaired assets, particularly if that amount is based on fair value less costs of disposal. The existing standard requires an entity to disclose the recoverable amount of an asset (including goodwill) or a cash-generating unit ("CGU") for which a material impairment loss was recognised or reversed during the reporting period. The amendment made to IAS 36 requires an entity to disclose the recoverable amount of each CGU for which the carrying amount of goodwill or other intangible assets with indefinite useful lives allocated to that unit is significant.

- **IAS 39 Financial Instruments: Recognition and Measurement - Novation of Derivatives and Continuation of Hedge Accounting (amendment)**

  Under the amendment there would be no need to discontinue hedge accounting if a hedging derivative was novated, provided certain criteria are met. The IASB made a narrow-scope amendment to IAS 39 to permit the continuation of hedge accounting in certain circumstances in which the counterparty to a hedging instrument changes in order to achieve clearing for that instrument.

2.2. Standards and Interpretations effective for the current financial year that have impact on the presentation of the Group's financial statements

- **IFRS 11 Joint Arrangements**

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.

The application of the new standard affects the Group's interim statement of financial position, by replacing the proportional method of consolidation for the joint ventures, Adocim Cimento Beton Sanayi ve Ticaret AS and Transbeton - Structural SA, with the equity method of consolidation.

In addition, this change has been implemented in the comparative information (restated figures for the previous period), while its effect is shown in the tables below:

Impact on the Interim Income Statement:

	For the three months ended 31/3		
(all amounts in Euro thousands)	**2013** *Reported*	*Restatement*	**2013** *Restated*
Sales of goods	242,964	-7,728	235,236
Cost of sales	-194,183	6,148	-188,035
Gross profit before depreciation and amortization	**48,781**	**-1,580**	**47,201**
Other income	2,804	-26	2,778
Administrative expenses	-21,243	368	-20,875
Selling and marketing expenses	-4,251	175	-4,076
Other expenses	-1,777	20	-1,757
Profit before interest, taxes, depreciation and amortization (EBITDA)	**24,314**	**-1,043**	**23,271**
Depreciation and amortization related to cost of sales	-27,911	507	-27,404
Depreciation and amortization related to administrative and selling expenses	-1,572	-1	-1,573
Impairment of tangible and intangible assets related to cost of sales	-105	-	-105
Loss before interest and taxes	**-5,274**	**-537**	**-5,811**
Finance income	1,165	-	1,165
Finance costs	-15,940	710	-15,230
Net losses from financial instruments	-1,809	-	-1,809
Losses from foreign exchange differences	-1,234	-79	-1,313
Share of loss of associates	-366	-119	-485
Loss before taxes	**-23,458**	**-25**	**-23,483**
Income tax	-2,708	25	-2,683
Loss for the period	**-26,166**	**-**	**-26,166**
<u>Attributable to:</u>			
Equity holders of the parent	-27,067	-	-27,067
Non-controlling interests	901	-	901
	-26,166	**-**	**-26,166**
Basic (losses)/earnings per share (in €)	**-0.3320**	**-**	**-0.3320**
Diluted (losses)/earnings per share (in €)	**-0.3294**	**-**	**-0.3294**

Impact on the Interim Statement of Financial Position as at December 31, 2013:

(all amounts in Euro thousands) **Assets**	**31/12/2013** *Reported*	*Restatement*	**31/12/2013** *Restated*
Property, plant & equipment	1,605,635	-40,690	1,564,945
Investment properties	13,220	-	13,220
Intangible assets and goodwill	465,996	-81	465,915
Investments in subsidiaries	-	-	-
Investments in associates & joint ventures	2,429	22,936	25,365
Available-for-sale financial assets	1,573	-	1,573
Other non-current assets	12,241	-624	11,617
Deferred tax asset	1,597	-395	1,202
Non-current assets	**2,102,691**	**-18,854**	**2,083,837**
Inventories	225,133	-3,757	221,376
Trade receivables	125,033	-12,693	112,340
Other receivables and prepayments	62,069	-1,653	60,416
Derivative financial instruments	1,566	-	1,566
Available-for-sale financial assets	63	-	63
Cash and cash equivalents	184,501	-244	184,257
Current assets	**598,365**	**-18,347**	**580,018**
Total Assets	**2,701,056**	**-37,201**	**2,663,855**
Equity and Liabilities			
Share Capital (84,632,528 shares of €4.00)	338,530	-	338,530
Share premium	22,826	-	22,826
Share options	3,971	-	3,971
Treasury shares	-87,680	-	-87,680
Other Reserves	293,299	-	293,299
Retained earnings	845,181	-	845,181
Equity attributable to equity holders of the parent	**1,416,127**	**-**	**1,416,127**
Non-controlling interests	122,683	-	122,683
Total equity (a)	**1,538,810**	**-**	**1,538,810**
Long-term borrowings	610,433	-11,364	599,069
Deferred tax liability	163,956	-440	163,516
Retirement benefit obligations	23,850	-193	23,657
Provisions	12,793	-107	12,686
Other non-current liabilities	29,635	-	29,635
Non-current liabilities	**840,667**	**-12,104**	**828,563**
Short-term borrowings	112,623	-18,899	93,724
Trade and other payables	193,431	-6,198	187,233
Derivative financial instruments	3,375	-	3,375
Current income tax payable	10,137	-	10,137
Provisions	2,013	-	2,013
Current liabilities	**321,579**	**-25,097**	**296,482**
Total Liabilities (b)	**1,162,246**	**-37,201**	**1,125,045**
Total Equity and Liabilities (a+b)	**2,701,056**	**-37,201**	**2,663,855**

Impact on the Interim Statement of Financial Position as at January 1, 2013:

(all amounts in Euro thousands) **Assets**	**01/01/2013** *Reported*	*Restatement*	**01/01/2013** *Restated*
Property, plant & equipment	1,759,036	-50,855	1,708,181
Investment properties	8,546	-	8,546
Intangible assets and goodwill	527,498	-100	527,398
Investments in associates & joint ventures	2,734	28,331	31,065
Available-for-sale financial assets	1,877	-	1,877
Other non-current assets	12,572	-775	11,797
Deferred tax asset	2,499	-113	2,386
Non-current assets	**2,314,762**	**-23,512**	**2,291,250**
Inventories	233,765	-3,842	229,923
Trade receivables	127,488	-14,455	113,033
Other receivables and prepayments	71,692	-1,683	70,009
Available-for-sale financial assets	63	-	63
Cash and cash equivalents	284,272	-285	283,987
Current assets	**717,280**	**-20,265**	**697,015**
Total Assets	**3,032,042**	**-43,777**	**2,988,265**
Equity and Liabilities			
Share Capital (84,632,528 shares of €4.00)	338,530	-	338,530
Share premium	22,826	-	22,826
Share options	2,891	-	2,891
Treasury shares	-89,446	-	-89,446
Other Reserves	381,027	-	381,027
Retained earnings	878,635	-	878,635
Equity attributable to equity holders of the parent	**1,534,463**	**-**	**1,534,463**
Non-controlling interests	125,478	-	125,478
Total equity (a)	**1,659,941**	**-**	**1,659,941**
Long-term borrowings	705,227	-18,720	686,507
Derivative financial instruments	16,784	-	16,784
Deferred tax liability	178,786	-559	178,227
Retirement benefit obligations	26,908	-215	26,693
Provisions	17,317	-109	17,208
Other non-current liabilities	30,632	-	30,632
Non-current liabilities	**975,654**	**-19,603**	**956,051**
Short-term borrowings	174,636	-16,311	158,325
Trade and other payables	207,009	-7,729	199,280
Derivative financial instruments	1,294	-	1,294
Current income tax payable	11,899	-134	11,765
Provisions	1,609	-	1,609
Current liabilities	**396,447**	**-24,174**	**372,273**
Total Liabilities (b)	**1,372,101**	**-43,777**	**1,328,324**
Total Equity and Liabilities (a+b)	**3,032,042**	**-43,777**	**2,988,265**

