Annual Financial Report 2005

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BOARD OF DIRECTORS' REPORT TO THE COMPANY'S ANNUAL GENERAL SHAREHOLDERS MEETING

Dear Shareholders,

In accordance with article 136 of Law 2190/1920, as presented by article 13 of Law 3229/2004, we hereby submit to your General Meeting, Company and Group financial statements for the year ended 31.12.2005. More detailed information on the undertakings participating in the consolidated financial statements, apart from HERACLES GCC, have been included in the respective Board of Directors' or Managers' Reports to the General Meetings of said Societes Anonymes or Limited Liability Companies.

Company and Group financial figures are presented in detail in the Financial Statements and notes thereto, and offer all the necessary information for the analysis thereof. According to the Financial Statements:

- in 2005, the Company's turnover increased by 4.6%, rising to €544,177 thousand, compared to €520,031 thousand in 2004; as for the Group, the turnover grew by 3.6% to €609,081 thousand, compared to €588,001 thousand in 2004.
- in 2005, the Company's operating profit dropped by 4.9%, to €87,545 thousand, compared to €92,097 thousand in 2004, while Group operating profit dropped to €92,551 thousand, down 4.6%, compared to €97,039 thousand in 2004.
- moreover, in 2005, the Company's net profit after taxes rose to €150,490 thousand, up 78.4% compared to €84,332 thousand in 2004; as for the Group, net profit increased by 64.8% to €158,693 thousand, compared to €96,300 thousand in 2004.

The drop in both Group and Company operating results is due to the reduced contribution of domestic sales to the total sales volume in 2005 compared to 2004, on the one hand, and to the increased production cost, because of the upward fuel prices trend that prevailed in 2005, on the other.

The main reasons leading to increased, Group and Company, profitability after taxes are:

- The recovery of €44,138 thousand from the Greek State, as detailed in note 34 to the financial statement for the year ended 31 December 2005.
- The reversal of deferred tax liability of €50,339 thousand, net of property tax, due to value adjustment of the Company's real property for tax purposes, as detailed in note 24 to the financial statement for the year ended 31 December 2005.

Year activities and overview

Cement Market

2005 was the first year after the Olympic Games. As predicted, the drop in the market, that had started in 2004, after 8 years of continuous rise, continued. Nevertheless, estimates show that the actual drop was significantly smaller (-3%) of the originally anticipated (-6%). This

"gentle landing" is mostly due to increased consumption for private projects, that countered the particularly steep drop in public infrastructure projects.

There are three main reasons for this increased private activity:

- a dynamics that has been generated, pushing residence buyers into "new areas" and modern, larger houses, a fact also facilitated by the numerous infrastructure projects contributing to the development of new areas
- lower mortgage loan rates compared to the past, and aggressive policy on the part of credit institutions, that encouraged individuals to conclude loans to finance property purchases
- the announced change in the taxation of property transfers and the imposition of VAT, starting 2006, encouraged many Greeks to make purchases, which, in turn, urged development constructors to start new building projects in 2005.

This dynamics is expected to continue in 2006 as well, assisted by cement consumption for large infrastructure projects that the Greek Government announced, especially for Northern Greece.

HERACLES GCC

Our Company succeeded in maintaining a strong position in the market, despite the fact that, on numerous occasions, its traditional customers encountered difficulties, thus reducing their deliveries. Through selective movements, the Company obtained new customers, and strengthened its position in markets with strong dynamics.

Prices, in general, increased by the rate of inflation, without however managing to roll-over the entire fuel increase cost that has significantly affected our production cost, as a result of high international prices, which, in turn, impacted on our operating performance.

As part of its strategy, HERACLES GCC, through its subsidiary Lafarge Beton, acquired an aggregates extraction company in Northern Greece, seeking to strengthen its position in the promising Thessaloniki market.

On the operating level, the following three points stand out:

- an effort to further improve our company in terms of safety: by implementing information, training and investment programs, we have managed to improve our performance we have set a zero accident goal, for our Company's employees and associates
- performance improvement in terms of production using cheaper fuel our goal remains the use of alternative fuels, that will also have a contribution to the development of societies in which we operate, thus implementing sustainable development policies
- our contribution to the local societies where we operate as a "responsible citizen", generating value for all our stakeholders.

Finally, on the organisation level, it is very important that HERACLES GCC has hired a number of specialised staff, in the framework of renewing and strengthening its manpower, thus seeking to strengthen its position in the market.

Investments

In 2005, the Company performed tangible and intangible assets investments amounting to €23,962 thousand, compared to €22,121 thousand in 2004. As for the Group, such investments in 2005 rose to €26,206 thousand, compared to €24,716 thousand in 2004.

The Company's investment activities in 2005 were focused on increasing productivity and improving the installations of all Company plants with regard to environment, health and safety.

Dividend policy

The Board of Directors has decided to propose to the General Meeting the allocation of a dividend of €0.95 per share, for the year ended 31 December 2005 (2004: €0.40 per share).

Dear Shareholders.

Based on the above and the Certified Auditors' – Accountants' Report, you have all required information at your disposal in order to proceed to the approval of the Financial Statements, our lawful release of any liability, as stipulated in the Articles of Association.

Lykovrissi, 28.03.2006 By order of the Board of Directors

> ALBERT CORCOS Managing Director

Heracles Company and Group Interim Financial Statements



1 JANUARY 2005 - 31 DECEMBER 2005 FIGURES AND INFORMATION

The following figures and information are aimed at providing a more general picture of Group and HERACLES GCC financial condition and results. Readers wishing to obtain a more detailed picture of both the Group's and the Company's financial position and results, should consult the annual financial statements stipulated by the International Financial Reporting Standards (IFRS) as well as the certified auditors'-accountants' report. Said information has been posted on the company's website.

COMPANY DETAILS

REGISTERED OFFICE ADDRESS PUBLIC COMPANIES REG. NO. COMPETENT PREFECTURE

BOARD OF DIRECTORS COMPOSITION

ANNUAL FINANCIAL STATEMENTS APPROVAL DATE

CERTIFIED AUDITORS ACCOUNTANTS

AUDITING COMPANY

AUDIT REPORT TYPE

COMPANY INTERNET ADDRESS

- : 49-51 SOFOCLI VENIZELOU STR. 14123 LYCOVRISSI, ATTICA
- : 13576/06/B/86/096
- : MINISTRY OF DEVELOPMENT DIVISION OF CORPORATIONS AND CREDIT
- : 1. Jean-Charles Blatz Chairman 2. Ioannis Pehivanidis Vice-Chairman 3. Albert Corcos Managing Director 4. Eric Meuriot Director 5. Agisilaos Karampelas Director 6. Antimos Thomopoulos Director 7. Dimitrios Danilatos Director
- 8. Jacques Gani Director 9. Michel Rose Director
- : MICHALIS E. KARAVAS (SOEL REG.NO.: 13371) NIKOLAOS A. PAPADIMITRIOU (SOEL REG.NO.: 14271)
- : DELOITTE. HATZIPAVLOU, SOFIANOS & KAMPANIS S.A. SOEL REG. NO.: E 120
- : IN AGREEMENT WITH EMPHASIS ON ISSUES
- : www.aget.gr

BALANCE SHEET FIGURES

| All amounts in Euro thousands | GROUP | | COMPANY | |
|------------------------------------|----------------|------------|----------------|----------------|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 |
| ASSETS . | | <u></u> | <u></u> | |
| Fixed Assets | 651.418 | 659.313 | 620.334 | 643.388 |
| Inventories | 78.027 | 63.372 | 73.450 | 59.126 |
| Trade Receivables | 157.353 | 141.263 | 124.629 | 114.648 |
| Cash and cash equivalents | 140.096 | 63.691 | 127.741 | 50.772 |
| Other assets | 8.206 | 7.578 | 4.804 | 2.608 |
| TOTAL ASSETS | 1.035.100 | 935,217 | 950.958 | 870.542 |
| | | | | |
| EQUITY & LIABILITIES | | | | |
| Non current liabilities | 87.316 | 156.874 | 75.000 | 143.479 |
| Current bank borrowings | 37.634 | 24.447 | 0 | 0 |
| Other current liabilities | 123.546 | 96.638 | 108.909 | 82.446 |
| Total liabilities (α) | 248.496 | 277.959 | 183.909 | 225,925 |
| Share capital | 109.467 | 109.467 | 109.467 | 109.467 |
| Other Equity figures | 677.137 | 547.791 | 657.582 | 535.150 |
| Total Shareholders' Equity (b) | 786.604 | 657.258 | 767.049 | 644.617 |
| Minority Interest (c) | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Total Equity (d) = (b) + (c) | <u>786.604</u> | 657.258 | <u>767.049</u> | <u>644.617</u> |
| TOTAL EQUITY & LIABILITIES (α)+(d) | 1.035.100 | 935.217 | 950.958 | 870.542 |
| | | | | |

CHANGES IN EQUITY FIGURES

| CHANGES IN EQUIT FRIGURES | | | | | | |
|---|------------|------------|--|------------|------------|---|
| All amounts in Euro thousands | GROU | GROUP | | COMPANY | |] |
| | 31/12/2005 | 31/12/2004 | | 31/12/2005 | 31/12/2004 | Ī |
| Opening Equity (01.01.05 & 01.01.04 respectively) | 657.258 | 589.390 | | 644.617 | 588.740 |) |
| Dividend allocated | (28.433) | (28.410) | | (28.433) | (28.433 | ` |
| | (/ | | | (/ | | , |
| Year profit after taxes | 158.693 | 96.300 | | 150.490 | 84.332 | ! |
| Losses from negotiable goods derivatives carried to the results | 22 | 0 | | 22 | C |) |
| Integration of merged subsidiary | 0 | 0 | | 1.835 | 0 |) |
| Sale of Treasury Shares | 546 | 0 | | 0 | C |) |
| Losses from derivatives | (1.482) | (22) | | (1.482) | (22) |) |
| Closing Equity (31.12.05 & 31.12.04 respectively) | 786.604 | 657.258 | | 767.049 | 644.617 | _ |
| | | | | | | |

OPENING EQUITY (01.01.05 & 01.01.04 RESPECTIVELY) RECONCILIATION BETWEEN GREEK ACCOUNTING STANDARDS AND INTERNATIONAL FINANCIAL REPORTING STANDARDS

| All amounts in Euro thousands | GROUP | • | COMP | PANY |
|--|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| Opening equity (Based on Greek Accounting Standards). A. Integration of adjustments due to change in Accounting Standards Recomition deterral for dividend awarent in the wear of accoundably the General Meeting | 1.1.2005 319.194 28.410 | 1.1.2004 250.471 28.410 | 1.1.2005 336.211 28.433 | 1.1.2004 268.801 28.433 |
| necognition deternation dividend payment in the year of approval by the deternal weeting | 28.410 | 28.410 | 28.433 | 28.433 |
| Profits appropriated to staff Impact from valuation of tangible assets to their fair value and review of depreciation due to use of | 1.180 | 1.180 | 1.180 | 1.180 |
| respective useful life assessment. | 402.946 | 451.153 | 396.874 | 444.679 |
| Book value adjustment of remaining inventories due to use of useful life in calculating depreciation. | 800 | 0 | 800 | 0 |
| Write-offs of intangible assets with no future useful life, in accordance with IFRS 38 | (839) | (1.551) | (594) | (932) |
| Consolidation of related companies using the Equity method | (193) | (193) | 0 | 0 |
| Adjustment of provisions for staff compensation for non taken paid leave | (574) | (632) | 0 | (25) |
| Adjustment of nominal value of rent amounts paid in advance to their current value | (2.717) | (3.111) | (2.717) | (3.111) |
| Adjustment of provisions for quarry restoration expenses | (5.473) | (5.473) | (4.402) | (4.402) |
| Transfer of government grants from Equity to other liabilities | (725) | (1.179) | (725) | (893) |
| Recognition of deferred tax obligations | (63.392) | (108.434) | (69.543) | (116.223) |
| Representation of own shares in Equity | (115) | (115) | 0 | 0 |
| Write-off of unused exports expenses reserve | 2.042 | 2.516 | 1.824 | 2.097 |
| Recognition of financial derivatives | (32) | 0 | (32) | 0 |
| Guarantee write-offs | (372) | (372) | (372) | (372) |
| Other non-current provisions Other creditors | (138) 506 | (638) 477 | (162) | (107) 80 |
| B. Assessments Review | 206 | 4// | 0 | 80 |
| Review of assumptions for the calculation of provisions for staff retirement compensation | (7.669) | (7.538) | (7.085) | (6.861) |
| Impairment of participation in subsidiaries | (7.555) | (7.555) | (23.404) | (11.935) |
| Provisions for a bad debt from the Bank of Greece regarding the recovery of penal clauses on foreign | - | - | (=====) | (, |
| exchange rates | (5.828) | (5.828) | (5.828) | (5.828) |
| Provision for receivables by the Business Restructuring Organisation | (9.753) | (9.753) | (5.841) | (5.841) |
| Opening equity | | | | |
| (Based on the International Financial Reporting Standards). | <u>657.258</u> | <u>589.390</u> | 644.617 | <u>588.740</u> |

| INCOME STATEMENT FIGURES | | | | |
|---|----------------|----------------|----------------|----------------|
| All amounts in Euro thousands | GRO | GROUP | | ANY |
| | 1/1-31/12/2005 | 1/1-31/12/2004 | 1/1-31/12/2005 | 1/1-31/12/2004 |
| Turnover | 609.081 | 588.001 | 544.177 | 520.031 |
| Cost of Goods Sold | (471.749) | (444.726) | (418.379) | (390.728) |
| Gross profit | 137.332 | 143.275 | 125.798 | 129.303 |
| Administrative & distribution expenses | (44.781) | (46.236) | (38.253) | (37.206) |
| Other operating income / (expenses) | 41.880 | (201) | 41.442 | (74) |
| Loss from impairment of participation in subsidiaries | 0 | 0 | (6.680) | (11.469) |
| Share of associates in the results | (34) | 26 | 0 | 0 |
| Depreciation | 47.160 | 46.752 | 43.191 | 42.418 |
| Profit/(Loss) before taxation, finance costs and depreciation | 181.557 | 143.616 | 165.498 | 122.972 |
| Depreciation | (47.160) | (46.752) | (43.191) | (42.418) |
| Profit/(Loss) before taxation and finance costs | 134.397 | 96.864 | 122.307 | 80.554 |
| Finance income / (expenses) | (310) | (2.519) | 1.080 | (1.578) |
| Profit/(Loss) before taxation | 134.087 | 94.345 | 123.387 | 78.976 |
| Tax | 24.606 | 1.955 | 27.103 | 5.356 |
| Net Profit/(Loss) | <u>158.693</u> | 96.300 | <u>150.490</u> | 84.332 |
| Attributable to: | | | | |
| Company Shareholders | 158.693 | 96.300 | 150.490 | 84.332 |
| Minority Shareholders | 0 | 0 | 0 | 0 |
| Earnings per share after taxes - basic (in €) | 2,23 | 1,35 | 2,12 | 1,19 |
| Proposed dividend per share (in €) | | | 0,95 | 0,40 |
| Number of shares | 71.082.707 | 71.082.707 | 71.082.707 | 71.082.707 |

CASH FLOW STATEMENT FIGURES

| Indirect | meth | od | |
|----------|------|----|--|

| | GRO | UP | COME | PANY |
|---|----------------|----------------|----------------|----------------|
| All amounts in Euro thousands | 1/1-31/12/2005 | 1/1-31/12/2004 | 1/1-31/12/2005 | 1/1-31/12/2004 |
| OPERATING ACTIVITIES | | | | |
| Profit before tax | 134.087 | 94.345 | 123.387 | 78.976 |
| Plus / (less) adjustments for: | | | | |
| Depreciation | 47.160 | 46.752 | 43.191 | 42.418 |
| Increase/(decrease) in provisions | 3.407 | 16.890 | 11.329 | 25.306 |
| Foreign exchange differences | 807 | 668 | 1.056 | 671 |
| Loss from derivatives valuation | 89 | 0 | 89 | 0 |
| Results (income, expenses, profit and losses) from investing activities | (1.462) | (633) | (1.488) | (431) |
| hterest payable Plus / (less) adjustments for changes | 1.723 | 2.086 | 552 | 989 |
| in working capital | | | | |
| Decrease/(increase) in inventories | (14.139) | (6.115) | (14.449) | (6.508) |
| Decrease/(increase) in receivables | (14.612) | 2.115 | (11.395) | 5.960 |
| hcrease/(decrease) in payables Less: | 15.346 | 6.067 | 14.293 | 1.997 |
| Interest and similar expenses paid | (1.723) | (2.086) | (552) | (989) |
| Taxes paid | (43.701) | (55.651) | (40.623) | (51.114) |
| NET CASH FROM OPERATING ACTIVITIES INVESTING ACTIVITIES | 126.982 | 104.438 | <u>125.390</u> | 97.275 |
| Acquisition of subsidiaries, affiliates, joint-ventures and other investments | (11.656) | (25) | 0 | 0 |
| Integration of merged subsidiary | 0 | 0 | 3.168 | 0 |
| Purchases of tangible and intangible fixed assets | (26.206) | (24.716) | (23.962) | (22.121) |
| Proceeds on disposal of tangible and intangible fixed assets | 942 | 2.754 | 207 | 580 |
| Collections (payments) from the sale (purchase) of investment titles (shares, securities) | 1.568 | 3.022 | 0 | 0 |
| Interest received | 1.209 | 599 | 1.084 | 505 |
| Dividend collected | 11 | 11 | 600 | 0 |
| NET CASH USED IN INVESTING ACTIVITIES | (34.132) | (18.355) | (18.903) | (21.036) |
| Financing activities | | | | |
| Collections from loans issued / drawn | 13.500 | 0 | 0 | 0 |
| Loan repayments | (313) | (33.071) | 0 | (28.494) |
| Payment of obligations under finance leases (amortisation) Dividends paid | (114) | (28.465) | (28.462) | (28.488) |
| Net cash (used in)/from financing activities (c) | (15.389) | (61.536) | (28.462) | (56.982) |
| Net increase / (decrease) in cash and cash equivalents | (13.303) | (01.550) | (20.402) | (30.302) |
| (a) + (b) + (c) | 77.461 | 24.547 | 78.025 | 19.257 |
| Opening Cash and Cash Equivalents | 63.691 | 39.398 | 50.772 | 31.769 |
| Effects from changes in exchange parities | (1.056) | (254) | (1.056) | (254) |
| Closing Cash and Cash Equivalents | 140.096 | <u>63,691</u> | 127.741 | 50.772 |

ADDITIONAL FIGURES AND INFORMATION

1 The consolidated companies are:

| Full consolidation method | Registered Office | Direct participation (%) | Indirect participation (%) | Unaudited Years |
|---|---------------------------------|--------------------------|----------------------------|-----------------|
| HERACLES GCC | Greece, Lykovrissi, Attica | Parent | | 2003-2005 |
| ATLAS S.A.* | Greece, Kallithea, Thessaloniki | | 100,00 | 2003-2005 |
| EVIESK S.A. | Greece, Lykovrissi, Attica | 95,76 | 4,24 | 2002-2005 |
| HERACLES MARITIME CO. | Greece, Lykovrissi, Attica | 99,99 | 0,01 | 2002-2005 |
| LAVA S.A. | Greece, Lykovrissi, Attica | 44,16 | 55,84 | 2001-2005 |
| AMPER S.A. | Greece, Lykovrissi, Attica | 100,00 | | 2004-2005 |
| PORT SAID SILO INVESTMENT COMPANY S.A. | Greece, Lykovrissi, Attica | 99,00 | 1,00 | 1999-2005 |
| G. HATZIKYRIAKOS SOC. NAV. | Greece, Lykovrissi, Attica | | 100,00 | 1998-2005 |
| A. HATZIKIRIAKOS SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | | 100,00 | 1998-2005 |
| DYSTOS SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | | 100,00 | 1996-2005 |
| IOKASTI SOC. NAV. (under liquidation) | Greece, Lykovrissi, Attica | | 100,00 | 1998-2005 |
| NAFSIKA SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | | 100,00 | 1998-2005 |
| HERACLES GLORY SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | | 100,00 | 1998-2005 |
| EKET LTD. | Greece, Lykovrissi, Attica | 90,00 | 10,00 | 2005 |
| LAFARGE BETON S.A. | Greece, Metamorfossi, Attica | 94,71 | 5,29 | 2001-2005 |
| HALKIS CEMENT INTERNATIONAL S.A. (under liquidation) | Greece, Lykovrissi, Attica | 100,00 | | 1999-2005 |
| FINDA TRANSPORTS S.A. (under liquidation) | Greece, Lykovrissi, Attica | 100,00 | | 1993-2005 |
| ALEXANDRIA SILO INVESTMENT COMPANY S.A. (under liquidation) | Panama | 100,00 | | *** |
| HERMES COMPANIA NAVIERA S.A. (under liquidation) | Panama | 100,00 | | *** |
| PORT SAID SILO INVESTMENT COMPANY S.A. (inactive) | Panama | | 100,00 | *** |
| MARITIME COMPANY ESPERIDES S.A. (under liquidation) | Panama | | 100,00 | *** |
| DEPOT AND COORDINATION CO S.A (under liquidation) | Panama | | 100,00 | *** |
| INTERNATIONAL MEDITERRANEAN SHIPPING S.A. (under liquidation) | Luxemburg | | 100,00 | *** |
| INTERNATIONAL FLAG (inactive) | Egypt | | 95,50 | *** |
| Equity method | | | | |
| HELACEM S.A.(under liquidation) | Switzerland | 50.00 | | |
| METROPOL, VEHIC, ENTERPRISES S.A. | Greece, Athens | 45.97 | | |
| MIHALIS KATSIMBRIS SA | Greece, Heraclion, Crete | | 26.50 | |
| MARATHOS QUARRIES S.A. | Greece, Heraclion, Crete | | 40.00 | |
| | | | .5,55 | |
| | | | | |

* ATLAS S.A. was consolidated for the first time in Q2 2005 (see note 4)

** For the financial years 1999-2002, provisional tax audits have been performed. Moreover, for years 1983-2001, cases are still pending in tax courts. (see note 11)

** Subject to special tax status.

2 LAFARGE, a company having its registered office in Paris. France, holds 52,70% of HERACLES GCC's share capital, and prepares consolidated financial statements that include the Company's financial statements. Said consolidated financial statements are available at the French company's registered office. The Group's financial statements are consolidated to the parent company LAFARGE S.A. with the full consolidation method.

3 There are no liens or encumbrances on the real property of the Company or its subsidiaries.

4 In April 2005, the Group, through its subsidiary Lafarge Beton SA, acquired 100% of the share capital in ATLAS SA. for a cash consideration of €12,798 thousand. The goodwill that ensued from the above transaction was provisionally defined at approx, €7.114 thousand, included in the Group Consolidated Financial Statements as of 30/6/2005, and after partial reallocation to guarry reserves, at €2,666 thousand. It is expected that the goodwill amount will be finalised by 20/04/2006.

Moreover, by virtue of Ministry of Development decision no. K2-12835/13/10/2005, in conjunction with registration into the Athens Prefecture Public Companies Registry with reg.no. EM-20139/20/10/2005, EMMY BUILDING SA was merged with AGET HERACLES on 30/10/2005, by way of absorption of the former by the latter, and stricken from the Prefecture's Public Companies Registry. The merger was retroactively effective as of 1/5/2005.

5 There has been no change in the accounting principles used in the current year compared to 31 December 2004.

6 Adjustments to previous year 2004 items have been made in order to be comparable with those of year 2005. Pursuant to the announcement dated 24/3/2006 of the Hellenic Capital Market Commission, as well as explanatory directive no 118-23/3/2006 Committee for Accounting Standardisation and Audits, we provide under not 38, of the Company's and Group's annual financial statements. for the year ended 31/12/2005, detailed explanatory reconciliation with all corrections, effect and changes performed to the items of already published Group and Company financial statements, as well as explanation of the reasons that led to such changes.

Lykovrissi, 28.03.06

7 Company disputes under litigation or arbitration

Pending appeal filed by both litigant parties against the Court of Appeals decision, obliging the Greek State to return to the Company the amount of €44,138 thousand; this was performed on 27/05/2005. The Company claims the return of €74,500 thousand paid to the Greek State, designated as prohibited state aid by the European Commission in 1986.

There are pending lawsuits to the amount of €27,742 thousand against the company which are being tried. The outcome of such trials is uncertain. No provisions have been made for such pending court cases. According to estimates, the maximum risk from the final decisions on the above cases, rises to €15,757 thousand.

8 The amounts of Company sales and purchases, cumulatively from start of the year, as well as receivables and liabilities balances at current year end in relation to associates, pursuant to IAS 24, appear in the following table:

| All amounts in Euro thousands | SALES | PURCHASES | RECEIVABLES | LIABILITIES |
|-------------------------------|---------|-----------|-------------|-------------|
| Heracles Group Companies | 31.276 | 47.554 | 18.659 | 7.082 |
| Parent company Lafarge S.A. | 120 | 8.600 | - | 4.003 |
| Ομίλου Lafarge Associates | 89.949 | 1.216 | 5.479 | |
| | 121.345 | 57.370 | 24.138 | 11.085 |

9 On 31 December 2005 Company and Group employed 1,925 staff (2004: 1,980) and 2,560 staff (2004: 2.631) respectively.

10 Year 2005 consolidations amount to: Company €23,962 thou. (2004: €22,121 thou.) Group €26,206 thou. (2004: €24,716 thou.).

11 Tax obligations of the Group's companies will be finalised after completion of the relevant regular audits by the competent tax authorities, and/or after finalisation of all pending court cases. It is possible that the above tax audits will result in additional taxes and charges that cannot be accurately predicted. Therefore no provisions have been made. The unaudited tax years of both the Company and the companies included in the consolidation are listed in note 1.

12 As of 1 January 2005, the Company has been advised of its allowance according to the National CO2 Emissions Allocation Plan. , as approved by the European Commission. If CO2 emissions exceed the corresponding limit allocated by the National Allocation Plan, then the Company shall incur extra cost to pay the stipulated fine or purchase additional emissions rights. Alternatively, the Company may make investments aimed at reducing emissions and avoiding fines. Based on existing results Management believe the Company will not have to purchase emissions rights in the context of the above National Plan.

13 Event after halance sheet date

By virtue of decision no ΔB Φ25/688/9.3.2005 of the Achaia Prefect, operation of the guarry of subsidiary Lafarge Beton SA in Mayra Vouna location, Araxos. Achaia prefecture, was forbidden as of 18/1/2006, Later, validity of the above decision was suspended until 31/12/2006 by virtue of decision no.162-23/2/2006 of the Achaia prefect, pending the completion of the review of the new Environmental Impact Assessment Reports (EIAR) that have been submitted to the MEPPPW.

On 31/12/2005, the carrying value of the above guarry amounted to €3,665 thousand, which includes the value of the land, improvements,

aggregate stocks, buildings and facilities, as well the stripping cost. According to the Company's Management, the possibility of a negative outcome of the case is remote.

Further to General Shareholders Meeting decision dated 20/9/2005 of the subsidiary PORT SAID SILO INVESTMENT COMPANY SA on the revival and share capital increase. on 8/2/2006 the major shareholder AGET HERACLES paid the sum of €3.958 thousand.

The amount raised by the share capital increase will be used to cover the subsidiary's debt to the Parent Company.

