TRINIDAD CEMENT LIMITED

CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT

FOR THE THREE MONTHS ENDED MARCH 31, 2024

CEMEX Building a better future

CONDENSED CONSOLIDATED INCOME STATEMENT

TT $'000	UNAUDITED		AUDITED
	Three Months Jan to Mar		Year Jan to Dec
	2024	2023	2023
Revenue	573,391	554,690	2,229,602
Cost of sales	(370,533)	(451,391)	(1,512,591)
Gross profit	**202,858**	**103,299**	**717,011**
Administrative expenses	(31,093)	(33,173)	(162,630)
Selling expenses	(5,622)	(5,158)	(20,882)
Distribution and logistics expenses	(32,746)	(34,398)	(149,148)
Operating earnings before other expenses and other income and credits	**133,397**	**30,570**	**384,351**
Other expenses	(18,867)	(18,849)	(104,365)
Other income and credits	2,084	450	15,221
Operating earnings	**116,614**	**12,171**	**295,207**
Financial expense	(14,203)	(17,924)	(54,773)
Financial income	3,018	332	6,785
Earnings (loss) before taxation	**105,429**	**(5,421)**	**247,219**
Taxation (charge) credit	(27,110)	3,734	(77,026)
NET INCOME (LOSS)	**78,319**	**(1,687)**	**170,193**
Non-controlling interest	(21,273)	(3,367)	(63,098)
CONTROLLING INTEREST	**57,046**	**(5,054)**	**107,095)**
Basic and diluted earnings (loss) per share - cents (Note 3)	**15.3**	**(1.4)**	**28.8**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

TT $'000	UNAUDITED		AUDITED
	Three Months Jan to Mar		Year Jan to Dec
	2024	2023	2023
NET INCOME (LOSS)	**78,319**	**(1,687)**	**170,193**
Items that will not be reclassified subsequently to the income statement			
Change in fair value of equity investments at fair value through other comprehensive income	-	-	(1)
Net actuarial losses from remeasurements of employee benefit plans	(8,086)	-	17,055
Taxation recognised directly in other comprehensive income	2,456	-	(4,577)
	(5,630)	-	12,477
Items that are or may be reclassified subsequently to the income statement			
Effects from derivative financial instruments designated as cash flow hedges	(141)	(3,382)	(4,155)
Currency translation results of foreign subsidiaries	1,433	21,457	(22,162)
	1,292	18,075	(26,317)
Total items of other comprehensive (loss) income, net	(4,338)	18,075	(13,840)
TOTAL COMPREHENSIVE INCOME	**73,981**	**16,388**	**156,353**
Non-controlling interest	21,307	4,308	58,877
Controlling interest	52,674	12,080	97,476
TOTAL COMPREHENSIVE INCOME	**73,981**	**16,388**	**156,353**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

TT $'000	UNAUDITED		AUDITED
	31.03.24	31.03.23	31.12.23
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	340,672	152,024	236,172
Trade accounts receivable, net	44,867	51,839	54,119
Other accounts receivable	64,929	79,012	63,875
Taxation recoverable	14,761	19,334	16,442
Inventories, net	396,287	339,489	378,468
Total current assets	**861,516**	**641,698**	**749,076**
NON-CURRENT ASSETS			
Investments	-	1	-
Property, machinery and equipment, net	1,577,341	1,579,362	1,556,352
Deferred taxation assets	93,135	100,196	94,175
Employee benefits	15,649	47,948	25,103
Total non-current assets	**1,686,125**	**1,727,507**	**1,675,630**
TOTAL ASSETS	**2,547,641**	**2,369,205**	**2,424,706**
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES			
Short-term debt	180,127	-	145,450
Other financial obligations	7,788	9,160	8,334
Trade payables	285,888	283,461	287,050
Taxation payable	21,493	14,460	22,046
Provisions	31,689	28,516	31,692
Other current liabilities	299,596	289,101	255,820
Total current liabilities	**826,581**	**624,698**	**750,392**
NON-CURRENT LIABILITIES			
Long-term debt	235,246	452,485	268,586
Other financial obligations	18,072	13,876	19,638
Employee benefits	171,659	182,989	169,741
Deferred taxation liabilities	216,239	199,296	210,108
Provisions	3,315	4,380	3,693
Total non-current liabilities	**644,531**	**853,026**	**671,766**
TOTAL LIABILITIES	**1,471,112**	**1,477,724**	**1,422,158**
SHAREHOLDERS' EQUITY			
Controlling interest:			
Stated capital	827,732	827,732	827,732
Unallocated ESOP shares	(20,019)	(20,019)	(20,019)
Other equity reserves	(333,043)	(296,754)	(334,318)
Retained earnings	377,841	200,390	326,442
Total controlling interest	**852,511**	**711,349**	**799,837**
Non-controlling interest	224,018	180,132	202,711
TOTAL SHAREHOLDERS' EQUITY	**1,076,529**	**891,481**	**1,002,548**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**2,547,641**	**2,369,205**	**2,424,706**