Impact on the Interim Cash Flow Statement

	For the three months ended 31/3		
(all amounts in Euro thousands)	2013 *Reported*	*Restatement*	2013 *Restated*
Cash flows from operating activities			
Loss before taxes	-23,458	-25	-23,483
Adjustments for:			
Depreciation/amortization & impairment of tangible and intangible assets	29,588	-506	29,082
Provisions	346	24	370
Exchange differences	1,191	79	1,270
Interest expense	14,575	-710	13,865
Other non cash items	2,495	136	2,631
Adjusted profit before changes in working capital	**24,737**	**-1,002**	**23,735**
Increase in inventories	-11,175	1,756	-9,419
Increase in trade and other receivables	-11,622	-1,029	-12,651
Increase in operating long-term receivables/payables	-949	41	-908
Decrease in trade and other payables (excluding banks)	-7,597	-1,039	-8,636
Cash used in operations	**-6,606**	**-1,273**	**-7,879**
Income tax paid	-2,074	135	-1,939
Net cash flows used in operating activities	**-8,680**	**-1,138**	**-9,818**
Cash flows from investing activities			
Acquisition of non controlling interests	-4,000	-	-4,000
Purchase of tangible assets	-6,272	479	-5,793
Purchase of intangible assets	-272	-	-272
Proceeds from sale of tangible and intangible assets	497	-21	476
Interest received	1,165	-	1,165
Net cash flows used in investing activities	**-8,882**	**458**	**-8,424**
Cash flows from financing activities			
Interest paid	-12,450	753	-11,697
Proceeds from borrowings	509,446	-7,777	501,669
Repayment of borrowings	-479,053	7,881	-471,172
Net cash flows from financing activities	**17,943**	**857**	**18,800**
Net increase in cash and cash equivalents	**381**	**177**	**558**
Cash and cash equivalents at start of period	284,272	-285	283,987
Effects of exchange rate changes	-569	-1	-570
Cash and cash equivalents at end of period	**284,084**	**-109**	**283,975**

2.3. New Standards and Interpretations effective for the current financial year that they have not been endorsed by the European Union and not early adopted by the Group and the Company

- **IFRIC Interpretation 21: Levies**

  The interpretation is effective for annual periods beginning on or after 1 January 2014. The Interpretations Committee was asked to consider how an entity should account for liabilities to pay levies imposed by governments, other than income taxes, in its financial statements. IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" sets out criteria for the recognition of a liability, one of which is the requirement for the entity to have a present obligation as a result of a past event (known as an obligating event). The Interpretation clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. This interpretation has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the interpretation on the financial position or performance of the Group.

2.4. New Standards and Interpretations issued but not yet effective and not early adopted by the Group and the Company

- **IAS 19 Defined Benefit Plans (Amended): Employee Contributions**

  The amendment is effective from 1 July 2014. The amendment applies to contributions from employees or third parties to defined benefit plans. The objective of the amendment is to simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary. This amendment has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the interpretation on the financial position or performance of the Group.

- **The IASB has issued the Annual Improvements to IFRSs 2010 – 2012 Cycle,** which is a collection of amendments to IFRSs. The amendments are effective for annual periods beginning on or after 1 July 2014. These annual improvements have not yet been endorsed by the EU. The Group is in the process of assessing the impact of the improvements on the financial position or performance of the Group.

  - ***IFRS 2 Share-based Payment:*** This improvement amends the definitions of 'vesting condition' and 'market condition' and adds definitions for 'performance condition' and 'service condition' (which were previously part of the definition of 'vesting condition').

  - ***IFRS 3 Business combinations:*** This improvement clarifies that contingent consideration in a business acquisition that is not classified as equity is subsequently measured at fair value through profit or loss whether or not it falls within the scope of IFRS 9 Financial Instruments.

  - ***IFRS 8 Operating Segments:*** This improvement requires an entity to disclose the judgments made by management in applying the aggregation criteria to operating segments and clarifies that an entity shall only provide reconciliations of the total of the reportable segments' assets to the entity's assets if the segment assets are reported regularly.

  - ***IFRS 13 Fair Value Measurement:*** This improvement in the Basis of Conclusion of IFRS 13 clarifies that issuing IFRS 13 and amending IFRS 9 and IAS 39 did not remove the ability to measure short-term receivables and payables with no stated interest rate at their invoice amounts without discounting if the effect of not discounting is immaterial.

  - ***IAS 16 Property Plant & Equipment:*** The amendment clarifies that when an item of property, plant and equipment is revalued, the gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount.

- ***IAS 24 Related Party Disclosures:*** The amendment clarifies that an entity providing key management personnel services to the reporting entity or to the parent of the reporting entity is a related party of the reporting entity.

- ***IAS 38 Intangible Assets:*** The amendment clarifies that when an intangible asset is revalued the gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount.

- **The IASB has issued the Annual Improvements to IFRSs 2011 – 2013 Cycle**, which is a collection of amendments to IFRSs. The amendments are effective for annual periods beginning on or after 1 July 2014. These annual improvements have not yet been endorsed by the EU. The Group is in the process of assessing the impact of the improvements on the financial position or performance of the Group.

  - ***IFRS 3 Business Combinations:*** This improvement clarifies that IFRS 3 excludes from its scope the accounting for the formation of a joint arrangement in the financial statements of the joint arrangement itself.

  - ***IFRS 13 Fair Value Measurement:*** This improvement clarifies that the scope of the portfolio exception defined in paragraph 52 of IFRS 13 includes all contracts accounted for within the scope of IAS 39 Financial Instruments: Recognition and Measurement or IFRS 9 Financial Instruments, regardless of whether they meet the definition of financial assets or financial liabilities as defined in IAS 32 Financial Instruments: Presentation.

  - ***IAS 40 Investment Properties:*** This improvement clarifies that determining whether a specific transaction meets the definition of both a business combination as defined in IFRS 3 Business Combinations and investment property as defined in IAS 40 Investment Property requires the separate application of both standards independently of each other.

3. Estimates

The preparation of the interim condensed financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim condensed financial statements, the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2013.

4. Seasonality

The Group is a supplier of cement, concrete, aggregates and other building materials. The demand for these products is seasonal in temperate countries such as in Europe and North America. Therefore, the Group generally records lower revenues and operating profits during the first and fourth quarters when adverse weather conditions are present in the northern hemisphere. In contrast, sales and profitability tend to be higher during the second and third quarters, as favorable weather conditions support construction activity.

5. Segment information

For management information purposes, the Group is structured in four operating (geographic) segments: Greece and Western Europe, North America, Southeastern Europe and Eastern Mediterranean. Each operating segment is a set 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, the Group's finance department is organized by geographic region for effective financial control and performance monitoring.

Management monitors the operating results of its business units separately for the purpose of making decisions, allocating resources and assessing performance. Segment performance is evaluated based on Earnings before Interest, Taxes, Depreciations & Amortization (EBITDA). Financing is managed on a group basis and finance costs and finance revenue are allocated to the operating segments.

