

UNACEM CORP S.A.A. and Subsidiaries

UNAUDITED Interim Separate
Financial Information as of March 31,
2023 and December 31, 2022.



UNACEM CORP S.A.A. AND SUBSIDIARIES
Statement of Financial Position
For the periods ended March 31, 2023 and December 31, 2022
(In thousands of Soles)

	Notes	As of March 31, 2023	As of December 31, 2022
Assets			
Current Assets			
Cash and cash equivalents	5	447,146	334,845
Other Financial Assets		14,138	5,012
Trade Accounts Receivable and other accounts receivable		711,602	800,733
Trade Accounts Receivable , net	6	577,673	660,837
Other Accounts Receivable , net	6	72,668	82,063
Accounts Receivable from Related Companies	6	40,745	39,191
Advanced payments	6	20,516	18,642
Inventories	7	952,422	851,645
Biological Assets		-	-
Assets by Income Taxes	6	37,282	33,596
Other Non-Financial Assets		65,339	29,848
Total Current Assets different than assets or groups of assets for its classified as held for sale or for distribution to owners		2,227,929	2,055,679
Non-current assets or groups of assets for disposal Classified as Held for Sale		-	-
Non-current assets or groups of assets for its classified as held for distribution to owners		-	-
Non-current assets or groups of assets for disposal Classified as Held for Sale or Held for distribution to owners		-	-
Total Current Assets		2,227,929	2,055,679
Non-Current Assets			
Other Financial Assets		-	-
Investments in subsidiaries, joint ventures and associates		24,868	23,734
Trade Accounts Receivables and other accounts receivables		82,658	83,245
Trade Accounts Receivable		-	-
Other Accounts Receivable	6	82,658	83,245
Accounts Receivable from Related companies		-	-
Advanced payments	6	-	-
Biological Assets		-	-
Investment Property		-	-
Property, Plant and Equipment , net	9	7,489,277	7,473,383
Intangible Assets , net	10	230,539	229,189
Assets Deferred Income Tax	14	205,837	207,455
Surplus value	11	1,175,968	1,176,605
Other Assets		128,897	139,782
Total Non-current Assets		9,338,044	9,333,393

TOTAL ASSETS 11,565,973 11,389,072

	Notes	As of March 31, 2023	As of December 31, 2022
Liabilities and Stockholders' Equity			
Current Liabilities			
Other Financial Liabilities	12	1,370,208	1,106,529
Trade accounts payable and other payable accounts		901,077	981,650
Trade Accounts Payable	13	575,145	677,093
Other Accounts Payable	13	289,875	269,127
Accounts payable to related companies	13	28,413	28,812
Deferred Income		7,644	6,618
Provision for Employee Benefits		-	-
Other provisions		56,023	81,072
Income tax liabilities		55,339	182,893
Other non-financial liabilities		9,282	8,024
Total Current Liabilities different of Liabilities included groups of assets for disposal Classified as Held for Sale		2,391,929	2,360,168
Liabilities included in asset groups classified as held for sale		-	-
Total Current Liabilities		2,391,929	2,360,168

Non-Current Liabilities			
Other Financial Liabilities	12	2,683,181	2,629,349
Trade accounts payable and other payable accounts		25,240	28,534
Trade Accounts Payable		-	-
Other Accounts Payable	13	25,240	28,534
Accounts payable to related companies		-	-
Deferred Income		-	-
Provision for Employee Benefits		-	-
Other provisions		72,433	71,559
Liabilities Deferred Income Taxes	14	581,259	585,180
Other non-financial liabilities	8(b)y24.A	19,981	17,474
Total Non-Current Liabilities		3,382,094	3,332,096
Total Liabilities		5,774,023	5,692,264

Stockholders' Equity			
Capital Issued	15	1,818,128	1,818,128
Issuance Premiums	15	-38,019	-38,019
Investment shares		-	-
Treasury Shares in portfolio	15	-23,621	-23,530
Other Capital Reserves	15	363,626	363,626
Accrued Results	15	3,146,802	2,949,002
Other Equity Reserves	15	330,173	341,444
Shareholders' equity attribute to the owners of the Parent		5,597,089	5,410,651
Non Controlling interest		194,861	286,157
Total Stockholders' Equity		5,791,950	5,696,808

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY 11,565,973 11,389,072



UNACEM CORP S.A.A. AND SUBSIDIARIES

Income Statement

For the periods ended March 31, 2023 and 2022

(In thousands of Soles)

	Notes	For the specific quarter from January 1, to March 31, 2023	For the specific quarter from January 1, to March 31, 2022	For the cumulative period from January 1st to March 31, 2023	For the cumulative period from January 1st to March 31, 2022
Incomes from ordinary activities	16	1,409,529	1,374,293	1,409,529	1,374,293
Cost of Sales	17	-1,005,879	-956,632	-1,005,879	-956,632
Profit (Loss) Gross		403,650	417,661	403,650	417,661
Selling Expenses and distribution		-25,943	-24,295	-25,943	-24,295
Administrative expenses	18	-101,521	-96,372	-101,521	-96,372
Profit (Loss) in the write-off of financial assets carried at amortized cost		-	-	-	-
Other Operating Income	19	10,007	7,396	10,007	7,396
Other Operating Expenses	19	-16,374	-6,483	-16,374	-6,483
Other profit (loss)		-	-	-	-
Profit (Loss) from operating activities		269,819	297,907	269,819	297,907
Financial Income		4,349	6,083	4,349	6,083
Financial Expenses	20	-54,105	-46,511	-54,105	-46,511
Exchange differences, net		15,192	42,104	15,192	42,104
Share of Profit (Loss) in net results from Equity-Accounted Joint Ventures and related companies		1,096	481	1,096	481
Profit (Loss) arising from the difference between the previous book value and fair value of Reclassified financial assets accounted at fair value		-	-	-	-
Difference between the book value of the distributed assets and the book value of the divided payable		-	-	-	-
Gains before Income tax		236,351	300,064	236,351	300,064
Income tax expenses	14(a)	-65,720	-108,616	-65,720	-108,616
Profit (Loss) Net of Continued Operations		170,631	191,448	170,631	191,448
Profit (loss) net of the tax to the profit from discontinued operations		-	-	-	-
Profit (loss) net of the year		170,631	191,448	170,631	191,448
Profit (Loss) net, attributable to :					
Owners of the Parent		164,541	174,737	164,541	174,737
Non-controlling interest		6,090	16,711	6,090	16,711
Net Profit (Loss) of the Year		170,631	191,448	170,631	191,448



UNACEM CORP S.A.A. AND SUBSIDIARIES
Statement of Comprehensive Income
For the periods ended March 31, 2023 and 2022
(In Thousands of Soles)

Notes	For the specific quarter from January 1, to March 31, 2023	For the specific quarter from January 1, to March 31, 2022	For the cumulative period from January 1st to March 31, 2023	For the cumulative period from January 1st to March 31, 2022
Net Profit (Loss) of the year	170,631	191,448	170,631	191,448
Components of other comprehensive income:				
Net Change for Cash Flow Hedges	-	-	-	-
Hedges of a Net Investment in a Foreign Operation	-	-	-	-
Profit (Loss) in equity instrument investments at fair value	-	-	-	-
Exchange difference on translation of Foreign Operations	-	-	-	-
Net variation of non-current assets or groups of assets held for sale	-	-	-	-
Participation in other comprehensive income of related companies and joint ventures accounted for using the equity method	-	-	-	-
Revaluation Surplus	-	-	-	-
Actuarial Gain (Loss) on defined benefit pension plans	-	-	-	-
Changes in the fair value of financial liabilities attributable to changes in the credit risk of the liability	-	-	-	-
Other Comprehensive Income Pre Tax	-	-	-	-
Income tax relating to components of other comprehensive income				
Net Change for Cash Flow Hedges	-584	11,592	-584	11,592
Hedges of a Net Investment in a Foreign Operation	-	-	-	-
Profit (Loss) in equity instrument investments at fair value	-	-	-	-
Exchange difference on translation of Foreign Operations	-10,940	-120,878	-10,940	-120,878
Net variation of non-current assets or groups of assets held for sale	-	-	-	-
Participation in other comprehensive income of related companies and joint ventures accounted for using the equity method	-	-	-	-
Revaluation Surplus	-	-	-	-
Actuarial Gain (Loss) on defined benefit pension plans	-	-	-	-
Changes in the fair value of financial liabilities attributable to changes in the credit risk of the liability	-	-	-	-
Sum of Income Tax-Related Components of other comprehensive income	-11,524	-109,286	-11,524	-109,286
Other Comprehensive Income	-11,524	-109,286	-11,524	-109,286
Total Comprehensive Income for the period , net of income tax	159,107	82,162	159,107	82,162
Comprehensive Income attributable to:				
Owners of the Parent	153,270	65,969	153,270	65,969
Non-controlling interest	5,837	16,193	5,837	16,193
Total Comprehensive Income of the Year, net	159,107	82,162	159,107	82,162



UNACEM CORP S.A.A. AND SUBSIDIARIES

Statement of Cash Flow

Direct Method

For the periods ended March 31, 2023 and 2022

(In thousands of Soles)

	Notes	As of January 1st, 2023 to March 31, 2023	As of January 1st, 2022 to March 31, 2022
Operating activities cash flows			
Types of cash collections from operating activities			
Sale of Goods and Services		2,000,308	1,477,845
Royalties, fees, commissions and other income from ordinary activities		-	-
Contracts held for brokering or trading purposes		-	-
Lease and subsequent sales of such assets		-	-
Other Cash Receipts Related to Operating Activity		1,080	-
Types of cash collections from operating activities			
Suppliers of goods and services		-1,478,819	-850,106
Contracts held for brokering or trading purposes		-	-
cash payments to and on behalf of employees		-229,911	-200,013
Elaboration or acquisition of assets to be leased and other assets held for sale		-	-
Other Cash Payments Related to Operating Activity		-73,757	-111,232
Cash flows and cash equivalents from (used in) Operating Activities		218,901	316,494
Interests received (not included in the Investment Activities)		-	-
Interests paid (not included in the Investment Activities)		-39,948	-41,860
Dividends Received (not included in the Investment Activities)		-	-
Dividends Paid (not included in the Investment Activities)		-	-
Income tax (paid) reimbursed		-199,262	-111,254
Other cash collections (payments)		-	-
Cash flows and cash equivalents from (used in) Operating Activities		-20,309	163,380
Cash flows from Investment activities			
Type of cash collections from investment activities			
Reimbursement of loan repayment and loans granted to third parties		-	-
Loss of control of subsidiaries or other businesses		-	-
Sale of Equity-related Financial Instruments or debt of other entities		-	-
Derivatives contracts (Futures, Forwards or Options)		-	-
Sales of Interest in Joint Ventures, Net of the expropriated cash		-	-
Sale of Property, Plant and Equipment		1,833	71
Sale of intangible assets		-	-
Sale of other long- term assets		-	-
Government Subventions		-	-
Interests received		-	-
Dividends received		1	4
Type of cash payments from investment activities		-	-
Advances and loans granted to third parties			
Controlling interest of subsidiaries and other businesses		-	-
Purchase of Financial Instruments of equity or debt of other entities		-	-
Derivatives contracts (Futures, Forwards or Options)		-	-
Purchase of Subsidiaries, Net of cash acquired		-	-
Purchase of Joint Venture shares, Net of the cash acquired		-	-
Purchase of Property, Plant and Equipment	9(b)	-107,176	-48,790
Purchase of intangible assets		-7,670	-963
Purchase of other long- term assets		-	-
Income tax (paid) reimbursed		-	-
Other cash receipts (payments) relating to Investment activities		-7,789	-28,710
Cash flows and cash equivalents from (used in) Investing activities		-120,801	-78,388
Cash flows from Financing activities			
Type of cash collections from financing activities			
Loan securing		513,680	268,952
Changes to the subsidiaries ownership interest not resulting in the loss of control		-	-
Share issuance		-	-
Issuance of other Equity Instruments		-	-
Government Subventions		-	-
Type of cash payments from financing activities			
Loan Amortization or Repayment		-195,172	-206,487
Leasing liabilities		-2,390	-2,439
Changes to the subsidiaries ownership interest not resulting in the loss of control		-14,933	-48
Redemption or repurchase of the entities' shares (Shares in the portfolio)		-91	-8,301
Acquisition of other equity interest		-	-
Interests paid		-	-
Dividends paid		-45,008	-111,837
Income tax (paid) reimbursed		-	-
Other cash receipts (payments) relating to financing activities		-	12
Cash flows and cash equivalents from (used in) financing activities		256,086	-60,148
Increase (Decrease) in Net Cash and cash equivalents, before Changes in Foreign Exchange Rates		114,976	24,844
Effects of Changes in Foreign Exchange Rates on Cash and Cash Equivalents		-2,675	-17,086
Increase (Decrease) in Net Cash and Cash Equivalents		112,301	7,758
Cash and cash equivalents at beginning of year		334,845	399,755
Cash and cash equivalents at end of year	5	447,146	407,513



