

UNACEM Perú S.A.

UN-AUDITED Interim Financial Information
As of March 31st, 2023



UNACEM PERU S.A.
Statement of Financial Position
 As of March 31st, 2023 and December 31st, 2022
 (In thousands of Soles)

	Notes	As of March 31st, 2023	As of December 31st, 2022
Assets			
Current Assets			
Cash and cash equivalents	4	13,643	60,708
Other Financial Assets		0	0
Trade and other accounts receivable	5	318,896	339,402
Trade Accounts Receivable , net		71,614	74,373
Other Accounts Receivable , net		17,788	27,346
Accounts Receivable from Related Companies		212,716	222,371
Advanced payments		16,778	15,312
Inventories	6	579,438	542,726
Biological Assets		0	0
Assets by Income Taxes		0	0
Other Non-Financial Assets		15,926	4,382
Total Current Assets different than assets or groups of assets for its classified as held for sale or for distribution to owners		927,903	947,218
Non-current assets or groups of assets for disposal Classified as Held for Sale		0	0
Non-current assets or groups of assets for its classified as held for distribution to owners		0	0
Non-current assets or groups of assets for disposal Classified as Held for Sale or Held for distribution to owners		0	0
Total Current Assets		927,903	947,218
Non-Current Assets			
Other Financial Assets		0	0
Investments in subsidiaries, joint ventures and associates		0	0
Trade Accounts Receivables and other accounts receivables	5	0	0
Trade Accounts Receivable		0	0
Other Accounts Receivable		0	0
Accounts Receivable from Related companies		0	0
Advanced payments		0	0
Biological Assets		0	0
Investment Property		0	0
Mining concessions and property, plant and equipment	7	3,659,970	3,665,737
Intangible Assets , net		3,122	3,287
Assets Deferred Income Tax		0	0
Surplus value		9,746	9,746
Deferred active by clearing	8	94,804	95,861
Total Non-current Assets		3,767,642	3,774,631
TOTAL ASSETS		4,695,545	4,721,849

	Notes	As of March 31st, 2023	As of December 31st, 2022
Liabilities and Stocholders' Equity			
Current Liabilities			
Other Financial Liabilities	10	648,480	602,535
Trade and other accounts payable		260,052	519,168
Trade Accounts Payable	9	121,141	181,666
Other Accounts Payable	9	54,691	47,134
Accounts payable to related companies	9	39,794	119,925
Deferred Income		10,812	6,875
Provision for Employee Benefits		0	0
Other provisions		24,246	48,467
Income Tax Liabilities	9	44,426	170,443
Other non-financial liabilities		0	0
Total Current Liabilities different of Liabilities included groups of assets for disposal Classified as Held for Sale		943,590	1,177,045
Liabilities included in asset groups classified as held for sale		0	0
Total Current Liabilities		943,590	1,177,045
Non-Current Liabilities			
Other Financial Liabilities	10	915,630	781,596
Trade accounts payable and other payable accounts		0	0
Trade Accounts Payable		0	0
Other Accounts Payable		0	0
Accounts payable to related companies		0	0
Deferred Income		0	0
Provision for Employee Benefits		0	0
Other provisions		26,243	26,243
Liability for Deferred Income Tax	11	379,480	385,397
Other non-financial liabilities	20,A,i	0	0
Total Non-Current Liabilities		1,321,353	1,193,236
Total Liabilities		2,264,943	2,370,281
Stockholders' Equity			
Issued Capital	12	2,156,485	2,156,485
Issuance Premiums		0	0
Investment shares		0	0
Treasury Shares in portfolio		0	0
Legal reserve		53,013	42,146
Accrued Results		207,707	139,200
Other Equity Reserves		13,397	13,737
Total Stockholders' Equity		2,430,602	2,351,568
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		4,695,545	4,721,849



UNACEM PERU S.A.
Statement of Profit or Loss
For the period ended March 31st, 2023 and 2022
(In thousands of Soles)

	Notes	For the cumulative period from January 1st to March 31st, 2023	For the cumulative period from January 1st to March 31st, 2022
Incomes from ordinary activities	13	667,129	673,100
Cost of Sales	14	-422,192	-414,120
Profit (Loss) Gross		244,937	258,980
Sales Expenses		-11,712	-13,113
Administrative expenses	15	-37,675	-42,887
Profit (Loss) in the write-off of financial assets carried at amortized cost		-	-
Other Income	16	8,697	4,005
Other Expenses	16	-37,273	-29,658
Other profit (loss)		-	-
Profit (Loss) from operating activities		166,974	177,327
Financial Income		1,358	472
Financial Expenses	17	-20,614	-19,251
Exchange differences, net	20.A (ii)	5,663	39,552
Other income (expense) from subsidiaries, joint ventures and associates		-	-
Share of Profit (Loss) in net results from Equity-Accounted Joint Ventures and related companies		-	-
Difference between the book value of the distributed assets and the book value of the divided payable		-	-
Gains before Income tax		153,381	198,100
Income tax expenses	11(a)	-44,704	-57,240
Profit (Loss) Net of Continued Operations		108,677	140,860
Profit (loss) net of the tax to the profit from discontinued operations		-	-
Profit (loss) net of the year		108,677	140,860



UNACEM PERU S.A.
Statement of Comprehensive Income
For the period ended March 31st, 2023 and 2022
(In thousands of Soles)

	Notas	For the cumulative period from January 1st to March 31st, 2023	For the cumulative period from January 1st to March 31st, 2022
Net Profit (Loss) of the year		108,677	140,860
Components of other comprehensive income:			
Net Change for Cash Flow Hedges		0	0
Hedges of a Net Investment in a Foreign Operation		0	0
Profit (Loss) in equity instrument investments at fair value		0	0
Exchange difference on translation of Foreign Operations		0	0
Net variation of non-current assets or groups of assets held for sale		0	0
Revaluation Surplus		0	0
Actuarial Gain (Loss) on defined benefit pension plans		0	0
Changes in the fair value of financial liabilities attributable to changes in the credit risk of the liability		0	0
Other Comprehensive Income Pre Tax		-	-
Income tax relating to components of other comprehensive income			
Net Change for Cash Flow Hedges		-482	15,390
Hedges of a Net Investment in a Foreign Operation		0	0
Profit (Loss) in equity instrument investments at fair value		0	0
Exchange difference on translation of Foreign Operations		0	0
Net variation of non-current assets or groups of assets held for sale		0	0
Gains (Losses) for Financial Assets Measured at Fair Value with Changes in Other Comprehensive Income, net of Taxes		142	-4,540
Actuarial Gain (Loss) on defined benefit pension plans		0	0
Changes in the fair value of financial liabilities attributable to changes in the credit risk of the liability		0	0
Sum of Income Tax-Related Components of other comprehensive income		-340	10,850
Other Comprehensive Income		-340	10,850
Total Comprehensive Income for the period , net of income tax		108,337	151,710



