
# INFORMATION ON THE RESULTS

## First semester 2019

This English version is a translation of the original in Spanish. In the event of any inconsistency or ambiguity, the Spanish original shall prevail.

# INDEX

## 1. 2019 FIRST HALF-YEAR RESULTS (acc. to IFRS-EU)

| M EUR | Q2 2019 | Q2 2018 | change % | change % comparable (*) | S1 2019 | S1 2018 | change % | change % comparable (*) |
|---|---|---|---|---|---|---|---|---|
| **Turnover** | **170.7** | **150.6** | **13.3%** | **41.9%** | **326.7** | **301.3** | **8.4%** | **44.9%** |
| Other income | 2.3 | 2.1 | 7.2% | | 4.7 | 4.5 | 3.0% | |
| Operating expenses | (137.8) | (131.0) | (5.2%) | | (264.2) | (260.3) | (1.5%) | |
| Amortizations | (11.9) | (7.6) | (55.7%) | | (22.5) | (15.2) | (48.3%) | |
| Results for impairment/sale of assets | 0.1 | 0.0 | 179.7% | | 0.1 | 0.0 | 188.0% | |
| Other results | - | 0.1 | 100.0% | | - | 0.1 | 100.0% | |
| **Operating results** | **23.3** | **14.2** | **64.6%** | **168.2%** | **44.8** | **30.5** | **46.9%** | **162.6%** |
| Financial results | (2.3) | 8.3 | (127.2%) | | (5.1) | 7.5 | (168.6%) | |
| Results Cos. equity method | 16.3 | 22.3 | (26.7%) | (31.2%) | 32.8 | 39.6 | (17.3%) | (20.6%) |
| **Results before tax** | **37.4** | **44.7** | **(16.4%)** | **13.5%** | **72.4** | **77.6** | **(6.7%)** | **34.3%** |
| Taxes | (5.0) | (7.3) | 31.3% | | (10.8) | (13.6) | 20.6% | |
| Minority | (6.6) | (6.8) | 3.1% | | (11.8) | (12.9) | 8.8% | |
| **Consolidated Net Result** | **25.7** | **30.6** | **(15.8%)** | **0.4%** | **49.7** | **51.0** | **(2.4%)** | **20.3%** |

(*) comparable variation %: variation at constant exchange rates and without the hyperinflation effect in Argentina and IFRS 16.

The Turnover in S1 2019 has increased by 8.4% with respect to that in the same period of the 2018 financial year, reaching 327 million euros (+45% without exchange rate effect). The main increases are taking place in Spain (14%) and Argentina (6%).

The Operating result reached 45 million euros, 47% higher than that of the same period in the 2018 financial year due to the improvement in Spain and Argentina, whose operating result grow by 7 and 6 million euros respectively. The depreciation of Argentine currency has a negative effect of 35 million euros (the Argentine peso experienced a strong depreciation from the Q2 2018 onwards).

The financial result worsened, essentially, due to the positive exchange rate differences produced in the first semester of 2018 by surplus positions maintained in USD in Argentina and not produced in the same period of the present year.

The Equity Method Companies have registered a result of 33 million euros, 17% lower than that corresponding to the same period during the previous financial year, essentially due to the decrease in results in Mexico. Based on this consolidation method, Cementos Molins has mainly incorporated the results of its businesses in Mexico (Corporación Moctezuma), Uruguay (Cementos Artigas), Bangladesh (Lafarge Holcim Bangladesh), Bolivia (Itacamba Cementos) and Colombia (Ecocementos).

The Consolidated Net Result has been 50 million euros and it decreases by 2% compared to the first semester of the previous year. However, at constant exchange rates and without the hyperinflation effect in Argentina, the net result would register an increase of 20%. The companies in Spain have improved significantly and have reached a net profit of 4 million euros against a negative net result of 2 million euros in the S1 2018. On the other hand, the result from international companies show a net benefit of 45 million euros, a 14% decrease compared to the S1 2018, due to the deterioration of the Mexican market and the depreciation of the exchange rate in Argentina.

### Hyperinflation in Argentina

Cementos Molins applies the inflation adjustment of the held company Cementos Avellaneda, pursuant to IAS 29 "Financial reporting in hyperinflationary economies", whose operating currency is the Argentine peso, for the financial statements of periods ending after 1 July 2018. Even if the consolidated annual accounts of the financial year 2018, in compliance with said standard, have been prepared retroactively as of 1 January 2018, the information included in this report regarding the first semester of the 2018 financial year has not been restated for comparison purposes.

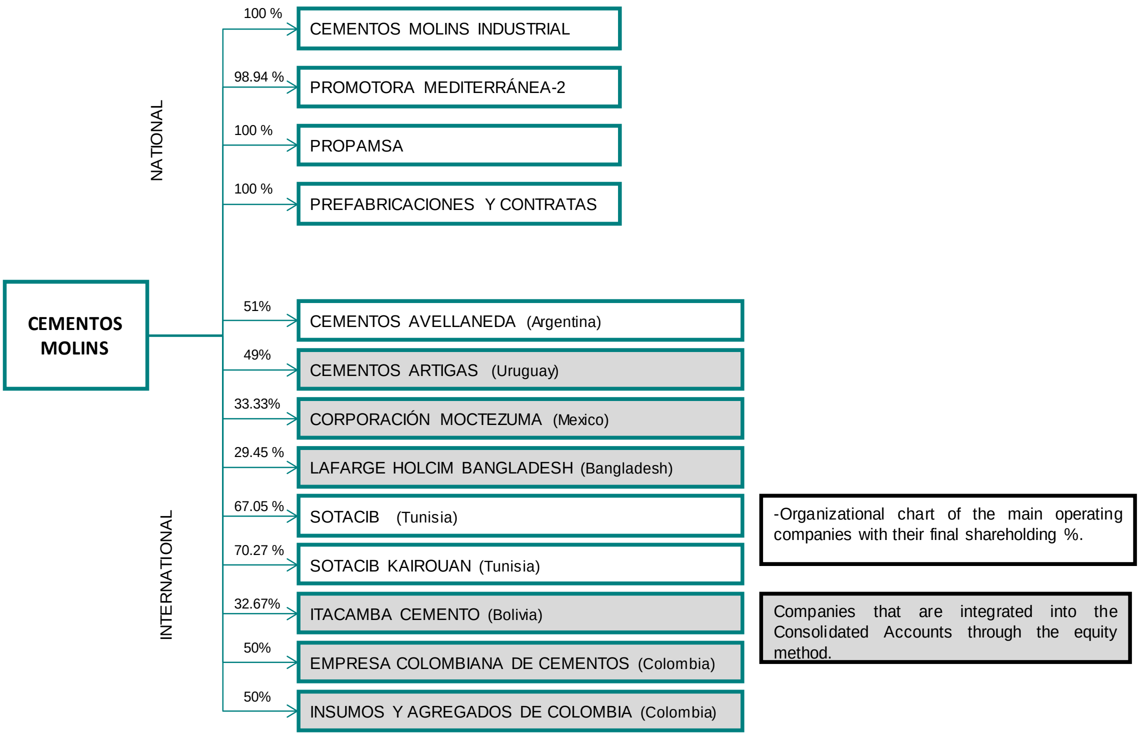
### IFRS 16 Leases

Cementos Molins applies from 1 January 2019 the IFRS 16 "Leases" which establishes the principles for the accounting record of the leases. This way a liability (equivalent to the current value of the lease payments to carry out during the term of the lease) and an asset (right of use) that are initially valued as an amount equal to the liabilities plus other concepts (such as initial direct activation costs) are recognised in the balance.

