



**S&B Industrial Minerals S.A.**

**Financial Report**

**for the three-month period ended March 31, 2012**

This three month Financial Report is prepared in accordance with article 6 of L.3556/2007 and was approved by the Board of Directors of S&B Industrial Minerals S.A. on May 10, 2012. This is made publicly available on the company's website at [www.sandb.com](http://www.sandb.com) for at least 5 (five) years from the date of issue.

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# S&B Industrial Minerals S.A.

## FINANCIAL REPORT FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2012

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## **A1. INTERIM CONDENSED FINANCIAL STATEMENTS**

The accompanying interim condensed Financial Statements have been approved by the Board of Directors of S&B Industrial Minerals S.A. on May 10, 2012.

**The Chairman of the  
Board of Directors**

**The Chief Executive  
Officer**

**The Chief Financial  
Officer**

**The Controller  
South Europe**

**Ulysses P. Kyriacopoulos**

**Kriton St. Anavlavis**

**Ioannis E. Christodoulakis**

**Nikolaos Ch. Ioakim**

**ID No AH042868**

**ID No AK061616**

**ID No AZ951354**

**A' Class License No  
0002714**

**S&B Industrial Minerals S.A.**  
**CONSOLIDATED INCOME STATEMENT**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2012**  
(Amounts in thousand Euro, except for earnings per share)

**The Group**

	Note	1/1 - 31/03/2012			1/1 -31/03/2011		
		Continuing operations	Discontinuing operations	Total	Continuing operations	Discontinuing operations	Total
Sale of goods	6	107.572	9.001	116.573	105.151	6.681	111.832
Cost of sales		(79.199)	(7.625)	(86.824)	(77.743)	(7.651)	(85.394)
<b>Gross Profit / (Loss)</b>		<b>28.373</b>	<b>1.376</b>	<b>29.749</b>	<b>27.408</b>	<b>(970)</b>	<b>26.438</b>
Administrative expenses		(10.169)	(52)	(10.221)	(11.238)	(775)	(12.013)
Selling expenses		(7.153)	(36)	(7.189)	(5.806)	(65)	(5.871)
Other income		841	288	1.129	833	160	993
Other expenses		(61)	(3)	(64)	(312)	-	(312)
<b>Operating profit / (loss)</b>		<b>11.831</b>	<b>1.573</b>	<b>13.404</b>	<b>10.885</b>	<b>(1.650)</b>	<b>9.235</b>
Finance income	7	155	-	155	99	-	99
Finance costs	8	(2.704)	(171)	(2.875)	(2.092)	(149)	(2.241)
Share of profit of associates		146	-	146	71	-	71
<b>Profit / (loss) before tax</b>		<b>9.428</b>	<b>1.402</b>	<b>10.830</b>	<b>8.963</b>	<b>(1.799)</b>	<b>7.164</b>
Income tax expense	9	(3.845)	-	(3.845)	(3.061)	-	(3.061)
<b>Net profit / (loss)</b>		<b>5.583</b>	<b>1.402</b>	<b>6.985</b>	<b>5.902</b>	<b>(1.799)</b>	<b>4.103</b>
<b>Attributable to:</b>							
Equity holders of the company		5.643	1.402	7.045	5.916	(1.799)	4.117
Non-controlling interests		(60)	-	(60)	(14)	-	(14)
		<b>5.583</b>	<b>1.402</b>	<b>6.985</b>	<b>5.902</b>	<b>(1.799)</b>	<b>4.103</b>
<b>Earnings per share attributable to equity holders of the Company</b>							
Basic		0,1104	0,0274	0,1378	0,1157	(0,0352)	0,0805
Diluted		0,1092	0,0271	0,1363	0,1141	(0,0347)	0,0794
<b>Weighted average number of shares</b>							
Basic		51.110.687	51.110.687	51.110.687	51.110.944	51.110.944	51.110.944
Diluted		51.680.003	51.680.003	51.680.003	51.870.688	51.870.688	51.870.688

The accompanying notes are an integral part of these interim consolidated financial statements

S&B Industrial Minerals S.A.  
**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2012**  
(Amounts in thousand Euro)

	The Group					
	1/1 - 31/03/2012			1/1 -31/03/2011		
	Continuing operations	Discontinuing operations	Total	Continuing operations	Discontinuing operations	Total
<b>Net profit / (loss)</b>	<b>5.583</b>	<b>1.402</b>	<b>6.985</b>	<b>5.902</b>	<b>(1.799)</b>	<b>4.103</b>
<b>Other comprehensive income</b>						
Translation of foreign operations:						
-Subsidiaries	(1.734)	-	(1.734)	(3.820)	-	(3.820)
-Associates	99	-	99	(42)	-	(42)
Valuation of available-for-sale financial assets	(4)	-	(4)	(3)	-	(3)
Income tax relating to the valuation of available-for-sale financial assets	1	-	1	1	-	1
Valuation of derivatives	(229)	-	(229)	1.289	-	1.289
Income tax relating to the valuation of derivatives	46	-	46	(276)	-	(276)
<b>Other comprehensive loss for the period, net of tax</b>	<b>(1.821)</b>	<b>-</b>	<b>(1.821)</b>	<b>(2.851)</b>	<b>-</b>	<b>(2.851)</b>
<b>Total comprehensive income / (loss) for the period, net of tax</b>	<b>3.762</b>	<b>1.402</b>	<b>5.164</b>	<b>3.051</b>	<b>(1.799)</b>	<b>1.252</b>
<b>Attributable to:</b>						
Equity holders of the company	3.827	1.402	5.229	3.065	(1.799)	1.266
Non-controlling interests	(65)	-	(65)	(14)	-	(14)
	<b>3.762</b>	<b>1.402</b>	<b>5.164</b>	<b>3.051</b>	<b>(1.799)</b>	<b>1.252</b>

The accompanying notes are an integral part of these interim condensed financial statements

**S&B Industrial Minerals S.A.**  
**SEPARATE INCOME STATEMENT**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2012**  
(Amounts in thousand Euro)

		<b>The Company</b>					
<b>Note</b>	<b>1/1 - 31/03/2012</b>			<b>1/1 - 31/03/2011</b>			
	<b>Continuing operations</b>	<b>Discontinuing operations</b>	<b>Total</b>	<b>Continuing operations</b>	<b>Discontinuing operations</b>	<b>Total</b>	
	6	23.980	9.001	32.981	25.437	6.681	32.118
		(17.257)	(7.628)	(24.885)	(17.901)	(7.688)	(25.589)
		<b>6.723</b>	<b>1.373</b>	<b>8.096</b>	<b>7.536</b>	<b>(1.007)</b>	<b>6.529</b>
		(5.351)	(35)	(5.386)	(7.279)	(763)	(8.042)
		(1.694)	(36)	(1.730)	(551)	(65)	(616)
		954	290	1.244	1.105	163	1.268
		(23)	(3)	(26)	(53)	-	(53)
		<b>609</b>	<b>1.589</b>	<b>2.198</b>	<b>758</b>	<b>(1.672)</b>	<b>(914)</b>
	7	202	-	202	54	-	54
	8	(2.070)	(170)	(2.240)	(1.359)	(148)	(1.507)
		-	-	-	-	-	-
		<b>(1.259)</b>	<b>1.419</b>	<b>160</b>	<b>(547)</b>	<b>(1.820)</b>	<b>(2.367)</b>
	9	-	-	-	(98)	-	(98)
		<b>(1.259)</b>	<b>1.419</b>	<b>160</b>	<b>(645)</b>	<b>(1.820)</b>	<b>(2.465)</b>

The accompanying notes are an integral part of these interim condensed financial statements

**S&B Industrial Minerals S.A.**  
**SEPARATE STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2012**  
(Amounts in thousand Euro)

	<b>The Company</b>					
	<b>1/1 - 31/03/2012</b>			<b>1/1 - 31/03/2011</b>		
	<b>Continuing operations</b>	<b>Discontinuing operations</b>	<b>Total</b>	<b>Continuing operations</b>	<b>Discontinuing operations</b>	<b>Total</b>
<b>Net profit /(loss)</b>	<b>(1.259)</b>	<b>1.419</b>	<b>160</b>	<b>(645)</b>	<b>(1.820)</b>	<b>(2.465)</b>
<b><u>Other comprehensive income</u></b>						
Valuation of available-for-sale financial assets	(4)	-	(4)	(3)	-	(3)
Income tax relating to the valuation of available-for-sale financial assets	1	-	1	1	-	1
Valuation of derivatives	(229)	-	(229)	1.289	-	1.289
Income tax relating to the valuation of derivatives	46	-	46	(276)	-	(276)
<b>Other comprehensive income / (loss) for the period, net of tax</b>	<b>(186)</b>	<b>-</b>	<b>(186)</b>	<b>1.011</b>	<b>-</b>	<b>1.011</b>
<b>Total comprehensive income / (loss) for the period, net of tax</b>	<b>(1.445)</b>	<b>1.419</b>	<b>(26)</b>	<b>366</b>	<b>(1.820)</b>	<b>(1.454)</b>

The accompanying notes are an integral part of these interim condensed financial statements

**S&B Industrial Minerals S.A.**  
**STATEMENTS OF FINANCIAL POSITION**  
**MARCH 31, 2012**  
(Amounts in thousand Euro)