UNACEM CORP S.A.A. AND SUBSIDIARIES
Statement of change in Stockholder's Equity
 For the periods ended March 31, 2023 and 2022
 (In Thousands of Soles)

	Other Equity Reserves															Subtotal	Shareholders' equity attribute to the owners of the Parent	Non-controlling interest	Total Stockholders' Equity	
	Capital Issued	Issuance Premiums	Investment shares	Treasury Shares in Portfolio	Other Capital Reserves	Accrued Results	Cash Flow Hedges	Investment Hedges, net of foreign businesses	Investments in equity instruments accounted at fair value	Exchange difference on translation of Foreign Operations	Non-current assets or groups of assets held for sale	Participation in other comprehensive income of related companies and joint ventures accounted for using the equity method	Revaluation Surplus	Actuarial Profit (Loss) on defined benefit pension plans	Changes in the fair value of financial liabilities attributable to changes in the credit risk of the liability					
Balance as of January 1, 2022	1,818,128	-38,019	-	-11,610	363,626	2,556,053	-23,660	-	-	430,200	-	-	-	-	-	-	406,540	5,094,718	275,589	5,370,307
1. Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2. Correction of Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3. Restated Initial Balance	1,818,128	-38,019	-	-11,610	363,626	2,556,053	-23,660	-	-	430,200	-	-	-	-	-	-	406,540	5,094,718	275,589	5,370,307
4. Changes in Stockholders' Equity:																				
5. Comprehensive Income:																				
6. Gain (Loss) for the year						174,737												174,737	16,711	191,448
7. Other Comprehensive Income:							11,221			-119,989							-108,768	-108,768	-518	-109,286
8. Comprehensive Income - Total year						174,737	11,221			-119,989						-108,768	65,969	16,193	82,162	
9. Cash Dividends Declared						-36,194												-36,194	-615	-36,809
10. Equity Issuance (reduction)																				
11. Reduction or amortization of Investment shares																				
12. Increase (decrease) in Other Contributions by Owners																				
13. Decrease (Increase) for Other Distributions to Owners																				
14. Increase (Decrease) due to changes in the subsidiaries ownership interest not resulting in the loss of control																			-48	-48
15. Increase (decrease) for transactions with Treasury Shares in Portfolio				-8,301														-8,301		-8,301
16. Increase (Decrease) for Transfer and other Equity Changes						-4,000												-4,000	-3,225	-7,225
Total Equity Increase (decrease)	-	-	-	-8,301	-	134,543	11,221	-	-	-119,989	-	-	-	-	-	-	-108,768	17,474	12,305	29,779
Balance as of March 31, 2022	1,818,128	-38,019	-	-19,911	363,626	2,690,596	-12,439	-	-	310,211	-	-	-	-	-	-	297,772	5,112,192	287,894	5,400,086
Balance as of January 1, 2023	1,818,128	-38,019	-	-23,530	363,626	2,949,002	-1,737	-	-	343,181	-	-	-	-	-	-	341,444	5,410,651	286,157	5,696,808
1. Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2. Correction of Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3. Restated Initial Balance	1,818,128	-38,019	-	-23,530	363,626	2,949,002	-1,737	-	-	343,181	-	-	-	-	-	-	341,444	5,410,651	286,157	5,696,808
4. Changes in Stockholders' Equity:																				
5. Comprehensive Income:																				
6. Gain (Loss) for the year						164,541												164,541	6,090	170,631
7. Other Comprehensive Income:							-582			-10,689							-11,271	-11,271	-253	-11,524
8. Comprehensive Income - Total year						164,541	-582	-	-	-10,689	-	-	-	-	-	-	-11,271	153,270	5,837	159,107
9. Cash Dividends Declared						-36,103												-36,103	-10,004	-46,107
10. Equity Issuance (reduction)																				
11. Reduction or amortization of Investment shares																				
12. Increase (decrease) in Other Contributions by Owners																				
13. Decrease (Increase) for Other Distributions to Owners																				
14. Increase (Decrease) due to changes in the subsidiaries ownership interest not resulting in the loss of control																			-18,575	-18,575
15. Increase (decrease) for transactions with Treasury Shares in Portfolio				-91														-91		-91
16. Increase (Decrease) for Transfer and other Equity Changes						69,362												69,362	-68,554	808
Total Equity Increase (decrease)	-	-	-	-91	-	197,800	-582	-	-	-10,689	-	-	-	-	-	-	-11,271	186,438	-91,296	95,142
Balance as of March 31, 2023	1,818,128	-38,019	-	-23,621	363,626	3,146,802	-2,319	-	-	332,492	-	-	-	-	-	-	330,173	5,597,089	194,861	5,791,950

1. Company Details

A. Company Details and Economic Activity

UNACEM CORP S.A.A. (hereinafter, the “Company”) was incorporated in December 1967. As explained in more detail in Note 2 (vii), on December 14, 2021, the Company’s Shareholders’ Meeting approved the Reorganization of the Company, which became effective on January 1, 2022.

The main purpose of the Group is to engage in the production and commercialization of all types of cement, clinker and concrete in the Peruvian, United States, Ecuador and Chilean markets, mainly; as well as the sale of electricity and power in the Peruvian market.

As of March 31, 2023 and December 31, 2022, the Company is a subsidiary of INVERSIONES JRPR S.A. (hereinafter, “the Parent Company” and ultimate parent of the economic group), which owns a 42.22% direct and indirect interest in its capital stock. Likewise, INVERSIONES JRPR S.A. has controlling powers to direct the financial and operating policies of the Company.

The registered office of the Company is Av. Carlos Villarán 508, District of La Victoria, Lima, Peru.

The consolidated financial statements of the Company and its subsidiaries (the “Group”) as of the first quarter of fiscal year 2023 have been issued with the authorization of the Management. The consolidated financial statements for fiscal year 2022 were approved at the Shareholders’ Meeting held on March 30, 2023.

B. Acquisitions

B.1 CONSTRUCTORA DE OBRAS CIVILES Y VIALES LIMITADA (CONOVIA)

On November 21, 2022, subsidiaries UNICON CHILE S.A. and UNACEM CHILE S.A. (the “Purchasers”) entered into an agreement with INVERSIONES BEFELD LIMITADA and INVERSIONES MAJAS LIMITADA (the “Sellers”) for the acquisition of 100% of the ownership interest in CONSTRUCTORA DE OBRAS CIVILES Y VIALES LIMITADA (CONOVIA); and on the same date the Group took control of said company.

Accordingly, the Group acquired 100% of the direct and indirect interest of the shares of stock of CONOVIA, a company domiciled in Chile, which is engaged in the crushing of aggregate material extracted from the river and the sale of finished products on its own account or on behalf of third parties, as well as the marketing, purchase, sale and distribution of such material.

CONOVIA has an aggregates plant named “Tabolango” located in Tabolango, district of Limache, Valparaíso Region in Chile, with an annual production capacity of 0.15 million m³.

The total amount of the transaction was USD 3,763,000 (equivalent to PEN 14,429,000), fully paid by the purchasers.

The Group acquired CONOVIA as part of its strategy to consolidate and diversify its cement, concrete, and precast operations in the region. It also seeks to generate synergies, optimize costs, and share engineering expertise among the countries.

From the acquisition date to December 31, 2022, the acquired entity contributed revenues in the amount of PEN 620,000 and net profits for PEN 264,000 to the Group’s income. Had the acquisition occurred on January 1, 2022, the Group’s Management estimates that consolidated revenues would have been PEN 4,708,000 and the consolidated net profit for the year would have been PEN 1,515,000. In determining these amounts, the Management has assumed that fair value adjustments, which arose on the acquisition date, would have been the same if the acquisition had occurred on January 1, 2022.

For purposes of the consolidated financial statements as of March 31, 2023 and December 31, 2022, as permitted by IFRS 3, the Group’s Management preliminarily estimated the fair values of the identifiable assets

UNACEM CORP S.A.A. and Subsidiaries

Notes to the UNAUDITED Consolidated Financial Statements

March 31, 2023 and December 31, 2022

and liabilities of this cash-generating unit on the acquisition date, and the final valuation of certain property, plant and equipment is currently pending.

B.2 Purchase of DRAKE CEMENT shares

Pursuant to the Addendum 3 to DRAKE CEMENT's Restated Limited Liability Company Operating Agreement dated September 1, 2007, SKANON has the option to purchase the non-controlling interest in DRAKE CEMENT. Effective January 1, 2009, SKANON has the option, but not the obligation, to purchase the minority shareholders' interest at any time at fair value. The fair value shall be determined by mutual agreement of the members at the Shareholders' Meeting. During 2022, the Group purchased a minority interest in DRAKE CEMENT, as shown in note 2(ii) (a).

B.3 TERMOCHILCA S.A. (TERMOCHILCA)

On December 29, 2022, the subsidiary COMPAÑÍA ELÉCTRICA EL PLATANAL S.A. (CELEPSA) was notified of the approval of the offer made for the acquisition of the shares and creditor's claims of TERMOCHILCA S.A., a power generation company with a combined cycle thermal power plant located in the District of Chilca, Province of Cañete, with an installed capacity of 300 MW.

Moreover, on December 30, 2022, CELEPSA entered into a Share Transfer Agreement with FIDUCIARIA S.A., acting in the name, place and stead of Trust Estate No. G00-3-1211-0488, whereby CELEPSA shall acquire, subject to the authorization of the National Institute for the Defense of Free Competition and the Protection of Intellectual Property (INDECOPI), in compliance with the applicable regulations, 100% of the shares of stock of TERMOCHILCA S.A.

On May 8, 2023, CELEPSA closed the transaction. Thus, it acquired the shares referred to in the preceding paragraph and 100% of the secured creditor's claims (senior debt and subordinated bonds) of TERMOCHILCA S.A. in accordance with the alternative sale procedure regulated in the trust agreement of the referred Trust Estate. The total price of USD 141,000,000 was paid directly by the subsidiary, partially with its own resources and partially with bank financing.

The transaction was closed after having verified the conditions precedent (including the resolution issued by INDECOPI authorizing the business concentration operation on April 20, 2023), as established in the Share Transfer Agreement.

Therefore, the Group's Management informed the Economic Group about the incorporation of TERMOCHILCA as of May 8, 2023.

This transaction has no effect on the Group's consolidated financial statements as of March 31, 2023 and December 31, 2022.

UNACEM CORP S.A.A. and Subsidiaries

Notes to the UNAUDITED Consolidated Financial Statements

March 31, 2023 and December 31, 2022

2. Information on the Structure of Subsidiaries

As of March 31, 2023 and December 31, 2022, the consolidated financial statements of the Group include the following subsidiaries (figures according to IFRS and before consolidation eliminations):

