

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

CURRENT REPORT UNDER SECTION 17  
OF THE SECURITIES REGULATION CODE  
AND SRC RULE 17.2(c) THEREUNDER

1. 30 July 2021  
Date of Report (Date of earliest event reported)
  
2. SEC Identification Number CS201518815    3. BIR Tax Identification No. 009-133-917-000
  
4. CEMEX HOLDINGS PHILIPPINES, INC.  
Exact name of issuer as specified in its charter
  
5. Metro Manila, Philippines  
Province, country or other jurisdiction of incorporation
  
6.  (SEC Use Only)  
Industry Classification Code:
  
7. 34<sup>th</sup> Floor Petron Mega Plaza Building, 358 Sen. Gil J. Puyat Avenue, Makati City, 1200  
Philippines  
Address of principal office  
Postal Code
  
8. +632 8849-3600  
Issuer's telephone number, including area code
  
9. N/A  
Former name or former address, if changed since last report
  
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common Shares	13,489,226,623 <sup>1</sup>

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<sup>1</sup> Includes 8,293,831,169 common shares which were the subject of the stock rights offering conducted in January 2020 pursuant to a Notice of Confirmation of Exempt Transaction of the SEC which was issued on December 11, 2019, confirming that the stock rights offering is exempt from the registration requirements of the Securities Regulation Code (SRC) under SRC Section 10.1 (e) and (i).

11. Indicate the item numbers reported herein: Item 9

**CEMEX HOLDINGS PHILIPPINES, INC. (“CHP”)** released its briefing materials (attached) for the conference call and webcast presentation on 30 July 2021 regarding its 2<sup>nd</sup> Quarter 2021 results. These materials were posted prior to the conference call/webcast on **edge.pse.com.ph and CHP’s website** - [www.cemexholdingsphilippines.com](http://www.cemexholdingsphilippines.com).

CHP also issued a Press Release dated 30 July 2021 announcing its 2<sup>nd</sup> Quarter 2021 Results (also attached).

#### SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

CEMEX HOLDINGS PHILIPPINES, INC.  
Issuer

30 July 2021  
Date

  
Jannette Virata Sevilla  
Compliance Officer



**HOLDINGS  
PHILIPPINES**

**2021  
Second Quarter Results**

This presentation contains forward-looking statements. In some cases, these statements can be identified by the use of forward-looking words such as “may,” “should,” “could,” “anticipate,” “estimate,” “expect,” “plan,” “believe,” “predict,” “potential” and “intend” or other similar words. These forward-looking statements reflect current expectations and projections about future events of CEMEX Holdings Philippines, Inc. (“CHP”) based on CHP’s knowledge of present facts and circumstances and assumptions about future events. These statements necessarily involve, as of the date such statements are made, risks and uncertainties that could cause actual results to differ materially from CHP’s expectations. Some of the risks, uncertainties and other important factors that could cause results to differ, or that otherwise could have an impact on CHP or its subsidiaries, include, but are not limited to, the cyclical activity of the construction sector; CHP’s exposure to other sectors that impact CHP’s business, such as the energy sector; general political, economic, health and business conditions in the markets in which CHP operates; competition in the markets in which we offer our products and services; the regulatory environment, including environmental, tax, antitrust and acquisition-related rules and regulations; CHP’s ability to satisfy its debt obligations and the ability of CEMEX, S.A.B. de C.V. (“CEMEX”), the ultimate parent company of the major shareholder of CHP, to satisfy CEMEX’s obligations under its material debt agreements, the indentures that govern CEMEX’s senior secured notes and CEMEX’s other debt instruments; expected refinancing of CEMEX’s existing indebtedness; the impact of CEMEX’s below investment grade debt rating on CHP’s and CEMEX’s cost of capital; CEMEX’s ability to consummate asset sales and fully integrate newly acquired businesses; achieve cost-savings from CHP’s cost-reduction initiatives and implement CHP’s pricing initiatives for CHP’s products; the increasing reliance on information technology infrastructure for CHP’s invoicing, procurement, financial statements and other processes that can adversely affect operations in the event that the infrastructure does not work as intended, experiences technical difficulties or is subjected to cyber-attacks; changes in the economy that affect demand for consumer goods, consequently affecting demand for our products and services; the impact of pandemics, epidemics or outbreaks of infectious diseases and the response of governments and other third parties, including with respect to COVID-19, which have affected and may continue to adversely affect, among other matters, supply chains, international operations, availability of liquidity, investor confidence and consumer spending, as well as availability of, and demand for, our products and services; weather conditions, including but not limited to, excessive rain and snow, and disasters such as earthquakes and floods; weather conditions; natural disasters and other unforeseen events (including global health hazards such as COVID-19); and the other risks and uncertainties described in CHP’s public filings. Readers are urged to read these presentations and carefully consider the risks, uncertainties and other factors that affect CHP’s business. The information contained in these presentations is subject to change without notice, and CHP is not obligated to publicly update or revise forward-looking statements. Unless the context indicates otherwise, all references to pricing initiatives, price increases or decreases, refer to CHP’s prices for products sold or distributed by CHP or its subsidiaries.

# Second Quarter 2021 Update

- ✓ In 2Q21, we saw construction activity benefit from **an easing of quarantine restrictions on the construction industry and drier weather conditions**.
- ✓ Despite a tightening of lockdown measures in 2Q21, the **construction industry was allowed to operate with minimal restrictions**, even under the strictest quarantine level.
- ✓ **Year-over-year comparison reflects a low base effect** due to stringent lockdown measures in 2Q20.
- ✓ Sequentially, despite a surge in COVID-19 cases, 2Q21 saw **more favorable weather conditions** which allowed construction activity to increase during the summer months of April and May.
- ✓ **Solid Cement Plant achieved its all-time record for cement production** in a single month in 2Q21.
- ✓ Solid and APO are the only Philippine-based laboratories certified for **ISO/IEC 17205:2017 Laboratory Management System** by the National Association of Testing Authorities (NATA) of Australia.



Be vigilant to protect yourself, your family and others against COVID-19

Let's ensure our safety and that of our families and communities by following these Behaviors that Save Lives.



**CHOOSE TO GET  
VACCINATED.**



**WEAR YOUR MASK AT  
ALL TIMES.**



**IDENTIFY SYMPTOMS  
AND INFORM.**



**PRACTICE GOOD  
PERSONAL HYGIENE.**



**MAINTAIN TWO-METER  
DISTANCE.**

SOURCE: World Health Organization

**OUR PROTOCOLS | BEHAVIORS THAT SAVE LIVES**



# Second Quarter 2021 Initiatives



- ✓ **CHP's digitalization efforts** recognized recently during the first CEMEX Global Awards.
- ✓ Our Distribution and Institutional commercial teams won **first place for "CEMEX Go Top Orders Adoption" in 2020** for the Larger and Smaller Markets categories, respectively.
- ✓ **Our Electronic Authority to Withdraw, or eATW, was awarded "Best Initiative Implemented"**. The eATW is a digital solution for our customer's pick-up experience. It automates the process, giving our customers the ability to order and monitor cement pick-ups anytime, anywhere, and from any device.
- ✓ We continue to reach more than 90% adoption among our customers for our CEMEX Go platform, and have achieved more than 90% adoption for our eATW solution.
- ✓ Distribution expenses reflect a **sustained level of majority pick-up transactions in all our sites**.
- ✓ **Maximizing use of secondary and alternative fuels**, to reduce dependence on coal.



# OUR PATH TO CARBON NEUTRALITY

Committed to  
net zero CO<sub>2</sub>

**FUTURE  
IN  
ACTION**



- ✓ **Developing “greener” cement products** that will soon be available to the market.
- ✓ **Reducing clinker factor** with admixtures, alternative raw materials, and by-products of other industries.
- ✓ **Contributing to the circular economy** through the co-processing of plastics and inorganic waste, via partnerships with private companies and local government units.
- ✓ At CHP, we have been **recycling 25 times more waste than we have generated in our operations**<sup>1</sup>.
- ✓ **4.5-megawatt waste-heat-to-energy facility** in the pipeline for our APO Cement Plant. This is similar to the 6-megawatt waste-heat facility we have in our Solid Cement Plant.