14 In their Report, Certified Auditors Accountants placed emphasis on the following:

a) non finalisation of tax obligations for years that the Company's and its subsidiaries' tax returns

included in the consolidation, have not been audited by the tax authorities, b) the provisional determination of goodwill from acquisition of ATLAS SA.

c) recognition of loss after completion of the impairment test of the Company's investments in subsidiaries, and

d) the restatements made on previous, unaudited published interim financial statement for the period ended 31/3/04, 31/3/05,

and 30/9/05 which have not been audited, since they are not included in the regular audit spectrum

THE CHAIRMAN OF THE BOARD

THE MANAGING DIRECTOR

ALBERT CORCOS PASSPORT no 01RE52755 THE CHIEF FINANCIAL OFFICER

FINANCIAL SERVICES MANAGER

HARALAMPOS V. KOKOLOGIANNIS Ec.Cc. Reg. No. 31731

MIHALIS TH. MIHELIS Ec.Ch. Reg. No. 29960

JEAN-CHARLES BLATZ PASSPORT no 02XD34455

Heracles Company and Group Annual Financial Statements

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INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2005

| Amou | nts in | € tho | isand |
|------|--------|-------|-------|
| | | | |

| 7 mounts in Carousand | NOTE | GROUP | | COMPANY | | |
|--|------|-------------------------|-------------------------|-------------------------|-------------------------|--|
| | | 1/1/2005- 31/12/2005 | 1/1/2004- 31/12/2004 | 1/1/2005- 31/12/2005 | 1/1/2004- 31/12/2004 | |
| Operating results | _ | , | | | | |
| Turnover (sales) | 5 | 609.081 | 588.001 | 544.177 | 520.031 | |
| Cost of Goods Sold | | (471.749) | (444.726) | (418.379) | (390.728) | |
| Gross profit | _ | 137.332 | 143.275 | 125.798 | 129.303 | |
| Administrative & distribution expenses | | (44.781) | (46.236) | (38.253) | (37.206) | |
| Other operating income / (expenses) | 7 | 41.880 | (201) | 41.442 | (74) | |
| Impairment charge of participation in subsidiaries | 8 | 0 | 0 | (6.680) | (11.469) | |
| Share of results of associates | | (34) | 26 | 0 | 0 | |
| Operating profit | 9 | 134.397 | 96.864 | 122.307 | 80.554 | |
| Finance income / (expenses) | 10 | (310) | (2.519) | 1.080 | (1.578) | |
| Profit before taxes | _ | 134.087 | 94.345 | 123.387 | 78.976 | |
| Income tax | 11 | 24.606 | 1.955 | 27.103 | 5.356 | |
| Net profit for the year after tax | = | 158.693 | 96.300 | 150.490 | 84.332 | |
| Earnings per share (in €) | 12 | 2,23 | 1,35 | 2,12 | 1,19 | |
| Proposed dividend per share (in €) | 28 | | | 0,95 | 0,40 | |

The Group and Company financial statements from page 3 through to page 73 were approved by the Board of Directors in its meeting of Tuesday 28 March 2006, and are subject to the approval of the General Shareholders' Meeting. As ordered by the Board of Directors, Financial Statements are signed by the following persons:

| CHAIRMAN OF THE B.O.D | MANAGING DIRECTOR | CHIEF FINANCIAL OFFICER | FINANCIAL SERVICES MANAGER |
|--------------------------|----------------------|----------------------------|----------------------------|
| JEAN-CHARLES BLATZ | ALBERT CORCOS | HARRIS V. KOKOLOGIANNIS | MIHALIS T. MICHELIS |
| PASP.No. 02XD34455 | PASP.No. 01RE52755 | PERM.No. 31731 | PERM.No. 29960 |

The notes and reconciliations set out on page 7 through to page 73 form an integral part of the Company and Group Financial Statements.

BALANCE SHEET AS AT 31 DECEMBER 2005

| | NOTE | GROUP | | COMPANY | |
|---|--------|------------|------------|------------|------------|
| | _ | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 |
| Non current assets | _ | | | | |
| Goodwill | 13 | 2.666 | 0 | 0 | 0 |
| Intangible Assets | 14 | 840 | 1.046 | 89 | 169 |
| Tangible assets | 15 | 630.024 | 642.711 | 592.475 | 612.113 |
| Investment in associates and subsidiaries | 16 | 1.590 | 1.658 | 15.776 | 24.279 |
| Other investments | 17 | 128 | 131 | 104 | 55 |
| Other non-current receivables | 18 | 6.742 | 7.616 | 6.281 | 6.772 |
| Deferred tax assets | 24 _ | 9.428 | 6.151 | 5.609 | 0 |
| Total non current assets | = | 651.418 | 659.313 | 620.334 | 643.388 |
| Current assets | | | | | |
| Inventories | 19 | 78.027 | 63.372 | 73.450 | 59.126 |
| Trade and other current receivables | 20 | 165.559 | 148.841 | 129.433 | 117.256 |
| Cash and cash equivalents | 21 | 140.096 | 63.691 | 127.741 | 50.772 |
| Total current assets | _ | 383.682 | 275.904 | 330.624 | 227.154 |
| Total assets | = | 1.035.100 | 935.217 | 950.958 | 870.542 |
| Non-current liabilities | _ | | | | |
| Provision for staff retirement compensation | 22 | 78.132 | 78.818 | 66.679 | 67.955 |
| Other non-current provisions | 23 | 7.447 | 8.513 | 8.321 | 5.981 |
| Deferred tax liabilities | 24 | 1.597 | 69.543 | 0.521 | 69.543 |
| Obligations under finance leases | 26 | 140 | 09.545 | 0 | 09.545 |
| Bank Borrowings | 21 | 0 | 0 | 0 | 0 |
| Total non-current liabilities | | 87.316 | 156.874 | 75.000 | 143.479 |
| Total Hon Garroni nabililioo | = | 07.0.0 | 100.07 1 | | 1101110 |
| Current liabilities | | | | | |
| Provision for staff retirement compensation | 22 | 9.676 | 6.535 | 8.846 | 5.135 |
| Suppliers and other creditors | 25 | 84.711 | 68.226 | 72.092 | 57.998 |
| Income tax liabilities | 11 | 25.576 | 21.211 | 24.777 | 18.647 |
| Obligations under finance leases | 26 | 148 | 0 | 0 | 0 |
| Other current provisions | 23 | 1.258 | 605 | 1.017 | 605 |
| Derivative financial instruments | 27 | 2.177 | 32 | 2.177 | 32 |
| Dividend payable | 28 | 0 | 29 | 0 | 29 |
| Bank borrowings | 21 | 37.634 | 24.447 | 0 | 0 |
| Total current liabilities | = | 161.180 | 121.085 | 108.909 | 82.446 |
| Total liabilities | - - | 248.496 | 277.959 | 183.909 | 225.925 |
| Equity | _ | | | | |
| Share capital | 29 | 109.467 | 109.467 | 109.467 | 109.467 |
| Share premium | 30 | 1.279 | 1.279 | 1.279 | 1.279 |
| Treasury shares | 31 | 431 | (115) | 0 | 0 |
| Reserves | 32 | 213.668 | 151.428 | 191.309 | 126.985 |
| Derivatives valuation reserve | 27 | (1.482) | (22) | (1.482) | (22) |
| Retained earnings | _, | 463.241 | 395.221 | 466.476 | 406.908 |
| Total equity | - | 786.604 | 657.258 | 767.049 | 644.617 |
| Total liabilities and equity | = | 1.035.100 | 935.217 | 950.958 | 870.542 |
| . J.a. nasimios and equity | = | 1.000.100 | 303.217 | 330.330 | 370.372 |

The notes and reconciliations set out on page 7 through to page 73 form an integral part of the Company and Group Financial Statements.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2005

Amounts in € thousand

| GROUP | Share Capital | Share premium account | Reserves | Derivatives valuation reserve | Treasury shares | Accumulated profit | Total |
|---|--|---|---|---|--|---|---|
| Beginning of year 1/1/2005 | 109.467 | 1.279 | 151.428 | (22) | (115) | 395.221 | 657.258 |
| Loss from commodity derivatives | | | | | | | |
| transferred to results | 0 | 0 | 0 | 22 | 0 | 0 | 22 |
| Profit for the year | 0 | 0 | 0 | 0 | 0 | 158.693 | 158.693 |
| Dividends | 0 | 0 | 0 | 0 | 0 | (28.433) | (28.433) |
| Transfers | 0 | 0 | 62.240 | 0 | 0 | (62.240) | 0 |
| Loss of commodity derivatives | 0 | 0 | 0 | (1.482) | 0 | 0 | (1.482) |
| Sale of Treasury Shares | 0 | 0 | 0 | 0 | 546 | 0 | 546 |
| End of year 31/12/05 | 109.467 | 1.279 | 213.668 | (1.482) | 431 | 463.241 | 786.604 |
| Beginning of year 1/1/2004 | 109.467 | 1.279 | 136.918 | 0 | (115) | 341.841 | 589.390 |
| Profit for the year | 0 | 0 | 0 | 0 | Ó | 96.300 | 96.300 |
| Dividends | 0 | 0 | 0 | 0 | 0 | (28.410) | (28.410) |
| Transfers | 0 | 0 | 14.510 | 0 | 0 | (14.510) | Ò |
| Loss on commodity derivatives | 0 | 0 | 0 | (22) | 0 | Ó | (22) |
| End of year 31/12/04 | 109.467 | 1.279 | 151.428 | (22) | (115) | 395.221 | 657.258 |
| | | | | | | | |
| COMPANY | Share Capital | Share premium account | Reserves | Derivatives valuation reserve | Treasury shares | Accumulated profit | Total |
| COMPANY Beginning of year 1/1/2005 | | premium | Reserves | valuation | • | | Total 644.617 |
| Beginning of year 1/1/2005 Loss from commodity derivatives | Capital 109.467 | premium account | 126.985 | valuation reserve (22) | shares 0 | profit 406.908 | 644.617 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results | 109.467 | premium account 1.279 | 126.985 | valuation reserve (22) | shares 0 0 | 406.908 | 644.617 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year | 109.467 0 0 | 1.279 0 0 | 126.985 0 0 | valuation reserve (22) 22 0 | shares 0 0 0 | 406.908 0 150.490 | 644.617 22 150.490 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends | 109.467 0 0 0 | 1.279 0 0 0 | 126.985 0 0 | (22) 22 0 0 | 0 0 0 0 | 90 profit 0 150.490 (28.433) | 644.617 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers | 109.467 0 0 0 0 | 1.279 0 0 0 0 | 0 0 0 0 62.070 | (22) 22 0 0 0 0 | 0 0 0 0 0 | 90 150.490 (28.433) (62.070) | 644.617 22 150.490 (28.433) 0 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers Integration of merged subsidiary | 109.467 0 0 0 0 0 | 1.279 0 0 0 0 0 0 | 126.985 0 0 0 62.070 2.254 | (22) 22 0 0 0 0 0 | 0 0 0 0 0 0 | 9 406.908 0 150.490 (28.433) (62.070) (419) | 644.617 22 150.490 (28.433) 0 1.835 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers Integration of merged subsidiary Loss on commodity derivatives | 109.467 0 0 0 0 0 0 0 | 1.279 0 0 0 0 0 0 0 0 | 126.985 0 0 0 62.070 2.254 0 | (22) 22 0 0 0 0 (1.482) | 0 0 0 0 0 0 0 | 9 406.908 0 150.490 (28.433) (62.070) (419) | 644.617 22 150.490 (28.433) 0 1.835 (1.482) |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers Integration of merged subsidiary | 109.467 0 0 0 0 0 | 1.279 0 0 0 0 0 0 | 126.985 0 0 0 62.070 2.254 | (22) 22 0 0 0 0 0 | 0 0 0 0 0 0 | 9 406.908 0 150.490 (28.433) (62.070) (419) | 644.617 22 150.490 (28.433) 0 1.835 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers Integration of merged subsidiary Loss on commodity derivatives | 109.467 0 0 0 0 0 0 0 | 1.279 0 0 0 0 0 0 0 0 | 126.985 0 0 0 62.070 2.254 0 | (22) 22 0 0 0 0 (1.482) | 0 0 0 0 0 0 0 | 9 406.908 0 150.490 (28.433) (62.070) (419) | 644.617 22 150.490 (28.433) 0 1.835 (1.482) |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers Integration of merged subsidiary Loss on commodity derivatives End of year 31/12/05 | Capital 109.467 0 0 0 0 0 109.467 | 1.279 0 0 0 0 0 1.279 | 126.985 0 0 0 62.070 2.254 0 191.309 | valuation reserve (22) 22 0 0 0 0 (1.482) (1.482) | 0 0 0 0 0 0 0 0 0 0 | 9 406.908 0 150.490 (28.433) (62.070) (419) 0 466.476 | 644.617 22 150.490 (28.433) 0 1.835 (1.482) 767.049 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers Integration of merged subsidiary Loss on commodity derivatives End of year 31/12/05 Beginning of year 1/1/2004 | Capital 109.467 0 0 0 0 0 109.467 | 1.279 0 0 0 0 0 1.279 | 126.985 0 0 0 62.070 2.254 0 191.309 | valuation reserve (22) 22 0 0 0 (1.482) (1.482) | 0 0 0 0 0 0 0 0 0 0 | 9 406.908 0 150.490 (28.433) (62.070) (419) 0 466.476 | 644.617 22 150.490 (28.433) 0 1.835 (1.482) 767.049 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers Integration of merged subsidiary Loss on commodity derivatives End of year 31/12/05 Beginning of year 1/1/2004 Profit for the year | Capital 109.467 0 0 0 0 0 109.467 | 1.279 0 0 0 0 0 1.279 1.279 | 126.985 0 0 0 62.070 2.254 0 191.309 | valuation reserve (22) 22 0 0 0 (1.482) (1.482) 0 0 0 | 0 0 0 0 0 0 0 0 0 0 0 | 9 406.908 0 150.490 (28.433) (62.070) (419) 0 466.476 367.535 84.332 | 644.617 22 150.490 (28.433) 0 1.835 (1.482) 767.049 588.740 84.332 |
| Beginning of year 1/1/2005 Loss from commodity derivatives transferred to results Profit for the year Dividends Transfers Integration of merged subsidiary Loss on commodity derivatives End of year 31/12/05 Beginning of year 1/1/2004 Profit for the year Dividends | Capital 109.467 0 0 0 0 0 109.467 109.467 0 0 | 1.279 0 0 0 0 0 1.279 1.279 1.279 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | 126.985 0 0 0 62.070 2.254 0 191.309 | valuation reserve (22) 22 0 0 0 (1.482) (1.482) 0 0 0 0 0 0 0 0 0 0 0 0 0 | 0 0 0 0 0 0 0 0 0 0 0 0 | 9 406.908 0 150.490 (28.433) (62.070) (419) 0 466.476 367.535 84.332 (28.433) | 644.617 22 150.490 (28.433) 0 1.835 (1.482) 767.049 588.740 84.332 (28.433) |

The notes and reconciliations set out on page 7 through to page 73 form an integral part of the Company and Group Financial Statements

CASH FLOW STATEMENT (Indirect method) FOR THE YEAR ENDED 31 DECEMBER 2005

| Amounts in € thousand | GROUP | | COMPANY | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|
| | 1/1/2005- 31/12/2005 | 1/1/2004- 31/12/2004 | 1/1/2005- 31/12/2005 | 1/1/2004- 31/12/2004 |
| Operating activities | | | | |
| Profit before taxes | 134.087 | 94.345 | 123.387 | 78.976 |
| Plus / less adjustments for: | | | | |
| Depreciation expenses | 47.160 | 46.752 | 43.191 | 42.418 |
| Provisions | 3.407 | 16.890 | 11.329 | 25.306 |
| Foreign exchange differences | 807 | 668 | 1.056 | 671 |
| Loss from derivatives valuation | 89 | 0 | 89 | 0 |
| Results (income, expenses, pofit and losses) from investment activities | (1.462) | (633) | (1.488) | (431) |
| Interest expenses and relevant expenses | 1.723 | 2.086 | 552 | 989 |
| Plus/less adjustments for changes in working capital accounts or relevant with operating activities: | | | | |
| Decrease / (increase) in inventories | (14.139) | (6.115) | (14.449) | (6.508) |
| Decrease / (increase) in receivables | (14.612) | 2.115 | (11.395) | 5.960 |
| (Decrease) / Increase in liabilities (except banks) Less : | 15.346 | 6.067 | 14.293 | 1.997 |
| Interest expenses and relevant expenses paid | (1.723) | (2.086) | (552) | (989) |
| Taxes paid | (43.701) | (55.651) | (40.623) | (51.114) |
| Total inflow / (outflow) from operating activities (a) | 126.982 | 104.438 | 125.390 | 97.275 |
| Investment activities | | | | |
| Acquisition of subsidiaries, affiliates, joint-ventures and other investments | (11.656) | (25) | 0 | 0 |
| Integration of merged subsidiary | 0 | 0 | 3.168 | 0 |
| Purchase of tangible and intangible fixed assets | (26.206) | (24.716) | (23.962) | (22.121) |
| Proceeds from the sale of tangible and intangible fixed assets | 942 | 2.754 | 207 | 580 |
| Proceeds (payments) from the sale (purchase) of investment titles (shares, securities) | 1.568 | 3.022 | 0 | 0 |
| Interest received | 1.209 | 599 | 1.084 | 505 |
| Dividend received | 11 | 11 | 600 | 0 |
| Total inflow / (outflow) from investment activities (b) | (34.132) | (18.355) | (18.903) | (21.036) |
| Finance activities | | | | |
| Proceeds from loans issued / drawn | 13.500 | 0 | 0 | 0 |
| Loan repayments | (313) | (33.071) | 0 | (28.494) |
| Payment of obligations under finance leases | (114) | 0 | 0 | 0 |
| Dividend paid | (28.462) | (28.465) | (28.462) | (28.488) |
| Total inflow / (outflow) from finance activities (c) | (15.389) | (61.536) | (28.462) | (56.982) |
| Net increase / (decrease) in cash and cash | | _ | | |
| equivalents (a) + (b) + (c) | 77.461 | 24.547 | 78.025 | 19.257 |
| Cash and Cash Equivalents- beginning of year | (1.056) | 39.398 | (1.056) | 31.769 |
| Effects of foreign exchange rate changes | (1.056) | (254) | (1.056) | (254) |
| Cash and Cash Equivalents- end of year | 140.096 | 63.691 | 127.741 | 50.772 |

The notes and reconciliations set out on page 7 through to page 73 form an integral part of the Company and Group Financial Statements.

1. GENERAL INFORMATION

HERACLES GENERAL CEMENT COMPANY (the Company) is a company incorporated in Greece under the Companies Act 2190/1920, with its registered office in the Municipality of Likovrissi, Attica, 49-51 Sofokli Venizelou str. The Company belongs to the Lafarge Group which is incorporated in France. The Group mainly operates in the production and trading of cement, concrete and other structural material. The above financial statements are presented in thousand Euros, as it is the currency of the primary economic environment in which the Group operates.

2. ACCOUNTING PRINCIPLES

Basis of Accounting

The financial statements have for the first time been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), as well as the relevant Interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC), and which are relevant with the Group's operations and are effective for accounting periods commencing 1 January 2005, and have been adopted by the European Commission. The disclosures required by IFRS 1 concerning the transition from previous generally accepted accounting practices in Greece, namely the provisions of Companies Act 2190/1920 and the Greek General Accounting Plan (hereinafter "Greek Accounting Standards") to IFRS, that have been adopted by the European Union Commission and introduced in Greece by way of Law 3229/2004, are set out on pages 67 to 73 of these financial statements.

The financial statements have been prepared on the historical or deemed cost basis (as stipulated in IFRS 1, which governs the transition from previous accounting bases to the IFRS). The principal accounting policies adopted are set out below:

New Standards and Amendment of Existing Standards

New IFRS, amendments and interpretations have been issued, that are effective for years starting 1 January 2006 and later.

Group and Company Management have to date not completed the impact assessment from application of these new standards and interpretations.

Examination and implementation of each IFRS shall be completed, if necessary, within the time limit stipulated in each one.

2. ACCOUNTING PRINCIPLES-Continued

New Standards and Amendment of Existing Standards-Continued

The new IFRS, amendments and interpretations are listed below:

IAS 19 (amendment) Employee Benefits (applicable as of 1 January 2006)

IAS 39 (amendment) Cash Flow Hedge Accounting for Forecast Intragroup Transactions (applicable as of 1 January 2006)

IAS 39 (amendment) Fair Value Option (applicable as of 1 January 2006)

IAS 39 and IFRS 4(amendment) Financial Guarantee Contracts (applicable as of 1 January 2006)

IFRS 1 (amendment) First-time adoption of International Financial Reporting Standards and **IFRS 6**, Exploration for and Evaluation of Mineral Resources (applicable as of 1 January 2006).

IFRS 7, Financial Instruments: Disclosures and supplementary adaptation to **IAS 1**, Presentation of Financial Statements, Capital Disclosures (applicable as of 1 January 2007)

Interpretation 4, determining whether a business arrangement contains a lease (applicable as of 1 January 2006)

Interpretation 5, Rights to interests arising from decommissioning, restoration and environmental funds (applicable as of 1 December 2006).

Interpretation 6, Liabilities arising from participating in a specific market – Electrical and Electronic Equipment (applicable as of 1 December 2005)

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries) up to 31 December each year. Control is achieved where the Company has the power to govern the financial and operating policies of a subsidiary so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by the Group.

All intra-group transactions, balances, income and expenses are eliminated on consolidation.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Acquisitions of Subsidiaries

Acquisition of subsidiaries is accounted for using the purchase method. The acquisition cost is measured at the aggregate of fair values, on the transaction date, of all assets given, liabilities incurred or assumed and equity shares that have been issued by the Group's companies in exchange for the control of the acquiree, including indirect expenses attributable to the acquisition.

On acquisition, the assets and liabilities and contingent liabilities of a subsidiary, meeting the recognition criteria stipulated in IFRS 3, are measured at their fair values at the date of acquisition. The goodwill resulting from the acquisition shall be recognised as an asset and initially measured at cost, being the excess of the cost over the Group's interest in the net fair value of identifiable assets, liabilities and contingent liabilities at the date of acquisition of the acquiree. If, after reassessment the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities exceeds the cost, then the excess is directly recognised in immediately in profit and loss.

In the Company's Financial Statements, participations in subsidiaries and associates are stated at cost less any subsequent impairment loss. Annually or whenever there is an indication of impairment, the Company compares the accounting value of the above participations against their market value, if available, or against their fair value, based on accepted valuation models.

Investments in Associates

An associate is an entity over which the Company (or the Company through the Group) is in a position to exercise significant influence, but not control or joint control, through participation in the financial and operating policy decisions of the subsidiary.

The results and assets and liabilities of associates are incorporated in these financial statements using the equity method of accounting except when classified as held for sale. Investments in associates are carried in the balance sheet at cost as adjusted by post acquisition changes in the Group's share of the net assets of the associate, less any impairment in the value of individual investments. Losses of the associates in excess of the group's interest in those associates are not recognised.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Investments in Associates - Continued

Any excess of the cost of acquisition over the Group's share of the net fair values of the identifiable assets liabilities and contingent liabilities of the associate at the date of acquisition is recognised as goodwill and included in the investment's carrying amount, and is assessed for impairment as part of the investment. If, following a reassessment, cost of acquisition of the associate is less than the Group's share of the net fair values of the identifiable assets, liabilities and contingent liabilities at the date of acquisition the difference is credited to profit and loss in the year of acquisition.

Where a group company transacts with an associate of the Group, profits and losses are eliminated to the extent of the Group's interest in the relevant associate.

Goodwill

Goodwill arising on consolidation represents the excess of the cost of acquisition over the Group's interest in the fair value of the identifiable assets and liabilities of a subsidiary, or jointly controlled entity at the date of acquisition.

Goodwill is recognised as an asset and reviewed for impairment at least annually. Any impairment is recognised immediately in profit or loss and is not subsequently reversed.

For the purpose of impairment testing, goodwill is allocated to the Group's cash generating units expected to benefit from the synergies of consolidation. Cash generating units to which goodwill has been allocated are tested for impairment on an annual basis or more frequently, when there is an indication that the unit may be impaired. If the recoverable amount is lower than the unit's respective carrying amount, the resulting loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit, and then to the unit's other assets, pro rata, based on the carrying amount of each asset's participation in the specific unit. An impairment I loss recognised for goodwill isl not reversed in subsequent periods.

On sale of a subsidiary, or jointly controlled entity, the attributable carrying amount of goodwill is included in the determination of the profit or loss on disposal.

The Group's policy for goodwill arising on the acquisition of associates is described in "Investments in Associates".

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Goodwill - Continued

Goodwill arising on acquisitions before the date of transition to IFRSs namely 31/12/2003, based on Greek Accounting Standards, was deducted directly from equity. On the date of transition to the IFRS it has been written off against retained earnings and shall not be included in the calculation of any profit or loss that will result from any future sale.

Revenue Recognition

Revenue is recognised at fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

Sales of goods are recognised when goods are delivered and title has passed.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

Dividend income from investments is recognised when the shareholders' rights to receive payment have been established.

Leasing

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

The Group as Lessee

Finance Leases

Assets held under finance leases are recognised as assets of the Group. They are initially recognised at their fair value or, if lower, at the present value of the minimum lease payments, each determined at the inception of the lease. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Finance Leases - Continued

Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the respective IFRSs.

Operating Leases

Rentals payable under operating leases are charged to income on a straight-line basis over the term of the relevant lease.

Benefits received and receivable as an incentive to enter into an operating lease are also spread on a straight line basis over the lease term.

Transactions in Foreign Currency

Transactions in currencies other than Euro are recorded at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary assets measured at historical cost in foreign currency, shall not be re-valued at current exchange rates. Exchange differences arising on the settlement of monetary items, or from the retranslation of monetary items at exchange rates as at the balance sheet date, are included in the year's profit or loss. Exchange differences arising on the retranslation of non-monetary items at exchange rates as at the Balance Sheet date, carried at fair value, are included in the periods profit or loss except for exchange differences concerning non-monetary assets in respect of which gains and losses are recognised directly in equity. For such non-monetary items, any exchange difference is also recognised directly in equity.

In order to hedge its exposure solely to foreign exchange risks, the Group enters into forward contracts and options.

On consolidation, the assets and liabilities of the Group's operations abroad are translated at exchange rates prevailing on the balance sheet date. Income and expense items are translated at the average exchange rates for the year unless exchange rates fluctuate significantly. Exchange differences arising, if any, are classified as equity and transferred to the Group's translation reserve. Such translation differences are recognised as income or as expenses in the period in which the operation is disposed of.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Government Grants / Subsidies

Government grants relating to machinery and equipment are deducted from the carrying amount of the relevant asset and are released to profit and loss over the expected useful lives of the assets concerned. Government subsidies relating to staff training expenses are included in profit or loss when collected.

Retirement Benefit Costs

Payments made to state retirement plans are dealt with as payments to defined contribution plans and are charged as an expense as they fall due.

The provision for the retirement portion of the staff leaving indemnity is treated as a defined retirement benefit scheme and the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses which, at the end of the previous period exceeded 10% of the current value of the liability from defined benefits on that date, are amortised in profit and loss over the expected average remaining working lives of the employees..

Past service cost is recognised immediately to the extent that the benefits are already vested (are not dependent upon future employment), and otherwise is amortised on a straight-line basis over the average period until the benefits become vested.

The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognised actuarial gains and losses and unrecognised past service cost.

Income Tax

The income tax expense represents the sum of tax currently payable, previous years' tax audit differences, immovable property tax and deferred tax.

The tax currently payable is based on the Company's best assessment of taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates in force at the balance sheet date.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Income Tax - Continued

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method and the taxation rates expected to be in force when the receivable or liability will be settled. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised.

Such assets and liabilities are not recognised if the temporary difference arises from goodwill (or negative goodwill) or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

Deferred tax liabilities are recognised for taxable temporary differences arising on investments in subsidiaries and associates, and interests in joint ventures, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred taxation is not provided on tax-free or specially taxed reserves , to the extent that it can reasonably be expected that the management is in a position to control the timing of the distribution and distribution is not expected , and any taxation whatsoever in the immediate future is not anticipated.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset is realised. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax liabilities and receivables are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities, and when they relate to income tax imposed by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis..

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Intangible Assets

Intangible assets relate to software which are measured initially at acquisition cost and depreciated on a straight line basis over their estimated useful lives which is estimated at 3 years.

Tangible Assets

Tangible assets held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at deemed cost, as permitted by IFRS 1, being the fair value, based on valuations performed by independent professional valuers, by reference to market-evidence, or at their respective carrying amount based on Greek Accounting Standards at the date of transition to IFRS less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Properties in the course of construction for production, rental or administrative purposes, or for purposes not yet determined, are carried at cost, less any recognised impairment loss. Cost includes professional fees and depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Depreciation is charged so as to write off the cost or valuation of assets, other than land and properties under construction, over their estimated useful lives, using the straight-line method, on the following bases:

Buildings 12 to 30 years Industrial machinery 15 to 30 years Furniture and equipment 5 to 10 years

Assets held under finance leases are depreciated on a straight line basis over their expected useful lives.

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit and loss.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Internally Generated Intangible Assets – Research and Development Expenditure

Expenditure on research activities is recognised as an expense in the period in which it is incurred.

An internally-generated intangible asset is recognised only if all of the following conditions are met:

- The asset which is created is identifiable (such as software and new processes).
- it is probable that the asset created will generate future economic benefits; and
- the development cost of the asset can be measured reliably

Internally-generated intangible assets are amortised on a straight-line basis over their useful lives. Where no internally-generated intangible asset can be recognised, development expenditure is recognised as an expense in the period in which it is incurred.

