

CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT





FOR THE SIX MONTHS ENDED JUNE 30, 2023

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, consolidated statement of other comprehensive income, consolidated statement of changes in shareholders' equity and consolidated 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 June 30, 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 June 30, 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\$2.0 billion (US\$12.7 million) in CEMEX Innovation Holding Limited, which generates interest at an annual rate equal to Western Asset USD Institutional Liquid Reserves Fund rate plus 30 basis points on a daily basis of a year of 360 days.

6. Total cost of sales and operating expenses

During the six-month period ending June 30, 2023, the Company undertook the planned major maintenance of its major production equipment in January and February 2023. 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, which exacerbated 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 June 30, 2023.

8. Operating earnings before other income and other expenses [expressed in J\$'000]

"Operating earnings before other income and other expenses" by nature is as follows:

		AUDITED					
		Three Months Six Months Apr to Jun Jan to Jun					Year Jan to Dec
	2023	2022	2023	2022	2022		
Revenue	7,475,133	6,702,036	14,277,380	13,516,786	25,837,228		
Expenses:							
Raw material and consumables	557,187	526,308	1,817,898	938,057	1,830,926		
Fuel and electricity	1,393,671	1,496,169	2,396,407	2,747,832	5,616,001		
Personnel remuneration and benefits	700,780	694,273	1,436,708	1,322,544	2,637,763		
Repairs and maintenance	372,962	355,680	1,193,156	703,325	1,408,704		
Equipment hire	448,629	372,120	916,447	681,521	1,448,377		
Cement transportation, marketing and selling expenses	276,708	266.333	516.315	521,128	933,522		
Other operating expenses	326,020	292,246	589,065	508,397	1.090.381		
Depreciation, impairment and amortisation	369,057	362,663	736,376	725,216	1,446,126		
Changes in inventories of finished goods	000,00.	002,000	. 55,5. 5	0,	.,,		
and work in progress	67,385	125,568	1,075,548	615,616	746,537		
Total cost of sales and operating							
expenses	4,512,399	4,491,360	10,677,920	8,763,636	17,158,337		
Operating earnings before other							
income and other expenses	2,962,734	2,210,676	3,599,460	4,753,150	8,678,891		

9. Other income and other expenses [expressed in J\$'000]

"Other income and other expenses" by nature is as follows:

		UNAUDITED							
	Three Months Apr to Jun								Year Jan to Dec
	2023	2022	2023	2022	2022				
Other income:									
Insurance claim recovery	1,233	-	1,233	-	80,437				
Other	5,655	4,008	5,655	6,919	21,564				
Total other income	6,888	4,008	6,888	6,919	102,001				
Other expenses:									
Manpower restructuring costs	-	-	-	-	2,557				
(Decrease) increase in stockholding and									
inventory restructuring provision	(98,837)	1,987	2,010	9,101	39,495				
Demolition expenses	-	26,196	-	38,948	42,591				
Inventory write-off	-	446	-	1,138	2,821				
Management fees	50,273	50,284	101,768	101,042	200,656				
Royalty and service fees	148,559	132,301	266,005	266,164	474,529				
Property, machinery and equipment									
write-off	-	-	-	-	6,552				
Non-recoverable GCT expenses									
write-off	-	-	-	-	119,553				
COVID-19-related expenses	-	704	-	2,210	4,982				
Other	(14,794)	21,327	34,743	21,732	22,813				
Total other expenses	85,201	233,245	404,526	440,335	916,549				
Total other income and other expenses	78,313	229,237	397,638	433,416	814,548				



CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT

CEMEX

Building a better future



AUDITED

FOR THE SIX MONTHS ENDED JUNE 30, 2023

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY				
J\$'000	UNAUD	ITED	AUDITED	
	Six Mo Jan to		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	2,445,637	3,042,017	5,383,867	
Remeasurement of employee benefits obligation, net of tax	-	-	202,870	
Hedge reserve	(51,454)	16,446	(48,989)	
Total comprehensive income for the period	2,394,183	3,058,463	5,537,748	
Transaction with owners:				
Dividends	-	-	(1,279,431)	
Share-based compensation	-	-	1,134	
	-	-	(1,278,297)	
Balance as at end of period	22,432,821	18,837,650	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, consolidated statement of other comprehensive income, consolidated statement of changes in shareholders' equity and consolidated 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 June 30, 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 June 30, 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\$2.0 billion (US\$12.7 million) in CEMEX Innovation Holding Limited, which generates interest at an annual rate equal to Western Asset USD Institutional Liquid Reserves Fund rate plus 30 basis points on a daily basis of a year of 360 days.

6. Total cost of sales and operating expenses

During the six-month period ending June 30, 2023, the Company undertook the planned major maintenance of its major production equipment in January and February 2023. 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, which exacerbated 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 June 30, 2023.

HMAHDITED

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

		UNAU	עזווטו		AUDITED
	Three I Apr to	Months o Jun		lonths o Jun	Year Jan to Dec
	2023	2022	2023	2022	2022
Revenue	7,475,133	6,702,036	14,277,380	13,516,786	25,837,228
Expenses:					
Raw material and consumables	557,187	526,308	1,817,898	938,057	1,830,926
Fuel and electricity	1,393,671	1,496,169	2,396,407	2,747,832	5,616,001
Personnel remuneration and benefits	700,780	694,273	1,436,708	1,322,544	2,637,763
Repairs and maintenance	372,962	355,680	1,193,156	703,325	1,408,704
Equipment hire	448,629	372,120	916,447	681,521	1,448,377
Cement transportation, marketing and					
selling expenses	276,708	266,333	516,315	521,128	933,522
Other operating expenses	326,020	292,246	589,065	508,397	1,090,381
Depreciation, impairment and amortisation	369,057	362,663	736,376	725,216	1,446,126
Changes in inventories of finished goods and work in progress	67.385	125,568	1.075.548	615.616	746,537
Total cost of sales and operating	07,300	120,000	1,075,546	013,010	740,557
expenses	4,512,399	4,491,360	10,677,920	8,763,636	17,158,337
Operating earnings before other					
income and other expenses	2,962,734	2,210,676	3,599,460	4,753,150	8,678,891

9. Other income and other expenses [expressed in J\$'000]

"Other income and other expenses" by nature is as follows:

		UNAUDITED				
	2023	2022	2023	2022	2022	
Other income:						
Insurance claim recovery	1,233	-	1,233	-	80,437	
Other	5,655	4,008	5,655	6,919	21,564	
Total other income	6,888	4,008	6,888	6,919	102,001	
Other expenses:						
Manpower restructuring costs	-	-	-	-	2,557	
(Decrease) increase in stockholding and						
inventory restructuring provision	(98,837)	1,987	2,010	9,101	39,495	
Demolition expenses	- 1	26,196	-	38,948	42,591	
Inventory write-off	-	446	-	1,138	2,821	
Management fees	50,273	50,284	101,768	101,042	200,656	
Royalty and service fees	148,559	132,301	266,005	266,164	474,529	
Property, machinery and equipment write-off	-	-	-	-	6,552	
Non-recoverable GCT expenses write-off	-	-	-	_	119,553	
COVID-19-related expenses	-	704	-	2,210	4,982	
Other	(14,794)	21,327	34,743	21,732	22,813	
Total other expenses	85,201	233,245	404,526	440,335	916,549	
Total other income and other expenses	78,313	229,237	397,638	433,416	814,548	



CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT



FOR THE SIX MONTHS ENDED JUNE 30, 2023

CONDENSED CONSOLIDATED INCOME STATEMENT						
J \$'000		_	LINIALI	DITED		AUDITED
				DITED		AUDITED
		Three N Apr to			lonths o Jun	Year Jan to Dec
	Notes	2023	2022	2023	2022	2022
Revenue		7,475,133	6,702,036	14,277,380	13,516,786	25,837,228
Cost of sales		(3,796,029)	(3,771,887)	(9,291,354)	(7,414,124)	(14,476,081)
Gross profit		3,679,104	2,930,149	4,986,026	6,102,662	11,361,147
Administrative expenses		(267,881)	(250,243)	(506,755)	(430,623)	(941,870
Selling expenses		(59,024)	(54,632)	(115,799)	(106,466)	(188,793
Distribution and logistics expenses		(389,465)	(414,598)	(763,874)	(812,423)	(1,551,818
(Increase in) recovery of impairment los	s on					
trade accounts receivable		-	-	(138)	-	225
Total operating expenses		(716,370)	(719,473)	(1,386,566)	(1,349,512)	(2,682,256
Operating earnings before other inco	ome					
and other expenses	8	2,962,734	2,210,676	3,599,460	4,753,150	8,678,891
Other income	9	6,888	4,008	6,888	6,919	102,001
Other expenses	9	(85,201)	(233,245)	(404,526)	(440,335)	(916,549
Operating earnings		2,884,421	1,981,439	3,201,822	4,319,734	7,864,343
Financial income		29,231	4,020	36,522	7,331	28,240
Financial expenses		4,917	(142,529)	(93,587)	(276,179)	(581,405
(Loss) gain on foreign exchange		(4,881)	19,458	(74,559)	(19,136)	(68,311)
Earnings before taxation		2,913,688	1,862,388	3,070,198	4,031,750	7,242,867
Taxation charge		(757,450)	(410,915)	(624,561)	(989,733)	(1,859,000)
CONSOLIDATED NET INCOME		2,156,238	1,451,473	2,445,637	3,042,017	5,383,867
Basic and diluted earnings per share						
(expressed in \$ per share)	3	2.53	1.71	2.87	3.57	6.33

CONDENSED CONSOLIDATED STATE	MENT OF OTHER CO	MAKEHENSIAE INCOME

J \$'000		UNAUDITED				
		Three Months Six Months Apr to Jun Jan to Jun			AUDITED Year Jan to Dec	
	2023	2022	2023	2022	2022	
CONSOLIDATED NET INCOME	2,156,238	1,451,473	2,445,637	3,042,017	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	_	_	-	_	210,494	
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	25,100	(37,135)	(51,454)	16,446	(48,989)	
Total items of other comprehensive income (loss), net	25,100	(37,135)	(51,454)	16,446	153,881	
TOTAL COMPREHENSIVE INCOME	2,181,338	1,414,338	2,394,183	3,058,463	5,537,748	

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION				
J \$'000		HMAH	DITED	AUDITED
		30.06.23	30.06.22	31.12.22
ASSETS		30.00.23	30.00.22	01.12.22
CURRENT ASSETS				
Cash at bank and on hand		715,725	800,420	574,457
Trade accounts receivable, net		316,939	447,091	261,020
Other accounts receivable		346,450	113,483	389,791
Inventories, net		4,531,005	4,118,748	5,477,769
Accounts receivable from related parties	5	1,974,864	710,270	83,105
Other current assets		774,315	263,627	311,199
Total current assets		8,659,298	6,453,639	7,097,341
NON-CURRENT ASSETS				
Property, machinery and equipment, net		22,831,392	22,939,725	23,038,419
Other non-current assets		-	2,702	_
Total non-current assets		22,831,392	22,942,427	23,038,419
TOTAL ASSETS		31,490,690	29,396,066	30,135,760
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Other financial obligations		99,249	1,680,957	57,876
Trade payables		2,517,318	2,904,445	3,306,357
Accounts payable to related parties		318,854	995,085	612,182
Other current liabilities		2,491,989	1,649,407	2,125,142
Total current liabilities		5,427,410	7,229,894	6,101,557
NON-CURRENT LIABILITIES				
Long-term debt		-	-	608,208
Other financial obligations		91,226	102,686	77,954
Employee benefits obligation		970,523	1,161,438	927,461
Deferred tax liabilities		2,464,250	2,028,987	2,298,026
Accounts payable to related parties		9,212	-	-
Other non-current liabilities		95,248	35,411	83,916
Total non-current liabilities		3,630,459	3,328,522	3,995,565
TOTAL LIABILITIES		9,057,869	10,558,416	10,097,122
SHAREHOLDERS' EQUITY				
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:				
Realised capital gain		1,413,661	1,413,661	1,413,661
Other equity reserves		5,026,306	3,594,338	5,077,760
Accumulated net income		10,343,793	8,181,724	7,898,156
TOTAL SHAREHOLDERS' EQUITY		22,432,821	18,837,650	20,038,638
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		31,490,690	29,396,066	30,135,760
Approved and authorised for issue by the Board of Directors on July 28	3, 2	2023 and sign	ed on its beh	alf by:

_ Director

Yago Castro

tarvis A. Lyen-Ayee

Parris A. Lyew-Ayee

_ Chairman

DIRECTORS' STATEMENT

Caribbean Cement Company Limited (CCCL) continued to strengthen its value of health and safety this quarter with several members of staff receiving certificates of completion after participating in a behavioural safety module designed to effectively develop positive attitudes towards workplace safety.

