

**THE AUDITOR'S REPORT HAS BEEN TRANSLATED FROM THE GREEK
ORIGINAL VERSION**

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of QUARRIES GOURNON S.A.

Report on the Financial Statements

We have audited the accompanying financial statements of QUARRIES GOURNON S.A., which comprise the statement of financial position as at December 31, 2010, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards as adopted by the European Union and for such internal controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards of Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the aforementioned financial statements present fairly, in all material respects, the financial position of QUARRIES GOURNON S.A. as at December 31, 2010, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

Report on Other Legal and Regulatory Requirements

We confirm that the information given in the Directors' Report is consistent with the accompanying financial statements and complete in the context of the requirements of articles 43a and 37 of Codified Law 2190/1920. It should be also noted that Company's total equity as at December 31, 2010 is less than 50% of the outstanding share capital and therefore the conditions for the application of Articles 47 and 48 of Codified Law 2190/1920 are met. As mentioned in Note 16 of the financial statements, the Company's management has developed an appropriate plan to remove the provisions of this article.

Athens, 8 April 2011

THE CERTIFIED AUDITOR ACCOUNTANT

SOFIA KALOMENIDES

S.O.E.L. R.N. 13301

ERNST & YOUNG (HELLAS) CERTIFIED AUDITORS ACCOUNTANTS S.A.

INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES S.A.
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2010
(Amounts in Euro)

	2010	2009
Revenue	1,765,057.74	1,204,730.44
Cost of sales	-1,507,079.72	-1,666,004.20
Gross profit/(losses) before depreciation and amortization	257,978.02	-461,273.76
Other operating income	49,899.92	226,084.58
Administrative expenses	-282,683.08	-384,793.26
Selling expenses	-68,845.16	-92,917.60
Other operating expenses	-49,577.14	-64,557.90
Losses before interest, taxes, depreciation and amortization	-93,227.44	-777,457.94
Depreciation corresponding to the cost of sales	-88,475.38	-220,045.41
Depreciation corresponding to the administrative and selling expenses	-1,648.50	-6,936.37
Losses before interest and taxes	-183,351.32	-1,004,439.72
Finance income	3,685.55	4,572.19
Finance expenses	-14,259.02	-20,055.11
Losses before taxes	-193,924.79	-1,019,922.64
Corporate income tax	-18,297.00	197,311.49
Losses after taxes	-212,221.79	-822,611.15

INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A - GOURNES QUARRIES S.A
STATEMENT OF FINANCIAL POSITION AS OF 31 DECEMBER 2010

Amounts in Euro

<u>ASSETS</u>	2010	2009
Tangible assets	574,679.59	658,050.73
Intangible assets	4,403.00	4,403.00
Other long-term receivables	26,133.82	26,133.82
Deferred tax assets	307,950.00	257,167.32
Non current assets	913,166.41	945,754.87
Inventories	1,477,700.99	1,314,712.34
Trade receivables and prepayments	1,291,159.31	986,207.29
Cash and cash equivalents	130,721.69	152,538.05
Total current assets	2,899,581.99	2,453,457.68
TOTAL ASSETS	3,812,748.40	3,399,212.55
<u>EQUITY AND LIABILITIES</u>		
Share capital (403,400 shares of € 3.00)	1,210,200.00	1,210,200.00
Reserves	478,649.17	478,649.17
Retained losses	-1,130,177.44	-917,955.65
Total equity (a)	558,671.73	770,893.52
Retirement benefit obligations	226,858.27	238,340.73
Other provisions	17,272.00	12,847.00
Long-term liabilities	244,130.27	251,187.73
Short- term borrowings	359.66	593.13
Trade and other payables	1,321,884.74	664,836.17
Other provisions	-	24,000.00
Dividends payable	1,687,702.00	1,687,702.00
Short- term liabilities	3,009,946.40	2,377,131.30
Total liabilities (b)	3,254,076.67	2,628,319.03
TOTAL EQUITY AND LIABILITIES (a) + (b)	3,812,748.40	3,399,212.55

INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES S.A.
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2010

Amounts in Euro

	Share capital	Reserves	Retained losses	Total
Year ended 31 December 2009				
Balance as of 1 January 2009	129,000.00	473,767.30	1,182,188.23	1,784,955.53
Opening balance/merged companies	82,200.00	4,881.87	-96,752.73	-9,670.86
Share capital increase	999,000.00	-	-	999,000.00
Loss of the year	-	-	-822,611.15	-822,611.15
Dividends distributed	-	-	-1,180,780.00	-1,180,780.00
Balance as of 31 December 2009	<u>1,210,200.00</u>	<u>478,649.17</u>	<u>-917,955.65</u>	<u>770,893.52</u>
Year ended 31 December 2010				
Balance as of 1 January 2010	1,210,200.00	478,649.17	-917,955.65	770,893.52
Loss of the year	-	-	-212,221.79	-212,221.79
Balance as of 31 December 2010	<u>1,210,200.00</u>	<u>478,649.17</u>	<u>-1,130,177.44</u>	<u>558,671.73</u>

INDUSTRIAL EXPLOITATION OF QUARRIES AND MINES S.A. - GOURNES QUARRIES S.A.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2010

Amounts in Euro

	2010	2009
<i>Cash flows from operating activities</i>		
Cash generated from operations	49,148.15	61,683.57
Taxes paid	-64,628.38	-114,199.36
Net cash outflows from operating activities	-15,480.23	-52,515.79
<i>Cash flows from investing activities</i>		
Purchase of tangible and intangible assets	-6,752.74	-2,601.75
Interest received	3,685.55	4,572.19
Merger	-	-66,780.31
Increase in other long-term receivables	-	-16,268.74
Net cash outflows from investing activities	-3,067.19	-81,078.61
<i>Cash flows from financing activities</i>		
Dividends paid	-	-418,078.01
Interest paid	-3,035.47	-20,055.11
Proceeds from borrowings	336,394.41	868,055.01
Share capital increase	-	999,000.00
Loan repayments	-336,627.88	-1,196,458.55
Net cash (outflows)/inflows from financing activities	-3,268.94	232,463.34
Net (decrease)/increase in cash and cash equivalents	-21,816.36	98,868.94
Cash and cash equivalents at the beginning of the year	152,538.05	53,669.11
Cash and cash equivalents at the end of the year	130,721.69	152,538.05