

(expressed in \$ per share)

CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT

1.87

6.33

0.34

FOR THE THREE MONTHS ENDED MARCH 31, 2023





CONDENSED CONSOLIDATED INCOME STATEMENT J \$'000 UNAUDITED AUDITED Three Months Year Jan to Dec Jan to Mar Notes 2023 2022 2022 6.802.247 6 814 750 25.837.228 Revenue Cost of sales (5,495,325 (14,476,081)(3,642,237)3,172,513 **Gross profit** 1,306,922 11,361,147 (941,870) (238,874) (180,380)Administrative expenses Selling expenses (56,775 (51,889)(188,793)(1,551,818) Distribution and logistics expenses (374.409)(397.825)(Increase) recovery of impairment loss on trade receivables (138)55 (630,039) (2,682,256) Total operating expenses (670,196) 8,678,891 Operating earnings before other expenses, net 2,542,474 Other income 2,911 102,001 (207,090)(319.325)Other expenses 9 (916.549)7,864,343 317,401 Operating earnings 2.338.295 28,240 Financial income 7,291 3,311 (133,650) (581,405) Financial expenses (98,504) Loss on foreign exchange (38,594) (68,311) (69,678)7.242.867 **Earnings before taxation** 156,510 2.169.362 (1,859,000)(578.818)Taxation credit (charge) 132.889 CONSOLIDATED NET INCOME 289,399 1,590,544 5,383,867 Basic and diluted earnings per share

3

CONDENSED CONSOLIDATED STATEMENT OF O	THER COM	PREHENSIV	E INCOME
J\$'000	UNAU	AUDITED	
	Three Months Jan to Mar		Year Jan to Dec
	2023	2022	2022
CONSOLIDATED NET INCOME	289,399	1,590,544	5,383,867
Items that will not be reclassified subsequently to the income statement:	,		
Net actuarial gains from remeasurement of employee benefits obligation	_	_	270,494
Deferred tax recognised directly in other comprehensive income	_	_	(67,624)
	-	-	202,870
Items that are or may be reclassified subsequently to the income statement:			
Effects from derivative financial instruments designated as cash flow hedge	(76,554)	53,581	(48,989)
Total items of other comprehensive (loss) income, net	(76,554)	53,581	(48,989)
TOTAL COMPREHENSIVE INCOME	212,845	1,644,125	5,537,748

TOTAL COMPREHENSIVE INCOME		212,845	1,644,125	5,537,74
CONDENSED CONSOLIDATED ST	ATEME	NT OF FINA	NCIAL POSI	TION
J \$'000		UNAU	DITED	AUDITED
		31.03.2023	31.03.2022	31.12.2022
ASSETS				
CURRENT ASSETS				
Cash at bank and on hand		709,733	401,691	574,45
Trade accounts receivable, net		301,884	382,400	261,02
Other accounts receivable		157,085	93,199	389,79
Inventories, net	_	4,222,773	3,466,997	5,477,76
Accounts receivable from related parties	5	1,152,670	454,626	83,10
Other current assets		431,562	91,043	311,19
Total current assets		6,975,707	4,889,956	7,097,34
NON-CURRENT ASSETS				
Property, machinery and equipment, net		22,912,500	23,039,857	23,038,41
Total non-current assets		22,912,500	23,039,857	23,038,41
TOTAL ASSETS		29,888,207	27,929,813	30,135,76
LIABILITIES AND SHAREHOLDERS' EQUIT	Y			
CURRENT LIABILITIES				
Other financial obligations		84,506	1,604,294	57,87
Trade payables		2,784,111	3,329,046	3,306,35
Accounts payable to related parties		596,137	644,095	612,18
Other current liabilities		2,881,913	1,641,471	2,125,14
Total current liabilities		6,346,667	7,218,906	6,101,55
NON-CURRENT LIABILITIES				
Long-term debt				608,20
Other financial obligations		67,715	117,420	77,95
Employee benefits obligation		945,919	1,142,868	927,46
Deferred tax liabilities		2,180,139	1,993,149	2,298,02
Accounts payable to related parties		13,544	04.150	00.01
Other non-current liabilities Total non-current liabilities		82,740	34,158 3,287,595	83,91
		3,290,057	 	3,995,56
TOTAL LIABILITIES		9,636,724	10,506,501	10,097,12
SHAREHOLDERS' EQUITY				
Share capital:		1 000 007	1 000 007	4 000 00
Ordinary shares		1,808,837	1,808,837 3,839,090	1,808,83
Capital contribution Reserves:		3,840,224	3,839,090	3,840,22
Realised capital gain		1,413,661	1,413,661	1,413,66
Other equity reserves		5,001,206	3,631,473	5,077,76
Accumulated net income		8,187,555	6,730,251	7,898,15
TOTAL SHAREHOLDERS' EQUITY				
		20,251,483	17,423,312	20,038,63
TOTAL LIABILITIES AND SHAREHOLDERS' I	EQUITY	29,888,207	27,929,813	30,135,76
Approved and authorised for issue by the Boa	rd of Dire	ctors on May	2 2023 and s	ianed on its
behalf by:	a or bile	ciois on iviay	د, کارکان ها الل S	igned on its
Porris A. Luca - Ayer		1 .		