In addition, it changes the criteria for the recognition of the lease expenses. Which before was an operative expense is now an expense for the amortisation of the asset and financial expense for the liability recognised. The amount of the amortisation and the financial expense for the right to use due to the application of said IFRS 16 in the S1 2019, is 1.5 million euros.

## 2. ALTERNATIVE PERFORMANCE MEASURES (explanation regarding the financial information included in this report)

Cementos Molins actively takes part in the management of the companies that it is part of through the equity method, whether this is in conjunction with another shareholder or by means of relevant participation in its decision-making bodies. The current corporate structure is basically as follows:




**Following the guidelines and recommendations of the European Securities and Markets Authority (ESMA),** whose aim is to promote the usefulness and transparency of the Alternative Performance Measures that are included in the regulated information or in any other information submitted by the listed companies, **the information that is included in the following sections is based on the application of the proportionality principle in the consolidation method of its investees**, applying the final shareholding percentage in each one of them. This way, Cementos Molins considers that the management of the businesses and the way the results are analysed internally for decision-making are reflected appropriately.

Therefore, the following parameters are defined in the following sections of the report as:

- "Income": Net turnover reported in the individual and consolidated financial statements of the various companies included in the consolidation perimeter, multiplied by the participation percentage held in each one of them.
- "EBITDA": Operating result before financial results and taxes and amortisations, and results for the impairment and sale of assets of the different companies accounted for in the consolidation perimeter, multiplied by the shareholding percentage held in each one of them.
- "EBIT": Net result before financial results and taxes (operating result) of the different companies accounted for in the consolidation perimeter, multiplied by the shareholding percentage in each one of them.
- "Operating Cash Flow": Net cash flows from ordinary activities, minus the paid financial expenses and adding the collected financial income of the different companies accounted for in the consolidation perimeter, multiplied by the shareholding percentage in each one of them.
- "Capex": Additions in fixed assets, property, plant equipment and intangible, of the different companies included in the consolidation perimeter, multiplied by the shareholding percentage in each one of them.
- "Net Financial Debt": Financial debt, after subtracting the treasury, temporary financial investments and long-term deposits of the different companies accounted for in the consolidation perimeter, multiplied by the shareholding percentage in each one of them. Cash surpluses are indicated with a negative sign.
- "Volumes": Physical units sold of portland cement and concrete from the different companies included in the consolidation perimeter (without withdrawing internal sales), multiplied by the shareholding percentage in each one of them.
- "Comparable Variation %": It gathers the variation that the heading of the current period would have reported if the exchange rates (same exchange rates as previous period) or the consolidation perimeter had not changed and if the inflation adjustment in Argentina (IAS 29) or standard changes (IFRS 16) had not been applied.

At the end of the report, the financial statements of the Group are included, pursuant to International Financial Reporting Standards (IFRS-EU) (Annex III); where the equity method is applied for the companies in which it holds an equity stake equal to or less than 50%, as well as a reconciliation between both consolidation principles (Annex II).

## 3. 2019 FIRST HALF-YEAR TRANSACTION RESULTS (acc. to proportionality criterion)

With the proportionality criterion presented previously, the results that Cementos Molins uses in its management, correspond to the first semester the 2019 financial year, are as follows:

| M EUR | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable (*) |
|---|---|---|---|---|---|---|---|---|
| **Income** | 205.3 | 196.6 | 4.4% | 14.3% | 403.5 | 380.9 | 5.9% | 19.3% |
| **EBITDA** | 49.5 | 47.8 | 3.6% | 12.9% | 98.5 | 92.2 | 6.8% | 20.0% |
| EBITDA margin | 24.1% | 24.3% | | | 24.4% | 24.2% | | |
| **EBIT** | 36.6 | 37.5 | (2.5%) | 14.7% | 73.1 | 71.7 | 2.0% | 24.2% |
| **Net result** | 25.7 | 30.6 | (15.8%) | 0.4% | 49.7 | 51.0 | (2.4%) | 20.3% |
| **Operating Cash Flow** | 28.4 | 26.1 | 8.6% | | 59.8 | 50.3 | 18.9% | |
| **Capex** | 23.4 | 25.6 | (8.6%) | | 45.0 | 41.9 | 7.4% | |
| **Earnings per share (€)** | | | | | 0.75 | 0.77 | | |
| | | | | | 30/06/2019 | 31/12/2018 | | |
| **Net financial debt** | | | | | 180.4 | 178.8 | 0.9% | |

| Volums (thousand) | Q2 2019 | Q2 2018 | | S1 2019 | S1 2018 | |
|---|---|---|---|---|---|---|
| Cement (t) | 1,464 | 1,533 | (4.5%) | 2,969 | 3,048 | (2.6%) |
| Concrete (m3) | 363 | 378 | (4.0%) | 753 | 694 | 8.5% |

(*) comparable variation %: variation at constant exchange rates and without the hyperinflation effect in Argentina and IFRS 16.

Cement sales have decreased in S1 2019 by 3% due to the decrease in sales in Mexico, Uruguay and Tunisia, despite the improvement in the rest of countries. During Q2 2019 sales have decreased by 5%.

In concrete, the sales in S1 2019 have increased by 9%, with positive contributions from all the countries except for Mexico.