In thousands of Soles	Entity	Main Economic Activity	2023		2022		Assets		Liabilities		Equity		Profit (loss) (ix)	
			Direct (%)	Indirect (%)	Direct (%)	Indirect (%)	2023	2022	2023	2022	2023	2022	2023	2022
Country of incorporation (viii)														
Peru	UNACEM PERÚ S.A.-UNACEM Peru (vii)	Production and sale of cement	99.99	0.01	99.99	0.01	4,695,545	4,721,849	2,264,943	2,370,281	2,430,602	2,351,568	108,677	140,860
Peru/Ecuador	INVERSIONES IMBABURA S.A. and Subsidiaries (i)	Production and sale of cement	100.00	-	100.00	-	2,140,071	2,111,268	455,704	479,659	1,684,367	1,631,609	11,629	16,195
United States	SKANON INVESTMENTS INC. and Subsidiaries (ii)	Production and sale of cement and concrete	95.85	-	95.84	-	1,960,781	1,914,037	909,664	831,985	1,051,117	1,082,052	1,403	7,843
Peru	COMPANÍA ELÉCTRICA EL PLATANAL S.A. and Subsidiaries (iii)	Sale of energy and power	90.00	-	90.00	-	1,185,507	1,202,940	336,131	378,617	849,376	824,323	25,245	36,841
Peru/Chile	INVERSIONES EN CONCRETO Y AFINES S.A. and Subsidiaries (iv)	Sale of concrete and ready-mix concrete	93.38	-	93.38	-	925,167	1,001,972	504,673	583,918	420,494	418,054	4,508	(2,595)
Chile	UNACEM CHILE S.A. and Subsidiary (vi)	Cement and concrete	99.89	0.11	99.89	0.11	342,644	305,998	230,404	206,526	112,240	99,472	5,444	2,904
Peru	INVERSIONES NACIONALES Y MULTINACIONALES S.A. – INMA	Real estate business	99.77	0.23	99.77	0.23	126,354	120,730	34,588	27,496	91,766	93,234	(1,454)	(293)
Chile	PREFABRICADOS ANDINOS S.A.- PREANSA Chile	Production and sale of precast concrete products	50.00	-	50.00	-	113,850	109,860	98,635	96,595	15,215	13,265	973	(1,110)
Peru/Colombia	PREFABRICADOS ANDINOS PERÚ S.A.C. and Subsidiary (v)	Production and sale of precast concrete products	50.00	-	50.00	-	59,679	55,592	55,334	50,679	4,345	4,913	(653)	(73)
Peru	ARPL TECNOLOGÍA INDUSTRIAL S.A. - ARPL	Technology advisory and support services	100.00	-	100.00	-	58,640	61,189	20,570	11,420	38,070	49,769	1,724	704
Peru	GENERACIÓN ELÉCTRICA DE ATOCONGO S.A. – GEA	Thermal power plant operation services	99.85	0.15	99.85	0.15	24,186	26,746	23,108	25,347	1,078	1,399	(321)	104
Peru	MINERA ADELAIDA S.A. - MINERA	Mining of non-ferrous metal ores	100.00	-	100.00	-	28,623	28,581	1,771	1,753	26,852	26,828	29	(20)
Peru	VIGILANCIA ANDINA S.A. – VASA	Surveillance services	55.50	44.50	55.50	44.50	13,800	12,206	5,530	4,440	8,270	7,766	516	423
Peru	DEPÓSITO ADUANERO CONCHÁN S.A. – DECOÑA	Warehousing services	99.99	-	99.99	-	1,990	2,069	887	939	1,103	1,130	(27)	(47)
Peru	DIGICEM S.A. (formerly TRANSPORTES LURÍN S.A.) – DIGICEM	IT Services	99.99	-	99.99	-	24,202	16,306	25,898	16,199	(1,696)	107	(1,681)	(3)
Peru	NAVIERA CONCHÁN S.A. - NAVIERA	Services	100.00	-	100.00	-	14	14	17	14	(3)	-	(3)	(6)

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- (i) The subsidiaries of INVERSIONES IMBABURA S.A.(IMBABURA) are UNACEM ECUADOR S.A. (UNACEM Ecuador), CANTERAS Y VOLADURAS S.A.(CANTYVOL) and UNICON UCUE CÍA. LTDA. (UNICON Ecuador).

By means of Shareholders' Meeting held on May 10, 2021, UNICON Peru approved the sale of 100% of its shares in UNICON Ecuador in favor of IMBABURA for approximately PEN 51,114,000 (equivalent to USD 13,000,000). Additionally, on July 9, 2021, the merger of UNACEM Ecuador as the merging company and UNICON Ecuador as the merged company was approved by the Superintendency of Companies of Ecuador on December 12, 2022 and registered with the Registry of Companies of Ecuador on January 31, 2023. Consequently, the merger became effective on February 1, 2023.

- (ii) The main subsidiaries of SKANON INVESTMENTS INC. (SKANON) are DRAKE CEMENT LLC, SUNSHINE CONCRETE & MATERIALS INC, MARICOPA READY MIX LLC, DESERT READY MIX (DRM) and STATEN ISLAND COMPANY, INC (SIC), which in turn has the following subsidiaries: STATEN ISLAND HOLDING LLC (SIH), STATEN ISLAND TERMINAL LLC (SIT) and DESERT AGGREGATES (DA).

- (a) SKANON had the option to purchase a minority interest in DRAKE CEMENT. Therefore, as of December 31, 2022, SKANON exercised this option, acquiring a 4.348% minority interest for approximately USD 6,500,000 (equivalent to PEN 24,947,000). Accordingly, its controlling interest in DRAKE CEMENT's capital stock increased from 94.04% to 98.39%. As of March 31, 2023, the price was paid in full, as shown in note 13.

(b) *Interests in consolidated structured entities*

- DRM is a consolidated structured entity through which SKANON conducts its ready-mix concrete and aggregates operations in the city of Phoenix, United States of America. The initial capitalization and operating expenses of DRM were financed by SKANON.

In July 2014, SKANON began providing financing to DRM in the amount of USD 1,750,000 for working capital purposes and an additional USD 1,750,000 for raw material purchases. In conjunction with the financing provided, an exclusive option agreement was executed granting SKANON the irrevocable and exclusive right to convert the unpaid portion of the financing provided into a 70% controlling interest in DRM, at SKANON's sole discretion. SKANON and DRM also entered into an operating agreement whereby SKANON would provide DRM with technical and commercial support, short-term financing and other services. DRM's shareholders pledged their interest as collateral in the event DRM fails to meet its obligations under the above-mentioned agreement. Furthermore, in May 2018, an agreement was reached whereby SKANON has the option to acquire the remaining 30% of DRM's shareholding interest.

During 2023, SKANON exercised its call option, effective as from January 1, 2023, to acquire a 70% interest in DESERT READY MIX, LLC at a price equal to the outstanding debt plus accrued interest, in the amount of USD 5,243,000 (equivalent to PEN 20,029,000). Also, in March 2023, SKANON acquired an additional 15% in DRM for approximately USD 4,881,614 (equivalent to PEN 18,575,000), thus controlling 85% of DRM. As of March 31, 2023, the price for the acquisition of the 15% shareholding interest in DRM was paid in full.

- DA is a consolidated structured entity whereby STATEN ISLAND COMPANY, INC. conducts its concrete and aggregates operations in Maricopa County, Arizona State, United States of America.

During fiscal year 2019, SIC began providing financing to DA for the purchase of land in Arizona City. In conjunction with the financing provided, an exclusive option agreement was entered into granting SKANON the irrevocable and exclusive right to convert the unpaid portion of the financing provided into a 100% controlling interest in DA, at SKANON's sole discretion. In addition, SKANON and DA entered into an operating agreement whereby SKANON will provide DA with technical and commercial support, short-term financing and other services. DA's

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shareholders pledged their interest as collateral in the event DA fails to meet its obligations under the above-mentioned agreement.

During fiscal year 2023, SKANON exercised its call option, effective January 1, 2023, to acquire a 100% interest in DESERT AGGREGATES, LLC at a price equal to the outstanding debt plus accrued interest, for USD 4,737,000 (equivalent to PEN 18,094,000).

- (iii) COMPAÑÍA ELÉCTRICA EL PLATANAL S.A. (CELEPSA) has the following subsidiaries: AMBIENTAL ANDINA S.A.C, CELEPSA RENOVABLES S.R.L.(CERE) and ECORER S.A.C.
- (iv) The subsidiary of INVERSIONES EN CONCRETO Y AFINES S.A. (INVECO) is UNIÓN DE CONCRETERAS S.A. (UNICON Peru), which in turn has the following subsidiaries: CONCREMAX S.A., UNICON CHILE S.A. and ENTREPISOS LIMA S.A.C.
- (v) The subsidiary of PREANSA Peru is PREFABRICADOS ANDINOS COLOMBIA S.A.S.
- (vi) The subsidiary of UNACEM Chile is INVERSIONES MEL 20
- (vii) The Shareholders' Meeting held on December 14, 2021 by UNACEM S.A.A. (Currently UNACEM Corp), approved the Reorganization of the entity, which became effective on January 1, 2022. The reorganization project involved the segregation of three equity blocks that were contributed by the Company to three wholly-owned subsidiaries, without changes in the Company's capital stock or in the control unit. The three contributed subsidiaries are UNACEM PERU S.A., MINERA ADELAIDA S.A. and INVERSIONES NACIONALES Y MULTINACIONALES ANDINAS S.A. (INMA).
- (viii) The subsidiaries and other investees have their principal place of business in the country where they are incorporated.
- (ix) Balances as of March 31, 2023 compared to balances as of March 31, 2022.

3. Summary of Significant Accounting Policies

A. Basis of Preparation and Presentation

The interim consolidated financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board (IASB), effective as of March 31, 2023 and December 31, 2022.

The consolidated financial statements have been prepared on a historical cost basis, except for derivative financial instruments and retirement and termination benefits, which have been measured at fair value. The consolidated financial statements are presented in Soles and all amounts have been rounded to thousands (PEN 000), except as otherwise indicated.

The interim consolidated financial statements provide comparative information with respect to prior periods. However, they do not include all the information and disclosures required in the annual consolidated financial statements. Therefore, they should be read in conjunction with the audited consolidated report as of and for the year ended December 31, 2022.

The Group has prepared its consolidated financial statements on a going concern basis. In making its going concern assessment, the Group's Management has taken into consideration matters that could cause a disruption to its operations. The Group's Management has considered all future available information that it has obtained after the reporting date up to the date of approval and issuance of the consolidated financial statements.

B. Basis of Consolidation

The consolidated financial statements include the financial statements of the Company and its Subsidiaries as of March 31, 2023 and December 31, 2022.

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The control criteria taken into consideration by the Group are described in the note to the audited consolidated financial statements as of December 31, 2022.

C. Significant Accounting Policies

The accounting policies adopted in the preparation of these interim consolidated financial statements are consistent with the policies considered in the preparation of the audited consolidated financial statements as of December 31, 2022.

4. Accounting Pronouncements Issued Not Yet Effective

The Group has not previously adopted any other standards, interpretations or amendments that have been issued but are not effective yet.

5. Cash and Cash Equivalents

This caption comprises the following:

<i>In thousands of Soles</i>	As of March 31, 2023	As of December 31, 2022
Checking and savings accounts (a)	402,433	239,654
Time deposits (b)	43,240	93,614
Fixed funds	1,473	1,577
	447,146	334,845

- (a) Checking and savings accounts are in local and foreign currency, held with local and foreign banks with a high credit rating and are freely available. These accounts accrue interest at market rates.
- (b) Time deposits are held in local and foreign financial institutions, mainly in local and foreign currency, which accrue interest at market rates and have original maturities of less than three (3) months.

6. Trade and Other Accounts Receivables, Net

This caption comprises the following:

<i>In thousands of Soles</i>	<i>Note</i>	Current		Non-current	
		As of March 31, 2023	As of December 31, 2022	As of March 31, 2023	As of December 31, 2022
Trade Receivables					
Invoices and bills receivable (a)		547,023	608,643	22,158	19,030
Provision for invoices receivable		50,638	74,032	-	-
		597,661	682,675	22,158	19,030
Related Receivables					
Trade Accounts Receivable	21(b)	40,745	39,191	-	-
Miscellaneous Receivables					
Advances to Suppliers		20,516	18,642	-	-
Claims to the Tax Authority (b)		18,098	17,835	72,089	72,088
Personnel loans		9,807	9,949	-	-
Claims to third parties		3,889	5,195	2,800	2,800
Derivative financial instruments	24.A.i	-	-	3,443	4,063
Other Accounts Receivable		15,479	18,047	3,052	3,110
		67,789	69,668	81,384	82,061
Taxes					
Payments on account of income tax on profits		37,282	33,596	-	-
Tax credit in respect of value added tax		33,873	39,490	1,274	1,184
		71,155	73,086	1,274	1,184
		777,350	864,620	104,816	102,275
Minus - Expected credit loss (c)		(28,466)	(30,291)	(22,158)	(19,030)
		748,884	834,329	82,658	83,245

- (a) Trade receivables are mainly in local and foreign currency, have current maturities and do not accrue interest. Bills receivable have current maturity and accrue interest calculated at current market rates.
- (b) As of March 31, 2023 and December 31, 2022, the balance corresponds to claims filed with the Tax Authority, mainly related to mining royalties, penalties for advance payments, claims for payment of interest, among others, see note 23.D.
- In the opinion of the Group's Management and its legal advisors, it is estimated that there are sufficient legal arguments to obtain a favorable recovery of the short- and long-term claims.
- (c) In the opinion of the Group's Management, the estimated expected credit loss adequately hedges the bad debt risk as of March 31, 2023 and December 31, 2022.
- (d) As of March 31, 2023 and December 31, 2022, the Group performed the assessment of the exposure to credit risk on trade receivables, see note 24.B.

7. Inventories, Net

This caption comprises the following:

<i>In thousands of Soles</i>	As of March 31, 2023	As of December 31, 2022
Products in process	309,332	217,903
Spare parts and supplies	304,418	298,151
Raw and auxiliary materials	268,234	236,334
Containers and packaging	47,605	64,304
Finished products	44,302	55,693
Inventories receivable	8,838	10,126
	982,729	882,511
Provision for inventory obsolescence	(30,307)	(30,866)
	952,422	851,645

- (a) In the opinion of the Group's Management, the provision for inventory obsolescence adequately hedges the obsolescence risk as of March 31, 2023 and December 31, 2022.