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY					
J \$'000	UNAU	UNAUDITED			
	Three I Jan t	Year Jan to Dec			
	2023	2022	2022		
Balance as at beginning of period	20,038,638	15,779,187	15,779,187		
Net income for the period	289,399	1,590,544	5,383,867		
Remeasurement of employee benefits obligation,					
net of tax	-	-	202,870		
Hedge reserve	(76,554)	53,581	(48,989)		
Total comprehensive income for the period	212,845	1,644,125	5,537,748		
Transaction with owners:					
Dividend	-	_	(1,279,431)		
Share-based compensation	-	-	1,134		
	-	-	(1,278,297)		
Balance as at end of period	20,251,483	17,423,312	20,038,638		

Director

Yago Castro

Chairman

NOTES

1. Basis of preparation

Parris A. Lyew-Ayee

The condensed consolidated interim financial statements are prepared in accordance with Practice Statement 2016 – 1. Summary Financial Statements issued by the Institute of Chartered Accountants of Jamaica (ICAJ). Management discloses the consolidated statement of financial position, consolidated income statement, condensed statement of other comprehensive income, condensed statement of changes in shareholders' equity and condensed statement of cash flows. These condensed consolidated interim financial statements are derived from the unaudited condensed consolidated interim financial statements of Caribbean Cement Company Limited and its Subsidiary ("the Group") as of and for the period ended March 31, 2023, which are prepared in accordance with International Financial Reporting Standards, as issued by the International Accounting Standards Board, and the requirements of the Jamaican Companies Act.

Accounting policies

These condensed consolidated interim financial statements as of and for the period ended March 31, 2023, have been prepared in accordance with the accounting policies used in the audited financial statements as of and for the year ended December 31, 2022. Any new accounting standards amendments or interpretations which became effective in this financial year, were adjusted on the Group's financial position or results.

Basic and diluted earnings per share

Basic and diluted earnings per share is computed by dividing the consolidated net income attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the period.

Comparative information

Where necessary, the comparative figures are reclassified to conform with the current year's presentation

Accounts receivable from related parties

Accounts receivable from related parties includes a deposit investment account of J\$1.2 billion (US\$7.5 million) in CEMEX Innovation Holding Limited, which generates interest at a rate equal to the Western Asset Institutional Liquid Reserves Fund rate minus 30 basis points on a daily basis of a year of 360 days.

During the first quarter ending March 31, 2023, the Company undertook the planned major maintenance of its major production equipment. In this period, the Company incurred higher costs due to 1) excess inventory items consumed in "Raw material and consumables", 2) additional hired manpower in "Personnel remuneration and benefits", 3) general higher maintenance cost in "Repairs and maintenance" and 4) higher "Changes in inventories of finished goods and work in progress". Also, the Company experienced lower production levels of clinker and cement, which resulted in the importation of cement to cover the shortfall.

Health and Safety

One of the hallmarks of our business at Caribbean Cement Company Limited (CCCL) to which we ascribe the utmost value and priority is health and safety. Our goal is to always have the safe return of those interacting with our operations to their families, thus upholding our commitment to Zero4Life.