DIRECTORS' STATEMENT

Health and Safety

The health and safety of our employees, contractors, and communities is a core value at the TCL Group.

Our "Zero4life" guiding statement expresses our ongoing commitment to ZERO recordable injuries, job-related illnesses, preventable vehicular incidents, and environmental events, supported by the four fundamental principles of accountability, behaviour, communication, and dedication.

In Q1 2024, we achieved ZERO lost time incidents across all our operations, maintaining the record accomplished during 2023. Even though we are pleased by this achievement, we know that the safety of our employees requires continuous effort.

During the quarter, we continued to emphasise the importance of a positive health and safety culture across the Group through various initiatives including training sessions, Visible Felt Leadership (VFL) engagements, and employee feedback gained through committees and town meetings.

The wellbeing of our employees will also always be an important priority for us at the TCL Group. It is for this reason that we continue to promote initiatives which reduce risk factors and improve the quality of life of our people. These include the development of innovative programmes around our Wellbeing model, and in Q1, the second phase of this initiative was launched with the intention of improving the key pillars of Emotional Health, Physical Health, Financial Health, and Work-Life Harmony.

Financial Performance

During the first quarter of 2024, the TCL Group recorded:

- Consolidated revenue from continuing operations of $573 million, an increase of 3% when compared to the same quarter of 2023.
- Adjusted EBITDA of $167 million versus $59 million in Q1 2023 which included major maintenance in Jamaica. The Group's Q1 2024 performance is primarily a result of higher sales volumes in Jamaica, reduced expenses, and the outcome of a quarter during which there were no major shutdowns. Necessary annual maintenance projects will occur in subsequent quarters. It is important to highlight that 87% of our adjusted EBITDA performance is related to our operation in Jamaica.
- Net income of $78 million versus a loss of $2 million in Q1 2023. This improvement in net income was driven by improved operating results in Jamaica.
- Net cash of $127 million from operating activities. This was driven by improved operating results when compared to 2023.

Sustainability

We continue to focus on achieving sustainable excellence through climate action, circularity, and natural resources in alignment with Cemex's "Future in Action" programme. Our primary aim is to become a net-zero CO2 company by 2050 managed under six key pillars: Sustainable Products & Solutions; Decarbonising our Operations; Circular Economy; Water, Biodiversity & other Emissions; Innovation & Partnerships, and Promoting a Green Economy.

We are pleased to report that as at the end of Q1 2024, the year-on-year reduction in our carbon emissions was 29.3 kgs of net CO2 per metric tonne (4pp net).

In Jamaica, we continue to promote circularity, and have successfully commissioned our shredder for waste tyres in accordance with an agreement with the government of Jamaica to reduce local environmental impacts by providing an alternative fuel for our operations. We have also continued to reduce our waste on plant by driving circularity, and through ongoing collaboration with external stakeholder, Clean Harbours Jamaica Ltd. to co-process waste from the Kingston Harbour 'Clean Up' project in our kiln. Work on the Bull Bay Community Garden project and raising awareness about biodiversity in schools such as the Bull Bay Primary and Infant School continued, and we also strengthened our partnership with the government, which could see us restoring approximately six hectares of mangrove forest in Jamaica.

During the quarter, in Trinidad and Tobago we continued our trials toward using waste oil as an alternative fuel at our Claxton Bay cement plant by year end. We also contributed to the use of high non-freshwater consumption across the TCL Group by using our ponds at Mayo to capture rainwater.

In Barbados, we have extended our responsibility by exploring the opportunity for implementing projects around Construction Demolition and Excavation Waste management at one of our quarries. This will allow us to close the gap on the impact of construction waste.

All these achievements are consistent with our dedication to the Group's decarbonisation goals and sustainable excellence.