Impairment of Tangible and Intangible Assets Excluding Goodwill

At each balance sheet date, the Group and Company review the carrying amounts of its tangible and intangible assets to determine whether there is any indication that such assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to assess the recoverable value of a specific asset, the Group and Company estimate the recoverable value of the cash-generating unit to which the asset belongs. Impairment reviews are performed annually and whenever there is an indication that the above assets may be impaired.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Impairment Of Tangible And Intangible Assets Excluding Goodwill - Continued

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately in profit and loss

Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is comprised of direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Cost is calculated using the weighted average method. Net realisable value represents the estimated selling price less all estimated costs of completion and direct costs to be incurred in marketing, selling and distribution.

Financial Instruments

Financial assets and financial liabilities are recognised on the Group's balance sheet when the Group becomes a party to the contractual provisions of the instrument.

Trade Receivables

Trade receivables are interest free and are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Financial Instruments - Continued

Derivative Financial Instruments and Hedging Accounting

The Group's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and commodities, notably fuel and marine freight.

The Group uses derivative financial instruments (mostly forward contracts) to hedge its risk associated with foreign currency and commodity price fluctuations, relating to certain specific commitments or forecasted transactions.

The use of financial derivatives is governed by the policies of Lafarge Group that controls Heracles, which are consistent with the Lafarge Group risk management strategy.

Initially derivatives are measured at their fair value on the date of conclusion of each contract, and are then re-measured at their fair value in the subsequent reporting dates.

Changes in the fair value of derivative financial instruments that are designated and effective as hedges of future cash flows are recognised directly in equity and the ineffective portion is recognised immediately in the income statement.

Changes in the fair value of derivative financial instruments that do not qualify for hedge accounting are recognised in the income statement as they arise.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or no longer qualifies for hedge accounting.

Cash and Cash Equivalents

These comprise cash on hand and short-term bank deposits, that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value..

Bank Borrowings

Interest-bearing bank loans and overdrafts are recorded at the proceeds received, net of direct issue costs. Finance charges, including premiums payable on settlement or redemption and direct issue costs, are amortised to the profit and loss account using the effective interest method and are added to the carrying amount of the instrument to the extent that they are not settled in the period in which they arise.

3. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - Continued

Financial Instruments - Continued

Trade Payables

Trade payables are interest free and are stated at their nominal value.

Provisions

Provisions are made when the Group has a present legal or imputed obligation as a result of a past event, and it is probable that the Group will be required to settle that obligation. Provisions are measured at management's best possible estimate of the expenditure required to settle the obligation on the Balance Sheet date, and are discounted to present value, where the effect is material.

Provisions for restructuring costs are recognised when the Group has a detailed formal plan for the restructuring that has been communicated to affected parties.

4. MAIN SOURCES OF ESTIMATION UNCERTAINTY

The main sources of uncertainty concern Management assumptions regarding future developments on estimates of the recoverability of deferred tax assets and contingent losses from pending court cases and doubtful receivables.

5. TURNOVER

An analysis of turnover per category of goods sold (industrial – commercial / services) is as follows:

Amounts in € thousand

| | GRO | UP | COMPANY | | |
|------------------|------------------|------------------|------------------|------------------|--|
| | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | |
| Industrial | 597.486 | 577.548 | 535.425 | 513.002 | |
| Trading/Services | 11.595 | 10.453 | 8.752 | 7.029 | |
| | 609.081 | 588.001 | 544.177 | 520.031 | |

6. BUSINESS AND GEOGRAPHICAL SEGMENTS

For management purposes, the Group is currently organised into the following operating segments: the cement sector and the concrete and aggregates sector. These divisions are the basis on which the Group reports its primary segment information.

1/1 - 31/12/2005

| | | - | 1/1 - 31/12/2003 | <u>'</u> | |
|--|---|---|---|--------------------------|---|
| Amounts in € thousand | Cement | Concrete | Aggregates | Eliminations | TOTAL |
| 0.1 | | | | | - |
| Sales | 554.860 | 75.178 | 10.229 | (31.186) | 609.081 |
| Operating profit | 131.841 | 839 | 1.717 | | 134.397 |
| Finance income / (expenses) | 591 | (543) | (358) | | (310) |
| Profit before taxes | 132.432 | 296 | 1.359 | | 134.087 |
| Income tax | 25.830 | (215) | (1.009) | | 24.606 |
| Net profit of the year after tax | 158.262 | 81 | 350 | | 158.693 |
| Other information | | | | | |
| Fixed asset additions | 24.672 | 1.082 | 452 | | 26.206 |
| Depreciation charge | 44.672 | 1.468 | 1.020 | | 47.160 |
| BALANCE SHEET | | | | | |
| Assets less participation in | | | | | |
| assiciates | 954.741 | 58.495 | 20.274 | | 1.033.510 |
| Investment in Associates | 1.590 | 0 | 0 | | 1.590 |
| Total Assets | 956.331 | 58.495 | 20.274 | | 1.035.100 |
| Total Liabilities | 956.331 | 58.495 | 20.274 | | 1.035.100 |
| | | | | | |
| | | <u>1/1 - 31/</u> | 12/2004 | | |
| Amounts in € thousand | | <u>1/1 - 31/</u> | 12/2004 | | |
| Amounts in € thousand | <u>Cement</u> | <u>1/1 - 31/</u> Concrete | 12/2004 Aggregates | <u>Eliminations</u> | <u>TOTAL</u> |
| Amounts in € thousand Sales | <u>Cement</u> 533.392 | | | Eliminations (27.469) | <u>TOTAL</u> 588.001 |
| | <u></u> | Concrete | <u>Aggregates</u> | , <u> </u> | |
| Sales | 533.392 | <u>Concrete</u> 75.542 | Aggregates 6.536 | , <u> </u> | 588.001 |
| Sales Operating profit | 533.392 94.804 | Concrete 75.542 2.008 | Aggregates 6.536 52 | , <u> </u> | 588.001 96.864 |
| Sales Operating profit Finance income / (expenses) | 533.392 94.804 (1.867) | Concrete 75.542 2.008 (652) | Aggregates 6.536 52 0 | , <u> </u> | 588.001 96.864 (2.519) |
| Sales Operating profit Finance income / (expenses) Profit before taxes | 533.392 94.804 (1.867) 92.937 | Concrete 75.542 2.008 (652) 1.356 | Aggregates 6.536 52 0 52 | , <u> </u> | 588.001 96.864 (2.519) 94.345 |
| Sales Operating profit Finance income / (expenses) Profit before taxes Income tax | 533.392 94.804 (1.867) 92.937 3.411 | Concrete 75.542 2.008 (652) 1.356 (1.309) | Aggregates 6.536 52 0 52 (147) | , <u> </u> | 588.001 96.864 (2.519) 94.345 1.955 |
| Sales Operating profit Finance income / (expenses) Profit before taxes Income tax Net profit of the year after tax | 533.392 94.804 (1.867) 92.937 3.411 | Concrete 75.542 2.008 (652) 1.356 (1.309) | Aggregates 6.536 52 0 52 (147) | , <u> </u> | 588.001 96.864 (2.519) 94.345 1.955 |
| Sales Operating profit Finance income / (expenses) Profit before taxes Income tax Net profit of the year after tax Other information Fixed asset additions | 533.392 94.804 (1.867) 92.937 3.411 96.348 | Concrete 75.542 2.008 (652) 1.356 (1.309) 47 | Aggregates 6.536 52 0 52 (147) (95) | , <u> </u> | 588.001 96.864 (2.519) 94.345 1.955 96.300 |
| Sales Operating profit Finance income / (expenses) Profit before taxes Income tax Net profit of the year after tax Other information Fixed asset additions Depreciation charge | 533.392 94.804 (1.867) 92.937 3.411 96.348 | Concrete 75.542 2.008 (652) 1.356 (1.309) 47 | Aggregates 6.536 52 0 52 (147) (95) | , <u> </u> | 588.001 96.864 (2.519) 94.345 1.955 96.300 |
| Sales Operating profit Finance income / (expenses) Profit before taxes Income tax Net profit of the year after tax Other information Fixed asset additions Depreciation charge BALANCE SHEET | 533.392 94.804 (1.867) 92.937 3.411 96.348 | Concrete 75.542 2.008 (652) 1.356 (1.309) 47 | Aggregates 6.536 52 0 52 (147) (95) | , <u> </u> | 588.001 96.864 (2.519) 94.345 1.955 96.300 |
| Sales Operating profit Finance income / (expenses) Profit before taxes Income tax Net profit of the year after tax Other information Fixed asset additions Depreciation charge | 533.392 94.804 (1.867) 92.937 3.411 96.348 | Concrete 75.542 2.008 (652) 1.356 (1.309) 47 | Aggregates 6.536 52 0 52 (147) (95) | , <u> </u> | 588.001 96.864 (2.519) 94.345 1.955 96.300 |
| Sales Operating profit Finance income / (expenses) Profit before taxes Income tax Net profit of the year after tax Other information Fixed asset additions Depreciation charge BALANCE SHEET Assets less participation in | 533.392 94.804 (1.867) 92.937 3.411 96.348 22.895 44.493 | Concrete 75.542 2.008 (652) 1.356 (1.309) 47 1.343 1.691 | Aggregates 6.536 52 0 52 (147) (95) 478 568 | · | 588.001 96.864 (2.519) 94.345 1.955 96.300 24.716 46.752 |
| Sales Operating profit Finance income / (expenses) Profit before taxes Income tax Net profit of the year after tax Other information Fixed asset additions Depreciation charge BALANCE SHEET Assets less participation in assiciates | 533.392 94.804 (1.867) 92.937 3.411 96.348 22.895 44.493 | Concrete 75.542 2.008 (652) 1.356 (1.309) 47 1.343 1.691 | Aggregates 6.536 52 0 52 (147) (95) 478 568 | · | 588.001 96.864 (2.519) 94.345 1.955 96.300 24.716 46.752 |

6. BUSINESS AND GEOGRAPHICAL SEGMENTS - Continued

Group and Company operate in the following countries:

Amounts in € thousand

| | GRO | UP | COMPANY | | |
|-----------------|------------------|------------------|------------------|------------------|--|
| | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | |
| Greece | 499.891 | 498.153 | 441.508 | 436.049 | |
| Switzerland | 90.178 | 47.796 | 89.214 | 47.038 | |
| Other countries | 19.012 | 42.052 | 13.455 | 36.944 | |
| | 609.081 | 588.001 | 544.177 | 520.031 | |

7. OTHER OPERATING INCOME/(EXPENSES)

Other operating income/ (expenses) are analysed as follows:

Amounts in € thousand

| | GRO | OUP | COMPANY | | |
|----------------------------------|------------------|-------------------------------|---------|------------------|--|
| | 1/1 - 31/12/2005 | - 31/12/2005 1/1 - 31/12/2004 | | 1/1 - 31/12/2004 | |
| Partial recovery from the Greek | | | | | |
| State of funds paid | 44.138 | 0 | 44.138 | 0 | |
| Lawyers' fees | (2.500) | 0 | (2.500) | 0 | |
| Profit/(losses) from fixed asset | | | | | |
| sales | 242 | (201) | (196) | (74) | |
| | 41.880 | (201) | 41.442 | (74) | |

The recovery of the sum of €44,138 thousand from the Greek State is detailed in note 34.

8. IMPAIRMENT CHARGE – INVESTMENT IN SUBSIDIARIES

In 2005, the Company's management completed the impairment test of its participation in subsidiaries, which had also been noted in the Review Report of the Certified Public Accountants dated 28 September 2005.

Based on the results of the impairment test, the Company recognised in the 2005 year's profits or loss a total impairment charge of €6,680 thousand, and restated the previous year's (2004) results, by charging an impairment loss of €11,469 thousand.

In addition , the Company restated its equity as at 31/12/2004, and the equity on 31/12/2003 ,the date of transition to IFRS as detailed in note 38, as well as the reconciliations of equity and net profit from Greek accounting standards to IFRS,

| Amounts in € thousand | Retained Earnings 31/12/2003 | 2004 Profit | Distribution | Retained Earnings 31.12.04 | |
|--|------------------------------------|-------------|--------------|----------------------------------|----------------------------------|
| As previously published | 379.470 | 95.801 | (44.959) | 430.312 | |
| Impairment of participation in subsidiaries | (11.935) | (11.469) | 0 | (23.404) | |
| As restated | 367.535 | 84.332 | (44.959) | 406.908 | |
| | Retained Earnings 31.12.04 | 2005 Profit | Distribution | Integration of merged subsidiary | Retained Earnings 31.12.05 |
| As published previously or before restatement of impairment for 2005 | 430.312 | 157.170 | (90.503) | 1.302 | 498.281 |
| Impairment of participation in subsidiaries and provision for losses to subsidiaries | (23.404) | (6.680) | 0 | (1.721) | (31.805) |
| | | | | | |

9. PROFIT FROM OPERATIONS

Profit from operations has been arrived at after charging /(crediting):

| | GRO | OUP | COMPANY | | |
|-----------------------------------|------------------|------------------|------------------|------------------|--|
| Amounts in € thousand | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | |
| Depreciation of intangible assets | 540 | 706 | 118 | 415 | |
| Depreciation of tangible assets | 46.720 | 46.625 | 43.173 | 42.582 | |
| Amortisation of grant | (100) | (579) | (100) | (579) | |
| Total depreciation | 47.160 | 46.752 | 43.191 | 42.418 | |
| Cost of Goods Sold | 471.749 | 444.726 | 418.379 | 390.728 | |
| Staff expenses | 137.483 | 134.274 | 110.270 | 106.711 | |

Group and Company staff breakdown:

| | GR | OUP | COMPANY | |
|-----------------|------------|------------|------------|------------|
| | 31.12.2005 | 31.12.2004 | 31.12.2005 | 31.12.2004 |
| Number of staff | 2.560 | 2.631 | 1.925 | 1.980 |

10. FINANCE INCOME/(EXPENSES)

Finance income/(expenses) break down as follows:

| Amounto in C mousand | GRO | OUP | COM | MPANY | |
|---|-----------------------------------|---------|------------------|------------------|--|
| | 1/1 - 31/12/2005 1/1 - 31/12/2004 | | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | |
| <u>Income</u> | | | | | |
| Interest received & similar income | 1.209 | 599 | 1.084 | 505 | |
| Income from dividends | 11 | 11 | 600 | 0 | |
| Profit from sale of part. & secur. | 0 | 224 | 0 | 0 | |
| Foreign exchange gains | 564 | 0 | 319 | 0 | |
| Result of discounting of prepaid rents to present value | 382 | 394 | 382 | 394 | |
| | 2.166 | 1.228 | 2.385 | 899 | |
| <u>Expenses</u> | | | | | |
| Interest and related expenses | 1.723 | 2.086 | 552 | 989 | |
| Loss from derivatives | 753 | 0 | 753 | 0 | |
| Foreign exchange losses | 0 | 1.661 | 0 | 1.488 | |
| | 2.476 | 3.747 | 1.305 | 2.477 | |
| Total | (310) | (2.519) | 1.080 | (1.578) | |

11. INCOME TAX

Amounts in € thousand

| , mounte in ethododia | GRO | OUP | COMPANY | | |
|---|----------------|----------------|----------------|----------------|--|
| | 1/1-31/12/2005 | 1/1-31/12/2004 | 1/1-31/12/2005 | 1/1-31/12/2004 | |
| Income tax | 30.821 | 38.284 | 29.241 | 37.491 | |
| Deferred taxation (Note 24) | (72.254) | (45.032) | (73.041) | (46.670) | |
| Differences from previous years' tax audits | 89 | 919 | 0 | 626 | |
| Other taxes not included in operating costs (Note 24) | 16.738 | 3.874 | 16.697 | 3.197 | |
| Total | (24.606) | (1.955) | (27.103) | (5.356) | |

In addition to the deferred tax charged to the profit /loss for the year, deferred tax of €596 thousand has been charged directly to equity as at 31 December 2005 (see note 24).

Income tax breaks down as follows:

| Profit before taxes | Amounts in € thousand | GROUP | | COMPANY | | | | | |
|---|--|-----------|-------|-----------|------|-----------|------|------------|------|
| Difference in the current tax rate 1.185 1% 27.164 2.0% 27.642 1% 28.630 -21% | | 1/1-31/12 | /2005 | 1/1-31/12 | 2004 | 1/1-31/12 | 2005 | 1/1-31/12/ | 2004 |
| Income tax at the current tax rate (32%) (2004 35%) 42.908 32% 33.021 35% 39.484 32% 27.642 35% Expenses not deductible in determining taxable profit (17.750) -13% (4.383) -5% (16.595) -13% (39) 0% Difference in the current year's deferred taxation due to changes in tax rate 1.185 1% (27.164) -20% 1.242 1% (28.630) -21% Reversal of deferred tax liability due to restatement of tax basis of fixed assets. (66.577) -50% (8.436) -6% (66.577) -50% (8.151) -6% Effect of different tax rates of subsidiaries operating under a different tax status. (191) 0% (186) 0% 0 0% 0 0% 0 0% Tax losses carried forward to future years 442 0% 590 0% 0 0% 0 0% 0 0% Use of previous years' tax losses (1.450) -1% (190) 0% (1.355) -1% 0 0% Differences from previous years' tax audits 89 0% 919 1% 0 0% 626 0% Other taxes pot included in operating | | | | | | | | | |
| (2004 35%) Expenses not deductible in determining taxable profit Difference in the current year's deferred taxation due to changes in tax rate 1.185 1% (27.164) -20% 1.242 1% (28.630) -21% Reversal of deferred tax liability due to restatement of tax basis of fixed assets. (66.577) -50% (8.436) -6% (66.577) -50% (8.151) -6% Effect of different tax rates of subsidiaries operating under a different tax status. (191) 0% (186) 0% 0 0% 0 0% Tax losses carried forward to future years Use of previous years' tax losses (1.450) -1% (190) 0% (1.355) -1% 0 0% Differences from previous years' tax audits Other taxes not included in operating | Profit before taxes | 134.087 | 32% | 94.345 | 35% | 123.387 | 32% | 78.976 | 35% |
| taxable profit Difference in the current year's deferred taxation due to changes in tax rate 1.185 1% (27.164) -20% 1.242 1% (28.630) -21% Reversal of deferred tax liability due to restatement of tax basis of fixed assets. (66.577) -50% (8.436) -6% (66.577) -50% (8.151) -6% Effect of different tax rates of subsidiaries operating under a different tax status. (191) 0% (186) 0% 0 0% 0 0% Tax losses carried forward to future years Use of previous years' tax losses (1.450) -1% (190) 0% (1.355) -1% 0 0% Differences from previous years' tax audits Other taxes not included in operating | , | 42.908 | 32% | 33.021 | 35% | 39.484 | 32% | 27.642 | 35% |
| taxation due to changes in tax rate 1.185 1% (27.164) -20% 1.242 1% (28.630) -21% Reversal of deferred tax liability due to restatement of tax basis of fixed assets. (66.577) -50% (8.436) -6% (66.577) -50% (8.151) -6% Effect of different tax rates of subsidiaries operating under a different tax status. (191) 0% (186) 0% 0 0% 0 0% Tax losses carried forward to future years 442 0% 590 0% 0 0% 0 0% Use of previous years' tax losses (1.450) -1% (190) 0% (1.355) -1% 0 0% Differences from previous years' tax audits 89 0% 919 1% 0 0% 626 0% | | (17.750) | -13% | (4.383) | -5% | (16.595) | -13% | (39) | 0% |
| restatement of tax basis of fixed assets. (66.577) -50% (8.436) -6% (66.577) -50% (8.151) -6% Effect of different tax rates of subsidiaries operating under a different tax status. (191) 0% (186) 0% 0 0% 0 0% Tax losses carried forward to future years 442 0% 590 0% 0 0% 0 0% Use of previous years' tax losses (1.450) -1% (190) 0% (1.355) -1% 0 0% Differences from previous years' tax audits 89 0% 919 1% 0 0% 626 0% Other taxes not included in operating | • | 1.185 | 1% | (27.164) | -20% | 1.242 | 1% | (28.630) | -21% |
| subsidiaries operating under a different tax status. (191) 0% (186) 0% 0 0% 0 0% Tax losses carried forward to future years Use of previous years' tax losses (1.450) -1% (190) 0% (1.355) -1% 0 0% Differences from previous years' tax audits Other taxes not included in operating | , | (66.577) | -50% | (8.436) | -6% | (66.577) | -50% | (8.151) | -6% |
| years | subsidiaries operating under a different | (191) | 0% | (186) | 0% | 0 | 0% | 0 | 0% |
| Differences from previous years' tax audits 89 0% 919 1% 0 0% 626 0% Other taxes not included in operating | | 442 | 0% | 590 | 0% | 0 | 0% | 0 | 0% |
| audits 89 0% 919 1% 0 0% 626 0% Other taxes not included in operating | Use of previous years' tax losses | (1.450) | -1% | (190) | 0% | (1.355) | -1% | 0 | 0% |
| Other taxes not included in operating | • • • | 89 | 0% | 919 | 1% | 0 | 0% | 626 | 0% |
| costs 16.738 12% 3.874 3% 16.697 12% 3.197 2% | | 16.738 | 12% | 3.874 | 3% | 16.697 | 12% | 3.197 | 2% |
| (24.606) -18% (1.955) 8% (27.103) -19% (5.356) 10% | | (24.606) | -18% | (1.955) | 8% | (27.103) | -19% | (5.356) | 10% |

12. EARNINGS PER SHARE

The calculation of the basic earnings per share is based on the following data:

| | GR | OUP | COMPANY | | |
|---|--------------|--------------|--------------|--------------|--|
| | 1/1-31/12/05 | 1/1-31/12/04 | 1/1-31/12/05 | 1/1-31/12/04 | |
| Net Profit in € thousand | 158.693 | 96.300 | 150.490 | 84.332 | |
| Average weighted number of common shares for the purposes of calculating basic profit per share | 71.082.707 | 71.082.707 | 71.082.707 | 71.082.707 | |
| Earnings per share in € | 2,23 | 1,35 | 2,12 | 1,19 | |

13. GOODWILL

On 20 April 2005, the consolidated subsidiary LAFARGE BETON SA acquired ATLAS SA, for a total consideration of €12,798 thousand. From the provisional estimated goodwill of €7,114 thousand included in the Group Consolidated Financial Statements as at 30/6/2005, an amount of €5,932 thousand was allocated to the available reserves of the quarry belonging to ATLAS SA. Respectively, deferred tax liability of €1,484 thousand was also recognised. Following the above allocation the revised estimated goodwill amounts to €2,666 thousand.

The revised allocation of the purchase consideration remains provisional until one year after the acquisition date. The purchase of ATLAS SA is analysed in note 33.

14. INTANGIBLE ASSETS

Intangible assets exclusively concern software purchases. The following table shows the relevant movements for the 1/1-31/12/2005 and 1/1-31-12-2004 years.

| Additions 456 Disposals/Write-offs (483) Transfers 95 31 December 2004 9.875 7.34 Additions 322 3 Acquisition of company by subsidiary 28 2 Disposals/Write-offs (192) (15 Transfers 5 (192) (15 | 456 16 |
|--|--------------|
| Additions 456 Disposals/Write-offs (483) Transfers 95 31 December 2004 9.875 7.34 Additions 322 3 Acquisition of company by subsidiary 28 2 Disposals/Write-offs (192) (15 Transfers 5 (192) (15 | 456 16 |
| Disposals/Write-offs (483) Transfers 95 31 December 2004 9.875 7.34 Additions 322 3 Acquisition of company by subsidiary 28 2 Disposals/Write-offs (192) (15 Transfers 5 5 | |
| Transfers 95 31 December 2004 9.875 7.34 Additions 322 3 Acquisition of company by subsidiary 28 Disposals/Write-offs (192) (15 Transfers 5 | (483) |
| 31 December 2004 9.875 7.34 Additions 322 3 Acquisition of company by subsidiary 28 Disposals/Write-offs (192) (15 Transfers 5 | |
| Additions 322 32 Acquisition of company by subsidiary 28 Disposals/Write-offs (192) (15 Transfers 5 | 950 |
| Acquisition of company by subsidiary Disposals/Write-offs Transfers 28 (192) (15 | 9.875 7.349 |
| Disposals/Write-offs (192) (15 Transfers 5 | 322 38 |
| Transfers 5 | diary 28 0 |
| | (192) (156) |
| 31 December 2005 10.038 7.23 | 50 |
| | 10.038 7.231 |
| ACCUMULATED DEPRECIATION | N |
| 1 January 2004. 8.606 6.70 | 8.606 6.765 |
| Depreciation charge 706 4 | 706 415 |
| Disposals/Write-offs (483) | (483) 0 |
| 31 December 2004 8.829 7.18 | 8.829 7.180 |
| Depreciation charge 540 1 | 540 118 |
| Acquisition of company by subsidiary 21 | diary 21 0 |
| Disposals/Write-offs (192) | (192) (156) |
| 31 December 2005 9.198 7.14 | 9.198 7.142 |
| CARRYING AMOUNT | |
| 31 December 2004 1.046 16 | 1.046 169 |
| 31 December 2005 840 8 | |

15. TANGIBLE ASSETS

The following table shows the relevant Group tangible assets movements for the period $\frac{1}{1-31}$, $\frac{1}{2}$, $\frac{1}{12}$, and $\frac{1}{1-31}$, $\frac{1}{12}$, $\frac{1}{12$

| GROUP | Land and quarries | Buildings | Machinery | Vehicles, Furniture and other equipment | Assets under construction | Total |
|--------------------------------------|-------------------|-----------|-----------|---|---------------------------|---------|
| Amounts in € thousand | | | | · · · · · · · · · · · · · · · · · · · | | |
| COST | | | | | | |
| 1 January 2004. | 76.784 | 247.944 | 337.241 | 25.988 | 7.939 | 695.896 |
| Additions | 290 | 625 | 1.852 | 602 | 20.891 | 24.260 |
| Disposals/Write-offs | (1.647) | (353) | (583) | (1.115) | 0 | (3.698) |
| Sale of subsidiary | (281) | (3.028) | (3.098) | (814) | (1.926) | (9.147) |
| Transfers | 0 | 2.945 | 15.644 | 196 | (18.880) | (95) |
| 31 December 2004 | 75.146 | 248.133 | 351.056 | 24.857 | 8.024 | 707.216 |
| Impairment of plots | (98) | 0 | 0 | 0 | 0 | (98) |
| Additions | 94 | 264 | 2.304 | 562 | 22.660 | 25.884 |
| Acquisition of company by subsidiary | 5.963 | 1.067 | 2.079 | 344 | 654 | 10.107 |
| Disposals/Write-offs | | (258) | (301) | (1.674) | (19) | (2.252) |
| Transfers | 539 | 2.776 | 14.469 | 1 | (17.790) | (5) |
| 31 December 2005 | 81.644 | 251.982 | 369.607 | 24.090 | 13.529 | 740.852 |
| ACCUMULATED DEPRECIATION | | | | | | |
| 1 January 2004. | 0 | 4.225 | 13.282 | 6.479 | 0 | 23.986 |
| Depreciation Charge | 343 | 16.031 | 26.027 | 3.645 | 0 | 46.046 |
| Disposals/Write-offs | 0 | (31) | (194) | (518) | 0 | (743) |
| Sale of subsidiary | 0 | (1.408) | (2.721) | (655) | 0 | (4.784) |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 |
| 31 December 2004 | 343 | 18.817 | 36.394 | 8.951 | 0 | 64.505 |
| Depreciation charge | 494 | 16.053 | 26.864 | 3.209 | 0 | 46.620 |
| Acquisition of company by subsidiary | 0 | 215 | 794 | 246 | 0 | 1.255 |
| Disposals/Write-offs | 0 | (25) | (227) | (1.300) | 0 | (1.552) |
| Transfers | 22 | (22) | 0 | 0 | 0 | 0 |
| 31 December 2005 | 859 | 35.038 | 63.825 | 11.106 | 0 | 110.828 |
| CARRYING AMOUNT | | | | | | |
| 31 December 2004 | 74.803 | 229.316 | 314.662 | 15.906 | 8.024 | 642.711 |
| 31 December 2005 | 80.785 | 216.944 | 305.782 | 12.984 | 13.529 | 630.024 |
| | | | | | | |

The above assets include the carrying amount of the land, quarry, as well as buildings/improvements of the subsidiary Lafarge Beton SA at the Araxos location in Achaia Prefecture, amounting to approximately €3,665 thousand. According to Notary Public deed no. 10114/2003, transfer of ownership of the above plot is still outstanding. Transfer of possession has been completed. Management has taken ownership of property for granted and considers the book value recoverable. Note 36 includes facts about the operating license of the quarry.