**INCOME**

| M€ | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable (*) |
|---|---|---|---|---|---|---|---|---|
| **Spain** | 70.1 | 65.3 | 7.4% | | 138.1 | 121.6 | 13.5% | |
| **Argentina** | 43.1 | 34.1 | 26.2% | 87.7% | 79.2 | 74.6 | 6.2% | 78.1% |
| **Uruguay** | 8.3 | 11.8 | (29.4%) | (22.2%) | 17.3 | 19.5 | (11.5%) | (3.9%) |
| **Mexico** | 50.9 | 55.4 | (8.2%) | (13.4%) | 100.9 | 106.1 | (4.9%) | (9.7%) |
| **Bolivia** | 6.9 | 5.1 | 35.7% | 29.6% | 13.6 | 10.0 | 35.8% | 27.8% |
| **Bangladesh** | 14.0 | 11.5 | 21.3% | 16.6% | 30.0 | 24.8 | 20.8% | 14.5% |
| **Tunisia** | 12.1 | 13.4 | (9.7%) | 0.3% | 24.4 | 24.2 | 0.7% | 13.6% |
| **Others** | - | - | - | - | - | - | - | - |
| **Total** | 205.3 | 196.6 | 4.4% | 14.3% | 403.5 | 380.9 | 5.9% | 19.3% |

(*) comparable variation %: variation at constant exchange rates and without the hyperinflation effect in Argentina.

The income of the Q2 2019 have increased by 4% mainly due to the better sales in Argentina, Spain and Bangladesh (in comparable terms it has increased by 14%).

Income in S1 2019 have increased by 6%, with positive contributions from all the countries except for Mexico and Uruguay.

In comparative terms taking into account the previous year exchange rate, income would improve by 19%. The variations in the exchange rate have had a relevant effect, with a negative impact of 51 million euros, basically due to the depreciation of the Argentine peso against the euro (54 million euros).

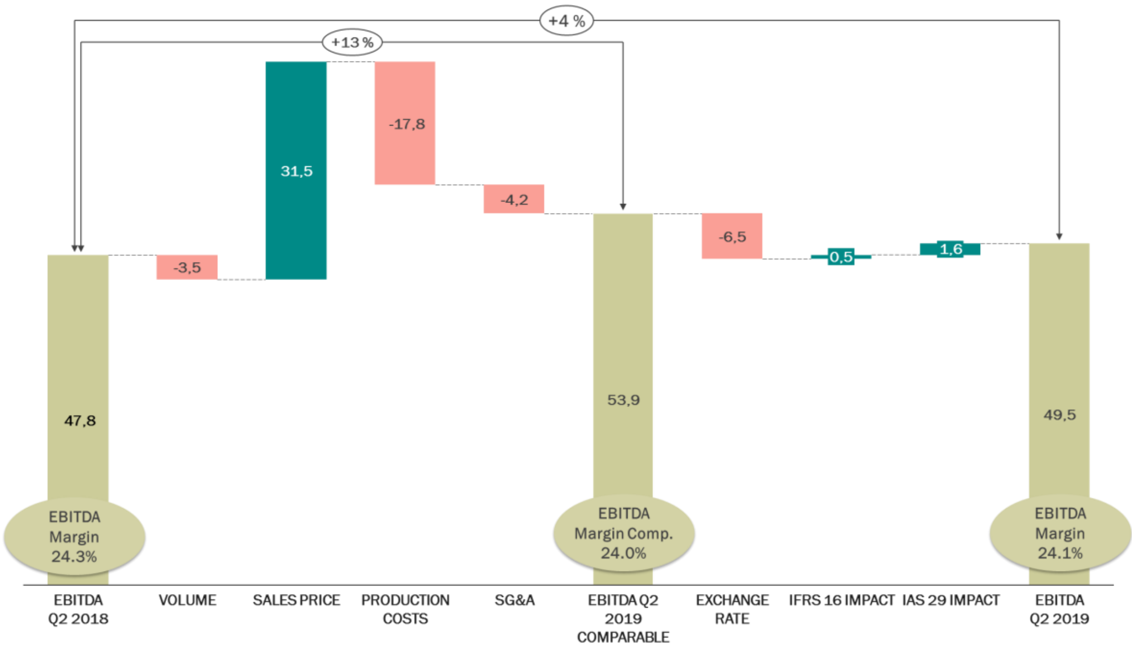
**EBITDA**

| M€ | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable (*) |
|---|---|---|---|---|---|---|---|---|
| Spain | **10.9** | 9.5 | 14.6% | 8.5% | **22.2** | 15.4 | 43.5% | 36.3% |
| Argentina | **11.9** | 6.6 | 79.2% | 165.7% | **22.3** | 15.8 | 41.5% | 136.9% |
| Uruguay | **2.0** | 4.3 | (54.2%) | (49.6%) | **4.3** | 6.3 | (31.8%) | (26.0%) |
| Mexico | **21.3** | 26.2 | (18.5%) | (22.6%) | **43.7** | 51.2 | (14.8%) | (19.2%) |
| Bolivia | **1.1** | 0.7 | 45.3% | 39.1% | **2.2** | 2.1 | 6.9% | 0.2% |
| Bangladesh | **3.1** | 2.6 | 19.9% | 19.0% | **5.8** | 4.6 | 25.8% | 19.6% |
| Tunisia | **2.7** | 2.7 | (0.8%) | 12.7% | **5.0** | 5.0 | 0.1% | 12.7% |
| Others | **(3.4)** | (4.8) | | | **(7.0)** | (8.2) | | |
| Total | **49.5** | 47.8 | 3.6% | 12.9% | **98.5** | 92.2 | 6.8% | 20.0% |

(*) comparable variation %: variation at constant exchange rates and without the hyperinflation effect in Argentina and IFRS 16.

The EBITDA in Q2 2019 has been 50 million euros, a 4% improvement compared to the same period of 2018, and in comparable terms it would increase by 13%, with growth in all the countries, in particular Argentina and Spain, and a decrease in results mainly in Mexico.

The variation factors in the EBITDA of Q2 2019 are shown below, in millions of euros:

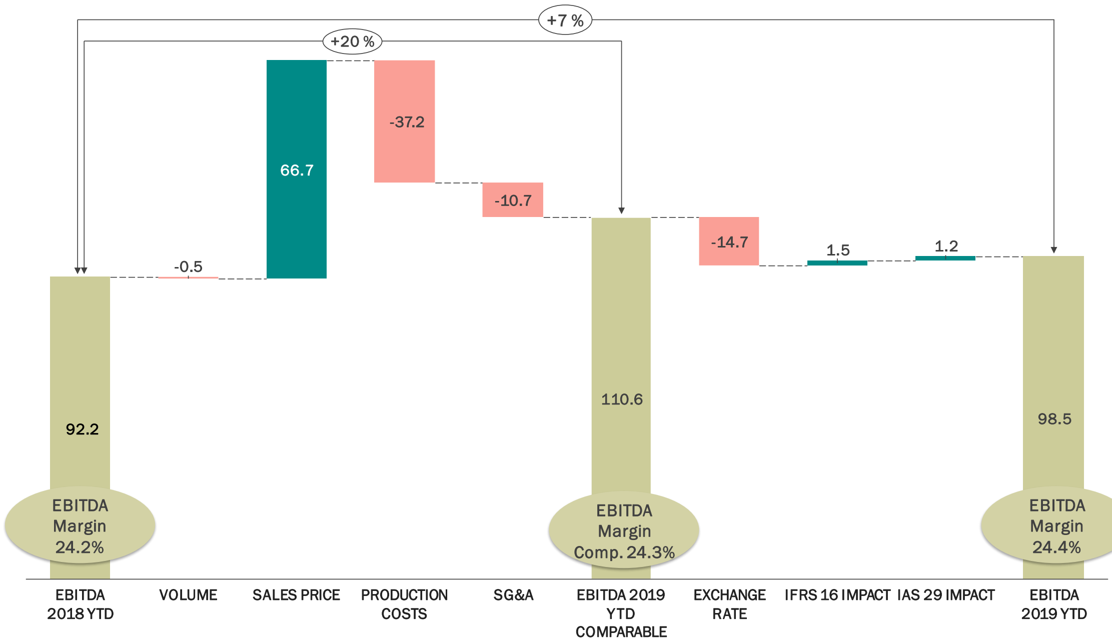



The EBITDA in S1 2019 has been 99 million euros, a 7% improvement compared to the same period of 2018, and in comparable terms it would increase by 20%, with growth in all the countries, in particular Spain and Argentina, and a decrease mainly in Mexico.

The impact of the evolution of the exchange rate, hyperinflation and IFRS 16 have been negative by 12 million euros, mostly due to the depreciation of the Argentine peso.

The EBITDA margin stands at 24.4%, a 0.2 points improvement compared to the same period in the previous year, mainly because of an increase in the margins in Argentina and Spain.

The variation factors in the EBITDA of S1 2019 are shown below, in millions of euros:




The positive contribution in the majority of countries and the negative in Mexico, Uruguay and Tunisia evens out the effect on the turnover.

The selling prices have increased in most countries which has compensated the increase in costs. The greater variations in the sale price and expenses have occurred in Argentina, due to the important inflation in the country.

## ADDITIONAL INFORMATION

The contribution by countries to the main consolidated figures is as follows:

### A. EVOLUTION BY COUNTRY (acc. to proportionality principle)

#### A.1. SPAIN

| *M EUR* | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable |
|---|---|---|---|---|---|---|---|---|
| **Income** | **70.1** | **65.3** | **7.4%** | | **138.1** | **121.6** | **13.5%** | **-** |
| **EBITDA** | **10.9** | **9.5** | **14.6%** | **8.5%** | **22.2** | **15.4** | **43.5%** | **36.3%** |
| EBITDA margin | 15.6% | 14.6% | | | 16.1% | 12.7% | | |

(*) comparable variation %: variation that would have been reported in the current period if IFRS 16 had been applied.

Income and EBITDA of Q2 2019 has kept increasing, but with smaller growth as compared to S1 2019, highlighting the evolution of the precast business.

The semester EBITDA improves by 44% with regard to the same period in 2018, with increases in the results in all businesses, mainly due to the greater sale turnovers and price increases. Due to that, the EBITDA margin has been 16.1% higher by 3.4 points as compared to prior year.

## A.2. ARGENTINA

| M EUR | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable |
|---|---|---|---|---|---|---|---|---|
| **Income** | **43.1** | **34.1** | **26.2%** | **87.7%** | **79.2** | **74.6** | **6.2%** | **78.1%** |
| **EBITDA** | **11.9** | **6.6** | **79.2%** | **165.7%** | **22.3** | **15.8** | **41.5%** | **136.9%** |
| EBITDA margin | 27.5% | 19.4% | | | 28.2% | 21.1% | | |

(*) comparable variation %: variation at constant exchange rates and without the hyperinflation effect and IFRS 16.

During S1 2019, the country's economy has kept worsening with an increase of the inflation, currency depreciation, and a decrease in cement consumption of 8% (source: AFCP) compared to the same period of the previous year.

EBITDA of Q2 2019 is much higher than prior year's due to margin improvement, as in Q2 2018 is when the currency started depreciating and expenses were negatively impacted as a consequence.

The improvement of EBITDA S1 2019 by 42%, with a much superior increase in comparable terms, is mainly due to margin improvement, increasing the EBITDA margin by 7 points with regard that of S1 2018.

The impact of the depreciation of the peso on the euro, hyperinflation and IFRS 16, during the same period of the previous year, has had a negative effect on the EBITDA of 15 million euros.

## A.3. URUGUAY

| M EUR | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable |
|---|---|---|---|---|---|---|---|---|
| **Income** | **8.3** | **11.8** | **(29.4%)** | **(22.2%)** | **17.3** | **19.5** | **(11.5%)** | **(3.9%)** |
| **EBITDA** | **2.0** | **4.3** | **(54.2%)** | **(49.6%)** | **4.3** | **6.3** | **(31.8%)** | **(26.0%)** |
| EBITDA margin | 23.7% | 36.5% | | | 25.0% | 32.4% | | |

(*) comparable variation %: variation at constant exchange rates and without the IFRS 16 effect.

The results of Q2 2019 have worsened due to a smaller sales turnover, one-off sales in 2018, and to a lesser extent, mainly energetic cost increases.

The EBITDA of S1 2019 has been negatively affected by the worsening experienced during Q2, and lower sales and results have been registered as compared to previous year, mainly due to the decrease in the cement sales turnover and the increase in mainly energy costs.

## A.4. MEXICO

| M EUR | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable |
|---|---|---|---|---|---|---|---|---|
| **Income** | **50.9** | **55.4** | **(8.2%)** | **(13.4%)** | **100.9** | **106.1** | **(4.9%)** | **(9.7%)** |
| **EBITDA** | **21.3** | **26.2** | **(18.5%)** | **(22.6%)** | **43.7** | **51.2** | **(14.8%)** | **(19.2%)** |
| EBITDA margin | 41.9% | 47.2% | | | 43.3% | 48.3% | | |

(*) comparable variation %: variation at constant exchange rates and without the IFRS 16 effect.

Q2 2019 continues to show lower cement and concrete sales compared to those in 2018, with cement sale prices slightly decreasing, and an increase in energy costs. All of the above has lead to the reduction in the EBITDA margin of 5 percentage points to 42%.

The negative impact on the EBITDA in S1 2019 is mainly caused by the lower cement sales turnover in a decreased market. It must be said that the impact of the appreciation of the peso over the euro has had a positive impact.