(all amounts in Euro thousands)	Greece and Western Europe		North America		Southeastern Europe		Eastern Mediterranean		Adjustments and eliminations		Total	
Period from 1/1-31/3	**2014**	**2013** Restated	**2014**	**2013** Restated	**2014**	**2013** Restated	**2014**	**2013** Restated	**2014**	**2013** Restated	**2014**	**2013** Restated
Gross revenue	75,484	67,529	94,834	89,250	41,157	32,930	49,289	62,961	-4,485	-8,717	256,279	243,953
Inter-segment revenue	-4,427	-8,282	-45	-49	-13	-386	-	-	-	-	-4,485	-8,717
Total revenue	**71,057**	**59,247**	**94,789**	**89,201**	**41,144**	**32,544**	**49,289**	**62,961**	**-4,485**	**-8,717**	**251,794**	**235,236**
Gross profit before depreciation & amortization	11,232	5,188	9,512	11,040	13,631	7,041	18,149	24,058	-240	-126	52,284	47,201
Earnings/(losses) before interest, taxes, depreciation & amortization (EBITDA)	4,113	-2,363	946	509	9,689	3,016	15,961	22,376	-236	-267	30,473	23,271
Earnings/(losses) before interest and taxes	280	-6,990	-11,894	-13,608	4,699	-2,153	10,936	17,157	-185	-217	3,836	-5,811
Profit/(loss) before taxes	9,148	-18,161	-18,019	-17,948	6,720	-1,714	12,686	14,625	-20,231	-285	-9,696	-23,483

5. Segment information (continued)

(all amounts in Euro thousands)	Greece and Western Europe		North America		Southeastern Europe		Eastern Mediterranean		Adjustments and eliminations		Total	
	31/03/2014	31/12/2013 Restated	31/03/2014	31/12/2013 Restated	31/03/2014	31/12/2013 Restated	31/03/2014	31/12/2013 Restated	31/03/2014	31/12/2013 Restated	31/03/2014	31/12/2013 Restated
Total assets	2,713,589	2,707,566	793,701	797,552	882,799	893,488	1,061,011	1,050,277	-2,781,646	-2,785,028	2,669,454	2,663,855
Total liabilities	1,967,483	1,971,635	444,453	431,599	195,497	191,426	188,409	188,347	-1,654,618	-1,657,962	1,141,224	1,125,045

6. Cash and cash equivalents

(all amounts in Euro thousands)	Group		Company	
	31/03/2014	31/12/2013 Restated	31/03/2014	31/12/2013
Cash in hand	78	51	16	3
Short-term bank deposits	173,785	184,206	12,626	8,777
	173,863	**184,257**	**12,642**	**8,780**

Short-term bank deposits consist primarily of current accounts and time deposits. The effective interest rates on these short-term bank deposits are based on Euribor rates and are negotiated on a case by case basis.

Bank Credit Facilities & Bonds

The Group and the Company had the following bank credit facilities and bonds on 31 March 2014:

(all amounts in Euro thousands)	Group		Company	
	31/3/2014	31/12/2013	31/3/2014	31/12/2013
Total Committed credit facilities	1,212,319	1,212,638	899,300	899,300
Total Un-committed credit facilities	128,768	128,859	89,701	89,701
Un-utilized Committed credit facilities	520,981	535,254	119,300	99,300
Un-utilized Un-committed credit facilities	95,668	107,178	79,085	89,528
Total Un-utilised credit facilities	**616,649**	**642,432**	**198,385**	**188,828**

7. Number of employees

Number of employees as at the end of the reporting period: Group 5,244 (31.3.2013 restated: 5,273), Company 800 (31.3.2013: 799).

8. Income tax

The Group and the Company calculate the period income tax using the tax rate that would be applicable to the expected total annual earnings.

The major components of income tax in the interim consolidated income statement and the interim statement of comprehensive income are:

	Group		Company	
	For the three months ended 31/3		For the three months ended 31/3	
(all amounts in Euro thousands)	2014	2013 *Restated*	2014	2013
Current income tax expense	-2,639	-3,844	-193	-231
Deferred tax	2,974	1,161	1,236	-1,120
Income tax recognised in interim income statement	**335**	**-2,683**	**1,043**	**-1,351**
Income tax recognised in other comprehensive income	-177	-18	-150	-
Total income taxes	**158**	**-2,701**	**893**	**-1,351**

Group's net deferred tax liabilities have decreased by €3.0 mil. in the interim statement of financial position. This amount consists of: a) €3.0 mil. of net deferred tax income, which was recorded in the income statement, b) €0.2 mil of income tax expense, which was recorded in the statement of comprehensive income and c) €0.2 mil. related to exchange differences, mainly due to the devaluation of the Egyptian pound against the Euro.

9. Property, plant and equipment

	Group		Company	
(all amounts in Euro thousands)	2014	2013 *Restated*	2014	2013
Opening balance 1/1	1,564,945	1,708,182	232,332	237,672
Additions / capitalizations	13,647	5,793	2,277	1,070
Disposals (NBV)	-105	-518	-6	-377
Depreciation charge & impairments	-23,293	-24,273	-3,142	-3,107
Exchange differences	-1,118	-2,825	-	-
Other	45	168	-	-
Ending balance 31/3	**1,554,121**	**1,686,527**	**231,461**	**235,258**

Assets with a net book value of €105 thousand were disposed of by the Group during the three months ended 31 March 2014 (1.1-31.3.2013: €518 thousand) resulting in a net loss of €46 thousand (1.1-31.3.2013: €42 thousand).

10. Intangible assets

(all amounts in Euro thousands)

Group

	Goodwill	Other intangible assets	Total
Opening balance 1/1/2014	**374,897**	**91,018**	**465,915**
Additions	-	451	451
Depreciation charge & impairments	-	-3,426	-3,426
Exchange differences	-16	-61	-77
Other	-	-4	-4
Ending balance 31/3/2014	**374,881**	**87,978**	**462,859**

	Goodwill	Other intangible assets	Total
Opening balance 1/1/2013 - restated	**412,501**	**114,897**	**527,398**
Additions	-	512	512
Depreciation charge & impairments	-	-4,891	-4,891
Exchange differences	9,145	-1,380	7,765
Ending balance 31/3/2013 - restated	**421,646**	**109,138**	**530,784**

Goodwill is tested for impairment at the end of each fiscal year and when circumstances indicate that the carrying value may be impaired. The Group's impairment test for goodwill and intangible assets with indefinite lives is based on value-in-use calculations. The key assumptions used to determine the recoverable amount for the different cash generating units were disclosed in the annual consolidated financial statements for the year ended 31 December 2013.

(all amounts in Euro thousands)

Company	Intangible assets	
	2014	**2013**
Opening balance 1/1	**1,185**	**1,099**
Additions	53	136
Disposals (NBV)	-4	-
Reversal of impairments/(impairments) & depreciation charge	573	-225
Ending balance 31/3	**1,807**	**1,010**

11. Investments in associates

The Group interim financial statements include the following Bulgarian-based companies with the equity method of consolidation: Karieri AD with ownership percentage 48.711% (31.12.2013: 48.711%), Karierni Materiali AD with ownership percentage 48.764% (31.12.2013: 48.764%), Vris OOD with ownership percentage 48.764% (31.12.2013: 48.764%).

All of the aforementioned companies operate in the aggregates business and are not listed on a public exchange market.

11. Investments in associates (continued)

Moreover, after the adoption of IFRS 11 on 1 January 2014, the Group incorporated in its financial statements with the same method the companies Transbeton-Domiki S.A., based in Greece, and Adocim Cimento Beton Sanayi ve Ticaret A.S., based in Turkey. The Group's ownership percentage in each company is 50.0%. The Group has joint control over the two joint ventures and therefore applies the equity method of consolidation, as the new standard requires (note 2.2). Until 31 December 2013, the Group incorporated in its financial statements the aforementioned companies with the proportional method of consolidation (note 12).

Transbeton-Domiki S.A. operates in the ready-mix and aggregates business and Adocim Cimento Beton Sanayi ve Ticaret A.S. operates in the production of cement. The two companies are not listed on a public exchange market.

On 17 December 2013, the Group's subsidiary in the USA, Separation Technologies LLC, and the US-corporation Charah, Inc. founded the company ASH Venture LLC, which beneficiates, markets and sells fly ash. Separation Technologies LLC participates in the share capital of ASH Venture LLC with an ownership percentage of 33%. The remaining 67% is owned by Charah, Inc., which also controls the activities of the newly established company. ASH Venture LLC began its commercial activity on 1 January 2014.