As we continue to build on this critical pillar, CCCL implemented a behavioural safety module to get employees to refocus and to effectively develop attitudes that will further impact our health and safety culture positively.

This commitment to achieving a high standard of health and safety was extended beyond the company with the staging of the Vulnerable Road User (VRU) programme at Denbigh High School in Clarendon. A road safety initiative of CEMEX's global supply chain department, the VRU targets persons more susceptible to injuries or fatalities while traversing the nation's roads and includes pedestrians, children, and the elderly.

As part of the initiative, students of the May Pen-based Denbigh High benefitted from the discussions that targeted how to correctly identify a truck's blind spots and how to properly navigate a busy thoroughfare in front of these units. The Road Safety Unit of the Ministry of Transport and Mining was also on hand to provide additional road safety tips.

Sustainability

CCCL remains committed to delivering its objectives under its Future in Action (FIA) strategy. During this quarter, the Company outlined its water action plan, which is aimed at achieving a reduction in freshwater withdrawals by more than 20 per cent before 2030. The Company is also nearing completion of the first phase of its biodiversity project, which is aimed at promoting growth and preservation of different endemic plant species or species of concern.

CCCL will also continue to partner with key state-run entities responsible for environmental management such as the National Environment and Planning Agency and the National Solid Waste Management Authority in furtherance of achieving a truly net-zero operation.

Porris Achyen-Ayen Parris A. Lvew-Avee

DIRECTORS' STATEMENT Corporate Social Responsibility

During this quarter, CCCL continued its support to the development of resilient infrastructure initiatives through cement donations. Among these initiatives are the ongoing construction of concrete pavement solutions in six constituencies islandwide and the development of curb walls to delineate the maze attraction at the Hope Royal Botanical Gardens in St. Andrew.

Financial Performance

In terms of the financial performance for the quarter, the Company attained the same revenue of \$6.8 billion when compared to the first quarter of 2022.

Operating earnings of \$0.3 billion were 86% lower than the \$2.3 billion for the corresponding quarter in 2022. This performance was mainly attributable to the scheduled annual maintenance performed during January and February of 2023, when the Company experienced significantly higher costs during the exercise. The investment in maintenance efforts will redound to our benefit resulting in an increase in our operational efficiencies with the overarching goal of improving capacity and entering the export market.

"Earnings per share" for the quarter was \$0.34 when compared to \$1.87 for the corresponding period in 2022.

Despite the higher operating costs experienced during the quarter, the Company generated cash from operating activities of \$2.2 billion of which \$1.2 billion was invested and \$0.6 billion used to pay off its loan in the first quarter.

The liquidity position at the end of the quarter remained strong with a cash and cash equivalents balance of \$0.7

Outlook

Notwithstanding the Company's continued strengthening of its financial position in recent times, we continue to remain vigilant to extrinsic forces and will implement. where necessary, strategies to mitigate risks. Additionally, the Company will make continuous improvements to its property, machinery and equipment to ensure better and improved levels of productivity and to achieve higher levels of customer satisfaction. Ongoing training of our employees in areas of diversity and inclusion will remain a mainstay of the Company as we move towards building a more efficient and inclusive workforce.