This quarter also saw the Company undertaking two Vulnerable Road User (VRU) initiatives at its lime plant operations in Clarendon and at its headquarters in Rockfort, Kingston for members of staff. The initiative was organised by the supply chain department and held in conjunction with the country's observance of Road Safety Awareness Month in June.

We also participated in the much-anticipated Grennell's Road Safety workshop and expo, further spreading the message of the VRU initiative as well as the measures undertaken by the Company to ensure safety on our roads.

Sustainability

CCCL continued the promotion and implementation of activities under its Future in Action (FIA) strategy geared towards achieving sustainable excellence through climate action, circularity, and natural resource management with the primary objective of becoming a net-zero company.

During this quarter, the Company staged another beach cleanup at the Palisadoes Beach strip in East Kingston, partnering with RUBiS Energy Jamaica Limited (RUBiS) and students from the Excelsior Community College. A total of 150 kilogrammes of waste was co-processed and 90 kilogrammes of waste was recycled.

The Company also undertook a tree-planting exercise in observance of Cemex's Sustainability Week, June 5-9, which was held in tandem with the national observance of National Environmental Awareness Week, June 2-8. Several seedlings were planted in a green space close to the administrative block.

Financial Performance

During the first half of the year, the Group realised revenue of \$14.3 billion, representing a 5.6% increase when compared with the corresponding period in 2022. Revenue for the quarter increased by 11.5% to \$7.5 billion

Due to the impact of the high cost experienced from the scheduled annual maintenance exercise in the first quarter of 2023, the Group's "Operating earnings before other income and expenses" was \$3.6 billion, or 24.3% lower than the \$4.8 billion reported for the same six-month period in 2022. For the second quarter, the Group started to realise the benefits from its first quarter investment in maintenance efforts, as evidenced by the operational efficiencies and operative cost containment experienced in the second quarter. The "Operating earnings before other income and expenses" for the quarter was \$3.0 billion, or 34.0% higher than the \$2.2 billion reported for the corresponding quarter in 2022.

For the first half of the year, the Group recorded "Earnings before taxation" of \$3.1 billion, which was lower than the \$4.0 billion reported in 2022. The "Earnings before taxation" for the quarter was \$2.9 billion representing an improvement of 56.4% over the \$1.9 billion achieved in the second quarter last year. Also contributing to the Group's positive "Earnings before taxation" was the effect of the decision to implement a debt and foreign exposure reduction initiative.

The overall "Consolidated net income" of \$2.4 billion for the second guarter was higher than the corresponding period in 2022 by \$0.6 billion.

"Earnings per share" for the quarter was \$2.53, an increase of \$0.82 when compared to the \$1.71 for the corresponding period in 2022.

In relation to the cash flows, "Net cash provided by operating activities" was \$3.3 billion for the six-month period and \$1.1 billion for the quarter. The cash flow generation during the quarter and the available cash at the beginning of the period have allowed the Group to invest \$2.0 billion during the first half of the year and \$0.8 billion during the second quarter.

Caribbean Cement Company Limited continues the implementation of the requisite business strategies to ensure sustainability of its operations. The Company remains optimistic about its financial position, buoyed by the large number of real estate developments slated to come on stream especially in the parishes of Trelawny and St. James. Furthermore, recent pronouncements about the new high-end tourism developments in the eastern part of the island, which feature premium villas, augur well for the Company. The Company will continue to carry out its flagship concrete road solution programme, with several communities slated to benefit from the intervention in short order.