The movement of the Group's participation in associates is analyzed as follows:

(all amounts in Euro thousands)	**31/03/2014**	**31/12/2013** *Restated*
Opening balance 1/1	25,365	31,065
Establishment of associates	3,985	-
Share of profit/(loss) of associates and joint ventures	26	-662
Exchange differences	-27	-4,866
Other	-34	-172
Ending balance	**29,315**	**25,365**

12. Principal subsidiaries, associates and joint ventures

			31/03/2014		31/12/2013	
			% of investment (*)		% of investment (*)	
Subsidiary, associate and joint venture name	**Country of incorporation**	**Nature of business**	**Direct**	**Indirect**	**Direct**	**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
Interbeton Construction Materials S.A.	Greece	Ready mix & aggregates	99.851	0.149	99.851	0.149
Intertitan Trading International S.A.	Greece	Trading company	99.995	0.005	99.995	0.005
KTIMET Quarries 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	99.933	0.067	99.933	0.067
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	-	99.760	-	99.760
Gravel & Sand PIT AD	Bulgaria	Quarries & aggregates	-	99.989	-	99.989
Trojan Cem EOOD	Bulgaria	Trading company	-	83.943	-	83.943
Zlatna Panega Beton EOOD	Bulgaria	Ready mix	-	99.989	-	99.989
Zlatna Panega Cement AD	Bulgaria	Cement producer	-	99.989	-	99.989
Green Alternative Energy Assets EAD	Bulgaria	Alternative fuels	-	100.000	-	100.000
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	Processing of 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	Cyprus	Investment holding company	-	100.000	-	100.000
Balkcem Ltd	Cyprus	Investment holding company	-	88.514	-	88.514
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	Cyprus	Investment holding company	-	88.514	-	88.514
Themis Holdings Ltd	Cyprus	Investment holding company	-	100.000	-	100.000
Titan Cement Cyprus Limited	Cyprus	Investment holding company	-	88.514	-	88.514
Tithys Ltd	Cyprus	Investment holding company	-	88.514	-	88.514
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
Titan Beton & Aggregate Egypt LLC	Egypt	Quarries & aggregates	-	83.118	-	83.118
Sharr Beteiligungs GmbH	Germany	Investment holding company	-	88.514	-	88.514

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

Subsidiary, associate and joint venture name	Country of incorporation	Nature of business	31/03/2014 % of investment (*) Direct	Indirect	31/12/2013 % of investment (*) Direct	Indirect
Full consolidation method						
Separation Technologies U.K. Ltd	U.K.	Processing of 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
Carolinas Cement Company LLC	U.S.A.	Own/develop real estate	-	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
Massey Sand and Rock Co	U.S.A.	Quarries & aggregates	-	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
S&W Ready Mix LLC	U.S.A.	Ready mix	-	100.000	-	100.000
Separation Technologies LLC	U.S.A.	Processing of fly ash	-	100.000	-	100.000
Standard Concrete LLC	U.S.A.	Trading company	-	100.000	-	100.000
ST Mid-Atlantic LLC	U.S.A.	Processing of fly ash	-	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 Carolina Concrete LLC	U.S.A.	Ready mix	-	100.000	-	100.000
Titan Mid-Atlantic Aggregates LLC	U.S.A.	Quarries & aggregates	-	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
Trusa Realty LLC	U.S.A.	Real estate brokerage	-	100.000	-	100.000
Tyson Material Transport LLC	U.S.A.	Transportation	-	100.000	-	100.000
Cementara Kosjeric AD	Serbia	Cement producer	-	88.514	-	88.514
Stari Silo Company DOO	Serbia	Trading company	-	88.514	-	88.514
TCK Montenegro DOO	Montenegro	Trading company	-	88.514	-	88.514
Cement Plus LTD	F.Y.R.O.M	Trading company	-	54.563	-	54.563
GAEA Zelena Alternative Enerjia DOOEL	F.Y.R.O.M	Alternative fuels	-	100.000	-	100.000
Rudmark DOOEL	F.Y.R.O.M	Trading company	-	83.943	-	83.943
Usje Cementarnica AD	F.Y.R.O.M	Cement producer	-	83.943	-	83.943
Vesa DOOL	F.Y.R.O.M	Trading company	-	100.000	-	100.000
Kosovo Construction Materials L.L.C.	Kosovo	Quarries & aggregates	-	88.514	-	88.514
Sharrcem SH.P.K.	Kosovo	Cement producer	-	88.514	-	88.514
Alba Cemento Italia, SHPK	Albania	Trading company	-	60.000	-	60.000
Antea Cement SHA	Albania	Cement producer	-	60.000	-	60.000
GAEA Enerjia Alternative e Gjelber Sh.p.k.	Albania	Alternative fuels	-	100.000	-	100.000
Dancem APS	Denmark	Trading company	-	100.000	-	100.000
Aeas Netherlands B.V.	Holland	Investment holding company	-	88.514	-	88.514
Colombus Properties B.V.	Holland	Investment holding company	100.000	-	100.000	-
Holtitan B.V.	Holland	Investment holding company	-	88.514	-	88.514
Salentijn Properties1 B.V.	Holland	Investment holding company	100.000	-	100.000	-
Titan Cement Netherlands BV	Holland	Investment holding company	-	88.514	-	88.514

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

Subsidiary, associate and joint venture name	Country of incorporation	Nature of business	31/03/2014 % of investment (*) Direct	31/03/2014 % of investment (*) Indirect	31/12/2013 % of investment (*) Direct	31/12/2013 % of investment (*) Indirect
Proportionate consolidation method						
Transbeton - Domiki S.A. (1)	Greece	Ready mix	-	-	-	50.000
Adocim Cimento Beton Sanayi ve Ticaret A.S.(1)	Turkey	Cement producer	-	-	-	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. (1)	Greece	Ready mix	-	50.000	-	-
Adocim Cimento Beton Sanayi ve Ticaret A.S.(1)	Turkey	Cement producer	-	50.000	-	-
ASH Venture LLC (2)	U.S.A.	Processing of fly ash	-	33.000	-	-

(*) Percentage of investment represents both percentage of shareholding and percentage of control

Significant Group structure changes

(1) Change in consolidation method due to the adoption of IFRS 11 (note 2.2).

(2) On 31 March 2014, the Group's financial statements incorporated the established company ASH Venture LLC, with the equity method of consolidation (note 11).

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

(all amounts in Euro thousands)	31/03/2014	31/12/2013
Participation in subsidiaries on 1 January	**1,243,829**	**1,213,365**
Share capital increase in subsidiaries	-	30,275
Other	46	189
Participation in subsidiaries	**1,243,875**	**1,243,829**