	Note	The Group		The Company	
		March 31 2012	December 31 2011	March 31 2012	December 31 2011
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment		154.136	154.439	62.448	62.262
Investment properties		18.791	18.860	18.791	18.860
Goodwill		83.440	83.643	25.129	25.129
Other intangible assets		18.525	18.950	3	3
Investments in subsidiaries		-	-	129.338	129.338
Investments in associates		10.479	10.293	4.198	4.198
Deferred tax assets		3.481	3.584	1.308	1.121
Available-for-sale financial assets		87	90	87	90
Other non-current assets		10.841	10.862	8.410	8.412
		<b>299.780</b>	<b>300.721</b>	<b>249.712</b>	<b>249.413</b>
<b>Current assets</b>					
Inventories		73.015	73.469	15.804	18.362
Trade receivables		56.194	49.557	4.053	4.655
Due from related parties	12	1.967	1.464	2.802	3.243
Income tax receivables		-	894	796	602
Other current assets		22.545	17.934	16.774	12.656
Cash and cash equivalents		43.476	46.158	1.016	2.323
		<b>197.197</b>	<b>189.476</b>	<b>41.245</b>	<b>41.841</b>
Assets held for sale	4	76.522	72.585	79.915	76.286
<b>Total Assets</b>		<b>573.499</b>	<b>562.782</b>	<b>370.872</b>	<b>367.540</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Equity attributable to owners of the Company</b>					
Share capital		51.111	51.111	51.111	51.111
Share premium		27.000	27.000	27.000	27.000
Share option plan reserve		2.259	2.121	2.259	2.121
Derivatives valuation reserve		(1.828)	(1.645)	(1.828)	(1.645)
Other reserves		78.466	78.139	90.216	90.219
Translation of foreign operations		(2.243)	(613)	-	-
Retained earnings		99.787	93.140	2.471	2.311
		<b>254.552</b>	<b>249.253</b>	<b>171.229</b>	<b>171.117</b>
Non-controlling interests		593	658	-	-
<b>Total equity</b>		<b>255.145</b>	<b>249.911</b>	<b>171.229</b>	<b>171.117</b>
<b>Non-current liabilities</b>					
Provision for staff leaving indemnities		15.239	15.034	6.286	6.061
Provision for environmental rehabilitation		6.244	6.305	3.439	3.450
Other provisions		2.465	2.274	516	376
Interest-bearing loans and borrowings		66.983	66.978	66.983	66.978
Deferred tax liabilities		15.291	15.517	-	-
Government grants		1.802	1.829	1.519	1.534
Other non-current liabilities		771	779	89	88
		<b>108.795</b>	<b>108.716</b>	<b>78.832</b>	<b>78.487</b>
<b>Current liabilities</b>					
Trade payables		44.267	41.403	9.716	7.220
Due to related parties	12	1.452	3.548	11.801	11.455
Short-term borrowings		21.546	19.302	19.172	18.698
Current portion of long-term interest bearing loans and borrowings		91.989	91.977	47.000	47.000
Income tax liabilities		5.363	3.883	-	-
Dividends payable		22	22	16	16
Other current liabilities		24.308	19.988	12.302	9.307
		<b>188.947</b>	<b>180.123</b>	<b>100.007</b>	<b>93.696</b>
Liabilities associated with the assets classified as held for sale	4	20.612	24.032	20.804	24.240
<b>Total equity and liabilities</b>		<b>573.499</b>	<b>562.782</b>	<b>370.872</b>	<b>367.540</b>

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2012

(Amounts in thousand Euro)

	The Group										
	Attributable to Equity holders of the Company										
	Share Capital	Share Premium	Treasury Shares	Share option plan reserve	Derivatives valuation reserve	Other reserves	Translation of foreign operations	Retained earnings	Total	Non-controlling interests	Total equity
<b>January 1, 2011</b>	<b>51.782</b>	<b>42.329</b>	<b>(3.216)</b>	<b>2.237</b>	<b>(463)</b>	<b>85.703</b>	<b>(1.182)</b>	<b>65.207</b>	<b>242.397</b>	<b>561</b>	<b>242.958</b>
- Profit for the period	-	-	-	-	-	-	-	4.117	4.117	(14)	4.103
- Other comprehensive income/ (loss) for the period	-	-	-	-	1.013	(2)	(3.853)	-	(2.842)	(9)	(2.851)
- Total comprehensive income/ (loss) for the period	-	-	-	-	1.013	(2)	(3.853)	4.117	1.275	(23)	1.252
- Share based payment	-	-	-	229	-	-	-	-	229	-	229
-Purchase of treasury shares	-	-	(7)	-	-	-	-	-	(7)	-	(7)
-Transfers	-	-	-	-	-	(7.617)	-	7.616	(1)	-	(1)
<b>March 31, 2011</b>	<b>51.782</b>	<b>42.329</b>	<b>(3.223)</b>	<b>2.466</b>	<b>550</b>	<b>78.084</b>	<b>(5.035)</b>	<b>76.940</b>	<b>243.893</b>	<b>538</b>	<b>244.431</b>
<b>January 1, 2012</b>	<b>51.111</b>	<b>27.000</b>	<b>-</b>	<b>2.121</b>	<b>(1.645)</b>	<b>78.139</b>	<b>(613)</b>	<b>93.140</b>	<b>249.253</b>	<b>658</b>	<b>249.911</b>
- Profit for the period	-	-	-	-	-	-	-	7.045	7.045	(60)	6.985
- Other comprehensive loss for the period	-	-	-	-	(183)	(3)	(1.630)	-	(1.816)	(5)	(1.821)
- Total comprehensive income/ (loss) for the period	-	-	-	-	(183)	(3)	(1.630)	7.045	5.229	(65)	5.164
- Share based payment	-	-	-	138	-	-	-	-	138	-	138
- Liquidation of subsidiaries	-	-	-	-	-	-	-	(68)	(68)	-	(68)
-Transfers	-	-	-	-	-	330	-	(330)	-	-	-
<b>March 31, 2012</b>	<b>51.111</b>	<b>27.000</b>	<b>-</b>	<b>2.259</b>	<b>(1.828)</b>	<b>78.466</b>	<b>(2.243)</b>	<b>99.787</b>	<b>254.552</b>	<b>593</b>	<b>255.145</b>

The accompanying notes are an integral part of these interim condensed financial statements

**S&B Industrial Minerals S.A.**  
**SEPARATE STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2012**  
(Amounts in thousand Euro)

	<b>The Company</b>							
	<b>Share Capital</b>	<b>Share Premium</b>	<b>Treasury Shares</b>	<b>Share option plan reserve</b>	<b>Derivatives valuation reserve</b>	<b>Other reserves</b>	<b>Retained earnings</b>	<b>Total</b>
<b>January 1, 2011</b>	<b>51.782</b>	<b>42.329</b>	<b>(3.216)</b>	<b>2.237</b>	<b>(463)</b>	<b>90.298</b>	<b>2.793</b>	<b>185.760</b>
- Loss for the period	-	-	-	-	-	-	(2.465)	(2.465)
- Other comprehensive income/ (loss) for the period	-	-	-	-	1.013	(2)	-	1.011
- Total comprehensive income/ (loss) for the period	-	-	-	-	1.013	(2)	(2.465)	(1.454)
- Share based payment, options and rights granted	-	-	-	229	-	-	-	229
-Purchase of treasury shares	-	-	(7)	-	-	-	-	(7)
<b>March 31, 2011</b>	<b>51.782</b>	<b>42.329</b>	<b>(3.223)</b>	<b>2.466</b>	<b>550</b>	<b>90.296</b>	<b>328</b>	<b>184.528</b>
<b>January 1, 2012</b>	<b>51.111</b>	<b>27.000</b>	<b>-</b>	<b>2.121</b>	<b>(1.645)</b>	<b>90.219</b>	<b>2.311</b>	<b>171.117</b>
- Profit for the period	-	-	-	-	-	-	160	160
- Other comprehensive loss for the period	-	-	-	-	(183)	(3)	-	(186)
- Total comprehensive income/ (loss) for the period	-	-	-	-	(183)	(3)	160	(26)
- Share based payment	-	-	-	138	-	-	-	138
<b>March 31, 2012</b>	<b>51.111</b>	<b>27.000</b>	<b>-</b>	<b>2.259</b>	<b>(1.828)</b>	<b>90.216</b>	<b>2.471</b>	<b>171.229</b>

The accompanying notes are an integral part of these interim condensed financial statements.

**S&B Industrial Minerals S.A.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2012**  
(Amounts in thousand Euro)

	Note	The Group		The Company	
		1/1 - 31/03 2012	1/1 - 31/03 2011	1/1 - 31/03 2012	1/1 - 31/03 2011
<b>Cash flows from operating activities</b>					
Profit / (loss) before tax from continuing operations		9.428	8.963	(1.259)	(547)
Profit / (loss) before tax from discontinuing operations		1.402	(1.799)	1.419	(1.820)
<b>Profit / (loss) before tax</b>		<b>10.830</b>	<b>7.164</b>	<b>160</b>	<b>(2.367)</b>
Adjustments for:					
- Depreciation and amortization		5.090	7.088	2.294	4.179
- Grants amortization		(27)	(50)	(15)	(37)
- Provisions, net		677	1.223	552	(419)
- Finance income	7	(155)	(99)	(202)	(54)
- Finance costs	8	2.875	2.241	2.240	1.507
- Share of profit of associates		(147)	(71)	-	-
- Impairment loss		-	226	-	-
- (Gain)/ loss from the disposal of property, plant and equipment		(40)	21	-	19
		<b>19.103</b>	<b>17.743</b>	<b>5.029</b>	<b>2.828</b>
(Increase) / Decrease in:					
- Inventories		(263)	2.658	1.854	1.097
- Trade receivables		(7.218)	(5.581)	88	2.402
- Due from related parties		(503)	87	438	(16)
- Other assets		(4.669)	(1.450)	(3.985)	(777)
Increase / (Decrease) in:					
- Trade payables		(1.010)	3.389	(1.365)	(391)
- Due to related parties		(2.096)	(638)	316	20
- Other liabilities		4.348	4.784	3.026	3.254
Staff leaving indemnities paid		(279)	(510)	(104)	(340)
Payments for environmental rehabilitation		(166)	(151)	(136)	(141)
Income tax paid		(1.411)	(4.011)	(194)	(99)
<b>Net cash flows from operating activities</b>		<b>5.836</b>	<b>16.320</b>	<b>4.967</b>	<b>7.837</b>
<b>Cash flows from investing activities</b>					
- Capital expenditure		(7.753)	(6.895)	(5.242)	(5.291)
- Interest and other finance income received		48	58	1	14
- Proceeds from the settlement of derivatives		107		107	41
- Proceeds from the disposal of property, plant and equipment		70	1	-	1
<b>Net cash flows used in investing activities</b>		<b>(7.528)</b>	<b>(6.836)</b>	<b>(5.134)</b>	<b>(5.235)</b>
<b>Cash flows used in financing activities:</b>					
- Capital return to shareholders		(1)	-	(1)	-
- Purchase of treasury shares		-	(7)	-	(7)
- Net increase of short-term borrowings		2.243	479	474	86
- Dividends paid to the Equity holders of the Company, net of taxes		-	(2)	-	(2)
- Interest and other finance costs paid		(2.031)	(1.133)	(1.708)	(782)
<b>Net cash flows from / (used in) financing activities</b>		<b>211</b>	<b>(663)</b>	<b>(1.235)</b>	<b>(705)</b>
- Net foreign exchange difference on cash flows		(610)	(2.825)	94	(179)
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>(2.091)</b>	<b>5.996</b>	<b>(1.308)</b>	<b>1.718</b>
<b>Cash and cash equivalents at the beginning of the period</b>					
		<b>46.158</b>	<b>42.724</b>	<b>2.323</b>	<b>1.208</b>
- Net foreign exchange difference on cash and cash equivalents at the beginning of the period		(601)	(980)	-	-
Less: Change in cash and cash equivalents of discontinuing operations	5	10	-	1	-
<b>Cash and cash equivalents at period end</b>		<b>43.476</b>	<b>47.740</b>	<b>1.016</b>	<b>2.926</b>