8. Right-of-Use Assets and Lease Liabilities, Net

- (a) Below is a detail of the changes in lease assets for the following periods:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Cost			
Opening Balance		62,554	60,737
Additions		4,510	8,145
Withdrawals and others		90	(4,767)
Translation effect		987	(1,561)
Closing Balance		68,141	62,554
Accumulated Depreciation			
Opening Balance		40,914	36,480
Depreciation for the period (c)		2,051	9,886
Withdrawals and others		-	(4,602)
Translation effect		582	(850)
Closing Balance		43,547	40,914
Net carrying amount		24,594	21,640

- (b) Below is a detail of the changes in lease liabilities for the following periods:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Opening Balance		22,245	24,840
Additions		4,599	8,132
Lease payments		(2,390)	(11,016)
Others		1,550	483
Exchange difference		561	(194)
Closing Balance		26,565	22,245
Classification according to maturity			
Current		9,282	8,024
Non-current		17,283	14,221
		26,565	22,245

- (c) The depreciation charge for the year has been recorded in the following items of the consolidated statement of profit or loss:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of March 31, 2022
Cost of Sales	17	1,895	2,077
Administration Expenses	18	147	160
Selling Expenses		9	14
		2,051	2,251

- (d) As of March 31, 2023 and December 31, 2022, the Group only has fixed-payment lease agreements.

9. Mining Concessions, Properties, Plant and Equipment, Net

This caption comprises the following components and changes:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Cost			
Opening Balance		12,302,409	12,047,399
Additions (b)		132,293	529,531
Acquisition of subsidiary (c)		-	7,458
Withdrawals, sales and other		(26,415)	(113,742)
Translation effect		(12,439)	(168,237)
Closing Balance		12,395,848	12,302,409
Accumulated Depreciation			
Opening Balance		4,829,026	4,544,542
Depreciation for the period (e)		114,498	448,002
Withdrawals and others		(30,214)	(103,002)
Translation effect		(6,739)	(60,516)
Closing Balance		4,906,571	4,829,026
Net carrying amount		7,489,277	7,473,383

- (a) As of March 31, 2023, the carrying amount of assets acquired under leases and leasebacks amounted to approximately PEN 133,355,000 (PEN 135,686,000 as of December 31, 2022). Leased assets secure finance lease liabilities, see note 12(e).
- (b) Additions during 2023 correspond mainly to:
- i. Additions of the subsidiary UNACEM Peru to disbursements made for the projects of the Furnace 3 cooler dedusting system of the Condorcocha plant. Moreover, the expansion of packaging and product delivery capacity is still in progress in both plants: Atocongo and Condorcocha. The total amount of the aforementioned projects is approximately PEN 22,631,000.
 - ii. Additions of the subsidiary DRAKE CEMENT for the integral mill project and improvements to the raw mill and mechanical workshop for approximately USD 4,959,000 (equivalent to PEN 18,637,000).
 - iii. Additions of the subsidiary SUNSHINE CONCRETE & MATERIALS INC. for the acquisition of aggregates production equipment for approximately USD 742,000 (equivalent to PEN 2,791,000).
 - iv. Additions of works in progress of the subsidiary UNACEM Ecuador for projects to increase Furnace 1 production capacity and Furnace 1 hydrogen injection for approximately USD 7,084,000 (equivalent to PEN 26,622,000).

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- v. Additions of the subsidiary UNICON Peru for: i) acquisitions of excavators for approximately PEN 3,495,000.
- vi. Additions of the subsidiary INMA, for disbursements for office improvements for approximately PEN 4,509,000.

Additions during 2022 corresponded mainly to:

- i. Additions of the subsidiary UNACEM Peru, for projects to expand packaging and product delivery capacity in both plants, the optimization of the clinker cooler and dedusting in Furnace 3 at the Condorcocha plant, as well as the following projects at the Atocongo plant: structural reinforcement and improvement of the discharge system, improvements in cement mills and in primary crusher. The aforementioned projects amount to an approximate total of PEN 80,449,000.
 - ii. Additions of the subsidiary DRAKE CEMENT for the integral mill project and improvements to the raw mill and mechanical workshop for approximately USD 21,590,000 (equivalent to PEN 82,214,000).
 - iii. Additions of the subsidiary SUNSHINE CONCRETE & MATERIALS INC. for the acquisition of aggregates production equipment for approximately USD 8,408,000 (equivalent to PEN 32,018,000).
 - iv. Additions of works in progress of the subsidiary UNACEM Ecuador for projects of cement mill reducer 2, Furnace 1 production capacity increase, biomass conditioning for fuel increase, frequency inverter for Furnace 1 and multi-fuel project (phase 2) for approximately USD 6,698,000 (equivalent to PEN 25,507,000).
 - v. Additions of the subsidiary PREANSA Chile for the mobile plant project for the construction of an industrial bridge for approximately PEN 9,848,000.
 - vi. Additions of the subsidiary UNICON Peru for: i) acquisitions of mixer trucks for approximately PEN 17,270,000, ii) front loaders for approximately PEN 2,027,000, iii) works in progress for repair of trucks for approximately PEN 5,283,000 and iv) repair and installation of mixing plants for approximately PEN 1,526,000.
 - vii. Additions of the subsidiary UNICON Chile for acquisitions of mixer trucks, front loaders and crane for approximately PEN 4,731,000 and overhaul of trucks for approximately PEN 6,438,000.
 - viii. Additions of the subsidiary CONCREMAX for overhaul of trucks and assembly of plants for approximately PEN 9,559,000.
- (c) During 2022, they correspond to assets from CONOVIA, see note 1.B.1.
- (d) During 2022, it mainly includes asset retirements made by: (i) subsidiary DRM for sales of mixer trucks and drum mixers, the cost and accumulated depreciation of which amounted to approximately USD 5,552,000 and USD 4,712,000 (equivalent to PEN 21,142,000 and PEN 17,945,000, respectively), (ii) subsidiary DA for sales of machinery and equipment, the cost and accumulated depreciation of which amounted to approximately USD 14,369,000 and USD 12,324,000 (equivalent to PEN 54,715,000 and PEN 46,930,000, respectively) and iii) subsidiary UNICON Peru for sales of mixer trucks and front loaders, the cost and accumulated depreciation of which amounted to approximately PEN 6,396,000 and PEN 6,327,000, respectively.
- (e) Depreciation has been distributed as follows:

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<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of March 31, 2022
Cost of Sales	17	107,901	107,771
Administration Expenses	18	5,561	3,672
Selling Expenses		144	180
Other expenses		892	857
		114,498	112,480

- (f) The subsidiary SKANON has guarantee contracts regarding the plant, transportation units and equipment located in the United States of America, which secure loans, see note 12(e).

Similarly, the subsidiary UNICON Peru has a mortgage on the Ancieta and Villa El Salvador plants for up to PEN 152,320,000 (equivalent to USD 40,000,000), with SCOTIABANK PERU to secure the loan granted by this financial institution, see note 12(e).

Likewise, the subsidiary UNACEM Chile has a mortgage on the "San Juan" plant, for approximately USD 23,000,000, with BANCO DE CRÉDITO E INVERSIONES DE CHILE (BCI) to secure the loan granted by this financial institution, see note 12(e).

- (g) The Group maintains insurance policies in force on its main assets, in accordance with the policies established by the Group's Management. In the opinion of the Group's Management, its insurance policies are consistent with international industry practices.
- (h) In the Management's opinion, the Group has insurance policies that sufficiently cover all of its fixed assets.

10. Intangible Assets, Net

This caption comprises the following components and changes:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Cost			
Opening Balance		388,615	373,566
Additions		7,824	22,532
Withdrawals and others		(24)	370
Translation effect		(1,629)	(7,853)
Closing Balance		394,786	388,615
Accumulated Amortization			
Opening Balance		159,426	147,475
Amortization for the period (a)		4,744	12,345
Translation effect		77	(394)
Closing Balance		164,247	159,426
Net carrying amount		230,539	229,189

(a) The amortization of intangible assets has been distributed as follows:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of March 31, 2022
Cost of Sales	17	2,478	2,297
Administration expenses	18	1,662	1,300
Selling expenses		571	406
Other expenses		33	23
		4,744	4,026

11. Goodwill

As of March 31, 2023 and December 31, 2022, the balance of goodwill is mainly composed of the higher value paid for the acquisition of UNACEM Ecuador amounting to PEN 1,023,795,000.

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12. Other Financial Liabilities

This caption comprises the following:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023			As of December 31, 2022		
		Current portion	Non-current portion	Total	Current portion	Non-current portion	Total
Bank loans (e)		678,780	2,028,899	2,707,679	640,560	2,197,822	2,838,382
Corporate bonds (d)		-	424,282	424,282	17,417	431,527	448,944
Bank promissory notes (a) and (b)		539,414	230,000	769,414	409,991	-	409,991
Bank overdrafts (c)		152,014	-	152,014	38,561	-	38,561
		1,370,208	2,683,181	4,053,389	1,106,529	2,629,349	3,735,878

- (a) Bank promissory notes correspond mainly to working capital financing with fixed interest rates ranging between 3.42 and 7.87% per annum in U.S. Dollars, and between 6.66 and 8.85% per annum in Soles. They do not have specific guarantees and are renewed depending on the Group's working capital needs. As of March 31, 2023 and December 31, 2022, the balance by bank is composed as follows:

<i>In thousands of Soles</i>	Currency of origin	Maturity	2023	2022
Financial Institution				
BANCO DE CRÉDITO DEL PERÚ	PEN and USD	Between April 2023 and April 2024	375,864	238,091
BANCO INTERNACIONAL DEL PERÚ S.A.A.	PEN and USD	Between June 2024 and September 2024	299,425	171,900
SCOTIABANK DEL PERÚ	USD	March 2024	94,125	-
			769,414	409,991

- (b) As of March 31, 2023 and December 31, 2022, interest payable on bank commercial papers amounted to approximately PEN 16,178,000 and PEN 9,389,000, respectively, and is recognized in "Trade and Other Accounts Payable" in the consolidated statement of financial position, see note 13. As of March 31, 2023 and 2022, interest expenses amounted to approximately PEN 6,453,000 and PEN 2,345,000, respectively, and are included in the item "Financial expenses" in the consolidated statement of income, see note 20.
- (c) As of March 31, 2023, overdrafts correspond mainly to obligations of UNACEM Peru and SKANON with different financial institutions in Soles and U.S. Dollars for a total of PEN 33,028,000 and USD 31,500,000 (equivalent to PEN 118,598,000), respectively (SKANON's obligations for a total of USD 10,000,000 (equivalent to PEN 38,200,000) as of December 31, 2022).

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(d) As of March 31, 2023 and December 31, 2022, the balance of corporate bonds is detailed below:

<i>In thousands of Soles</i>	Annual interest rate %	Maturity	As of March 31, 2023	As of December 31, 2022
Bonds				
Arizona State Bonds (i)	Between 1.6 and 1.95 + variable rate	September 2035	432,975	439,300
Peruvian corporate bonds	5.16	March 2023	-	18,815
			432,975	458,115
Amortized cost			(8,693)	(9,171)
			424,282	448,944

(i) On November 18, 2010, DRAKE CEMENT, LCC obtained financing through the issuance of bonds from the Development Authority of the County of Yavapai, State of Arizona, United States of America, for the purpose of financing part of the investment in the cement plant of such subsidiary for up to USD 40,000,000 maturing in September 2035 and a monthly interest payment based on a variable interest rate (Securities Industry and Financial Markets Association Index Rate) plus 1.6%, compared to a maximum interest rate of 12%. Bonds are secured by a bank letter of credit, see note 23.A(ii).

In addition, on July 30, 2015, DRAKE CEMENT, LCC issued new bonds for the purpose of refinancing loans for the construction of the cement plant, acquisition of assets, materials and facilities up to an amount of USD 75,000,000 maturing in September 2035 and a monthly interest payment based on a variable interest rate (Securities Industry and Financial Markets Association Index Rate) plus 1.95%, compared to a maximum interest rate of 12%. Bonds are secured by a bank letter of credit, see note 23.A(ii).

These bonds were issued under the following conditions:

- The subsidiary DRAKE CEMENT may not increase its debt, by more than USD 5,000,000 of the outstanding balance at the time of issuance of the bond, excluding refinancing.
- Maintain an interest coverage ratio equal to or greater than 1.0.

In the Management's opinion, DRAKE CEMENT has been complying with the restrictive considerations and financial safeguards required by the County of Yavapai as of March 31, 2023, and December 31, 2022.

