

**C.C.C. TOURIST ENTERPRISES PUBLIC
COMPANY LIMITED**

Interim Condensed Consolidated Financial Statements

For the period from 1 January 2011
to 30 June 2011

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period from 1 January 2011 to 30 June 2011

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C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

Directors	Costas St. Galatariotis, Executive Chairman Thomas M. Schmidheiny (Swiss), Vice Chairman, Director George St. Galatariotis, Executive Director Stavros G. St. Galatariotis, Executive Director Alexis G. St. Galatariotis, Executive Director Tasos Anastasiou, Executive Director Vassos G. Lazarides, Finance Director Michalis Mousiouttas, Director Constantinos Pittas, Director Stephan Popper (Swiss), Director Michel Saliba (Jordanian), Director Klaus Baumuller (German), Director (resigned on 17 June 2011) Ionas Nicolaou, Director Costas St. Galatariotis (Alternate director for: Thomas M. Schmidheiny Stephan Popper)
Secretary	C.C.C. Secretarial Limited
Independent Auditors	Deloitte Limited

INTERIM MANAGEMENT REPORT

For the period from 1 January 2011 to 30 June 2011

The Board of Directors, at a meeting held on 29th July 2011, reviewed and approved the unaudited interim, condensed consolidated financial statements of C.C.C. Tourist Enterprises Public Company Ltd for the six months period ended 30 June 2011.

The consolidated results include the results of its wholly owned subsidiary company L' Union Nationale (Tourism and Sea Resorts) Ltd, owning company of the luxurious hotel complex Le Meridien Limassol Spa & Resort.

The unaudited interim condensed consolidated financial statements, which are expressed in Euro, have been prepared in accordance with IAS 34 'Interim Financial Reporting' and comply with the provisions of the Cyprus Stock Exchange Law and Regulations in relation to the announcement of interim financial results.

The same accounting principles and bases of computation were applied in compiling the interim results for the first six months period of 2011 as those applied for the preparation of the annual financial statements for the year ended 31 December 2010. The results for the first six months period of 2011 have not been audited by the external auditors of the Group.

The interim condensed financial statements must be read in conjunction with the annual financial statements for the year ended 31 December 2010.

Principal activities of the Group

The principal activity of the Group, which has not changed during the period, is the erection and development of hotels, the carrying on of the business of hoteliers and the development and promotion of tourism and touristic activities and the development of luxurious villas for sale.

Review of the financial position of the Group

The turnover of the Group increased by 9,6% (€8,4 million compared to €7,6 million in the same period of 2010).

Despite the increase in the turnover and the containment of operating costs, the operating results (operating losses before interest, taxation, depreciation and amortisation (EBITDA) remained at the same level (losses of €0,6 million) mainly due to the increase in labor costs because of the Collective agreements and the increase in energy costs.

The net loss for the period was €3,7 million (2010: net loss €5,1 million) due to unrealized exchange losses of €0,8 million compared to unrealized exchange losses €2,4 million in the same period of 2010.

The results from operations of the Group for the second six months of 2011 are expected to be better than those of the first six months.

The total assets of the Group at the end of the period were €150,5 million (31.12.2010 €151 million) of which €144 million (31.12.2010 €144,6) relate to the carrying value of the Group's property, plant and equipment and substantially reflect the hotel's land and buildings.

Risks and uncertainties

The Group's activities are subject to various risks and uncertainties. The most significant of which are credit risk, liquidity risk and market risk that arises from adverse movements in exchange rates, interest rates as well as operational risk.

INTERIM MANAGEMENT REPORT (Cont'd)

For the period from 1 January 2011 to 30 June 2011 (Cont'd)

Risks and uncertainties (Cont'd)

The operations are affected by a number of factors including but not limited to:

- International and national economic and geopolitical conditions
- The impact of war, terrorist activity but also diseases, which affect travellers
- Increases in labour and energy costs
- Increased competition within Cyprus and the neighbouring countries

The Group is analyzing, monitoring and managing these risks through various control mechanisms, and adjusts its strategy in order to mitigate to the degree this is feasible, the effects of these risks.

Extracts of the results of the first six months of 2011 will be published in the newspaper 'Simerini' on 1st August 2011.





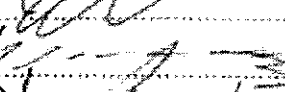
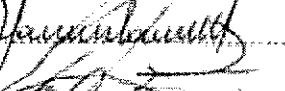

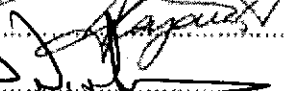




Copies of the Group's unaudited condensed consolidated financial statements for the period ended 30 June 2011 are available, free of charge, at the Company's registered office, 197 Makarios III Avenue, 3030 Limassol.