Tanvis A. Lyen-Ayee Parris A. Lyew-Ayee Chairman July 28, 2023

Yago Castro Director July 28, 2023

Increase in (recovery of) impaired trade accounts receivable (29,231) (4,020) (36,522) (7,331) (28,244) (114,931) (114,9	July 28, 2023	July 2	8, 2023			
Depart				a- a-a-		
Depart		ATED STA	TEMENT	OF CASH	FLOWS	
Three Hortis April to Juli Jul	J \$'000		UNAUD	ITED		AUDITED
Consolidated net income			Months	Six M		Year
Consolidated net income Adjustments for: Depreciation and amortisation of assets Increase in (recovery of) impaired trade accounts receivable Interest income (29,231) (4,020) (36,522) (7,331) (28,240) (13,437) (36,005) (77,118) (61,570) (13,437) (36,005) (77,118) (61,570) (15,117) (29,231) (4,020) (36,522) (7,331) (28,240) (13,437) (36,005) (77,118) (61,570) (15,117) (26,245) (13,437) (36,005) (77,118) (61,570) (15,117) (26,245) (13,437) (36,005) (77,118) (61,570) (15,117) (26,245) (13,437) (36,005) (77,118) (61,570) (15,117) (26,245) (13,437) (36,005) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (7,331) (28,240) (36,522) (36,522) (37,31) (28,240) (36,522)	ODEDATING ACTIVITIES				1	
Adjustments for: Depreciation and amortisation of assets Increase in (recovery of) impaired trade accounts receivable Interest expenses Interest expenses Interest expenses Interest expenses Inachinery and equipment write-off Increase in rehabilitation provision Inventory write-off Increase in rehabilitation provision Inventory restructuring provision Employee benefit expenses Interest received, interest paid and taxation paid Interest received, interest paid and taxation paid Interest received, interest paid Interest received in investing activities Interest received in investing activities Interest received in redeemable preference shares Other non-current assets Net cash flows used in investing activities Interest received increase in increase in increase in rested parties Other non-current assets Net cash flows used in investing activities Interest received increase in increase in rested parties Other financial obligations: Repayment of redeemable preference shares Dividends paid Qayment of drawdown on long-term debt Other financial obligations: Repayment of redeemable preference shares Dividends paid Cash Att Bankk And On N HAND Att EnD OF PERIOD Adequate trade Qay.231 (4,020) Qay.232 (4,020) Qay.233 (4,020) Qay.233 (4,020) Qay.234 (4,02		2.156.238	1.451.473	2.445.637	3.042.017	5.383.867
Increase in (recovery of) impaired trade accounts receivable (29,231) (4,020) (36,522) (7,331) (28,244) Interest income (29,231) (4,020) (36,522) (7,331) (28,244) Interest expenses (13,437) 36,005 77,118 61,570 151,102 Taxation charge Property, machinery and equipment write-off Increase in rehabilitation provision Inventory write-off Increase in (reduction of) inventory obsolescence provision (Decrease) increase in stockholding and inventory restructuring provision (Decrease) increase in stockholding and inventory restructuring provision (Poecrease) increase in cash at bank and on hand Cash conversion effect, net (Poecrease) increase in cash at bank and on hand Cash conversion effect, net (Poecrease) increase in cash at bank and on hand Cash conversion effect, net (Poecrease) increase in cash at bank and on hand Cash conversion effect, net (Poecrease) increase in cash at bank and on hand Cash conversion effect, net (Poecrease) increase in cash at bank and on hand Cash conversion effect, net (Poecrease) increase in cash at bank and on hand Cash conversion effect, net (Poecrease) increase in cash at bank and on hand Cash conversion effect, net (Poecrease) increase in cash at bank and on hand Ca		2,100,200	1,101,170	_,	0,0 12,0 11	0,000,007
accounts receivable (29,231) (4,020) (36,522) (7,331) (28,241 Interest expenses (13,437) 36,005 77,118 61,570 151,100 Taxation charge (13,437) 1,915 624,561 989,733 1,859,000 Taxation charge in rehabilitation provision (12,222) (13,437) 1,987 2,010 9,101 39,498 Taxation charge (13,437) 1,022 2,010 9,101 39,498 Taxation charge (13,438) 1,987 2,201 39,101 39,101 39,101 39,101 39,101 39,101 39,101 39,101 39,101 39,101	Depreciation and amortisation of assets	369,057	362,663	736,376	725,216	1,446,126
Interest income						
Interest expenses Taxation charge Property, machiners and equipment write-off Increase in rehabilitation provision Property, machiners and equipment write-off Increase in rehabilitation provision Property, machiners and equipment write-off Increase in rehabilitation provision Property, machiners and equipment write-off Property, machiners and equipment write-off Property, machiners and equipment write-off Preprint of lease liabilities Property, machiners and equipment exclash flows used in financing activities Property, machiners and equipment, net Accounts received Interest paid Property, machiners and equipment, net Accounts received interest exceived interest e		(00,004)	- (4.000)		(7.004)	(225)
Taxation charge		. , ,				
Property, machinery and equipment write-off Increase in rehabilitation provision Inventory write-off Increase in (reduction of) inventory obsolescence provision (Decrease) increase in stockholding and inventory restructuring provision (Poerease) in cash at bank and on hand at beginning of period (ASA) at Pank AND ON HAND AT END (Poerease) increase in cash at bank and on hand at beginning of period (ASA) at Pank and on hand at beginning of period (ASA) at Pank and on hand at beginning of period (ASA) at Pank AND ON HAND AT END (Poerease) increase in cash at bank and on hand at beginning of period (ASA) at Pank and on hand at beginning of period (ASA) at Pank AND ON HAND AT END (Poerease) increase in cash at bank and on hand at beginning of period (ASA) at Pank and on hand at beginning of period (ASA) at Pank and on hand at beginning of period (ASA) at Pank AND ON HAND AT END (Poerease) increase in cash at bank and on hand at beginning of period (ASA) at Pank AND ON HAND AT END (Poerease) increase in cash at bank and on hand at beginning of period (ASA) at Pank AND ON HAND AT END (Poerease) increase in cash at bank and on hand at beginning of period (ASA) at Pank AND ON HAND AT END (Poerease) increase in cash at bank and on hand at beginning of period (ASA) at Pank AND ON HAND AT END (Poerease) increase in cash at bank and on hand at beginning of period (ASA)	•					
Increase in rehabilitation provision 1		737,430	410,913	024,301	303,733	
Inventory write-off		_	_	_	_	
Decrease Increase in stockholding and inventory restructuring provision (98,837) 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 1,987 2,010 9,101 39,495 1,987 1,987 2,010 9,101 39,495 1,987 1,987 2,010 9,101 39,495 1,987 1,987 2,010 9,101 39,495 1,987 1,987 2,010 9,101 39,495 1,987 1,987 2,010 9,101 39,495 1,987 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 1,983 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 9,101 39,495 1,987 2,010 1,983 1,987 1,987 2,010 1,983 1,987 1,987 2,010 1,983 1,987 1,987 1,987 2,010 1,983 1,987 1,98		-	_	_	_	2,821
(98,837)	Increase in (reduction of) inventory					
inventory restructuring provision Employee benefit expenses Unwinding of discount on preference shares Unwinding of discount on rehabilitation provision Unwinding of discount on lease liabilities Unrealised foreign exchange (gains) losses, net Changes in working capital, excluding taxes Net cash flow provided by operating activities before employee benefits paid, interest received, interest paid and taxation paid Employee benefits paid Interest received Interest received Interest paid In		-	-	-	409	(61,647
Employee benefit expenses Unwinding of discount on rehabilitation provision Unwinding of discount on rehabilitation provision Unwinding of discount on lease liabilities Unrealised foreign exchange (gains) losses, net Changes in working capital, excluding taxes Net cash flow provided by operating activities before employee benefits paid, interest received, interest paid and taxation paid Employee benefits paid Interest received, interest paid and taxation paid Interest received paid Interest received (as,332) Interest paid Intere		,				
Unwinding of discount on preference shares Unwinding of discount on rehabilitation provision Unwinding of discount on lease liabilities Unrealised foreign exchange (gains) losses, net Changes in working capital, excluding taxes Net cash flow provided by operating activities before employee benefits paid, interest received, interest paid and taxation paid Employee benefits paid Interest received Interest paid Interest p		. , ,				
Unwinding of discount on rehabilitation provision Unwinding of discount on lease liabilities Unrealised foreign exchange (gains) losses, net Changes in working capital, excluding taxes Net cash flow provided by operating activities before employee benefits paid, interest received, interest paid and taxation paid Employee benefits paid (8,037) (10,111) (22,220) (19,641) (38,241) (13,302) (22,990) (14,391) (79,603) (364,332) (279,752) (1,066,994) (863,388) (1,422,881) (1,976,494) (262,531) (529,349) (322,990) (14,391) (79,603) (364,332) (279,752) (1,066,994) (808,044) (293,848) (1,964,984) (605,312) (45,253) (1,095,993) (559,081) (2,494,333) (1,040,948) (1,264,017) (1,264,017) (1,276,017) (1,27		2,872		5,744		