Yago Castro Director

May 2, 2023 May 2, 2023				
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS				
J \$'000	UNAU		AUDITED	
		Months Year	Year Jan to Dec	
	2023	2022	2022	
OPERATING ACTIVITIES	000 000	4 500 544	E 000 007	
Consolidated net income	289,399	1,590,544	5,383,867	
Adjustments for: Depreciation and amortisation of assets	367,319	362,553	1,446,126	
Net increase (recovery) of impaired trade receivables	138	-	(225)	
Interest income	(7,291)	(3,311)	(28,240)	
Interest expense	90,555	25,565	151,104	
Taxation (credit) charge Property, machinery and equipment write-off	(132,889)	578,818	1,859,000 6,552	
Increase in rehabilitation provision	_	_	39,241	
Inventory write off	-	-	2,821	
Increase (reduction) of inventory obsolescence provision	100.047	409	(61,647)	
Increase in stockholding and inventory restructuring provision Employee benefit expenses	100,847 2,872	7,114 5,979	39,495 23,916	
Unwinding of discount on preference shares	2,072	101,511	402,235	
Unwinding of discount on rehabilitation provision	5,535	1,249	10,701	
Unwinding of discount on lease liabilities	2,414	5,325	17,365	
Unrealised foreign exchange losses (gains), net Changes in working capital, excluding taxes	52,423 2,219,186	3,373 (1,427,249)	(48,755) (3,516,928)	
Net cash flows provided by operating activities	2,213,100	(1,421,243)	(0,010,020)	
before financial income and expenses,				
employee benefits and taxes	2,990,508	1,251,880	5,726,628	
Employee benefits paid Interest received	(14,183) 7,291	(9,530) 3,311	(38,241) 28,240	
Interest paid	(63,200)	(1,089)	(79,603)	
Taxation paid	(702,662)	(583,636)	(1,422,887)	
Net cash flows provided by operating activities	2,217,754	660,936	4,214,137	
INVESTING ACTIVITIES				
Acquisition of property, machinery and equipment	(241,400)	(170,403)	(1,259,090)	
Accounts receivable from related parties	(1,156,940)	(311,464)	(45,257)	
Net cash flows used in investing activities	(1,398,340)	(481,867)	(1,304,347)	
FINANCING ACTIVITIES (Repayment of) drawdown on long-term debt	(608,208)	_	616,383	
Other financial obligations:	(000,200)	_	010,363	
Repayment of redeemable preference shares	-	-	(1,843,945)	
Dividends paid	(15,420)	-	(1,264,011)	
Payment of lease liabilities	(21,173)	(23,351)	(68,975)	
Net cash flows used in financing activities	(644,801)	(23,351)	(2,560,548)	
Increase in cash at bank and on hand Cash conversion effect, net	174,613 (39,337)	155,718 1,073	349,242 (19,685)	
Cash at bank and on hand at beginning of period	574,457	244,900	244,900	
CASH AT BANK AND ON HAND AT END OF PERIOD	709,733	401,691	574.457	
Changes in working capital, excluding taxes:	, , , , , , , , , , , , , , , , , , , ,	,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
Trade accounts receivable, net	(41,298)	(57,418)	63,049	
Other current assets	193,692	(10,779)	(490,499)	
Inventories Trade payables	1,154,149 (515,344)	(34,414) (1,136,759)	(2,018,332) (1,122,256)	
Other current liabilities	1,427,987	(187,879)	51,110	
Changes in working capital, excluding taxes	2,219,186	(1,427,249)	(3,516,928)	

7. Impact of Ukraine/Russia conflict

On February 24, 2022, the geopolitical situation in Eastern Europe intensified with the invasion of Ukraine by Russia. The war continues to evolve as global sanctions were imposed, immediately impacting entities that have counter-party relationships in Russia and certain neighbouring countries. In addition, the war impacted global financial markets, economic challenges that already existed as a result of the global pandemic, including issues such as supply chain disruptions and

The Group has concluded that given the composition of our statement of financial position, its exposure to the negative impacts of these risks is not significant to its profitability and going concern. However, through its risk management function, the Group continuously assesses the impact of such risks and has an established series of early warning indicators through various risk metric to ensure that liquidity and capital positions are in place to sufficiently support the operations of the Group. There were no material changes in valuations or impairment positions as at March 31, 2023.

Operating earnings before other expenses, net [expressed in J\$'000] 'Operating earnings before other expenses, net" by nature is as follows:

Revenue Expenses Raw material and consumables Fuel and electricity Personnel remuneration and benefits Repairs and maintenance Equipment hire Cement transportation, marketing and selling exper Other operating expenses Depreciation, impairment and amortisation Changes in inventories of finished goods and work in progress **Total expenses** Operating earnings before other expenses, net

	UNAUI Three N		AUDITED Year
	Jan to Mar		Jan to Dec
	2023	2022	2022
	6,802,247	6,814,750	25,837,228
	1,260,711	411,749	1,830,926
	1,002,736	1,251,663	5,616,001
	735,928	628,271	2,637,763
	820,194	347,645	1,408,704
	467,818	309,401	1,448,377
nses	239,607	254,795	933,522 1.090.381
	263,045 367,319	216,151 362,553	1,446,126
	1,008,163	490,048	746,537
[6,165,521	4,272,276	17,158,337
et [636,726	2.542.474	8.678.891