UNACEM PERU S.A.
Statement of Cash Flow

Direct Method
For the periods ended March 31st, 2023 and January 1 2023
(In thousands of Soles)

	Notes	As of January 1st, 2023 to March 31st, 2023	As of January 1st, 2022 to March 31st, 2022
Operating activities cash flows			
Types of cash collections from operating activities			
Sale of Goods and Services		736,843	606,852
Royalties, fees, commissions and other income from ordinary activities		0	0
Contracts held for brokering or trading purposes		0	0
Lease and subsequent sales of such assets		0	0
Other Cash Receipts Related to Operating Activity		0	0
Types of cash collections from operating activities			
Suppliers of goods and services		-621,618	-255,299
Contracts held for brokering or trading purposes		0	0
cash payments to and on behalf of employees		-93,663	-44,531
Elaboration or acquisition of assets to be leased and other assets held for sale		0	0
Other Cash Payments Related to Operating Activity		-44,180	-82,173
Cash flows and cash equivalents from (used in) Operating Activities		-22,618	224,849
Interests received (not included in the Investment Activities)		0	0
Interests paid (not included in the Investment Activities)		-11,936	-10,514
Dividends Received (not included in the Investment Activities)		0	0
Dividends Paid (not included in the Investment Activities)		0	0
Income tax (paid) reimbursed		-175,665	-6,820
Other cash collections (payments)		86,944	-74,402
Cash flows and cash equivalents from (used in) Operating Activities		-123,275	133,113
Cash flows from Investment activities			
Type of cash collections from investment activities			
Reimbursement of loan repayment and loans granted to third parties		0	0
Loss of control of subsidiaries or other businesses		0	0
Loan repayments received from related parties		0	0
Sale of Equity-related Financial Instruments or debt of other entities		0	0
Derivatives contracts (Futures, Forwards or Options)		0	0
Sales of Interest in Joint Ventures, Net of the expropriated cash		0	0
Sale of Property, Plant and Equipment		0	0
Sale of intangible assets		0	0
Sale of other long- term assets		0	0
Government Subventions		0	0
Interests received		0	0
Dividends received		0	0
Type of cash payments from investment activities			
Advances and loans granted to third parties		0	0
Controlling interest of subsidiaries and other businesses		0	0
Loans from related		0	0
Purchase of Financial Instruments of equity or debt of other entities		0	0
Derivatives contracts (Futures, Forwards or Options)		0	0
Purchase of Subsidiaries, Net of cash acquired		0	0
Purchase of Joint Venture shares, Net of the cash acquired		0	0
Purchase of Property, Plant and Equipment		-35,308	-21,322
Purchase of intangible assets		0	-338
Purchase of other long- term assets		0	0
Income tax (paid) reimbursed		0	0
Other cash receipts (payments) relating to Investment activities		0	0
Cash flows and cash equivalents from (used in) investing activities		-35,308	-21,660



UNACEM PERU S.A.
Statement of Cash Flow

Direct Method
For the periods ended March 31st, 2023 and January 1 2023
(In thousands of Soles)

	Notes	As of January 1st, 2023 to March 31st, 2023	As of January 1st, 2022 to March 31st, 2022
Cash flows from Financing activities			
Type of cash collections from financing activities			
Loan securing		263,028	75,861
Loans from related entities		0	0
Changes to the subsidiaries ownership interest not resulting in the loss of control		0	0
Issuance of Shares		0	0
Issuance of Other Equity Instruments		0	0
Government Subventions		0	0
Type of cash payments from financing activities			
Loan Amortization or payment		-78,361	-120,156
Financial leasing liabilities		0	0
Loans from related entities		0	0
Changes to the subsidiaries ownership interest not resulting in the loss of control		0	0
Redemption or repurchase of the entities' shares (Shares in the portfolio)		0	0
Acquisition of other equity interest		0	0
Interests paid		0	0
Dividends paid		-70,643	0
Income tax (paid) reimbursed		0	0
Other cash receipts (payments) relating to financing activities		0	0
Cash flows and cash equivalents from (used in) financing activities		114,024	-44,295
Increase (Decrease) in Net Cash and cash equivalents, before Changes in Foreign Exchange Rates		-44,559	67,158
Effects of Changes in Foreign Exchange Rates on Cash and Cash Equivalents		-2,506	-572
Increase (Decrease) in Net Cash and Cash Equivalents		-47,065	66,586
Cash and cash equivalents at beginning of year		60,708	10
Cash and cash equivalents at end of year		13,643	66,596



UNACEM PERU S.A.
Statement of changes in Equity
For the periods ended March 31st, 2023 and December 31th, 2022
(In thousands of Soles)

	Other Equity Reserves														Subtotal	Total Stockholders' Equity	
	Issued Capital	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 for held for sale	Revaluation Surplus	Actuarial Profit (Loss) on defined benefit plans	Reserve on Financial Assets Measured at Fair Value with Changes in Other Comprehensive Income			
Balances as of January 1, 2022	10	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10
1. Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2. Correction of Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3. Restated Initial Balance	10	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10
4. Changes in Stockholders' Equity:																	
5. Comprehensive Income:																	
6. Gain (Loss) for the year						421,455											421,455
7. Other Comprehensive Income:							13,737										13,737
8. Comprehensive Income - Total year						421,455	13,737										435,192
9. Cash Dividends Declared						-240,109											-240,109
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																	
15. Increase (decrease) for transactions with Treasury Shares in Portfolio																	
16. Increase (Decrease) for Transfer and other Equity Changes	2,156,475				42,146	-42,146											2,156,475
Total Equity Increase (decrease)	2,156,475	-	-	-	42,146	139,200	13,737	-	-	-	-	-	-	-	-	-	2,351,558
Balance as of December 31 2022	2,156,485	-	-	-	42,146	139,200	13,737	-	-	-	-	-	-	-	-	-	2,351,568
Balance as of January 1, 2023	2,156,485	-	-	-	42,146	139,200	13,737	-	-	-	-	-	-	-	-	-	2,351,568
1. Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2. Correction of Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3. Restated Initial Balance	2,156,485	-	-	-	42,146	139,200	13,737	-	-	-	-	-	-	-	-	-	2,351,568
4. Changes in Stockholders' Equity:																	
5. Comprehensive Income:																	
6. Gain (Loss) for the year						108,677											108,677
7. Other Comprehensive Income:							-340										-340
8. Comprehensive Income - Total year						108,677	-340										108,337
9. Cash Dividends Declared						-29,303											-29,303
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																	
15. Increase (decrease) for transactions with Treasury Shares in Portfolio																	
16. Increase (Decrease) for Transfer and other Equity Changes					10,867	-10,867											
Total Equity Increase (decrease)	-	-	-	-	10,867	68,507	-340	-	-	-	-	-	-	-	-	-	79,034
Balance as of March 31st, 2023	2,156,485	-	-	-	53,013	207,707	13,397	-	-	-	-	-	-	-	-	-	2,430,602

UNACEM Perú S.A.