The accompanying notes are an integral part of these interim condensed financial statements.

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**A2. NOTES TO THE INTERIM  
CONDENSED FINANCIAL  
STATEMENTS**

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**1. CORPORATE INFORMATION AND ACTIVITIES**

The S&B Industrial Minerals S.A. Group of companies (“the Group” or “S&B”) is a Group of companies mainly engaged, through the Greek company S&B Industrial Minerals S.A. (“the Company”) and its subsidiaries, in the extraction, processing, distribution and supply of industrial minerals, the production, distribution and supply of fluxes, the exploration for renewable sources of energy and the management and development of real estate property.

The Group owns leases and has access to, a wide and geographically dispersed range of mineral and ore reserves, allowing it to carry a diversified product palette for its customers. Through mining and processing operations, the Group utilizes the multiple properties of industrial minerals to transform its mineral-based product portfolio into industrial customized solutions for a broad range of industry applications. Through these activities, the Group addresses and caters to the needs of its customers in construction, foundry, metallurgy and specialties markets across four geographic regions where it engages in mining, processing and distribution activities, defined as South Europe, North Europe, Americas and Asia & Pacific (Note 15).

The Company was incorporated in Greece in 1934 and, since 1994, its shares are quoted on the Athens Exchange. S&B headquarters are located in Kifissia, Attica, 15 A. Metaxa street, P.C. 145 64, Greece. In 1978, the Shareholders Ordinary General Assembly extended the duration of the Company by 50 years up to 2034.

As at March 31, 2012 and 2011 the Group employed 1.954 and 1.949 employees, respectively, while the Company employed 645 and 647 employees, respectively.

**2. BASIS OF PRESENTATION OF INTERIM CONDENSED FINANCIAL STATEMENTS**

The accompanying interim consolidated and separate financial statements (hereinafter referred to as “the financial statements”) have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as endorsed by the European Union and explicitly with the provisions of IAS 34 “Interim Financial Reporting”.

The financial statements are in accordance with the applicable provisions of Greek Corporate Law 2190/1920. There are no standards applied earlier from their effective date. Moreover, the financial statements have been prepared under the historical cost convention, except for financial instruments and available for sale financial assets which are measured at fair value. All amounts in the financial statements are presented in thousand of Euro (“€”) and are rounded to the nearest thousand, unless otherwise stated.

The financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the latest issued annual financial statements as at December 31, 2011.

The financial statements for the three month period ended March 31, 2012 were approved by the Company’s Board of Directors on May 10, 2012.

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

### **3. PRINCIPAL ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of the financial statements, are consistent with those followed in the preparation of the annual financial statements for the year ended December 31, 2011, except for the below mentioned adoption of new standards and interpretations applicable for fiscal periods beginning at January 1, 2012:

- **IAS 12 Income Taxes (Amended) - Recovery of Underlying Assets**
- **IFRS 7 Financial Instruments: Disclosures (Amended) - Enhanced Derecognition Disclosure Requirements**

The following standards are issued but not yet effective:

- **IAS 1 Financial Statement Presentation (Amended) - Presentation of Items of Other Comprehensive Income**
- **IAS 19 Employee Benefits (Amended)**
- **IAS 27 Separate Financial Statements (Revised)**
- **IAS 28 Investments in Associates and Joint Ventures (Revised)**
- **IAS 32 Financial Instruments: Presentation (Amended) - Offsetting Financial Assets and Financial Liabilities**
- **IFRS 7 Financial Instruments: Disclosures (Amended) - Offsetting Financial Assets and Financial Liabilities**
- **IFRS 9 Financial Instruments - Classification and Measurement**
- **IFRS 10 Consolidated Financial Statements**
- **IFRS 11 Joint Arrangements**
- **IFRS 12 Disclosures of Involvement with Other Entities**
- **IFRS 13 Fair Value Measurement**
- **IFRIC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine**

The Group has not early adopted any other standard, interpretation or amendment that was issued but is not yet effective.

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**4. ENTITIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS**

**4.1 Consolidation under the full method**

The subsidiaries of S&B included in the consolidated financial statements are the following:

Entity	Country	Field of activity	% Participation		Year Established / Acquired
			31/3/2012	31/12/2011	
<b>EUROPE</b>					
S&B Industrial Minerals AD	Bulgaria	Industrial Minerals	99,73%	99,73%	2003
Sibimin Overseas Ltd.	Cyprus	Industrial Minerals	99,99%	99,99%	1996
Cape Trahilas Enterprises Ltd.	Cyprus	Real Estate	100,00%	100,00%	2007
Cape Trahilas One Ltd.	Cyprus	Real Estate	100,00%	100,00%	2007
Cape Trahilas Two Ltd.	Cyprus	Real Estate	100,00%	100,00%	2007
S&B Industrial Minerals S.A.R.L.	France	Industrial Minerals	100,00%	100,00%	2001
S&B Industrial Minerals GmbH	Germany	Industrial Minerals	100,00%	100,00%	2001
S&B Holding GmbH	Germany	Holding	100,00%	100,00%	1992
SLS Baustoffe GmbH	Germany	Industrial Minerals	99,80%	99,80%	2001
Askana Ltd.	Georgia	Industrial Minerals	97,70%	97,70%	1998
Isocon S.A.	Greece	Industrial Minerals	60,00%	60,00%	1996
Greek Helicon Bauxites S.A.	Greece	Industrial Minerals	100,00%	100,00%	1995
Cape Trahilas Two S.A.	Greece	Real Estate	100,00%	100,00%	2007
Cape Trahilas Three S.A.	Greece	Real Estate	100,00%	100,00%	2009
S&B Industrial Minerals Kft	Hungary	Industrial Minerals	100,00%	100,00%	2001
Sarda Perlite S.r.l.	Italy	Industrial Minerals	61,00%	61,00%	2001
S&B Industrial Minerals SP Z.O.O.	Poland	Industrial Minerals	100,00%	100,00%	2006
S&B Industrial Minerals Spain S.L.u.	Spain	Industrial Minerals	100,00%	100,00%	2000
<b>AMERICA</b>					
Stollberg do Brazil Ltda	Brazil	Industrial Minerals	100,00%	100,00%	2004
Milos Island Resort Ltd. <sup>(1)</sup>	B.V.I.	Real Estate	-	100,00%	2009
S&B Industrial Minerals North America Inc.	U.S.A.	Industrial Minerals	100,00%	100,00%	1999
Stollberg Inc.	U.S.A.	Industrial Minerals	100,00%	100,00%	2004
<b>ASIA</b>					
S&B Industrial Minerals (Henan) Co. Ltd.	China	Industrial Minerals	100,00%	100,00%	1996
Guizhou S&B New-Typed Material Co. Ltd.	China	Industrial Minerals	100,00%	100,00%	2009
S&B Jilin Wollastonite Co Ltd.	China	Industrial Minerals	100,00%	100,00%	2005
S&B Industrial Minerals (Tianjin) Co. Ltd.	China	Industrial Minerals	100,00%	100,00%	2006
Panshi Huanyu Wollastonite Co. Ltd.	China	Industrial Minerals	100,00%	100,00%	2007
Stollberg India Pvt. Ltd.	India	Industrial Minerals	100,00%	100,00%	2004
S&B Endustriyel Mineraller A.Ş.	Turkey	Industrial Minerals	99,72%	99,72%	1996
Pabalk Maden A.Ş.	Turkey	Industrial Minerals	98,73%	98,73%	1995
<b>AFRICA</b>					
Naimex S.A.R.L.	Morocco	Industrial Minerals	100,00%	100,00%	2003
S&B Ind. Min. Morocco S.A.R.L.	Morocco	Industrial Minerals	100,00%	100,00%	2008

**Footnotes**

1. As of 11<sup>th</sup> February, 2012 Milos Island Resort Ltd was dissolved.

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**4. ENTITIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS**  
**(continued)**

**4.2 Consolidation under the proportionate method**

The jointly controlled entities of S&B included in the consolidated financial statements are the following:

Entity	Country	Field of activity	% Participation		Year Established / Acquired
			31/3/2012	31/12/2011	
<b>EUROPE</b>					
Orykton GmbH	Germany	Industrial Minerals	50,00%	50,00%	2005
Cebo International B.V.	Netherlands	Holding	50,00%	50,00%	2007
Cebo Holland B.V. <sup>(1)</sup>	Netherlands	Industrial Minerals	50,00%	50,00%	2007
Cebo Marine B.V. <sup>(1)</sup>	Netherlands	Industrial Minerals	50,00%	50,00%	2007
Cebo U.K. Ltd. <sup>(1)</sup>	G.Britain	Industrial Minerals	50,00%	50,00%	2007
<b>ASIA</b>					
Stollberg & Samil Co. Ltd.	Korea	Industrial Minerals	50,00%	50,00%	2004
Qing Dao Stollberg & Samil Co.Ltd. <sup>(2)</sup>	China	Industrial Minerals	48,32%	48,32%	2004
Pergem Mineral A.Ş.	Turkey	Industrial Minerals	50,00%	50,00%	2010
Organik Madencilik Ltd.	Turkey	Industrial Minerals	50,00%	50,00%	2011

**Footnotes**

1. Cebo Holland B.V., Cebo Marine B.V. and Cebo U.K. Ltd. are fully consolidated in their parent company financial statements, namely Cebo International B.V. (participation interest 100%).
2. Qing Dao Stollberg & Samil Co.Ltd. is fully consolidated in the parent company's financial statements, namely Stollberg & Samil Co. Ltd, (96,64% participation interest accordingly).