### A.5. BOLIVIA

| M EUR | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable |
|---|---|---|---|---|---|---|---|---|
| **Income** | 6.9 | 5.1 | 35.7% | 29.6% | 13.6 | 10.0 | 35.8% | 27.8% |
| **EBITDA** | 1.1 | 0.7 | 45.3% | 39.1% | 2.2 | 2.1 | 6.9% | 0.2% |
| EBITDA margin | 15.8% | 14.7% | | | 16.5% | 21.0% | | |

(*) comparable variation %: variation at constant exchange rates and without the IFRS 16 effect.

In this Q2 2019 income has continued improving by increasing the cement sales in the local market.

EBITDA in S1 2019 has improved mainly due to the greater local sales turnover partially compensated by a decrease in the sale price due to price pressure and a one-off increase in fixed expenses.

### A.6. BANGLADESH

| M EUR | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable |
|---|---|---|---|---|---|---|---|---|
| **Income** | 14.0 | 11.5 | 21.3% | 16.6% | 30.0 | 24.8 | 20.8% | 14.5% |
| **EBITDA** | 3.1 | 2.6 | 19.9% | 19.0% | 5.8 | 4.6 | 25.8% | 19.6% |
| EBITDA margin | 22.2% | 22.5% | | | 19.3% | 18.6% | | |

(*) comparable variation %: variation at constant exchange rates and without the IFRS 16 effect.

The improvement of the EBITDA in the S1 2019 is due to the increase in volume and selling price, and to the optimization of fixed costs arising from the synergies with the acquisition of mills.

### A.7. TUNISIA

| M EUR | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable |
|---|---|---|---|---|---|---|---|---|
| **Income** | 12.1 | 13.4 | (9.7%) | 0.3% | 24.4 | 24.2 | 0.7% | 13.6% |
| **EBITDA** | 2.7 | 2.7 | (0.8%) | 12.7% | 5.0 | 5.0 | 0.1% | 12.7% |
| EBITDA margin | 22.1% | 20.1% | | | 20.5% | 20.6% | | |

(*) comparable variation %: variation at constant exchange rates and without the IFRS 16 effect.

The EBITDA of the Q2 and S1 2019 has remained stable as compared to those last year, however, at constant exchange rate the results would have improved by 13% due to the impact of the depreciation of the Tunisian dinar.

In grey cement, the increase of the selling price has been compensated with the increase in costs and a decrease in sales turnover, in a market where cement consumption has decreased.

With regard to the white cement business, the increase in export sales increase has been partially compensated with a slight decrease in local sales.

### A.8. OTHER

| M€ | Q2 2019 | Q2 2018 | S1 2019 | S1 2018 |
|---|---|---|---|---|
| **Income** | - | - | - | - |
| **EBITDA** | (3.4) | (4.8) | (7.0) | (8.2) |
| EBITDA margin | - | - | - | - |

This section includes the corporate costs of the Group and the costs from the businesses that have not yet become operational, like the new factory in Colombia.

## B. INVESTMENTS AND FINANCIAL DEBT (acc. to the proportionality principle)

### B.1. INVESTMENTS

| | S1 2019 | S1 2018 | change % |
|---|---|---|---|
| **INVESTMENTS (m EUR)** | 45.0 | 41.9 | 7.4% |

During the first semester 2019, investments have been made for a total of 45 M€, where the building of the new plants in Colombia and San Luis (Argentina) can be highlighted.

The main growth projects under way are:

- In December 2016, the works for the construction of a new cement production plant in the municipality of Sonsón, Antioquia (Colombia) began, in partnership with the Colombian group Corona. Its start-up is expected for the fourth quarter of 2019. The planned investment is approximately 370 million USD.

- Project to increase the capacity of the plant the Group has in San Luis, Argentina, by 700 thousand annual tonnes of cement in order to reach one million tonnes in the fourth quarter of 2019. A 170-million-dollar investment has been planned.

### B.2. NET FINANCIAL DEBT

Net financial debt increased to 180.4 million euros as of 30 June 2019, which represents an increase of 0.9% with regard 31 December 2018, what entails a multiple Net financial debt / EBITDA of 0.95x.

Liquidity has continued to be generated in a sustainable way in the S1 2019 (+44.6 million euros) mainly aimed at financing growth investments in Colombia and Argentina amounting to 28.6 million euros. Likewise, the net financial debt is affected by the application of IFRS 16 Leases with a negative impact of 12.7 million euros and by an exchange rate variation of 4.9 million euros.

| M EUR | 30/06/2019 | 31/12/2018 | change % |
|---|---|---|---|
| **Financial liabilities** | 315.5 | 296.6 | 6.4% |
| Current financial liabilities | 63.6 | 47.9 | 32.8% |
| Non-current financial liabilities | 251.9 | 248.7 | 1.3% |
| **Long term deposits** | (0.2) | (0.2) | (1.3%) |
| **Long term loans group companies** | (12.6) | (8.9) | (40.5%) |
| **Short term financial investments** | (6.0) | (4.2) | (41.6%) |
| **Cash and equivalent liquid assets** | (116.4) | (104.5) | (11.3%) |
| **NET FINANCIAL DEBT** | 180.4 | 178.8 | 0.9% |

The variation factors of the net financial debt on 30 June 2019 with respect to December 31, 2018 are shown below, in millions of euros:

## 4. MAIN RELEVANT EVENTS

- The distribution, on 11 July 2019, of a complementary dividend for the 2018 financial year of 0.01 euros per share was announced on 28 June 2019, along with an interim dividend of the 2019 financial year of 0.15 euros per share.

- On 28 June 2019, the agreements adopted by the General Meeting of Shareholders and by the Board of Directors on 27 June 2019 in Madrid, regarding the reelection of directors and the managing director and the appointment of the non-director 2nd deputy secretary, are communicated.

- On 29 April 2019, the agreement of the Board of Directors regarding the reelection and appointments of the Audit and Compliance Committee and Appointments and Remuneration Committee is communicated.

- On 24 April 2019, the Company communicates the appointment of Mr. Carlos Martínez as Director of Corporate Development and Sustainability and the appointment of Jorge Bonnin as the new Financial Director (CFO).

- On 28 March 2019, the Company notified the replacement of Mr. Pablo Molins Amat for Mr. José Ignacio Molins Amat as the new representative of Noumea, SA, propriety director and member of the Auditing and Compliance Committee.

- On 28 February 2019, the Company notified the resignation submitted by Mr. Jordi Molins Amat as Non-Director Secretary of the Board of Directors, in effect from 28 February 2019 and the appointment of Mr. Ramon Girbau Pedragosa as the new Non-Director Secretary of the Board of Directors, legal counsellor and Secretary of the Auditing and Compliance Committee and the Remuneration and Appointments Committee.

