

MESOGEOS GROUP OF COMPANIES (S.A.) Reg. No. 45763/01/B/00/214
CONSOLIDATED BALANCE SHEET
AS AT JUNE 30, 2008 (JULY 1, 2007 - JUNE 30, 2008)
3rd Year
(Amounts in EURO)

ASSETS	YEAR ENDED 2008			YEAR ENDED 2007			LIABILITIES	YEAR ENDED	
	Acquisition cost	Depreciation	Net Book value	Acquisition cost	Depreciation	Net Book value		2008	2007
B. FORMATION EXPENSES							A. SHAREHOLDERS' EQUITY		
1. Preliminary expenses	4.851,97	4.851,97	0,00	17.152,77	17.152,77	0,00	I. Share Capital		
4. Other formation expenses	920.529,81	250.357,29	670.172,52	127.365,57	114.255,35	13.110,22	1. Paid-up capital	1.796.340,00	1.796.340,00
	<u>925.381,78</u>	<u>255.209,26</u>	<u>670.172,52</u>	<u>127.365,57</u>	<u>131.408,12</u>	<u>13.110,22</u>	IV. Reserves		
C. FIXED ASSETS							1. Legal reserve	417.317,85	213.177,28
I. Intangible Assets							4. Extraordinary reserves	76.399,89	76.399,89
2. Concessions, patents, licences, trade marks and similar rights and assets	30.000,00	5.000,00	25.000,00	30.000,00	2.000,00	28.000,00	5. Tax-free reserves under special laws	3.712,65	3.712,65
5. Other intangible assets	11.035,00	1.367,63	9.667,37	0,00	0,00	0,00		<u>497.430,39</u>	<u>293.289,82</u>
	<u>41.035,00</u>	<u>6.367,63</u>	<u>34.667,37</u>	<u>30.000,00</u>	<u>2.000,00</u>	<u>28.000,00</u>	V. Results carried forward		
II. Tangible Assets							Profit carried forward	6.655.840,82	3.571.866,96
1. Land	1.355.462,72	0,00	1.355.462,72	104.184,38	0,00	104.184,38	VIII. Consolidation differences		
3. Buildings and technical works	3.974.224,46	110.749,26	3.863.475,20	294.992,80	96.312,32	198.680,48		<u>-687.347,20</u>	<u>-687.347,20</u>
4. Machinery & technical installations	1.103.431,67	650.881,39	452.550,28	982.375,88	565.252,97	417.122,91	IX. Minority interests		
5. Transportation equipment	344.146,31	168.870,89	175.275,42	210.564,31	123.909,87	86.654,44	Total Shareholders' Equity (AI+AV+AVI+AVII+AVIII)	8.378.780,22	5.073.980,99
6. Furniture and fixtures	407.118,58	366.483,70	40.634,88	338.429,32	296.191,82	42.237,50	C. LIABILITIES		
7. Payments on account and tangible assets in course of construction	103.434,11	0,00	103.434,11	144.860,84	0,00	144.860,84	I. Long-term debt		
Total Tangible Assets (CII)	<u>7.287.817,85</u>	<u>1.296.985,24</u>	<u>5.990.832,61</u>	<u>2.075.407,53</u>	<u>1.081.666,98</u>	<u>993.740,55</u>	1. Debenture loans	5.466.666,67	0,00
Total Assets (CI+CII)	<u>7.328.852,85</u>	<u>1.303.352,87</u>	<u>6.025.499,98</u>	<u>2.105.407,53</u>	<u>1.083.666,98</u>	<u>1.021.740,55</u>	2. Bank loans	<u>0,00</u>	<u>175.193,55</u>
								<u>5.466.666,67</u>	<u>175.193,55</u>
III. Financial Assets							II. Current Liabilities		
1. Participating interests in affiliated undertakings			701.476,34			678.454,64	1. Suppliers	3.027.200,89	2.342.959,00
7. Other long-term receivables			<u>18.940,41</u>			<u>13.280,41</u>	2. Notes payable	14.472,43	0,00
			<u>720.416,75</u>			<u>691.735,05</u>	2a. Cheques payable	3.783.292,70	2.440.461,56
Total Fixed Assets (CII+CIII)			<u>6.745.916,73</u>			<u>1.713.475,60</u>	3. Banks	1.308.955,57	873.177,42
D. CURRENT ASSETS							4. Advances from trade debtors	70.850,62	0,00
I. Inventories							5. Taxes-duties	2.238.460,39	294.175,88
1. Merchandise			0,00			2.302,00	6. Social security	83.967,16	49.980,40
3. Work in progress			1.347.167,35			759.467,33	10. Dividends	0,00	12.393,07
4. Raw and auxiliary materials-consumables-spare parts and packing items			7.489,65			2.623,25	11. Sundry creditors	79.724,93	58.848,67
5. Payments on account			<u>4.118,00</u>			<u>0,00</u>	Total Liabilities (CI + CII)	<u>16.073.924,69</u>	<u>6.071.996,00</u>
			<u>1.358.775,00</u>			<u>764.392,58</u>		<u>16.073.924,69</u>	<u>6.247.189,55</u>
II. Receivables							D. ACCRUALS AND DEFERRED INCOME		
1. Trade debtors		13.005.365,35		5.153.816,78		5.153.816,78	1. Deferred income	585.375,00	195.375,00
Less: Provisions		<u>0,00</u>		<u>0,00</u>		<u>0,00</u>	2. Accrued expenses	<u>52.960,07</u>	<u>0,00</u>
3a. Cheques receivable			137.094,89			0		<u>638.335,07</u>	<u>195.375,00</u>
5. Amounts owed by affiliated undertakings			585.242,37			667.609,00			
8. Blocked deposits			14.472,43			0,00			
11. Sundry debtors			1.311.124,09			1.042.334,72			
12. Advances to account for			<u>200.696,98</u>			<u>4.592,24</u>			
			<u>15.253.996,11</u>			<u>6.868.352,74</u>			
IV. Cash and cash equivalents									
1. Cash on hand			58.971,96			270.269,34			
3. Current and time deposits			<u>1.002.874,33</u>			<u>1.886.945,06</u>			
			<u>1.061.846,29</u>			<u>2.157.214,40</u>			
Total Current Assets (DI+DII+DIV)			<u>17.674.617,40</u>			<u>9.789.959,72</u>			
GRAND TOTAL -ASSETS (B+C+D)			<u>25.090.706,85</u>			<u>11.516.545,54</u>			
DEBIT MEMO. ACCOUNTS									
2. Guarantees and real securities			<u>12.762.323,50</u>			<u>12.990.693,01</u>			