<sup>1</sup> In 2019 and 2020

- ✓ National weather bureau, PAGASA, announced the **start of the rainy season** in June.
- ✓ **Highly competitive markets should continue** with the presence of imported cement in all regions of the country.
- ✓ **The threat of COVID-19 remains**, with the resurgence of outbreaks around the country, the emergence of more contagious variants, and vaccination efforts in-progress.
- ✓ The government's **public infrastructure spending program is expected to be a key driver of economic activity** for the rest of the year.
- ✓ **Inflationary pressures to costs** persist. Coal prices have reached their highest levels in more than a decade, while supply chain bottlenecks and a weaker foreign exchange rate present additional headwinds.

# Domestic Cement Volumes and Prices

		6M21 vs. 6M20	2Q21 vs. 2Q20	2Q21 vs. 1Q21
<b>Domestic Cement</b>	Volume	16%	45%	7%
	Price (PHP)	(4%)	(3%)	2%

**Domestic cement volumes** increased by 45% year-over-year during the second quarter, supported by an easing of quarantine restrictions on our industry and reflecting a low base effect.

Sequentially, our domestic cement volumes increased by 7%, as favorable weather conditions aided construction activity during the second quarter.

On a year-to-date basis, our domestic cement volumes increased by 16% year-over-year.

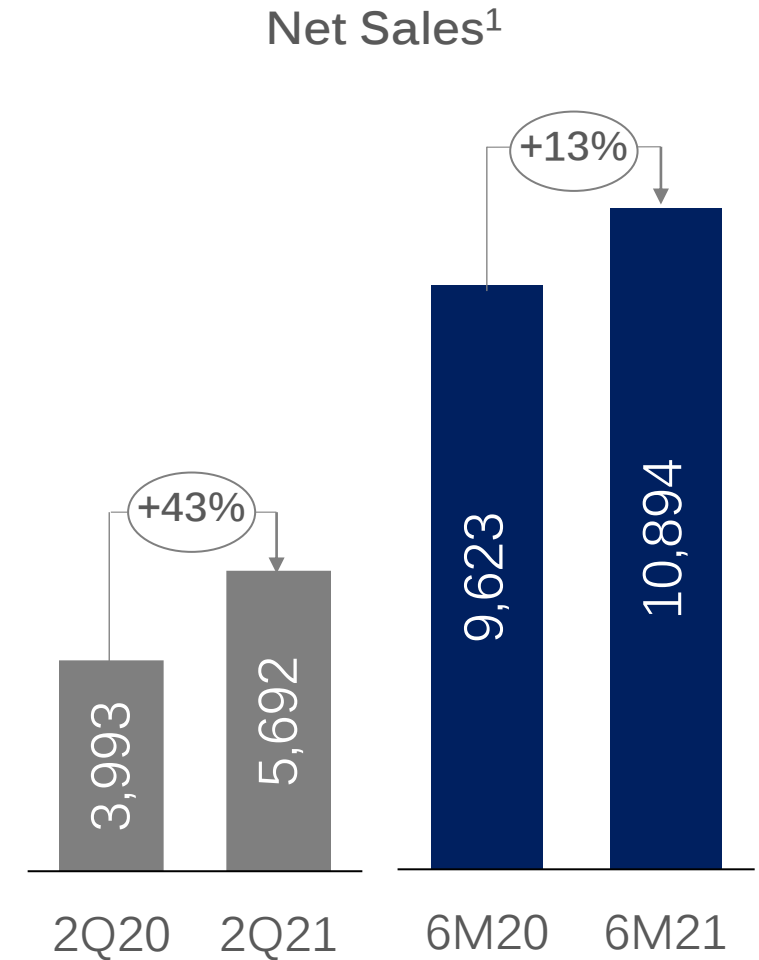
**Our domestic cement prices** increased by 2% sequentially, due to price adjustments implemented in 2Q21.

Year-over-year, change in our domestic cement prices mainly driven by higher proportion of pick-up sales.

Net of freight charges, our domestic cement prices decreased by 1% year-over-year during 2Q21 and 6M21, mainly due to competitive market dynamics and the impact of COVID-19 on business activity.

# Net Sales

As a result of higher volume, **net sales** increased, year over year, by 43% during the second quarter and by 13% during the first six months of 2021.



<sup>1</sup> Millions of Philippine Pesos

# Private Sector

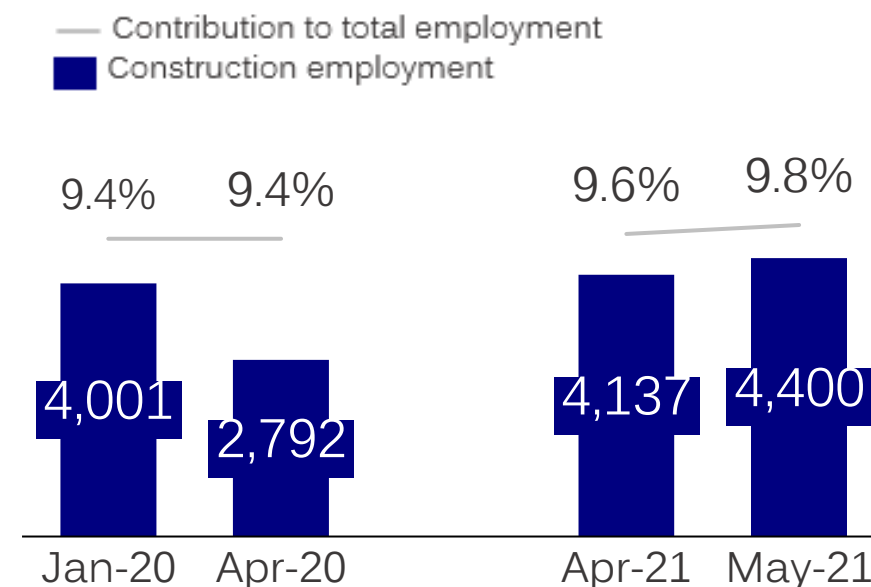
**Construction sector employment** remained above 4 million persons in April and May of 2021, despite tightening of quarantine measures, as restrictions on the construction industry were eased.

Activity in the **residential sector** was higher year-over-year as a positive trend in approved residential building permits supported the sector during the quarter. Demand may still be challenged by the impact of inflation on short-term purchase behavior. In addition, despite positive remittance inflows, OFW households are likely to apportion more remittance proceeds for basic and health necessities.

Activity improved in the **non-residential sector** from its level in the same period last year as mobility restrictions eased despite stricter quarantine levels during the second quarter. This year, property developers have programmed higher CAPEX, and activity in the sector may improve as more projects start.