13. Fiscal years unaudited by the tax authorities

[1] Titan Cement Company S.A	2010-2013	Cementi Crotone S.R.L.	2009-2013
[2] Aeolian Maritime Company	-	Cementi ANTEA SRL	2010-2013
[1] Albacem S.A.	2012-2013	Colombus Properties B.V.	2010-2013
[1] Arktias S.A.	2010-2013	Holtitan BV	2010-2013
[1] Dodekanesos Quarries S.A.	2010-2013	Aeas Netherlands B.V.	2010-2013
[1] Interbeton Construction Materials S.A.	2007-2013	[2] Titan Cement U.K. Ltd	-
[1] Intertitan Trading International S.A.	2012-2013	[2] Separation Technologies U.K. Ltd	-
[1] Pozolani S.A.	2010-2013	[5] Titan America LLC	2011-2013
[1] Porfirion S.A.	2010-2013	Separation Technologies Canada Ltd	2011-2013
[1] Vahou Quarries S.A.	2010-2013	Stari Silo Copmany DOO	2008-2013
[1] Quarries Gournon S.A.	2010-2013	Cementara Kosjeric DOO	2006-2013
[1] Quarries of Tagaradon Community S.A.	2010-2013	TCK Montenegro DOO	2007-2013
[1] Quarries of Tanagra S.A.	2010-2013	Double W & Co OOD	2007-2013
[1] Aitolika Quarries S.A.	2012-2013	Granitoid AD	2007-2013
[1] Sigma Beton S.A.	2010-2013	Gravel & Sand PIT AD	2007-2013
[1] Titan Atlantic Cement Industrial and Commercial S.A.	2010-2013	Zlatna Panega Beton EOOD	2008-2013
[1] Titan Cement International Trading S.A.	2012-2013	Zlatna Panega Cement AD	2010-2013
KTIMET Quarries S.A.	2010-2013	Cement Plus LTD	2012-2013
Aemos Cement Ltd	2007-2013	Rudmark DOOEL	2006-2013
Alvacim Ltd	2010-2013	Usje Cementarnica AD	2009-2013
[3] Balkcem Ltd	2008-2013	Titan Cement Netherlands BV	2010-2013
Iapetos Ltd	2007-2013	Alba Cemento Italia, SHPK	2012-2013
Rea Cement Ltd	2008-2013	Antea Cement SHA	2013
Themis Holdings Ltd	2007-2013	Sharr Beteiligungs GmbH	2011-2013
[4] Tithys Ltd	2006-2013	Kosovo Construction Materials L.L.C.	2010-2013
Feronia Holding Ltd	2007-2013	SharrCem Sh.P.K	2011-2013
Vesa DOOL	2006-2013	[2] Alexandria Development Co.Ltd	-
Trojan Cem EOOD	2010-2013	Alexandria Portland Cement Co. S.A.E	2007-2013
Dancem APS	2009-2013	GAEA Green Alternative Energy Assets Ltd	2007-2013
Titan Global Finance PLC	2008-2013	Beni Suef Cement Co.S.A.E.	2009-2013
Geospan Dooel	2010-2013	East Cement Trade Ltd	2006-2013
Terret Enterprises Ltd	2009-2013	Titan Beton & Aggregate Egypt LLC	2009-2013
Salentijn Properties1 B.V.	2010-2013	[2] Titan Egyptian Inv. Ltd	-
Titan Cement Cyprus Limited	2007-2013	Green Alternative Energy Assets EAD	2012-2013
KOCEM Limited	2007-2013	GAEA Zelena Alternative Enerjia DOOEL	2013
ECO Conception EOOD	2011-2013	GAEA Enerjia Alternative e Gjelber Sh.p.k.	2013
[2] Fintitan SRL	-		

[1] For the fiscal years 2011 and 2012 the above companies were tax audited by their Certified Auditors Accountants, according to the terms of article 82, par. 5 of the Law 2238/1994.
[2] Under special tax status.
[3] Fiscal years 2007, 2008 have been audited.
[4] Fiscal year 2007 has been audited.
[5] Companies operating in the U.S.A., are incorporated in the Titan America LLC subgroup (note 12).

14. Provisions

Group

Group provisions presented in short and long term liabilities as at 31 March 2014 amounted to €15.0 mil. (31.12.2013 restated: €14.7 mil.).

The above amount includes among others, the provision for the rehabilitation of quarries amounting to €10.6 mil. (31.12.2013: €10.7 mil.), the provision for staff costs of €2.0 mil. (31.12.2013: €1.6 mil.) and other provisions for risks none of which are individually material to the Group.

Company

Company provisions presented in short and long term liabilities as at 31 March 2014 amounted to €4.0 mil. (31.12.2013: €3.5 mil.). The above amount includes among others, the provision for the rehabilitation of quarries amounting to €1.8 mil. (31.12.2013: €1.8 mil.) and the provision for staff costs of €2.0 mil. (31.12.2013: €1.6 mil.).

15. Borrowings

The maturity profile of the borrowings as shown in the consolidated financial statements and the loan contracts which are valid on 31 March 2014 is shown in the following table:

(all amounts in Euro thousands)	Group		Company	
	31/3/2014	31/12/2013 *Restated*	31/3/2014	31/12/2013
Up to 1 year	123,995	93,724	60,616	50,173
From 1 to 2 years	25,879	298,966	-	646,704
From 2 to 3 years	213,644	20,541	97,067	-
From 3 to 4 years	294,357	220,358	628,146	99,131
From 4 to 5 years	151	3,298	-	-
More than 5 years	56,461	55,906	-	-
Total debt	**714,487**	**692,793**	**785,829**	**796,008**
Total short term borrowings	123,995	93,724	60,616	50,173
Total long term borrowings	590,492	599,069	725,213	745,835
Total debt	**714,487**	**692,793**	**785,829**	**796,008**

16. Financial instruments

Cash flow and fair value hedges

a) Interest Rate Swap (from floating to fixed)

1) Titan Cement Company S.A. borrowed €100 mil. under floating rates from Titan Global Finance in early 2011. Titan Cement Company S.A. then entered into floating to fixed interest rate swaps of €100 mil. notional with five financial institutions. 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 the hedge as a cash flow hedge and documented the risk management objective and strategy for undertaking the hedge. The terms of the interest rate swaps were negotiated to match the terms of the Euro Loan and the hedge was assessed to be highly effective.

16. Financial instruments (continued)

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 at 31 March 2014, the fair value of the derivative contracts of €1,659 thousand (31.12.2013: €2,234 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 the statement of comprehensive income as a separate component of equity. Consequently, as at 31 March 2014, an unrealized gain of €575 thousand was recognized.

2) Titan Cement Company S.A. has an interest rate swap amounting to €30 mil. since 2009, which is recognized as a fair value hedge. As at 31 March 2014, the fair value of the derivative contracts was recorded as a liability of €433 thousand (31.12.2013: €598 thousand) in the statement of financial position. The valuation's result of €165 thousand of the abovementioned derivative was recorded as finance income in the income statement for the period ended 31 March 2014.

b) Forward Foreign Currency Exchange

In the first semester of 2012, the Group's subsidiary Titan America LLC entered into borrowings of €53.5 mil. from Titan Global Finance. At the same time, Titan America LLC also entered into forward foreign currency exchange contracts with two third-party financial institutions. The transactions were 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 the hedge as a cash flow hedge and documented the risk management objective and strategy for undertaking the hedge. The hedge was assessed to be highly effective.

The abovementioned instruments were initially recognized at fair value on the effective date of the contract, and are being subsequently remeasured at fair value. As at 31 March 2014, the fair value of the derivative contracts was recorded as an asset of €1,519 thousand (31.12.2013: €1,566 thousand) in the statement of financial position. As these derivative instruments have been designated as a cash flow hedge, a gain of €70 thousand arising from changes in fair value of the derivatives was recognized through the statement of comprehensive income as a separate component of equity.

Fair value estimation

Set out below is a comparison by category of carrying amounts and fair values of the Group's and Company's financial instruments that are carried in the financial statements:

(all amounts in Euro thousands)	Group				Company			
	Carrying amount		Fair value		Carrying amount		Fair value	
	31/3/2014	31/12/2013 Restated	31/3/2014	31/12/2013 Restated	31/3/2014	31/12/2013	31/3/2014	31/12/2013
Financial assets								
Available for-sale financial assets	1,636	1,636	1,636	1,636	172	172	172	172
Other non-current assets	11,850	11,617	11,850	11,617	2,764	2,768	2,764	2,768
Derivative financial instruments	1,519	1,566	1,519	1,566	-	-	-	-
Financial liabilities								
Long term borrowings (note 15)	590,492	599,069	613,545	621,736	725,213	745,835	736,448	756,987
Short term borrowings (note 15)	123,995	93,724	124,115	93,819	60,616	50,173	60,616	50,173
Derivative financial instruments	2,092	3,375	2,092	3,375	2,092	2,832	2,092	2,832
Other non-current liabilities	29,607	29,635	29,607	29,635	4,501	4,557	4,501	4,557

Note: Derivative financial instruments consist of forward foreign exchange contracts and interest rate swaps.

16. Financial instruments (continued)

The management assessed that the cash and short-term deposits, trade receivables, trade payables, bank overdrafts and other current assets & liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

Fair value hierarchy

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

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

Level 2: based on valuation techniques whereby all inputs having a significant effect on the fair value are observable, either directly or indirectly.

Level 3: based on valuation techniques whereby all inputs having a significant effect on the fair value are not observable market data.