UNAUDITED Interim Financial Statements

As of March 31st, 2023

1. Identification and Economic Activity

UNACEM PERU S.A., (hereinafter “the Company”) was incorporated in September 30th, 2021.

As of March 31st, 2023, the company is a subsidiary of UNACEM Corp. S.A.A. (hereinafter “the Principal”), who owns 100 percent of direct participation in its capital stock. The Principal has the control of directing the financial and operating policies of the Company.

The registered office of the Company is located at Av. Atocongo 2440, Villa Maria del Triunfo, Lima, Peru.

The main activity of the Company is the production and commercialization of clinker and cement within the country, and to export. Therefore, the Company has two sites located in the regions of Lima and Junín, whose yearly production capacity is 6.7 million tons of clinker, and 8.3 million tons of cement.

The financial statements of the first quarter, 2023 have been issued by the Company’s Management authorization, and on April 27th, 2023 will be presented for the approval of the Board of Directors session. The financial statements of 2022 were approved on March 30th, 2023 by the General Shareholders Meeting.

2. Summary of significant accounting policies

The accounting policies adopted to submit the interim financial statements are consistent with those applied on December 31st, 2022, when preparing the submission of the annual financial statements of the Company, unless otherwise noted.

A. Basis of preparation

The Company interim financial statements have been prepared according to the IAS 34 Interim Financial Information issued by the International Accounting Standards Board.

The financial statements have been prepared on the historical cost basis, except for derivative financial instruments which have been measured at fair value. The financial statements are presented in Soles, and all values are rounded to thousand (S/ 000), unless otherwise noted.

The interim financial statements provide comparative information for earlier periods, however; does not include all information, and disclosures required in the annual financial statements, and should therefore be read in conjunction with the audited report as of, and for the year ended on December 31st, 2022.

3. Foreign currency transactions

Foreign currency transactions are made at exchange rates of the free market published by the Superintendence of Banks, Insurance and Private Funds Managers. As of March 31st, 2023, the weighted average market exchange rates for transactions in Soles were S/3.758 for buying, and S/3.765 for selling (S/3.808 for buying and S/ 3.820 for selling as of December 31st, 2022).

As of March 31st, 2023, and December 31st, 2022, the Company had the following assets and liabilities in US dollars:

Notes to the unaudited financial statements (continued)

<i>In thousands of dollars</i>	As of March 31st, 2023	As of December 31st, 2022
Asset		
Cash and cash equivalents	1,296	7,409
Derivative financial instruments	618	669
Trade and other accounts receivable	35,804	32,123
	37,718	40,201
Liabilities		
Trade and other accounts payable	(799)	(800)
Bank overdraft	(1,696)	-
Other financial liabilities	(90,000)	(101,500)
	(92,495)	(102,300)
Net liability position	(54,777)	(62,099)

The Company manages the risk of foreign currency exchange by monitoring and controlling the values of currencies other than the functional currency that are exposed to movements in exchange rates. As of March 31st, 2023, and December 31st, 2022, the Company has no operations with exchange rate derivatives, any devaluation / revaluation of the foreign currency affects the statement outcomes.

4. Cash and cash equivalents

It includes the following:

<i>In thousands of Soles</i>	As of March 31st, 2023	As of December 31st, 2022
Fixed assets	18	10
Checking accounts (a)	9,477	43,144
Term deposits (b)	4,148	17,554
	13,643	60,708

- (a) Current accounts are denominated in local and foreign currency, deposited in local and foreign banks with a high credit rating and are freely available. These accounts earn interest at market rates.
- (b) These accounts correspond to time deposits in domestic financial entities denominated in local and foreign currency, earning interest at market rates, and have original maturities shorter than three months.

Notes to the unaudited financial statements (continued)

5. Trade and Other Accounts Receivable

It includes the following:

<i>In thousands of Soles</i>	Current	
	As of March 31st, 2023	As of December 31st, 2022
Trades		
Trade accounts receivable (a)	71,614	74,373
Related		
Accounts receivable (18 b)	212,716	222,371
Various		
Advances to suppliers (b)	16,778	15,312
Sales tax credit	10,149	18,143
Loans to employees	5,018	5,554
Securing financial instruments (20A i)	2,074	2,557
Claims to third parties	6	1,233
Other accounts receivable	2,133	1,451
	320,488	340,994
Less – Expected credit loss	(1,592)	(1,592)
	318,896	339,402

- (a) The trade accounts receivable are mainly Soles-denominated, have current maturity, do not earn interests, and do not have meaningful specific guarantees.
- (b) As of March 31st, 2023, and December 31st, 2022, corresponds to advanced payments to suppliers for supply acquisition, as well as for several services provided. These advances shall be applied in a short term.

6. Inventories

It includes the following:

<i>In thousands of Soles</i>	As of March 31st, 2023	As of December 31st, 2022
Finished goods	14,812	20,311
Work in process	226,721	167,148
Raw and auxiliary materials (a)	110,430	114,450
Packages and packaging	46,032	62,542
Spare parts and supplies	195,173	193,638
	593,168	558,089
Allowance for inventory depreciation (b)	(13,730)	(15,363)
	579,438	542,726

- (a) Raw and auxiliary materials include mainly gypsum, coal, and imported clinker. As of March 31st, 2023, the Company owns an imported coal stock for approximately S/43,279,000 (S/35,534,000 as of December 31st, 2022).
- (b) From the Company's Management point of view, the estimation for inventories' depreciation properly assures the risk of inventories depreciation as of March 31st, 2023, and December 31st, 2022.