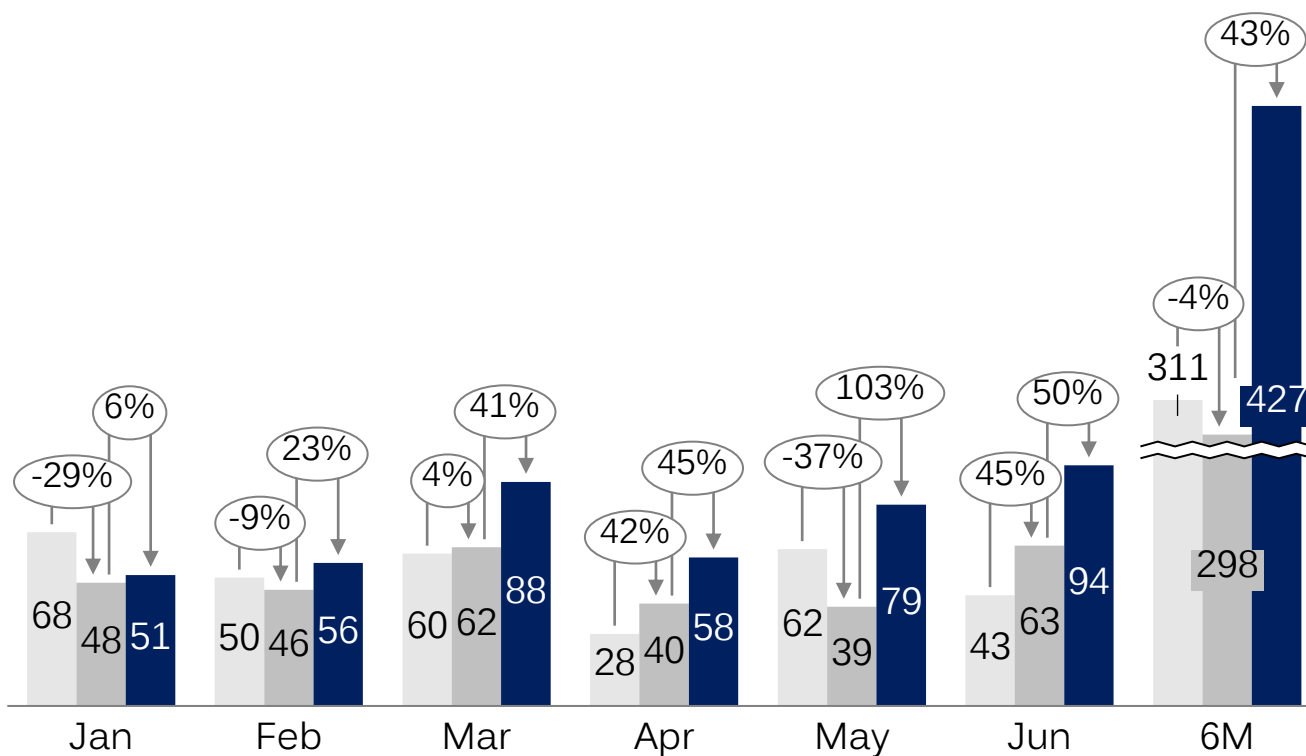
The CREATE law's application could provide support to private activity by incentivizing firms to expand development plans.

### Employment in Construction (K Persons)



## Disbursements on Infrastructure and Capital Outlays (in PHP billion)

2019 2020 2021

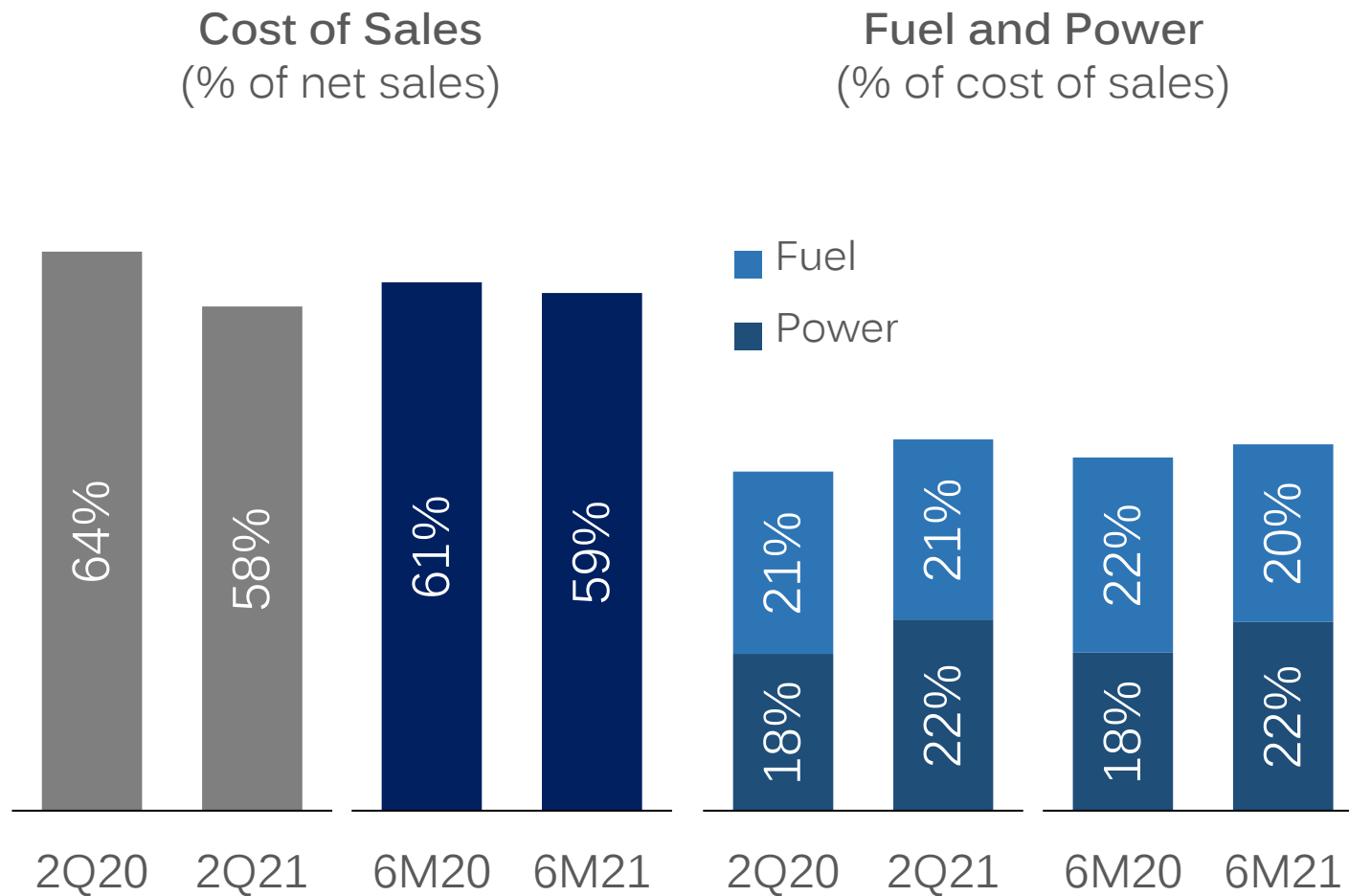


(%) Refers to year-over-year growth

**Infrastructure disbursements** from April to June grew by 63% year-over-year to Php 232 billion. Spending during this period also surpassed the level in the comparable months two years ago. The growth reflects the government's efforts to speed up execution in order to catch up on project delays.

While the risk of COVID-19 remains, construction has been deemed an essential activity and a key contributor to economic recovery.

# Cost of Sales



**Cost of sales** was 59% of sales during the first six months of 2021, compared with 61% in the same period of 2020.

**Total fuel cost** was 1% higher year-over-year for the first half of 2021.

Using more cost-efficient fuel mix to lower dependence on coal, the market price of which has been at its highest level in more than a decade.

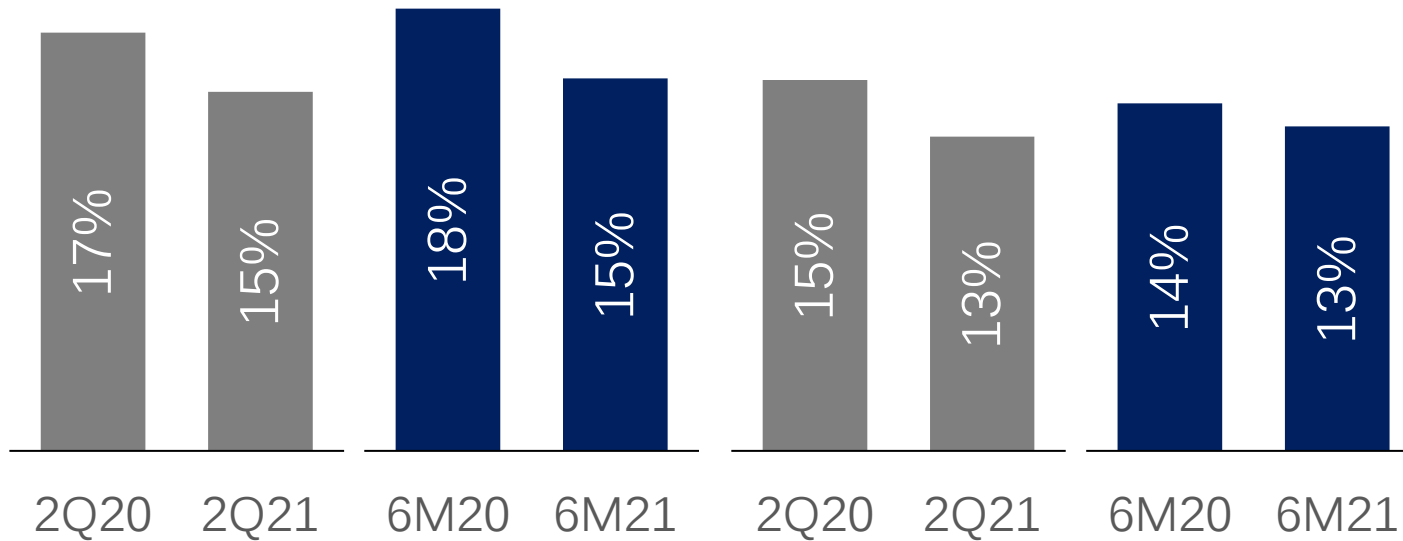
**Total power cost** increased by 32% year-over-year for the first half of 2021 with higher electricity rates, and a rebate from the wholesale electricity spot market received in the prior year.