As at 31 March 2014, the Group and the Company held the following financial instruments measured at fair value:

(all amounts in Euro thousands)	Group Fair value		Company Fair value		Fair value hierarchy
	31/3/2014	31/12/2013	31/3/2014	31/12/2013	
Financial assets		*Restated*			
Available for-sale financial assets	1,636	1,636	172	172	Level 3
Derivative financial instruments-hedged accounts	1,519	1,566	-	-	Level 2
Financial liabilities					
Long term borrowings	613,545	621,736	736,448	756,987	Level 2
Short term borrowings	124,115	93,819	60,616	50,173	Level 2
Derivative financial instruments-hedged accounts	1,659	2,234	1,659	2,234	Level 2
Derivative financial instruments-non-hedged accounts	433	1,141	433	598	Level 2
Other non current liabilities (note 22)	24,117	23,416	-	-	Level 3

There were no transfers between level 1 and 2 fair value measurements during the period and no transfers into or out of level 3 fair value measurements during the three-month period ended 31 March 2014.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than a forced liquidation or sale. The following methods and assumptions were used to estimate the fair values:

Level 2 derivative financial instruments (hedged accounts & non-hedged accounts) comprise forward foreign exchange contracts and interest rate swaps. The Group and the Company use a variety of methods and make assumptions that are based on market conditions existing at each reporting date. These forward foreign exchange contracts have been fair valued using forward exchange rates that are quoted in an active market. Interest rate swaps are fair valued using forward interest rates extracted from observable yield curves.

Level 3 available-for-sale financial assets refer mainly to investments in foreign property funds in which the Group owns an insignificant percentage. Their valuation is made based on their financial statements, which present the assets at fair value.

Level 2 long and short term borrowings are evaluated by the Group and the Company based on parameters such as interest rates, specific country risk factors, or price quotations at the reporting date.

16. Financial instruments (continued)

Especially for long-term borrowings, quoted market prices or dealer quotes for the specific or similar instruments are used.

Level 3 other non-current liabilities consist of the put option that the Group has granted to non-controlling interest shareholders of its subsidiary in Albania, ANTEA Cement SHA. The put option is valued using a discounted cash flow model. The valuation requires management to make certain assumptions about unobservable inputs to the model. Certain significant unobservable inputs are disclosed in the table below:

	31/03/2014	31/12/2013
Gross margin growth rate	14.3%	14.3%
Discount rate	12.5%	12.5%

In addition to the above, forecast cash flows for the first five years are significant unobservable inputs. The management regularly assesses a range of reasonably possible alternatives for those significant unobservable inputs and determines their impact on the total fair value.

An increase in the forecast cash flows or in the gross margin growth rate for cash flows in the subsequent periods would lead to an increase in the fair value of the put option. On the other hand, an increase in the discount rate used to discount the forecast cash flows would lead to a decrease in the fair value of the put option.

The significant unobservable inputs are not interrelated. The fair value of the put option is not significantly sensitive to a reasonable change in the forecast cash flows or the discount rate; however it is sensitive to a reasonable change in the gross margin growth rate, as described in the following table:

Sensitivity analysis of Group's gross margin growth rate changes

(all amounts in Euro mil.)	Effect on the fair value
Increase by 2 percentage points in the gross margin growth rate:	+1,7
Decrease by 2 percentage points in the gross margin growth rate:	-1.8

17. Other non-current assets

(all amounts in Euro thousands)	Group		Company	
	31/3/2014	31/12/2013 *Restated*	31/3/2014	31/12/2013
Utility deposits	3,374	3,273	2,764	2,768
Excess benefit plan assets	4,076	4,024	-	-
Notes receivable - trade	452	468	-	-
Other non-current assets	3,948	3,852	-	-
	11,850	**11,617**	**2,764**	**2,768**

18. Share capital and premium

(all amounts are shown in Euro thousands unless otherwise stated)

	Ordinary shares		Preference shares			Total	
Shares issued and fully paid	**Number of shares**	**€'000**	**Number of shares**	**€'000**	**Share premium €'000**	**Number of shares**	**€'000**
Balance at 1 January 2013	**77,063,568**	**308,254**	**7,568,960**	**30,276**	**22,826**	**84,632,528**	**361,356**
Issue of shares - share option scheme	-	-	-	-	-	-	-
Balance at 31 March 2013	**77,063,568**	**308,254**	**7,568,960**	**30,276**	**22,826**	**84,632,528**	**361,356**
Balance at 1 January 2014	**77,063,568**	**308,254**	**7,568,960**	**30,276**	**22,826**	**84,632,528**	**361,356**
Issue of shares - share option scheme	-	-	-	-	-	-	-
Balance at 31 March 2014	**77,063,568**	**308,254**	**7,568,960**	**30,276**	**22,826**	**84,632,528**	**361,356**

	Ordinary shares		Preference shares		Total	
Treasury shares	**Number of shares**	**€'000**	**Number of shares**	**€'000**	**Number of shares**	**€'000**
Balance at 1 January 2013	**3,111,697**	**89,329**	**5,919**	**117**	**3,117,616**	**89,446**
Purchase/(sale) of treasury shares	-	-	-	-	-	-
Balance at 31 March 2013	**3,111,697**	**89,329**	**5,919**	**117**	**3,117,616**	**89,446**
Balance at 1 January 2014	**3,061,415**	**87,563**	**5,919**	**117**	**3,067,334**	**87,680**
Sale of treasury shares	-	-	-	-	-	-
Balance at 31 March 2014	**3,061,415**	**87,563**	**5,919**	**117**	**3,067,334**	**87,680**

In the first quarter of 2014, the average price of Titan Cement Company S.A. ordinary shares was €22.32 (Q1.2013: €14.31) and the trading price of the ordinary shares as at 31 March 2014 was €25.39 (31.3.2013: €13.00).

18. Share capital and premium (continued)

2010 Programme

On 3 June 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 were granted options, vesting 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, those particular options will irrevocably lapse. All vesting is conditional upon the employees' 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 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 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, 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 2.25%.

During 2010, 267,720 share options were granted and from these share options 13,380 were cancelled. During 2013, 190,746 share options were not vested and cancelled. From the remaining 63,594 options that vested, 3,484 were cancelled, 9,828 have not been exercised and 50,282 were exercised by 75 Group executives, including 5 executive Board members of the Company. The attribution of the respective shares took place with the sale of 50,282 common treasury shares of the Company (over-the-counter transaction) with total purchase cost of €1,766 thousand. These shares represent 0.06% of Company's total shares of the paid up share capital, at a sale price per share equal to the nominal value of each Company share i.e. €4.00 per share, and a total sale price of €201 thousand. The loss caused by this transaction amounted to €1,565 thousand, attributed to the equity holders of the Company.

During 2011, 301,200 share options were granted and from the total number of share options outstanding, 17,910 share options have been cancelled, while 118,977 share options were not vested and cancelled.

The fair value of the options granted in 2011 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 1.89%.

During 2012, 376,290 share options were granted and from the total number of share options outstanding, 11,310 share options have been cancelled.

The fair value of the options granted in 2012 was €3.05 per option, determined using the Binomial Method and the Monte Carlo Simulation valuation model. The significant inputs used in the aforementioned methodology were the share price at grant date of €14.72, the volatility of the share price estimated at 37.4%, the dividend yield of 0.7% and the yield of the 3 year EU Benchmark (Deutsche Bund) Government bond yield rate of 0.32%.