15. TANGIBLE ASSETS - Continued

The following table shows the relevant Company tangible assets $\,$ movements for the period $\,$ 1/1-31/12/2004 and 1/1-31/12/2005 .

| COMPANY | Land and quarries | Buildings | Machinery | Vehicles, Furniture and Assets under other equipment construction | | Total |
|--------------------------|-------------------|-----------|-----------|---|--------------|----------------|
| COMPANY | quarries | Buildings | wachinery | other equipment | Construction | TOTAL |
| Amounts in € thousand | | | | | | |
| COST | | | | | | |
| 1 January 2004. | 67.116 | 229.980 | 315.011 | 14.870 | 5.688 | 632.665 |
| Additions | 93 | 382 | 886 | 437 | 20.307 | 22.105 |
| Disposals/Write-offs | (360) | (212) | (80) | (39) | 0 | (691) |
| Transfers | Ò | 2.789 | 15.435 | 189 | (18.413) | Ò |
| 31 December 2004 | 66.849 | 232.939 | 331.252 | 15.457 | 7.582 | 654.079 |
| Impairment of plots | (98) | 0 | 0 | 0 | 0 | (98) |
| Additions | 47 | 2 | 1.676 | 202 | 21.997 | 23.924 |
| Integration of merged | 0 | 27 | 0 | 73 | 0 | 100 |
| subsidiary | U | | U | | U | |
| Disposals/Write-offs | 0 | (251) | (69) | (295) | 0 | (615) |
| Transfers | 0 | 2.956 | 14.362 | 0 | (17.318) | 0 |
| 31 December 2005 | 66.798 | 235.673 | 347.221 | 15.437 | 12.261 | 677.390 |
| ACCUMUL ATER | | | | | | |
| ACCUMULATED DEPRECIATION | | | | | | |
| 1 January 2004. | 0 | 0 | 0 | 0 | 0 | 0 |
| Depreciation charge | 132 | 15.182 | 24.681 | 2.008 | 0 | 0 42.003 |
| Disposals/Write-offs | 0 | (12) | | 2.008 (21) | 0 | 42.003 (37) |
| Transfers | 0 | (12) | (4) 0 | (21) | 0 | (37) |
| 31 December 2004 | 132 | 15.170 | 24.677 | 1.987 | 0 | 41.966 |
| Depreciation charge | 119 | 15.315 | 25.665 | 1.974 | 0 | 43.073 |
| Integration of merged | 110 | | 20.000 | | · · | 40.070 |
| subsidiary | 0 | 16 | 0 | 72 | 0 | 88 |
| Disposals/Write-offs | 0 | (9) | (56) | (147) | 0 | (212) |
| Transfers | 0 | 0 | 0 | 0 | 0 | () |
| 31 December 2005 | 251 | 30.492 | 50.286 | 3.886 | 0 | 84.915 |
| CARRYING AMOUNT | | | | | | |
| 31 December 2004 | 66.717 | 217.769 | 306.575 | 13.470 | 7.582 | 612.113 |
| 31 December 2005 | 66.547 | 205.181 | 296.935 | 11.551 | 12.261 | 592.475 |
| | | | | | | |

15. TANGIBLE ASSETS - Continued

In accordance with the exemptions by IFRS 1, the Group and Company chose to selectively value and present certain tangible assets, namely land, property, quarries and mechanical equipment, at deemed cost based on fair values as at 31/12/2003

Net surplus per fixed asset category is as follows:

| Δ | ma | ınte | in | £i | thoi | isano | ł |
|---|----|------|----|----|------|-------|---|
| | | | | | | | |

| | | GROUP | |
|---|--|------------------------------|-----------------------------------|
| Asset category | Net carrying amount as at 31/12/03 | Deemed Cost Adjustment | Deemed Cost 31/12/03 |
| Land and quarries | 80.942 | (4.853) | 76.089 |
| Reclassification from intangible to tangible | | | |
| assets | 0 | 695 | 695 |
| Buildings | 36.042 | 207.677 | 243.719 |
| Machinery | 85.134 | 240.004 | 325.138 |
| Reclassification of government grants from Equity to Tangible Assets | 0 | (1.179) | (1.179) |
| Vehicles, Furniture and other equipment | 11.184 | 8.325 | 19.509 |
| Assets under construction | 7.939 | 0 | 7.939 |
| | 221.241 | 450.669 | 671.910 |
| Amounts in € thousand | | COMPANY | |
| Asset category | Net carrying amount as at 31/12/03 | Deemed Cost Adjustment | Deemed Cost 31/12/03 |
| Land and quarries | 68.363 | (1.247) | 67.116 |
| Buildings | 28.262 | 201.718 | 229.980 |
| Machinery | 78.989 | 236.915 | 315.904 |
| Reclassification of government grants from Equity to Tangible Assets | 0 | (893) | (893) |
| Vehicles, Furniture and other equipment | | | |
| verlicies, i utiliture and other equipment | 7.577 | 7.293 | 14.870 |
| Assets under construction | 7.577 5.688 188.879 | 7.293 0 443.786 | 14.870 5.688 632.665 |

Management intends to reassess the tangible asset fair value of the subsidiary Lafarge Beton SA, provided by the independent valuers for the purpose of IFRS first application. Such reassessment is expected to be completed by the end 2006.

Any amendments to tangible asset values that may result due to the reassessment, if material, shall be recognised according to the provisions of IAS 8.

16. INVESTMENTS IN ASSOCIATES AND SUBSIDIARIES

The following table is a list of the Group's companies included in the consolidated financial statements, with their respective addresses and the Group's interest therein.

Companies consolidated by full consolidation

| Name of Subsidiary | Registered Office | Direct participation | Indirect participation | Total |
|---|------------------------------------|-------------------------|------------------------|---------|
| HERACLES GCC | Greece, Lykovrissi, Attica | | | Parent |
| LAFARGE BETON S.A. | Greece, Metamorfossi, Attica | 94,71% | 5,29% | 100,00% |
| ATLAS S.A. | Greece, Kallithea, Thessaloniki | | 100,00% | 100,00% |
| EVIESK S.A. | Greece, Lykovrissi, Attica | 95,76% | 4,24% | 100,00% |
| HERACLES MARITIME CO. | Greece, Lykovrissi, Attica | 99,99% | 0,01% | 100,00% |
| LAVA S.A. | Greece, Lykovrissi, Attica | 44,16% | 55,84% | 100,00% |
| AMPER S.A. | Greece, Lykovrissi, Attica | 100,00% | | 100,00% |
| EKET LTD. | Greece, Lykovrissi, Attica | 90,00% | 10,00% | 100,00% |
| PORT SAID SILO INVESTMENT COMPANY S.A. | Greece, Lykovrissi, Attica | 99,00% | 1,00% | 100,00% |
| G. HATZIKYRIAKOS SOC. NAV. | Greece, Lykovrissi, Attica | | 100,00% | 100,00% |
| A. HATZIKYRIAKOS SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | | 100,00% | 100,00% |
| DYSTOS SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | | 100,00% | 100,00% |
| IOKASTI SOC. NAV. (under liquidation) | Greece, Lykovrissi, Attica | | 100,00% | 100,00% |
| NAFSIKA SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | | 100,00% | 100,00% |
| HERACLES GLORY SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | | 100,00% | 100,00% |
| HALKIS CEMENT INTERNATIONAL S.A. (under liquidation) | Greece, Lykovrissi, Attica | 100,00% | | 100,00% |
| FINDA TRANSPORTS S.A. (under liquidation) | Greece, Lykovrissi, Attica | 100,00% | | 100,00% |
| ALEXANDRIA SILO INVESTMENT COMPANY S.A. (under liquidation) HERMES COMPANIA NAVIERA S.A. (under | Panama | 100,00% | | 100,00% |
| liquidation) | Panama | 100,00% | | 100,00% |
| PORT SAID SILO INVESTMENT COMPANY S.A. (inactive) | Panama | | 100,00% | 100,00% |
| MARITIME COMPANY ESPERIDES S.A. (under liquidation) | Panama | | 100,00% | 100,00% |
| DEPOT AND COORDINATION CO S.A (under liquidation) | Panama | | 100,00% | 100,00% |
| INTERNATIONAL MEDITERRANEAN SHIPPING S.A. (under liquidation) | Luxemburg | | 100,00% | 100,00% |
| INTERNATIONAL FLAG (inactive) | Egypt | | 95,50% | 95,50% |

16. INVESTMENTS IN ASSOCIATES AND SUBSIDIARIES - Continued

By virtue of Ministry of Development decision no.K2-12835/13/10/2005 in conjunction with registration into the Athens Prefecture Public Companies Registry with reg.no. EM-20139/20/10/2005 EMMY BUILDING SA was merged with AGET HERACLES on 30/10/2005, by way of absorption of the former by the latter, and stricken from the Prefecture's Public Companies Registry. The merger was retroactively effective as of 1/5/2005.

By virtue of the relevant Ministry of Mercantile Marine decisions, the liquidation procedures of the following companies were completed, and said companies were stricken from the Shipping Companies Registry:

| Company | Reg. No. |
|-------------------------|----------------|
| PONTOPOROS SOC. NAV. | 3151.1/847/01 |
| VOLOS SOC. NAV. | 3151.1/1297/01 |
| PROTOPOROS SOC. NAV. | 3151.1/1081/01 |
| THALASSOPOROS SOC. NAV. | 3151.1/678/01 |
| PHAETHON SOC. NAV. | 3151.1/1528/01 |
| POSEIDON II SOC. NAV. | 3151.1/1449/01 |

Companies consolidated using the equity method

| Name of Associate | Registered Office | Direct participation | Indirect participation |
|--|--------------------------|----------------------|------------------------|
| HELACEM S.A.(under liquidation) | Switzerland | 50,00% | |
| METROPILITAN AUTOMOBILE ENTERPRISES S.A. | Greece, Athens | 45,97% | |
| MIHALIS KATSIMBRIS SA | Greece, Heraclion, Crete | | 26,50% |
| MARATHOS QUARRIES S.A. | Greece, Heraclion, Crete | | 40,00% |

16. INVESTMENTS IN ASSOCIATES AND SUBSIDIARIES - Continued

Company's investment in subsidiaries and associates is as follows:

Amounts in € thousand COMPANY

| | | 31/12/2005 | | 31/12/2004 | | | |
|-----------------------------------|---------------------|----------------------|-----------|---------------------|----------------------|-----------|--|
| | Acquisition Cost | Impairment provision | Net value | Acquisition Cost | Impairment provision | Net value | |
| LAFARGE BETON S.A. | 34.027 | (27.078) | 6.949 | 33.715 | (21.875) | 11.840 | |
| EVIESK S.A. | 1.428 | (1.428) | 0 | 1.315 | (1.266) | 49 | |
| LAVA S.A. | 1.805 | 0 | 1.805 | 0 | 0 | 0 | |
| AMPER S.A. | 192 | (192) | 0 | 0 | 0 | 0 | |
| EMMY BUILDING S.A. | 0 | 0 | 0 | 5.368 | 0 | 5.368 | |
| EKET LTD. | 216 | 0 | 216 | 216 | 0 | 216 | |
| HERACLES MARITIME CO. | 5.544 | 0 | 5.544 | 5.544 | 0 | 5.544 | |
| ALEXANDRIA SILO INVESTMENT | | | | | | | |
| COMPANY S.A. | 458 | (458) | 0 | 458 | (458) | 0 | |
| HERMES COMPANIA NAVIERA S.A. | 1.930 | (1.930) | 0 | 1.930 | (1.930) | 0 | |
| PORT SAID SILO INVESTMENT COMPANY | | | | | | | |
| S.A. | 536 | (536) | 0 | 536 | (536) | 0 | |
| FINDA TRANSPORTS S.A. | 756 | (756) | 0 | 756 | (756) | 0 | |
| HALKIS CEMENT INTERNATIONAL S.A. | 385 | (385) | 0 | 385 | (385) | 0 | |
| HELACEM S.A. | 260 | (260) | 0 | 260 | (260) | 0 | |
| METROPILITAN AUTOMOBILE | | | | | | | |
| ENTERPRISES S.A. | 1.277 | (15) | 1.262 | 1.277 | (15) | 1.262 | |
| MIHALIS KATSIMBRIS SA | 0 | 0 | 0 | 0 | 0 | 0 | |
| MARATHOS QUARRIES S.A. | 0 | 0 | 0 | 0 | 0 | 0 | |
| Total | 48.814 | (33.038) | 15.776 | 51.760 | (27.481) | 24.279 | |

Group investment in associates is as follows:

| 04 |
|-----|
| |
| 53 |
| |
| 202 |
| 403 |
| 0 |
| 658 |
| |

Total Assets and Liabilities of companies equity accounted in the group accounts, according to the most recent available unaudited Balance Sheets thereof as of 31/12/2004 is as follows:

Amounts in € thousand

| | 31/12/2004 |
|-------------------|------------|
| Total Assets | 6.270 |
| Total Liabilities | 2.152 |
| Total Equity | 4.118 |
| | |
| Group Share | 1.590 |

17. OTHER INVESTMENTS

Other investments include companies not included in the consolidation, either because they are insignificant, or because they are under liquidation. Available-for-sale investments are also included.

Amounts in € thousand

| | | GROUP | | COMPANY | | |
|--|-------------------|------------|------------|------------|------------|--|
| _ | Share- holding | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 | |
| ARMSTOCK CORP. SA S.A. | 40% | 192 | 192 | 0 | 0 | |
| EQUITABLE MARINE TRANSPORT S.A. | 18% | 42 | 42 | 0 | 0 | |
| MIDDLE EAST CEMENT HANDLING SOC. NAV. S.A. | 50% | 293 | 293 | 6 | 6 | |
| PROVISION FOR IMPAIRMENT | | (527) | (527) | (6) | (6) | |
| | | 0 | 0 | 0 | 0 | |
| OTHER AVAILABLE FOR SALE INVESTMENTS | | 128 | 131 | 104 | 55 | |
| Total | | 128 | 131 | 104 | 55 | |

18. OTHER LONG-TERM RECEIVABLES

Other long-term receivables comprise:

| Amounts in € thousand | GR | OUP | СОМ | PANY |
|---|------------|------------|------------|------------|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 |
| Present value of intra-company receivable notes with long-term maturity | . 0 | 0 | 3.731 | 3.805 |
| Present value of pre-paid rents | 3.731 | 3.805 | 0 | 0 |
| Guarantee deposits (PPC, rents etc) | 1.711 | 2.802 | 1.519 | 2.537 |
| Long-term post dated cheques | 1.031 | 254 | 1.031 | 254 |
| Other non-current receivables | 269 | 755 | 0 | 176 |
| Total | 6.742 | 7.616 | 6.281 | 6.772 |

19. INVENTORIES

Group and Company inventory comprise:

Amounts in € thousand

| | GROUP | | | COMPANY | | | | |
|----------------------------------|---------|--------|---------|---------|---------|--------|---------|--------|
| | 31/12/2 | 2005 | 31/12/ | 2004 | 31/12/ | 2005 | 31/12/ | 2004 |
| Merchandise | | 464 | | 447 | | 309 | | 315 |
| Finished and semi-finished goods | 19.527 | | 17.924 | | 16.642 | | 15.782 | |
| Less: Obsolescence provision | (1.026) | 18.501 | (652) | 17.272 | (1.013) | 15.629 | (648) | 15.134 |
| Raw & aux. materials | 9.221 | | 11.558 | | 7.368 | | 9.136 | |
| Less: Obsolescence provision | (548) | 8.673 | (961) | 10.597 | (209) | 7.159 | (449) | 8.687 |
| Spare parts | 36.859 | | 32.685 | | 36.834 | | 32.460 | |
| Less: Obsolescence provision | (6.486) | 30.373 | (6.655) | 26.030 | (6.478) | 30.356 | (6.478) | 25.982 |
| Consumables | | 20.016 | | 9.026 | | 19.997 | | 9.008 |
| Total | - | 78.027 | , | 63.372 | , | 73.450 | | 59.126 |

20. TRADE AND OTHER CURRENT RECEIVABLES

Group and Company trade and other current receivables comprise:

| Amounts in € thousand | GROUP | | COMP | PANY |
|---|------------|------------|------------|------------|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 |
| Trade debtors-third parties | 198.227 | 179.393 | 144.682 | 134.896 |
| Heracles Group Companies | 0 | 0 | 18.659 | 15.808 |
| · | 198.227 | 179.393 | 163.341 | 150.704 |
| Provision for doubtful receivables. | (40.874) | (38.130) | (38.712) | (36.056) |
| | 157.353 | 141.263 | 124.629 | 114.648 |
| Other third party debtors | 27.565 | 27.671 | 19.691 | 16.192 |
| Provision for doubtful debtors. | (19.359) | (20.093) | (14.887) | (13.584) |
| | 8.206 | 7.578 | 4.804 | 2.608 |
| Total trade and other current receivables | 165.559 | 148.841 | 129.433 | 117.256 |

In 2005, the average credit period offered to Parent Company customers on sales of goods was 72 days (69 days in 2004).

20. TRADE AND OTHER CURRENT RECEIVABLES-Continued

The provision reflects Management's best possible estimate for the collectibility of the above receivables and was determined in accordance with the Lafarge Group policy and based on past loss experience and current market condition estimates.

The directors consider that the carrying amount of trade and other receivables approximates their fair value.

Credit risk

The Group's principal financial assets subject to credit risk are trade and other current receivables. The amounts presented in the balance sheet are net of allowances for estimated irrecoverable amounts.

21. CASH, CASH EQUIVALENTS AND BANK BORROWINGS

Cash and Cash Equivalents

Cash and cash equivalents comprise Group and Company cash on hand, short-term deposits with initial term of 1 month or less and Company term deposits with an average interest rate of 2.33% for 2005 (2004: 2,02%).

The directors consider that the carrying amount of cash and cash equivalents approximates their fair value.

Bank Borrowings

The Group has bank loans and overdrafts with average interest rate of 2.55% in 2005 (2004: 3,29%). All bank loans are denominated in Euro.

The highest loan amounting to €31.000 thousand has been concluded by a subsidiary company.

22. PROVISIONS FOR STAFF RETIREMENT COMPENSATION

According to Law 2112/20, Group Companies are obliged to compensate retiring staff. There are no other post-retirement benefits.

To calculate the Group's obligation towards its staff regarding future payments of staff retirement benefits based on the prior service period, independent actuaries perform an actuarial valuation.

The actuarial valuation measures such obligation which is then presented on the financial statements date, based on the anticipated accrued right to be paid for each employee. The amount of accrued benefit is discounted to its present value based on expected payment date.

The most recent actuarial valuation of Group staff retirement compensation, was conducted by independent actuaries, based 31 December 2005 data. The present value of the defined benefit obligation and relevant costs of current and past services, were calculated using the projected unit credit method, as stipulated in IAS 19.

Main assumptions used by actuaries:

| | GRO | UP | COMP | | |
|------------------------------------|------------|------------|------------|------------|--------|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 | |
| Discount rate | 4,20% | 5,10% | 4,20% | 5,10% | annual |
| Increase rate of basic salary | 4,00% | 4,00% | 4,00% | 4,00% | annual |
| Increase rate of staff benefits | 2,00% | 2,00% | 2,00% | 2,00% | annual |
| Inflation rate | 2,50% | 2,50% | 2,50% | 2,50% | annual |
| Average anticipated future service | 8,75 | 9,18 | 8,43 | 8,89 | |

Mortality possibility according to Swiss table EVK00 Incapacity possibility according to 50% of the Swiss mortality table EVK00

22. PROVISIONS FOR STAFF RETIREMENT COMPENSATION-Continued

The staff retirement compensation provision is as follows:

| | GROUP | | COMPANY | | |
|--|------------|------------|---------------|------------|--|
| Amounts in € thousand | | | | | |
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 | |
| Current value of unfunded obligations | 103.543 | 93.263 | 89.105 | 79.939 | |
| Effect of acquisition of company by subsidiary | 120 | 0 | 0 | 0 | |
| Effect of integration of merged subsidiary | 0 | 0 | 127 | 0 | |
| Unrecognised actuarial losses | (15.452) | (7.443) | (13.317) | (6.460) | |
| Unrecognised past service cost | (403) | (467) | (390) | (389) | |
| Net liability recognised in the balance sheet | 87.808 | 85.353 | 75.525 | 73.090 | |
| Breakdown of charge in the income statement | | | | | |
| Current service cost | 4.229 | 3.843 | 3.551 | 3.179 | |
| Interest on obligation | 4.578 | 4.510 | 3.919 | 3.803 | |
| Partial recognition of transitional liability | 4.578 | 4.510 | 0.919 | 0.000 | |
| Partial recognition of actuarial loss / (profit) | | | | _ | |
| | 1 | 0 | 0 | 0 | |
| Partial recognition of past service cost | 64 | 0.050 | 7. 533 | 6.982 | |
| Normal expense in the income statement | 8.872 | 8.353 | | | |
| Other additional expense / (income) | 1.662 | 1.909 | 1.122 | 1.202 | |
| Direct recognition of cost from staff transfers between Group companies and due to sale of activities | 0 | 712 | 0 | 709 | |
| (Profit from reduction due to staff transfers) | 0 | (786) | 0 | (2) | |
| Total expense in the income statement | 10.534 | 10.188 | 8.655 | 8.891 | |
| | | | | | |
| Changes in net liability recognised in the balance sheet | | | | | |
| Opening defined benefit obligation | 85.353 | 80.501 | 73.090 | 67.990 | |
| Obligation acquired on acquisition of company by subsidiary | 120 | 0 | 0 | 0 | |
| Obligtion acquired on integration of merged subsidiary | 0 | 0 | 37 | 0 | |
| Employer contributions | 0 | 0 | 0 | 0 | |
| Benefits paid directly by employer | (8.199) | (5.336) | (6.257) | (3.791) | |
| Total expenditure recognised in income statement | 10.534 | 10.188 | 8.655 | 8.891 | |
| End of year defined benefit obligation | 87.808 | 85.353 | 75.525 | 73.090 | |
| Deceledation of about a in the present value of abligation | | | | | |
| Breakdown of change in the present value of obligation Present value of opening defined benefit obligation | 93.263 | 80.501 | 79.939 | 67.990 | |
| Obligation acquired on acquisition of company by subsidiary | 120 | 0 | 0 | 0 | |
| Obligation acquired on integration of merged subsidiary | 0 | 0 | 107 | 0 | |
| Current service cost | 4.229 | 3.843 | 3.551 | 3.179 | |
| Interest cost | 4.578 | 4.510 | 3.919 | 3.803 | |
| Employee contributions | 4.570 | 4.510 | 0.519 | 0.000 | |
| Benefits paid by employer | (8.199) | (5.336) | (6.257) | (3.791) | |
| Expenses | , , | , | , , | (3.791) | |
| Additional payments or expenses / (income) | 0 1.499 | 0 1.909 | 0 1.029 | 1.202 | |
| · · · · · · · · · · · · · · · · · · · | 1.499 | 1.909 | 1.029 | 1.202 | |
| Direct recognition of cost from staff transfers between Group companies and due to sale of activities | 0 | 710 | 0 | 700 | |
| | 0 | 712 | 0 | 709 | |
| (Profit from reduction due to staff transfers) | 0 | (786) | 0 | (2) | |
| Previous service cost for the period | 0 | 467 | 0 | 389 | |
| Actuarial loss / (profit) | 8.173 | 7.443 | 6.944 | 6.460 | |
| Present value of closing defined benefit obligation | 103.663 | 93.263 | 89.232 | 79.939 | |
| Included in current liabilities | 9.676 | 6.535 | 8.846 | 5.135 | |
| Included in non-current liabilities | 78.132 | 78.818 | 66.679 | 67.955 | |
| Total | 87.808 | 85.353 | 75.525 | 73.090 | |
| | | | | | |

23. OTHER NON-CURRENT AND CURRENT PROVISIONS

| GROUP | Provision for quarry restoration expenses | Provision for real estate court cases | Provision for pending court cases | Provision for costs for labour law compliance | Other provisions | Total |
|--|---|---------------------------------------|-----------------------------------|---|------------------|---------|
| Amounts in € thousand | | | | | | |
| 1 January 2004. | 5.710 | 0 | 688 | 586 | 2.137 | 9.121 |
| Increase inl provision | 47 | 0 | 8 | 300 | 279 | 634 |
| Provision utilised | 0 | 0 | 0 | 0 | (637) | (637) |
| 31 st December 2004 | 5.757 | 0 | 696 | 886 | 1.779 | 9.118 |
| Included in current liabilities | 605 | 0 | 0 | 0 | 0 | 605 |
| Included in non-current liabilities | 5.152 | 0 | 696 | 886 | 1.779 | 8.513 |
| 31 st December 2004 | 5.757 | 0 | 696 | 886 | 1.779 | 9.118 |
| Increase in provision | 61 | 1.621 | 348 | 203 | 187 | 2.420 |
| Acquisition of Subsidiary | 0 | 0 | 34 | 0 | 0 | 34 |
| Provision utilised | (730) | 0 | (378) | (586) | (510) | (2.204) |
| Transfers to assets | | 0 | | | (663) | (663) |
| 31 st December 2005 | 5.088 | 1.621 | 700 | 503 | 793 | 8.705 |
| Included in current liabilities | 1.128 | 0 | 130 | 0 | 0 | 1.258 |
| Included in non-current liabilities | 3.960 | 1.621 | 570 | 503 | 793 | 7.447 |
| 31st December 2005 | 5.088 | 1.621 | 700 | 503 | 793 | 8.705 |

The provision for quarry restoration expenses is based on the international experience of Lafarge Group, the AGET Heracles Group being part thereof, and covers the estimated restoration expenses up to the date the provision was formed, plus the estimated cost to dismantle and remove any fixed assets in the area.

The provision for real estate court cases relates to the estimated cost for resolution of differences mostly concerning designation of Company real estate as forests, coasts, archaeological sites, etc., and various claims made by the Greek State and various third parties, that are addressed through legal channels.

The provision for pending court cases concerns actions filed against the Group with total amount of €3,886 thousand, for which the estimated eventual loss is €700 thousand.

The provision for costs for compliance with labour legislation, relate to the current estimate of the labour disputes resolution cost.

23. OTHER NON-CURRENT AND CURRENT PROVISIONS-Continued

| COMPANY | Provision for quarry restoration expenses | Provision for real estate court cases | Provision for pending court cases | Provision for costs for labour law compliance | Provision for losses of subsidiaries | Other provisions | Total |
|-------------------------------------|---|---------------------------------------|-----------------------------------|---|--------------------------------------|------------------|---------|
| Amounts in € thousand | | | | | | | |
| 1 January 2004. | 4.569 | 0 | 688 | 586 | 0 | 435 | 6.278 |
| Increase in provision | 0 | 0 | 8 | 300 | 0 | 0 | 308 |
| 31st December 2004 | 4.569 | 0 | 696 | 886 | 0 | 435 | 6.586 |
| | | | | | | | |
| Included in current liabilities | 605 | 0 | 0 | 0 | 0 | 0 | 605 |
| Included in non-current liabilities | 3.964 | 0 | 696 | 886 | 0 | 435 | 5.981 |
| 31st December 2004 | 4.569 | 0 | 696 | 886 | 0 | 435 | 6.586 |
| Integration of merged | | | | | | | |
| subsidiary | 0 | 0 | 0 | 0 | 1.214 | 0 | 1.214 |
| Increase in provision | 0 | 1.621 | 0 | 203 | 1.630 | 140 | 3.594 |
| Provision utilised | (691) | 0 | (344) | (586) | 0 | (435) | (2.056) |
| 31st December 2005 | 3.878 | 1.621 | 352 | 503 | 2.844 | 140 | 9.338 |
| Included in current liabilities | 1.017 | 0 | 0 | 0 | 0 | 0 | 1.017 |
| Included in non-current liabilities | 2.861 | 1.621 | 352 | 503 | 2.844 | 140 | 8.321 |
| 31st December 2005 | 3.878 | 1.621 | 352 | 503 | 2.844 | 140 | 9.338 |
| | | | | | | | |

The provision for quarry restoration expenses is based on the international experience of Lafarge Group, the AGET Heracles Group being part thereof, and covers the estimated restoration expenses up to the date the provision was formed, plus the estimated cost to dismantle and remove any fixed assets in the area.

The provision for real estate court cases relates to the estimated cost for resolution of differences mostly concerning designation of Company real estate as forests, coasts, archaeological sites, etc., and various claims made by the Greek State and various third parties, that are addressed through legal channels.

The provision for pending court cases concerns actions filed against the Group with total amount of €2,471 thousand, for which the estimated eventual loss amounts to €352 thousand.

The provision for expenses intended for conformity with labour legislation, concerns the current assessment of the labour disputes resolution cost.