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

**Declaration of Directors and other responsible officers of the Company
in respect of the preparation of the financial statements**

In accordance with Article 10 sections (3c) and (7) of the Transparency Requirements (Traded Securities in Regulated Markets) Law 2007, we, the members of the Board of Directors and the Company officials responsible for the drafting of the Interim consolidated financial statements of C.C.C. Tourist Enterprises Public Company Limited (the "Company") for the period 1 January 2011 until 30 June 2011, on the basis of our knowledge, declare that:

- a) the interim condensed consolidated financial statements which are presented on pages 5 to 12:
- (i) have been prepared in accordance with the International Financial Reporting Standard IAS 34 "Interim Financial Reporting" and the provisions of section (4) of the above Law, and
 - (ii) provide a true and fair view of the assets and liabilities, the financial position and the profit or loss of C.C.C. Tourist Enterprises Public Company Limited and its operations that are included in the interim consolidated financial statements as a whole and
- b) the Interim management report provides a fair review of the information required by Article 10 section (6) of the above Law.

Name	Position	Signature
Costas St. Galatariotis	Executive Chairman	
Thomas M. Schmidheiny (Swiss)	Vice Chairman Non Executive Director	
George St. Galatariotis	Executive Director	
Stavros G. St. Galatariotis	Executive Director	
Alexis G. St. Galatariotis	Executive Director	
Tasos Anastasiou	Executive Director	
Vassos G. Lazarides	Finance Director	
Michalis Mousiouttas	Non Executive Director	
Constantinos Pittas	Non Executive Director	
Michel Saliba (Jordanian)	Non Executive Director	
Stephan Popper (Swiss)	Non Executive Director	
Ionas Nicolaou	Non Executive Director	

Limassol, 29 July 2011

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period from 1 January 2011 to 30 June 2011

	Notes	Six months ended	
		30/6/2011	30/6/2010
		€	€
Revenue		8.381.409	7.648.144
Cost of food and beverage		(893.403)	(736.496)
Labour costs		(3.972.638)	(3.750.018)
Other operating and administration costs		(4.106.912)	(3.753.596)
Depreciation		(750.000)	(750.629)
Net finance costs		(1.511.997)	(1.387.190)
Unrealized exchange loss		(810.708)	(2.368.037)
Share of profit of associate		462	177
		<hr/>	<hr/>
Loss before taxation		(3.663.787)	(5.097.645)
Taxation	3	-	-
		<hr/>	<hr/>
Loss for the period		(3.663.787)	(5.097.645)
		<hr/>	<hr/>
Other comprehensive income for the period		-	-
		<hr/>	<hr/>
Total comprehensive loss for the period		(3.663.787)	(5.097.645)
		<hr/> <hr/>	<hr/> <hr/>
		cent	cent
Basic and fully diluted loss per share	4	(2,6)	(3,6)
		<hr/> <hr/>	<hr/> <hr/>

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2011

	Notes	30/6/2011 €	31/12/2010 €
Assets			
Non-current assets			
Property, plant and equipment	5	144.084.940	144.608.300
Investment in associate	6	4.857	4.395
		<u>144.089.797</u>	<u>144.612.695</u>
Current assets			
Property under development		3.658.669	3.658.669
Inventories		1.289.723	1.163.816
Trade and other receivables		1.288.805	1.424.422
Cash and cash equivalents		128.746	79.842
		<u>6.365.943</u>	<u>6.326.749</u>
Total assets		<u><u>150.455.740</u></u>	<u><u>150.939.444</u></u>
Equity and liabilities			
Capital and reserves			
Share capital	7	60.927.577	60.927.577
Reserves		10.872.355	14.536.142
Total equity		<u>71.799.932</u>	<u>75.463.719</u>
Non-current liabilities			
Bank and other loans	8	47.781.622	47.843.197
Deferred taxation		12.204.280	12.204.280
		<u>59.985.902</u>	<u>60.047.477</u>
Current liabilities			
Trade and other payables		6.336.173	4.086.282
Bank loans	8	3.221.536	4.486.837
Bank overdrafts		9.112.197	6.855.129
		<u>18.669.906</u>	<u>15.428.248</u>
Total liabilities		<u>78.655.808</u>	<u>75.475.725</u>
Total equity and liabilities		<u><u>150.455.740</u></u>	<u><u>150.939.444</u></u>

The interim condensed consolidated financial statements were approved by the Board of Directors on 29 July 2011.