19. 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**	**Hedging reserves**	**Foreign currency translation reserve**	**Total other reserves**
Balance at 1 January εεεε	**88,299**	**-6,477**	**271,892**	**133,192**	**53,739**	**1,432**	**36,163**	**-197,213**	**381,027**
Other comprehensive (loss)/income	-	-	-	-	-22	-	682	6,756	7,416
Non-controlling interest's put option recognition	-	-	-	-	-1,725	-	-	-	-1,725
Transfer from reserves	-	-	-	-	-1,421	-	-	-	-1,421
Balance at 31 March εεεε	**88,299**	**-6,477**	**271,892**	**133,192**	**50,571**	**1,432**	**36,845**	**-190,457**	**385,297**
Balance at 1 January εεεε	**90,826**	**-6,477**	**271,892**	**133,192**	**43,577**	**3,304**	**37,898**	**-280,913**	**293,299**
Other comprehensive income/(loss)	-	-	-	-	-	-	397	-846	-449
Non-controlling interest's put option recognition	-	-	-	-	-1,214	-	-	-	-1,214
Transfer from reserves	-	-	-	-	-1,666	-	-	-	-1,666
Balance at 31 March εεεε	**90,826**	**-6,477**	**271,892**	**133,192**	**40,697**	**3,304**	**38,295**	**-281,759**	**289,970**

Company	**Legal reserve**	**Special reserve**	**Contingency reserve**	**Tax exempt reserves under special laws**	**Revaluation reserve**	**Actuarial differences reserve**	**Hedging reserves**	**Total other reserves**
Balance at 1 January εεεε	**68,650**	**16,245**	**259,998**	**116,581**	**2,009**	**1,139**	**43,758**	**508,380**
Other comprehensive income	-	-	-	-	-	-	654	654
Balance at 31 March εεεε	**68,650**	**16,245**	**259,998**	**116,581**	**2,009**	**1,139**	**44,412**	**509,034**
Balance at 1 January εεεε	**68,650**	**16,245**	**259,998**	**116,581**	**2,662**	**1,621**	**45,501**	**511,258**
Other comprehensive income	-	-	-	-	-	-	425	425
Balance at 31 March εεεε	**68,650**	**16,245**	**259,998**	**116,581**	**2,662**	**1,621**	**45,926**	**511,683**

19. Other reserves (continued)

In the statement of other comprehensive income, the exchange differences resulting from the translation of foreign operations in the first three months of 2014 amounted to a loss of €1.1 mil., of which €0.9 mil. are attributable to the shareholders of the Parent Company and €0.2 mil. to the non-controlling interests. The equivalent amount in the first three months of 2013, was a gain of €5.2 mil.. The difference of €6.3 mil. between the two corresponding periods consists mainly of €12.8 mil. related to the US dollar, €1.5 mil to the Turkish pound and €8.4 mil. to the positive impact of the Egyptian pound.

20. Losses per share

Basic losses 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 losses 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 loss (numerator).

21. Related party transactions

Transactions with related parties during the three month period ending 31 March 2014 as well as balances with related parties as at 31 March 2014 for the Group and the Company, 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	-	545	-	618
Executives and members of the Board	-	950	14	-
	-	**1,495**	**14**	**618**

Company

(all amounts in Euro thousands)	Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
Aeolian Maritime Company	1	-	-	267
Albasem S.A.	1	-	-	-
Interbeton Construction Materials S.A.	5,314	1,524	7,392	1,348
Intertitan Trading International S.A.	1,559	-	-	-
Transbeton - Domiki S.A.	205	-	504	-
Gournon Quarries S.A.	-	-	584	-
Titan Cement International Trading S.A.	2	-	240	-
Adocim Cimento Beton Sanayi ve Ticaret A.S.	788	-	-	-
Antea Cement SHA	206	14	784	-
Beni Suef Cement Co.S.A.E.	105	-	1,042	-
Alexandria Portland Cement Co. S.A.E.	105	-	372	-
Cementara Kosjeric AD	17	-	22	-
Cementi Crotone S.R.L.	88	-	176	-
Essex Cement Company LLC	1,705	10	-	-
Titan America LLC	2	-	-	252
Fintitan SRL	1,186	-	1,887	-
Sharrcem SH.P.K.	7	-	-	-
T.C.U.K. Ltd	3,400	12	664	-
Titan Global Finance PLC	-	10,786	-	738,749
Usje Cementarnica AD	2,690	-	134	-
Zlatna Panega Cement AD	-	14	-	14
Other subsidiaries	4	-	1	-
Other interrelated parties	-	545	-	618
Executives and members of the Board	-	950	14	-
	17,385	**13,855**	**13,816**	**741,248**

21. Related party transactions (continued)

Transactions with related parties during the three month period ending 31 March 2013 as well as balances with related parties as at 31 December 2013 for the Group and the Company, 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	-	616	-	521
Executives and members of the Board	-	740	9	-
	-	**1,356**	**9**	**521**

Company

(all amounts in Euro thousands)	Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
Aeolian Maritime Company	6	-	-	270
Albasem S.A.	1	-	-	-
Interbeton Construction Materials S.A.	3,937	1,357	5,889	1,012
Intertitan Trading International S.A.	1,547	-	-	-
Transbeton - Domiki S.A.	180	-	254	-
Gournon Quarries S.A.	-	-	586	-
Quarries of Tanagra S.A.	-	-	6	-
Pozolani S.A.	-	5	-	-
Titan Cement International Trading S.A.	2	-	240	-
Adocim Cimento Beton Sanayi ve Ticaret A.S.	549	-	-	-
Cementi Crotone S.R.L.	-	-	88	-
Titan Cement U.K. Ltd	-	-	3	-
Antea Cement SHA	293	-	604	-
Beni Suef Cement Co.S.A.E.	2,423	-	940	-
Alexandria Portland Cement Co. S.A.E	-	-	341	-
Cementara Kosjeric AD	25	-	12	-
Fintitan S.r.l.	1,357	-	2,693	-
Sharrcem SH.P.K	8	-	-	-
T.C.U.K. Ltd	2,768	5	-	-
Titan America LLC	-	-	-	254
Essex Cement Company LLC	5,078	2	1,574	7
Titan Global Finance PLC	-	9,210	-	753,878
Usje Cementarnica AD	1,073	386	74	-
Zlatna Panega Cement AD	2	-	-	-
Other subsidiaries	3	-	-	-
Other interrelated parties	-	616	-	521
Executives and members of the Board	-	740	9	-
	19,252	**12,321**	**13,313**	**755,942**

22. Contingencies and Commitments

(all amounts in Euro thousands)

Contingent liabilities

	Group		Company	
	31/3/2014	31/12/2013 Restated	31/3/2014	31/12/2013
Guarantees to third parties on behalf of subsidiaries	-	-	662,127	653,418
Bank guarantee letters	42,966	42,368	10,477	10,373
Other	5,872	4,555	2,478	2,478
	48,838	**46,923**	**675,082**	**666,269**

Litigation matters in Egypt

A. Privatization cases

1. In 2011, two former employees of Beni Suef Cement Company S.A.E. (BSCC), a Titan Group company in Egypt, filed an action before the Administrative Court of Cairo, seeking the nullification of the privatization of BSCC which took place in 1999 through the sale of BSCC's shares to Financiere Lafarge after a 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. The Administrative Court of Cairo issued on 15 February 2014 a first instance judgment which entirely dismissed the request for cancellation of the privatization of BSCC. The Court further judged the re-employment of ex-employees who had left the company in the framework of voluntary redundancy schemes. BSCC and the plaintiffs have already appealed against the judgment of the first instance court. The view of BSCC's lawyers is that the plaintiffs' action is devoid of any legal or factual ground.

2. In June 2013, BSCC was notified of another action filed before the Administrative Court of Cairo seeking as in the above case to cancel the sale of the shares of BSCC to Financiere Lafarge. The hearing which had been postponed for May 13, 2014 was again postponed. The view of BSCC's lawyers is that the action is devoid of any legal or factual ground.

3. In 2012, an ex-employee of Alexandria Portland Cement Company SA (APCC), a Titan Group company in Egypt, brought an action before the Administrative Court of Alexandria against the President of the Republic of Egypt, the Prime Minister, the Minister of Investments, the Minister of Industry, the Governor of Alexandria, the Manager of the Mines and Salinas Project in Alexandria and the Manager of the Mines and Quarries Department in Alexandria seeking the annulment of the sale of the shares of APCC to Blue Circle Cement Group in 1999. APCC was not named defendant in the action. Following a capital market transaction concluded in 2001, Blue Circle Cement Group was acquired by Lafarge Group, which subsequently sold its interest in APCC through two private transactions to Titan Group in 2002 and 2008. The case has been repeatedly adjourned and the next hearing has been scheduled for 24 May 2014. The view of APCC's lawyers is that the action is devoid of any legal and factual ground.