- On 27 February 2019, the Management Board prepared the Annual Accounts of Cementos Molins, SA and the Consolidated Annual Accounts of the Group, the Management Report, individual and consolidated, and the Annual Corporate Governance Report, corresponding to the year ended 31 December 2018, as well as the proposed distribution of profits. Both annual accounts, audited by Deloitte, SL, were sent to the Spanish National Securities Market Commission (CNMV) on 28 February 2019.

# ANNEX I. MANAGEMENT FINANCIAL STATEMENTS (acc. to the proportionality principle)

## a. Abbreviated Consolidated Profit and Loss Account

| (M EUR) | Q2 2019 | Q2 2018 | change % | change % comparable | S1 2019 | S1 2018 | change % | change % comparable |
|---|---|---|---|---|---|---|---|---|
| **Income** | **205.3** | **196.6** | **4.4%** | **14.3%** | **403.5** | **380.9** | **5.9%** | **19.3%** |
| **EBITDA** | **49.5** | **47.8** | **3.6%** | **12.9%** | **98.5** | **92.2** | **6.8%** | **20.0%** |
| Amortizations | (13.2) | (10.4) | (26.8%) | (8.0%) | (25.8) | (20.6) | (25.0%) | (6.5%) |
| Results for impairment/sale of assets | 0.3 | 0.1 | 143.2% | 142.7% | 0.3 | 0.1 | 272.8% | 307.8% |
| **EBIT** | **36.6** | **37.5** | **(2.5%)** | **14.7%** | **73.1** | **71.7** | **2.0%** | **24.2%** |
| Financial results | (2.1) | 6.1 | (134.8%) | (141.7%) | (4.6) | 2.7 | (270.4%) | (307.8%) |
| **Results before tax** | **34.5** | **43.6** | **(21.0%)** | **(7.2%)** | **68.5** | **74.4** | **(7.9%)** | **12.2%** |
| Taxes | (8.7) | (13.1) | 33.1% | 24.9% | (18.8) | (23.4) | 19.8% | 5.4% |
| **Net Income** | **25.7** | **30.6** | **(15.8%)** | **0.4%** | **49.7** | **51.0** | **(2.4%)** | **20.3%** |

## b. Abbreviated Consolidated Balance Sheet

*(M EUR)*

| ASSETS | 30/06/2019 | 31/12/2018 |
|---|---|---|
| Intangible Assets | 58.1 | 44.1 |
| Fixed assets | 764.3 | 726.6 |
| Right-of-use Assets | 13.0 | 0.0 |
| Financial Fixed Assets | 21.7 | 17.9 |
| Consolidation Goodwill | 53.7 | 53.4 |
| Other non-current Assets | 33.0 | 32.6 |
| **NON-CURRENT ASSETS** | **943.8** | **874.6** |
| Stocks | 108.8 | 105.0 |
| Trade debtors and others | 186.2 | 197.1 |
| Temporary financial investments | 6.0 | 4.2 |
| Cash and equivalents | 116.4 | 104.5 |
| **CURRENT ASSETS** | **417.4** | **410.8** |
| **TOTAL ASSETS** | **1,361.2** | **1,285.4** |

| NET EQUITY AND LIABILITIES | 30/06/2019 | 31/12/2018 |
|---|---|---|
| Net equity attributed to the Parent Company | 774.4 | 718.8 |
| **TOTAL NET EQUITY** | **774.4** | **718.8** |
| Non-current financial debt | 251.9 | 248.7 |
| Other non-current liabilities | 81.9 | 69.6 |
| **NON-CURRENT LIABILITIES** | **333.8** | **318.3** |
| Current financial debt | 73.7 | 47.9 |
| Other current liabilities | 179.3 | 200.4 |
| **CURRENT LIABILITIES** | **253.0** | **248.3** |
| **TOTAL NET EQUITY AND LIABILITIES** | **1,361.2** | **1,285.4** |

### c. Abbreviated Consolidated Cash Flow Statement

*(M€)*

| | S1 2019 | S1 2018 |
|---|---|---|
| Cash generated by operations | 98.0 | 93.2 |
| Cash from variation in working capital | (10.5) | (17.0) |
| Corporate Tax | (21.8) | (20.9) |
| **NET CASH FLOWS FROM ORDINARY ACTIVITIES** | **65.7** | **55.3** |
| | | - |
| Cash flow from investment activities | (48.4) | (50.0) |
| Dividends received from companies accounted for via equity method | - | - |
| **NET CASH FLOWS IN INVESTMENTS ACTIVITIES** | **(48.4)** | **(50.0)** |
| | | - |
| Cash flow from financing activities | (4.9) | (33.6) |
| Dividends paid by the Parent Company | - | (7.6) |
| **NET CASH FLOWS IN FINANCING ACTIVITIES** | **(4.9)** | **(41.2)** |
| | | - |
| **EFFECT OF EXCHANGE RATE VARIATIONS** | **(0.6)** | (4.5) |
| | | - |
| **NET VARIATION OF CASH** | **11.8** | **(40.4)** |
| | | - |
| Cash and equivalents at the start of period | 104.5 | 210.9 |
| **Cash and equivalents at the end of period** | **116.3** | **170.5** |

# ANNEX II. RECONCILIATION OF THE MANAGEMENT FINANCIAL STATEMENTS WITH THE PROPORTIONALITY PRINCIPLE AND THE FINANCIAL STATEMENTS BY APPLICATION OF INTERNATIONAL ACCOUNTING STANDARDS IFRS-EU

## a. Reconciliation of the Abbreviated Consolidated Profit and Loss Account

| | S1 2019 | | | | S1 2018 | | | |
|---|---|---|---|---|---|---|---|---|
| (M EUR) | Proportional method | Adjustment Cos. accounted for via equity method | Adjustment Cos. accounted for via full consolidation method | EU-IFRS application | Proportional method | Adjustment Cos. accounted for via equity method | Adjustment Cos. accounted for via full consolidation method | EU-IFRS application |
| **Income** | **403.5** | **(164.5)** | **87.7** | **326.7** | **380.9** | **(162.5)** | **82.9** | **301.3** |
| **EBITDA** | **98.5** | **(55.2)** | **23.8** | **67.1** | **92.2** | **(63.9)** | **17.4** | **45.7** |
| Amortizations | (25.8) | 9.3 | (6.1) | (22.6) | (20.6) | 8.2 | (2.8) | (15.2) |
| Results for impairment/sale of assets | 0.3 | (0.3) | 0.1 | 0.1 | 0.1 | (0.1) | - | - |
| **Operating result** | **73.1** | **(46.2)** | **17.8** | **44.7** | **71.7** | **(55.8)** | **14.6** | **30.5** |
| Financial results | (4.6) | 0.6 | (1.2) | (5.2) | 2.7 | 0.2 | 4.6 | 7.5 |
| Results Cos. equity method | - | 32.8 | - | 32.8 | - | 39.6 | - | 39.6 |
| **Results before tax** | **68.5** | **(12.8)** | **16.6** | **72.3** | **74.4** | **(16.0)** | **19.2** | **77.6** |
| Taxes | (18.8) | 12.9 | (4.9) | (10.8) | (23.4) | 16.0 | (6.3) | (13.6) |
| Minority | - | - | (11.8) | (11.8) | - | - | (12.9) | (12.9) |
| **Net Income** | **49.7** | **(0.0)** | **(0.0)** | **49.7** | **51.0** | **-** | **-** | **51.0** |