APO Cement Plant major kiln shutdown scheduled for the third quarter of 2021.

# Operating Expenses

Distribution  
(% of net sales)

Selling and Administrative  
(% of net sales)



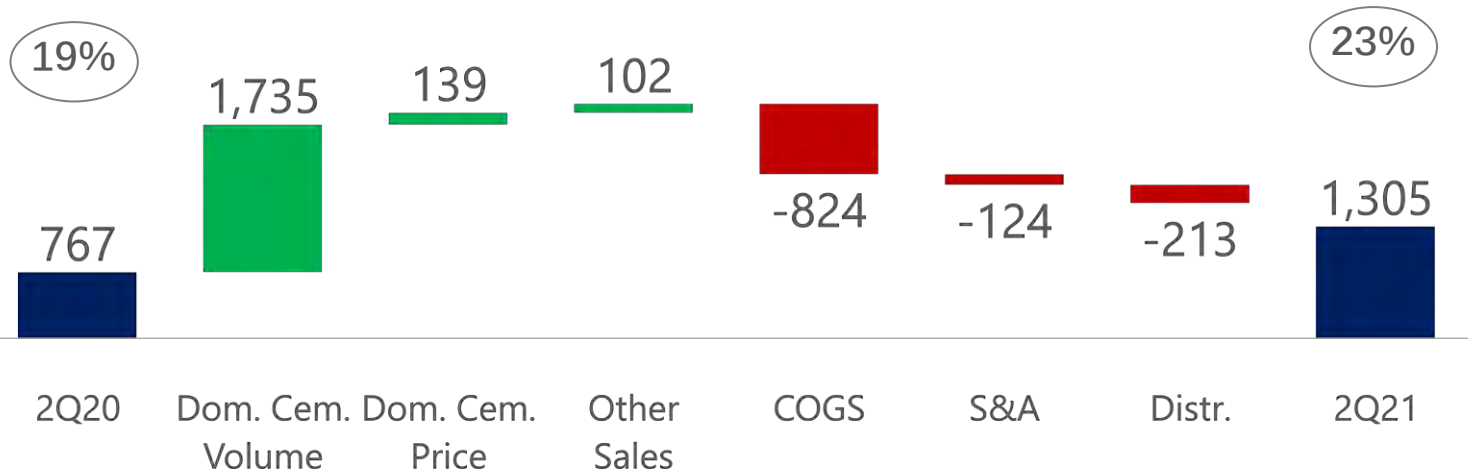
**Distribution expenses** was 15% of sales during the first half of 2021, a decrease of 3 pp year-over-year. This was mainly driven by lower delivered volumes and initiatives to increase efficiency.

**Selling and administrative expenses** was 13% of sales during the first half of 2021, lower by 1 pp year-over-year.



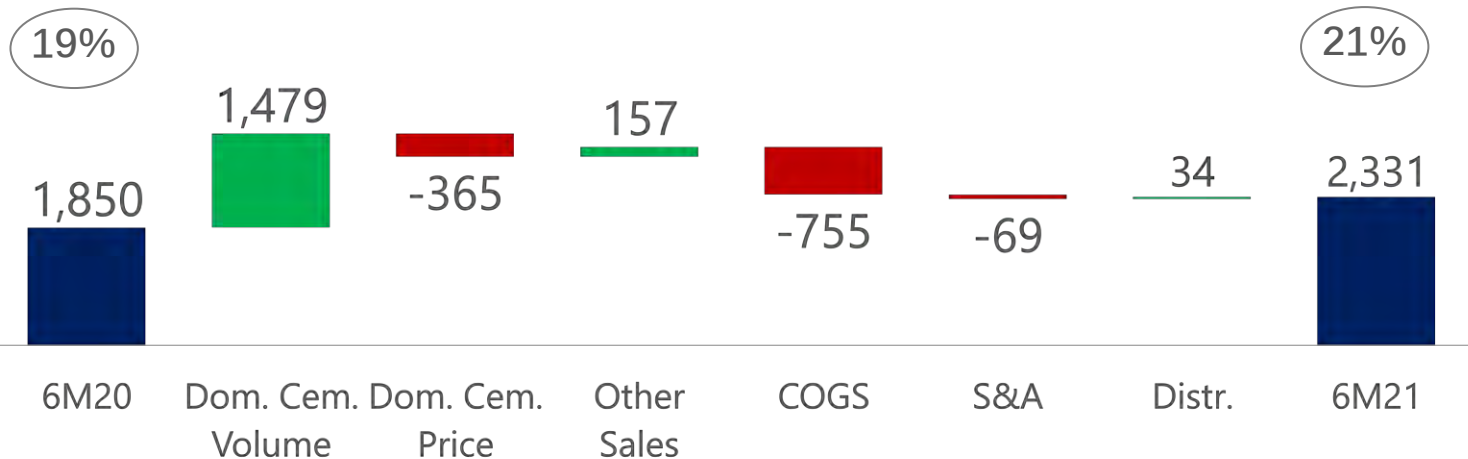
# Operating EBITDA and Operating EBITDA Margin

## Operating EBITDA Variation<sup>1</sup>



**Operating EBITDA** for the first six months of 2021 increased by 26% year-over-year mainly due to higher volume.

**Operating EBITDA margin** was at 21% for the first half of 2021.



(%) Refers to operating EBITDA margin

<sup>1</sup> Millions of Philippine Pesos

# Net Income

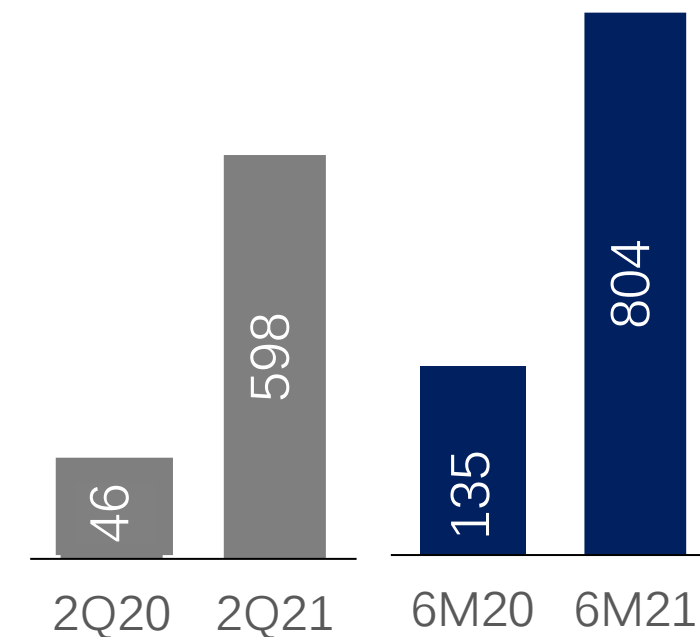
**Net income** was at PHP 804 million for the first six months of 2021 mainly due to higher operating earnings.

**Financial expenses** were lower by 78% year-over-year during the first half, reflecting lower debt levels and declining interest rates.

**Foreign exchange losses** were a result of the declining Philippine Peso to U.S. Dollar exchange rate.

Year-to-date **income taxes** include a one-time expense from the revaluation of deferred tax assets pursuant to income tax rate reductions related to the CREATE Act<sup>2</sup>.