Unwinding of discount on lease liabilities Unrealised foreign exchange (gains) losses, net Changes in working capital, excluding taxes Net cash flow provided by operating activities before employee benefits paid, interest received, interest paid and taxation paid Employee benefits paid Interest received interest paid and taxation paid Employee benefits paid Interest received (8,037) Interest received (10,1111) Interest received (10,1111) Interest paid (10,11		5 536		11 071		
Unrealised foreign exchange (gains) losses, net Changes in working capital, excluding taxes Net cash flow provided by operating activities before employee benefits paid, interest received, interest paid and taxation paid Employee benefits paid (8,037) (10,111) (22,220) (19,641) (38,241) (10,111) (10,13,02) (22,990) (14,391) (19,641) (10,111) (,				
Changes in working capital, excluding taxes Net cash flow provided by operating activities before employee benefits paid, interest received, interest paid and taxation paid Employee benefits paid (8,037) (10,111) (22,220) (19,641) (38,241) (10,111) (22,220) (10,111) (22,220) (10,111) (22,220) (10,111) (22,220) (10,111) (22,220) (10,111) (22,200) (14,111) (22,200) (14,111) (22,200) (14,111) (22,200) (14,111) (22,200) (14,1			1			(48,755)
Net cash flow provided by operating activities before employee benefits paid, interest received, interest paid and taxation paid 1,382,415 1,284,945 4,372,923 2,536,825 5,726,626 1,001,111 (22,220) (19,641) (38,241) (36,242) (10,111) (22,220) (19,641) (38,242) (10,011) (22,220) (19,641) (38,242) (10,011) (22,220) (19,641) (38,242) (10,011) (22,220) (19,641) (38,242) (10,011) (22,220) (19,641) (38,242) (10,011) (10,111) (22,220) (19,641) (38,242) (10,011) (10,111) (22,220) (10,066,942) (10,01) (10,		. , ,				(3,516,928
1,382,415						
Employee benefits paid (8,037) (10,111) (22,220) (19,641) (38,241 Interest received 29,231 4,020 36,522 7,331 28,241 40,210 (13,302) (22,990) (14,391) (79,603 (36,432) (279,752) (1,066,994) (863,388) (1,422,833 (14,22,834) (1,079,487 985,800 3,297,241 1,646,736 4,214,137 (293,848) (1,964,984) (605,312) (27,702) (2,70						
Interest received 19,231 4,020 36,522 7,331 28,240 10,000 1	, · · · · · · · · · · · · · · · · · · ·				, ,	
Interest paid Taxation paid (3,302) (22,990) (14,391) (79,600) (364,332) (279,752) (1,066,994) (863,388) (1,422,887) (1,966,994) (863,388) (1,422,887) (1,966,994) (863,388) (1,422,887) (1,966,994) (863,388) (1,422,887) (1,966,994) (863,388) (1,422,887) (1,966,994) (863,388) (1,422,887) (1,967,948)						
Taxation paid Net cash flows provided by operating activities Net cash flows provided by operating activities INVESTING ACTIVITIES Property, machinery and equipment, net Accounts receivable from related parties Other non-current assets Other non-current assets Net cash flows used in investing activities FINANCING ACTIVITIES Repayment of) drawdown on long-term debt Other financial obligations: Repayment of redeemable preference shares Dividends paid Payment of lease liabilities Net cash flows used in financing activities (21,851) (1,066,994) (863,388) (1,422,887) (432,934) (1,259,090) (45,257) (47,20) (47,20) (43,103) (42,24,24) (43,103) (43,24) (43,103) (43,24) (4						
Net cash flows provided by operating activities 1,079,487 985,800 3,297,241 1,646,736 4,214,137 1,145,137 1,14						
INVESTING ACTIVITIES Property, machinery and equipment, net (287,949) (262,531) (529,349) (432,934) (1,259,090 (2702) (2,702) (2,702) (2,702) (2,702) (2,702) (2,702) (45,257) (2,702) (2,702) (2,702) (2,702) (45,257) (2,702) (2,702) (2,702) (45,257) (2,702) (2,702) (2,702) (2,702) (45,257) (2,702) (2,702)				3,297,241		4,214,137
Accounts receivable from related parties Other non-current assets Other non-current assets Net cash flows used in investing activities FINANCING ACTIVITIES (Repayment of) drawdown on long-term debt Other financial obligations: Repayment of redeemable preference shares Dividends paid Payment of lease liabilities (21,851) (19,752) (43,024) (43,103) (605,312) (2,702) (45,257) (2,702) (45,257) (559,081) (2,494,333) (1,040,948) (1,304,948) (1,304,948) (1,304,948) (1,304,948) (1,964,984) (1,968,967) (1,84,94) (1,968,967) (1,866,652) (1,851) (1,9752) (1,851) (1,9752) (1,851) (1,9752) (1,9851) (1,966,652) (1,9851) (1,966,652) (1,9851) (1,966,652) (1,9851) (1,966,652) (1,9851) (1,966,652) (1,9851) (1,964,984) (1,968,967) (1,966,652) (1,966,652) (1,966,652) (1,		, ,	,		, ,	
Other non-current assets Net cash flows used in investing activities FINANCING ACTIVITIES (Repayment of) drawdown on long-term debt Other financial obligations: Repayment of redeemable preference shares Dividends paid Payment of lease liabilities (21,851) (19,752) (608,208) - (608,208) - (15,420) - (1,843,948) (1,304,948) (1,304,343) (1,040,948) (1,304,343) (1,040,948) (1,304,343) (1,040,948) (1,304,343) (1,944,948) (1,30		(287,949)	(262,531)	(529,349)	(432,934)	(1,259,090)
Cash At Bank And On Hand at beginning of period CASH AT BANK AND ON HAND AT END OTHERS (Repayment of) drawdown on investing activities (1,095,993) (559,081) (2,494,333) (1,040,948) (1,304,347) (1,040,948) (1,	Accounts receivable from related parties	(808,044)	(293,848)	(1,964,984)	(605,312)	(45,257)
FINANCING ACTIVITIES CRepayment of) drawdown on long-term debt - - (608,208) - 616,380 Content financial obligations: Repayment of redeemable preference shares - - - (15,420) - (1,264,01 Content financial obligations: - - (15,420) - (1,264,01 Content financial obligations: Content financial obligations: - - - (1,843,948 Content financial obligations: Content financial obligations: Content financial obligations: - - - (1,843,948 Content financial obligations: Content financial obliga		-		-		-
(Repayment of) drawdown on long-term debt - - (608,208) - 616,380 Other financial obligations: Repayment of redeemable preference shares - - - (15,420) - (1,264,01° Payment of lease liabilities (21,851) (19,752) (43,024) (43,103) (68,978 Net cash flows used in financing activities (21,851) (19,752) (666,652) (43,103) (2,560,544 (Decrease) increase in cash at bank and on hand Cash conversion effect, net (38,357) 406,967 136,256 562,685 349,244 (28h at bank and on hand at beginning of period CASH AT BANK AND ON HAND AT END OF PERIOD 709,733 401,691 574,457 244,900 244,900 715,725 800,420 715,725 800,420 574,457		(1,095,993)	(559,081)	(2,494,333)	(1,040,948)	(1,304,347)
Other financial obligations: Repayment of redeemable preference shares - - - - (1,843,948) Dividends paid - - - (15,420) - (1,264,01° Payment of lease liabilities (21,851) (19,752) (43,024) (43,103) (68,978) Net cash flows used in financing activities (21,851) (19,752) (666,652) (43,103) (2,560,548) (Decrease) increase in cash at bank and on hand (38,357) 406,967 136,256 562,685 349,244 Cash at bank and on hand at beginning of period 709,733 401,691 574,457 244,900 244,900 CASH AT BANK AND ON HAND AT END 715,725 800,420 715,725 800,420 574,457				(000 000)		
Cash at bank and on hand at beginning of period CASH AT BANK AND ON HAND AT END OF PERIOD C15,420 C1		-	-	(608,208)	-	616,383
Dividends paid Payment of lease liabilities (21,851) (19,752) (43,024) (43,103) (68,975) Net cash flows used in financing activities (Decrease) increase in cash at bank and on hand Cash conversion effect, net Cash at bank and on hand at beginning of period CASH AT BANK AND ON HAND AT END OF PERIOD (21,851) (19,752) (666,652) (43,103) (2,560,548) (25,60,548) (38,357) (406,967) (136,256) (562,685) (349,242) (43,103) (2,560,548) (43,103) (43,103) (2,560,548) (43,103) ((1 0/2 0/5
Payment of lease liabilities (21,851) (19,752) (43,024) (43,103) (68,975) (19,752) (19,752) (666,652) (43,103) (2,560,545) (19,752) (19,696) (19,752) (19,696) (19,69		_	_	(15.420)	_	
Net cash flows used in financing activities (Decrease) increase in cash at bank and on hand Cash conversion effect, net Cash at bank and on hand at beginning of period CASH AT BANK AND ON HAND AT END OF PERIOD (21,851) (19,752) (666,652) (43,103) (2,560,548) (38,357) 406,967 136,256 562,685 349,242 44,349 (8,238) 5,012 (7,165) (19,688) CASH AT BANK AND ON HAND AT END OF PERIOD 709,733 401,691 574,457 244,900 244,900 715,725 800,420 715,725 800,420 574,457 574,457		(21.851)	(19.752)		(43.103)	
Cash conversion effect, net 44,349 (8,238) 5,012 (7,165) (19,688 709,733 401,691 574,457 244,900 244,900 CASH AT BANK AND ON HAND AT END OF PERIOD 715,725 800,420 715,725 800,420 574,457				(, , , ,	. , ,	(2,560,548
Cash conversion effect, net 44,349 (8,238) 5,012 (7,165) (19,688 709,733 401,691 574,457 244,900 244,900 CASH AT BANK AND ON HAND AT END OF PERIOD 715,725 800,420 715,725 800,420 574,457	(Decrease) increase in cash at bank and on hand	(38,357)	406,967	136,256	562,685	349,242
CASH AT BANK AND ON HAND AT END OF PERIOD 715,725 800,420 715,725 800,420 574,457			(8,238)			(19,685)
OF PERIOD 715,725 800,420 715,725 800,420 574,457	9 9 1	709,733	401,691	574,457	244,900	244,900
		745 705	000 400	745 705	000 400	F74 4F7
Change in working capital evaluding tayor	Changes in working capital, excluding taxes:	/10,/25	800,420	/15,/25	800,420	5/4,45/
		(13 703)	(6/, 601)	(55,001)	(122 100)	63,049
	· · · · · · · · · · · · · · · · · · ·					(490,499
					(688.152)	(2,018,332)
						(1,122,256
		, , ,				51,110
Changes in working capital, excluding taxes (1,746,890) (1,074,375) 472,296 (2,501,624) (3,516,928	Changes in working capital, excluding taxes	(1,746,890)	(1,074,375)	472,296	(2,501,624)	(3,516,928)



CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT



FOR THE SIX MONTHS ENDED JUNE 30, 2023

CONDENSED CONSOLIDATED INCOME STATEMENT J \$'000 AUDITED UNAUDITED Six Months **Three Months** Apr to Jun Jan to Jun Jan to Dec **Notes** 2023 2022 2023 2022 2022 14,277,380 | 13,516,786 6,702,036 Revenue 7,475,133 25.837.228 (3,796,029)(3,771,887)(9,291,354) (7,414,124)(14,476,081 Cost of sales 3,679,104 4,986,026 6,102,662 11,361,147 Gross profit 2.930.149 Administrative expenses (267,881)(250,243)(506,755)(430,623)(941,870)(59,024)(54,632)(115,799)(106,466)(188,793)Selling expenses Distribution and logistics expenses (812,423)(389,465)(414,598)(763,874)(1,551,818)(Increase in) recovery of impairment loss on (138)trade accounts receivable (716,370) (1,349,512) (2,682,256) **Total operating expenses** (719,473) (1,386,566) Operating earnings before other income 2,962,734 and other expenses 2,210,676 3,599,460 4,753,150 8,678,891 Other income 6,888 4,008 6,888 6,919 102,001 (233,245)(440,335) 9 (404,526)(85,201)(916.549 Other expenses Operating earnings 2,884,421 1,981,439 3,201,822 4,319,734 7,864,343 7,331 4,020 36,522 Financial income 29.231 28.240 Financial expenses 4,917 (142,529)(93,587)(276, 179)(581,405)(Loss) gain on foreign exchange (4,881)19,458 (74,559)(19, 136)(68,311)2,913,688 1,862,388 3,070,198 4,031,750 7.242.867 Earnings before taxation (1,859,000)Taxation charge (757,450)(410,915)(624,561)(989,733)CONSOLIDATED NET INCOME 2,156,238 2,445,637 3,042,017 5,383,867 1,451,473 Basic and diluted earnings per share (expressed in \$ per share) 2.53 1.71 2.87 3.57 6.33