The provision for subsidiaries losses relate to recognition by the Company of subsidiary accumulated losses over and above the provision for loss of capital.

24. DEFERRED TAX ASSETS AND LIABILITIES

The following are the major deferred tax assets and liabilities recognised by the Group and movements thereon during the current and prior reporting period:

Amounts in € thousand

GROUP

| | | | | | | Acquisition of | | |
|---|-----------|--------|--------------|------------|--------|----------------|--------------|------------|
| Deferred taxation from: | 1/1/2004 | Equity | Year results | 31/12/2004 | Equity | Subsidiary | Year results | 31/12/2005 |
| Impact from valuation of tangible assets to their fair value and | | | | | | | | |
| adjustment of depreciation due to use of respective estimated | | | | | | | | |
| useful life assessment. | (156.993) | 0 | 55.133 | (101.860) | 0 | (1.783) | 71.740 | (31.903) |
| Adjustment to inventory cost due to depreciation based on | | | | | | | | |
| estimated useful life of asser. | 0 | 0 | (200) | (200) | 0 | 0 | (12) | (212) |
| Write-off of Intanginle assets with no future useful life, in | | | | | | | | |
| accordance with IFRS 38 | 542 | 0 | (332) | 210 | 0 | (2) | (103) | 105 |
| Adjustment of provisions for staff compensation for non taken paid | | | | | | | | |
| leave | 613 | 0 | (15) | 598 | 0 | 0 | 29 | 627 |
| Adjustment of period value of prepaid rental to present value | 4 000 | • | (440) | 070 | 0 | 2 | (0.5) | 504 |
| Adjustment of nominal value of prepaid rental to present value | 1.089 | 0 | (410) | 679 | 0 | 0 | (95) | 584 |
| Adjustment of provision for quarry restoration expenses | 1.808 | 0 | (440) | 1.368 | 0 | 0 | (131) | 1.237 |
| Transfer of prior years' tax losses | 2.157 | 0 | (523) | 1.634 | 0 | 0 | (1.634) | 0 |
| Provision for doubtful receivables. | 5.682 | 0 | 546 | 6.228 | 0 | 22 | 1.787 | 8.037 |
| Write-off of unused exports expenses reserve | (840) | 0 | 329 | (511) | 0 | 0 | 27 | (484) |
| Revision of assumptions for the calculation of provisions for staff | (0.10) | Ü | 020 | (011) | Ū | · · | _, | (101) |
| retirement compensation | 28.192 | 0 | (6.854) | 21.338 | 0 | 30 | 584 | 21.952 |
| ' | | | () | | | | | |
| Provisions for a bad debt from the Bank of Greece regarding the | | | | | | | | |
| recovery of penal clauses on foreign exchange regulations | 2.040 | 0 | (583) | 1.457 | 0 | 0 | 0 | 1.457 |
| Provision for receivable from the Business Restructuring | | | | | | | | |
| Organisation | 3.405 | 0 | (968) | 2.437 | 0 | 0 | (301) | 2.136 |
| Recognition of financial derivatives | 0 | 10 | 0 | 10 | 596 | 0 | 26 | 632 |
| Other | 3.871 | 0 | (651) | 3.220 | 0 | 106 | 337 | 3.663 |
| Total | (108.434) | 10 | 45.032 | (63.392) | 596 | (1.627) | 72.254 | 7.831 |
| | | | | | | | | |

24. DEFERRED TAX ASSETS AND LIABILITIES-Continued

Amounts in € thousand

COMPANY

| | | | | | | Merger of | | |
|---|-----------|--------|--------------|------------|--------|------------|--------------|------------|
| Deferred taxation from: | 1/1/2004 | Equity | Year results | 31/12/2004 | Equity | Subsidiary | Year results | 31/12/2005 |
| Impact from valuation of tangible assets to their fair value and | | | | | | | | |
| adjustment of depreciation due to use of respective estimated | | | | | | | | |
| useful life assessment. | (155.638) | 0 | 54.746 | (100.892) | 0 | 0 | 71.915 | (28.977) |
| Adjustment to inventory cost due to depreciation based on | | | | | | | | |
| estimated useful life of asser. | 0 | 0 | (200) | (200) | 0 | 0 | (12) | (212) |
| Write-off of Intanginle assets with no future useful life, in | | | | | | | | |
| accordance with IFRS 38 | 326 | 0 | (177) | 149 | 0 | 0 | (77) | 72 |
| Adjustment of provisions for staff compensation for non taken paid | | | | | | | | |
| leave | 404 | 0 | 14 | 418 | 0 | 3 | 32 | 453 |
| Adjustment of naminal value of propoid rental to prepart, value | 1 000 | 0 | (440) | 670 | 0 | 0 | (00) | 500 |
| Adjustment of nominal value of prepaid rental to present value | 1.089 | 0 | (410) | 679 | 0 | 0 | (96) | 583 |
| Adjustment of provision for quarry restoration expenses | 1.541 | 0 | (441) | 1.100 | 0 | 0 | (130) | 970 |
| Transfer of prior years' tax losses | 0 | 0 | 0 | 0 | 0 | 1.421 | (1.421) | 0 |
| Provision for doubtful receivables. | 5.147 | 0 | 203 | 5.350 | 0 | 0 | 1.796 | 7.146 |
| Write-off of unused exports expenses reserve | (734) | 0 | 278 | (456) | 0 | 0 | 26 | (430) |
| Revision of assumptions for the calculation of provisions for staff | | | | | | | | |
| retirement compensation | 24.098 | 0 | (5.825) | 18.273 | 0 | 10 | 598 | 18.881 |
| Provisions for a bad debt from the Bank of Greece regarding the | | | | | | | | |
| recovery of penal clauses on foreign exchange regulations | 2.040 | 0 | (583) | 1.457 | 0 | 0 | 0 | 1.457 |
| Provision for receivable from the Business Restructuring | | - | () | | • | - | _ | |
| Organisation | 2.045 | 0 | (585) | 1.460 | 0 | 81 | 0 | 1.541 |
| Recognition of financial derivatives | 0 | 10 | 0 | 10 | 596 | 0 | 26 | 632 |
| Other | 3.459 | 0 | (350) | 3.109 | 0 | 0 | 384 | 3.493 |
| Total | (116.223) | 10 | 46.670 | (69.543) | 596 | 1.515 | 73.041 | 5.609 |
| | , -, | _ | | , / | | | | |

24. DEFERRED TAX ASSETS AND LIABILITIES-Continued

Certain deferred tax assets and liabilities have been offset. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes:

Amounts in € thousand

| | GRO | GROUP | | PANY |
|--------------------------|------------|------------|------------|------------|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 |
| Deferred tax assets | 9.428 | 6.151 | 5.609 | 0 |
| Deferred tax liabilities | (1.597) | (69.543) | 0 | (69.543) |
| Total | 7.831 | (63.392) | 5.609 | (69.543) |

On 31 December 2005, Group companies had unused carried tax losses of €3,084 thousand. The Group has not recognised a deferred taxation asset in respect of these tax losses as Management estimate I that they cannot be used in the future.

During the current year, the Company revalued its property for tax purposes to fair value as at 31/12/2005, based on the provisions of Law 3229/2004 and Law 3296/2004. Total net revaluation surplus amounted to €266,308 thousand and the relevant tax was €16.238 thousand. The above mentioned increase in the value of property in statutory books resulted in a reversal of deferred tax liability of €66,577 thousand, due to the above change in the tax basis of immovable I property.

25. SUPPLIERS AND OTHER CREDITORS

Suppliers and other creditors break down as follows:

| Amounts in € thousand | GRO | UP | COMPANY | | |
|--|------------|------------|------------|------------|--|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 | |
| Suppliers excluding intra-company balances | 63.656 | 47.880 | 49.244 | 36.076 | |
| Heracles Group Companies | 0 | 0 | 7.082 | 8.196 | |
| | 63.656 | 47.880 | 56.326 | 44.272 | |
| Other creditors excluding intra-company balances | 21.055 | 20.346 | 15.766 | 13.726 | |
| Total suppliers and other creditors | 84.711 | 68.226 | 72.092 | 57.998 | |

Suppliers and other creditors mostly relate to purchases of raw materials, fuel and consumables, as well as various operating costs. In 2005, the average credit period for the Company's operating purchases was 50 days (41 days in 2004).

Group and Company directors consider the carrying amount of trade payables approximates their fair value.

26. OBLIGATIONS UNDER FINANCE LEASES

ATLAS SA, which was acquired in the current year, leases all its equipment under finance leases. The average lease term ranges between 3 to 4 years. For the period ended 31 December 2005, the actual average interest rate amounted to 4.7% (31/12/2004: 5,3 %). Interest rates are fixed on the contract date. All leases are on a fixed repayment basis and there are no contingent rental payments.

| Amounts in € thousand | Minimum payments 31/12/2005 | Present value of minimum payments 31/12/2005 |
|---|--------------------------------|--|
| Amounts payable: | | |
| Within one year | 158 | 148 |
| Within two to five years | 144 | 140 |
| | 302 | 288 |
| Less: Unearned interest expense | (14) | |
| Present value of finance lease liabilities | 288 | 288 |
| Less: Amounts payable within the year (showing in | | |
| current obligations) | | (148) |
| Non-current obligations under finance leases | | 140 |

All lease obligations are denominated in Euro.

The directors consider that the fair value of the Group's lease obligations approximate their carrying amount.

The Group's obligations under finance leases are secured through title retention by the lessor, for each item.

27. DERIVATIVE FINANCIAL INSTRUMENTS

GROUP AND COMPANY

| 31/12 | 31/12/2004 | | |
|--------|-------------|---|---|
| Assets | Liabilities | Assets | Liabilities |
| 0 | 0 | 0 | (32) |
| 0 | (2.177) | 0 | 0 |
| 0 | (2.177) | 0 | (32) |
| | | | |
| 0 | 0 | 0 | 0 |
| 0 | (2.177) | 0 | (32) |
| 0 | (2.177) | 0 | (32) |
| | 0 0 0 | 0 0 0 (2.177) 0 (2.177) 0 0 0 0 (2.177) | Assets Liabilities Assets 0 0 0 0 (2.177) 0 0 (2.177) 0 0 0 0 0 (2.177) 0 |

Forward Foreign Exchange Contracts

The Group utilises forward foreign exchange contracts, through the Lafarge Group, to hedge its risks with foreign currency fluctuations relating to certain specific commitments or forecasted transactions.

On 31 December 2005 there were no open forward foreign exchange contracts (31/12/2004: €32 thousand). The balance as at 31/12/2004 is based on the market prices of the respective derivatives on the balance sheet date.

Changes in the fair value of forward foreign exchange contracts are recognised in the income statement as they arise, as they do not qualify for hedge accounting.

Commodity Forward Contracts

The Group uses commodity forward contracts, mostly fuel and marine freight, through the Lafarge Group, to hedge against risks relating to certain specific commitments or forecasted transactions.

On 31 December 2005 the fair value of commodity forward contracts amounts to an obligation of €2,177 thousand (31.12.2004: €0 thousand). Amounts are based on the market prices of the respective derivatives on the balance sheet date.

Changes in the fair value of commodity derivative contracts that are designated and effective as hedges of risks are recognised directly in equity and the ineffective portion is recognised immediately in the income statement.

28. DIVIDENDS

According to Greek legislation, each year undertakings are obliged to allocate dividend, corresponding to at least 35% of profit after taxes, less legal reserves, or a minimum of 6% of the paid-in capital, whichever is higher. The Company need not distribute any dividend if all shareholders so agree.

At the end of each year, Management proposes the dividend amount, which is then subject to approval from the General Shareholders Meeting.

The dividend paid during the current year from the previous year's profit (1/1 - 31/12/2004), after approval of the General Shareholders Meeting of 11/6/2005, amounted to €28,433 thousand (€0.40 per share).

The proposed dividend for year 1/1-31/12/2005 amounts to €67,528 thousand (€0.95 per share), and is subject to the approval of the General Shareholders' Meeting that will convene on 30 June 2006.

The dividend payable is recognised as liability at the time of approval by the General Shareholders Meeting.

29. SHARE CAPITAL

| Amounts in € thousand | | |
|----------------------------------|------------|------------|
| | 31/12/2005 | 31/12/2004 |
| | | |
| Approved, issued and fully paid: | | |
| 71,082,707 shares of € 1.54 | 109.467 | 109.467 |

The Company has one class of ordinary shares which carry no right to fixed income.

30. SHARE PREMIUM

| Amounts in € thousand | | |
|-----------------------|------------|------------|
| | 31/12/2005 | 31/12/2004 |
| | <u> </u> | |
| Share premium | 1.279 | 1.279 |

31. TREASURY SHARES

Total treasury shares related to shares in the parent company held by other Group companies totalling €115 thousand. All these shares were sold in the first half of 2005 and the resulting profit of €431 thousand was recognised directly in the Group's equity, pursuant to IAS 32.

32. RESERVES

Movements in Group reserves appear in the tables below:

GROUP

Amounts in € thousand

| | 1/1/2004 | Additions/(Re ductions) | 31/12/2004 | Additions/(Reductions) | 31/12/2005 |
|------------------------|----------|-------------------------|------------|------------------------|------------|
| Statutory Reserve | 17.120 | 3.696 | 20.816 | 3.344 | 24.160 |
| Special Reserves | 8.699 | (2.343) | 6.356 | 0 | 6.356 |
| Extraordinary Reserves | 37.975 | 132 | 38.107 | 50.880 | 88.987 |
| Tax-free Reserves | 73.124 | 13.025 | 86.149 | 8.016 | 94.165 |
| | 136.918 | 14.510 | 151.428 | 62.240 | 213.668 |

The above table does not include the proposed allocation from 2005 profits, amounting to €3,260 thousand to the statutory reserve, and €12,072 thousand to the tax-free reserve of Law 3299/04, which will be recognised upon approval from the ordinary General Shareholders Meeting.

COMPANY

Amounts in € thousand

| | 1/1/2004 | Additions/(Re ductions) | 31/12/2004 | Integration of merged subsidiary | Additions/(Re ductions) | 31/12/2005 |
|------------------------|----------|-------------------------|------------|----------------------------------|-------------------------|------------|
| Statutory Reserve | 13.848 | 3.526 | 17.374 | 320 | 3.262 | 20.956 |
| Special Reserves | 6.019 | 0 | 6.019 | 11 | 0 | 6.030 |
| Extraordinary Reserves | 26.058 | 0 | 26.058 | 12 | 50.808 | 76.878 |
| Tax-free Reserves | 64.534 | 13.000 | 77.534 | 1.911 | 8.000 | 87.445 |
| | 110.459 | 16.526 | 126.985 | 2.254 | 62.070 | 191.309 |

The above table does not include the proposed allocation from 2005 profits, amounting to €3,260 thousand to the statutory reserve, and €12,072 thousand to the tax-free reserve of Law 3299/04, and shall be recognised upon approval by the ordinary General Shareholders Meeting.

32. RESERVES - Continued

Statutory Reserve

According to Greek legislation, each year entities must transfer 5% of their profit after taxes to the statutory reserve, until said statutory reserve equals 331/3% of the share capital. Said reserve may not be distributed, but can be used to absorb losses.

Special Reserves

These are special reserves of varied origin, such as taxed accounting differences, differences from conversion of capital from Drachma to Euro, and others, each handled differently. The bulk thereof relates to Special Reserve under article 23A of Law 2892/92 created in 1996 and 1997, which can be distributed ten years after it was created without any tax burden.

Extraordinary Reserves

Extraordinary reserves comprise previous years' taxed profit carried forward and can be distributed to the Company's shareholders without further taxation, by way of a General Meeting decision.

Tax-Free Reserves

Movements of tax free reserves appear below:

Amounts in € thousand

GROUP

| | 31/12/2004 | Distribution | 31/12/2005 |
|----------------------------------|------------|--------------|------------|
| Tax incentive law 2601/98 | 28.594 | 8.000 | 36.594 |
| Tax incentive law 1892/90 | 27.842 | 0 | 27.842 |
| Tax incentive law 1828/89 | 19.207 | 0 | 19.207 |
| Tax incentive law 1262/82 | 3.172 | 0 | 3.172 |
| Article 9, Law 2190/20 Committee | 1.614 | 0 | 1.614 |
| Tax incentive law 1078/71 | 1.613 | 0 | 1.613 |
| Law 2238/94, article 34 para. 5 | 974 | 0 | 974 |
| Tax incentive law 289/76 | 928 | 0 | 928 |
| Tax incentive law 607/68 | 729 | 0 | 729 |
| Tax incentive law 4002/59 | 210 | 0 | 210 |
| Tax incentive law 147/67 | 178 | 0 | 178 |
| Other tax-free reserves | 1.088 | 16 | 1.104 |
| Total | 86.149 | 8.016 | 94.165 |

32. RESERVES - Continued

Tax-Free Reserves - Continued

Amounts in € thousand

COMPANY

| | | | Integration of merged subsidiary | |
|----------------------------------|------------|--------------|-------------------------------------|------------|
| | 31/12/2004 | Distribution | | 31/12/2005 |
| Tax incentive law 2601/98 | 28.594 | 8.000 | 0 | 36.594 |
| Tax incentive law 1892/90 | 25.980 | 0 | 0 | 25.980 |
| Tax incentive law 1828/89 | 17.744 | 0 | 0 | 17.744 |
| Tax incentive law 1262/82 | 2.436 | 0 | 0 | 2.436 |
| Article 9, Law 2190/20 Committee | 0 | 0 | 1.614 | 1.614 |
| Tax incentive law 1078/71 | 1.345 | 0 | 0 | 1.345 |
| Tax incentive law 607/68 | 729 | 0 | 0 | 729 |
| Tax incentive law 4002/59 | 210 | 0 | 0 | 210 |
| Tax incentive law 147/67 | 161 | 0 | 0 | 161 |
| Other tax-free reserves | 335 | 0 | 297 | 632 |
| Total | 77.534 | 8.000 | 1.911 | 87.445 |

These are tax-free reserves created due to qualifying productive investments. All tax-free reserves stipulated in tax incentive laws, excluding that of Law 1828/89, can be capitalised with 5% taxation for the Parent Company and 10% for Group subsidiaries, or distributed on payment of the tax rate in force at the time of distribution. There is no time restriction for distribution.

The tax-free reserve of Law 1828/89 is capitalised to share capital, within three years of its creation, , and is not subject to income tax.

33. ACQUISITION OF COMPANY BY A SUBSIDIARY

Cash and deposits of acquired subsidiary

On 20 April 2005, the Group, via its subsidiary Lafarge Beton S.A., acquired 100% of the issued share capital of ATLAS SA, for a cash consideration of €12,798 thousand. This acquisition has been accounted for at cost, as follows:

| Amounts in € thousand | | Restatement to | |
|---|------------|----------------|------------|
| | Book value | fair value | Fair value |
| Equity obtained: | | | |
| Intangible & Tangible Assets | 1.721 | 7.138 | 8.859 |
| Other non-current receivables | 14 | 0 | 14 |
| Inventories | 308 | 0 | 308 |
| Trade and other current receivables | 3.619 | 0 | 3.619 |
| Cash in hand | 1.071 | 0 | 1.071 |
| Provisions for staff retirement compensations | (120) | 0 | (120) |
| Other non-current liabilities | (33) | 0 | (33) |
| Obligations under finance leases | 0 | (402) | (402) |
| Suppliers and other creditors | (1.571) | 13 | (1.558) |
| Deferred tax | 0 | (1.626) | (1.626) |
| | 5.009 | 5.123 | 10.132 |
| Goodwill | | | 2.666 |
| Total cash price | | | 12.798 |
| | | | |
| Net cash outflow from acquisition: | | | |
| Cash | | | (12.798) |

ATLAS SA's profit for the period subsequent to the acquisition that is included in the Group's consolidation, namely 20 April – 31 December 2005 amounts to €1,943 thousand, before taxes (€1,208 thousand after taxes).

1.071 (11.727)

If the acquisition of ATLAS AS had been completed on the first day of the financial year, the Group's revenue for the period would have increased by €2,958 thousand, and Group's share of profit would have been increased by €414 thousand.

Of the provisional estimated goodwill of €7,114 thousand included in the Group Consolidated Financial Statements as of 30/6/2005, an amount of €5,932 thousand was allocated to the available reserves of the ATLAS SA quarry. Respectively, deferred tax obligation of €1,484 thousand was also recognised. Following the above allocation the revised estimated goodwill amounts to €2,666 thousand.

The revised allocation of the purchase consideration is provisional until one year after the acquisition date.

34. CONTINGENT LIABILITIES

Liens and Encumbrances

There are no liens or encumbrances on the immovable property of the Company or its subsidiaries.

Company disputes under litigation or arbitration

In May 2005, the Company collected the amount of €44,138 thousand from the Greek State relating to the case of the alleged excess state grant the company had received in 1986. Following a decision of the competent Community body, the Greek State charged, and the Company paid approximately €74,500 thousand in 1999-2000, in relation to the above case. The Company filed an appeal with the competent courts and claimed the reimbursement of the above amount paid, which was partially accepted at the first and second instance. The recovery of the amount of €44,138 is based on a relevant favourable Court of Appeals decision. The Greek State has filed an appeal with the State Council, and the Company has also filed an appeal claiming recovery of the remaining amount of the €74,500 thousand it had originally paid. The Company's Management and Legal Counsel consider that the recoverability of at least the above amount of €44,138 that the Company has collected from the Greek State, is virtually certain, and the chances that the Greek State's appeal against the decision of Appeal Court will be affirmed as remote. Consequently, the Company has recognised the amount collected in this current year's income statement.

On 31/12/2005, there were pending lawsuits against the Group amounting to €29,422 thousand which are being tried. The outcome of such trials is uncertain. The maximum risk from the final decisions on the above cases is estimated at €16,922 thousand. No provision has been made in these financial statements for said pending cases, as it is unlikely that such risk will eventually occur.

The Greek State or the Department of Forestry have pending claims over certain land of the subsidiary Lafarge Beton SA, with a book value of €423 thousand, and consequently over buildings thereon with a carrying amount of €194 thousand. These cases are being handled legally.

On 31/12/2005, there were pending lawsuits against the Company amounting to €27,742 thousand which are being tried. The outcome of such trials is uncertain. The maximum risk from the final decisions on the above cases is estimated at €15,757 thousand. No provision has been made in these financial statements for said pending cases, as it is unlikely that such risk will eventually occur.

The above lawsuits against the Company mostly concern the following cases:

- a. Claim for loss of income due to cancellation of a contract of approx. €2,083 thousand, with estimated maximum risk of €1.458 thousand.
- a. Claim for loss of vessel and loss of profit, to the amount of €13,603 thousand, with estimated maximum risk of €6,801 thousand.
- a. Lawsuit for counterclaim for environmental cost of €3,190 thousand, with estimated maximum risk of €2,522 thousand.

34. CONTINGENT LIABILITIES - Continued

Unaudited Years

Tax obligations of the Group's companies in Greece will be finalised after completion of the relevant regular tax audits by the competent tax authorities, and/or after finalisation of all pending court cases on existing prior years' differences with tax authorities. It is possible that the above tax audits will result in additional taxes and charges being imposed that cannot be accurately estimated at the time. Therefore no provisions have been made.

| Company | Registered Office | Unaudited years |
|---|---------------------------------|-----------------|
| HERACLES GCC | Greece, Lykovrissi, Attica | 2003-2005 * |
| LAFARGE BETON S.A. | Greece, Metamorfossi, Attica | 2001-2005 |
| ATLAS S.A. | Greece, Kallithea, Thessaloniki | 2003-2005 |
| EVIESK S.A. | Greece, Lykovrissi, Attica | 2002-2005 |
| HERACLES MARITIME CO. | Greece, Lykovrissi, Attica | 2002-2005 |
| LAVA S.A. | Greece, Lykovrissi, Attica | 2001-2005 |
| AMPER S.A. | Greece, Lykovrissi, Attica | 2004-2005 |
| EKET LTD. | Greece, Lykovrissi, Attica | 2005 |
| PORT SAID SILO INVESTMENT COMPANY S.A. | Greece, Lykovrissi, Attica | 1999-2005 |
| G. HATZIKYRIAKOS SOC. NAV. | Greece, Lykovrissi, Attica | 1998-2005 |
| A. HATZIKYRIAKOS SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | 1998-2005 |
| DYSTOS SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | 1996-2005 |
| IOKASTI SOC. NAV. (under liquidation) | Greece, Lykovrissi, Attica | 1998-2005 |
| NAFSIKA SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | 1998-2005 |
| HERACLES GLORY SOC. NAV. (inactive) | Greece, Lykovrissi, Attica | 1998-2005 |
| HALKIS CEMENT INTERNATIONAL S.A. (under | | |
| liquidation) | Greece, Lykovrissi, Attica | 1999-2005 |
| FINDA TRANSPORTS S.A. (under liquidation) ALEXANDRIA SILO INVESTMENT COMPANY S.A. | Greece, Lykovrissi, Attica | 1993-2005 |
| (under liquidation) | Panama | ** |
| HERMES COMPANIA NAVIERA S.A. (under liquidation) PORT SAID SILO INVESTMENT COMPANY S.A. | Panama | ** |
| (inactive) MARITIME COMPANY ESPERIDES S.A. (under | Panama | ** |
| liquidation) | Panama | ** |
| DEPOT AND COORDINATION CO S.A (under liquidation) | Panama | ** |
| INTERNATIONAL MEDITERRANEAN SHIPPING S.A. | | ** |
| (under liquidation) | Luxemburg | ** |
| INTERNATIONAL FLAG (inactive) | Egypt | ** |

^{*} The Company has been audited by tax authorities up to the financial year 2002, except for administration support expenses, under case r, para.1, article 31 of Law 2238/94, amounting to €7.2 million for the financial years 2001 and 2002, which where referred to the committee under para. 4c, articles 66 of Law 2238/94. For the financial years 1999 and 2000, provisional tax audits have been performed due to the pending issue with the Greek Government.

As regards the audits of the financial years 1983 to 1991, when the Company belonged to the Business Restructuring Organisation, the tax audit reports have been legally disputed and have not been finalized. However any tax which may be imposed by virtue of the judicial rulings will be payable by the aforementioned Organisation – substituted by the Greek Government —as set out in the provisions of article 49 of Law 1892/1990.

^{**} relates to company incorporated outside Greece subject to special tax rules applicable in that country

Unaudited Years-Continued

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Any tax liabilities that may arise from the unaudited tax years 1998-2005 of the Group's shipping companies liquidated in the current year (see note 16) shall be covered by Group company HERACLES MARITIME CO.

Any tax liabilities that may arise from the unaudited tax years 1999-2005 of EMMY BUILDING SA that was merged in the current year, shall be covered by the Parent Company (see note 16).

Emissions Rights

As of 1 January 2005, the Company has been advised of its allowance according to the National CO2 Emissions Allocation Plan.

If CO2 emissions exceed the corresponding limit allocated by the National Allocation Plan, then the Company shall incur extra costs to pay the stipulated fine or purchase additional emissions rights. Alternatively, the Company may make investments aimed at reducing emissions and avoiding fines.

Based on existing results, Management believe the Company will not have to purchase emissions rights in the context of the above National Plan.

Guarantees Granted

The following letters of guarantee have been provided to secure liabilities of the Group and the Company, and were in force on 31/12/2005 and on 31/12/2004:

| Amounts in € thousand | GRO | UP | COMPANY | | |
|---------------------------------|------------|------------|------------|------------|--|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 | |
| Granted Guarantees | 9.492 | 10.204 | 8.546 | 5.141 | |
| Intr-company Granted Guarantees | 0 | 0 | 49.234 | 29.234 | |

Commitments for Purchases and Capital Expenditure

Purchase and capital expenses contracts, in force on 31/12/2005 and on 31/12/2004, follow:

| Amounts in € thousand | GRO | UP | COMPANY | | |
|-------------------------------|------------|------------|------------|------------|--|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 | |
| Purchase contracts | 69.519 | 97.239 | 68.861 | 96.329 | |
| Capital expenditure contracts | 6.538 | 5.358 | 6.124 | 5.358 | |

35. OPERATING LEASE CONTRACTS

The Group's and the Company's operating leases mostly concern machinery and vehicles.