Outlook

Our strong performance in Q1 2024 was driven by the favourable conditions created as a result of higher volumes, and the absence of a major maintenance shutdown in Jamaica which positively impacted our results. We remain cautiously optimistic about the growth prospects for the region this year and are confident in our ability to navigate any challenges that may arise.

We continue to focus on the variables within our control by managing a strict cost containment programme while attempting to maintain our margins. At the same time, we continue to prepare for the future by continuing work on our capacity expansion in Jamaica, and our raw material activation project in Trinidad and Tobago. These, along with the continuation of initiatives like the launch of innovative products such as 'Plasta Masta' in Trinidad and Tobago, and adjustments to our operating models in Barbados and Guyana create new opportunities for our Group.

We will continue to invest in improving our operational efficiencies and managing inflationary costs by focusing on innovation, sustainability, and superior customer service.

The TCL Group is proud to be a key player and dependable partner in our region. We recognise our employees for their commitment and hard work and will keep upholding a diverse and inclusive work environment based on integrity and ethical conduct. We also appreciate all our key stakeholders for their trust and steadfast support.

David G. Inglefield
Chairman
April 25, 2024

Francisco Aguilera Mendoza
Managing Director
April 25, 2024

TRINIDAD CEMENT LIMITED

CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT

FOR THE THREE MONTHS ENDED MARCH 31, 2024

CEMEX Building a better future

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

TT $'000	UNAUDITED Three Months Jan to Mar		AUDITED Year Jan to Dec
	2024	2023	2023
OPERATING ACTIVITIES			
Net income (loss)	**78,319**	**(1,687)**	**170,193**
Non-cash items:			
Depreciation of property, machinery and equipment	33,360	28,145	129,973
Financial expense, net	11,185	17,592	47,988
Pension plan and other post-retirement benefit	4,599	4,187	17,012
Loss from the disposal of assets and others, net	313	-	1,890
Impairment losses and write-off of property, machinery and equipment	-	-	19,409
Taxation charge (credit)	27,110	(3,734)	77,026
Changes in working capital, excluding taxation (see below)	(7,798)	67,709	(1,684)
Cash generated from operating activities before financial expense, taxation and post-employment benefits paid	**147,088**	**112,212**	**461,807**
Financial expense paid	(3,244)	(5,470)	(20,987)
Financial income received	3,018	332	6,785
Taxation paid	(16,517)	(38,034)	(87,776)
Pension plan contributions and other post-retirement benefit paid	(3,683)	(3,863)	(12,738)
Net cash flows from operating activities	**126,662**	**65,177**	**347,091**
INVESTING ACTIVITY			
Purchase of property, machinery and equipment	(20,366)	(13,561)	(126,391)
Net cash flows used in investing activity	**(20,366)**	**(13,561)**	**(126,391)**
FINANCING ACTIVITIES			
Proceeds from debt	16,000	42,683	94,606
Repayment of debt	(14,866)	(27,100)	(127,561)
Other financial obligations	(2,743)	(2,315)	(9,074)
Dividends paid	-	-	(18,333)
Purchase of non-controlling interests in subsidiaries	-	-	(10,565)
Net cash flows (used in) generated from financing activities	**(1,609)**	**13,268**	**(70,927)**
Increase in cash and cash equivalents	104,687	64,884	149,773
Cash conversion effect, net	(187)	136	(605)
Cash and cash equivalents at beginning of period	236,172	87,004	87,004
CASH AND CASH EQUIVALENTS AT END OF PERIOD	**340,672**	**152,024**	**236,172**
Changes in working capital, excluding taxation:			
Trade accounts receivable, net	9,252	(2,515)	(5,176)
Other accounts receivable	(20,928)	6,537	15,310
Inventories, net	(18,067)	78,653	33,724
Trade payables	(990)	3,896	11,673
Other current and non-current liabilities	22,935	(18,862)	(57,215)
Changes in working capital, excluding taxation	**(7,798)**	**67,709**	**(1,684)**

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

TT $'000	CONTROLLING INTEREST			NON-CONTROLLING INTEREST		
	UNAUDITED Jan to Mar		AUDITED Jan to Dec	UNAUDITED Jan to Mar		AUDITED Jan to Dec
	2024	2023	2023	2024	2023	2023
Balance at beginning of period	**799,837**	**699,269**	**699,269**	**202,711**	**175,824**	**175,824**
Net income	57,046	(5,054)	107,095	21,273	3,367	63,098
Total items of other comprehensive (loss) income, net	(4,372)	17,134	(9,619)	34	941	(4,221)
Dividends	-	-	-	-	-	(18,333)
Acquisition of non-controlling interest without change of control	-	-	3,092	-	-	(13,657)
Balance at end of period	**852,511**	**711,349**	**799,837**	**224,018**	**180,132**	**202,711**

NOTES:

1. Basis of Preparation

These condensed consolidated financial statements are prepared in accordance with established criteria developed by management and disclose the condensed consolidated statement of financial position, condensed consolidated income statement, condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in shareholders' equity and condensed consolidated statement of cash flows.