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME						
J \$'000		UNAU	DITED		AUDITED	
	Three N Apr to		Six M Jan t		Year Jan to Dec	
	2023	2022	2023	2022	2022	
CONSOLIDATED NET INCOME	2,156,238	1,451,473	2,445,637	3,042,017	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	25,100	(37,135)	(51,454)	16,446	(48,989)	
Total items of other comprehensive income (loss), net	25,100	(37,135)	(51,454)	16,446	153,881	
TOTAL COMPREHENSIVE INCOME	2,181,338	1,414,338	2,394,183	3,058,463	5,537,748	

J \$'000		UNAU	DITED	AUDITED
ACCETO		30.06.23	30.06.22	31.12.22
ASSETS				
CURRENT ASSETS		745 705	000 100	
Cash at bank and on hand		715,725	800,420	574,457
Trade accounts receivable, net		316,939	447,091	261,020
Other accounts receivable		346,450	113,483	389,791
Inventories, net	5	4,531,005	4,118,748	5,477,769
Accounts receivable from related parties	5	1,974,864	710,270 263,627	83,105
Other current assets Total current assets		774,315 8,659,298	6,453,639	311,199 7,097,341
		0,009,290	0,455,059	7,097,341
NON-CURRENT ASSETS				
Property, machinery and equipment, net		22,831,392	22,939,725	23,038,419
Other non-current assets		-	2,702	-
Total non-current assets			22,942,427	23,038,419
TOTAL ASSETS		31,490,690	29,396,066	30,135,760
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Other financial obligations		99,249	1,680,957	57,876
Trade payables		2,517,318	2,904,445	3,306,357
Accounts payable to related parties		318,854	995,085	612,182
Other current liabilities		2,491,989	1,649,407	2,125,142
Total current liabilities		5,427,410	7,229,894	6,101,557
NON-CURRENT LIABILITIES				
Long-term debt		-	-	608,208
Other financial obligations		91,226	102,686	77,954
Employee benefits obligation		970,523	1,161,438	927,461
Deferred tax liabilities		2,464,250	2,028,987	2,298,026
Accounts payable to related parties		9,212		
Other non-current liabilities		95,248		83,916
Total non-current liabilities		3,630,459	3,328,522	3,995,565
TOTAL LIABILITIES		9,057,869	10,558,416	10,097,122
SHAREHOLDERS' EQUITY				
Share capital:		4 000 007	4 000 007	4 000 00-
Ordinary shares		1,808,837	1,808,837	1,808,837
Capital contribution		3,840,224	3,839,090	3,840,224
Reserves:		1 /10 661	1 410 661	1 /10 661
Realised capital gain		1,413,661 5,026,306	1,413,661	1,413,661
Other equity reserves Accumulated net income		10,343,793	3,594,338 8,181,724	5,077,760
				7,898,156
TOTAL SHAREHOLDERS' EQUITY		22,432,821	18,837,650	20,038,638
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		31,490,690	29,396,066	30,135,760

Approved and authorised for issue by the Board of Directors on July 28, 2023 and signed on its behalf by:



DIRECTORS' STATEMENT

Health and Safety

Caribbean Cement Company Limited (CCCL) continued to strengthen its value of health and safety this quarter with several members of staff receiving certificates of completion after participating in a behavioural safety module, designed to effectively develop positive attitudes towards workplace safety.

This guarter also saw the Company undertaking two Vulnerable Road User (VRU) initiatives at its lime plant operations in Clarendon and at its headquarters in Rockfort, Kingston for members of staff. The initiative was organised by the supply chain department and held in conjunction with the country's observance of Road Safety Awareness Month in June.

We also participated in the much-anticipated Grennell's Road Safety workshop and expo, further spreading the message of the VRU initiative as well as the measures undertaken by the Company to ensure safety on our roads.

CCCL continued the promotion and implementation of activities under its Future in Action (FIA) strategy geared towards achieving sustainable excellence through climate action, circularity, and natural resource management with the primary objective of becoming a net-zero company. During this quarter, the Company staged another beach cleanup at the Palisadoes Beach strip in East Kingston, partnering with RUBiS Energy Jamaica Limited (RUBiS) and students from the Excelsior Community College. A total of 150 kilogrammes of waste was co-processed and 90 kilogrammes of waste was recycled.

The Company also undertook a tree-planting exercise in observance of Cemex's Sustainability Week, June 5-9, which was held in tandem with the national observance of National Environmental Awareness Week, June 2-8. Several seedlings were planted in a green space close to the administrative block.

Financial Performance

During the first half of the year, the Group realised revenue of \$14.3 billion, representing a 5.6% increase when compared with the corresponding period in 2022. Revenue for the guarter increased by 11.5% to \$7.5 billion over the same quarter last year

Due to the impact of the high cost experienced from the scheduled annual maintenance exercise in the first quarter of 2023, the

tarvis A. Lyen-Ayee Parris A. Lyew-Ayee

Group's "Operating earnings before other income and expenses" was \$3.6 billion, or 24.3% lower than the \$4.8 billion reported for the same six-month period in 2022. For the second quarter, the Group started to realise the benefits from its first quarter investment in maintenance efforts, as evidenced by the operational efficiencies and operative cost containment experienced in the second quarter.

The "Operating earnings before other income and expenses" for the quarter was \$3.0 billion, or 34.0% higher than the \$2.2 billion reported for the corresponding quarter in 2022.

For the first half of the year, the Group recorded "Earnings before taxation" of \$3.1 billion, which was lower than the \$4.0 billion reported in 2022. The "Earnings before taxation" for the quarter was \$2.9 billion representing an improvement of 56.4% over the \$1.9 billion achieved in the second quarter last year. Also contributing to the Group's positive "Earnings before taxation" was the effect of the decision to implement a debt and foreign exposure reduction

The overall "Consolidated net income" of \$2.4 billion for the second quarter was higher than the corresponding period in 2022 by \$0.6

"Earnings per share" for the guarter was \$2.53, an increase of \$0.82 when compared to the \$1.71 for the corresponding period in 2022.