Net Income<sup>1</sup>



(In Millions of Philippine Pesos)	Second Quarter			January - June		
	2021	2020	% var	2021	2020	% var
<b>Operating earnings</b>	<b>817</b>	<b>118</b>	<b>591%</b>	<b>1,329</b>	<b>651</b>	<b>104%</b>
Financial income (expense), net	(52)	(255)	79%	(115)	(534)	78%
Foreign exchange gain (loss), net	(44)	66	N/A	(115)	(0)	(37643%)
<b>Net income (loss) before income</b>	<b>721</b>	<b>(70)</b>	<b>N/A</b>	<b>1,099</b>	<b>117</b>	<b>841%</b>
Income tax benefit (expenses)	(123)	116	N/A	(296)	18	N/A
<b>Consolidated net income (loss)</b>	<b>598</b>	<b>46</b>	<b>1203%</b>	<b>804</b>	<b>135</b>	<b>495%</b>

<sup>1</sup> Millions of Philippine Pesos

<sup>2</sup> The Corporate Recovery and Tax Incentives for Enterprises or the CREATE Act, which was approved into law on March 26, 2021



**HOLDINGS  
PHILIPPINES**

# Free Cash Flow & Guidance



# Free Cash Flow

	January - June			Second Quarter		
	2021	2020	% var	2021	2020	% var
Operating EBITDA	2,331	1,850	26%	1,305	767	70%
- Net Financial Expenses	115	534		52	255	
- Maintenance Capex	73	45		41	(4)	
- Change in Working Capital	(286)	1,019		37	687	
- Income Taxes Paid	108	205		81	83	
- Other Cash Items (net)	(37)	1		1	13	
<b>Free Cash Flow after Maintenance Capex</b>	<b>2,358</b>	<b>45</b>	<b>5161%</b>	<b>1,092</b>	<b>(267)</b>	<b>N/A</b>
- Strategic Capex	1,309	1,953		623	501	
<b>Free Cash Flow</b>	<b>1,049</b>	<b>(1,908)</b>	<b>N/A</b>	<b>469</b>	<b>(768)</b>	<b>N/A</b>

Millions of Philippine Pesos

**Free cash flow after maintenance CAPEX** for the first six months of 2021 was around PHP 2.4 billion.

Working capital improvement was mainly due to higher payables.

# Solid Cement Plant New Line



Lifting of new rotary kiln into position at Solid Cement Plant (Jan. 2021)

Works on the different superstructures of the new line and installation of various equipment remained ongoing throughout the second quarter, following strict health and safety protocols during the current COVID-19 pandemic.

Expected completion of construction now in **June 2022**, due to general delays. If the same conditions that caused the delays persist during the next months, completion of the project could be further delayed beyond June 2022.

**Estimated total project cost** of US\$235 million

**Est. total interest capitalization** of US\$24 million

# 2021 Guidance



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Cement Volumes 12-14%

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Capital expenditures	PHP 3,440 million	Solid Cement Plant Expansion CAPEX
	PHP 1,360 million	Maintenance and Other CAPEX
	<b>PHP 4,800 million</b>	<b>Total CAPEX</b>

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**HOLDINGS  
PHILIPPINES**

# **Q&A Session 2021 Second Quarter Results**

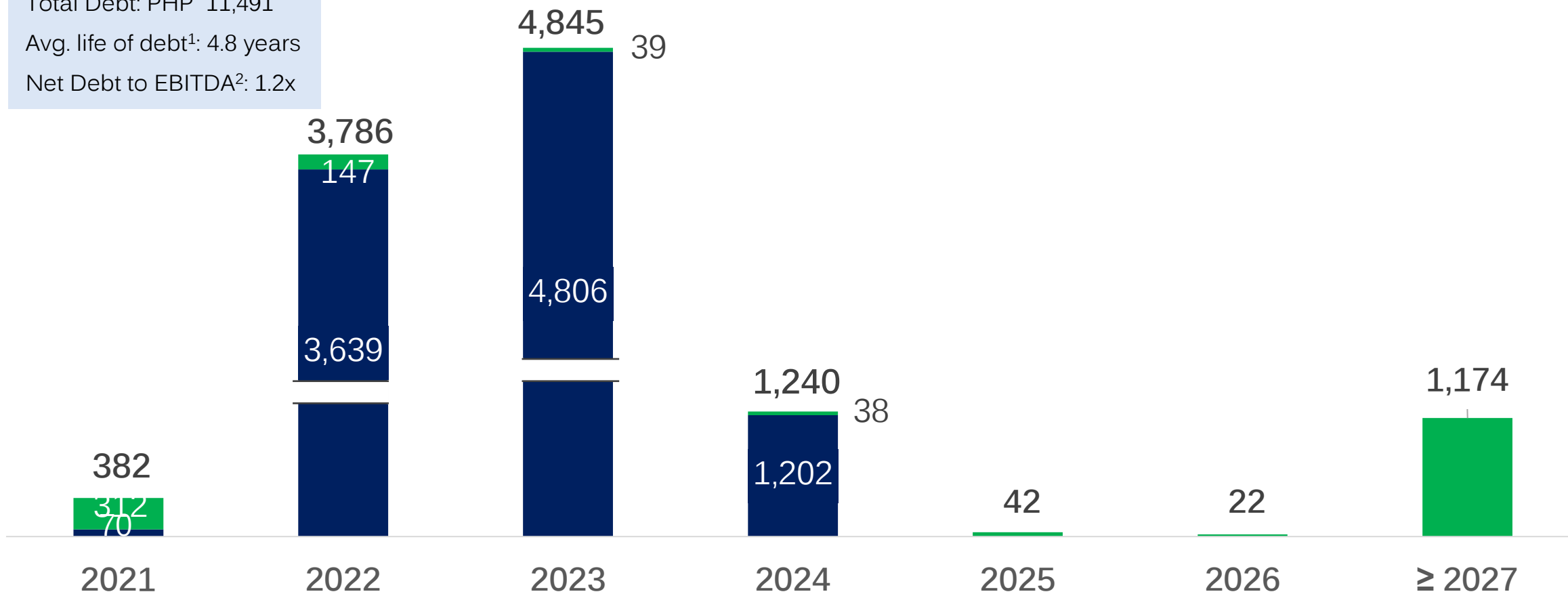




# Debt Maturity Profile

- Leases
- BDO Debt

Total Debt: PHP 11,491  
 Avg. life of debt<sup>1</sup>: 4.8 years  
 Net Debt to EBITDA<sup>2</sup>: 1.2x



All amounts in millions of Philippine Pesos

<sup>1</sup> Based on weighted average life of debt

<sup>2</sup> Last 12 months Consolidated EBITDA

# Additional Debt Information

	Second Quarter			First Quarter
	2021	2020	% var	2021
Total debt <sup>(1)(2)</sup>	11,491	13,681	(16%)	12,153
Short term	4%	6%		5%
Long term	96%	94%		95%
Cash and cash equivalents	6,062	5,272	15%	6,064
Net debt	5,429	8,409	(35%)	6,089
Leverage Ratio <sup>(3)</sup>	2.47	3.69		2.95
Coverage Ratio <sup>(3)</sup>	7.83	4.16		6.47

Note:

All amounts in millions of Philippine Pesos, except percentages and ratios

<sup>1</sup> U.S. dollar debt converted using end-of-period exchange rates

<sup>2</sup> Includes leases, in accordance with Philippine Financial Reporting Standards (PFRS)

<sup>3</sup> Based on BDO Loan Facility financial covenants which we are required to comply commencing on June 30, 2021

# Definitions

<b>6M21 / 6M20</b>	Results for the first six months of the years 2021 and 2020, respectively
<b>PHP</b>	Philippine Pesos
<b>Pp</b>	Percentage points
<b>Prices</b>	All references to pricing initiatives, price increases or decreases, refer to our prices for our products.
<b>Operating EBITDA</b>	Operating earnings before other expenses, net, plus depreciation and operating amortization.
<b>Free Cash Flow</b>	Operating EBITDA minus net interest expense, maintenance and strategic capital expenditures, change in working capital, taxes paid, and other cash items (net other expenses less proceeds from the disposal of obsolete and/or substantially depleted operating fixed assets that are no longer in operation),
<b>Maintenance Capital Expenditures</b>	Investments incurred for the purpose of ensuring the company's operational continuity. These include capital expenditures on projects required to replace obsolete assets or maintain current operational levels, and mandatory capital expenditures, which are projects required to comply with governmental regulations or company policies,
<b>Strategic capital expenditures</b>	investments incurred with the purpose of increasing the company's profitability. These include capital expenditures on projects designed to increase profitability by expanding capacity, and margin improvement capital expenditures, which are projects designed to increase profitability by reducing costs.
<b>Change in Working capital in the Free cash flow statements</b>	Only include trade receivables, trade payables, receivables and payables from and to related parties, other current receivables, inventories, other current assets, and other accounts payable and accrued expense.
<b>Net Debt</b>	Total debt (debt plus leases) minus cash and cash equivalents.