## b. Reconciliation of the Abbreviated Consolidated Balance Sheet

| (M EUR) | 30/06/2019 | | | | 31/12/2018 | | | |
|---|---|---|---|---|---|---|---|---|
| ASSETS | *Proportional method* | *Adjustment Cos. accounted for via equity method* | *Adjustment accounted for via full consolidation method* | *EU-IFRS application* | *Proportional method* | *Adjustment Cos. accounted for via equity method* | *Adjustment accounted for via full consolidation method* | *EU-IFRS application* |
| *Intangible Assets* | 58.1 | (19.0) | 1.2 | 40.3 | 44.1 | (18.9) | 1.1 | 26.3 |
| *Fixed assets* | 764.3 | (350.2) | 167.2 | 581.3 | 726.6 | (335.3) | 143.6 | 534.9 |
| *Right-of-use Assets* | 13.0 | (2.9) | 1.1 | 11.2 | - | - | - | - |
| *Financial Fixed Assets* | 21.7 | (4.7) | 15.5 | 32.5 | 17.9 | (5.1) | 11.6 | 24.4 |
| *Companies accounted for via equity method* | - | 369.8 | - | 369.8 | - | 365.8 | - | 365.8 |
| *Consolidation Goodwill* | 53.7 | (28.3) | - | 25.4 | 53.4 | (28.3) | - | 25.1 |
| *Other non-current assets* | 33.0 | (8.5) | 1.3 | 25.8 | 32.6 | (8.0) | 0.9 | 25.5 |
| **NON-CURRENT ASSETS** | **943.8** | **(43.8)** | **186.3** | **1,086.3** | **874.6** | **(29.8)** | **157.2** | **1,002.0** |
| *Stocks* | 108.8 | (31.8) | 29.5 | 106.5 | 105.0 | (33.7) | 26.6 | 97.9 |
| *Trade debtors and others* | 186.2 | (62.1) | 22.1 | 146.2 | 197.1 | (76.3) | 23.8 | 144.6 |
| *Temporary financial investments* | 6.0 | (4.6) | 0.2 | 1.6 | 4.2 | (2.0) | 0.1 | 2.3 |
| *Cash and equivalents* | 116.4 | (49.8) | 6.2 | 72.8 | 104.5 | (53.1) | 10.3 | 61.7 |
| **CURRENT ASSETS** | **417.4** | **(148.3)** | **58.0** | **327.1** | **410.8** | **(165.1)** | **60.8** | **306.5** |
| **TOTAL ASSETS** | **1,361.2** | **(192.1)** | **244.3** | **1,413.4** | **1,285.4** | **(194.9)** | **218.0** | **1,308.5** |
| NET EQUITY AND LIABILITIES | | | | | | | | |
| *Net equity attributed to the Company Parent Co.* | 774.4 | - | - | 774.4 | 718.8 | - | - | 718.8 |
| *Net equity from minority shareholders* | - | 0.1 | 142.7 | 142.8 | - | - | 120.3 | 120.3 |
| **TOTAL NET EQUITY** | **774.4** | **0.1** | **142.7** | **917.2** | **718.8** | **-** | **120.3** | **839.1** |
| *Non-current financial debt* | 251.9 | (93.8) | 36.4 | 194.5 | 248.7 | (71.2) | 32.1 | 209.6 |
| *Other non-current liabilities* | 81.9 | (25.2) | 16.9 | 73.6 | 69.6 | (26.5) | 15.5 | 58.6 |
| **NON-CURRENT LIABILITIES** | **333.8** | **(119.0)** | **53.3** | **268.1** | **318.3** | **(97.7)** | **47.6** | **268.2** |
| *Current financial debt* | 73.7 | (9.6) | 8.8 | 72.9 | 47.9 | (11.6) | 3.2 | 39.5 |
| *Other current liabilities* | 179.3 | (63.6) | 39.5 | 155.2 | 200.4 | (85.6) | 46.9 | 161.7 |
| **CURRENT LIABILITIES** | **253.0** | **(73.2)** | **48.3** | **228.1** | **248.3** | **(97.2)** | **50.1** | **201.2** |
| **TOTAL NET EQUITY AND LIABILITIES** | **1,361.2** | **(192.1)** | **244.3** | **1,413.4** | **1,285.4** | **(194.9)** | **218.0** | **1,308.5** |