UNACEM CORP S.A.A. and Subsidiaries

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(e) The balance of bank loans is detailed below:

<i>In thousands of Soles</i>	Maturity	Initial amount	Currency	Destination of funds	Guarantees	As of March 31, 2023	As of December 31, 2022
Bank loans							
	October 2024						
SCOTIABANK DEL PERÚ (note 21 (d))	March 2025 and January 2027	671,547	PEN	Refinancing of financial liabilities	No guarantee was furnished.	595,160	625,916
BBVA PERÚ (note 21 (d))	January 2027	533,357	PEN	Refinancing of financial liabilities	No guarantee was furnished.	512,023	522,690
BANCO DE CRÉDITO DEL PERÚ (note 21 (d))	October 2026	502,500	PEN	Redemption of foreign bond	No guarantee was furnished.	491,194	502,500
BANCO INTERNACIONAL DEL PERÚ (note 21 (d))	January 2027	228,385	PEN	Refinancing of financial liabilities	No guarantee was furnished.	219,249	223,817
CITIBANK N.A. (i)	October 2025	50,000	USD	Refinancing of financial liabilities	No guarantee was furnished.	112,950	152,800
SANTANDER S.A.	April 2023	35,000	USD	Working capital and investments	No guarantee was furnished.	131,775	133,700
BANCO DE CRÉDITO DEL PERÚ	March 2027	34,000	USD	Refinancing of financial liabilities	No guarantee was furnished.	102,416	110,398
BANCO INTERNACIONAL DEL PERÚ	May 2027	26,900	USD	Refinancing of financial liabilities	No guarantee was furnished.	93,683	97,620
BANCO DE CRÉDITO E INVERSIONES (Chile)	June 2024	-	CLP	-	Real estate guarantee, see note 9(g)	80,334	74,851
BANK OF NOVA SCOTIA (i)	September 2025	30,000	USD	Partial redemption of foreign bond	No guarantee was furnished.	56,475	63,030
SCOTIABANK DEL PERÚ	April 2025	72,000	PEN	Financing for the purchase of UNICON Chile	Real estate guarantee, see note 9(g)	32,400	36,000
BBVA PERU	December 2024	28,773	PEN	-	No guarantee was furnished.	19,618	21,449
CITIBANK N.A. (New York)	July 2024	-	USD	-	No guarantee was furnished.	17,256	19,261
BANCO SCOTIABANK (Chile) (i)	September 2023	4,000	USD	-	Letter of credit, see note 23.	16,330	15,215
BBVA BANCO CONTINENTAL (i)	December 2024	-	COP	-	Letter of credit, see note 23.	10,008	9,767
BANCO INTERNACIONAL DEL PERÚ	Between April 2023 and September 2023	34,387	PEN	Working capital	"Reactiva Peru" Loan Program	804	2,406
Less than PEN 10,000,000	-	-	-	-	-	40,271	48,177
						2,531,946	2,659,597
Amortized cost						(6,481)	(6,796)
Total						2,525,465	2,652,801
Finance leaseback							
SCOTIABANK (Chile)	March 2024	-	CLP	Leased assets	-	1,158	1,347
						1,158	1,347
Finance lease							
CONSORCIO TRANSMANTARO S.A. (Peru)	July 2039	-	USD	Leased assets	-	56,657	57,627
BOK FINANCIAL CORPORATION	Between December 2025 and December 2027	-	USD	Leased assets	-	28,233	30,258
BANK OF AMERICA	Between December 2027 and March 2028	-	USD	Leased assets	-	31,274	30,070
SCOTIABANK DEL PERÚ	Between August 2023 and May 2025	-	-	Leased assets	-	17,805	17,745
Less than PEN 10,000,000						36,850	38,996
						170,819	174,696
Factoring							
						10,237	9,538
Total						2,707,679	2,838,382

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- (i) The Group entered into swap contracts to reduce the variable rate risk related to these loans, see note 24.A.i

- (f) The financial safeguards applicable to local financial liabilities are monitored quarterly, semi-annually and annually and must be calculated based on the separate and/or consolidated financial information of the Company and its subsidiaries and the calculation methodologies required by each financial institution.

- (i) As of March 31, 2023 and December 31, 2022, the main financial safeguards based on separate financial information are as follows:

UNACEM CORP S.A.A.

- Maintain a leverage ratio less than or equal to 1.5.
- Maintain a debt service coverage ratio greater than 1.2.
- Maintain a debt or financial debt/EBITDA coverage ratio less than or equal to 4.0 by 2022 and 3.75 from 2023 onwards.

UNACEM PERÚ S.A.

- Maintain a leverage ratio less than or equal to 1.5.
- Maintain a debt service coverage ratio greater than or equal to 1.2.
- Maintain a debt or financial debt/EBITDA coverage ratio less than 3.5.

UNACEM ECUADOR S.A.

- Maintain a debt service coverage ratio greater than or equal to 1.
- Maintain a total financial debt/EBITDA ratio less than or equal to 3.75.

UNIÓN DE CONCRETERAS S.A.

- Maintain a debt service coverage ratio greater than or equal to 1.2.
- Maintain a total financial debt/EBITDA ratio less than or equal to 2.5.

CONCREMAX S.A.

- Maintain a debt service coverage ratio greater than or equal to 1.25.
- Maintain a debt or financial debt/EBITDA coverage ratio less than 2.5

UNACEM CHILE S.A.

- Maintain a debt service coverage ratio greater than or equal to 3.5.
- Maintain a leverage ratio less than or equal to 1.35.
- Maintain a debt or financial debt/EBITDA coverage ratio less than 6.5

UNICON CHILE S.A.

- Maintain a debt service coverage ratio greater than or equal to 1.0.
- Maintain a leverage ratio less than or equal to 1.8.
- Maintain a debt or financial debt/EBITDA coverage ratio less than or equal to 3.5.

COMPAÑÍA ELÉCTRICA EL PLATANAL S.A.

- Maintain a leverage ratio less than or equal to 3.0.
- Maintain a debt service coverage ratio greater than or equal to 1.2.

UNACEM CORP S.A.A. and Subsidiaries

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- (ii) As of March 31, 2023, the main financial safeguards based on the consolidated financial information were as follows:

UNIÓN ANDINA DE CEMENTOS S.A.A. and Subsidiaries

- Maintain a leverage ratio less than or equal to 1.5.
- Maintain a debt service coverage ratio greater than 1.20.
- Maintain a debt or financial debt/EBITDA coverage ratio less than or equal to 4.0 by 2022 and 3.75 from 2023 onwards.

SKANON INVESTMENTS INC. and Subsidiaries

- Maintain a leverage ratio less than 1.

In the opinion of the Group's Management, the Company and its subsidiaries have complied with the financial safeguards as of March 31, 2023. As of December 31, 2022, the Company and its subsidiaries have complied with the financial safeguards, except for UNICON Chile, with a short-term liability in the amount of PEN 2,064,000, and UNACEM Chile, which obtained a waiver duly approved and granted by the creditor bank during 2022, for which reason it has been recording the debt according to the initially approved maturity terms.

- (g) As of March 31, 2023 and December 31, 2022, interest payable on bonds and medium and long-term debt with banks amounted to approximately PEN 19,941,000 and PEN 20,486,000, respectively, and are recorded under "Trade and Other Accounts Payable" in the consolidated statement of financial position, see note 13.

Interest accrued by bonds and bank loans as of March 31, 2023 and 2022, amounted to approximately PEN 42,291,000 and PEN 35,677,000, respectively, and is recorded under "Financial Expenses" in the consolidated income statement, see note 20.

- (h) As of March 31, 2023, the Group has bank loans in Soles with effective annual interest rates in Soles ranging from 2.26 to 7.91%. Bank loans in U.S. Dollars are at variable rates plus a margin (3-month Libor and 1-month Libor plus a margin ranging from 1.75 to 2.60%) and at fixed rates ranging from 0.85 to 12%.

As of December 31, 2022, the Group has bank loans in Soles with effective annual interest rates in Soles ranging from 2.26 to 7.91%. Bank loans in U.S. Dollars are at variable rates plus a margin (3-month Libor and 1-month Libor plus a margin ranging from 1.22 to 2.60%) and at fixed rates ranging from 0.85 to 12%.

13. Trade and Other Accounts Payable

This caption comprises the following:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Trade accounts payable (a)		575,145	677,093
Remuneration and vacation payable		86,711	74,884
Customer advances		62,052	63,531
Interest payable	<i>12(b) and 12(g)</i>	36,119	29,875
Accounts payable to related parties	<i>21(b)</i>	28,413	28,812
Taxes, labor and other contributions payable		25,039	22,446
Dividends payable	<i>15(F)</i>	16,722	15,801
Accounts payable for purchase of property, plant and equipment		15,580	17,086
Value added tax payable		15,361	7,411
Commitments with communities		15,181	15,746
Loans payable to third parties		8,841	8,859
Remuneration of the Board of Directors		3,376	8,090
Account payable for purchase of minority interest	<i>2(ii)</i>	-	6,208
Interest payable on financial instruments		-	144
Other accounts payable		30,133	27,580
		918,673	1,003,566
Classification by maturity:			
Current		893,433	975,032
Non-current		25,240	28,534
		918,673	1,003,566

- (a) Trade accounts payable mainly arise from the acquisition of goods and services for the development of the Group's operations and correspond to invoices payable to domestic and foreign suppliers, have current maturities, do not accrue interest and no guarantees have been furnished for these obligations.

The subsidiaries UNICON Peru and CONCREMAX offer their suppliers a program for the payment of their accounts through financial institutions. This program allows suppliers to sell their accounts receivable to financial institutions in a separately negotiated agreement between the supplier and the financial institution, thereby allowing the suppliers to better manage their cash flows and the subsidiaries to reduce their payment processing costs. These subsidiaries have no direct financial interest in these transactions.

All obligations with its suppliers, including balances payable, are maintained according to the contractual agreements entered into with them. As of March 31, 2023 and December 31, 2022, the balances related to these transactions amount to PEN 102,082,000 and PEN 108,570,000, respectively.

14. Income Tax

Deferred income tax liabilities, according to the items that originated them, comprise the following:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Deferred income tax asset			
Opening Balance		392,703	387,786
Effect on consolidated income statement		(16,006)	14,915
Charge to comprehensive income		142	(5,677)
Others		68	6,685
Translation effect		(1,665)	(11,006)
Closing Balance		375,242	392,703
Deferred income tax liability			
Opening Balance		(770,428)	(776,005)
Effect on consolidated income statement		18,258	7,114
Acquisition of subsidiaries	<i>1.B.1</i>	-	(889)
Others		877	(6,679)
Translation effect		629	6,031
Closing Balance		(750,664)	(770,428)
Total deferred income tax liability, net		(375,422)	(377,725)

- (a) The income tax expense shown in the consolidated income statement for the years ended March 31, 2023 and 2022 amounts to approximately PEN 65,720,000 and PEN 108,616,000, respectively.

15. Net Equity

A. Issued Capital

As of March 31, 2023 and December 31, 2022, the Company's issued capital is represented by 1,818,127,611 fully subscribed and paid-in common shares, with a par value of PEN 1 (One Sol) each. The common shares representing the capital stock of the Company are traded on the Lima Stock Exchange.

	As of March 31, 2023	
	Number of shares	Percentage share %
Shareholders		
INVERSIONES JRPR S.A.	483,489,609	26.59
NUEVAS INVERSIONES S.A.	459,129,497	25.25
Private Pension Fund Management Companies (AFPs)	474,224,011	26.08
Others	401,284,494	22.08
	1,818,127,611	100.00

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	As of December 31, 2022	
	Number of shares	Percentage share %
Shareholders		
INVERSIONES JRPR S.A.	483,489,609	26.59
NUEVAS INVERSIONES S.A.	459,129,497	25.25
Private Pension Fund Management Companies (AFPs)	470,622,191	25.89
Others	404,886,314	22.27
	1,818,127,611	100.00

As of March 31, 2023, the stock price of each common share was PEN 1.54 (PEN 1.80 as of December 31, 2022).

B. Additional Capital

This is the variation between the capital increase made in 2019 due to the merger of the Company with and into SINDICATO DE INVERSIONES Y ADMINISTRACIÓN S.A., INVERSIONES ANDINO S.A., and INMOBILIARIA PRONTO S.A. and the equity recorded.

C. Treasury Shares

In a meeting held on August 20, 2021, the Board of Directors approved a program for the purchase of treasury shares for up to PEN 36,400,000, without exceeding 2% of the issued shares. The program was extended in the Board of Directors' meetings held on December 22, 2021, June 28, 2022 and December 28, 2022, thus extending the term of the purchase program until June 30, 2023. The acquired shares are held in the portfolio for a maximum term of two (2) years and as long as they are held in the portfolio, all rights will be suspended. The program may be extended and/or modified by the Company's Board of Directors.

As of March 31, 2023, the Company holds 13,024,000 treasury shares equivalent to PEN 23,620,000 (12,967,000 treasury shares equivalent to PEN 23,530,000, as of December 31, 2022).