**4.3 Equity method entities**

Entities consolidated under the equity method of accounting are the following:

Associate	Country	Field of activity	% Participation		Year Established / Acquired
			31/3/2012	31/12/2011	
Laviosa Chimica Mineraria S.p.A.	Italy	Industrial Minerals	35,00%	35,00%	1997
Laviosa Sanayi Ve Ticaret Ltd. <sup>(1)</sup>	Turkey	Industrial Minerals	35,00%	35,00%	2008
Laviosa Trimex Industries Ltd. <sup>(1)</sup>	India	Industrial Minerals	19,00%	19,00%	2009
Laviosa MPC SAS <sup>(1)</sup>	France	Industrial Minerals	28,00%	28,00%	2010
Minersarda S.p.A. <sup>(1)</sup>	Italy	Industrial Minerals	35,00%	35,00%	1993
Laviosa Promasa S.A. <sup>(2)</sup>	Spain	Industrial Minerals	29,52%	29,52%	1997
Xinyang- Athenian Mining Co Ltd. (XAMCO)	China	Industrial Minerals	25,00%	25,00%	1996
Angang Stollberg & Samil Co. Ltd. <sup>(3)</sup>	China	Industrial Minerals	25,00%	25,00%	2010
Protovoulia Milos S.A.	Greece	Other activities	43,07%	43,07%	2007

**Footnotes**

1. Laviosa Sanayi Ve Ticaret Ltd., Laviosa Trimex Industries Ltd, Laviosa MPC SAS and Minersarda S.p.A. are fully consolidated in their parent's, Laviosa Chimica Mineraria S.p.A., financial statements (participation interest 100%, 55%, 80% and 100%, respectively).
2. The Company holds a direct participation interest of 20,10% in the associate Laviosa Promasa S.A. whereas the aggregate interest stated at the above table, derives indirectly due to the fact that the above mentioned company is also consolidated in the financial statements of Laviosa Chimica Mineraria S.p.A.
3. Angang Stollberg & Samil Co. Ltd is consolidated under the equity method in its parent's, Stollberg & Samil Co. Ltd, financial statements (participation interest 50%).

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**5. DISCONTINUING OPERATIONS**

On November 8, 2011 the Company announced the initial agreement for the gradual disposal of its bauxite operations in Greece to Aluminium S.A., a fully owned subsidiary of Mylitineos Holdings S.A. The initially agreed price of € 61.072 is to be confirmed upon completion of the financial, legal, tax and technical due diligence process.

Upon the successful completion of the process, a detailed procedure, the terms and the relevant timeline for the gradual transfer of Bauxite operations to Aluminium S.A. will be set. The initial agreement foresees the contribution of the Group's Bauxite activity in Greece to Delphi Distomon S.A. (D.D.), a fully-owned subsidiary of Aluminium S.A. engaged in bauxite production, in which the Company will become a shareholder. Thereafter, Aluminium S.A. will gradually acquire the Company's contributed share in D.D., so that its own share in D.D. initially reaches 51% and thereafter will proceed to the acquisition of the remaining 49% share gradually over the following 30-month period.

As of December 31, 2011, the net assets of the Company's Bauxite operations in Greece and "Greek Helicon Bauxite S.A.", a fully-owned subsidiary of the Company, were classified as a held for sale in the Group and Company statements of financial position. Furthermore, their results for the three month periods ended March 31, 2012 and 2011 were reclassified and are presented in accordance with the provisions of IFRS 5 "Non-current assets held for sale and Discontinued operations" separately on the face of the Group and Company income statements as "Discontinuing Operations". Moreover, in accordance with the provisions of IFRS 5, the depreciation of the non-current assets classified as held for sale has ceased for the two month period in 2011 following the aforementioned announcement and the three month period ended March 31, 2012.

The assets held for sale and the associated liabilities of the disposal group are presented separately in the March 31, 2012, statement of financial position of the Group and the Company. The major classes of assets and liabilities of the disposal group are presented below:

	The Group		The Company	
	March 31 2012	December 31 2011	March 31 2012	December 31 2011
<b>Non-current assets</b>				
Property, plant and equipment	56.150	52.281	55.657	51.788
Other intangible assets	176	176	176	176
Investments in subsidiaries	-	-	4.232	4.232
Deferred tax assets	141	141	141	141
Other non-current assets	68	68	64	64
	<b>56.535</b>	<b>52.666</b>	<b>60.270</b>	<b>56.401</b>
<b>Current assets</b>				
Inventories	14.830	15.029	14.830	15.029
Trade receivables	3.866	3.667	3.881	3.667
Due from related parties	-	-	5	2
Other current assets	1.272	1.194	1.070	1.186
Cash and cash equivalents	19	29	-	1
	<b>19.987</b>	<b>19.919</b>	<b>19.786</b>	<b>19.885</b>
<b>Total Assets</b>	<b>76.522</b>	<b>72.585</b>	<b>80.056</b>	<b>76.286</b>
<b>Non-current liabilities</b>				
Provision for staff leaving indemnities	1.946	1.966	1.946	1.966
Provision for environmental rehabilitation	7.616	7.583	7.369	7.336
Other provisions	1.527	1.526	1.377	1.377
Other non-current liabilities	402	402	-	-
	<b>11.491</b>	<b>11.477</b>	<b>10.692</b>	<b>10.679</b>
<b>Current liabilities</b>				
Trade payables	3.421	7.295	3.421	7.282
Due to related parties	-	-	1.046	1.075
Other current liabilities	5.700	5.260	5.645	5.204
	<b>9.121</b>	<b>12.555</b>	<b>10.112</b>	<b>13.561</b>
<b>Total liabilities</b>	<b>20.612</b>	<b>24.032</b>	<b>20.804</b>	<b>24.240</b>

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**5. DISCONTINUING OPERATIONS (continued)**

The net cash flows attributable to the discontinuing operations for the three month periods ended March 31, 2012 and 2011, respectively, are presented below:

	The Group		The Company	
	1/1 - 31/03 2012	1/1 - 31/03 2011	1/1 - 31/03 2012	1/1 - 31/03 2011
Net cash flows from operating activities	(2.232)	3.390	(2.190)	3.345
Net cash flows used in investing activities	(3.730)	(3.171)	(3.730)	(3.171)
<b>Net cash (inflow) / outflow</b>	<b>(5.962)</b>	<b>219</b>	<b>(5.920)</b>	<b>174</b>

**6. SALES**

Sales in the financial statements consist of products sold in the following markets:

	The Group		The Company	
	1/1-31/03 2012	1/1-31/03 2011	1/1-31/03 2012	1/1-31/03 2011
Metallurgy	33.869	34.743	4.503	3.509
Construction	22.566	22.122	6.844	9.773
Foundry	32.373	30.455	7.414	8.638
Specialties	18.468	17.559	4.804	3.211
Other	296	272	415	306
	<b>107.572</b>	<b>105.151</b>	<b>23.980</b>	<b>25.437</b>
Sales of discontinuing operations	9.001	6.681	9.001	6.681
<b>Total sales</b>	<b>116.573</b>	<b>111.832</b>	<b>32.981</b>	<b>32.118</b>

**7. FINANCE INCOME**

Finance income in the financial statements is analyzed as follows:

	The Group		The Company	
	1/1-31/03 2012	1/1-31/03 2011	1/1-31/03 2011	1/1-31/03 2010
Gains from settlement of derivatives on oil	107	41	107	41
Interest income	29	58	1	13
Other	19	-	-	-
<b>Total finance income</b>	<b>155</b>	<b>99</b>	<b>108</b>	<b>54</b>

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**8. FINANCE COSTS**

Finance costs in the financial statements are analyzed as follows:

	The Group		The Company	
	1/1-31/03	1/1-31/03	1/1-31/03	1/1-31/03
	2012	2011	2012	2011
Interest expense on long term loans and borrowings	1.511	1.169	1.298	913
Interest expense on short term borrowings	405	78	361	55
Bank charges	289	91	227	27
Finance cost of staff leaving indemnities provision	207	219	91	88
Foreign exchange losses, net	189	437	(94)	179
Finance cost of environmental rehabilitation provision	97	73	86	85
Amortization of loan expenses	6	25	6	12
	<u>2.704</u>	<u>2.092</u>	<u>1.975</u>	<u>1.359</u>
Finance costs of discontinuing operations	171	149	171	148
<b>Total finance costs</b>	<u><u>2.875</u></u>	<u><u>2.241</u></u>	<u><u>2.146</u></u>	<u><u>1.507</u></u>