The Group / Company as Lessee

| Amounts in € thousand | GRO | OUP | COMPANY | | |
|---------------------------------------|------------------|------------------|------------------|------------------|--|
| | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | |
| | | | | | |
| | | | | | |
| Lease payments under operating leases | | | | | |
| recognised as an expense in the year | 17.768 | 15.254 | 681 | 645 | |

At the balance sheet date, the Group / Company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows

| Amounts in € thousand | GRO | OUP | COMPANY | | |
|------------------------|------------------|------------------|------------------|------------------|--|
| | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | |
| Within one year | 10.436 | 8.047 | 1.292 | 139 | |
| Within 2 up to 5 years | 4.617 | 8.681 | 877 | 1.764 | |
| Over 5 years | 867 | 0 | 0 | 0 | |
| | 15.920 | 16.728 | 2.169 | 1.903 | |

36. EVENTS AFTER THE BALANCE SHEET DATE

Operating License for a Subsidiary's Quarry

By virtue of decision no ΔB $\Phi 25/688/9.3.2005$ of the Achaia Prefect, operation of the quarry of subsidiary Lafarge Beton SA in Mavra Vouna location, Araxos, Achaia prefecture, was forbidden as of 18/1/2006. Later, validity of the above decision was suspended until 31/12/2006 by virtue of decision no.162-23/2/2006 of the Achaia prefect, pending the completion of the review of the new Environmental Impact Assessment Reports (EIAR) that have been submitted to the MEPPPW.

On 31/12/2005, the carrying value of the above quarry amounted to €3,665 thousand (note 15) which includes the value of the land, improvements, aggregate stocks, buildings and facilities, as well the stripping cost.

Consequently, the above aggregate quarry commenced operations under the terms specified in the above prefectural decision dated 23/2/2006, namely observance of environmental conditions set forth in previous EIAR, and the performance of regular inspections by the Environmental Control Centre and the Southern Greece Environment Inspectors.

In the meantime, the aforementioned decision for approval of the new EIAR is still anticipated, while the hearing and/or adjudication on a number of remedies that the company has sought before the competent courts is still pending. According to the Company's Management, the possibility of a negative outcome of the case is quite remote.

Share Capital Increase of Subsidiary

Further to General Shareholders Meeting decision dated 20/9/2005 of the subsidiary PORT SAID SILO INVESTMENT COMPANY SA on the revival and share capital increase, on 8/2/2006 the major shareholder AGET HERACLES paid the sum of €3,958 thousand.

Therefore, the share capital of subsidiary PORT SAID SILO INVESTMENT COMPANY SA now amounts to €4,500 thousand, divided into 45,000 common shares with a face value of €100 per share. The amount raised by the share capital increase will be used to cover the subsidiary's debt to the Parent Company.

37. RELATED PARTY TRANSACTIONS

Transactions With Related Parties

The Group considers the parent company LAFARGE SA, other LAFARGE Group companies, as well as the National Bank of Greece, being the minority shareholder, as related parties. Transactions between the company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note:

Amounts in € thousand

| GROUP | SALES | | PURCHASES | | RECEIVABLES | | LIABILITIES | |
|-----------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 1/1/2005- 31/12/2005 | 1/1/2004- 31/12/2004 | 1/1/2005- 31/12/2005 | 1/1/2004- 31/12/2004 | 1/1/2005- 31/12/2005 | 1/1/2004- 31/12/2004 | 1/1/2005- 31/12/2005 | 1/1/2004- 31/12/2004 |
| Parent company Lafarge S.A. | 121 | 3.118 | 8.600 | 3.135 | 0 | 3 | 4.007 | 61 |
| Group Lafarge Associates | 89.966 | 48.707 | 1.298 | 1.049 | 5.686 | 6.826 | 136 | 35 |
| Total | 90.087 | 51.825 | 9.898 | 4.184 | 5.686 | 6.829 | 4.143 | 96 |

Transactions between the company and its subsidiaries, on the one hand, which are related parties, prior to being eliminated on consolidation and with the parent Company LAFARGE SA, on the other, are disclosed below:

Amounts in € thousand

| COMPANY | SAI | LES | PURCH | HASES | RECEIV | ABLES | LIABII | LITIES |
|---|------------|------------|------------|------------|------------|------------|------------|------------|
| | 1/1/2005- | 1/1/2004- | 1/1/2005- | 1/1/2004- | 1/1/2005- | 1/1/2004- | 1/1/2005- | 1/1/2004- |
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 |
| Heracles Group Companies Parent company Lafarge | 31.276 | 28.497 | 47.554 | 54.484 | 18.659 | 15.808 | 7.082 | 8.196 |
| S.A. | 120 | 3.117 | 8.600 | 3.135 | 0 | 0 | 4.003 | 9 |
| Group Lafarge Associates | 89.949 | 47.964 | 1.216 | 919 | 5.479 | 6.594 | 0 | 0 |
| Total | 121.345 | 79.578 | 57.370 | 58.538 | 24.138 | 22.402 | 11.085 | 8.205 |

All transactions between related parties are conducted on market prices and terms, which are also applicable to third party transactions.

37. RELATED PARTY TRANSACTIONS - Continued

Transactions With Related Parties - Continued

The Group and the Company maintain accounts and loans with the National Bank of Greece, as follows:

Amounts in € thousand

| | GROUP | | COMPANY | |
|----------------|------------|------------|------------|------------|
| | 31/12/2005 | 31/12/2004 | 31/12/2005 | 31/12/2004 |
| Sight deposits | 13.895 | 6.271 | 7.938 | 664 |
| Term deposits | 22.428 | 41.500 | 22.428 | 41.500 |
| Loans | 236 | 154 | 0 | 0 |

Remuneration of Key Management Staff and Members of the BoD

Remunerations of key management executives and members of the BoD, relate to members of the AGET Heracles Executive Committee and the attendance fees of Group and Company Boards of Directors, and are analysed as follows:

Amounts in € thousand

| 7 modifie in C modelard | GRO | OUP | COME | PANY |
|---|------------------|------------------|------------------|------------------|
| | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 | 1/1 - 31/12/2005 | 1/1 - 31/12/2004 |
| Current Benefits Post employmentbenefits and paid | 2.278 | 1.788 | 1.761 | 1.325 |
| compensations | 228 | 403 | 193 | 378 |
| BoD members attendance fees | 208 | 206 | 201 | 200 |
| | 2.714 | 2.397 | 2.155 | 1.903 |

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS

Pursuant to the announcement dated 24/3/2006 of the Hellenic Capital Market Commission, as well as explanatory directive no 118-23/3/2006 of the Committee for Accounting Standardisation and Audits, we provide here-in-below detailed explanatory reconciliation with all corrections, effect and changes to Group and Company financial information previously published, as well as explanations of the reasons that led the Company to such changes.

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS- Continued

Restatement of Figures appearing in the Group's Balance Sheet as at 31 December 2004

Amounts in € thousand

| GROUP | Published Figures 31/12/2004 | Restated Figures 31/12/2004 | Difference |
|--|------------------------------|--------------------------------|------------|
| Fixed assets | | | |
| Intangible Assets | 1.046 | 1.046 | 0 |
| Tangible assets | 642.711 | 642.711 | 0 |
| Investments in Associates | 1.658 | 1.658 | 0 |
| Other investments | 131 | 131 | 0 |
| Other non-current receivables | 7.616 | 7.616 | 0 |
| Deferred tax assers | 6.151 | 6.151 | 0 |
| Total fixed assets | 659.313 | 659.313 | 0 |
| Current assets | | | |
| Inventories | 63.372 | 63.372 | 0 |
| Trade and other current receivables | 131.840 | 148.841 | 17.001 |
| Cash and cash equivalents | 63.691 | 63.691 | 0 |
| Total current assets | 258.903 | 275.904 | 17.001 |
| Total assets | 918.216 | 935.217 | 17.001 |
| Non-current liabilities | | | |
| Provisions for staff retirement compensation | 78.382 | 78.818 | 436 |
| Other non-current provisions | 9.118 | 8.513 | (605) |
| Deferred tax liabilities | 69.543 | 69.543 | 0 |
| Total non-current liabilities | 157.043 | 156.874 | (169) |
| Current liabilities | | | |
| Provisions for staff retirement compensation | 6.971 | 6.535 | (436) |
| Suppliers and other creditors | 51.225 | 68.226 | 17.001 |
| Income tax liabilities | 21.211 | 21.211 | 0 |
| Other current provisions | 0 | 605 | 605 |
| Derivative financial instruments | 32 | 32 | 0 |
| Dividend payable | 29 | 29 | 0 |
| Bank Borrowings | 24.447 | 24.447 | 0 |
| Total current liabilities | 103.915 | 121.085 | 17.170 |
| Total liabilities | 260.958 | 277.959 | 17.001 |
| Equity | | | |
| Share capital | 109.467 | 109.467 | 0 |
| Share premium | 1.279 | 1.279 | 0 |
| Treasury shares | (115) | (115) | 0 |
| Reserves | 151.428 | 151.428 | 0 |
| Derivatives valuation reserve | (22) | (22) | 0 |
| Retained earnings | 395.221 | 395.221 | 0 |
| Total equity | 657.258 | 657.258 | 0 |
| Total liabilities and equity | 918.216 | 935.217 | 17.001 |
| | | | |

Relate to reclassifications between Assets and Liabilities, as well as non-current and current provisions, to ensure comparability with current presentation.

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS- Continued

Restatement of Figures appearing in the Company's Balance Sheet as at 31 December 2004

Amounts in € thousand

| COMPANY | Published Figures 31/12/2004 | Restated Figures 31/12/2004 | Difference |
|--|------------------------------|-----------------------------|------------|
| Fixed assets | | | |
| Intangible Assets | 169 | 169 | 0 |
| Tangible assets | 612.113 | 612.113 | 0 |
| Investments in Associates | 47.680 | 24.279 | (23.401) |
| Other investments | 56 | 55 | (1) |
| Other non-current receivables | 6.772 | 6.772 | 0 |
| Total fixed assets | 666.790 | 643.388 | (23.402) |
| Current assets | | | |
| Inventories | 59.126 | 59.126 | 0 |
| Trade and other current receivables | 117.256 | 117.256 | 0 |
| Cash and cash equivalents | 50.772 | 50.772 | 0 |
| Total current assets | 227.154 | 227.154 | 0 |
| Total assets | 893.944 | 870.542 | (23.402) |
| Non-current liabilities | | | |
| Provisions for staff retirement compensation | 67.442 | 67.955 | 513 |
| Other non-current provisions | 6.586 | 5.981 | (605) |
| Deferred tax liabilities | 69.543 | 69.543 | 0 |
| Total non-current liabilities | 143.571 | 143.479 | (92) |
| Current liabilities | | | |
| Provisions for staff retirement compensation | 5.648 | 5.135 | (513) |
| Suppliers and other creditors | 57.996 | 57.998 | 2 |
| Income tax liabilities | 18.647 | 18.647 | 0 |
| Other current provisions | 0 | 605 | 605 |
| Derivative financial instruments | 32 | 32 | 0 |
| Dividend payable | 29 | 29 | 0 |
| Total current liabilities | 82.352 | 82.446 | 94 |
| Total liabilities | 225.923 | 225.925 | 2 |
| Equity | | | |
| Share capital | 109.467 | 109.467 | 0 |
| Share premium | 1.279 | 1.279 | 0 |
| Reserves | 126.985 | 126.985 | 0 |
| Derivatives valuation reserve | (22) | (22) | 0 |
| Retained earnings | 430.312 | 406.908 | (23.404) |
| Total equity | 668.021 | 644.617 | (23.404) |
| Total liabilities and equity | 893.944 | 870.542 | (23.402) |

In addition to the reclassifications noted for the Group, in 2005 the Company's Management completed the impairment test for its investment in subsidiaries, and retroactively restated the 2004 Equity and Income Statement (Note 8).

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS- Continued

Restatement of Figures appearing in Group's Unaudited Financial Statements as at 31 March 2005

| Amounts in € thousand | | ВА | ALANCE SHEET 31/3/2005 | <u> </u> | |
|---|---------------------------------|---|---|---|--|
| | NOTE | Published Figures | Restated Figures | Difference | |
| ASSETS | | | | | |
| Total fixed assets | a. to c. | 621.348 | 636.866 | 15.518 | |
| Inventories | | 62.681 | 62.681 | 0 | |
| Trade receivables | | 158.707 | 158.707 | 0 | |
| Cash and Cash Equivalents | | 60.531 | 60.531 | 0 | |
| Other assets TOTAL ASSETS | | 19.567 | 19.567 | 0 | |
| LIABILITIES | | 922.834 | 938.352 | 15.518 | |
| LIABILITIES | | | | | |
| Non-current liabilities | d. to f. | 158.882 | 160.539 | 1.657 | |
| Current bank liabilities | | 24.547 | 24.547 | 0 | |
| Other current liabilities | g. to j. | 100.731 | 99.251 | (1.480) | |
| Total liabilities(a) | | 284.160 | 284.337 | 177 | |
| Shareholders' equity (b) TOTAL LIABILITIES (a)+(b) | | 638.674 922.834 | 654.015 938.352 | 15.341 15.518 | |
| | | 322.034 | 930.332 | 13.510 | |
| Amounts in € thousand | | INCOME STATEMENT 31/3/2005 | | | |
| | NOTE | Published Figures | Restated Figures | Difference | |
| | | | | | |
| Turnover | | 120.230 | 120.230 | 0 | |
| Turnover Gross profit / (loss) | a., d, & j. | 120.230 13.162 | 120.230 12.595 | 0 (567) | |
| | | | | | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment | j. a., d, & | 13.162 | 12.595 | (567) | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment | j. a., d, & j. | 13.162 (3.110) | 12.595 | (567) | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes | j. a., d, & j. | 13.162 (3.110) 8.255 (2.939) 47 | 12.595 (3.677) 8.251 (3.682) 450 | (567) (567) (4) (743) 403 | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes | j. a., d, & j. d. & j. | 13.162 (3.110) 8.255 (2.939) | 12.595 (3.677) 8.251 (3.682) | (567) (567) (4) (743) | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes | j. a., d, & j. d. & j. | 13.162 (3.110) 8.255 (2.939) 47 | 12.595 (3.677) 8.251 (3.682) 450 | (567) (567) (4) (743) 403 | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes | j. a., d, & j. d. & j. | 13.162 (3.110) 8.255 (2.939) 47 (2.892) | 12.595 (3.677) 8.251 (3.682) 450 (3.232) | (567) (567) (4) (743) 403 (340) | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes Earnings/ (loss) per share (in €) | j. a., d, & j. d. & j. | 13.162 (3.110) 8.255 (2.939) 47 (2.892) | 12.595 (3.677) 8.251 (3.682) 450 (3.232) | (567) (567) (4) (743) 403 (340) | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes Earnings/ (loss) per share (in €) | j. a., d, & j. d. & j. | 13.162 (3.110) 8.255 (2.939) 47 (2.892) (0,041) | 12.595 (3.677) 8.251 (3.682) 450 (3.232) (0,045) | (567) (567) (4) (743) 403 (340) (0,005) | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes Earnings/ (loss) per share (in €) Amounts in € thousand | j. a., d, & j. d. & j. | 13.162 (3.110) 8.255 (2.939) 47 (2.892) (0,041) STATEMENT Published Figures | 12.595 (3.677) 8.251 (3.682) 450 (3.232) (0,045) OF CHANGES IN EQUITY Restated Figures | (567) (567) (4) (743) 403 (340) (0,005) (31/3/2005 Difference | |
| Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes Earnings/ (loss) per share (in €) Amounts in € thousand | j. a., d, & j. d. & j. | 13.162 (3.110) 8.255 (2.939) 47 (2.892) (0,041) STATEMENT Published Figures 641.577 | 12.595 (3.677) 8.251 (3.682) 450 (3.232) (0,045) OF CHANGES IN EQUITY Restated Figures 657.258 | (567) (567) (4) (743) 403 (340) (0,005) 7 31/3/2005 Difference | |

Explanations on notes are given on page 62.

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS-Continued

Restatement of Figures appearing in Company's Unaudited Financial Statements as at 31 March 2005

| Amounts in € thousand | | RAI AN | COMPANY CE SHEET FIGURES 31/3 | s/2005 |
|--|----------|-------------------|----------------------------------|-------------|
| / mounte in e moudand | NOTE | Published Figures | Restated Figures | Difference |
| | NOTE | Published Figures | nestated rigures | Dillelelice |
| ASSETS | | | | |
| Total fixed assets | a. & b. | 599.625 | 591.222 | (8.403) |
| Inventories | | 64.759 | 64.759 | 0 |
| Trade receivables | | 133.196 | 133.196 | 0 |
| Cash and Cash Equivalents | | 46.762 | 46.762 | 0 |
| Other assets | | 53.369 | 53.369 | 0 |
| TOTAL ASSETS | | 897.711 | 889.308 | (8.403) |
| LIABILITIES | | | | |
| Non-current liabilities | d. to f. | 152.056 | 153.633 | 1.577 |
| Current bank liabilities | | 0 | 0 | 0 |
| Other current liabilities | g. to k. | 95.191 | 94.424 | (767) |
| Total liabilities(a) | | 247.247 | 248.057 | 810 |
| Shareholders' equity (b) | | 650.464 | 641.251 | (9.213) |
| TOTAL LIABILITIES (a)+(b) | | 897.711 | 889.308 | (8.403) |
| Amounts in € thousand | | INCOME | STATEMENT FIGURES 31 | /3/2005 |
| | NOTE | Published Figures | Restated Figures | Difference |
| Turnover | | 108.184 | 108.184 | 0 |
| Gross profit / (loss) | a. & e. | 9.533 | 9.427 | (106) |
| Profit / (loss) before taxes finance and investment results | a. & e. | (4.074) | (4.180) | (106) |
| Profit / (loss) before taxes finance and investment results and depreciation | e. | 6.522 | 7.004 | 482 |
| Profit / (loss) before taxes | | (3.906) | (3.976) | (70) |
| Less taxes | f. & g. | 480 | 610 | 130 |
| Profit / (loss) after taxes | | (3.426) | (3.366) | 60 |
| Earnings / (loss) per share (in €) | | (0,048) | (0,047) | 0,001 |
| Amounts in € thousand | | STATEMENT | OF CHANGES IN EQUIT | Y 31/3/2005 |
| | | Published Figures | Restated Figures | Difference |
| 0 | | 050 000 | | (0.222) |
| Start of period 1/1/2005 equity | | 653.890 | 644.617 | (9.273) |
| Profit / (losses) after taxes | | (3.426) | (3.366) | 60 |
| End of period 31.03.05 equity | | 650.464 | 641.251 | (9.213) |

Explanations on notes are given on page 62.

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS-Continued

Explanations of Group and Company Equity and Income Statement restatements as at 31 March 2005.

| Amounts in € thousand | | Equity 3 | 1/3/2005 | Profit/Loss | 31/3/2005 |
|---|---------|----------|----------|-------------|-----------|
| | NOTE | GROUP | COMPANY | GROUP | COMPANY |
| Published Figures | | 638.674 | 650.464 | (2.892) | (3.426) |
| Impact from valuation of tangible assets to fair value and revision of depreciation due to use of respective estimated useful life. | a. | 15.709 | 6.713 | (563) | (375) |
| Impairment of investment in subsidiaries and reversal of investment devaluation provision | b. | (234) | (15.116) | 0 | 0 |
| Reclassification of government grants from equity to tangible assets | C. | 43 | 0 | 0 | 0 |
| Revision of assumptions for the calculation of provision for staff retirement compensation | d. | (156) | (224) | (24) | 0 |
| Other non-current provisions | e. | (989) | (214) | 0 | 482 |
| Recognition of deferred tax obligations | f. | (512) | (1.139) | 502 | 256 |
| Income Tax | g. | (99) | (126) | (99) | (126) |
| Deferral of recognition of dividend to the year of approval by the General Meeting | r h. | 1.180 | 1.180 | 0 | 0 |
| Recognition of financial derivatives | i. | (208) | (208) | (176) | (176) |
| Other creditors | j. | 607 | (79) | 20 | (1) |
| Restated Figures | | 654.015 | 641.251 | (3.232) | (3.366) |

Notes:

- **a.** Valuation of Group and Company tangible assets at fair value, by an independent certified valuer, and the estimation of useful lives for the purpose of first-time adoption of IFRS was completed in Q2 2005. This resulted in differences in the value of tangible assets.
- b. In 2005 the Company's Management completed the impairment test of its investments in subsidiaries, and retroactively restated the Q1 2005 Equity and Income Statement (Note 8), and reversed the provision devaluation
- **d.** The actuarial study concerning the provision for staff retirement compensation, for both the Group and the Company, was finalised in Q2, 2005. This resulted in differences in the relevant Q1 2005 provision.
- **e.** The Company's Management retroactively revised the provisions created for outstanding court cases and subsidiary losses.
- **f.** Effect of changes on the deferred taxation computation and correction of erroneous deferred taxation assumptions, for both the Group and the Company, for Q1.
- **g.** Income tax was revised due to changes in Q1 tax adjustments.

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS- Continued

Restatement of Figures of Group and Company Equity and Income Statement as at 31 March 2004.

| Amounts in € thousand | | INC | GROUP OME STATEMENT 31.03.0 | 04 |
|---|------------------------|--|--|--|
| | NOTE | Published Figures | Restated Figures | Difference |
| Turnover | | 128.324 | 128.324 | 0 |
| Gross profit / (loss) | a., d, i. & j. | 21.719 | 21.475 | (244) |
| Profit / (loss) before taxes finance and investment results | a., d, i. & j. | 6.420 | 6.176 | (244) |
| Profit / (loss) before taxes finance and investment results and depreciation | d, i. & j. | 17.940 | 17.661 | (279) |
| Profit / (loss) before taxes | | 5.991 | 5.747 | (244) |
| Less taxes Profit / (loss) after taxes | f. & g. | (2.614) 3.377 | (2.533) 3.214 | (163) |
| Profit / (loss) per share (in €) | | 0,048 | 0,045 | (0,002) |
| Amounts in € thousand | | STATEMENT | FOF CHANGES IN EQUITY | Y 31.03.04 |
| | | Published Figures | Restated Figures | Difference |
| Start of period 01.01.04 equity | | 571.887 | 589.390 | 17.503 |
| Profit / (loss) after taxes | | 3.377 | 3.214 | (163) |
| End of period 31.03.04 equity | | 575.264 | 592.604 | 17.340 |
| Amounts in € thousand | | | COMPANY | |
| Amounts in € thousand | | INCOME | STATEMENT FIGURES 3 | 1.03.04 |
| Amounts in € thousand | NOTE | INCOME Published Figures | | 1.03.04 Difference |
| Amounts in € thousand Turnover | NOTE | | STATEMENT FIGURES 3 | |
| Turnover Gross profit / (loss) | NOTE | Published Figures | STATEMENT FIGURES 3 Restated Figures | Difference |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results | - | Published Figures | Restated Figures 111.535 | Difference 0 |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment | a. & d | Published Figures 111.535 18.018 | Restated Figures 111.535 17.992 | Difference 0 (26) |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment | a. & d a. & d | Published Figures 111.535 18.018 6.000 | Restated Figures 111.535 17.992 5.974 | 0 (26) (26) |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes | a. & d a. & d | Published Figures 111.535 18.018 6.000 16.413 5.824 (2.304) | Restated Figures 111.535 17.992 5.974 16.357 5.798 (2.676) | 0 (26) (56) (26) (26) (372) |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes | a. & d a. & d d. | Published Figures 111.535 18.018 6.000 16.413 5.824 | Restated Figures 111.535 17.992 5.974 16.357 5.798 | Difference 0 (26) (26) (56) (26) |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes | a. & d a. & d d. | Published Figures 111.535 18.018 6.000 16.413 5.824 (2.304) | Restated Figures 111.535 17.992 5.974 16.357 5.798 (2.676) | 0 (26) (56) (26) (26) (372) |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes | a. & d a. & d d. | Published Figures 111.535 18.018 6.000 16.413 5.824 (2.304) 3.520 | Restated Figures 111.535 17.992 5.974 16.357 5.798 (2.676) 3.122 | Difference 0 (26) (26) (56) (26) (372) (398) |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes Earnings/ (loss) per share (in €) | a. & d a. & d d. | Published Figures 111.535 18.018 6.000 16.413 5.824 (2.304) 3.520 | Restated Figures 111.535 17.992 5.974 16.357 5.798 (2.676) 3.122 | Difference 0 (26) (26) (56) (26) (372) (398) |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes Earnings/ (loss) per share (in €) | a. & d a. & d d. | Published Figures 111.535 18.018 6.000 16.413 5.824 (2.304) 3.520 0,050 STATEMEN | Restated Figures 111.535 17.992 5.974 16.357 5.798 (2.676) 3.122 0,044 T OF CHANGES IN EQUIT | Difference 0 (26) (26) (56) (26) (372) (398) (0,006) |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes Earnings/ (loss) per share (in €) Amounts in € thousand | a. & d a. & d d. | Published Figures 111.535 18.018 6.000 16.413 5.824 (2.304) 3.520 0,050 STATEMEN Published Figures | ## Restated Figures 111.535 | Difference 0 (26) (26) (26) (56) (26) (372) (398) (0,006) Y 31.03.04 Difference |
| Turnover Gross profit / (loss) Profit / (loss) before taxes finance and investment results Profit / (loss) before taxes finance and investment results and depreciation Profit / (loss) before taxes Less taxes Profit / (loss) after taxes Earnings/ (loss) per share (in €) Amounts in € thousand | a. & d a. & d d. | Published Figures 111.535 18.018 6.000 16.413 5.824 (2.304) 3.520 0,050 STATEMEN Published Figures 585.582 | Restated Figures 111.535 17.992 5.974 16.357 5.798 (2.676) 3.122 0,044 T OF CHANGES IN EQUIT Restated Figures 588.740 | Difference 0 (26) (26) (26) (56) (26) (372) (398) (0,006) (7 31.03.04 Difference 3.158 |

Explanations on notes are given on page 64.

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS-Continued

Explanations of Group and Company Equity and Income Statement restatements as at 31 March 2004.

| | | Equity 31.03.04 | | Income 31.03.04 | |
|---|------|-----------------------|----------------------------|-----------------------|-------------------|
| Amounts in € thousand | | | | | |
| | NOTE | GROUP | COMPANY | GROUP | COMPANY |
| Published Figures | | 575.264 | 589.102 | 3.377 | 3.520 |
| Impact from valuation of tangible assets to fair value and revision of depreciation due to use of respective estimated useful life. | a. | 17.642 | 7.540 | 35 | 30 |
| Impairment of investment in subsidiaries and reversal of investment devaluation provision | b. | 0 | (3.647) | 0 | 0 |
| Reclassification of government grants from equity to tangible assets | C. | 41 | 0 | 0 | 0 |
| Revision of assumptions for the calculation of provision for staff retirement compensation | d. | (96) | (56) | (96) | (56) |
| Other non-current provisions | e. | (981) | (688) | 0 | 0 |
| Recognition of deferred tax obligations | f. | (742) | (1.323) | 306 | (126) |
| Income Tax | g. | (225) | (246) | (225) | (246) |
| Deferral of recognition of dividend to the year of approval by the General Meeting | h. | 1.180 | 1.180 | 0 | 0 |
| Adjustment to retirement compensation provision due to unpaid leave | i. | (7) | 0 | (7) | 0 |
| Other creditors Restated Figures | j. | 528 592.604 | <u>0</u> 591.862 | (176) 3.214 | <u>0</u> 3.122 |

Notes:

- **a.** Valuation of Group and Company tangible assets at fair value, by an independent certified valuer, and the estimation of useful lives for the purpose of first-time adoption of IFRS was completed in Q2 2005. This resulted in differences in the value of tangible assets.
- b. In 2005 the Company's Management completed the v impairment test of its investments in subsidiaries, and retroactively restated the Q1 2005 Equity and Income Statement (Note 8), and reversed the provision devaluation
- **d.** The actuarial study concerning the provision for staff retirement compensation, for both the Group and the Company, was finalised in Q2, 2005. This resulted in differences in the relevant Q1 2005 provision.
- e. The Company's Management revised the provisions created for outstanding court cases.
- **f.** Effect of changes on the deferred taxation computation and correction of erroneous deferred taxation assumptions, for both the Group and the Company, for Q1.
- **g.** Income tax was revised due to changes in Q1 tax adjustments.