4. In May 2013, a new action was filed by 3 ex-employees of APCC seeking as in the above case the annulment of the sale of the shares of APCC to Blue Circle Cement Group. The action has been raised against the Prime Minister, the Minister of Investment, and the Chairman of the holding company for chemical industries, the President of the Central Auditing Organization, the legal representative of Alexandria Portland Cement Company and the legal representative of Blue Circle industries. The case has been repeatedly adjourned and the next hearing has been scheduled for 14 August 2014. The view of APCC's lawyers is that the action is devoid of any legal and factual ground.

22. Contingencies and Commitments (continued)

B. Other cases

1. An individual residing in the vicinity of the plant of Alexandria Portland Cement Company SA (APCC), a Titan Group company in Egypt has filed a claim before the Administrative Court of Alexandria against the Governor of Alexandria, the Head of El-Agamy District, the Minister of Trading and Industry, the Minister of Environment, the President of Alexandria Environmental Affairs Agency, the President of Industrial Development Authority and APCC, seeking the abolition of the administrative decision of the competent Egyptian authority which issued the operating license for the APCC plant in Alexandria, alleging violations of environmental and related regulation. The case has been repeatedly adjourned and the next hearing has been scheduled for May 25, 2014 . APCC's view is that the plant's operating license has been issued lawfully and in full compliance with the relevant Egyptian laws and regulations.
2. In 2007, Beni Suef Cement Company S.A.(BSCC) , 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 EGP 134.5mil. The Egyptian Industrial Development Authority subsequently raised the value of the license to EGP251mil. In October 2008 BSCC 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 BSCC for EGP 500. Alternatively, if the court rejects this request, BSCC is requesting the price to be the EGP134.5miloffered by BSCC in the bid. The case has been repeatedly adjourned and the next hearing has been scheduled for August 30, 2014. The view of BSCC's lawyers is that the case has a high probability of being won.
3. A non-governmental organization, the Nile Agricultural Organization, has raised a court case against Beni Suef Cement Company S.A.(BSCC) , a Group subsidiary in Egypt, claiming that BSCC has illegally occupied the plaintiff's land and is seeking compensation to the amount of EGP 300mil. The contested land however has been legally allocated to BSCC many years ago by the relevant authority, the New Urban Communities Agency, and since 1988 BSCC has held the licenses for the exploitation of the quarries on this land. The view of BSCC's lawyers is that the case has a high probability of being won.

US- Pennsuco silo roof collapse

The portion of a structure's roof over a concrete silo collapsed at the Group's subsidiary cement plant in Pennsuco (USA) on 17 August 2012, resulting in the fatality of one employee. The Group's own investigation has indicated that the collapse occurred due to internal rood beam failures associated with deficiencies and defects in original design and construction when the three silo structure was built approximately 30 years prior by a contractor when the facility was owned by a company unrelated to Titan Group and its Florida subsidiary, Titan Florida LLC (former Tarmac America LLC). However, the U.S. Department of Labor, Mine Safety and Health Administration ("MSHA") issued an investigation report, finding that the accident was also due to management's failure to detect and correct silo structure roof deficiencies and failures and correspondingly issued two Notices of Violation with penalties totaling USD 108,000.

The subsidiary has taken exception to the report in a letter to MSHA, arguing these construction and design deficiencies were not detectable prior to the accident. The deceased's estate has commenced action against multiple parties who have performed construction and/or maintenance work on the silo in the past several years. The deceased's estate has filed a motion to amend their complaint in order to bring a direct action against also Tarmac America LLC as a defendant in a wrongful death claim and discovery is continuing. However, it is premature to give an opinion as to the outcome with respect to any actions by the deceased's estate due to Tarmac America's defense rights relating to tort immunity under Florida's workers' compensation laws.

22. Contingencies and Commitments (continued)

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

CO_2 emissions

During the period of the severe economic downturn, the Group's available Carbon Dioxide emissions allowances exceeded the Group's production needs. However, recent EU decisions to further curtail CO_2 emissions allowances for the cement industry, may lead to shortfalls in the future. On the basis of its current strategic planning the Group intends to manage any potential shortfall by foregoing lower margin sales opportunities, thus capping production at, or below, the level matching available allowances.

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 March 2014 the put option’s fair value recorded a liability of €24.1 mil. (31.12.2013: €23.4 mil.) (note 16).

Contingent tax liability

The financial years, referred to in note 13, 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.

(all amounts in Euro thousands)

Contingent assets

	Group		Company	
	31/3/2014	31/12/2013 Restated	31/3/2014	31/12/2013
Bank guarantee letters for securing trade receivables	13,888	14,326	9,786	10,117
Other collaterals against trade receivables	4,140	3,782	1,339	1,339
	18,028	18,108	11,125	11,456
Collaterals against other receivables	3,739	3,739	3,739	3,739
	21,767	**21,847**	**14,864**	**15,195**

Commitments

Capital commitments

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

	Group		Company	
(all amounts in Euro thousands)	31/3/2014	31/12/2013	31/3/2014	31/12/2013
Property, plant and equipment	10,237	5,181	8,529	3,355

22. Contingencies and Commitments (continued)

Purchase commitments

The Group's subsidiaries in Egypt have agreements requiring the purchase of certain minimum quantities of gas for the subsequent years, as shown in the table below:

	Group		Company	
(all amounts in Euro thousands)	31/3/2014	31/12/2013	31/3/2014	31/12/2013
Energy supply contracts (Gas, electricity, etc.)	142,477	146,008	-	-

Also, the Group's US subsidiaries have agreed to purchase raw materials and manufacturing supplies as part of their ongoing operations in Florida. The contract provides for the purchase of construction aggregates at prevailing market prices through a multi-year agreement.

Operating lease commitments - where Group 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.

	Group		Company	
(all amounts in Euro thousands)	31/3/2014	31/12/2013	31/3/2014	31/12/2013
Not later than 1 years	7,855	7,467	679	641
Later than 1 years and not later than 5 years	30,135	21,388	953	928
Beyond 5 years	-	12,599	-	-
	37,990	**41,454**	**1,632**	**1,569**

23. Inventories

The increase in Group inventories by €11.2 mil. is mainly due to the increased deliveries of solid fuels and spare parts.

24. Foreign exchange differences

The variance of €1.0 mil. in the account "(losses)/gains from foreign exchange differences" in the income statement for the period ended 31 March 2014 compared to the three months of the previous year, is mainly due to the valuation of loans (including intercompany loans) in Euro and US dollar, recorded by the Group's subsidiaries that operate in Egypt, Turkey and Albania and have other functional currencies. The volatility arising from foreign exchange rate fluctuations will continue affecting the Group's performance until the full repayment of the respective loans.

25. Reclassifications

In the interim income statement of the Group for the period ending 31 March 2013, an amount of €34 thousand was reclassified and transferred from the account "other operating expenses" to the account "cost of sales", for reasons of consistency with the interim income statement for the period ending 31 March 2014. The aforementioned reclassification was made for presentation purposes and had no impact on prior year equity, non-controlling interests, turnover, earnings before interest, taxes, depreciation and amortization (EBITDA) and earnings after taxes of the Group.

26. Principal exchange rates

Balance sheet	31/03/2014	31/12/2013	31/3/2014 vs 31/12/2013
€1 = USD	1.38	1.38	0.0%
€1 = EGP	9.60	9.58	0.2%
€1 = TRY	2.97	2.96	0.3%
1USD=EGP	6.96	6.95	0.2%
€1 = RSD	115.38	114.64	0.6%
1USD = JPY	103.29	104.94	-1.6%

Profit and loss	Ave 3M 2014	Ave 3M 2013	Ave 3M 2014 vs 3M 2013
€1 = USD	1.37	1.32	3.7%
€1 = EGP	9.54	8.83	8.0%
€1 = TRY	3.04	2.36	28.8%
1USD=EGP	6.96	6.69	4.1%
€1 = RSD	115.72	111.72	3.6%
1USD = JPY	102.80	92.24	11.5%