9. Other expenses, net [expressed in J\$'000] "Other expenses, net" by nature is as follows:

	UNAUDITED		AUDITED
	Three Months Jan to Mar		Year Jan to Dec
	2023	2022	2022
Other income:			
Insurance claim recovery	-	-	80,437
Other	-	2,911	21,564
	-	2,911	102,001
Other expenses:		,	·
Manpower restructuring costs	-	_	2,557
Increase in stockholding and inventory restructuring			·
provision	100,847	7,114	39,495
Demolition expenses		12,752	42,591
Inventory write-off	_	692	2,821
Management fees	51,495	50,758	200,656
Royalty and service fees	117.446	133,863	474,529
Property, machinery and equipment write-off	_	_	6,552
Non-recoverable GCT expenses write-off	_	_	119,553
COVID-19 related expenses	_	1.506	4,982
0.1	40 507	.,,,,,	00,010



CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT





FOR THE THREE MONTHS ENDED MARCH 31, 2023

CONDENSED CONSOLIDATED INCOME STATEMENT					
J\$'000		UNAUDITED		AUDITED	
			Months o Mar	Year Jan to Dec	
	Notes	2023	2022	2022	
Revenue		6,802,247	6,814,750	25,837,228	
Cost of sales		(5,495,325)	(3,642,237)	(14,476,081)	
Gross profit		1,306,922	3,172,513	11,361,147	
Administrative expenses		(238,874)	(180,380)	(941,870)	
Selling expenses		(56,775)	(51,889)	(188,793)	
Distribution and logistics expenses		(374,409)	(397,825)	(1,551,818)	
(Increase) recovery of impairment loss on trade received	/ables	(138)	55	225	
Total operating expenses		(670,196)	(630,039)	(2,682,256)	
Operating earnings before other expenses, net	8	636,726	2,542,474	8,678,891	
Other income	9	-	2,911	102,001	
Other expenses	9	(319,325)	(207,090)	(916,549)	
Operating earnings		317,401	2,338,295	7,864,343	
Financial income		7,291	3,311	28,240	
Financial expenses		(98,504)	(133,650)	(581,405)	
Loss on foreign exchange		(69,678)	(38,594)	(68,311)	
Earnings before taxation		156,510	2,169,362	7,242,867	
Taxation credit (charge)		132,889	(578,818)	(1,859,000)	
CONSOLIDATED NET INCOME		289,399	1,590,544	5,383,867	
Basic and diluted earnings per share (expressed in \$ per share)	3	0.34	1.87	6.33	

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME				
J \$'000	UNAUDITED		AUDITED	
	Three Months Jan to Mar		Year Jan to Dec	
	2023	2022	2022	
CONSOLIDATED NET INCOME	289,399	1,590,544	5,383,867	
Items that will not be reclassified subsequently to the income statement:				
Net actuarial gains from remeasurement of employee benefits obligation	-	-	270,494	
Deferred tax recognised directly in other comprehensive income	-	-	(67,624)	
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Total items of other comprehensive (loss) income, net	(76,554)	53,581	(48,989)	
TOTAL COMPREHENSIVE INCOME	212,845	1,644,125	5,537,748	