**9. INCOME TAX (CURRENT AND DEFERRED)**

Income tax in the financial statements is analyzed as follows:

	The Group		The Company	
	1/1-31/03	1/1-31/03	1/1-31/03	1/1-31/03
	2012	2011	2012	2011
Current income tax	3.854	3.296	-	283
Deferred income tax	(9)	(235)	-	(185)
<b>Total Income Tax</b>	<u><u>3.845</u></u>	<u><u>3.061</u></u>	<u><u>-</u></u>	<u><u>98</u></u>

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**9. INCOME TAX (CURRENT AND DEFERRED) (continued)**

The unaudited tax years of each company of the Group are as follows:

<b>Entity</b>	<b>Footnote</b>	<b>Country</b>	<b>Unaudited tax years</b>
<b>EUROPE</b>			
S&B Industrial Minerals AD		Bulgaria	2007-2011
S&B Industrial Minerals S.A.R.L.	(1)	France	2006-2011
S&B Industrial Minerals GmbH		Germany	2010-2011
S&B Holding GmbH		Germany	2010-2011
SLS Baustoffe GmbH		Germany	2010-2011
Orykton GmbH		Germany	2010-2011
Askana Ltd.		Georgia	2003-2011
S&B Industrial Minerals S.A.	(2)	Greece	2010-2011
Isocon S.A.		Greece	2007-2011
Greek Helicon Bauxites S.A.		Greece	2010-2011
Cape Trahilas One S.A.	(4)	Greece	2010-2011
Cape Trahilas Two S.A.		Greece	2010-2011
Cape Trahilas Three S.A.		Greece	2010-2011
S&B Industrial Minerals Spain S.L.u.		Spain	2006-2011
Sarda Perlite S.r.l.	(3)	Italy	2007-2011
Sibimin Overseas Ltd.		Cyprus	2006-2011
Cape Trahilas Enterprises Ltd.		Cyprus	2007-2011
Cape Trahilas One Ltd.		Cyprus	2007-2011
Cape Trahilas Two Ltd.		Cyprus	2007-2011
Cebo International B.V.		Netherlands	2010-2011
Cebo Holland B.V.		Netherlands	2010-2011
Cebo Marine B.V.		Netherlands	2010-2011
Cebo U.K. Ltd.		G. Britain	2010-2011
S&B Industrial Minerals Kft.		Hungary	2006-2011
S&B Industrial Minerals SP Z.O.O.		Poland	2008-2011
<b>AMERICA</b>			
S&B Industrial Minerals North America Inc.		U.S.A.	2009-2011
Stollberg Inc.		U.S.A.	2009-2011
Stollberg do Brazil Ltda		Brazil	2005-2011
<b>ASIA</b>			
S&B Industrial Minerals (Henan) Co. Ltd.		China	2010-2011
S&B Jilin Wollastonite Co Ltd.		China	2005-2011
S&B Industrial Minerals (Tianjin) Co. Ltd.		China	2006-2011
Panshi Huanyu Wollastonite Co. Ltd.		China	2007-2011
Qing Dao Stollberg & Samil Co.Ltd.		China	2008-2011
S&B Endustriyel Mineraller A.Ş.		Turkey	2005-2011
Pabalk Maden A.Ş.		Turkey	2005-2011
Pergem Mineral A.Ş.		Turkey	2010-2011
Organik Madencilik Ltd.		Turkey	2011
Stollberg India Pvt. Ltd.		India	2011
Stollberg & Samil Co. Ltd.		Korea	2004-2011
<b>AFRICA</b>			
Naimex S.A.R.L.		Morocco	2006-2011
S&B Ind. Min. Morocco S.A.R.L.		Morocco	2008-2011

**Footnotes:**

- (1) Unaudited tax years for S&B Industrial Minerals S.A.R.L. are 2009-2011. However, this period extends back to 2006 due to the merger with Denain Anzin Metallurgie S.A.S.
- (2) For the fiscal year ended December 31, 2011, the Company is under audit from its statutory auditors in accordance to the law 3842/2010, as implemented by law 1159/2011.
- (3) The entity is currently under audit from tax authorities.
- (4) The entity has been dissolved but according to Greek legislation has not settled its unaudited tax years .

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**10. EXISTING LIENS**

No liens exist on the Group's and the Company's property, plant and equipment except for a mortgage of € 1,1 million on the property, plant and equipment of S&B Industrial Minerals A.D. (see note 11).

**11. PENDING LITIGATION AND ARBITRATION**

The Group is a party to various lawsuits and arbitration proceedings in the normal course of business, against which the Group has provided for an amount of € 1.726 and € 1.726 as of March 31, 2012 and December 31, 2011, respectively, (€ 1.701 and € 1.701 as of March 31, 2012, and December 31, 2011, respectively, for the Company) in the financial statements.

Moreover, by its decisions 8778/07 and 8779/07 the Hellenic Ministry for the Environment, Energy and Climate Change imposed penalties of € 224 and € 168, respectively, to the Company in 2007. The related amounts were paid in 2008. Furthermore, the Company appealed the above decisions before the Administrative Court of Athens which by its decisions 1630/2008 and 1631/2008 accepted the appeals and rejected the initial decisions of the Hellenic Ministry for the Environment, Energy and Climate Change. The above amounts were remitted to the Company in 2009. The pertinent authorities have repeated the procedure and by their decisions 2589/9.7.10 and 2588/9.7.10 have imposed to the Company the same amount of penalties € 224 and € 168, respectively. The amounts were paid within 2010. However, following the aforementioned payment, the Company has appealed against the above decisions before the Administrative Court of Athens but will be committed for trial to the Administrative Court of Syros, following the recent reform on court jurisdiction.

By a letter dated September 29, 2010, the Secretariat of the International Commercial Chamber (I.C.C.) informed the Company that it has received a request for arbitration from Kerneos S.A. (claimant), a French third party customer. The claimant, on the basis of a 10-year supply of bauxite agreement with the Company, was alleging that the Company has breached its contractual obligations due to non-delivery of the quantities stipulated in the said agreement. On the basis of the revised statement of claim submitted on June 29, 2011, the claimant claimed the amount of € 4,8 million for late deliveries penalties, for the period September 2009 to May 15, 2011, and € 2,2 million for alleged damages for the same period. On March 9, 2012, the International Court of Arbitration of the I.C.C. issued its decision, which held that the Company is liable in damages of € 2,2 million to Kerneos S.A.. Regarding the late deliveries penalties, the decision held that the relevant clause of the contract is applicable without awarding any specific amount to the claimant. Furthermore, the Court rejects the claim for such penalties with respect to shipments of 2009 and invites the Company to provide additional clarifications for the period from January 1, 2010 to May 15, 2011 in relation to its supportive argument that was submitted in the arbitration process which argued that the claimed penalties for delivery delays are excessive and need to be adjusted to proportionate reasonable levels. Finally, Kerneos S.A. reserved its right to file additional claim for alleged damages and late deliveries penalties for the period May 15, 2011 to December 31, 2011.

Based on the International Court of Arbitration of the I.C.C. decision, the amount of awarded damages of € 2,2 million was charged in December 31, 2011 income statement. Moreover, considering the above award for damages and the performance of the sales agreement, it was estimated that the amount of late deliveries penalties for the period January 1, 2010 to May 15, 2011 will be reasonably limited. Based on the above facts and developments, the Group management estimated that in addition to the above charge for damages, a provision of € 1,3 million, in the December 31, 2011 financial statements was sufficient to cover for any amounts awarded in the future. No further amounts were charged in the March 31, 2012 financial statements.

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**11. PENDING LITIGATION AND ARBITRATION (continued)**

In December 2003, S&B Group acquired S&B Industrial Minerals A.D. (at the time named Bentonit A.D.) from its former owners who had acquired the entity in 1998 through a privatization process. On the basis of the privatization agreement, its former owners undertook, vis-a-vis the Bulgarian Privatization Agency (B.P.A.), certain obligations which were not met in full and thus certain liabilities were developed. However, from the time of its acquisition, the Group was never informed of these liabilities, because S&B Industrial Minerals A.D. could not, as a legal party, be held liable for the breach of the Privatization Agreements as these were limited to the previous owners. After the 2006 legislative changes in Bulgaria, B.P.A. has been entitled to hold liable the privatized entities themselves, in the case that the acquirers in the privatized process had not honored their obligations. As a result of these changes, B.P.A. set a mortgage in 2007 on the assets of S&B Industrial Minerals A.D. for an amount of € 1,1 million for which no notification was sent to the entity in the absence of such a legal requirement. In November 2011, S&B Industrial Minerals A.D. was notified for the initiation of a forceful execution of this mortgage to foreclose part of its assets in order to enforce payment of an amount equal to € 600 plus legal interest. The forceful execution of the mortgage has been temporarily suspended. Notwithstanding the above suspension S&B Industrial Minerals A.D. has taken appropriate legal measures and has formally requested the Economic Investment Bank to intervene in the legal proceedings with its capacity as a guarantor of the acquisition transaction in 2003. If for any reason, the Group is forced to pay any amount, legal recourse actions will be initiated for compensation against the sellers in the acquisition transaction in 2003, as well as the guarantor, Economic Investment Bank. Due to the complexity of the case and the arbitration recourse actions that may be initiated against the sellers and the guarantor, the Group's management has sustainable reasons to believe that there will not be any net financial damage for the Group.

Except for these cases, the Group's Management believes that the outcome of any remaining litigation is not expected to have a material adverse effect on the Group's and the Company's financial position and operations.