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS-Continued

Restatement of Company Balance Sheet Figures as at 30 June 2005

Amounts in € thousand

| COMPANY | Published Figures 30.06.05 | Restated Figures 30.06.05 | Difference |
|--|-------------------------------|---------------------------|------------|
| Fixed assets | | | |
| Intangible Assets | 111 | 111 | 0 |
| Tangible assets | 597.879 | 597.879 | 0 |
| Investments in Associates | 47.913 | 24.509 | (23.404) |
| Other investments | 56 | 56 | 0 |
| Other non-current receivables | 7.322 | 7.322 | 0 |
| Total fixed assets | 653.281 | 629.877 | (23.404) |
| Current assets | | | |
| Inventories | 71.182 | 71.182 | 0 |
| Trade and other current receivables | 158.004 | 158.004 | 0 |
| Cash and cash equivalents | 80.315 | 80.315 | 0 |
| Total current assets | 309.501 | 309.501 | 0 |
| Total assets | 962.782 | 939.378 | (23.404) |
| Non-current liabilities | | | |
| Provisions for staff retirement compensation | 69.810 | 70.323 | 513 |
| Other non-current provisions | 6.728 | 6.123 | (605) |
| Deferred tax liabilities | 65.175 | 65.175 | 0 |
| Total non-current liabilities | 141.713 | 141.621 | (92) |
| Current liabilities | | | |
| Provisions for staff retirement compensation | 3.762 | 3.249 | (513) |
| Suppliers and other creditors | 110.536 | 110.536 | 0 |
| Income tax liabilities | 19.659 | 19.659 | 0 |
| Other current provisions | 0 | 605 | 605 |
| Derivative financial instruments | 2.377 | 2.377 | 0 |
| Dividend payable | 28.433 | 28.433 | 0 |
| Total current liabilities | 164.767 | 164.859 | 92 |
| Total liabilities | 306.480 | 306.480 | 0 |
| Equity | | | |
| Share capital | 109.467 | 109.467 | 0 |
| Share premium | 1.279 | 1.279 | 0 |
| Reserves | 189.054 | 189.054 | 0 |
| Derivatives valuation reserve | (1.039) | (1.039) | 0 |
| Retained earnings | 357.541 | 334.137 | (23.404) |
| Total equity | 656.302 | 632.898 | (23.404) |
| Total liabilities and equity | 962.782 | 939.378 | (23.404) |

The above `restatements compared to the information previously published is due to completion of the impairment test of the Company's investments in subsidiaries, and recognition of the impairment loss (Note 8), as well as reclassification of current and non-current provisions.

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

38. RESTATEMENTS TO PUBLISHED INTERIM FINANCIAL STATEMENTS-Continued

COMPANY

145.298

82.994

228.292

699.204

927.496

0

0

0

0

(23.404)

(23.404)

Restatement of Figures in the Company's Unaudited Balance Sheet as at 30 September 2005

Amounts in € thousand

Non-current liabilities

Current bank liabilities

Other current liabilities

Shareholders' equity (b)

TOTAL LIABILITIES (a)+(b)

Total liabilities(a)

BALANCE SHEET FIGURES 30.09.05 Published Figures Restated Figures Difference ASSETS Total fixed assets (23.404)646.967 623.563 Inventories 70.658 70.658 0 Trade receivables 161.353 161.353 0 0 68.300 68.300 Cash and Cash Equivalents Other assets 3.622 3.622 0 **TOTAL ASSETS** 950.900 927.496 (23.404)LIABILITIES

145.298

82.994

228.292

722.608

950.900

0

The above information has been changed in relation to the previous publication due to completion of the impairment test of the Company's investments in subsidiaries, and recognition of impairment loss (Note 8).

INCOME STATEMENT RECONCILIATION FOR YEAR 1/1/2004-31/12/2004

Amounts in € thousands

| GROUP | NOTE | Greek Accounting Standards | Reclassification | Adjustments | IFRS |
|--|----------------|----------------------------------|------------------|-------------|-----------|
| Operating results | | | | | |
| Turnover (sales) | | 592.891 | (4.890) | 0 | 588.001 |
| | a., b., c., d, | | | | |
| Cost of Goods Sold | & g. | (432.839) | 2.025 | (13.912) | (444.726) |
| Gross operating results | | 160.052 | (2.865) | (13.912) | 143.275 |
| | a., b., c., e, | | | | |
| Administrative & distribution expenses | g., j & l. | (44.312) | (1.534) | (390) | (46.236) |
| Other operating income / (expenses) | b. | (7.108) | 6.582 | 325 | (201) |
| Share of associates in the results | | 0 | 26 | 0 | 26 |
| Operating profit | | 108.632 | 2.209 | (13.977) | 96.864 |
| Finance income / (expenses) | h. & i. | (1.237) | (1.584) | 302 | (2.519) |
| Year profit before taxes | | 107.395 | 625 | (13.675) | 94.345 |
| Income tax | m. | (42.452) | (625) | 45.032 | 1.955 |
| Net profit of the year after tax | | 64.943 | 0 | 31.357 | 96.300 |

Amounts in € thousands

| COMPANY | NOTE | Greek Accounting Standards | Reclassification | Adjustments | IFRS |
|---|----------------|----------------------------------|------------------|---------------|-----------|
| Operating results | NOTE | Standards | neciassification | Adjustillents | irnə |
| . • | | E04 004 | (4.070) | 0 | E00 001 |
| Turnover (sales) | | 524.904 | (4.873) | 0 | 520.031 |
| | a., b., c., d, | | | | |
| Cost of Goods Sold | & g. | (380.072) | 4.524 | (15.180) | (390.728) |
| Gross operating results | | 144.832 | (349) | (15.180) | 129.303 |
| | a., b., c., e, | | | | |
| Administrative & distribution expenses | g., j & l. | (33.764) | (2.799) | (643) | (37.206) |
| Other operating income / (expenses) | b. | (5.307) | 5.214 | 19 | (74) |
| Loss from impairment of participation in subsidiaries | k. | 0 | 0 | (11.469) | (11.469) |
| Operating profit | | 105.761 | 2.066 | (27.273) | 80.554 |
| Finance income / (expenses) | h. & i. | (484) | (1.441) | 347 | (1.578) |
| Year profit before taxes | • | 105.277 | 625 | (26.926) | 78.976 |
| Income tax | m. | (40.689) | (625) | 46.670 | 5.356 |
| Net profit of the year after tax | • | 64.588 | 0 | 19.744 | 84.332 |

ACCOUNTING ADJUSTMENTS TABLES FOR RECONCILIATION OF BALANCE SHEET, EQUITY AND INCOME BETWEEN GREEK ACCOUNTING STANDARDS AND INTERNATIONAL FINANCIAL REPORTING STANDARDS

PROFIT AFTER TAX RECONCILIATION FOR YEAR 1/1/2004-31/12/2004

| Amounts in € thousand | NOTE | GROUP | COMPANY |
|--|------|----------|----------|
| Year results after taxes (Based on Greek Accounting Practices). | | 64.943 | 64.588 |
| Profits appropriated to staff | a. | (1.180) | (1.180) |
| Impact from valuation of tangible assets to their fair value and review of depreciation due to use of respective useful life | | | |
| assessment. | b. | (14.049) | (15.202) |
| Write-offs of Intanginle assets with no future useful life, in accordance with IFRS 38 | C. | 690 | 338 |
| Book value adjustment of remaining inventories due to use of fixed assets useful life in calculating depreciation. Adjustment of provisions for staff compensation for non taken paid | d. | 800 | 800 |
| leave Review of assumptions for the calculation of provisions for staff | e. | 58 | 25 |
| retirement compensation | f. | (132) | (224) |
| Adjustment of nominal value of rent amounts paid in advance to | | | |
| their current value | g. | 394 | 394 |
| Recognition of FX differences in the year's profit and loss | i. | (92) | (47) |
| Write-off of unused exports expenses reserve | j. | (474) | (273) |
| Participation devaluation loss | k. | 0 | (11.469) |
| Recognition of deferred tax obligations | m. | 45.032 | 46.670 |
| Other | l. | 310 | (88) |
| Year results after taxes (Based on Internation | al | | |
| Financial Reporting Standards). | | 96.300 | 84.332 |
| | | | |

The above table has been changed in relation to the previous publication due to completion of the control into the value impairment of the Company's participations in subsidiaries, and recognition of loss from participation devaluation to the amount of €11,469 thousand in year 1/1/2004-31/12/2004.

RECONCILIATION OF OPENING EQUITY AS AT 1/1/2005 AND 1/1/2004

| Amounts in € thousand | GROUP | | COMPANY | | |
|---|----------|------------------|------------------|------------------|-----------|
| | NOTE | 1/1/2005 | 1/1/2004 | 1/1/2005 | 1/1/2004 |
| Start of year equity (Based on Greek Accounting Standards). | | 319.194 | 250.471 | 336.211 | 268.801 |
| A. Integration of differences between Greek & International Accounting Standards | | | | | |
| Write-offs of Intanginle assets with no future useful life, in accordance with IFRS 38 | a. | (839) | (1.551) | (594) | (932) |
| Impact from valuation of tangible assets to their fair value and review of depreciation due to use of | | | | | |
| respective useful life assessment. Transfer of government grants from Equity to tangible | b. | 402.946 | 451.153 | 396.874 | 444.679 |
| assets Consolidation of related companies using the Equity | C. | (725) | (1.179) | (725) | (893) |
| method | d. | (193) | (193) | 0 | 0 |
| Representation of own shares in Equity Adjustment of nominal value of rent amounts paid in | e. | (115) | (115) | 0 | 0 |
| advance to their current value | f. | (2.717) | (3.111) | (2.717) | (3.111) |
| Guarantee write-offs | g. | (372) | (372) | (372) | (372) |
| Book value adjustment of remaining inventories due to | | | | | |
| use of useful life in calculating depreciation. | i. | 800 | 0 | 800 | 0 |
| Adjustment of provisions for quarry restoration expenses | m | (5.472) | (5.472) | (4.402) | (4.402) |
| Other non-current provisions | m. n. | (5.473) (138) | (5.473) (638) | (4.402) (162) | (4.402) |
| Recognition of deferred tax obligations | 0. | (63.392) | (108.434) | (69.543) | (116.223) |
| Today into the control tax obligations | ٥. | (00.002) | (1001.01) | (00.0.0) | (1.0.220) |
| Write-off of unused exports tax expenses reserve | p. | 2.042 | 2.516 | 1.824 | 2.097 |
| Profits appropriated to staff | q. | 1.180 | 1.180 | 1.180 | 1.180 |
| Adjustment of provisions for staff compensation for non | | | | | |
| taken paid leave | r. | (574) | (632) | 0 | (25) |
| Other creditors | S. | 506 | 477 | 0 | 80 |
| Recognition of financial derivatives | t. | (32) | 0 | (32) | 0 |
| Recognition deferral for dividend payment in the year of approval by the General Meeting B. Assessments Review | u. | 28.410 | 28.410 | 28.433 | 28.433 |
| Provisions for a bad debt from the Bank of Greece | | | | | |
| regarding the recovery of penal clauses on foreign | | | | | |
| exchange rates | j. | (5.828) | (5.828) | (5.828) | (5.828) |
| Impairment of participation in subsidiaries | V. | 0 | 0 | (23.404) | (11.935) |
| Provision for doubtful receivables by the Business Restructuring Organisation | k. | (9.753) | (9.753) | (5.841) | (5.841) |
| Review of assumptions for the calculation of provisions for staff retirement compensation | l | (7.669) | (7.538) | (7.085) | (6.861) |
| Start of period equity (Based on the International Financial Reporting Standards). | = | 657.258 | 589.390 | 644.617 | 588.740 |

The above table has been changed in relation to the previous publication due to completion of the control into the value impairment of the Company's participations in subsidiaries, and recognition of participation impairment to the amount of €11,935 thousand in equity on 1/1/2004, and 23,404 thousand in equity on 1/1/2005.

GROUP BALANCE SHEET RECONCILIATION FOR YEAR ENDED 31/12/2004

Amounts in € thousands

| Amounts in e mousands | | Greek Accounting | | | |
|---|--------------------|---------------------|------------------|-------------|-----------------|
| GROUP | NOTE | Standards | Reclassification | Adjustments | IFRS |
| Fixed assets | | | | | |
| Intangible Assets | a. | 2.471 | (586) | (839) | 1.046 |
| Tangible assets | b. & c. | 239.904 | 586 | 402.221 | 642.711 |
| Investment in associates and subsidiaries | d. | 0 | 1.851 | (193) | 1.658 |
| Other investments | e. | 2.097 | (1.851) | (115) | 131 |
| Other non-current receivables | g. & h. | 10.210 | 495 | (3.089) | 7.616 |
| Deferred tax assets | 0. | 0 | 0 | 6.151 | 6.151 |
| Total non current assets | : | 254.682 | 495 | 404.136 | 659.313 |
| Current assets | | | | | |
| Inventories | i. | 59.068 | 3.504 | 800 | 63.372 |
| Trade and other current receivables | j. & k. | 196.745 | (32.323) | (15.581) | 148.841 |
| Cash and cash equivalents | - | 63.691 | 0 | 0 | 63.691 |
| Total current assets | - | 319.504 | (28.819) | (14.781) | 275.904 |
| Total assets | : | 574.186 | (28.324) | 389.355 | 935.217 |
| Non-current liabilities | | | | | |
| Provision for staff retirement compensation | I. | 77.684 | (6.535) | 7.669 | 78.818 |
| Other non-current provisions | m.&n. | 2.941 | (39) | 5.611 | 8.513 |
| Deferred tax liabilities | 0. | 0 | 0 | 69.543 | 69.543 |
| Total non-current liabilities | : | 80.625 | (6.574) | 82.823 | 156.874 |
| Current liabilities | | | | | |
| Provision for staff retirement compensation | | 0 | 6.535 | 0 | 6.535 |
| Suppliers and other creditors | p., q., r. & s. | 74.186 | (2.806) | (3.154) | 68.226 |
| Income tax liabilities | | 47.295 | (26.084) | 0 | 21.211 |
| Other current provisions | | 0 | 605 | 0 | 605 |
| Derivative financial instruments | t. | 0 | 0 | 32 | 32 |
| Dividend payable | u. | 28.439 | 0 | (28.410) | 29 |
| Bank borrowings | | 24.447 | 0 | 0 | 24.447 |
| Total current liabilities | : | 174.367 | (21.750) | (31.532) | 121.085 |
| Total liabilities | | 254.992 | (28.324) | 51.291 | 277.959 |
| Equity | | | | | |
| Share capital | | 109.467 | 0 | 0 | 109.467 |
| Share premium | | 1.279 | 0 | 0 | 1.279 |
| Treasury shares | e. | 0 | 0 | (115) | (115) |
| Reserves | ₽. | 254.458 | (103.030) | (113) | 151.428 |
| Derivatives valuation reserve | | 234.436 | (103.030) | (22) | (22) |
| Retained earnings | | (46.010) | 103.030 | 338.201 | (22) 395.221 |
| Total equity | • | 319.194 | <u> 103.030</u> | 338.064 | 657.258 |
| Total liabilities and equity | : | 574.186 | (28.324) | 389.355 | 935.217 |
| | : | 3,00 | (20:02 /) | | J 30:E : 7 |

Notes are given on page 69.

COMPANY BALANCE SHEET RECONCILIATION FOR YEAR ENDED 31/12/2004

Amounts in € thousands

| | | Greek Accounting | | | |
|---|-------------|---------------------------|------------------|----------------|---------|
| COMPANY | NOTE | Standards | Reclassification | Adjustments | IFRS |
| Fixed assets | | | | | |
| Intangible Assets | a. | 763 | 0 | (594) | 169 |
| Tangible assets | b. & c. | 215.964 | 0 | 396.149 | 612.113 |
| Investment in associates and subsidiaries | V. | 46.161 | 1.522 | (23.404) | 24.279 |
| Other investments | | 1.577 | (1.522) | 0 | 55 |
| Other non-current receivables | g. & h | 9.195 | 666 | (3.089) | 6.772 |
| Total non current assets | = | 273.660 | 666 | 369.062 | 643.388 |
| Current assets | | | | | |
| Inventories | i. | 54.822 | 3.504 | 800 | 59.126 |
| Trade and other current receivables | j. & k. | 161.882 | (32.957) | (11.669) | 117.256 |
| Cash and cash equivalents | | 50.772 | 0 | 0 | 50.772 |
| Total current assets | <u>-</u> | 267.476 | (29.453) | (10.869) | 227.154 |
| Total assets | = | 541.136 | (28.787) | 358.193 | 870.542 |
| Non-current liabilities | _ | | _ | | |
| Provision for staff retirement compensation | I. | 66.005 | (F 10F) | 7.085 | 67.955 |
| Other non-current provisions | n. m.&n. | 2.022 | (5.135) | 7.065 4.564 | 5.981 |
| Deferred tax liabilities | 0. | _ | (605) 0 | 69.543 | 69.543 |
| Total non-current liabilities | 0. | <u>0</u> 68.027 | (5.740) | 81.192 | 143.479 |
| Total Hon-current habilities | = | 00.021 | (3.740) | 01.132 | 140.475 |
| Current liabilities | | | | | |
| Provision for staff retirement compensation | | 0 | 5.135 | 0 | 5.135 |
| Suppliers and other creditors | p. & q. | 65.502 | (4.500) | (3.004) | 57.998 |
| Income tax liabilities | | 42.934 | (24.287) | 0 | 18.647 |
| Other current provisions | | 0 | 605 | 0 | 605 |
| Derivative financial instruments | t. | 0 | 0 | 32 | 32 |
| Dividend payable | u. | 28.462 | 0 | (28.433) | 29 |
| Total current liabilities | = | 136.898 | (23.047) | (31.405) | 82.446 |
| Total liabilities | - | 204.925 | (28.787) | 49.787 | 225.925 |
| Equity | · | _ | _ | _ | _ |
| Share capital | | 109.467 | 0 | 0 | 109.467 |
| Share premium | | 1.279 | 0 | 0 | 1.279 |
| Reserves | | 225.465 | (98.480) | 0 | 126.985 |
| Derivatives valuation reserve | | 0 | 0 | (22) | (22) |
| Retained earnings | | 0 | 98.480 | 308.428 | 406.908 |
| Total equity | - | 336.211 | 0 | 308.406 | 644.617 |
| Total liabilities and equity | = | 541.136 | (28.787) | 358.193 | 870.542 |
| - | = | | | : | |

GROUP BALANCE SHEET RECONCILIATION FOR YEAR ENDED 31.12.03

Amounts in € thousands

| Pixed assets Pixe | GROUP | NOTE | Greek Accounting Standards | Reclassification | Adjustments | IFRS |
|--|---|-------------|----------------------------------|------------------|-------------|---------|
| Intangible Assets | | | | | , | |
| Paragible assets | | | 2 447 | (COE) | (1 551) | 1 001 |
| Number N | _ | | _ | | | |
| Other investments e. 2.072 (1.851) (115) 106 Other non-ourrent receivables g. 8. h. 17.003 0 (3.433) 13.520 Deferred tax sasets o. 0 0 8.063 8.063 Total non current assets 243.763 0 452.995 698.458 Current assets 56.376 2.276 0 58.652 Inventories 56.376 2.276 0 58.652 Cash and cash equivalents 39.398 0 0 39.398 Total current assets 299.958 (28.804) (15.581) 255.573 Total assets 299.958 (28.804) 437.114 952.031 Non-current liabilities 39.998 0 0 15.581) 255.73 Total current seets 1 72.964 (3.428) 7.538 77.074 Obertard tax liabilities 0 0 0 116.497 116.497 Deferred tax liabilities 0 0 3.428 0 | _ | | | | | |
| Other non-current receivables g. 8. h. 17.003 0 (3.483) 13.520 Deferred tax assets o. 0 0 8.063 8.063 Total non current assets Unventories Current assets Inventories 56.376 2.276 0 58.652 Trade and other current receivables j. 8. k. 204.184 (31.080) (15.581) 157.523 Cash and cash equivalents j. 8. k. 204.184 (31.080) (15.581) 157.523 Cash and cash equivalents j. 8. k. 204.184 (31.080) (15.581) 255.573 Total areasets 299.958 (28.044) (15.581) 255.573 Total assets | | - | _ | | ` , | |
| Deferred tax assets 0. 0. 0. 0. 8.063 8.063 8.063 8.064 8.064 8.065 8.064 8.065 8.064 8.065 8.065 8.064 8.065 8. | | _ | - | | ` ' | |
| Total non current assets 243.763 0 452.995 996.458 Current assets Inventories 56.376 2.276 0 58.652 Trade and other current receivables j. & k. 204.184 (31.080) (15.581) 157.523 Cash and cash equivalents 39.398 0 0 39.398 Total current assets 299.958 (28.804) (15.581) 255.573 Total assets 543.721 (28.804) 437.114 952.031 Non-current liabilities Provision for staff retirement compensation I. 72.964 (3.428) 7.538 77.074 Other non-current provisions m.8n. 3.997 (987) 6.111 9.121 Deferred tax liabilities 0. 0 0 116.497 116.497 116.497 116.497 116.497 116.497 116.497 104 14.247 0 0 14.247 0 0 3.428 0 3.428 0 3.428 0 0 3.458 | | • | | | , | |
| Trace and other current receivables j. & k. 204.184 (31.080) (15.581) 157.523 (28.041) (31.080) (15.581) 157.523 (28.041) (31.080) (31.581) (31.583) (31.081) (31.080) (31.581) (31.081) | | o. <u>.</u> | | | | |
| Trace and other current receivables j. & k. 204.184 (31.080) (15.581) 157.523 (28.041) (31.080) (15.581) 157.523 (28.041) (31.080) (31.581) (31.583) (31.081) (31.080) (31.581) (31.081) | Current assets | • | | | | |
| Trade and other current receivables j. & k. 204.184 (31.080) (15.581) 157.52 Cash and cash equivalents 39.398 0 0 39.398 Total current assets 299.956 (28.804) (15.581) 255.573 Total assets 543.721 (28.804) 437.114 952.031 Non-current liabilities Provision for staff retirement compensation 1. 72.964 (3.428) 7.538 77.074 Other non-current provisions m.8.n. 3.997 (987) 6.111 9.121 Deferred tax liabilities o. 0 0 116.497 116.497 Bank Borrowings 14.247 0 0 14.247 Total non-current liabilities 91.208 (4.415) 130.146 216.939 Current liabilities Provision for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors 8. s. 66.903 26 (3.541) 63.388 Income tax liabilitie | | | 56 376 | 2 276 | 0 | 58 652 |
| Cash and cash equivalents 39.398 0 0 39.398 Total current assets 299.958 (28.804) (15.581) 255.573 Total assets 543.721 (28.804) 437.114 952.031 Non-current liabilities Provision for staff retirement compensation 1. 72.964 (3.428) 7.538 77.074 Other non-current provisions m.8n. 3.997 (987) 6.111 9.121 Deferred tax liabilities 0. 0 0 116.497 116.497 Bank Borrowings 14.247 0 0 14.247 Total non-current liabilities 31.208 44.415 130.146 216.939 Current liabilities 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities | | i & k | | _ | _ | |
| Total current assets 299.958 (28.04) (15.581) 255.573 Total assets 543.721 (28.04) 437.114 952.031 Non-current liabilities Provision for staff retirement compensation I. 72.964 (3.428) 7.538 77.074 Other non-current provisions m.&n. 3.997 (987) 6.111 9.121 Deferred tax liabilities 0. 0. 0. 116.497 116.497 Bank Borrowings 1.4.247 0. 0. 14.247 Total non-current liabilities 91.208 44.15) 130.146 216.393 Current liabilities 8.5 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 3.034 Dividend payable u. 28.494 0 (28.410) 84 Total current liabilities 293.250 (28.804) 98.195 362.641 Total liabilities 293.250 (28.804) 98.195 362.641 Equity | | j. & K. | | , | ` , | |
| Total assets 543.721 (28.804) 437.114 952.031 Non-current liabilities Provision for staff retirement compensation I. 72.964 (3.428) 7.538 77.074 Other non-current provisions m.a.n. 3.997 (987) 6.111 9.121 Deferred tax liabilities o. 0 0 116.497 116.497 Bank Borrowings 14.247 0 0 14.247 Total non-current liabilities 91.208 (4.415) 130.146 216.939 Current liabilities Provision for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors \$8.5 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 202.042 (24.389) (31.951) 145.702 Total current liabilities 293.250 (28.804) 98.195 362.641 Equity </td <td>•</td> <td>-</td> <td></td> <td></td> <td></td> <td></td> | • | - | | | | |
| Non-current liabilities Provision for staff retirement compensation 1. 72.964 (3.428) 7.538 77.07 Other non-current provisions m.&n. 3.997 (987) 6.111 9.121 Deferred tax liabilities o. 0 0 116.497 116.497 Bank Borrowings 14.247 0 0 14.247 Total non-current liabilities 91.208 (4.415) 130.146 216.939 Current liabilities Provision for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors \$\begin{array}{c} \text{P.q.r.r.} \\ & \text{8.s.}\$ 66.903 26 (3.541) 63.388 Income tax liabilities 0 0.877 (27.843) 0 33.034 Bank borrowings 45.768 0 0 45.768 Total current liabilities 293.250 (28.804) 98.195 362.641 Fotal current liabilities 293.250 (28.804) 98.195 362.644 <td< td=""><td>Total assets</td><td>=</td><td></td><td></td><td></td><td></td></td<> | Total assets | = | | | | |
| Provision for staff retirement compensation I. 72.964 (3.428) 7.538 77.074 Other non-current provisions m.&n. 3.997 (987) 6.111 9.121 Deferred tax liabilities o. 0 0 116.497 116.497 Bank Borrowings 14.247 0 0 14.247 Total non-current liabilities 91.208 (4.415) 130.146 216.939 Current liabilities Provision for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors \$6.87 (6.903) 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 293.250 (28.804) 98.195 362.641 Equity Share capital 109.467 0 0 109.467 </td <td></td> <td>=</td> <td></td> <td></td> <td></td> <td></td> | | = | | | | |
| Other non-current provisions m.8n. 3.997 (987) 6.111 9.121 Deferred tax liabilities o. 0 0 116.497 116.497 Bank Borrowings 14.247 0 0 14.247 Total non-current liabilities 91.208 (4.415) 130.146 216.939 Current liabilities Provision for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors p., q., r. & 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 293.250 (28.804) 98.195 362.641 Equity Share capital 109.467 0 0 1.279 Share premium 1.279 0 0 1.279 Treasury shares | Non-current liabilities | | | | | |
| Deferred tax liabilities o. 0 0 116.497 116.497 Bank Borrowings 14.247 0 0 14.247 Total non-current liabilities 91.208 (4.415) 130.146 216.939 Current liabilities Poperation for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors poperation for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors poperation for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors poperation for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors poperation for staff retirement compensation 0 3.428 0 3.388 Income tax liabilities 66.903 26 (3.541) 63.388 0 3.30.34 3.428 0 28.42 0 28.410 8.4 0 28.45 0 0 45.768 0 0 45.768 0 0 | Provision for staff retirement compensation | l. | 72.964 | (3.428) | 7.538 | 77.074 |
| Bank Borrowings 14.247 0 0 14.247 Total non-current liabilities 91.208 (4.415) 130.146 216.939 Current liabilities Provision for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors p., q., r. & 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 293.250 (28.804) 96.195 362.641 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 | Other non-current provisions | m.&n. | 3.997 | (987) | 6.111 | 9.121 |
| Total non-current liabilities 91.208 (4.415) 130.146 216.939 Current liabilities Variabilities Variabilities Variabilities Variabilities 0 3.428 0 3.428 Suppliers and other creditors P., q., r. & 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 293.250 (28.804) 98.195 362.641 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 | Deferred tax liabilities | 0. | 0 | 0 | 116.497 | 116.497 |
| Current liabilities Provision for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors p., q., r. & 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 202.042 (24.389) (31.951) 145.702 Total liabilities 293.250 (28.804) 98.195 362.641 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.91 | Bank Borrowings | - | 14.247 | 0 | 0 | 14.247 |
| Provision for staff retirement compensation 0 3.428 0 3.428 Suppliers and other creditors p., q., r. & s. s. 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 293.250 (28.804) 98.195 362.641 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | Total non-current liabilities | : | 91.208 | (4.415) | 130.146 | 216.939 |
| Suppliers and other creditors p., q., r. & s. 66.903 26 (3.541) 63.388 Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 202.042 (24.389) (31.951) 145.702 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | Current liabilities | | | | | |
| Income tax liabilities | Provision for staff retirement compensation | | 0 | 3.428 | 0 | 3.428 |
| Income tax liabilities 60.877 (27.843) 0 33.034 Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 202.042 (24.389) (31.951) 145.702 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | Suppliers and other creditors | | 66.903 | 26 | (3.541) | 63.388 |
| Dividend payable u. 28.494 0 (28.410) 84 Bank borrowings 45.768 0 0 45.768 Total current liabilities 202.042 (24.389) (31.951) 145.702 Total liabilities 293.250 (28.804) 98.195 362.641 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | Income tax liabilities | | 60.877 | (27.843) | 0 | 33.034 |
| Bank borrowings 45.768 0 0 45.768 Total current liabilities 202.042 (24.389) (31.951) 145.702 Total liabilities 293.250 (28.804) 98.195 362.641 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | Dividend payable | u. | | , | _ | |
| Total current liabilities 202.042 (24.389) (31.951) 145.702 Total liabilities 293.250 (28.804) 98.195 362.641 Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | | | | 0 | ` , | 45.768 |
| Equity Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | 3 | • | | | | |
| Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | Total liabilities | • | 293.250 | (28.804) | 98.195 | 362.641 |
| Share capital 109.467 0 0 109.467 Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | Fauity | = | | | | |
| Share premium 1.279 0 0 1.279 Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | | | 109 467 | n | 0 | 109 467 |
| Treasury shares 0 0 (115) (115) Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | • | | | | | |
| Reserves 161.803 (24.885) 0 136.918 Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | | | | | | |
| Retained earnings (22.078) 24.885 339.034 341.841 Total equity 250.471 0 338.919 589.390 | | | _ | | | |
| Total equity 250.471 0 338.919 589.390 | | | | , , | _ | |
| | S . | • | | | | |
| | | | | (28.804) | | |

Notes are given on page 69.