J\$'000 ASSETS CURRENT ASSETS Cash at bank and on hand Trade accounts receivable, net Other accounts receivable Inventories, net	709,733 301,884 157,085	31.03.2022 401,691	AUDITED 31.12.2022
CURRENT ASSETS Cash at bank and on hand Trade accounts receivable, net Other accounts receivable	709,733 301,884 157,085	401,691	31.12.2022
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Trade accounts receivable, net Other accounts receivable	301,884 157,085		
Other accounts receivable	157,085	000 400	574,457
		382,400	261,020
Inventories, net		93,199	389,791
	4,222,773	3,466,997	5,477,769
Accounts receivable from related parties 5	1,152,670	454,626	83,105
Other current assets	431,562	91,043	311,199
Total current assets	6,975,707	4,889,956	7,097,341
NON-CURRENT ASSETS			
Property, machinery and equipment, net	22,912,500	23,039,857	23,038,419
Total non-current assets	22,912,500	23,039,857	23,038,419
TOTAL ASSETS	29,888,207	27,929,813	30,135,760
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES			
Other financial obligations	84,506	1,604,294	57,876
Trade payables	2,784,111	3,329,046	3,306,357
Accounts payable to related parties	596,137	644,095	612,182
Other current liabilities	2,881,913	1,641,471	2,125,142
Total current liabilities	6,346,667	7,218,906	6,101,557
NON-CURRENT LIABILITIES			
Long-term debt		-	608,208
Other financial obligations	67,715	117,420	77,954
Employee benefits obligation	945,919	1,142,868	927,461
Deferred tax liabilities	2,180,139	1,993,149	2,298,026
Accounts payable to related parties Other non-current liabilities	13,544 82,740	34,158	83,916
Total non-current liabilities	3,290,057	3,287,595	3,995,565
TOTAL LIABILITIES	9,636,724		
SHAREHOLDERS' EQUITY	9,030,724	10,506,501	10,097,122
Share capital:			
Ordinary shares	1,808,837	1.808.837	1,808,837
Capital contribution	3,840,224	3,839,090	3,840,224
Reserves:	3,040,224	3,039,080	3,040,224
Realised capital gain	1,413,661	1,413,661	1,413,661
Other equity reserves	5,001,206	3,631,473	5,077,760
Accumulated net income	8,187,555	6,730,251	7,898,156
TOTAL SHAREHOLDERS' EQUITY	20,251,483	17,423,312	20,038,638
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	29,888,207	27,929,813	30,135,760
Approved and authorised for issue by the Board of Directors on May 2, 2023 and signed on its			

behalf by:



Director Yago Castro

DIRECTORS' STATEMENT

Health and Safety

One of the hallmarks of our business at Caribbean Cement Company Limited (CCCL) to which we ascribe the utmost value and priority is health and safety. Our goal is to always have the safe return of those interacting with our operations to their families, thus upholding our commitment to Zero4Life.

As we continue to build on this critical pillar, CCCL implemented a behavioural safety module to get employees to refocus and to effectively develop attitudes that will further impact our health and safety culture positively.

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Changes in working capital, excluding taxes

Corporate Social Responsibility

During this quarter, CCCL continued its support to the development of resilient infrastructure initiatives through cement donations. Among these initiatives are the ongoing construction of concrete pavement solutions in six constituencies islandwide and the development of curb walls to delineate the maze attraction at the Hope Royal Botanical Gardens in St. Andrew.

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The investment in maintenance efforts will redound to our benefit resulting in an increase in our operational efficiencies with the overarching goal of improving capacity and entering the export market.

"Farnings per share" for the quarter was \$0.34 when compared to \$1.87 for the corresponding period in 2022.

Despite the higher operating costs experienced during the quarter, the Company generated cash from operating activities of \$2.2 billion of which \$1.2 billion was invested and \$0.6 billion used to pay off its loan in the first quarter.

The liquidity position at the end of the quarter remained strong with a cash and cash equivalents balance of \$0.7

Outlook

Notwithstanding the Company's continued strengthening of its financial position in recent times, we continue to remain vigilant to extrinsic forces and will implement, where necessary, strategies to mitigate risks. Additionally, the Company will make continuous improvements to its property, machinery and equipment to ensure better and improved levels of productivity and to achieve higher levels of customer satisfaction. Ongoing training of our employees in areas of diversity and inclusion will remain a mainstay of the Company as we move towards building a more efficient and inclusive workforce.

2,219,186 (1,427,249) (3,516,928)

