



CARIBBEAN CEMENT COMPANY LIMITED

ADDENDUM TO NOTE 5 OF THE CONDENSED CONSOLIDATED UNAUDITED INTERIM FINANCIAL REPORT FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021

This Addendum to Note 5 of the Condensed Consolidated Unaudited Interim Financial Report for the Nine Months ended September 30, 2021 (“the Financials”) for Caribbean Cement Company Limited (“CCCL” or “the Company”) forms a part of the Financials of the Company. It is expressly declared and understood that this Addendum shall take precedence and supercede the content of Note 5 to the Financials previously circulated on October 28, 2021.

NOTE 5- Operating Earnings Before Other Expenses, Net (expressed in J\$’000)

	UNAUDITED				AUDITED
	Three Months Jul - Sep		Nine Months Jan - Sep		Year Jan - Dec
	2021	2020	2021	2020	2020
5. OPERATING EARNINGS BEFORE OTHER EXPENSES, NET <i>[expressed in \$’000]</i>					
The details of the line item “Operating earnings before other expenses, net” are as follows:					
Revenue	5,494,611	5,772,475	17,802,473	15,103,665	20,108,049
Expenses:					
Raw material and consumables	636,649	294,611	1,316,678	906,017	1,247,650
Fuel and electricity	858,149	983,059	2,910,352	2,709,583	3,638,472
Personnel remuneration and benefits	650,928	529,032	1,882,466	1,627,973	2,215,515
Repairs and maintenance	696,372	368,350	1,295,725	910,880	1,414,441
Equipment hire	303,055	367,056	904,555	836,083	1,060,888
Cement transportation, marketing and selling expenses	213,588	228,564	667,091	626,807	804,145
Other operating expenses	218,306	232,941	703,509	658,114	851,070
Depreciation and amortisation	379,081	386,134	1,137,573	1,151,089	1,536,260
Changes in inventories of finished goods and work in progress (a)	1,042,233	73,400	1,867,893	501,536	557,619
Total expenses	4,998,361	3,463,146	12,685,842	9,928,081	13,326,060
Operating earnings before other expenses, net	496,250	2,309,329	5,116,631	5,175,584	6,781,989
(a) In July 2021, the company undertook the planned major maintenance of its main production equipment, the Kiln. This planned maintenance resulted in the Kiln being out of operation for a period of twenty-one (21) days. During this period, the company experienced lower production levels of clinker and cement. To cover the shortfall in production and to ensure the company’s ability to meet the market demand during the planned maintenance, the company imported 67,000 metric tons of cement. The cost of the imported cement, direct attributable costs, and a higher fixed cost absorption rate, resulted in a significant increase in “Changes in inventories of finished goods and work in progress” relative to the comparative period for 2020.					

Dated this 15th day of November 2021

Parris A. Lyew-Ayee
Chairman

Yago Castro
Managing Director