D. Legal Reserve

As provided for in the Business Corporations' Act, a minimum of 10% of distributable profit for each year, net of income tax, is required to be transferred to a legal reserve until such reserve reaches 20% of the issued capital. The legal reserve may offset losses or may be capitalized, in both cases there is an obligation to replenish it. As of March 31, 2023 and December 31, 2022, the legal reserve reached the limit of 20% of the issued capital.

E. Unrealized Gains and Losses

Unrealized gains and losses are changes in the fair value, net of the tax effect, of hedging financial instruments, see note 24.A.i. and fringe benefits for employer retirement and termination.

F. Dividend Distribution

The information on dividends distributed in 2023 and 2022 is shown below:

Dividends 2023

<i>In thousands of Soles</i>	Dividends declared and paid	Payment date	Dividends per common share
Date of Board of Directors' meeting			
January 25, 2023	36,103	February 22, 2023	0.020
	36,103		

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Dividends 2022

<i>In thousands of Soles</i>	Dividends declared and paid	Payment date	Dividends per common share
Date of Board of Directors' meeting			
January 26, 2023	36,194	January 28, 2022	0.020
April 27, 2022	54,202	May 30, 2022	0.030
July 26, 2022	36,111	August 30, 2022	0.020
October 26, 2022	36,103	November 29, 2022	0.020
	162,610		

During 2023, the subsidiaries DESERT READY MIX, DESERT AGGREGATES, ENTREPISOS, CELEPSA, UNACEM ECUADOR and INVECO distributed dividends to their non-controlling shareholders for approximately PEN 10,004,000. During 2022, the subsidiaries DESERT READY MIX, DESERT AGGREGATES, CELEPSA, UNACEM ECUADOR and INVECO distributed dividends to their non-controlling shareholders for approximately PEN 59,127,000.

As of March 31, 2023, there is an outstanding balance of dividends of approximately PEN 16,722,000 (PEN 15,801,000 as of December 31, 2022), see note 13.

G. Translation Gains and Losses

Translation Gains and Losses correspond mainly to the exchange difference resulting from the translation of the financial statements of foreign subsidiaries to the Group's reporting currency.

H. Prescribed Dividends

Prescribed Dividends correspond to dividends from previous years made available to certain shareholders of the Group's companies that have not been collected for more than three (3) years.

16. Net Sales

This caption comprises the following:

<i>In thousand Soles</i>	As of March 31, 2023	As of March 31, 2022
Segments		
Cement	769,053	800,725
Concrete	571,178	503,406
Energy and power	64,929	66,109
Other services	4,369	4,053
	1,409,529	1,374,293
Timing of revenue recognition		
Assets transferred at a point in time	1,314,249	1,284,150
Service delivery at a point in time	95,280	90,143
	1,409,529	1,374,293

17. Cost of Sales

This caption comprises the following:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of March 31, 2022
Initial inventory of finished goods and work in progress	7	273,596	241,109
Cost of production			
Use of raw materials		252,017	192,586
Fuel		197,760	160,511
Personnel expenses		170,449	162,096
Depreciation	9(e)	107,901	107,771
Maintenance cost		81,958	72,909
Transportation and freight		47,863	43,541
Electricity		42,624	29,714
Use of packaging		35,400	31,758
Amortization	10(a)	2,478	2,297
Depreciation of right-of-use assets	8(c)	1,895	2,077
Preparation of quarries		1,647	2,489
Depreciation for deferred asset for land clearing		1,057	1,529
Allowance for inventory obsolescence		(1,848)	3,727
Other manufacturing expenses		144,716	131,511
Ending inventory of finished goods and work in progress	7	(353,634)	(228,993)
		1,005,879	956,632

18. Administrative Expenses

This caption comprises the following:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of March 31, 2022
Personnel expenses		61,945	56,418
Services rendered by third parties		15,128	15,927
Depreciation	9(e)	5,561	3,672
Donations		5,413	2,899
Taxes		4,645	6,961
Miscellaneous management expenses		2,701	2,823
Amortization	10(a)	1,662	1,300
Allowance for expected credit loss		637	577
Depreciation of right-of-use assets	8(c)	147	160
Others		3,682	5,635
		101,521	96,372

19. Other Income and Expenses, Net

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of March 31, 2022
Other income		10,007	7,396
Other expenses		(16,374)	(6,483)
Other expenses, net		(6,367)	913

20. Financial Expenses

As of March 31, 2023 and 2022, this caption mainly comprises interest on bonds issued and bank debt in the amount of PEN 48,744,000 and PEN 38,022,000, respectively, see notes 12(b) and 12(g).

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21. Transactions with Related Companies

(a) The main transactions with related companies as of March 31, 2023 and 2022 were as follows:

<i>In thousands of Soles</i>	<i>Note</i>	2023	2022
Revenue			
Sale of cement			
LA VIGA S.A.		145,768	149,776
ASOCIACION UNACEM		27	38
Costs and/or expenses			
Donations			
ASOCIACION UNACEM		5,737	2,778
Purchase of additives			
MASTER BUILDERS SOLUTIONS PERÚ S.A.		16,438	13,151
Commissions and freight for cement sales			
LA VIGA S.A.		11,972	8,007
Other expenses			
MASTER BUILDERS SOLUTIONS PERÚ S.A.		988	690
COMPAÑÍA INVERSIONES SANTA CRUZ S.A.		31	26
Other income			
MASTER BUILDERS SOLUTIONS PERÚ S.A.		632	736
ASOCIACION UNACEM		137	47
LA VIGA S.A.		47	47

(b) As a result of these and other minor transactions, the Group had the following balances with its related companies:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Accounts receivable	6		
LA VIGA S.A.		38,617	37,122
MASTER BUILDERS SOLUTIONS PERÚ S.A.		327	428
Other minor accounts		1,801	1,641
		40,745	39,191
Accounts payable	13		
MASTER BUILDERS SOLUTIONS PERÚ S.A.		24,797	24,309
LA VIGA S.A.		3,603	4,490
Other minor accounts		13	13
		28,413	28,812

(c) The Group carries out its operations with related companies under the same conditions as those carried out with third parties. Accordingly, there are no differences in pricing policies or in the tax settlement base; in relation to payment methods, these do not differ from policies granted to third parties.

(d) As of March 31, 2023, as a result of the simple reorganization of the Company referred to in note 1, the Company and UNACEM Peru became co-debtors of the bank loans described in note 12(e) up to a limit of PEN 1,612,751,000 (PEN 1,647,423,000 as of December 31, 2022).

(e) The total remuneration received by the directors and key officers of the Group's Management as of March 31, 2023 and 2022 amounted to PEN 10,132,000 and PEN 5,523,000, respectively, which include short-term benefits and severance indemnity packages.

(f) As of March 31, 2023 and December 31, 2022, there were no changes in the parent company NUEVAS INVERSIONES S.A. In relation to the parent company INVERSIONES JRPR S.A., there was a change of ownership interest in the Company, see note 15.A.

22. Earnings per Share

Basic earnings per share are calculated by dividing net profit or loss for the year by the weighted average number of outstanding ordinary shares during the year.

The calculation of the weighted average number of shares and basic and diluted earnings per share is shown below:

<i>In thousands of Soles</i>	Outstanding shares	Base shares for the calculation	Effective days in the year	Weighted average number of outstanding shares
Year 2023				
Balance as of January 1, 2023	1,805,161	1,805,161	365	1,805,161
Purchase of treasury shares	(57)	(57)	14	(2)
Balance as of March 31, 2023	1,805,104	1,805,104		1,805,159
Profit for the year (in thousands of Soles)				164,541
Net basic and diluted earnings per share (expressed in Soles)				0.091

<i>In thousands of Soles</i>	Outstanding shares	Base shares for the calculation	Effective days in the year	Weighted average number of outstanding shares
Year 2022				
Balance as of January 1, 2022	1,810,835	1,810,835	365	1,810,835
Purchase of treasury shares	(3,571)	(3,571)	41	(401)
Balance as of March 31, 2022	1,807,264	1,807,264		1,810,434
Profit for the year (in thousands of Soles)				174,737
Net basic and diluted earnings per share (expressed in Soles)				0.097

As of March 31, 2023 and 2022, the Company holds 13,024,000 and 10,864,000 treasury shares with an average of 412 days and 121 days, respectively.

23. Commitments and Contingencies

A. Financial and Purchase Commitments

- (i) The subsidiaries have the following letters of guarantee in force:
- Letter of guarantee granted by UNACEM Peru in favor of the Ministry of Energy and Mines (MEM), issued by BANCO DE CRÉDITO DEL PERÚ, for a total of approximately USD 1,209,000, equivalent to PEN 4,552,000 maturing in January 2024, in order to secure compliance with the Mine Closure Plan of its mining concessions.
 - Letter of guarantee granted by UNACEM Peru in favor of the Ministry of Fisheries and Industries, issued by BANCO DE CRÉDITO DEL PERÚ, for a total of approximately USD 6,383,000, equivalent to PEN 24,033,000, maturing in January 2024, in order to secure compliance with the Mine Closure Plan of its mining concessions.
 - Letters of guarantee granted by UNACEM Peru in favor of the National Superintendency of Tax Administration (SUNAT) for a total of PEN 11,924,000 maturing in 2023, in order to secure the customs tax debt.

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- Letters of guarantee issued by UNACEM Peru in favor of third parties for a total of PEN 353,000, maturing between 2023 and the first quarter of 2024.
 - Letters of guarantee issued by financial institutions on behalf of UNICON Peru and CONCREMAX in order to guarantee the supply of concrete to certain customers, as of March 31, 2023 for approximately PEN 104,857,000 (PEN 104,068,000 as of December 31, 2022).
 - Letters of guarantee issued by financial institutions on behalf of ENTREPISOS in order to guarantee the supply of slabs and pre-cast concrete to certain customers, as of March 31, 2023 for approximately PEN 2,363,000 (PEN 1,217,000 as of December 31, 2022).
 - Letters of guarantee issued by financial institutions on behalf of DEPÓSITO ADUANERO CONCHÁN S.A. in order to secure its obligations generated in the performance of its duties as a bonded warehouse in accordance with the General Customs Law, its regulations and other applicable administrative provisions, as of March 31, 2023 for approximately USD 100,000, equivalent to PEN 377,000 (USD 100,000, equivalent to PEN 382,000 as of December 31, 2022).
 - Letter of guarantee granted by CELEPSA in favor of CONSORCIO TRANSMANTARO S.A. for a total of USD 3,000,000, maturing in July 2023, issued by SCOTIABANK DEL PERÚ in order to secure compliance with the obligations of the power transmission contract.
 - Letter of guarantee granted by CELEPSA in favor of LA FIDUCIARIA S.A., issued by SCOTIABANK, for a total amount of approximately USD 42,300,000, equivalent to PEN 159,260,000, maturing in January 2024, in order to secure compliance with the obligations under the Termochilca Share and Debt Purchase Agreement. It was cancelled in May 2023.
 - Letters of guarantee granted by CELEPSA in favor of the Ministry of Energy and Mines (MEM), issued by BANCO DE CRÉDITO DEL PERÚ, for a total of approximately PEN 2,745,000, maturing between September 2023 and March 2024, in order to secure compliance with various projects.
 - On September 23, 2016, SCOTIABANK Chile approved a credit facility of up to USD 4,000,000 in favor of PREANSA Chile, which is guaranteed through a letter of credit of PREANSA Peru issued by SCOTIABANK DEL PERÚ, maturing in September 2023.
 - On December 13, 2016, BBVA Colombia approved a credit facility of up to USD 3,550,000 in favor of PREANSA Colombia, which is guaranteed through a letter of credit of PREANSA Peru issued by BBVA Peru, maturing in January 2024.
 - As of March 31, 2023, the subsidiary VIGILANCIA ANDINA S.A. has letters of guarantee issued by financial institutions to secure the payment of remunerations of personnel under labor intermediation to customers for PEN 3,470,000 (PEN 3,032,000 as of December 31, 2022).
- (ii) Guarantees for the payment of financial obligations:
- Letter of credit for USD 40,447,000, dated November 18, 2010 and amended on November 10, 2020, entered into between BANK OF NOVA SCOTIA U.S. OPERATIONS (issuer) and U.S. BANK NATIONAL ASSOCIATION (trustee). On November 1, 2010, U.S. BANK NATIONAL ASSOCIATION entered into a trust agreement with the Industrial Development Authority (authority) of the County of Yavapai. Similarly, on November 10, 2020 the letter of credit was renewed for an additional period of five (5) years, see note 12(d) i.
 - Letter of credit for USD 75,838,000, dated July 30, 2015, entered into by and among DRAKE CEMENT, LLC, SKANON INVESTMENTS, INC. (guarantor) and BANK OF NOVA SCOTIA, NEW YORK AGENCY (issuer) in order for the issuer to directly pay on behalf of DRAKE the credit in favor of U.S. BANK NATIONAL ASSOCIATION (trustee). The latter entity entered into a trust agreement

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with the Industrial Development Authority (authority) of the County of Yavapai. On June 1, 2020, the letter of credit was renewed for an additional period of five (5) years, see note 12(d) i.