## c. Reconciliation of the Abbreviated Consolidated Cash Flow Statement

| (M EUR) | S1 2019 | | | | S1 2018 | | | |
|---|---|---|---|---|---|---|---|---|
| | Proportional method | Cos. accounted for via equity method | accounted for via full consolidation method | EU-IFRS application | Proportional method | Adjustment Cos. accounted for via equity method | accounted for via full consolidation method | EU-IFRS application |
| *Cash generated by operations* | 98.0 | (55.2) | 24.0 | 66.8 | 93.2 | (64.7) | 17.5 | 46.0 |
| *Cash from variation in working capital* | (10.5) | 5.3 | (4.0) | (9.2) | (17.0) | 15.6 | (3.9) | (5.3) |
| *Corporate Tax* | (21.8) | 13.3 | (7.1) | (15.6) | (20.9) | 13.2 | (6.9) | (14.6) |
| ***NET CASH FLOWS FROM ORDINARY ACTIVITIES*** | **65.7** | **(36.6)** | **12.9** | **42.0** | **55.3** | **(35.9)** | **6.7** | **26.1** |
| *Cash flow from investment activities* | (48.4) | 20.4 | (21.5) | (49.5) | (50.0) | 21.2 | (11.6) | (40.4) |
| *Dividends received from companies accounted for via equity method* | - | 34.6 | - | 34.6 | - | 44.2 | - | 44.2 |
| ***NET CASH FLOWS IN INVESTMENTS ACTIVITIES*** | **(48.4)** | **55.0** | **(21.5)** | **(14.9)** | **(50.0)** | **65.4** | **(11.6)** | **3.8** |
| *Cash flow from financing activities* | (4.9) | (13.9) | 6.8 | (12.0) | (33.6) | (9.4) | (1.0) | (44.0) |
| *Dividends paid by the Parent Company* | - | - | - | - | (7.6) | - | - | (7.6) |
| ***NET CASH FLOWS IN FINANCING ACTIVITIES*** | **(4.9)** | **(13.9)** | **6.8** | **(12.0)** | **(41.2)** | **(9.3)** | **(1.0)** | **(51.6)** |
| ***EFFECT OF EXCHANGE RATE VARIATIONS*** | **(0.6)** | **(1.8)** | **(1.6)** | **(4.0)** | **(4.5)** | **(1.1)** | **(3.2)** | **(8.6)** |
| ***NET VARIATION OF CASH*** | **11.8** | **2.7** | **(3.4)** | **11.1** | **(40.4)** | **19.1** | **(9.1)** | **(30.3)** |
| ***Cash and equivalents at the start of period*** | **104.5** | **(53.1)** | **10.3** | **61.7** | **210.9** | **(69.1)** | **29.0** | **170.8** |
| ***Cash and equivalents at the end of period*** | **116.3** | **(50.4)** | **6.9** | **72.8** | **170.5** | **(50.0)** | **19.9** | **140.5** |

# ANNEX III. CONSOLIDATED FINANCIAL STATEMENTS (acc. to International Accounting Standards IFRS-EU)

## a. Abbreviated Consolidated Profit and Loss Account

| *M EUR* | Q2 2019 | Q2 2018 | change % | change % comparable (*) | S1 2019 | S1 2018 | change % | change % comparable (*) |
|---|---|---|---|---|---|---|---|---|
| **Turnover** | **170.7** | **150.6** | **13.3%** | **41.9%** | **326.7** | **301.3** | **8.4%** | **44.9%** |
| Other income | 2.3 | 2.1 | 7.2% | | 4.7 | 4.5 | 3.0% | |
| Operating expenses | (137.8) | (131.0) | (5.2%) | | (264.2) | (260.3) | (1.5%) | |
| Amortizations | (11.9) | (7.6) | (55.7%) | | (22.5) | (15.2) | (48.3%) | |
| Results for impairment/sale of assets | 0.1 | 0.0 | 179.7% | | 0.1 | 0.0 | 188.0% | |
| Other results | - | 0.1 | 100.0% | | - | 0.1 | 100.0% | |
| **Operating results** | **23.3** | **14.2** | **64.6%** | **168.2%** | **44.8** | **30.5** | **46.9%** | **162.6%** |
| Financial results | (2.3) | 8.3 | (127.2%) | | (5.1) | 7.5 | (168.6%) | |
| Results Cos. equity method | 16.3 | 22.3 | (26.7%) | (31.2%) | 32.8 | 39.6 | (17.3%) | (20.6%) |
| **Results before tax** | **37.4** | **44.7** | **(16.4%)** | **13.5%** | **72.4** | **77.6** | **(6.7%)** | **34.3%** |
| Taxes | (5.0) | (7.3) | 31.3% | | (10.8) | (13.6) | 20.6% | |
| Minority | (6.6) | (6.8) | 3.1% | | (11.8) | (12.9) | 8.8% | |
| **Consolidated Net Result** | **25.7** | **30.6** | **(15.8%)** | **0.4%** | **49.7** | **51.0** | **(2.4%)** | **20.3%** |

## b. Abbreviated Consolidated Balance Sheet

*(M EUR)*

| **ASSETS** | **30/06/2019** | **31/12/2018** |
|---|---|---|
| Intangible Assets | 40.3 | 26.3 |
| Fixed assets | 581.3 | 534.9 |
| Right-of-use Assets | 11.2 | 0.0 |
| Financial Fixed Assets | 32.5 | 24.4 |
| Companies accounted for via equity method | 369.8 | 365.8 |
| Consolidation Goodwill | 25.4 | 25.1 |
| Other non-current assets | 25.8 | 25.5 |
| **NON-CURRENT ASSETS** | **1,086.3** | **1,002.0** |
| Stocks | 106.5 | 97.9 |
| Trade debtors and others | 146.2 | 144.6 |
| Temporary financial investments | 1.6 | 2.3 |
| Cash and equivalents | 72.8 | 61.7 |
| **CURRENT ASSETS** | **327.1** | **306.5** |
| **TOTAL ASSETS** | **1,413.4** | **1,308.5** |

| **NET EQUITY AND LIABILITIES** | **30/06/2019** | **31/12/2018** |
|---|---|---|
| Net equity attributed to the Parent Company | 774.4 | 718.8 |
| Net equity from minority shareholders | 142.8 | 120.3 |
| **TOTAL NET EQUITY** | **917.2** | **839.1** |
| Non-current financial debt | 194.5 | 209.6 |
| Other non-current liabilities | 73.6 | 58.6 |
| **NON-CURRENT LIABILITIES** | **268.1** | **268.2** |
| Current financial debt | 72.9 | 39.5 |
| Other current liabilities | 155.2 | 161.7 |
| **CURRENT LIABILITIES** | **228.1** | **201.2** |
| **TOTAL NET EQUITY AND LIABILITIES** | **1,413.4** | **1,308.5** |

## c. Abbreviated Consolidated Cash Flow Statement

| | | *(M€)* |
|---|---|---|
| | **S1 2019** | **S1 2018** |
| Cash generated by operations | 66.8 | 46.0 |
| Cash from variation in working capital | (9.2) | (5.3) |
| Corporate Tax | (15.6) | (14.7) |
| **NET CASH FLOWS FROM ORDINARY ACTIVITIES** | **42.0** | **26.0** |
| Cash flow from investment activities | (49.4) | (40.3) |
| Dividends received from companies accounted for via equity method | 34.6 | 44.2 |
| **NET CASH FLOWS IN INVESTMENTS ACTIVITIES** | **(14.8)** | **3.9** |
| Cash flow from financing activities | (12.0) | (44.0) |
| Dividends paid by the Parent Company | - | (7.6) |
| **NET CASH FLOWS IN FINANCING ACTIVITIES** | **(12.0)** | **(51.6)** |
| **EFFECT OF EXCHANGE RATE VARIATIONS** | **(4.0)** | **(8.8)** |
| **NET VARIATION OF CASH** | **11.2** | **(30.5)** |
| Cash and equivalents at the start of period | 61.7 | 170.8 |
| **Cash and equivalents at the end of period** | **72.9** | **140.3** |

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