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period from 1 January 2011 to 30 June 2011

	<u>CAPITAL RESERVES*</u>				
	Share capital €	Share premium account €	Revaluation reserve €	Accumulated losses €	Total €
Balance 1 January 2010	60.927.577	1.756.398	47.288.627	(28.028.119)	81.944.483
Loss for the period	-	-	-	(5.097.645)	(5.097.645)
Transferred from deferred tax	-	-	4.658	-	4.658
	<u>60.927.577</u>	<u>1.756.398</u>	<u>47.293.285</u>	<u>(33.125.764)</u>	<u>76.851.496</u>
Balance 30 June 2010	<u>60.927.577</u>	<u>1.756.398</u>	<u>47.293.285</u>	<u>(33.125.764)</u>	<u>76.851.496</u>
Balance 1 January 2011	60.927.577	1.756.398	47.319.558	(34.539.814)	75.463.719
Loss for the period	-	-	-	(3.663.787)	(3.663.787)
	<u>60.927.577</u>	<u>1.756.398</u>	<u>47.319.558</u>	<u>(38.203.601)</u>	<u>71.799.932</u>
Balance 30 June 2011	<u>60.927.577</u>	<u>1.756.398</u>	<u>47.319.558</u>	<u>(38.203.601)</u>	<u>71.799.932</u>

* Capital reserves are not available to be distributed in the form of dividends.

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period from 1 January 2011 to 30 June 2011

	Six months ended	
	30/6/2011	30/6/2010
	€	€
Net cash inflow from operating activities	1.324.771	494.241
Cash flows from investing activities		
Payments for the acquisition of property, plant and equipment	(226.640)	(261.576)
Net cash used in investing activities	(226.640)	(261.576)
Cash flows from financing activities		
Repayment of loans	(3.306.295)	(54.150)
New loans	-	1.005.920
Net cash (outflow)/inflow from financing activities	(3.306.295)	951.770
Net (decrease)/increase in cash and cash equivalents	(2.208.164)	1.184.435
Cash and cash equivalents as at 1 January	(6.775.287)	(8.599.535)
Cash and cash equivalents as at 30 June	(8.983.451)	(7.415.100)

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period from 1 January 2011 to 30 June 2011

1. GENERAL

1.1 *Incorporation and principal activity*

The Company was incorporated in Cyprus on 27 March 1989 as a private limited liability company and on 5 June 1991 it was converted into a public company in accordance with the provisions of the Companies Law, Cap.113.

The registered office of the Company is at 197 Makarios Avenue, Gala Tower, 3030 Limassol.

The Company acquired all the share capital of L' Union Nationale (Tourism and Sea Resorts) Limited on 21 May 1990. The subsidiary company is the owning company of the luxurious hotel complex Le Meridien Limassol Spa & Resort.

The principal activity of the Group, which has not changed during the period, is the erection and development of hotels, the carrying on of the business of hoteliers and the development and promotion of tourism and touristic activities and the development of luxurious villas for sale.

The hotel complex Le Meridien Limassol Spa & Resort is situated along the coast to the east of the ancient town of Amathunta occupying an area of 91.170 sq.m. fronting the sea for 902 feet. An area of 73.778 sq.m. is owned on a freehold basis while an area of 17.392 sq.m. is leased from the Government of Cyprus for a period of 99 years as from the year 1986.

Part of the above freehold land of a total area of 8.000 sq.m., which was not used by the hotel complex was transferred during 2007 to land under development. During July 2011 the subsidiary company has formed a strategic partnership/joint venture with a third party for the purposes of an upscale residential development on land area of 5.686 sq.m. For the implementation of this project part of the above freehold land (2.843 sq.m. which represents 50% of the total area for development) was transferred (sold) to the above mentioned third party.

1.2 *Seasonality*

The Group's results are affected by seasonality that relates to the tourist industry and as such the Group's results in the second half of the year are generally better than the first half.

1.3 *Condensed Interim Financial Statements*

The Condensed Interim Consolidated Financial Statements, refer to the consolidated financial statements of the Company and its wholly owned subsidiary L' Union Nationale (Tourism and Sea Resorts) Limited. These interim condensed financial statements have not been audited by the Group's external auditors.

2. SIGNIFICANT ACCOUNTING POLICIES

The Condensed Interim Consolidated Financial Statements for the six months ended 30 June 2011 have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting" as adopted by the EU.

The Condensed Interim Consolidated Financial Statements do not include all information and disclosures required for annual financial statements. They have been prepared on the basis of the same accounting policies used for the preparation of the financial statements for the year 2010 and should be read in conjunction with the Consolidated Financial Statements for the year ended 31 December 2010. The financial statements are expressed in Euro (€).