Parris A. Lyew-Ayee Yago Castro Chairman Director May 2, 2023 May 2, 2023				
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS				
J \$'000	UNAU	DITED	AUDITED	
		Months o Mar	Year Jan to Dec	
ODEDATING ACTIVITIES	2023	2022	2022	
OPERATING ACTIVITIES Consolidated net income	289,399	1,590,544	5,383,867	
Adjustments for:	209,399	1,590,544	5,363,667	
Depreciation and amortisation of assets Net increase (recovery) of impaired trade receivables Interest income Interest expense	367,319 138 (7,291) 90,555	362,553 - (3,311) 25,565	1,446,126 (225) (28,240) 151,104	
Taxation (credit) charge Property, machinery and equipment write-off Increase in rehabilitation provision Inventory write off	(132,889)	578,818 - -	1,859,000 6,552 39,241 2,821	
Increase (reduction) of inventory obsolescence provision Increase in stockholding and inventory restructuring provision Employee benefit expenses Unwinding of discount on preference shares	100,847 2,872	409 7,114 5,979 101,511	(61,647) 39,495 23,916 402,235	
Unwinding of discount on rehabilitation provision Unwinding of discount on lease liabilities Unrealised foreign exchange losses (gains), net Changes in working capital, excluding taxes	5,535 2,414 52,423 2,219,186	1,249 5,325 3,373 (1,427,249)	10,701 17,365 (48,755) (3,516,928)	
Net cash flows provided by operating activities before financial income and expenses, employee benefits and taxes Employee benefits paid	2,990,508 (14,183)	1,251,880 (9,530)	5,726,628 (38,241)	
Interest received Interest paid Taxation paid	7,291 (63,200) (702,662)	3,311 (1,089) (583,636)	28,240 (79,603) (1,422,887)	
Net cash flows provided by operating activities	2,217,754	660,936	4,214,137	
INVESTING ACTIVITIES Acquisition of property, machinery and equipment Accounts receivable from related parties	(241,400) (1,156,940)	(170,403) (311,464)	(1,259,090) (45,257)	
Net cash flows used in investing activities	(1,398,340)	(481,867)	(1,304,347)	
FINANCING ACTIVITIES (Repayment of) drawdown on long-term debt Other financial obligations:	(608,208)	-	616,383	
Repayment of redeemable preference shares Dividends paid Payment of lease liabilities	(15,420) (21,173)	- - (23,351)	(1,843,945) (1,264,011) (68,975)	
Net cash flows used in financing activities Increase in cash at bank and on hand	(644,801) 174,613	(23,351) 155,718	(2,560,548) 349,242	
Cash conversion effect, net Cash at bank and on hand at beginning of period	(39,337) 574,457	1,073 244,900	(19,685) 244,900	
CASH AT BANK AND ON HAND AT END OF PERIOD	709,733	401,691	574,457	
Changes in working capital, excluding taxes: Trade accounts receivable, net Other current assets Inventories	(41,298) 193,692 1,154,149	(57,418) (10,779) (34,414)	63,049 (490,499) (2,018,332)	
Trade payables Other current liabilities	(515,344) 1,427,987	(1,136,759) (187,879)	(1,122,256) 51,110	
Changes in working capital, excluding taxes	2,219,186	(1,427,249)	(3,516,928)	



CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT





FOR THE THREE MONTHS ENDED MARCH 31, 2023

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY				
J\$'000	UNAUDITED		AUDITED	
	Three Months Jan to Mar		Year Jan to Dec	
	2023	2022	2022	
Balance as at beginning of period	20,038,638	15,779,187	15,779,187	
Net income for the period	289,399	1,590,544	5,383,867	
Remeasurement of employee benefits obligation,				
net of tax	-	-	202,870	
Hedge reserve	(76,554)	53,581	(48,989)	
Total comprehensive income for the period	212,845	1,644,125	5,537,748	
Transaction with owners:				
Dividend	-	-	(1,279,431)	
Share-based compensation	_	-	1,134	
	-	-	(1,278,297)	
Balance as at end of period	20,251,483	17,423,312	20,038,638	

NOTES

1. Basis of preparation

The condensed consolidated interim financial statements are prepared in accordance with Practice Statement 2016 – 1, Summary Financial Statements issued by the Institute of Chartered Accountants of Jamaica (ICAJ). Management discloses the consolidated statement of financial position, consolidated income statement, condensed statement of other comprehensive income, condensed statement of changes in shareholders' equity and condensed statement of cash flows. These condensed consolidated interim financial statements are derived from the unaudited condensed consolidated interim financial statements of Caribbean Cement Company Limited and its Subsidiary ("the Group") as of and for the period ended March 31, 2023, which are prepared in accordance with International Financial Reporting Standards, as issued by the International Accounting Standards Board, and the requirements of the Jamaican Companies Act.