COMPANY BALANCE SHEET RECONCILIATION FOR YEAR ENDED 31.12.03

Amounts in € thousands

| | | Greek | | | |
|---|--------------------|-------------------------|------------------|-------------|---------|
| COMPANY | NOTE | Accounting Standards | Reclassification | Adjustments | IFRS |
| Fixed assets | | | | | |
| Intangible Assets | a. | 1.500 | 0 | (932) | 568 |
| Tangible assets | b. & c. | 188.879 | 0 | 443.786 | 632.665 |
| Investment in associates and subsidiaries | V. | 46.159 | 1.522 | (11.935) | 35.746 |
| Other investments | | 1.577 | (1.522) | 0 | 55 |
| Other non-current receivables | g. & h. | 15.677 | (5.477) | (3.483) | 6.717 |
| Total non current assets | = | 253.792 | (5.477) | 427.436 | 675.751 |
| Current assets | | | | | |
| Inventories | | 51.352 | 2.276 | 0 | 53.628 |
| Trade and other current receivables | j. & k. | 166.357 | (23.262) | (11.669) | 131.426 |
| Cash and cash equivalents | _ | 31.769 | 0 | 0 | 31.769 |
| Total current assets | - | 249.478 | (20.986) | (11.669) | 216.823 |
| Total assets | = | 503.270 | (26.463) | 415.767 | 892.574 |
| Non-current liabilities | | | | | |
| Provision for staff retirement compensation | I. | 61.608 | (2.589) | 6.861 | 65.880 |
| Other non-current provisions | m.&n. | 1.769 | 0 | 4.509 | 6.278 |
| Deferred tax liabilities | 0. | 0 | 0 | 116.223 | 116.223 |
| Bank Borrowings | | 14.247 | 0 | 0 | 14.247 |
| Total non-current liabilities | = | 77.624 | (2.589) | 127.593 | 202.628 |
| Current liabilities | | | | | |
| Provision for staff retirement compensation | | 0 | 2.589 | 0 | 2.589 |
| Suppliers and other creditors | p., q., r. & s. | 59.179 | (989) | (3.332) | 54.858 |
| Income tax liabilities | | 54.902 | (25.474) | 0 | 29.428 |
| Dividend payable | u. | 28.517 | 0 | (28.433) | 84 |
| Bank borrowings | - | 14.247 | 0 | 0 | 14.247 |
| Total current liabilities | = | 156.845 | (23.874) | (31.765) | 101.206 |
| Total liabilities | | 234.469 | (26.463) | 95.828 | 303.834 |
| Equity | | | | | |
| Share capital | | 109.467 | 0 | 0 | 109.467 |
| Share premium | | 1.279 | 0 | 0 | 1.279 |
| Reserves | | 130.960 | (20.501) | 0 | 110.459 |
| Retained earnings | _ | 27.095 | 20.501 | 319.939 | 367.535 |
| Total equity | ·- | 268.801 | 0 | 319.939 | 588.740 |
| Total liabilities and equity | : | 503.270 | (26.463) | 415.767 | 892.574 |

Notes are given on page 69.



Hadjipavlou Sofianos & Cambanis S.A.

Assurance & Advisory Services

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AUDITORS' REPORT

To the Shareholders of HERACLES GENERAL CEMENT Co

We have audited the accompanying consolidated and stand alone financial statements of HERACLES GENERAL CEMENT Co (the Company) as of and for the year ended December 31, 2005. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion based on our audit.

We conducted our audit in accordance with the Greek Auditing Standards, which are based on the International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, evaluating the overall financial statement presentation as well as assessing the consistency of the Board of Directors' report with the aforementioned financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the aforementioned financial statements give a fair and true fair view of the financial position of the Group and the Company respectively, as of December 31, 2005 and of the results of its operations, its cash flows and the changes in shareholders' equity for the year then ended in accordance with Financial Reporting Standards that have been adopted by the European Union and the Board of Directors' report is consistent with the aforementioned financial statements.

Without qualifying our opinion your attention is drawn to the following:

(a) As it is further explained in note 34 to the accompanying financials statements the income tax returns filed by the Company and its consolidated subsidiaries have not be examined and agreed with the tax authorities. In addition, there are disputes with the tax authorities currently pending before the competent administrative courts. The final outcome from the above future tax examinations and/or pending litigation can not be presently determined and, therefore, no provision has been established in this respect in the accompanying financial statements.

Hadjipavlou Sofianos & Cambanis S.A. Assurance & Advisory Services

A member firm of Deloitte Touche Tohmatsu

Co. Reg. No: 28953/01AT/B93/2052

AUDITORS' REPORT - CONTINUED

- (b) As it is further explained in notes 13 and 33 to the financial statements the management of the Company, on the basis of par. 62 of IFRS 3, has temporarily determined the goodwill arising on the acquisition of ATLAS SA which took place on April 20, 2005, to 2,666 million Euros. The finalization of the measurement of the above acquisition will take place within 12 months from the date of the above acquisition.
- (c) As it is further explained in note 8 to the financial statements the management of the Company has concluded the test on the impairment of the carrying values of its investments in subsidiaries, at the level of the Company's stand alone basis. As a result the Company has recognized a relevant loss of 6,680 thousand Euros in its current operations and in addition, it charged retrospectively the results of the previous year with 11,469 thousand Euros and its opening equity as of January 1, 2004 with 11,935 thousand Euros. Consequently our relevant qualification expressed in our review opinion dated September 28, 2005 with respect to our review of the Company's interim financial statements for the six months ended on June 30, 2005 is no longer required.
- (d) As it is further explained in note 38 to the financial statements included there in, among other, are the subsequent adjustments made to the previously published financial statements for the interim periods ended on March 31, 2004, March 31, 2005 and September 30, 2005. As it is clarified also in note 38 the above interim financial statements fall outside the scope of our statutory audit and, therefore, we express no opinion on these interim unaudited financial statements.

Athens, March 29, 2006
The Certified Public Accountants

Michael E. Karavas Nicolaos A. Papadimitriou

Deloitte. Hadjipavlou, Sofianos & Cambanis SA



HERACLES GCC BOARD OF DIRECTORS REPORT ON INTRA-COMPANY TRANSACTIONS

Pursuant to art. 2, para. 4 of Law 3016/2002, we are presenting hereinbelow the transactions performed between HERACLES GCC and its associates, according to article 42e, para. 5 of Law 2190/20, during 01.01.2005-31.12.2005.

Capital Transactions

1. During the HERACLES GCC BoD session no 3095/15.04.05 a decision was made for the absorption of the subsidiary "EMMY BUILDING S.A." by HERACLES GCC, with a transformation balance sheet issued on 30.04.05.

On 30.04.05, the share capital of EMMY stood as follows:

| SHAREHOLDER | SHARES | FACE VALUE | SHARE CAPITAL (K€) |
|-------------------|-----------|------------|--------------------|
| HERACLES GCC | 1.829.385 | 2,93 | 5.360 |
| HERACLES MARITIME | 45.525 | 2,93 | 133 |
| co. | | | |
| EVIESK | 37.150 | 2,93 | 109 |
| TOTAL | 1.912.060 | | 5.602 |

HERACLES GCC purchased the shares held by HERACLES MARITIME CO and EVIESK at face value, pursuant to the respective share purchase and sale agreements.

On 30.04.05, EMMY BUILDING S.A.'s equity was determined at \in 9,158 thousand. The difference between the share Capital and period equity, as at 31.12.02, rising to \in 3,556 thousand, appears in HERACLES GCC Equity (\in 2,254 thousand in reserves, \in 1,302 thousand in results carried forward).

2. The above absorption generated participation changes in HERACLES GCC's books, by EMMY's participation amount in the share capital of the following companies:



| | HERACLES GCC PARTICIPATION S 31.12.04 (€K) | plus: EMMY PARTICIPATION S 31.12.04 (€K) | HERACLES GCC PARTICIPATIONS 31.12.05 (€K) |
|------------------|--|--|---|
| AMBER | 0,00 | 192 | 192 |
| LAVA | 0,00 | 1.805 | 1.805 |
| LAFARGE BETON | 33.715 | 312 | 34.027 |
| EVIESK | 1.315 | 113 | 1.428 |
| NATIONAL BANK | 0,00 | 49 | 49 |
| TOTAL | 35.030 | 2.471 | 37.501 |

3. Moreover, in 2005, the company completed the impairment test of its investments in subsidiaries. On 31.12.05, investments in associates and subsidiaries are broken down below:

| | Acquisition Cost | Impairment provision | Net value 31.12.05 |
|---|---------------------|----------------------|-----------------------|
| LAFARGE BETON | 34.027 | 27.078 | 6.949 |
| EVIESK S.A. | 1.428 | 1.428 | 0 |
| LAVA S.A. | 1.805 | 0 | 1.805 |
| AMPER S.A. | 192 | 192 | 0 |
| EKET | 216 | | 216 |
| HERACLES MARITIME CO. | 5.544 | | 5.544 |
| ALEXANDRIA SILO INVESTMENT COMPANY SA | 458 | 458 | 0 |
| HERMES COMPANIA NAVIERA SA | 1.930 | 1.930 | 0 |
| PORT SAID SILO INVESTMENT COMPANY S.A. | 536 | 536 | 0 |
| FINDA TRANSPORTS S.A. | 756 | 756 | 0 |
| HALKIS CEMENT INTERNATIONAL S.A. | 385 | 385 | 0 |
| HELACEM S.A. | 260 | 260 | 0 |
| METROPILITAN AUTOMOBILE ENTERPRISES S.A. | | | |
| | 1.277 | 15 | 1.262 |
| | 48.814 | 33.038 | 15.776 |

- 4. Pursuant to decisions of the respective BoDs, during the first half of 2005, subsidiaries sold the shares held in the parent company. The total resulting profit, €431 thousand, was directly recognised in the Group's equity.
- 4. HERACLES GCC, collected the dividend specified below, from companies it participates in, and such amounts appeared in the "Dividend income" account.



"LAVA S.A."

"NATIONAL BANK OF GREECE"

€ 590 thousand

€ 10 thousand

Other Transactions

The Company performed transactions with associates in the framework of its standard dealings with third-party customers or suppliers. Table 1 shows these transactions and the financial value thereof.

Moreover, Table 2 shows the company's balances with associates on 31/12/2005.

TABLE 1

BREAKDOWN OF HERACLES GCC TRANSACTIONS WITH ASSOCIATES 01.01.05-31.12.05 (*).

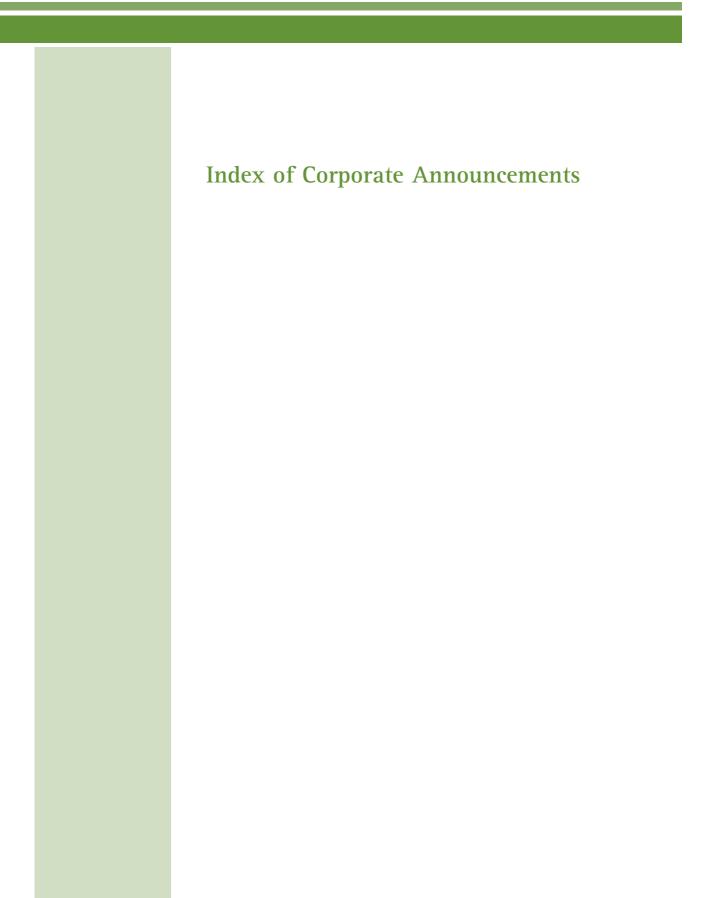
| - | _ | | 2005 |
|-------------------|---|---|--------|
| | | AMBER | 3.673 |
| | Network & IT systems support services | LAFARGE SA | 133 |
| | | EKET | 390 |
| | Sales technical support | LAFARGE UK | 172 |
| | | LAFARGE SA | 3.895 |
| | Chemical & Mineral analyses | EKET | 1.162 |
| | Marine transportation services | HERACLES MARITIME CO. | 23.904 |
| | Plant maintenance services & new projects | EVIESK | 25.227 |
| | | CEMENTIA TRADING | 813 |
| | Sales promotion services | LAFARGE CIMENTS | 62 |
| SERVICES RECEIVED | | KATSIMBRIS SA | 56 |
| FROM ASSOCIATES | Lay-days | CEMENTIA TRADING | 1.391 |
| | Staff on loan from associates | AMBER | 9 |
| | | CEMENTIA TRADING | 35 |
| | | EVIESK | 229 |
| | | LAFARGE CANADA | 20 |
| | | LAFARGE ROMCIM | 57 |
| | Rents | EVIESK | 56 |
| | | LAFARGE BETON | 86 |
| | Overhead Redistribution | LAVA | 125 |
| | | LAFARGE BETON | 14 |
| | | AMBER | 14 |
| | | HERACLES SHIPPING | 31 |
| | | KATSIMBRIS SA | 3 |
| | | CEMENTIA TRADING | 147 |
| | | LAFARGE SA | 278 |
| | | LAFARGE CENTRE TECHNIQUE INTERUNITES | 79 |
| | | LAFARGE CANADA | 10 |
| | | HUGO INSURANCE | 2.853 |
| | | LAFARGE ADRIASEBINA | 8 |

64.932

| | TOTAL | | 6.236 71.168 |
|----------------|--------------------------------------|-----------------------|------------------------|
| | | AMBER | 2 |
| | Fixed Assets Purchases | LAVA | 30 |
| | Furchase of shares due to absorption | EVIESK | 109 |
| ASSOCIATES | Purchase of shares due to absorption | HERACLES MARITIME CO. | 134 |
| ASSOCIATES | | LAFARGE MORTIES | 15 |
| PURCHASES FROM | Purchases of products & aggregates | LAFARGE CIMENTS | 3 |
| | | LAFARGE REFRAC | 90 |
| | | LAFARGE BETON | 24 |
| | | LAVA | 5.005 |
| | | EMMY | 824 |

| ASSOCIATES | Fixed Assets Sales Shop sales TOTAL | HERACLES MARITIME CO. EVIESK LAVA EVIESK AMBER | 1 12 76 146 6 124.260 |
|------------------|-------------------------------------|--|--------------------------------------|
| | | EVIESK LAVA EVIESK | 12 76 146 6 |
| | | EVIESK LAVA | 12 76 146 |
| | Fixed Assets Sales | EVIESK | 12 |
| | | | • |
| | | HERACLES MARITIME CO. | 1 |
| | | | |
| | | LAFARGE BETON | 1 |
| SALES TO | | LAFARGE ADRIASEBINA | 89.215 |
| | Calco of products a aggregates | CEMENTIA TRADING | 89.215 |
| | Sales of products & aggregates | KATSIMBRIS SA | 615 |
| | | LAVA | 703 |
| | | LAFARGE BETON | 33.259 |
| | | | |
| | | | 3.288 |
| | Other Services | CIMENCAM | 11 |
| | | LAFARGE BETON | 714 |
| | | LAFARGE SA | 120 |
| | | LAFARGE BETON | 237 |
| | | LAVA | 73 |
| | Overnead Redistribution | EMMY | 2 |
| | Overhead Redistribution | EKET | 20 |
| | | EVIESK | 107 |
| | | AMBER | 95 |
| | | HERACLES MARITIME CO. | 51 |
| | | CEMENTIA TRADING | 41 |
| TO ASSOCIATES | | WEST AFRICAN PORTLAND | 323 |
| SERVICES PROVIDE | D | ASHAKA CEMENT | 84 |
| | | AMBER | 191 |
| | Staff on loan to associates | LAVA | 318 |
| | | EKET | 51 |
| | | EVIESK | 108 |
| | | HERACLES MARITIME CO. | 195 |
| | | LAFARGE BETON | 320 |
| | Vehicle lease amounts | LAFARGE BETON | 16 |
| | | AMBER | 11 |
| | | HERACLES MARITIME CO. | 14 |
| | Bandings rents | AMBER | 34 |
| | Buildings rents | LAVA | 58 |
| | | EVIESK LAFARGE BETON | 17 77 |

| TABLE | 2 | |
|--|-------------------|---------------|
| INTRA-COMPANY BALA | NCES 31.12.05 (€) | |
| | DEBIT | CREDIT |
| | | |
| LAFARGE BETON | 13.100.309,67 | |
| EVIESK | | 1.175.687,53 |
| HERACLES MARITIME CO. | | 4.183.306,19 |
| LAVA | | 624.055,04 |
| AMBER | | 558.549,07 |
| EKET | | 278.530,61 |
| PORT SAID SILO INVESTMENT COMPANY S.A. | | 27.359,29 |
| G. HATZIKIRIAKOS | | 31.320,00 |
| HALKIS INTERNATIONAL | | 158.231,90 |
| FINTA | 1.159.113,00 | |
| HERMES | 183.386,77 | |
| MARITIME | 1.503.356,04 | |
| DCC | 2.713.321,05 | |
| TOTAL | 18.659.486,53 | 7.037.039,63 |
| | | |
| LAFARGE ROMCIM | | 57.205,00 |
| WEST AFRICAN PORTLAND | 50.730,30 | |
| CINEMCAM | 10.782,00 | |
| LAFARGE ADRIASEBINA | | 7.729,05 |
| LAFARGE ZEMENT KARSDORF | | 297,00 |
| LAFARGE CIMENTS | | 3.214,40 |
| LAFARGE CEMENT UK | | 415,42 |
| LAFARGE CENTRE TECHNIQUE INTERUNIT | | 25.784,39 |
| LAFARGE CANADA | | 19.542,73 |
| ALEXANDRIA PORTLAND CEMENT | 63.130,97 | |
| CEMENTIA TRADING | 5.479.391,18 | |
| LAFARGE SA | | 4.013.458,89 |
| TOTAL | 5.604.034,45 | 4.127.646,88 |
| | • | |
| MARATHOS QUARRIES S.A. | 3.513,18 | |
| KATSIMPIRIS | 38.345,46 | 0,00 |
| MIDDLE EAST | 3.141,31 | • |
| TOTAL | 44.999,95 | 0,00 |
| | <u> </u> | |
| GRAND TOTAL | 24.308.520,93 | 11.164.686,51 |
| | • | |



| Date | Description | Company website location | |
|--|--|--|--|
| General Meeting Convocations and Decisions | | | |
| 28/03/2006 | BoD Report to the Annual General Meeting | www.aget.gr/ Financial / Annual Reports | |
| 23/06/2005 | General Meeting Resolutions, 17/06/2005 | www.aget.gr/ Corporate Info / Latest News | |
| 17/06/2005 | General Meeting Resolutions, 17/06/2005 | www.aget.gr/ Corporate Info / Latest News | |
| 09/05/2005 | Invitation to the HERACLES GCC Ordinary Shareholders Meeting on 17/06/2005 | www.aget.gr/ Corporate Info / Latest News | |
| Dividend Allo | cation and Payment | | |
| 17/06/2005 | Announcement of dividend allocation/payment of HERACLES GCC | www.aget.gr/ Corporate Info / Latest News | |
| 24/2/2005 | Announcement of dividend allocation/payment of HERACLES GCC | www.aget.gr/ Corporate Info / Latest News | |
| Corporate Ac | | | |
| 21/04/2005 | Merger by absorption of the fully owned subsidiary EMMY BUILDING S.A. by HERACLES GCC. | www.aget.gr/ Corporate Info / Latest News | |
| Other annour | cements published on the ATHEX Dai | ly Official List | |
| 19/05/2006 | HERACLES GCC announcement to the Capital Market Commission on amendments to the 2005 interim financial statements | www.aget.gr/ Financial / Annual Reports | |
| 12/4/2006 | Presentation of Analysts Day | www.aget.gr/ Financial / Annual Reports | |
| 23/11/2005 | Cancellation of previous letter | www.aget.gr/ Corporate Info / Latest News | |
| 23/11/2005 | Response to letter from ATHEX | www.aget.gr/ Corporate Info / Latest News | |
| 20/10/2005 | HERACLES GCC announce completion of the EMMY BUILDING SA merger | www.aget.gr/ Corporate Info / Latest News | |
| 14/10/2005 | HERACLES GCC announce approval of EMMY BUILDING SA merger by the Ministry of Development | www.aget.gr/ Corporate Info / Latest News | |
| 01/07/2005 | Announcement of a change in the HERACLES GCC Board of Directors or senior executives | www.aget.gr/ Corporate Info / Latest News | |
| 16/06/2005 | BoD approval of the Draft Merger Contract for the merger by absorption of EMMY BUILDING SA by HERACLES GCC, and appointment of company representatives to sign the contract and any other document. | www.aget.gr/ Corporate Info / Latest News | |

| 4.4.405.40005 | 1150 4 61 56 6 6 | |
|----------------------|--|--------------------------|
| 11/05/2005 | HERACLES Group of Companies, a | www.aget.gr/ Corporate |
| | strong ally of society and culture | Info / Latest News |
| 26/04/2005 | Lafarge Beton acquires ATLAS SA, a | www.aget.gr/ Corporate |
| _5, 5 ., _5 5 | quarry company in Thessaloniki | Info / Latest News |
| 29/03/2005 | Announcement of other important | www.aget.gr/ Corporate |
| 29/03/2003 | · | |
| | events for HERACLES GCC - The | Info / Latest News |
| | Company supports the new generation | |
| | of scientists, by awarding the best in | |
| | the "Model Competition for Earthquake | |
| | Resistant Building Construction" | |
| | conducted by the British Council | |
| 21/03/2005 | Announcement of other important | www.aget.gr/ Corporate |
| 21/03/2003 | events for HERACLES GCC – EMMY | |
| | | Info / Latest News |
| | BUILDING SA purchased a percentage | |
| | of AMBER SA shares. | |
| 12/01/2005 | Announcement of a change in the | www.aget.gr/ Corporate |
| | HERACLES GCC Board of Directors or | Info / Latest News |
| | senior executives | |
| Press Release | | |
| 21/06/2005 | WWF and Lafarge support the | www.aget.gr/ Corporate |
| 21,00,2003 | environment by renewing their | Info / Latest News |
| | partnership | Into / Latest News |
| 47/06/2005 | | |
| 17/06/2005 | Succesful conclusion of the HERACLES | www.aget.gr/ Corporate |
| | GCC Orninary General Shareholders | Info / Latest News |
| | Meeting – Dividend allocated rises to | |
| | €0.4 per share | |
| 27/05/2005 | Press release for EVIESK | www.aget.gr/ Corporate |
| | | Info / Latest News |
| 25/05/2005 | 1925-2005 HERACLES GCC, 80 years | www.aget.gr/ Corporate |
| 23,03,2003 | of presence and social offer in the city | Info / Latest News |
| | of Volos | lino / Latest News |
| Financial rec | | |
| Financial res | | |
| 30/03/2006 | HERACLES Group of Companies year | www.aget.gr/ Corporate |
| | 2005 results | Info / Latest News |
| 29/11/2005 | HERACLES Group of Companies Jan- | www.aget.gr/ Corporate |
| | Sep 2005 results | Info / Latest News |
| 29/09/2005 | HERACLES Group of Companies first | www.aget.gr/ Corporate |
| -, -5, -505 | half 2005 results | Info / Latest News |
| 23/06/2005 | HERACLES Group of Companies Q1 | www.aget.gr/ Corporate |
| 23/00/2003 | | |
| 24/02/222 | 2005 results | Info / Latest News |
| 24/02/2005 | HERACLES Group of Companies year | www.aget.gr/ Corporate |
| | 2004 results | Info / Latest News |
| Financial Sta | tements | |
| 08/06/2005 | Financial statement figures, according | www.aget.gr/ Financial / |
| | to the IAS, of subsidiary PORT SAID | Annual Reports |
| | SILO INVESTMENT COMPANY SA | |
| | (December 2005) | |
| | (December 2003) | |

| 08/06/2006 | Annual financial statements of | www.aget.gr/ Financial / |
|------------|--|---|
| 00,00,200 | subsidiary ATLAS SA (31/12/05) | Annual Reports |
| 08/06/2005 | BoD Report of subsidiary ATLAS SA | www.aget.gr/ Financial / |
| | (31/12/05) | Annual Reports |
| 07/06/2005 | Financial statements of subsidiary | www.aget.gr/ Financial / |
| | FINDA TRANSPORTS SA (under | Annual Reports |
| | liquidation) on 19/05/2006 | - |
| 07/06/2005 | Financial statements of subsidiary | www.aget.gr/ Financial / |
| | Halkis Cement International SA | Annual Reports |
| 26/05/2006 | BoD Report of subsidiary LAFARGE | www.aget.gr/ Financial / |
| | BETON (31/12/05) | Annual Reports |
| 26/05/2006 | Annual financial statements of | www.aget.gr/ Financial / |
| | subsidiary LAFARGE BETON (31/12/05) | Annual Reports |
| 26/05/2006 | BoD Report & financial statements of | www.aget.gr/ Financial / |
| | maritime company IOKASTI (under | Annual Reports |
| 26/05/2006 | liquidation) (31/12/05) | |
| 26/05/2006 | BoD Report & financial statements of | www.aget.gr/ Financial / |
| | maritime company HERACLES GLORY | Annual Reports |
| 26/05/2006 | (31/12/05) BoD Report & financial statements of | www.aget.gr/ Financial / |
| 20/03/2000 | maritime company NAFSIKA | Annual Reports |
| | (31/12/05) | Allitual Reports |
| 26/05/2006 | BoD Report & financial statements of | www.aget.gr/ Financial / |
| 20,03,2000 | maritime company GEORGIOS | Annual Reports |
| | HATZIKIRIAKOS (31/12/05) | 7 mmaar (Caparias |
| 26/05/2006 | BoD Report & financial statements of | www.aget.gr/ Financial / |
| , , | maritime company ANDREAS | Annual Reports |
| | HATZIKIRIAKOS (31/12/05) | · |
| 26/05/2006 | BoD Report & financial statements of | www.aget.gr/ Financial / |
| | maritime company DYSTOS (31/12/05) | Annual Reports |
| 19/05/2006 | Restatement of Group and Company | www.aget.gr/ Financial / |
| | interim financial statements (Q1) | Annual Reports |
| 19/05/2006 | BoD Report of subsidiary AMBER SA | www.aget.gr/ Financial / |
| | (31/12/05) | Annual Reports |
| 19/05/2006 | Annual financial statements of | www.aget.gr/ Financial / |
| 10/05/222 | subsidiary AMBER SA (31/12/05) | Annual Reports |
| 18/05/2006 | BoD Report of subsidiary LAVA SA | www.aget.gr/ Financial / |
| 10/05/2006 | (31/12/05) | Annual Reports |
| 18/05/2006 | Annual financial statements of | www.aget.gr/ Financial / |
| 17/05/2006 | subsidiary LAVA SA (31/12/05) | Annual Reports |
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