Notes to the unaudited financial statements (continued)

7. Mining concessions and property, plant and equipment

It includes the following:

<i>In thousands of Soles</i>	As of March 31st, 2023	As of December 31st, 2022
Cost - Opening balance	6,043,110	-
Reorganization transfer	-	5,827,221
Additions (a)	51,731	219,882
Withdrawals	(524)	(2,266)
Adjustments	(313)	(1,727)
Ending balance	6,094,004	6,043,110
Accrued depreciation- Opening balance	2,377,373	-
Reorganization transfer	-	2,157,667
Depreciation of the period (b)	57,109	221,600
Withdrawals	(448)	(1,894)
Ending balance	2,434,034	2,377,373
Carrying amount:	3,659,970	3,665,737

- (a) As of March 31st, 2023, main additions correspond to disbursements made for projects of dedusting system in Kiln 3 cooler located in Condorcocha Site. Furthermore, the capacity expansion of products packaging and delivery continues in both sites: Atocongo and Condorcocha. The total amount of said projects is approximately S/ 22,631,000.

Throughout 2022, main additions correspond to disbursements made for projects of (i) capacity expansion of products packaging and delivery in both sites, (ii) dedusting system of Kiln 3 cooler, both in Condorcocha site, as well as the following projects in Atocongo site (iii) structural reinforcement, and discharge system upgrading, (iv) improvements in cement mill, and primary crusher; these projects amount to a total of S/ 80,449,000 approximately.

- (b) As of March 31st, 2023, and 2022, depreciation has been distributed as follows:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31st, 2023	As of March 31st, 2022
Cost of sales	14	54,360	54,351
Administrative expenses	15	1,817	1,715
Sales expenses		95	148
Other expenses		837	797
		57,109	57,011

Notes to the unaudited financial statements (continued)

8. Deferred active by clearing

It includes the following:

<i>In thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Cost			
Opening balance		164,912	-
Transfer due to reorganization		-	164,912
Ending balance		164,912	164,912
Accrued depreciation			
Opening balance		69,051	-
Transfer due to reorganization		-	62,384
Additions	14	1,057	6,667
Ending balance		70,108	69,051
Net book value		94,804	95,861

As of March 31st, 2023, and December 31st, 2022, the Company owns three identifiable components (quarries): Atocongo, North Atocongo, and Pucará. These quarries keep a specific volume of limestone and wastes.

9. Trade and Other Accounts Payable

It includes the following:

<i>In thousands of Soles:</i>	As of March 31, 2023	As of December 31, 2022
Trade accounts payable (a)	121,141	181,666
Accounts payable to related parties 18(b)	39,794	119,925
Interests payable 10(b) and 10.1(c)	22,537	16,729
Salaries, bonuses, and vacations payable	20,690	13,833
Contributions and labor contributions payable	4,068	5,109
Interest on financial instruments payable	-	144
Income tax payable	44,426	170,443
Board remuneration payable	1,650	3,626
Other accounts payable	5,746	7,693
	260,052	519,168

- (a) Commercial accounts payable are mainly generated by minerals extraction services, and the fuel and additives acquisition for Company's production, and are denominated in domestic and foreign currency, have current maturities, do not earn interests, and no guarantees have been granted for these liabilities.

Notas a los estados financieros (continuación)

10. Other financial liabilities

(a) It includes the following:

<i>In thousands of Soles</i>	As of March 31, 2023			As of December 31, 2022		
	Current portion	Non-current portion	Total	Current portion	Non-current portion	Total
Bank overdrafts	33,028	-	33,028	-	-	-
Bank promissory notes (b)	369,425	230,000	599,425	371,900	-	371,900
Bank bonds (10.1)	246,027	685,630	931,657	230,635	781,596	1,012,231
	648,480	915,630	1,564,110	602,535	781,596	1,384,131

(b) The bank promissory notes correspond mainly to financing of capital for work, do not have specific guarantees, and renew depending on Company needs of capital for work.

As of March 31st, 2023, and December 31st, 2022, the balance per bank consists of:

<i>In thousands of Soles</i>	Origin currency	Maturity	As of March 31, 2023	As of December 31, 2022
Financial entity				
Banco de Crédito del Perú	Soles	April 2024	100,000	-
Banco Internacional del Perú S.A.A.	Soles	June 2024	65,000	-
Banco Internacional del Perú S.A.A.	Soles	September 2024	65,000	-
Banco Internacional del Perú S.A.A.	Dollars	November 2023	169,425	171,900
Banco de Crédito del Perú	Soles	June 2023	200,000	200,000
			599,425	371,900

As of March 31st, 2023, and December 31st, 2022, interest payable on bank promissory notes amounted to approximately S/ 14,840,000, and S/ 8,434,000; respectively and are registered in the caption "Trade and miscellaneous accounts payable" of the statements of financial position, see note 9. Interest expenses for bank promissory notes amounted to approximately S/ 6,453,000 and S/ 1,151,000, respectively, and are included in the caption "Financial Expenses" of the statement of profit or loss.

Notes to the financial statements (continued)

10.1 Bank loans

(a) As of March 31st, 2023, and December 31st, 2022, the balance of bank loans is detailed as follows:

<i>In thousands Soles</i>	Maturity	Guarantee	As of March 31, 2023	As of December 31, 2022
Bank loans (b) and (d)-				
Banco de Crédito del Perú	October 2026	No guarantee	103,517	105,900
Scotiabank Perú S.A.	October 2024, March 2025 and January 2027	No guarantee	294,018	318,500
Banco Internacional del Perú S.A.A.	January 2027	No guarantee	124,800	127,400
BBVA Banco Continental	January 2027	No guarantee	242,743	247,800
Citibank (a.1)	October 2025	No guarantee	112,950	152,800
Bank of Nova Scotia (a.1)	September 2025	No guarantee	56,475	63,030
			934,503	1,015,430
Amortized Cost			(2,846)	(3,199)
Total			931,657	1,012,231
Less – Current portion			246,027	230,635
Non-current portion			685,630	781,596

a.1) The Company maintains swap contracts to reduce a variable rate risk related to these loans, see note 20.A.

In January 1st, 2022, the Company received as part of the equity, bank loans for a total of S/ 1,560,978,000 from the Principal. On the other hand, as part of the agreements related to the reorganization, the Principal has granted guarantees for the bank loans transferred to the Company up to a limit of S/ 934,503,000, and S/ 1,015,430,000 as of March 31st, 2023, and December 31st, 2022, respectively.