# Contact Information



## Investor Relations

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In the Philippines

+632 8849 3600

[chp.ir@cemex.com](mailto:chp.ir@cemex.com)

## Stock Information

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PSE:

**CHP**



# 2021

## SECOND QUARTER RESULTS

- **Stock Listing Information**  
Philippine Stock Exchange  
Ticker: CHP
- **Investor Relations**  
+ 632 8849 3600  
E-Mail:  
[chp.ir@cemex.com](mailto:chp.ir@cemex.com)

## Operating and Financial Highlights



	January - June			Second Quarter		
	2021	2020	% var	2021	2020	% var
Net sales	10,894	9,623	13%	5,692	3,993	43%
Gross profit	4,421	3,784	17%	2,398	1,430	68%
as % of net sales	40.6%	39.3%	1.3pp	42.1%	35.8%	6.3pp
Operating earnings before other expenses, net	1,292	653	98%	819	132	521%
as % of net sales	11.9%	6.8%	5.1pp	14.4%	3.3%	11.1pp
Controlling Interest Net Income (Loss)	804	135	495%	598	46	1203%
Operating EBITDA	2,331	1,850	26%	1,305	767	70%
as % of net sales	21.4%	19.2%	2.2pp	22.9%	19.2%	3.7pp
Free cash flow after maintenance capital expenditures	2,358	45	5161%	1,092	(267)	N/A
Free cash flow	1,049	(1,908)	N/A	469	(768)	N/A
Net debt <sup>1</sup>	5,429	8,409	(35%)	5,429	8,409	(35%)
Total debt <sup>1</sup>	11,491	13,681	(16%)	11,491	13,681	(16%)
Earnings per share <sup>2</sup>	0.06	0.01	381%	0.04	0.00	1203%

In millions of Philippine Pesos, except percentages and earnings per share

<sup>1</sup> U.S. dollar debt converted using end-of-period exchange rate. See Debt Information on page 4 and Exchange Rates on page 7 for more detail.

<sup>2</sup> In Philippine Pesos

**Net sales** increased, year-over-year, by 43% during the second quarter and by 13% during the first six months of 2021 due to higher volume.

**Cost of sales** was 59.4% of sales during the first six months of 2021, compared with 60.7% in the same period of 2020.

Total fuel cost was 1% higher year-over-year for the first half of 2021. CHP continues to use a more cost-efficient fuel mix to lower dependence on coal, the market price of which has been at its highest level in more than a decade.

Total power cost increased by 32% year-over-year for the first half of 2021 with higher electricity rates, and a rebate from the wholesale electricity spot market received in the prior year.

**Operating expenses**, as a percentage of sales, was 28.7% during the first six months of 2021, compared with 32.5% in the same period of 2020.

Distribution expenses was 15% of sales during the first half of 2021, a decrease of 3 pp year-over-year. This was driven primarily by lower delivered volumes and efficiency initiatives.

Selling and administrative expenses was 13% of sales during the first half of 2021, lower by 1 pp year-over-year.

**Operating EBITDA** for the first six months of 2021 increased by 26% year-over-year mainly due to higher volume.

**Operating EBITDA margin** was at 21.4% for the first half of 2021.

**Controlling interest net income** was at PHP 804 for the first six months of 2021 mainly due to higher operating earnings.

Financial expenses were lower by 78% year-over-year during the first half, reflecting lower debt levels and declining interest rates.

Foreign exchange losses were primarily a result of the declining Philippine Peso to U.S. Dollar exchange rate.

Year-to-date income taxes include a one-time expense from the revaluation of deferred tax assets pursuant to income tax rate reductions related to the Corporate Recovery and Tax Incentives for Enterprises or the CREATE Act, which was approved into law on March 26, 2021.

**Total debt** at the end of June 2021 was at PHP 11,491 million, of which PHP 9,717 million pertained to debt owed to BDO Unibank, Inc. (the "BDO Loan Facility").

Domestic Gray Cement	January - June	Second Quarter	Second Quarter 2021
	2021 vs. 2020	2021 vs. 2020	vs. First Quarter 2021
Volume	16%	45%	7%
Price in PHP	(4%)	(3%)	2%

Our domestic cement volumes increased by 45% year-over-year during the second quarter, supported by an easing of quarantine restrictions on our industry and reflecting a low base effect due to strict lockdowns in the same period last year.

Sequentially, our domestic cement volumes increased by 7%, as favorable weather conditions aided construction activity during the second quarter.

On a year-to-date basis, our domestic cement volumes increased by 16% year-over-year.

Our domestic cement prices increased by 2% sequentially, due to price adjustments implemented in 2Q21.

Year-over-year, the change in our domestic cement prices was mainly driven by higher proportion of pick-up sales.

Net of freight charges, our domestic cement prices decreased by 1% year-over-year during the second quarter and first half of 2021, mainly due to competitive market dynamics and the impact of COVID-19 on business activity.

## Operating EBITDA, Free Cash Flow and Debt Information



### Operating EBITDA and Free Cash Flow

	January - June			Second Quarter		
	2021	2020	% var	2021	2020	% var
<b>Operating earnings before other income, net</b>	<b>1,292</b>	<b>653</b>	<b>98%</b>	<b>819</b>	<b>132</b>	<b>521%</b>
+ Depreciation and operating amortization	1,039	1,197		486	636	
<b>Operating EBITDA</b>	<b>2,331</b>	<b>1,850</b>	<b>26%</b>	<b>1,305</b>	<b>767</b>	<b>70%</b>
- Net financial expenses	115	534		52	255	
- Maintenance capital expenditures	73	45		41	(4)	
- Change in working capital	(286)	1,019		37	687	
- Income taxes paid	108	205		81	83	
- Other cash items (net)	(37)	1		1	13	
<b>Free cash flow after maintenance capital expenditures</b>	<b>2,358</b>	<b>45</b>	<b>5161%</b>	<b>1,092</b>	<b>(267)</b>	<b>N/A</b>
- Strategic capital expenditures	1,309	1,953		623	501	
<b>Free cash flow</b>	<b>1,049</b>	<b>(1,908)</b>	<b>N/A</b>	<b>469</b>	<b>(768)</b>	<b>N/A</b>

In millions of Philippine Pesos

### Debt Information

	Second Quarter			First Quarter	Second Quarter	
	2021	2020	% var	2021	2021	2020
<b>Total debt<sup>(1)(2)</sup></b>	<b>11,491</b>	<b>13,681</b>	<b>(16%)</b>	<b>12,153</b>	<b>Currency denomination</b>	
Short term	4%	6%		5%	U.S. dollar	2%
Long term	96%	94%		95%	Philippine peso	98%
Cash and cash equivalents	6,062	5,272	15%	6,064	<b>Interest rate</b>	
<b>Net debt</b>	<b>5,429</b>	<b>8,409</b>	<b>(35%)</b>	<b>6,089</b>	Fixed	62%
<b>Leverage Ratio<sup>(3)</sup></b>	<b>2.47</b>	<b>3.69</b>		<b>2.95</b>	Variable	38%
<b>Coverage Ratio<sup>(3)</sup></b>	<b>7.83</b>	<b>4.16</b>		<b>6.47</b>		43%

In millions of Philippine Pesos, except percentages

<sup>(1)</sup> U.S. dollar debt converted using end-of-period exchange rate. See Exchange Rates on page 7 for more detail.

<sup>(2)</sup> Includes leases, in accordance with Philippine Financial Reporting Standards (PFRS).