2. Accounting policies

These condensed consolidated interim financial statements as of and for the period ended March 31, 2023, have been prepared in accordance with the accounting policies used in the audited financial statements as of and for the year ended December 31, 2022. Any new accounting standards amendments or interpretations which became effective in this financial year, were adjusted on the Group's financial position or results.

3. Basic and diluted earnings per share

Basic and diluted earnings per share is computed by dividing the consolidated net income attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the period.

4. Comparative information

Where necessary, the comparative figures are reclassified to conform with the current year's presentation.

5. Accounts receivable from related parties

Accounts receivable from related parties includes a deposit investment account of J\$1.2 billion (US\$7.5 million) in CEMEX Innovation Holding Limited, which generates interest at a rate equal to the Western Asset Institutional Liquid Reserves Fund rate minus 30 basis points on a daily basis of a year of 360 days.

6. Total expenses

During the first quarter ending March 31, 2023, the Company undertook the planned major maintenance of its major production equipment. In this period, the Company incurred higher costs due to 1) excess inventory items consumed in "Raw material and consumables", 2) additional hired manpower in "Personnel remuneration and benefits", 3) general higher maintenance cost in "Repairs and maintenance" and 4) higher "Changes in inventories of finished goods and work in progress". Also, the Company experienced lower production levels of clinker and cement, which resulted in the importation of cement to cover the shortfall.

7. Impact of Ukraine/Russia conflict

On February 24, 2022, the geopolitical situation in Eastern Europe intensified with the invasion of Ukraine by Russia. The war continues to evolve as global sanctions were imposed, immediately impacting entities that have counter-party relationships in Russia and certain neighbouring countries. In addition, the war impacted global financial markets, economic challenges that already existed as a result of the global pandemic, including issues such as supply chain disruptions and rising inflation.

The Group has concluded that given the composition of our statement of financial position, its exposure to the negative impacts of these risks is not significant to its profitability and going concern. However, through its risk management function, the Group continuously assesses the impact of such risks and has an established series of early warning indicators through various risk metric to ensure that liquidity and capital positions are in place to sufficiently support the operations of the Group. There were no material changes in valuations or impairment positions as at March 31, 2023.

8. Operating earnings before other expenses, net [expressed in J\$'000] "Operating earnings before other expenses, net" by nature is as follows:

	202
Revenue	6,802
Expenses:	
Raw material and consumables	1,260
Fuel and electricity	1,002
Personnel remuneration and benefits	735
Repairs and maintenance	820
Equipment hire	467
Cement transportation, marketing and selling expenses	239
Other operating expenses	263
Depreciation, impairment and amortisation	367
Changes in inventories of finished goods and	
work in progress	1,008
Total expenses	6,165
Operating earnings before other expenses, net	636

	UNAUDITED		AUDITED
	Three Months Jan to Mar		Year Jan to Dec
	2023	2022	2022
	6,802,247	6,814,750	25,837,228
es	1,260,711 1,002,736 735,928 820,194 467,818 239,607 263,045 367,319	411,749 1,251,663 628,271 347,645 309,401 254,795 216,151 362,553	1,830,926 5,616,001 2,637,763 1,408,704 1,448,377 933,522 1,090,381 1,446,126
	1,008,163	490,048	746,537
	6,165,521	4,272,276	17,158,337
	636,726	2,542,474	8,678,891

UNAUDITED

AUDITED

Year

Jan to Dec

2022

80.437

21,564

2,557

39.495

42,591

200,656

474,529

2.821

6,552 119.553

4.982

916.549

814.548

102,001

9. Other expenses, net [expressed in J\$'000]

"Other expenses, net" by nature is as follows:

	Jan to Mar	
	2023	2022
Other income:		
Insurance claim recovery	-	-
Other	-	2,911
	-	2,911
Other expenses:		
Manpower restructuring costs	-	-
Increase in stockholding and inventory restructuring		
provision	100,847	7,114
Demolition expenses	-	12,752
Inventory write-off	-	692
Management fees	51,495	50,758
Royalty and service fees	117,446	133,863
Property, machinery and equipment write-off	-	-
Non-recoverable GCT expenses write-off	-	-
COVID-19 related expenses	-	1,506
Other	49,537	405
	319,325	207,090
	319,325	204,179