(b) The financial covenants applicable to local financial liabilities are monitored quarterly and should be calculated based on the quarterly financial information separated of (i) the Company, (ii) combined of the Company and UNACEM Corp S.A.A. (as if the simple reorganization had not been carried out).

(i) As of March 31st, 2023, the main financial covenants on the basis of the Company's financial information fluctuate in the following ratios or indexes:

- To maintain a leverage rate minor or equal to 1.5 times.
- To maintain a debt service coverage ratio greater or equal to 1.2 times
- To maintain a debt coverage or financial debt/EBITDA lower than 3.5 times

In Management's opinion, the Company has complied with the financial covenants as of March 31st, 2023, and December 31st, 2022.

(c) As of March 31st, 2023, and December 31st, 2022, interest payable on medium and long-term debts with bank entities amounted to approximately S/ 7,697,000 and S/ 8,295,000, respectively, and are recorded in the caption "Trade and miscellaneous accounts payable" of the statements of financial position, see note 9.

The interests generated by debts with banking entities in the medium and long term maintained as of March 31st, 2023, and 2022, amounted approximately S/ 11,619,000 and S/ 12,394,000, respectively, and are included in the caption "Financial expenses" of the statement of profit or loss.

(d) As of March 31st, 2023, the Company maintained bank loans in Soles with effective annual interest rates that fluctuate between 4.10 to 4.92 percent. The bank loans in dollars are at a variable rate plus a margin (3-month Libor rate plus a margin that fluctuates between 1.75 and 2.60 percent).

Notes to the financial statements (continued)

11. Liability for Deferred Income Tax

It includes the following:

<i>In thousands of Soles</i>	As of March 31, 2023	As of December 31, 2022
Deferred asset		
Provision for inventory depreciation	4,834	14,911
Provision for vacations	358	569
Provision for quarry closure	6,460	6,536
Audit fees	29	109
Amortization of intangibles	743	801
Pre operating expenses	6,848	6,848
	19,272	29,774
Deferred liability		
Difference between tax base and depreciation by fixed assets	(340,686)	(357,111)
Deferred asset due to clearing	(28,304)	(28,616)
Capitalized interests	(27,784)	(27,359)
Derivative financial instruments	(612)	(754)
Other provisions	(625)	(506)
Deferred financial obligation fees	(741)	(825)
	(398,752)	(415,171)
Deferred income tax liability, net	(379,480)	(385,397)

(a) The income tax expense shown in the statement of profit or loss as of March 31st, 2023 is comprised of:

<i>In thousands of Soles</i>	As of March 31st , 2023	As of March 31 st, 2022
Current	(49,649)	(65,678)
Deferred	5,775	8,857
Mining royalty expenses	(830)	(419)
	(44,704)	(57,240)

12. Net equity

A. Issued capital.

As of March 31st, 2023, and December 31st, 2022, capital stock is represented by 2,156,485,445 common shares totally subscribed and paid, at a nominal value of S/.1 per share.

As of March 31st, 2023, and December 31, 2022		
Shareholders	Number of shares	Percentage of participation
UNACEM Corp. S.A.A.	2,156,485,444	100.00%
Digicem S.A. (former Transportes Lurín S.A.)	1	00.00%
	2,156,485,445	100.00%

Notes to the financial statements (continued)

B. Legal Reserve

As set forth by the General Law of Corporations, it is required that a minimum of 10 percent of the distributable profit of each fiscal year, deducting the income tax, be transferred to a legal reserve until it is equal to 20 percent of the issued capital. The legal reserve can compensate losses or it can be capitalized, existing in both cases the obligation to replace it.

C. Unrealized results

Corresponds to changes in the fair value of hedging financial instruments and the reserve on financial assets measured at fair value, both net of their tax effect.

D. Retained earnings – dividends declared

In the Board meeting held on January 25, 2023, interim dividends were declared against the accumulated results of the year 2022 for S/ 29,302,000.

13. Incomes from Ordinary activities

It includes the following:

<i>in thousands of Soles</i>	As of March 31st, 2023	As of March 31st, 2022
Cement sales	626,611	623,269
Clinker exports (a)	28,458	29,198
Sale of concrete blocks, concrete paving and others (b)	12,060	20,633
	667,129	673,100
Moment of revenue recognition		
Assets transferred at a point in time	667,129	673,100
	667,129	673,100

(a) Corresponds to the export of raw material to clients located in South America.

(b) Corresponds mainly to sales made to Unión de Concreteras S.A. and Concremax S.A., related companies, see note 18(a).

14. Cost of sales

It includes the following:

<i>in thousands of Soles</i>	Note	As of March 31st, 2023	As of March 31st, 2022
Initial inventory of finished goods and work in progress	6	187,459	164,106
Production cost			
Fuel		129,955	100,707
Depreciation	7(b)	54,360	54,351
Personnel expenses		41,716	45,711
Raw material consumption		47,506	31,179
Kiln, machinery and equipment maintenance		41,083	39,324
Electric power		36,015	26,495
Raw material transport		22,200	16,768
Packaging		28,212	25,901
Depreciation of deferred assets due to clearing	8	1,057	1,529
Other manufacturing expenses		76,322	54,341
Final inventory of finished goods and work in progress	6	(241,533)	(149,754)
		421,696	410,658
Estimate for depreciation of inventories		(2,160)	3,462
		422,192	414,120

Notes to the financial statements (continued)

15. Administrative Expenses

It includes the following:

<i>in thousands of Soles</i>	<i>Note</i>	As of March 31 , 2023	As of March 31 , 2022
Personnel expenses		23,351	25,541
Services provided by third parties		3,043	5,620
Donations		5,402	2,845
Tributes		3,970	5,772
Depreciation	7(b)	1,817	1,715
Amortization of intangibles		3	3
Others		89	1,391
		37,675	42,887

16. Other Income and Other Expenses

As of March 31st, 2023, and 2022, royalties were provisioned in favor of the Principal for approximately S/ 27,972,000 and S/ 28,047,000, respectively.

17. Financial Expenses

It corresponds mainly to the interest generated by the debt with banking entities in the medium and long term. As of March 31st, 2023, and 2022, they amount to approximately S/ 18,072,000 and S/ 13,545,000, respectively. See note 10 (b) and 10.1(c).