(iii) Indemnification Agreement

The SKANON subsidiary establishes indemnification provisions under its agreements with other companies in the normal course of business, generally with business partners, customers, property owners, lenders and lessors. Under such provisions, SKANON generally indemnifies and holds harmless the indemnified party for losses suffered or incurred as a result of its activities or, in some cases, as a result of the indemnified party's activities under the agreement. The maximum potential future payments that SKANON could make under these indemnification provisions is unlimited. SKANON has not incurred any material costs to defend complaints or settle claims related to these indemnification agreements. As a result, SKANON considers the estimated fair value of these agreements to be minimal. Accordingly, the Group's Management has no liability recorded for these agreements as of March 31, 2023 and December 31, 2022.

B. Finance Leases

Future minimum payments for finance leases and leasebacks are as follows:

<i>In thousands of Soles</i>	As of March 31, 2023		As of December 31, 2022	
	Minimum payments	Present value of lease payments	Minimum payments	Present value of lease payments
In one year	56,338	38,739	54,795	39,216
Between one year and over	248,003	133,238	258,005	136,827
Total payments due	304,341	171,977	312,800	176,043
Less - financial costs	(132,364)	-	(136,757)	-
Value of minimum lease payments	171,977	171,977	176,043	176,043

C. Tax Situation

(a) The Group's companies are subject to the tax regime of the country in which they operate and are taxed separately on the basis of their unconsolidated profit or loss. As of March 31, 2023 and December 31, 2022, the income tax rate on taxable profits in the main countries in which the Company and its subsidiaries operate are as follows:

In percentages	Tax Rates	
	2023	2022
Peru	29.5	29.5
Ecuador	25.0	25.0
United States of America (*)	21.0 and 4.9	21.0 and 4.9
Chile	27.0	27.0

(*) According to the laws of the United States of America and the State of Arizona, the subsidiary is subject to the application of the 21% federal rate and the 4.9% state rate.

(b) In order to determine the income tax, the transfer prices of transactions with related companies and companies domiciled in territories with low or no taxation must be supported by documentation and information on the valuation methods used and the criteria considered for their determination.

Based on the analysis of the Group's operations, the Management and its legal advisors are of the opinion that, as a result of the implementation of these standards, no significant contingencies shall arise for the Group as of March 31, 2023 and December 31, 2022.

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- (c) The Tax Authority of each country has the authority to review and, if applicable, correct the corresponding income tax calculated by the Company and its Subsidiaries. Income tax returns are subject to audit by the Tax Authority, as shown below:

	Period subject to audit
In Peru	
UNACEM CORP S.A.A.	2018 – 2022
UNACEM PERU S.A.	2022
COMPAÑÍA ELÉCTRICA EL PLATANAL S.A.	2018 – 2022
CELEPSA RENOVABLES S.R.L.	2018 – 2022
GENERACIÓN ELÉCTRICA ATOCONGO S.A.	2018 – 2022
UNIÓN DE CONCRETERAS S.A.	2017 – 2022
CONCREMAX S.A.	2017 – 2022
INVERSIONES EN CONCRETO Y AFINES S.A.	2018 – 2022
PREFABRICADOS ANDINOS PERÚ S.A.C.	2018 – 2022
DIGICEM S.A.	2018 – 2022
DEPÓSITO ADUANERO CONCHÁN S.A.	2018 – 2022
INVERSIONES IMBABURA S.A.	2018 – 2022
INVERSIONES NACIONALES Y MULTINACIONALES S.A.	2018 – 2022
ARPL TECNOLOGÍA INDUSTRIAL S.A.	2018 – 2022
VIGILANCIA ANDINA S.A.	2018 – 2022
ENTREPISOS LIMA S.A.C.	2018 – 2022
In Ecuador	
UNACEM ECUADOR S.A.	2019-2022
UNIÓN DE CONCRETERAS UNICON UCUE CÍA. LTDA.	2019-2022
In Chile	
PREFABRICADOS ANDINOS S.A.	2018-2022
UNACEM CHILE S.A.	2019-2022
INVERSIONES MEL20 LIMITADA	2019-2022
UNICON CHILE S.A.	2019-2022
In Colombia	
PREFABRICADOS ANDINOS COLOMBIA S.A.S.	2017-2022
In the United States of America	
	2018-2022

Due to the possible ways in which the Tax Authorities of each country in which the Group operates may interpret the legal regulations in force, it is not possible to determine, as of this date, whether or not the reviews will result in liabilities for the Company and its Subsidiaries. Therefore, any higher tax or surcharge that may result from the tax reviews would be applied to the profit or loss for the year in which it is determined. In the opinion of the Group's Management and its legal advisors, any additional tax settlement would not be material to the consolidated financial statements as of March 31, 2023 and December 31, 2022.

- (d) As of March 31, 2023 and December 31, 2022, the tax loss carryforwards of the subsidiaries are as follows:

<i>In thousands of Soles</i>	2023	2022
SKANON INVESTMENTS, INC. and Subsidiaries (i)	2,381,223	2,412,905
COMPAÑÍA ELÉCTRICA EL PLATANAL S.A. and Subsidiaries (ii)	205,643	224,481
PREFABRICADOS ANDINOS S.A.– PREANSA Chile (iii)	62,902	58,609
PREFABRICADOS ANDINOS PERÚ S.A.C. – PREANSA Peru (iii)	17,012	17,173
UNICON CHILE S.A. (iii)	17,348	16,164
PREFABRICADOS ANDINOS COLOMBIA S.A.S (iii)	8,837	8,625
DIGICEM S.A. (ii)	3,859	1,676
DEPÓSITO ADUANERO CONCHÁN S.A. (ii)	1,643	1,415
CONCREMAX S.A. (ii)	3,202	3,202

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<i>In thousands of Soles</i>	2023	2022
GENERACIÓN ELÉCTRICA DE ATOCONGO S.A. (ii)	2,045	2,000
INVERSIONES IMBABURA S.A. (ii)	41	-
Other minor Peruvian subsidiaries (ii)	3,844	1,946

- (i) Tax loss carryforwards of U.S. subsidiaries amount to approximately USD 633,641,000 (equivalent to PEN 2,381,223,000). According to the assessment of the Group's Management, it is estimated that federal and state losses of approximately USD 334,045,000 and USD 299,596,000, respectively (equivalent to approximately PEN 1,255,341,000 and PEN 1,125,882,000, respectively) will be recovered. Such federal and state loss shall begin to expire as of August 31, 2025 and December 31, 2032, respectively, for approximately USD 98,774,000 (equivalent to approximately PEN 376,131,000).

Under U.S. laws, the Group's subsidiaries in such country are subject to federal and state taxes, which are levied at a rate of 21% and 4.9%, respectively, on taxable income.

- (ii) The Management of each Peruvian subsidiary with tax loss carryforwards has elected both the option that allows offsetting tax losses up to 50% of the taxable income generated in each year, for an indefinite term, and the option that allows offsetting tax losses over the four years starting from the date of their generation.
- (iii) Tax loss carryforwards of the subsidiaries in Chile (which do not expire) and Colombia (which expire during the following twelve years after the tax loss is generated), shall be offset against future profits of the subsidiaries in accordance with the corresponding tax requirements.
- (e) As of March 31, 2023 and December 31, 2022, the net balance payable net of income tax is approximately PEN 18,057,000 and PEN 149,297,000, respectively.

D. Contingencies

In their normal course of business, the Company and its subsidiaries have been subject to various tax, legal (labor and administrative) and regulatory claims, which are recorded and disclosed in accordance with International Financial Reporting Standards.

Peru**i. Tax Contingencies**

As a result of audits carried out in previous years, the Company and its subsidiaries have been notified by the National Superintendency of Tax Administration (SUNAT) with various resolutions for alleged income tax omissions. In some cases, the Company and its subsidiaries have filed appeals to appellate courts as they did not find that such resolutions are in accordance with the law, but in other cases they paid the tax assessments received under protest. These tax proceedings are related to:

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- Income tax for the years 2000 and 2001
- Income tax for the years 2004 and 2005
- Income tax for the year 2009
- Interest penalties for payments on account for the year 2014
- Contribution to the supplementary mining, metallurgical and steel retirement fund from 2013 to 2017
- Mining Royalties, formerly CEMENTOS LIMA, years 2008 and 2009
- Mining Royalties, formerly CEMENTO ANDINO, year 2008

As of March 31, 2023 and December 31, 2022, the Company has balances receivable related to these tax proceedings since, in the opinion of the Company's Management and its legal advisors, there are reasonable grounds to obtain an outcome favorable to the Company's interests, see note 6(b).

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E. Environmental Commitments

The Group's activities are subject to environmental protection standards. These standards are the same as those described in the note to the annual consolidated financial statements as of December 31, 2022.

24. Financial Risk Management Objectives and Policies

The Group is exposed to market, credit and liquidity risks.

A. Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise four types of risk: interest rate risk, exchange rate risk, product price risk and other price risks. Financial instruments affected by market risk include bank deposits, trade and other accounts receivable, other financial liabilities and derivative financial instruments.

The sensitivity analyses in the following sections relate to the consolidated financial position as of March 31, 2023 and December 31, 2022.

These sensitivity analyses have been prepared on the assumption that the amount of net debt, the ratio of fixed to floating interest rates on debt and derivative financial instruments, and the proportion of financial instruments in foreign currencies are all constant as of March 31, 2023 and December 31, 2022.

i. Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to market interest rate risk relates primarily to long-term debt obligations with variable interest rates.

The Group minimizes this risk by using interest rate swaps (hedging derivative financial instrument), as a hedge of the variability in cash flows attributable to changes in interest rates.

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▪ **Hedging derivative financial instruments**

The Group has entered into interest rate swap contracts designated as cash flow hedges, which are recorded at fair value. Details about these transactions are provided below:

Counterpart	As of March 31, 2023					
	Currency	Reference amount (000)	Maturity	Received at a variable rate of:	Paid at a fixed rate of:	Fair value PEN (000)
Assets						
BANK OF NOVA SCOTIA	USD	30,000	September 2025	3-month Libor + 2.60%	5.660%	1,076
BANCO DE CRÉDITO E INVERSIONES (BCI) (Chile)	CLP	2,692,424	November 2027	6.78%	3.377%	1,258
CITIBANK N.A.	USD	50,000	October 2025	3-month Libor + 1.75%	5.700%	998
BANCO SCOTIABANK (Chile)	USD	3,355	October 2023	1-month Libor + 1.85%	5.550%	111
Total						3,443

Counterpart	As of December 31, 2022					
	Currency	Reference amount (000)	Maturity	Received at a variable rate of:	Paid at a fixed rate of:	Fair value PEN (000)
Assets						
BANK OF NOVA SCOTIA	USD	30,000	September 2025	3-month Libor + 2.60%	5.660%	1,427
BANCO DE CRÉDITO E INVERSIONES (BCI) (Chile)	CLP	2,692,424	November 2027	6.78%	3.377%	1,172
CITIBANK N.A.	USD	50,000	October 2025	3-month Libor + 1.75%	5.700%	1,130
BANCO SCOTIABANK (Chile)	USD	3,355	October 2023	1-month Libor + 1.85%	5.550%	334
Total						4,063

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The Group has designated these financial instruments as hedging instruments, since it has determined that there is an economic relationship between the hedged item and the hedging instrument.

The effective portion of changes in the fair value of derivative financial instruments that qualify as hedges are recognized as assets or liabilities, with a balancing entry in equity. As of March 31, 2023 and 2022, the Group recognized a negative and positive variation in the fair value of approximately PEN 584,000 and PEN 11,592,000, respectively, under "Unrealized gains and losses" of the consolidated statement of changes in net equity, which are recorded net of the income tax effect, respectively.

In 2023, the Group has recognized financial income from these derivative financial instruments amounting to approximately PEN 477,000 (expenditure of PEN 3,484,000 during 2022), which amounts have been effectively collected and/or paid during the year and are recorded under the item "Financial expenses" and "Financial income" of the consolidated income statement.

Interest Rate Sensitivity

The Group does not have significant sensitivity to a reasonably possible change in interest rates on the portion of loans, after the impact of hedge accounting.

ii. Currency Risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in exchange rates. The Group's exposure to currency risk is related, firstly, to the Group's operating activities (when income and expenses are in a currency other than the Group's functional currency) and, secondly, by obtaining financing in U.S. Dollars.

The Management of each company monitors this risk through the analysis of the country's macroeconomic variables.