CONSOLIDATED STATEMENT OF INCOME		YEAR ENDED 2008		YEAR ENDED 2007	
At June 30, 2008 (1.7.2007 - 30.06.2008)					
		26.531.234,19	25.694.196,81	21.828.787,78	47.522.984,59
I. Operating Results		26.531.234,19	25.694.196,81	21.828.787,78	47.522.984,59
Net turnover (sales)		26.531.234,19	25.694.196,81	21.828.787,78	47.522.984,59
Net turnover from consortium (sales)		26.531.234,19	25.694.196,81	21.828.787,78	47.522.984,59
Less: Cost of sales		17.711.690,70	19.638.746,64	15.453,79	15.453,79
Gross operating results (profit)		8.819.543,49	6.055.450,17	15.453,79	15.453,79
Plus: Other operating income		156.258,69	6.070.903,96	3.473.042,83	3.473.042,83
Total		8.975.802,18	6.070.903,96	3.473.042,83	3.473.042,83
Less: 1. Administrative expenses		3.950.024,33	3.473.042,83	3.473.042,83	3.473.042,83
Sub-total (profit)		5.025.777,85	2.597.861,13	2.597.861,13	2.597.861,13
Plus: 1. Income from participating interests		1.003.990,28	907.682,64	343,00	343,00
4. Credit interest and similar income		18.147,64	908.025,64	0,00	0,00
Less:		1.022.137,92	0,00	0,00	0,00
2. Expenses and losses from shares and participating interests		197.125,56	75.101,20	75.101,20	75.101,20
3. Debit interest and similar charges		700.124,02	419.139,42	419.139,42	419.139,42
Total operating results (profit)		897.249,58	488.886,22	488.886,22	488.886,22
II. PLUS: Extraordinary results		5.150.666,19	3.086.747,35	3.086.747,35	3.086.747,35
1. Extraordinary and non-operating income		4.786,80	428,01	428,01	428,01
2. Extraordinary gain		8.518,65	0,00	0,00	0,00
3. Prior years' income provisions		39.500,53	18.996,07	18.996,07	18.996,07
Less:		52.805,98	19.424,08	19.424,08	19.424,08
1. Extraordinary and non-operating expenses		34.674,17	189.577,16	189.577,16	189.577,16
3. Prior years' expenses		3.114,38	193.948,62	193.948,62	193.948,62
Operating and extraordinary results (profit)		37.788,55	-174.524,54	-174.524,54	-174.524,54
Less: Total depreciation of fixed assets		436.456,52	244.987,54	244.987,54	244.987,54
Less: Charged to the operating cost		436.456,52	0,00	0,00	0,00
NET RESULTS (PROFIT) FOR THE YEAR BEFORE TAXES		5.165.683,62	2.912.222,81	2.912.222,81	2.912.222,81
Less: Minority interests		-16.684,92	-831,41	-831,41	-831,41
NET CONSOLIDATED RESULTS (PROFIT) FOR THE YEAR		5.148.998,70	2.911.391,40	2.911.391,40	2.911.391,40