18. Transactions with Related Companies

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

<i>in thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of March 31, 2022
Incomes			
Income from the sale of cement			
La Viga S.A.		145,768	149,776
Union of Concreteras S.A.		55,650	39,298
Concremax S.A.		10,264	11,502
Prefabricados Andinos Peru S.A.C.		226	332
Asociación UNACEM		27	38
Income from the sale of blocks, pavements and others			
Union de Concreteras S.A.		11,104	19,466
Concremax S.A.		1 90	1,167
Drake Cement LLC		766	-
Income for administrative, computer and management support			
Compañía Eléctrica el Platanal S.A.		416	382
UNACEM Corp S.A.A.		2,351	30
Prefabricados Andinos Perú S.A.C.		152	131
Digicem S.A.		143	4
Inversiones Nacionales y Multinacionales Andinas S.A		151	-
Drake Cement LLC		103	102
Vigilancia Andina S.A.		34	46
Generación Eléctrica Atocongo S.A.		41	41
Depósito Aduanero Conchán S.A.		32	32
UNACEM Chile S.A.		90	-
Others		29	16
Income from plant, premises and equipment rental			
Union de Concreteras S.A.		58	187

Notes to the financial statements (continued)

<i>in thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of March 31, 2022
UNACEM Corp S.A.A.		-	160
Depósito Aduanero Conchán S.A.		75	74
Prefabricados Andinos Perú S.A.C.		47	47
ARPL Tecnología Industrial S.A.		16	10
Vigilancia Andina S.A.		11	11
Others		14	24
Income from clinker sales			
UNACEM Corp S.A.A.		-	29,198
UNACEM Chile S.A.		28,458	-
Other incomes			
UNACEM Corp S.A.A.		23	188
Inversiones Nacionales y Multinacionales Andinas S.A.		100	142
Others		8	22
Purchases and costs			
Dividends			
UNACEM Corp S.A.A.		29,303	-
Royalties			
UNACEM Corp S.A.A.		27,972	28,047
Purchase of electrical energy			
Compañía Eléctrica el Platanal S.A.		34,358	24,857
Maquila service			
Union de Concreteras S.A.		3,552	7,622
Concremax S.A.		106	661
Commissions and freights for cement sales			
La Viga S.A.		11,972	8,007
Surveillance services			
Vigilancia Andina S.A.		5,780	5,649
Consulting and technical assistance services			
ARPL Tecnología Industrial S.A.		6,587	5,889
Purchase of auxiliary materials			
UNACEM Corp S.A.A.		4,245	4,748
Union de Concreteras S.A.		1,369	1,377
Concremax S.A.		-	-
Engineering and project management service			
ARPL Tecnología Industrial S.A.		2,001	983
Precast Works			
Prefabricados Andino Perú S.A.C.		1,207	1,881
Thermal plant operation service			
Generación Eléctrica Atocongo S.A.		855	766
Deposit management service			
Depósito Aduanero Conchán S.A.		757	683
Reimbursement of expenses			
Unión de Concreteras S.A.		2,377	890
UNACEM Corp S.A.A.		2,103	141
ARPL Tecnología Industrial S.A.		93	60
Others			
Unión de Concreteras S.A.		120	89
Drake Cement LLC		40	
Prefabricado Andino Perú S.A.C.		-	77
Inversiones Nacionales y Multinacionales Andinas S.A.		-	
UNACEM Corp. S.A.A.		13	23
Compañía de Inversiones Santa Cruz S.A.		5	-
Digicem S.A.		43	-

Notes to the financial statements (continued)

- (b) As a consequence of these and other minor transactions, as of March 31st, 2023 and December 31st, 2022, the Company has the following balances with its related parties:

<i>in thousands of Soles</i>	<i>Note</i>	As of March 31, 2023	As of December 31, 2022
Accounts receivable			
UNACEM Chile S.A.		105,043	78,213
Unión de Concreteras S.A.		16,971	73,734
La Viga S.A.		38,595	37,104
UNICON Chile S.A.		12,545	18,805
Concremax S.A.		3,576	8,749
Drake Cement LLC		3,028	2,201
Minera Adelaida S.A.		1,754	1,750
Compañía Eléctrica El Platanal S.A.		384	917
Prefabricados Andinos Perú S.A.C.		1,039	649
UNACEM Corp. S.A.A.		29,067	120
Inversiones Nacionales y Multinacionales Andinas S.A.		276	13
DIGICEM S.A.		186	18
Generación Eléctrica de Atocongo S.A.		93	21
Asociación UNACEM		50	1
Depósito Aduanero Conchán S.A.		41	45
Vigilancia Andina S.A.		30	3
Others		38	28
Total accounts receivable	5	212,716	222,371
Accounts payable			
UNACEM Corp. S.A.A.		12,346	75,878
Compañía Eléctrica El Platanal S.A.		9,008	13,452
Unión de Concreteras S.A.		7,900	13,379
ARPL Tecnología Industrial S.A.		4,477	9,046
La Viga S.A.		3,493	4,490
Prefabricados Andinos Perú S.A.C.		1,244	45
Vigilancia Andina S.A.		641	2,037
Drake Cement LLC		277	241
Depósito Aduanero Conchán S.A.		227	758
Concremax S.A.		113	577
Generación Eléctrica de Atocongo S.A.		40	1
Others		28	21
Total accounts payable	9	39,794	119,925

The Company carries out its operations with related companies under the same conditions as those carried out with third parties, therefore, there are no differences in the pricing policies or in the tax settlement base; in relation to the forms of payment, they do not differ with policies granted to third parties.

- (c) The total remuneration received by the directors and key management officials as of March 31st, 2023 amounted to approximately S/ 9,809,000 (S/ 6,138,000 as of March 31st, 2022), which includes short-term benefits and compensation for service time.

Notes to the financial statements (continued)

19. Commitments and Contingencies

A. Financial commitments

As of March 31st, 2023, the Company maintains among the main financial commitments:

- Letter of guarantee in favor of the Ministry of Energy and Mines (MEM), issued by Banco Internacional del Perú S.A.A., for an approximate total of US\$1,209,000, equivalent to S/4,552,000 maturing in December 2023 and January 2024, in order to guarantee compliance with the Mine Closure Plan of its mining concessions.
- Letter of guarantee in favor of the Ministry of Production, issued by Banco Internacional del Perú S.A.A. for a total of approximately US\$6,383,000 equivalent to S/ 24,033,000 maturing in December 2023 and January 2024, in order to guarantee compliance with the Closure Plan of Mines of its mining concessions.
- Letters of guarantee in favor of Sunat for a total of S/ 11,924,000 maturing in April, July, August, September and December 2023, in order to guarantee the customs tax debt.
- Letters of guarantee in favor of third parties for a total of S/ 353,000 maturing in May, June and December 2023 and March 2024.