<sup>(3)</sup> Based on BDO Loan Facility financial covenants which we are required to comply commencing on June 30, 2021.



## Income Statement & Balance Sheet Information

CEMEX Holdings Philippines, Inc.

(Thousands of Philippine Pesos in nominal terms, except per share amounts)

INCOME STATEMENT	January - June			Second Quarter		
	2021	2020	% var	2021	2020	% var
Net sales	10,894,093	9,623,042	13%	5,691,856	3,993,126	43%
Cost of sales	(6,472,884)	(5,838,720)	(11%)	(3,293,587)	(2,562,903)	(29%)
<b>Gross profit</b>	<b>4,421,209</b>	<b>3,784,322</b>	<b>17%</b>	<b>2,398,269</b>	<b>1,430,223</b>	<b>68%</b>
Selling and Administrative Expenses	(1,456,414)	(1,377,933)	(6%)	(737,213)	(610,477)	(21%)
Distribution expenses	(1,672,385)	(1,753,826)	5%	(842,491)	(688,022)	(22%)
<b>Operating earnings before other expenses, net</b>	<b>1,292,410</b>	<b>652,563</b>	<b>98%</b>	<b>818,565</b>	<b>131,724</b>	<b>521%</b>
Other income (expenses), net	36,915	(1,373)	N/A	(1,157)	(13,467)	91%
<b>Operating earnings (loss)</b>	<b>1,329,325</b>	<b>651,190</b>	<b>104%</b>	<b>817,408</b>	<b>118,257</b>	<b>591%</b>
Financial and other financial expenses, net	(114,952)	(534,124)	78%	(52,374)	(254,584)	79%
Foreign exchange gain (loss), net	(115,116)	(305)	(37643%)	(44,073)	66,106	N/A
<b>Net income (loss) before income taxes</b>	<b>1,099,257</b>	<b>116,761</b>	<b>841%</b>	<b>720,961</b>	<b>(70,221)</b>	<b>N/A</b>
Income tax benefit (expenses)	(295,585)	18,256	N/A	(122,772)	116,117	N/A
<b>Consolidated net income (loss)</b>	<b>803,672</b>	<b>135,017</b>	<b>495%</b>	<b>598,189</b>	<b>45,896</b>	<b>1203%</b>
Non-controlling interest net income (loss)	14	12	17%	5	3	67%
<b>Controlling Interest net income (loss)</b>	<b>803,686</b>	<b>135,029</b>	<b>495%</b>	<b>598,194</b>	<b>45,899</b>	<b>1203%</b>
<b>Operating EBITDA</b>	<b>2,330,991</b>	<b>1,849,907</b>	<b>26%</b>	<b>1,304,958</b>	<b>767,471</b>	<b>70%</b>
<b>Earnings per share</b>	<b>0.06</b>	<b>0.01</b>	<b>381%</b>	<b>0.04</b>	<b>0.00</b>	<b>1203%</b>

BALANCE SHEET	as of June 30			as of December 31	
	2021	2020	% Var	2020	% Var
<b>Total Assets</b>	<b>64,143,452</b>	<b>63,348,718</b>	<b>1%</b>	<b>63,760,347</b>	<b>1%</b>
Cash and Temporary Investments	6,062,321	5,271,916	15%	6,139,411	(1%)
Derivative Asset	51,067	0		24,039	112%
Trade Accounts Receivables	883,386	883,519	(0%)	700,162	26%
Other Receivables	130,984	39,038	236%	47,512	176%
Insurance Claims and Premium Receivables	263,520	359,821	(27%)	87,569	201%
Inventories	2,173,369	2,380,727	(9%)	2,349,966	(8%)
Assets Held for Sale	0	0		0	
Other Current Assets	1,984,774	1,778,188	12%	1,825,209	9%
Current Assets	11,549,421	10,713,209	8%	11,173,868	3%
Fixed Assets	22,117,102	21,248,850	4%	21,699,377	2%
Investments in an Associate and Other Investments	14,097	14,097	0%	14,097	0%
Other Assets and Noncurrent Accounts Receivables	746,896	873,674	(15%)	782,399	(5%)
Advances to Contractors	958,597	1,378,280	(30%)	1,142,685	(16%)
Deferred Income Taxes - net	897,645	1,260,914	(29%)	1,088,227	(18%)
Goodwill	27,859,694	27,859,694	0%	27,859,694	0%
Other Assets	30,476,929	31,386,659	(3%)	30,887,102	(1%)
<b>Total Liabilities</b>	<b>20,274,725</b>	<b>21,131,517</b>	<b>(4%)</b>	<b>20,849,759</b>	<b>(3%)</b>
Current Liabilities	8,643,137	7,511,370	15%	8,169,894	6%
Long-Term Liabilities	9,579,624	11,123,722	(14%)	10,566,642	(9%)
Deferred Tax Liability	858	1,453	(41%)	853	1%
Other Liabilities	2,051,106	2,494,972	(18%)	2,112,370	(3%)
<b>Consolidated Stockholders' Equity</b>	<b>43,868,727</b>	<b>42,217,201</b>	<b>4%</b>	<b>42,910,588</b>	<b>2%</b>
Non-controlling Interest	136	158	(14%)	150	(9%)
Stockholders' Equity Attributable to Controlling Interest	43,868,591	42,217,043	4%	42,910,438	2%

## Income Statement & Balance Sheet Information

CEMEX Holdings Philippines, Inc.

(Thousands of U.S. Dollars, except per share amounts)

INCOME STATEMENT	January - June			Second Quarter		
	2021	2020	% var	2021	2020	% var
Net sales	225,554	190,354	18%	118,092	79,418	49%
Cost of sales	(134,016)	(115,496)	(16%)	(68,334)	(50,973)	(34%)
<b>Gross profit</b>	<b>91,538</b>	<b>74,858</b>	<b>22%</b>	<b>49,758</b>	<b>28,445</b>	<b>75%</b>
Selling and Administrative Expenses	(30,154)	(27,258)	(11%)	(15,295)	(12,143)	(26%)
Distribution expenses	(34,626)	(34,693)	0%	(17,480)	(13,684)	(28%)
<b>Operating earnings before other expenses, net</b>	<b>26,758</b>	<b>12,907</b>	<b>107%</b>	<b>16,983</b>	<b>2,618</b>	<b>549%</b>
Other income (expenses), net	764	(27)	N/A	(24)	(268)	91%
<b>Operating earnings (loss)</b>	<b>27,522</b>	<b>12,880</b>	<b>114%</b>	<b>16,959</b>	<b>2,350</b>	<b>622%</b>
Financial and other financial expenses, net	(2,380)	(10,566)	77%	(1,087)	(5,063)	79%
Foreign exchange gain (loss), net	(2,383)	(6)	(39617%)	(914)	1,315	N/A
<b>Net income (loss) before income taxes</b>	<b>22,759</b>	<b>2,308</b>	<b>886%</b>	<b>14,958</b>	<b>(1,398)</b>	<b>N/A</b>
Income tax benefit (expenses)	(6,120)	361	N/A	(2,547)	2,309	N/A
<b>Consolidated net income (loss)</b>	<b>16,639</b>	<b>2,669</b>	<b>523%</b>	<b>12,411</b>	<b>911</b>	<b>1262%</b>
Non-controlling interest net income (loss)	0	0		0	0	
<b>Controlling Interest net income (loss)</b>	<b>16,639</b>	<b>2,669</b>	<b>523%</b>	<b>12,411</b>	<b>911</b>	<b>1262%</b>
<b>Operating EBITDA</b>	<b>48,262</b>	<b>36,593</b>	<b>32%</b>	<b>27,075</b>	<b>15,264</b>	<b>77%</b>