ADDITIONAL DATA & INFORMATION	
Companies included in the consolidated financial statements as well as the participation percentage are:	
Company	Participation Percentage
1. Mesogeos Technical-Commercial-Land Company SA	Parent
2. Ithaca Technical-Commercial-Land Company SA	100%
3. Devise Construction & Environmental Systems Trading Company SA	50%
4. Mesogeos Environmental Services SA	98%

CONSOLIDATED CASH FLOW STATEMENT		Group	
	30/6/2008	30/6/2007	
Direct method			
Cash flows from operating activities			
Cash generated from operations	18.713.047	23.662.012	
Outflows to suppliers, sundry creditors and employees	-19.499.355	-21.939.028	
Cashflows from operating activities	<u>-786.308</u>	<u>1.722.984</u>	
Income taxes paid	652.704	-966.797	
Net Cash Flows from Operating Activities:	<u>-133.604</u>	<u>756.187</u>	
Cash Flows from Investing Activities:			
Acquisition of associates, subsidiaries and consortium	-23.022	-1.167.304	
Purchase of tangible and intangible assets	-6.217.293	-426.762	
Proceeds from sale of associates, tangible-intangible assets & available for sale financial assets	-3.650	555	
Interest, dividends and other related income received	1.058.669	915.623	
Net Cash Flows from Investing Activities:	<u>-5.185.296</u>	<u>-677.888</u>	
Cash Flows from Financing Activities:			
Proceeds from issuance of ordinary shares	0	1.085.719	
Net proceeds from borrowings	5.552.007	601.487	
Purchases of interests and borrowings	-700.124	-350.612	
Purchases for leasing	-15.956	-40.244	
Dividends paid	-612.393	0	
Net Cash Flows from (used in) Financing Activities:	<u>4.223.534</u>	<u>1.296.350</u>	
Net Increase/Decrease of cash and cash equivalents:	<u>-1.095.368</u>	<u>1.374.650</u>	
Cash and cash equivalents at beginning of year	2.157.214	782.564	
Cash and cash equivalents at end of period	<u>1.061.846</u>	<u>2.157.214</u>	

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY						
GROUP MESOGEOS S.A.	Share Capital	Capital Reserves	Consolidation Differences	Retained Earnings	Minority Interests	Total Equity
Balance at July 1, 2007	1.796.340	293.290	-687.347	3.571.867	99.831	5.073.981
Income Tax and tax differences				-1.260.884		-1.260.884
Profit for the period		204.141		4.944.858	16.685	5.165.684
Shared dividends from prior year profits				-600.000		-600.000
	<u>1.796.340</u>	<u>497.430</u>	<u>-687.347</u>	<u>6.655.841</u>	<u>116.516</u>	<u>8.378.780</u>

Athens, July 18, 2008
Chairman of the board

Dionisios S. Georgopoulos
ID No P58002

Managing Director: Vasileios A. Papazisis
ID No AB 521730

Chief Accountant Officer: Magdalini A. Kolokytha
ID No X 350219

INDEPENDENT AUDITOR'S REPORT
To the shareholders of "Mesogeos Technical Commercial Land Company SA" and its subsidiaries

Report on the Financial Statements: We have audited the accompanying financial statements of "Mesogeos SA" ("the Company") and the consolidated financial statements and its subsidiaries ("the Group") which comprise the consolidated balance sheet as of 30 June 2008, and the consolidated income statement, statement of changes in shareholder's equity and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements: Company's management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards that have been adopted by the European Union. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. This responsibility also includes selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility: Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Greek Standards on Auditing which conform with International Standards on Auditing. Those Standards require that we comply with ethical requirements, plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. Without qualifying our audit report and as a result of our audit the it came to our attention that the the Group, as in prior years, does not provide reserve for personnel retirement indemnities. Had such reserve been provided, it would have been approximately 0,71 million euro.

Opinion: In our opinion, with exception of the aforementioned matter, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Company and the Group as of 30 June 2008 and of their financial performance and their cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union. Without qualifying further our audit report we to your attention that the parent company "Mesogeos SA" has not been audited by the tax authorities for the year 2007, resulting in a possibility of additional taxes and penalties being assessed on such examination of these financial years. At this stage, it is practically unfeasible to predict the outcome of these tax inspections and, as a consequence, no provision has been made in the financial statements in this respect.

Report on Other Legal Requirements: In our opinion the Board of Directors' Report includes the information of art. 107 par. 3 of C.L. 2190/20 and its content is consistent with the aforementioned financial statements.

Athens, July 24, 2008
Certified Auditor Accountant

Andreas D. Tsamakis
R.N. SOEL 17101

BDO Protippos Hellenic Auditing Company AE
Certified & Registered Auditor
R.N. SOEL 111