In relation to the cash flows, "Net cash provided by operating activities" was \$3.3 billion for the six-month period and \$1.1 billion for the quarter. The cash flow generation during the quarter and the available cash at the beginning of the period have allowed the Group to invest \$2.0 billion during the first half of the year and \$0.8 billion during the second quarter.

Caribbean Cement Company Limited continues the implementation of the requisite business strategies to ensure sustainability of its operations. The Company remains optimistic about its financial position, buoyed by the large number of real estate developments slated to come on stream especially in the parishes of Trelawny and St. James. Furthermore, recent pronouncements about the new high-end tourism developments in the eastern part of the island, which feature premium villas, augur well for the Company. The Company will continue to carry out its flagship concrete road solution programme, with several communities slated to benefit from the intervention in short order.

Yago Castro

Chairman Director July 28, 2023 July 28, 2023							
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS							
J \$'000		UNAUD	ITED		AUDITED		
	Three	Months		onths	Year		
	Apr t	o Jun	Jan t	o Jun	Jan to Dec		
OPERATING ACTIVITIES	2023	2022	2023	2022	2022		
Consolidated net income	2,156,238	1,451,473	2,445,637	3,042,017	5,383,867		
Adjustments for:	2,130,230	1,401,470	2,445,057	3,042,017	5,565,667		
Depreciation and amortisation of assets	369,057	362,663	736,376	725,216	1,446,126		
Increase in (recovery of) impaired trade	,	,	,	,	, ,		
accounts receivable	- (22.22.1)	- (4.000)	138	- (= 00.1)	(225)		
Interest income	(29,231)	(4,020)	(36,522)	(7,331)	(28,240)		
Interest expenses Taxation charge	(13,437) 757,450	36,005 410,915	77,118 624,561	61,570 989,733	151,104 1,859,000		
Property, machinery and equipment write-off	-	- 410,010	-	-	6,552		
Increase in rehabilitation provision	-	-	_	-	39,241		
Inventory write-off	-	-	-	-	2,821		
Increase in (reduction of) inventory				400	(04.047)		
obsolescence provision (Decrease) increase in stockholding and	-	-	-	409	(61,647)		
inventory restructuring provision	(98,837)	1,987	2,010	9,101	39,495		
Employee benefit expenses	2,872	5,979	5,744	11,958	23,916		
Unwinding of discount on preference shares	_	100,382	_	201,893	402,235		
Unwinding of discount on rehabilitation provision	5,536	1,242	11,071	2,491	10,701		
Unwinding of discount on lease liabilities	2,996	4,900	5,410	10,225	17,365		
Unrealised foreign exchange (gains) losses, net Changes in working capital, excluding taxes	(23,339) (1,746,890)	(12,206) (1,074,375)	29,084 472,296	(8,833) (2,501,624)	(48,755) (3,516,928)		
	(1,740,090)	(1,074,373)	472,290	(2,301,624)	(3,310,920)		
Net cash flow provided by operating activities before employee benefits paid,							
interest received, interest paid and taxation paid	1,382,415	1,284,945	4,372,923	2,536,825	5,726,628		
Employee benefits paid	(8,037)	(10,111)	(22,220)	(19,641)	(38,241)		
Interest received	29,231	4,020	36,522	7,331	28,240		
Interest paid	40,210	(13,302)	(22,990)	(14,391)	(79,603)		
Taxation paid	(364,332)	(279,752)		(863,388)	(1,422,887)		
Net cash flows provided by operating activities	1,079,487	985,800	3,297,241	1,646,736	4,214,137		
INVESTING ACTIVITIES	(287,949)	(262,531)	(529,349)	(432,934)	(1,259,090)		
Accounts receivable from related parties	(808,044)		(1,964,984)		(45,257)		
Other non-current assets	- (000,044)	(2,702)	(1,004,004)	(2,702)	(40,201)		
Net cash flows used in investing activities	(1,095,993)		(2,494,333)	(1,040,948)	(1,304,347)		
FINANCING ACTIVITIES							
(Repayment of) drawdown on long-term debt	-	-	(608,208)	-	616,383		
Other financial obligations:					(4.040.045)		
Repayment of redeemable preference shares Dividends paid	-	_	(15,420)	-	(1,843,945) (1,264,011)		
Payment of lease liabilities	(21,851)	(19,752)	(43,024)	(43,103)	(68,975)		
Net cash flows used in financing activities	(21,851)	(19,752)	(666,652)	(43,103)	(2,560,548)		
(Decrease) increase in cash at bank and on hand	(38,357)	406,967	136,256	562,685	349,242		
Cash conversion effect, net	44,349	(8,238)	5,012	(7,165)	(19,685)		
Cash at bank and on hand at beginning of period	709,733	401,691	574,457	244,900	244,900		
CASH AT BANK AND ON HAND AT END OF PERIOD	715,725	800,420	715,725	800,420	574,457		
Changes in working capital, excluding taxes:	. 10,720	500,720	. 10,720	550,720	01-15-101		
Trade accounts receivable, net	(13,703)	(64,691)	(55,001)	(122,109)	63,049		
Other current assets	(558,942)	(203,828)	(365,250)		(490,499)		
Inventories	(209,395)	(653,738)	944,754	(688,152)	(2,018,332)		
Trade payables Other current liabilities	(287,627)	(425,223)	(802,971)		(1,122,256)		
Changes in working capital, excluding taxes	(677,223) (1 746 890)	273,105 (1,074,375)	750,764 472,296	85,226 (2,501,624)	51,110 (3,516,928)		
Changes in working capital, excluding taxes	(1,740,890)	(1,074,375)	412,290	(2,301,024)	(3,510,928)		

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Balance	as at be	eainninc	of p	period

Net income for the period

Remeasurement of employee benefits obligation, net of tax Hedge reserve

Total comprehensive income for the period

J\$'000

Transaction with owners:

Dividends

Share-based compensation

Balance as at end of period

Six M Jan t	Year Jan to Dec		
2023	2022	2022	
20,038,638	15,779,187	15,779,187	
2,445,637	3,042,017	5,383,867	
-	-	202,870	
(51,454)	16,446	(48,989)	
2,394,183	3,058,463	5,537,748	
-	-	(1,279,431)	

18,837,650

AUDITED

<u>1,134</u> (1,278,297)

20,038,638

UNAUDITED

22,432,821