The result of maintaining balances in foreign currency for the Group in the periods ended March 31, 2023 and 2022 resulted in net gains for approximately PEN 15,192,000 and PEN 42,104,000, respectively, which are recorded under "Exchange difference, net" in the consolidated income statement.

As of March 31, 2023 and December 31, 2023, the Group has a derivative financial instrument liability corresponding to a "Cross Currency Interest Rate Swap" amounting to PEN 2,698,000 and PEN 3,253,000 in favor of BBVA Peru, in order to hedge its currency fluctuation risks. These instruments were designated as held for trading.

As of March 31, 2023 and 2022, changes in fair value are recognized as expense or income. As of March 31, 2023 and 2022, the effect corresponds to a net financial income of approximately PEN 555,000 and PEN 3,101,000 and is recorded under "Financial income" in the consolidated income statement.

Likewise, as of March 31, 2023 and 2022, a net financial expense was recognized for these derivative financial instruments amounting to approximately PEN 200,000 and PEN 334,000, respectively. These amounts have been effectively paid during the year and are recorded under "Financial expenses" and "Financial income", net in the consolidated income statement.

Exchange Rate Sensitivity

Transactions in foreign currency are carried out at the free-market exchange rates published by the Superintendency of Banking, Insurance and Private Pension Fund Management Companies. As of March 31, 2023, the weighted average free market exchange rates for U.S. dollar transactions were PEN 3.758 for buying and PEN 3.765 for selling (PEN 3.808 for buying and PEN 3.820 for selling as of December 31, 2022), respectively.

As of March 31, 2023 and December 31, 2022, the main foreign currency in which the Group maintains assets and liabilities is the U.S. Dollar. The balances of assets and liabilities in such foreign currency are shown below:

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<i>In thousands of U.S. Dollars</i>	2023	2022
Assets		
Cash and cash equivalents	53,053	30,306
Trade and other accounts receivable	124,377	150,960
	177,430	181,266
Liabilities		
Other financial liabilities	(158,948)	(143,513)
Trade and other accounts payable	(90,213)	(116,050)
	(249,161)	(259,563)
Foreign currency derivative financial instruments	(717)	(852)
Liabilities, net	(72,448)	(79,149)

The following table shows the sensitivity to a reasonably possible change in the U.S. dollar exchange rate, with all other variables held constant, on the Group's profit before income taxes (due to changes in the fair value of monetary assets and liabilities, including foreign currency derivative financial instruments not designated as hedges).

<i>In thousands of Soles</i>	Impact on profit before income tax	
	As of March 31, 2023	As of March 31, 2022
Change in exchange rates in U.S. Dollars		
%		
+5	(13,699)	(14,506)
+10	(27,401)	(29,011)
-5	13,699	14,506
-10	27,401	29,011

B. Credit Risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or commercial contract, resulting in a financial loss. The Group is exposed to credit risk due to its operating activities (in particular trade debtors) and its financial activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. The maximum exposure to credit risk for the components of the consolidated financial statements as of March 31, 2023 and December 31, 2022, is represented by the sum of cash and cash equivalents and trade and other receivables.

The Group's Management continuously monitors the credit risk of these items and periodically evaluates those debts that show evidence of impairment to determine the required allowance for doubtful accounts.

C. Liquidity Risk

The Group monitors the risk of a funding shortfall using a liquidity planning tool on a recurring basis.

The Group's objective is to maintain a balance between continuity and flexibility of funding through the use of overdrafts on bank checking accounts and other financial liabilities.

The following tables summarize the maturity profile of the Group's financial liabilities based on the undiscounted payments provided for in the respective contracts:

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<i>In thousands of Soles</i>	As of March 31, 2023			
	From 1 to 12 months	From 1 to 3 years	Over 4 years	Total
Trade and other accounts payable (*)	790,981	19,704	5,536	816,221
Other financial liabilities				
Principal repayment	1,370,208	1,568,819	1,114,362	4,053,389
Cash flow from interest payment	164,440	168,697	218,740	551,877
Lease liabilities				
Principal repayment	9,282	14,185	3,098	26,565
Cash flow from interest payment	973	1,412	1,811	4,196
Total liabilities	2,335,884	1,772,817	1,343,547	5,452,248

<i>In thousands of Soles</i>	As of December 31, 2022			
	From 1 to 12 months	From 1 to 3 years	Over 4 years	Total
Trade and other accounts payable (*)	881,986	22,045	6,147	910,178
Other financial liabilities				
Principal repayment	1,106,529	1,413,546	1,215,803	3,735,878
Cash flow from interest payment	152,838	209,569	203,784	566,191
Lease liabilities				
Principal repayment	8,024	11,026	3,195	22,245
Cash flow from interest payment	895	1,267	1,887	4,049
Total liabilities	2,150,272	1,657,453	1,430,816	5,238,541

(*) As of March 31, 2023 and December 31, 2022, this item does not include customer advances, taxes, labor contributions and value added tax for approximately PEN 102,452,000 and PEN 93,388,000, respectively.

D. Capital Management

During the years ended March 31, 2023 and December 31, 2022, there were no changes in the objectives, policies or processes related to capital management.

25. Fair Value

A. Instruments carried at fair value based on the fair value accounting hierarchy

The following table shows an analysis of the financial instruments that are carried at fair value according to the level of the fair value accounting hierarchy:

<i>In thousands of Soles</i>	Level 2	Total
As of March 31, 2023		
Financial assets		
Derivative financial instruments	3,443	3,443
Financial liabilities		
Derivative financial instruments	(2,698)	(2,698)
Total financial assets, net	745	745
As of December 31, 2022		
Financial assets		
Derivative financial instruments	4,063	4,063
Financial liabilities		
Derivative financial instruments	(3,253)	(3,253)
Total financial assets	810	810

Fair value of financial instruments carried at amortized cost

Below are the other financial instruments carried at amortized cost whose estimated fair value is disclosed in this note, as well as the level in the accounting hierarchy of such fair value.

Level 1

- Cash and cash equivalents do not represent a significant credit or interest rate risk; therefore, their carrying amounts approximate fair value.
- Due to the fact that accounts receivable are net of their allowance for doubtful accounts and they mainly have current maturities, Management has considered that their fair value is not significantly different from their book value.
- As trade and other accounts payable have current maturities, the Group's Management estimates that their carrying amount approximates their fair value.

Level 2

- The fair values of other financial liabilities have been determined by comparing market interest rates at the time of initial recognition with current market rates for similar financial instruments. A comparison between the carrying amounts and fair values of these financial instruments is shown below:

<i>In thousands of Soles</i>	As of March 31, 2023		As of December 31, 2022	
	Carrying amount	Fair value	Carrying amount	Fair value
Other financial liabilities (*)	3,131,961	3,143,159	3,287,326	3,280,118

(*) As of March 31, 2023 and December 31, 2022, the balance does not include bank notes and bank overdrafts, see note 12.

26. Information by Operating Segments

For management purposes, the Group is organized into business units based on its products and activities and has three different segments organized as follows:

- Production and sale of cement.
- Production and sale of concrete.
- Generation and sale of electricity using hydraulic resources.

No other operating segments have been added as part of the operating segments described above.

The Management of each company monitors the operating results of the business units separately in order to make decisions on the allocation of resources and evaluate their performance.

Segment performance is evaluated on the basis of operating profit or loss and is measured consistently with operating profit or loss in the consolidated financial statements.

Transfer prices between operating segments are agreed upon as between independent parties in a manner similar to that agreed upon with third parties.

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Financial information by business segment, net of eliminations, is presented below:

<i>In thousands of Soles</i>	As of March 31, 2023						Consolidated
	Cement	Concrete	Electricity	Others	Total segments	Adjustments and eliminations	
Revenues							
External customers	769,053	571,178	64,929	4,369	1,409,529	-	1,409,529
Inter-segments	118,311	18,268	34,358	110,236	281,173	(281,173)	-
Total revenues	887,364	589,446	99,287	114,605	1,690,702	(281,173)	1,409,529
Gross profit	294,049	55,510	45,982	95,155	490,696	(87,046)	403,650
Operating income (expenses)							
Administration expenses	(60,031)	(19,282)	(5,762)	(26,816)	(111,891)	10,370	(101,521)
Selling expenses	(15,928)	(7,922)	(1,637)	(456)	(25,943)	-	(25,943)
Other operating income (expense), net	(27,851)	(4,197)	(134)	(8,543)	(40,725)	34,358	(6,367)
Operating profit	190,239	24,109	38,449	59,340	312,137	(42,318)	269,819
Other income (expense)							
Share in net profits of associated companies	-	912	-	-	912	184	1,096
Financial income	2,401	942	129	2,176	5,648	(1,299)	4,349
Financial expenses	(30,258)	(5,948)	(3,954)	(15,244)	(55,404)	1,299	(54,105)
Exchange difference, net	13,831	664	1,595	(898)	15,192	-	15,192
Profit before income tax	176,213	20,679	36,219	45,374	278,485	(42,134)	236,351
Income tax	(48,349)	(2,823)	(10,974)	(3,574)	(65,720)	-	(65,720)
Net profit by segment	127,864	17,856	25,245	41,800	212,765	(42,134)	170,631
Segment profits before taxes	204,070	24,773	40,044	58,258	327,145	(90,794)	236,351

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March 31, 2023 and December 31, 2022

<i>In thousands of Soles</i>	As of March 31, 2022					Adjustments and	
	Cement	Concrete	Electricity	Others	Total segments	eliminations	Consolidated
Revenues							
External customers	800,725	503,406	66,109	4,053	1,374,293	-	1,374,293
Inter-segments	81,732	31,191	24,857	145,664	283,444	(283,444)	-
Total revenues	882,457	534,597	90,966	149,717	1,657,737	(283,444)	1,374,293
Gross profit	312,641	50,960	51,062	132,782	547,445	(129,784)	417,661
Operating income (expenses)							
Administration expenses	(62,854)	(17,737)	(4,758)	(18,392)	(103,741)	7,369	(96,372)
Selling expenses	(15,625)	(7,158)	(1,512)	-	(24,295)	-	(24,295)
Other operating income (expense), net	(24,711)	(8,269)	(183)	1,247	(31,916)	32,829	913
Operating profit	209,451	17,796	44,609	115,637	387,493	(89,586)	297,907
Other income (expense)							
Share in net profits of associated companies	-	759	-	-	759	(278)	481
Financial income	2,568	657	12	3,741	6,978	(895)	6,083
Financial expenses	(23,237)	(6,075)	(3,636)	(14,458)	(47,406)	895	(46,511)
Exchange difference, net	40,994	(6,110)	11,476	(4,256)	42,104	-	42,104
Profit before income tax	229,776	7,027	52,461	100,664	389,928	(89,864)	300,064
Income tax	(63,156)	(476)	(15,620)	(24,068)	(103,320)	(5,296)	(108,616)
Net profit by segment	166,620	6,551	36,841	76,596	286,608	(95,160)	191,448
Segment profits before taxes	250,445	11,686	56,085	111,659	429,875	(129,811)	300,064

Eliminations and reconciliation

Financial income and expenses and gains and losses from changes in the fair value of the financial assets are not allocated to individual segments as the underlying instruments are managed centrally.

Current and deferred taxes and certain financial assets and liabilities are not charged to the segments as they are managed centrally as well.

<i>In thousands of Soles</i>	As of March 31, 2023	As of March 31, 2022
Reconciliation of profit or loss		
Segment profits before taxes before adjustments and eliminations	327,145	429,875
Financial income	4,349	6,083
Financial expenses	(54,105)	(46,511)
Share in net profits of associated companies	1,096	481
Elimination of transactions with related companies	(42,134)	(89,864)
Segment profits before taxes	236,351	300,064

Geographic Information

The above information on revenues and non-current assets, distributed according to the location of the customer, is as follows:

<i>In thousands of Soles</i>	As of March 31, 2023	As of March 31, 2022
Revenues from customers		
Peru	914,228	890,448
United States of America	228,096	210,835
Ecuador	148,038	158,419
Chile	117,158	109,352
Colombia	2,009	5,239
Total revenues according to the consolidated income statement	1,409,529	1,374,293

<i>In thousands of Soles</i>	As of March 31, 2023	As of December 31, 2022
Non-current assets		
Peru	6,472,208	6,475,899
United States of America	1,660,972	1,682,902
Ecuador	827,657	819,944
Chile	354,306	331,823
Colombia	22,901	22,825
Total non-current assets according to the consolidated statement of financial position	9,338,044	9,333,393

27. Subsequent Events

In the opinion of the Group's Management, between April 1, 2023 and the date of issuance of these separate financial statements, no other significant events of a financial-accounting nature have been identified that may affect the interpretation of these consolidated financial statements, except as indicated in note 1 related to the acquisition agreement of TERMOCHILCA S.A.