**12. RELATED PARTY TRANSACTIONS**

Transactions with related parties are made at arms'-length and mainly relate to operating and partly to investing activities. Outstanding balances at the year-end are unsecured, interest free and are settled in cash within the timeframe agreed. The guarantees provided by S&B to its subsidiaries as March 31, 2012 and December 31, 2011 are analyzed in Note 14. Company's Management has not provided against the receivables due from its subsidiaries or associates as it does not anticipate any doubtfulness of such receivables, except for the case of Askana Ltd. against which a provision for doubtful debts has been established. Intra-group balances and transactions among fully consolidated subsidiaries have been fully eliminated from the financial statements of the Group.

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**AS OF MARCH 31, 2012**

(Amounts in thousand Euro, unless otherwise stated)

**12. RELATED PARTY TRANSACTIONS (continued)**

The following table present balances due from and due to, as well as revenues and expenses, between related parties and the Group:

	The Group			
	Due from		Due to	
	March 31 2012	December 31 2011	March 31 2012	December 31 2011
<b><u>Associates</u></b>				
Xinyang Athenian Mining Co. Ltd	127	131	952	1.517
Other	19	3	-	-
	<b>146</b>	<b>134</b>	<b>952</b>	<b>1.517</b>
<b><u>Jointly controlled entities</u></b>				
Cebo International B.V.	308	221	44	43
Pergem Mineral A.Ş.	190	193	-	-
Stollberg & Samil Co. Ltd	43	47	45	108
	<b>541</b>	<b>461</b>	<b>89</b>	<b>151</b>
<b><u>Other related companies</u></b>				
Haliburton Affiliates LLC.	1.192	781	45	313
Motodynamics S.A., Group of companies	38	38	-	-
ORYMIL S.A.	33	33	-	931
Perlite Hellas S.A.	-	-	315	430
Rescon India Private Ltd.	-	-	51	200
Other	17	17	-	6
	<b>1.280</b>	<b>869</b>	<b>411</b>	<b>1.880</b>
	<b>1.967</b>	<b>1.464</b>	<b>1.452</b>	<b>3.548</b>
	The Group			
	Revenues		Expenses	
	1/1-31/03 2012	1/1-31/03 2011	1/1-31/03 2012	1/1-31/03 2011
<b><u>Associates</u></b>				
Laviosa Promasa S.A.	499	438	-	-
Laviosa Chimica Mineraria S.p.A.	25	26	-	-
	<b>524</b>	<b>464</b>	<b>-</b>	<b>-</b>
<b><u>Jointly controlled entities</u></b>				
Cebo International B.V.	308	329	93	133
Stollberg & Samil Co. Ltd	29	-	67	42
Other	7	-	-	-
	<b>344</b>	<b>329</b>	<b>160</b>	<b>175</b>
<b><u>Other related companies</u></b>				
Haliburton Affiliates LLC.	2.417	1.483	255	150
Perlite Hellas S.A.	-	-	89	415
Rescon India Private Ltd.	-	-	57	422
Other	4	4	29	21
	<b>2.421</b>	<b>1.487</b>	<b>430</b>	<b>1.008</b>
	<b>3.289</b>	<b>2.280</b>	<b>590</b>	<b>1.183</b>

**S&B Industrial Minerals S.A.**  
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(Amounts in thousand Euro, unless otherwise stated)

**12. RELATED PARTY TRANSACTIONS (continued)**

The following tables present balances due to and from related parties as well as revenues and expenses with them for the Company:

	The Company			
	Due from		Due to	
	March 31 2012	December 31 2011	March 31 2012	December 31 2011
<b><u>Direct subsidiaries</u></b>				
Isocon S.A.	1.551	1.682	-	6
S&B Holding GmbH	96	-	-	-
Sarda Perlite S.r.l.	-	-	604	830
Sibimin Overseas Ltd.	-	5	-	-
	<b>1.647</b>	<b>1.687</b>	<b>604</b>	<b>836</b>
<b><u>Indirect subsidiaries</u></b>				
S&B Endustriyel Mineraller A.S.	370	172	-	-
Stollberg Inc.	62	-	-	-
S&B Industrial Minerals (Henan) Co. Ltd.	12	12	6	6
S&B Industrial Minerals GmbH	-	-	7.758	9.222
S&B Industrial Minerals North America Inc.	-	41	2.055	-
S&B Industrial Minerals S.A.R.L.	-	797	897	-
S&B Industrial Minerals A.D.	-	-	481	455
	<b>444</b>	<b>1.022</b>	<b>11.197</b>	<b>9.683</b>
<b><u>Associates</u></b>				
Laviosa Chimica Mineraria S.p.A.	15	3	-	-
Laviosa Promasa S.A.	3	-	-	-
	<b>18</b>	<b>3</b>	<b>-</b>	<b>-</b>
<b><u>Other related companies</u></b>				
Cebo International B.V.	605	443	-	-
Motodynamics S.A., Group of companies	38	38	-	1
ORYMIL S.A.	33	33	-	931
Other	17	17	-	4
	<b>693</b>	<b>531</b>	<b>-</b>	<b>936</b>
	<b>2.802</b>	<b>3.243</b>	<b>11.801</b>	<b>11.455</b>

**S&B Industrial Minerals S.A.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
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(Amounts in thousand Euro, unless otherwise stated)

**12. RELATED PARTY TRANSACTIONS (continued)**

	<b>The Company</b>			
	<b>Revenues</b>		<b>Expenses</b>	
	<b>1/1-31/03 2012</b>	<b>1/1-31/03 2011</b>	<b>1/1-31/03 2012</b>	<b>1/1-31/03 2011</b>
<b><u>Direct subsidiaries</u></b>				
Isocon S.A.	261	356	-	-
S&B Holding GmbH	96	112	-	-
Sarda Perlite S.r.l.	-	-	150	151
Sibimin Overseas Ltd.	-	7	-	-
	<b>357</b>	<b>475</b>	<b>150</b>	<b>151</b>
<b><u>Indirect subsidiaries</u></b>				
S&B Industrial Minerals GmbH	6.599	5.340	22	-
S&B Industrial Minerals North America Inc.	3.906	4.987	-	-
S&B Industrial Minerals S.A.R.L.	990	1.781	-	-
S&B Endustriyel Mineraller A.S.	372	330	-	-
S&B Industrial Minerals Spain S.L.u.	195	423	-	-
Stollberg Inc.	62	58	-	-
Other	6	7	26	51
	<b>12.130</b>	<b>12.926</b>	<b>48</b>	<b>51</b>
<b><u>Associates</u></b>				
Laviosa Promasa S.A.	499	438	-	-
Laviosa Chimica Mineraria S.p.A.	25	26	-	-
	<b>524</b>	<b>464</b>	<b>-</b>	<b>-</b>
<b><u>Other related companies</u></b>				
Cebo International B.V.	605	659	-	-
ORYMIL S.A.	-	-	8	8
Other	4	3	20	13
	<b>609</b>	<b>662</b>	<b>28</b>	<b>21</b>
	<b>13.620</b>	<b>14.527</b>	<b>226</b>	<b>223</b>

Transactions and compensation of key management personnel and Board members of the Group for the three month period ended March 31, 2012 amounted to € 1.131 (€ 1.292 for the three month period ended March 31, 2011). Balances due to key management and Board members as of March 31, 2012 amounted to € 432 (€ 1.272 as of December 31, 2011).

Finally, transactions and compensation of key management and Board members of the Company for the three month period ended March 31, 2012 amounted to € 1.075 (€ 1.240 for the three month period ended March 31, 2011). Balances due to key management and Board members as of March 31, 2012 amounted to € 421 (€ 1.228 as of December 31, 2011).

**S&B Industrial Minerals S.A.**  
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### **13. CAPITAL EXPENDITURE**

The Group realized capital expenditure for the three month periods ended March 31, 2012 and 2011 of € 7,7 million and € 6,9 million, respectively, (the Company realized € 5,2 million and € 5,3 million, respectively).

### **14. CONTINGENCIES - COMMITMENTS**

On March 31, 2012 and December 31, 2011 the Group has issued letters of guarantee for a total amount of € 5,0 million and € 6,8 million, respectively, while the Company has issued letters of guarantee for a total amount of € 3,3 million and € 4,0 million, respectively, relating mainly to mining rights and licenses. Further to the above, the Company as of March 31, 2012 had issued corporate guarantees to banks in favor of certain subsidiaries for the issuance of bank loans to them for a total amount of approximately € 53,7 million (approximately € 53,7 million as of December 31, 2011).

### **15. OPERATING SEGMENT INFORMATION**

Effective from 2012, the Group's organizational structure changed from divisions based on the nature of the industrial mineral applications to geographic regions where it engages in production, processing and distribution activities, in order to better manage complexity and diversity across its geographic spread and support further growth prospects. Under this new structure, the Group has four reportable profit generating segments (Regions), which are independently managed, plus the Corporate segment. This external segment reporting is based on the Group's internal organizational and management structure and on key figures of internal financial reporting to the chief operating decision maker who is considered to be the Chief Executive Officer. Therefore, the Group's reportable operating segments are summarized as follows:

- **South Europe Region** incorporates group entities operating in Greece, Bulgaria, Cyprus, Georgia, Italy, Morocco, Spain and Turkey.
- **North Europe Region** incorporates group entities operating in Germany, France, Holland, Hungary and Poland.
- **Americas Region** incorporates group entities operating in USA and Brazil.
- **Asia & Pacific Region** incorporates group entities operating in China, India, and Korea.
- **Corporate segment** incorporates all corporate functions.

No operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of each segment separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on sales, profit / (loss) before tax and Earnings Before Interest Taxes Depreciation and Amortization ("EBITDA"). It is noted that the Group applies the same accounting policies as those in the financial statements in order to measure the operating segments' results. Group financing, including finance costs (other than the finance costs of provisions for environmental rehabilitation and staff leaving indemnities) and finance income, as well as income taxes are measured on a group basis and are included in corporate segment without being allocated to the profit generating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties. Inter-segment sales are eliminated on consolidation.