B. Tax situation

Tax rates

- (a) The Company is subject to the Peruvian tax regime. As of March 31st, 2023, and 2022, the income tax rate earnings is 29.5 % of the net taxable income determined by the Company.

Legal persons not domiciled in Peru and natural persons are subject to withholding of an additional tax on dividends received. In this regard, in accordance with Legislative Decree N°1261, the withholding of additional tax on dividends received will be 5 percent for the profits generated from 2017 whose distribution is made from said date.

- (b) According to current tax legislation in Peru, non-resident subjects are taxed only for their income from Peruvian sources. Thus, in general terms, the income obtained by subjects not domiciled for services rendered in our country will be taxed with income tax at a rate of 30% on a gross basis, this as long as the application of an Agreement to Avoid Double Taxation (CDI). In this regard, Peru has currently signed CDIs with the Andean Community, Chile, Canada, Brazil, Portugal, Switzerland, Mexico and South Korea.

For the purposes of technical assistance services or digital services provided by non-residents in favor of domiciled subjects, the place of provision thereof will be indistinct and in all cases, it will be taxed with Income Tax at a rate of 15%, and 30% on a gross basis, respectively. The rate applicable to technical assistance services will be 15%, provided that the requirements indicated in the Income Tax Law are met.

Temporary tax on net assets

The Company is subject to the Temporary Tax on Net Assets (ITAN), whose tax base is made up of the value of net assets adjusted at the end of the year prior to which the payment corresponds, additions and deductions. The Tax rate is 0.4% for 2023 applicable to the amount of net assets that exceed S/ 1 million. Said tax may be paid in cash or in nine successive monthly installments. The amount paid can be used against payments on account of the General Income Tax Regime for the tax periods from March to December of the tax year for which the tax was paid until the due date of each of the payments on account. and against the regularization payment of the income tax of the taxable year to which it corresponds. If there is a remaining unapplied balance, it may be requested for a refund.

Since the Company has started operations in 2022, it has not calculated ITAN for that period, it will be applicable from the year 2023 (calculated based on information from 2022) onwards.

Notes to the financial statements (continued)

Transfer Prices

For the purpose of determining Income Tax, the transfer prices of transactions with related companies and with resident companies in territories with low or no taxation must be supported by documentation and information on the valuation methods used and the criteria considered for your determination.

As of January 1st, 2017, through Legislative Decree No. 1312, published on December 31, 2016, formal obligations were established to replace the previous ones; likewise, through the aforementioned Legislative Decree No. 1312, it was also established that intra-group services of low added value may not have a margin greater than 5% of their costs, and that with respect to services provided between related companies, taxpayers must comply with the benefit test and providing the documentation and information requested in the necessary conditions for the deduction of the cost or expense.

The Company has the obligation to present the local report for the year 2022 until June 2023.

Based on the analysis of the Company's operations, Management and its advisors consider that, as a consequence of the application of these standards, no significant contingencies will arise as of March 31, 2023 and December 31, 2022.

Fiscal review of the Tax Authority

The Tax Authority has the power to review and, if applicable, correct the Income Tax calculated by the Company in the four years after filing the tax return. The Income Tax return presented for years 2021 and 2022, as well as the monthly affidavits of the General Sales Tax for the periods January 2022 to March 2023 are open to inspection by the Tax Authority.

- (c) As of March 31st, 2023, the Company recorded an income tax provision for S/ 49,649,000 and made payments on account for S/ 6,822,000. As of March 31st, 2023, the net balance payable for S/44,426,000 is presented under the caption "Trade and other accounts payable" of the statement of financial position.

C. Mining royalties

This information has not had changes to what is described in the note to the annual financial statements as of December 31st, 2022.

The mining royalty expense paid to the Peruvian State as of March 31st, 2023 amounts to approximately S/ 830,000.

Payments for this mining royalty are deductible for purposes of determining income tax for the year in which the payments are made.

D. Environmental commitments

The Company's activities are subject to environmental protection regulations. These standards have not had changes to what is described in the note to the annual financial statements as of December 31st, 2022.

20. Financial Risk Management Objectives and Policies

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

The Company's senior executives oversee the management of these risks. For this, they have the support of the Financial Management who advises them on financial risks and the appropriate corporate framework for managing the Company's financial risk. Finance Management provides assurance to the Company's senior executives that the Company's financial risk-taking activities are regulated by appropriate corporate policies and

Notes to the financial statements (continued)

procedures and that financial risks are identified, measured and managed in accordance with these corporate policies, and the Company's preferences when taking risks.

The Board of Directors reviews and agrees on the policies for managing each of these risks, which are summarized in the following sections:

A. Market risk

Market risk is the risk that market prices will change. Market prices involve four types of risk: interest rate risk, exchange rate risk, commodity price risk, and other price risks; which will affect the results of the Company or the value of its financial instruments. Management's objective is to manage and control exposures to market risk within established parameters, while optimizing profitability.

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

These sensitivity analyses were prepared on the assumption that the amount of net debt, the ratio of fixed interest rates to variable interest rates on debt and derivative financial instruments, and the proportion of financial instruments in foreign currency, are all constant as of March 31st, 2023 and December 31st, 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 due to changes in market interest rates. The Company's exposure to market interest rate risk is mainly related to long-term debt obligations with variable interest rates.

The Company minimizes this risk by using interest rate swap contracts (derivative hedging financial instrument) as a hedge of the variability in cash flows attributable to movements in interest rates.

The Company determines the existence of an economic relationship between the hedging instrument and the hedged item based on the reference interest rate, the terms, the expiration dates and the notional or nominal amounts. The detail of the hedging derivative financial instruments maintained by the Company is presented below.

Notes to the financial statements (continued)

▪ **Hedging derivative financial instruments**

As of March 31st, 2023, and December 31st, 2022, the Company has two interest rate swap contracts designated as cash flow hedges that are recorded at fair value. The detail of these operations is as follows:

<i>in thousands of Soles</i>	Referential amount US\$(000)	Maturity	Receive variable to:	Fixed pay to:	Fair value	
					As of March 31, 2023	As of December 31, 2022
Asset						
Citibank N.A.	50,000	October 2025	3-month Libor + 1.75%	5,700%	998	1,130
Bank of Nova Scotia	30,000	September 2025	3-month Libor + 2.60%	5.660%	1,076	1,427
					2,074	2,557

The effective portion of the variations in the fair value of the derivative financial instruments that qualify as hedges are recognized as assets or liabilities, having equity as a counterpart. The effect recognized in the caption "Unrealized results" of the statement of comprehensive income as of March 31st, 2023 and December 31st, 2022 amounts to approximately S/ 340,000 and S/ 13,737,000, respectively, which are presented net of the effect on the income tax.