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period from 1 January 2011 to 30 June 2011

3. TAXATION

Tax charge

	Six months ended	
	30/6/2011	30/6/2010
	€	€
Deferred tax	-	-
	<u> </u>	<u> </u>

In accordance with the Income Tax Law of 2002 the Company and its subsidiary company are subject to corporation tax at the rate of 10% on their taxable profits.

At 31 December 2010 the Company and the subsidiary company had tax losses available to be carried forward of €1,13 million and of €48,05 million respectively.

These losses can be carried forward to be deducted from future profits without any restriction. Group relief is also available between the companies of a group, which for tax purposes consists of the parent company and all its subsidiaries where the company controls, directly or indirectly, at least 75% of their issued share capital. The Company and its subsidiary company are entitled to the group relief provisions as set out above.

No deferred tax charge/credit was recognised for the six months period ended 30 June 2010 and 2011 since the credit balance for the unused tax losses is only recognized to the extent of the debit balance relating to temporary differences.

4. BASIC AND FULLY DILUTED LOSS PER SHARE

	Six months ended	
	30/6/2011	30/6/2010
	€	€
Loss for the period	3.663.787	5.097.645
	<u> </u>	<u> </u>
Weighted average number of shares	141.692.040	141.692.040
	<u> </u>	<u> </u>
	cent	cent
Basic and fully diluted loss per share	2,6	3,6
	<u> </u>	<u> </u>

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period from 1 January 2011 to 30 June 2011

5. PROPERTY, PLANT AND EQUIPMENT

The movement of the Group's property plant and equipment over the period was as follows:

	€
Balance 1 January 2011	144.608.300
Additions	226.640
Depreciation	(750.000)
	<hr/>
Balance 30 June 2011	144.084.940
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6. ASSOCIATED COMPANY

The associated company is C.C.C. Secretarial Limited. The principal activity of C.C.C. Secretarial Limited is the provision of administrative and other related services. The Group's share in the share capital of the associate is 20%. The investment is accounted for in the financial statements using the equity method.

7. SHARE CAPITAL

	2011 €	2010 €
Authorised		
150.000.000 ordinary shares of € 0,43 each	64.500.000	64.500.000
	<hr/> <hr/>	<hr/> <hr/>
Issued and fully paid shares		
Balance 1 January		
141.692.040 (2010:141.692.040) ordinary shares of € 0,43 each	60.927.577	60.927.577
	<hr/>	<hr/>
Balance 30 June/31 December		
141.692.040 (2010: 141.692.040) ordinary shares of € 0,43 each	60.927.577	60.927.577
	<hr/> <hr/>	<hr/> <hr/>

C.C.C. TOURIST ENTERPRISES PUBLIC COMPANY LIMITED

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period from 1 January 2011 to 30 June 2011

8. BANK AND OTHER LOANS

The movement to the bank loans over the period was as follows:

	€
Balance 1 January 2011	52.330.034
Repayments	(3.306.295)
Exchange loss	810.708
Capitalised interest	1.168.711
	<hr/>
Balance 30 June 2011	51.003.158
	<hr/> <hr/>

The exchange rates that were used to translate the foreign currency loans into Euro at 30 June 2011 were the following:

€ 1 = 1,1985 Swiss Francs (31 December 2010: € 1 = 1,2414 Swiss Francs)

The above loans, which are substantially bank borrowings, include an unsecured loan from the parent company, The Cyprus Cement Public Company Limited, amounting to €469.524. With respect to the above loan, interest of €14.981 has been charged by the parent company and are included in trade and other payables.

9. RELATED PARTY TRANSACTIONS

The ultimate parent company of the Group is George S. Galatariotis & Sons Limited.

The parent company of the Group is The Cyprus Cement Public Company Limited.

The subsidiary company received loans from the Group's parent company as described in note 8.

The Company and the subsidiary company had the following transactions with companies which by virtue of common control are related to the Group.

During the period the Company and the subsidiary company paid an amount of €104.000 (2010: €102.250) to C.C.C. Secretarial Limited for administration and other services. At the period end the amount owed to C.C.C. Secretarial Limited in respect of those services was €19.666 (2010: €61.885) which is included in trade creditors.

10. SIGNIFICANT EVENTS AFTER THE END OF THE REPORTING PERIOD

As disclosed in more detail in note 1 to the interim condensed consolidated financial statements, in July 2011 the subsidiary company has formed a strategic partnership/joint venture with a third party for the joint development of an upscale residential project. As part of the transaction the subsidiary company sold to the third party half of the plot to be developed at the price of €2,5 million. From this transaction the subsidiary company will recognize a profit of €1,2 million.