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**15. OPERATING SEGMENT INFORMATION (continued)**

The following tables present sales and results regarding the Group's operating segments for the three month periods ended March 31, 2012 and 2011, respectively:

	1/1-31/03/2012				
	Sales			Results	
	Third party	Inter-segment	Total sales	Profit / (loss) before tax	EBITDA
South Europe	18.519	11.640	30.159	4.321	6.516
North Europe	55.734	200	55.934	8.056	9.659
Americas	26.585	35	26.620	3.717	4.415
Asia & Pacific	6.734	692	7.426	983	1.246
Corporate	-	-	-	(7.744)	(5.449)
Eliminations	-	(12.567)	(12.567)	95	95
<b>Continuing operations</b>	<b>107.572</b>	<b>-</b>	<b>107.572</b>	<b>9.428</b>	<b>16.482</b>
<i>Discontinuing operations</i>	<i>9.001</i>		<i>9.001</i>	<i>1.402</i>	<i>2.131</i>
<b>Total Group</b>	<b>116.573</b>		<b>116.573</b>	<b>10.830</b>	<b>18.613</b>
	1/1-31/03/2011				
	Sales			Results	
	Third party	Inter-segment	Total sales	Profit / (loss) before tax	EBITDA
South Europe	20.475	12.318	32.793	5.502	7.917
North Europe	55.098	497	55.595	7.180	8.869
Americas	23.475	-	23.475	2.120	2.822
Asia & Pacific	6.103	1.822	7.925	947	1.201
Corporate	-	-	-	(6.783)	(5.024)
Eliminations	-	(14.637)	(14.637)	(3)	(3)
<b>Continuing operations</b>	<b>105.151</b>	<b>-</b>	<b>105.151</b>	<b>8.963</b>	<b>15.782</b>
<i>Discontinuing operations</i>	<i>6.681</i>		<i>6.681</i>	<i>(1.799)</i>	<i>562</i>
<b>Total Group</b>	<b>111.832</b>		<b>111.832</b>	<b>7.164</b>	<b>16.344</b>

The following table present segment assets of the Group's operating segments as of March 31, 2012 and December 31, 2011:

	March 31 2012	December 31 2011
South Europe	201.283	200.441
North Europe	188.420	181.471
Americas	53.939	51.597
Asia & Pacific	22.303	21.562
Corporate	47.551	51.061
Eliminations	(16.519)	(15.935)
	<b>496.977</b>	<b>490.197</b>
<i>Assets held for sale</i>	<i>76.522</i>	<i>72.585</i>
<b>Total assets of the Group</b>	<b>573.499</b>	<b>562.782</b>

It is noted that income tax assets (current and deferred), available-for-sale financial assets, derivative financial assets and cash and cash equivalents are included in the Corporate segment.

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(Amounts in thousand Euro, unless otherwise stated)

**16. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD**

(in this note all amounts are expressed in Euro)

On its meeting held on May 10, 2012, S&B's Board of Directors decided to propose to the Shareholders' AGM for 2011 a capital return of € 0,25 per share.

**17. FOREIGN EXCHANGE RATES**

The foreign exchange rates used for the translation of the subsidiaries financial statements expressed in foreign currency are as follows:

	<b>FINANCIAL POSITION</b>		
	<b>March 31</b>	<b>December 31</b>	<b>Δ%</b>
	<b>2012</b>	<b>2011</b>	
1 € = USD	1,3356	1,2939	3%
1 € = GBP	0,8339	0,8353	0%
1 € = BGN	1,9558	1,9558	0%
1 € = HUF	294,92	314,58	-6%
1 € = TRY	2,377	2,443	-3%
1 € = CNY	8,3944	8,1588	3%
1 € = GEL	2,1948	2,1740	1%
1 € = KRW	1.513,44	1.494,10	1%
1 € = BRL	2,4300	2,4342	0%
1 € = INR	68,042	68,713	-1%
1 € = MAD	11,1771	11,1351	0%
1 € = PLN	4,1522	4,4580	-7%
	<b>COMPREHENSIVE INCOME</b>		
	<b>Average rate</b>	<b>Average rate</b>	<b>Δ%</b>
	<b>three month</b>	<b>three month</b>	
	<b>2012</b>	<b>2011</b>	
1 € = USD	1,3108	1,3680	-4%
1 € = GBP	0,8345	0,8539	-2%
1 € = BGN	1,9558	1,9558	0%
1 € = HUF	296,8500	272,43	9%
1 € = TRY	2,3556	2,159	9%
1 € = CNY	8,2620	9,0029	-8%
1 € = GEL	2,1769	2,404	-9%
1 € = KRW	1.483,5500	1.531,97	-3%
1 € = BRL	2,3194	2,2816	2%
1 € = INR	65,8991	61,877	7%
1 € = MAD	11,1439	11,2031	-1%
1 € = PLN	4,2329	3,9460	7%

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## **B. ADDITIONAL INFORMATION**

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# S&B Industrial Minerals S.A.

Company's No 110/06/B/86/11 in the register of Societes Anonymes, Andrea Metaxa 15 - 145 64 Kifissia  
**FINANCIAL DATA AND INFORMATION FOR THE PERIOD 1 JANUARY - 31 MARCH 2012**  
(In accordance with 4/507/28.04.2009 resolution of the Greek Capital Market Committee)  
(Amounts in Euro thousand unless otherwise stated)

The purpose of the below data and information is to provide users with general financial information about the financial position and the results of operations of S&B Industrial Minerals S.A. and the Group of companies of S&B Industrial Minerals S.A. We advise the readers that, before proceeding to any kind of investing activity or other transaction with the Company, to access the company's web site www.sandb.com where the financial statements are published together with the auditor's review report, whenever is required.

Company's website: www.sandb.com

Board of Directors approval date of financial statements:

May 10, 2012

	STATEMENT OF FINANCIAL POSITION		STATEMENT OF COMPREHENSIVE INCOME	
	31.3.2012	31.12.2011	31.3.2012	31.12.2011
<b>ASSETS</b>				
Property, Plant & Equipment	154.136	154.439	62.448	62.262
Investment properties	18.791	18.860	18.791	18.860
Intangible assets	101.965	102.593	25.132	25.132
Other non current assets	24.801	24.739	143.254	143.069
Inventories	73.015	73.469	15.804	18.362
Trade receivables	56.194	49.557	4.053	4.655
Other current assets	24.512	20.292	20.372	16.501
Cash and cash equivalents	43.476	46.158	1.016	2.323
Available for sale financial assets	87	90	87	90
Assets held for sale	76.522	72.585	79.915	76.286
<b>TOTAL ASSETS</b>	<b>573.499</b>	<b>562.782</b>	<b>370.872</b>	<b>367.540</b>
<b>EQUITY AND LIABILITIES</b>				
Share capital	51.111	51.111	51.111	51.111
Share premium	27.000	27.000	27.000	27.000
Other equity components	176.441	171.142	93.118	93.006
Total equity attributable to owners of the Company (a)	254.552	249.253	171.229	171.117
Minority interests (b)	593	608	-	-
Total equity (c)=(a)+(b)	255.145	249.911	171.229	171.117
Long-term interest-bearing loans and borrowings	66.983	66.978	66.983	66.978
Provisions/Other non current liabilities	41.812	41.738	11.849	11.509
Short-term borrowings	113.535	111.279	66.172	65.698
Other current liabilities	75.412	68.844	33.835	27.998
Liabilities associated with the assets classified as held for sale	20.612	24.032	20.804	24.240
Total liabilities (d)	318.354	312.871	199.643	196.423
<b>TOTAL EQUITY AND LIABILITIES (c)+(d)</b>	<b>573.499</b>	<b>562.782</b>	<b>370.872</b>	<b>367.540</b>

	CONDENSED STATEMENT OF CHANGES IN EQUITY		CONDENSED STATEMENT OF CHANGES IN EQUITY	
	31.3.2012	31.3.2011	31.3.2012	31.3.2011
<b>Equity at beginning of the period (1/1/2012 and 1/1/2011 respectively)</b>	<b>249.911</b>	<b>242.958</b>	<b>171.117</b>	<b>185.760</b>
Total comprehensive income/(loss) for the period	5.164	1.282	-26	-1.454
Purchase of treasury shares	-	-7	-	-7
Liquidation of subsidiaries	-68	-	138	229
Share based payment	138	229	-	-
Other movements	-	-1	-	-
<b>Equity at period end (31/3/2012 and 31/3/2011 respectively)</b>	<b>255.145</b>	<b>244.431</b>	<b>171.229</b>	<b>184.528</b>

### ADDITIONAL DATA AND INFORMATION

- Companies included in the consolidated financial statements together with country of establishment, participation interest and method of consolidation for the three month period ended March 31, 2012, are presented in note 4 of the three month financial report.
- The fiscal years that are unaudited by the tax authorities for the Company and the Group's subsidiaries are presented in detail in note 9 of the three month financial report.
- Number of employees at the end of the reporting period: Group 1.954 (31.03.2011: 1.949) and 645 for the Company (31.03.2011: 647).
- Related party transactions for the first three months of 2012 and balances with related parties as of March 31, 2012 according to I.A.S. 24 are as follows:

	Group	Company
a) Revenues	3.289	13.620
b) Expenses	590	226
c) Receivables from related parties	1.967	2.802
d) Payables to related parties	1.452	11.801
e) Key management personnel compensations	1.131	1.075
f) Receivables from key management personnel	0	0
g) Payables to key management personnel	432	421
- Other comprehensive loss for the first three months of 2012 is as follows:

	Group	Company
Translation of foreign operations:		
- Subsidiaries	-1.734	0
- Associates	99	0
Valuation of available-for-sale financial assets	-4	-4
Income tax relating to the valuation of available-for-sale financial assets	1	1
Valuation of derivatives	-229	-229
Income tax relating to the valuation of derivatives	46	46
- Provisions of the Group and the Company as of 31.3.2012 are as follows:

	Group	Company
a) Provision for litigation and arbitration	1.726	1.701
b) Provision for unaudited tax years	1.084	200
c) Other provisions	2.605	531
- No liens exist on the Group's and the Company's property, plant and equipment except for a mortgage of € 1,1 million on the property, plant and equipment of S&B Industrial Minerals AD (note 10 of the three month financial report).
- On March 9, 2012, the International Court of Arbitration of the International Commercial Chamber issued its decision on the claim of Kerneos S.A against the Company by which it awarded an amount of € 2.2 million for damages which is charged in December 31, 2011 income statement. Except for this case, within the normal course of business of the Company and the Group there are pending lawsuits, applications and appeals (note 11 of the three month financial report).
- On November 8, 2011 the Company announced the initial agreement for the gradual disposal of its bauxite operations in Greece to Aluminium S.A., a fully owned subsidiary of Mytilineos Holdings S.A. The initially agreed price of € 61.072 is to be confirmed upon completion of the financial, legal, tax and technical due diligence process. Upon the successful completion of the process, a detailed procedure, the terms and the relevant timeline for the gradual transfer of Bauxite operations to Aluminium S.A. will be set. The initial agreement foresees the contribution of the Group's Bauxite activity in Greece to Delphi Distom S.A. (D.D.), a fully-owned subsidiary of Aluminium S.A. engaged in bauxite production, in which the Company will become a shareholder. Thereafter, Aluminium S.A. will gradually acquire the Company's contributed share in D.D., so that its own share in D.D. initially reaches 51% and thereafter will proceed to the acquisition of the remaining 49% share gradually over the following 30-month period. As of December 31, 2011, the net assets of the Company's Bauxite operations in Greece and "Greek Helicon Bauxite S.A.", a fully-owned subsidiary of the Company, were classified as held for sale in the Group and Company statements of financial position. Furthermore, their results for the three month periods ended March 31, 2012 and 2011 were reclassified and are presented in accordance with the provisions of IFRS 5 "Non-current assets held for sale and discontinued operations" separately on the face of the Group and Company income statements as "Discontinuing Operations". Moreover, in accordance with the provisions of IFRS 5, the depreciation of the non-current assets classified as held for sale has ceased for the two month period in 2011 following the aforementioned announcement and the three month period ended March 31, 2012 (note 5 of the three month financial report).
- As of 11th February, 2012 Milos Island Resort Ltd was dissolved (note 4 of the three month financial report).

	STATEMENT OF COMPREHENSIVE INCOME			STATEMENT OF COMPREHENSIVE INCOME		
	1.1 - 31.3.2012	1.1 - 31.3.2011	Total	1.1 - 31.3.2012	1.1 - 31.3.2011	Total
<b>Continuing operations</b>						
Sales	107.572	9.001	116.573	105.151	6.681	111.832
Gross profit/(loss)	28.373	1.376	29.749	27.408	-970	26.438
Profit/(loss) before income tax, financial and investment results	11.977	1.573	13.550	10.956	-1.650	9.306
Profit/(loss) before tax	9.428	1.402	10.830	8.963	-1.799	7.164
<b>Net profit/(loss) (A)</b>	<b>5.583</b>	<b>1.402</b>	<b>6.985</b>	<b>5.902</b>	<b>-1.799</b>	<b>4.103</b>
<b>Attributable to:</b>						
- Owners of the company	5.643	1.402	7.045	5.916	-1.799	4.117
- Non-controlling interests	-60	-	-60	-14	-	-14
<b>Other comprehensive loss for the period (B)</b>	<b>-1.821</b>	<b>-</b>	<b>-1.821</b>	<b>-2.851</b>	<b>-</b>	<b>-2.851</b>
<b>Total other comprehensive income/(loss) for the period (A) + (B)</b>	<b>3.762</b>	<b>1.402</b>	<b>5.164</b>	<b>3.051</b>	<b>-1.799</b>	<b>1.252</b>
<b>Attributable to:</b>						
- Owners of the company	3.827	1.402	5.229	3.065	-1.799	1.266
- Non-controlling interests	-65	-	-65	-14	-	-14
Net earnings/(losses) per share - basic (in €)	0,1104	0,0274	0,1378	0,1157	-0,0352	0,0805
Profit before income tax, financial and investment results, depreciation and amortization	16.482	2.131	18.613	15.782	562	16.344
<b>Continuing operations</b>						
Sales	23.980	9.001	32.981	25.437	6.681	32.118
Gross profit	6.723	1.373	8.096	7.536	-1.007	6.529
Profit/(loss) before income tax, financial and investment results	609	1.589	2.198	758	-1.672	-914
(Loss)/profit before tax	-1.259	1.419	160	-947	-1.820	-2.367
<b>Net (Loss)/profit (A)</b>	<b>-1.259</b>	<b>1.419</b>	<b>160</b>	<b>-645</b>	<b>-1.820</b>	<b>-2.465</b>
<b>Attributable to:</b>						
- Owners of the company	-1.259	1.419	160	-645	-1.820	-2.465
<b>Other comprehensive (loss)/income for the period (B)</b>	<b>-186</b>	<b>-</b>	<b>-186</b>	<b>1.011</b>	<b>-</b>	<b>1.011</b>
<b>Total other comprehensive (loss)/income for the period (A) + (B)</b>	<b>-1.445</b>	<b>1.419</b>	<b>-26</b>	<b>366</b>	<b>-1.820</b>	<b>-1.454</b>
<b>Attributable to:</b>						
- Owners of the company	-1.445	1.419	-26	366	-1.820	-1.454
Net (losses)/earnings per share - basic (in €)	-0,0247	0,0278	0,0031	-0,0126	-0,0356	-0,0482
Profit before income tax, financial and investment results, depreciation and amortization	2.330	2.147	4.477	2.688	540	3.228

### CASH FLOW STATEMENT

	GROUP		COMPANY	
	1.1 - 31.3.2012	1.1 - 31.3.2011	1.1 - 31.3.2012	1.1 - 31.3.2011
<b>Indirect Method</b>				
<b>Cash flows from operating activities</b>				
Profit/(loss) before tax from continuing operations	9.428	8.963	-1.259	-547
Profit/(loss) before tax from discontinuing operations	1.402	-1.799	1.419	-1.820
Profit/(loss) before tax	10.830	7.164	160	-2.367
Adjustments for:				
- Depreciation and amortization	4.532	4.876	1.736	1.967
- Grants amortization	-27	-50	-15	-37
- Provisions, net	839	1.302	714	-340
- Finance income	-455	-99	-373	-64
- Finance costs	2.704	2.092	2.241	1.358
- Share of profit of associates	-147	-71	-	-
- Impairment loss	-	226	-	-
- Loss/(Gain) from disposal of property, plant and equipment	-40	21	-	19
	18.536	15.461	4.463	546
(Increase) / Decrease in:				
- Inventories	96	3.488	2.213	1.927
- Trade receivables	-7.019	-8.048	287	-65
- Due from related parties	-803	87	-	438
- Other assets	-4.591	-1.297	-3.894	-609
Increase / (Decrease) in:				
- Trade payables	2.864	3.007	2.507	-780
- Due to related parties	-2.096	-638	164	-194
- Other liabilities	3.908	3.629	2.587	2.115
Staff leaving indemnities paid	-208	-464	-33	-294
Payments for environment rehabilitation	-105	-83	-77	-73
Income tax paid	-1.411	-4.011	-195	-99
Net cash flows from operating activities, discontinuing operations	-3.635	5.189	-3.493	5.228
<b>Net cash flows from operating activities (a)</b>	<b>5.836</b>	<b>16.320</b>	<b>4.967</b>	<b>7.837</b>
<b>Cash flows from investing activities</b>				
- Capital expenditure	-4.023	-3.724	-1.512	-2.120
- Interest and other finance income received	48	58	1	14
- Proceeds from the settlement of derivatives	107	41	107	41
- Proceeds from disposal of property, plant and equipment	70	1	-	1
Net cash flows from investing activities, discontinuing operations	-3.730	-3.171	-3.730	-3.171
<b>Net cash flows used in investing activities (b)</b>	<b>-7.528</b>	<b>-6.795</b>	<b>-5.134</b>	<b>-5.236</b>
<b>Cash flows from financing activities</b>				
- Capital return to shareholders	-1	-	-1	-
- Purchase of treasury shares	-	-7	-	-7
- Net increase of short-term borrowing	2.243	479	474	86
- Dividends paid to equity holders of the Company, net of taxes	-	-2	-	-2
- Interest and other finance costs paid	-2.031	-1.133	-1.709	-782
Net cash flows from financing activities, discontinuing operations	211	-663	-1.235	-705
<b>Net cash flows from (used in) financing activities (c)</b>	<b>211</b>	<b>-663</b>	<b>-1.235</b>	<b>-705</b>
- Net foreign exchange difference on cash flows: (d)	-610	-2.825	94	-179
<b>Net (decrease)/increase in cash and cash equivalents (a) + (b) + (c) + (d)</b>	<b>-2.091</b>	<b>6.037</b>	<b>-1.308</b>	<b>1.718</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>46.158</b>	<b>42.724</b>	<b>2.323</b>	<b>2.308</b>
- Net foreign exchange difference on cash and cash equivalents at the beginning of the period	-601	-980	-	-
Less: Change in cash and cash equivalents of discontinuing operations	10	-	1	-
<b>Cash and cash equivalents at period end</b>	<b>43.476</b>	<b>47.761</b>	<b>1.016</b>	<b>2.926</b>

Kifissia, May 10, 2012

THE CHAIRMAN OF THE BOARD OF DIRECTORS

THE CHIEF EXECUTIVE OFFICER

THE CHIEF FINANCIAL OFFICER

THE CONTROLLER SOUTH EUROPE

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ID No. AH 042868

KRITON ST. ANAVLAVIS  
ID No. AK 061616

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