The balance as of March 31st, 2023 and December 31st is S/ 2,074,000 and S/ 2,557,000, respectively, and is presented in trade and miscellaneous accounts receivable (see note 5).

Likewise, as of March 31st, 2023, the Company recognized a financial income for these derivative financial instruments amounting to approximately S/ 581,000, as of March 31st, 2022, it recognized a financial expense of approximately S/ 3,254,000, the amounts of which have been effectively paid during the year and are presented as part of the "Financial Expenses" caption of the statement of profit or loss.

Notas a los estados financieros (continuación)

Interest Rate Sensitivity

The following table shows the sensitivity to a reasonably possible change in interest rates on the loan portion, after the impact of hedge accounting. With all other variables remaining constant, the Company's profit before income tax would be affected by the impact on variable rate loans, as follows:

<i>in thousands of Soles</i>	Impact on profit before income tax	
	As of March 31st, 2023	As of December 31st, 2022
Increase / decrease in basis points		
-10%	(841)	(843)
+10%	841	843

The assumed movement in basis points related to the interest rate sensitivity analysis is based on the current market environment.

ii. Exchange rate risk

Exchange rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to movements in exchange rates. The Company's exposure to exchange rate risk relates, firstly, to the Company's operating activities (when revenues and expenses are denominated in a currency other than the Company's functional currency) and secondly, for obtaining financing in US dollars.

Management monitors this risk through the analysis of the country's macro-economic variables. As of March 31st, 2023, Management has decided to accept the exchange risk of this position, therefore it has not carried out operations with derivative instruments for its coverage.

The result of maintaining balances in foreign currency for the Company as of March 31st, 2023 and 2022 was a net gain of approximately S/ 5,663,000 (gain of approximately S/ 10,282,000 and loss of approximately S/ 4,619,000), and S/ 39,552,000 (gain of approximately S/ 42,067,000 and loss of approximately S/ 2,515,000), respectively, which are presented in the caption "Exchange difference, net" of the statement of profit or loss. Note 3 presents the Company's position in foreign currency.

Exchange rate sensitivity

The following table shows the sensitivity to a reasonably possible change in the exchange rate of the US dollar, considering that all other variables remain constant, on the Company's profit before income tax (due to changes in fair value of monetary assets and liabilities).

<i>Effect in thousands of Soles</i>	Result for the period 2023		Result for the period 2022	
	Strengthening	Weakening	Strengthening	Weakening
US\$ (movement of 5%)	10,326	-10,326	11,885	-11,885
US\$ (movement OF 10%)	20,651	-20,651	23,770	-23,770

B. Credit risk

Credit risk is the risk that a counterpart will not fulfill its obligations assumed in a financial instrument or a commercial contract, and that this will cause a financial loss. The Company is exposed to credit risk from its operating activities (particularly from trade debtors) and its financial activities, including deposits with banks and financial institutions, foreign exchange operations and other financial instruments. The maximum exposure to credit risk for the components of the financial statements as of March 31st, 2023, is represented by the sum of the cash items and cash equivalents, commercial and miscellaneous accounts receivable.

Notas a los estados financieros (continuación)

C. Liquidity risk

The Company monitors the risk of a shortfall of funds using a recurring liquidity planning tool.

The Company's objective is to maintain a balance between the continuity and flexibility of financing through the use of overdrafts in bank checking accounts, bank loans, and other financial liabilities.

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

<i>in thousands of Soles</i>	Value in books	As of March 31st, 2023			Total
		Up to 12 months	2 to 3 years	From 4 to 8 years	
Trade and miscellaneous accounts payable	260,052	260,052	-	-	260,052
Other financial liabilities:					
Principal amortization	1,564,110	648,480	915,630	-	1,564,110
Interest payment flow	-	72,134	54,202	-	126,336
Total liabilities	1,824,162	980,666	969,832	-	1,950,498

<i>in thousands of Soles</i>	Value in books	As of December 31st, 2022			Total
		Up to 12 months	2 to 3 years	From 4 to 8 years	
Trade and miscellaneous accounts payable	519,168	519,168	-	-	519,168
Other financial liabilities:					
Principal amortization	1,384,131	602,535	734,024	47,572	1,384,131
Interest payment flow	-	60,870	56,510	511	117,891
Total liabilities	1,903,299	1,182,573	790,534	48,083	2,021,190

D. Money management

In the fourth quarter ended March 31st, 2023 and December 31st, 2022, there were no changes in the objectives, policies, or processes related to capital management.

21. Fair Values

A. Financial instruments measured at fair value and fair value hierarchy

The following table shows an analysis of the financial instruments that are measured at fair value at the reporting date, including the level of the fair value hierarchy. The amounts are based on balances presented in the statement of financial position:

Notas a los estados financieros (continuación)

<i>in thousands of Soles</i>	Level 2	Total
March 31st, 2023		
Financial assets		
Derivative financial instruments	2,074	2,074
Total financial assets	2,074	2,074

<i>in thousands of Soles</i>	Level 2	Total
December 31st, 2022		
Financial assets		
Derivative financial instruments	2,557	2,557
Total financial assets	2,557	2,557

B. Financial instruments not measured at fair value

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

Level 1

- Cash and cash equivalents do not represent a significant credit or interest rate risk; therefore, their book values approximate their fair value.
- Accounts receivable, due to the fact that they are net of their allowance for bad debts and, mainly, they have maturities of less than three months, Management has considered that their fair value is not significantly different from their book value.
- Due to their current maturity, trade and sundry accounts payable, the Company's Management estimates that their accounting balance is close to their fair value.

Level 2

- For other financial liabilities, their fair values have been determined by comparing the market interest rates at the time of their initial recognition with the current market rates related to similar financial instruments. Below is a comparison between the book values and the fair values of these financial instruments:

<i>in thousands of Soles</i>	As of March 31st, 2023		As of December 31st, 2022	
	Value in books	Fair value	Value in books	Fair value
Bank promissory notes	599,425	621,489	371,900	348,645
Other financial liabilities	931,657	915,107	1,012,231	875,279

22. Subsequent Events

No significant events of a financial-accounting nature have been identified after March 31st, 2023 that may affect the interpretation of these financial statements.