SEGMENT INFORMATION

TT $'000	CEMENT	CONCRETE	PACKAGING	CONSOLIDATION ADJUSTMENTS	TOTAL
UNAUDITED THREE MONTHS JAN TO MAR 2024					
Revenue					
Total	572,239	12,533	1,436	-	586,208
Inter-segment	(10,428)	(826)	(1,563)	-	(12,817)
Third-party	561,811	11,707	(127)	-	573,391
Earnings (loss) before taxation	103,929	1,804	(304)	-	105,429
Depreciation	31,711	1,615	34	-	33,360
Segment assets	3,513,344	131,780	41,156	(1,138,639)	2,547,641
Segment liabilities	2,333,829	56,263	3,419	(922,399)	1,471,112
Capital expenditure	19,800	566	-	-	20,366
UNAUDITED THREE MONTHS JAN TO MAR 2023					
Revenue					
Total	580,776	8,874	1,557	-	591,207
Inter-segment	(34,759)	(365)	(1,393)	-	(36,517)
Third-party	546,017	8,509	164	-	554,690
Loss before taxation	(4,625)	(523)	(273)	-	(5,421)
Depreciation	26,008	2,095	42	-	28,145
Segment assets	3,345,939	121,554	91,699	(1,189,987)	2,369,205
Segment liabilities	2,421,222	44,865	2,331	(990,694)	1,477,724
Capital expenditure	13,448	113	-	-	13,561
AUDITED YEAR JAN TO DEC 2023					
Revenue					
Total	2,319,037	44,246	16,306	-	2,379,589
Inter-segment	(133,781)	(1,366)	(14,840)	-	(149,987)
Third-party	2,185,256	42,880	1,466	-	2,229,602
Earnings (loss) before taxation	246,579	(499)	1,139	-	247,219
Depreciation	121,925	7,886	162	-	129,973
Impairment losses and write-off of property, machinery and equipment	19,409	-	-	-	19,409
Segment assets	3,409,715	129,977	42,090	(1,157,076)	2,424,706
Segment liabilities	2,310,873	54,207	4,051	(946,973)	1,422,158
Capital expenditure	135,140	5,296	-	-	140,436

2. Accounting Policies

These condensed consolidated financial statements have been prepared in accordance with the accounting policies set out in Note 2 of the December 31, 2023 audited consolidated financial statements consistently applied from period to period. The TCL Group has adopted all the new and revised accounting standards that are mandatory for annual accounting periods on or after January 1, 2024 and which are relevant to the TCL Group's operations.

3. Earnings Per Share

Earnings per share (EPS) is calculated by dividing the net income or loss attributable to the controlling interest by the weighted average number of ordinary shares outstanding during the period. The weighted average number of ordinary shares in issue for the period has been determined by deducting from the total number of issued shares of 374.648M, the weighted average of 2.845M shares that were held as unallocated shares by the Employee Share Ownership Plan (ESOP).

4. Cost of Sales, Operating and Other Expenses and Other Income and Credits

Cost of sales represents the production cost of inventories at the moment of sale. Cost of sales includes depreciation, amortisation and depletion of assets involved in production, expenses related to storage in production plants and freight expenses of raw material in plants and delivery expenses of the TCL Group's readymix concrete business.

Operating expenses comprise administrative, selling, distribution and logistics expenses. Administrative expenses represent expenses related to managerial activities and back office for the TCL Group's management. Distribution and logistics expenses refer to expenses of storage at points of sale, as well as freight expenses of finished products between plants and points of sale and freight expenses between points of sales and the customers' facilities.

Other expenses and other income and credits consist primarily of income and expenses not directly related to the TCL Group's main activities, or which are of an unusual and/or non-recurring nature, including royalties, past service cost of pension and post-retirement employee benefits, reversal of impairment losses on property, machinery and equipment, results on disposal of property, machinery and equipment and restructuring costs, among others.