BALANCE SHEET	as of June 30			as of December 31	
	2021	2020	% Var	2020	% Var
<b>Total Assets</b>	<b>1,314,412</b>	<b>1,271,298</b>	<b>3%</b>	<b>1,327,705</b>	<b>(1%)</b>
Cash and Temporary Investments	124,228	105,798	17%	127,843	(3%)
Derivative Asset	1,046	0		501	109%
Trade Accounts Receivables	18,102	17,731	2%	14,580	24%
Other Receivables	2,684	783	243%	989	171%
Insurance Claims and Premium Receivables	5,400	7,221	(25%)	1,823	196%
Inventories	44,536	47,777	(7%)	48,934	(9%)
Assets Held for Sale	0	0		0	
Other Current Assets	40,672	35,685	14%	38,007	7%
Current Assets	236,668	214,995	10%	232,677	2%
Fixed Assets	453,219	426,427	6%	451,854	0%
Investments in an Associate and Other Investments	289	283	2%	294	(2%)
Other Assets and Noncurrent Accounts Receivables	15,304	17,534	(13%)	16,292	(6%)
Advances to Contractors	19,643	27,660	(29%)	23,795	(17%)
Deferred Income Taxes - net	18,394	25,304	(27%)	22,661	(19%)
Goodwill	570,895	559,095	2%	580,132	(2%)
Other Assets	624,525	629,876	(1%)	643,174	(3%)
<b>Total Liabilities</b>	<b>415,467</b>	<b>424,071</b>	<b>(2%)</b>	<b>434,163</b>	<b>(4%)</b>
Current Liabilities	177,114	150,740	17%	170,125	4%
Long-Term Liabilities	196,304	223,233	(12%)	220,033	(11%)
Deferred Tax Liability	18	29	(38%)	18	0%
Other Liabilities	42,031	50,069	(16%)	43,987	(4%)
<b>Consolidated Stockholders' Equity</b>	<b>898,949</b>	<b>847,225</b>	<b>6%</b>	<b>893,542</b>	<b>1%</b>
Non-controlling Interest	3	3	0%	3	0%
Stockholders' Equity Attributable to Controlling Interest	898,946	847,222	6%	893,539	1%

## Methodology for translation, consolidation, and presentation of results

CEMEX Holdings Philippines, Inc. (“CHP”) reports its consolidated financial statements under Philippine Financial Reporting Standards (“PFRS”). When reference is made in 2021 and 2020 to consolidated financial statements, it means CHP financial information together with its subsidiaries.

For the purpose of presenting figures in U.S. dollars, the consolidated balance sheet as of June 30, 2021 has been converted at the end of period exchange rate of 48.80 Philippine pesos per US dollar while the consolidated income statement for the six-month period ended June 30, 2021 has been converted at the January to June 2021 average exchange rate of 48.30 Philippine pesos per US dollar. On the other hand, the consolidated income statement for the three-month period ended June 30, 2021 has been converted at the April to June 2021 average exchange rate of 48.20 Philippine pesos per US dollar.

## Definition of terms

**PHP** refers to Philippine Pesos.

**pp** equals percentage points.

**Prices** all references to pricing initiatives, price increases or decreases, refer to our prices for our products.

**Operating EBITDA** equals operating earnings before other expenses, net, plus depreciation and operating amortization.

**Free cash flow** equals operating EBITDA minus net interest expense, maintenance and strategic capital expenditures, change in working capital, taxes paid, and other cash items (net other expenses less proceeds from the disposal of obsolete and/or substantially depleted operating fixed assets that are no longer in operation).

**Maintenance capital expenditures** investments incurred for the purpose of ensuring the company’s operational continuity. These include capital expenditures on projects required to replace obsolete assets or maintain current operational levels, and mandatory capital expenditures, which are projects required to comply with governmental regulations or company policies.

**Strategic capital expenditures** investments incurred with the purpose of increasing the company’s profitability. These include capital expenditures on projects designed to increase profitability by expanding capacity, and margin improvement capital expenditures, which are projects designed to increase profitability by reducing costs.

**Change in Working capital** in the Free cash flow statements only include trade receivables, trade payables, receivables and payables from and to related parties, other current receivables, inventories, other current assets, and other accounts payable and accrued expense.

**Net debt** equals total debt minus cash and cash equivalents.

Exchange Rates	January - June		Second Quarter		January - June	
	2021 average	2020 average	2021 average	2020 average	2021 End of period	2020 End of period
Philippine peso	48.30	50.55	48.20	50.28	48.80	49.83

Amounts provided in units of local currency per US dollar

This report contains forward-looking statements. In some cases, these statements can be identified by the use of forward-looking words such as “may,” “assume,” “might,” “should,” “could,” “continue,” “would,” “can,” “consider,” “anticipate,” “estimate,” “expect,” “envision,” “plan,” “believe,” “foresee,” “predict,” “potential,” “target,” “strategy,” “intend” or other similar words. These forward-looking statements reflect current expectations and projections about future events of CEMEX Holdings Philippines, Inc. (“CHP”) based on CHP’s knowledge of present facts and circumstances and assumptions about future events. These statements necessarily involve risks and uncertainties that could cause actual results to differ materially from CHP’s expectations. Some of the risks, uncertainties and other important factors that could cause results to differ, or that otherwise could have an impact on CHP or its subsidiaries (together, the “CHP Group”), include, but are not limited to, the cyclical activity of the construction sector; the CHP Group’s exposure to other sectors that impact the CHP Group’s business, such as, but not limited to, the energy sector; general political, social, economic, health and business conditions in the markets in which the CHP Group operates; competition in the markets in which the CHP Group offers its products and services; the regulatory environment, including environmental, tax, antitrust and acquisition-related rules and regulations; the CHP Group’s ability to satisfy its debt obligations and the ability of CEMEX, S.A.B. de C.V. (“CEMEX”), the ultimate parent company of the major shareholder of CHP, to satisfy CEMEX’s obligations under its material debt agreements, the indentures that govern CEMEX’s senior secured notes and CEMEX’s other debt instruments; the CHP Group’s and CEMEX’s ability to refinance their existing indebtedness; the impact of CEMEX’s below investment grade debt rating on the CHP Group’s and CEMEX’s cost of capital; the CHP Group’s and CEMEX’s ability to consummate asset sales and fully integrate newly acquired businesses; achieve cost-savings from the CHP Group’s cost-reduction initiatives and implement the CHP Group’s pricing initiatives for the CHP Group’s products; the increasing reliance on information technology infrastructure for the CHP Group’s invoicing, procurement, financial statements and other processes that can adversely affect operations in the event that the infrastructure does not work as intended, experiences technical difficulties or is subject to cyber-attacks; changes in the economy that affect demand for consumer goods, consequently affecting demand for the CHP Group’s products and services; the impact of pandemics, epidemics or outbreaks of infectious diseases and the response of governments and other third parties, including with respect to COVID-19, which have affected and may continue to adversely affect, among other matters, supply chains, international operations, availability of liquidity, investor confidence and consumer spending, as well as availability of, and demand for, the CHP Group’s products and services; weather conditions, including but not limited to, excessive rain and snow, and disasters such as earthquakes and floods; trade barriers, including tariffs or import taxes and changes in existing trade policies or changes to, or withdrawals from free trade agreements; terrorist and organized criminal activities as well as geopolitical events; declarations of insolvency or bankruptcy or becoming subject to similar proceedings; natural disasters and other unforeseen events (including global health hazards such as COVID-19); and the other risks and uncertainties described in CHP’s public filings. Readers are urged to read this document and carefully consider the risks, uncertainties and other factors that affect the CHP Group’s business. The information contained in this report is subject to change without notice, and CHP is not obligated to publicly update or revise forward-looking statements. Unless the context indicates otherwise, all references to pricing initiatives, price increases or decreases, refer to the CHP Group’s prices for products sold or distributed by the CHP Group.

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## **CHP REPORTS SECOND QUARTER 2021 RESULTS**

**MANILA, PHILIPPINES. JULY 30, 2021 – CEMEX HOLDINGS PHILIPPINES, INC. ("CHP") (PSE: CHP)**, announced today that its consolidated net sales increased by 13%, reaching PHP 10.9 billion during the first six months of 2021, versus the comparable period in 2020. Sales increased by 43% year-over-year in the second quarter, amounting to PHP 5.7 billion, reflecting a low comparable base resulting from strict government lockdown last year.

CHP's domestic cement volumes increased by 16% during the first six months of 2021 versus the same period of last year. For the second quarter, domestic cement volumes increased by 45% year-over-year, supported by a low base effect.

CHP's domestic cement prices during the first six months of 2021 were 4% lower year-over-year. Net of freight charges, CHP's domestic cement prices during the first half of the year decreased by 1% year-over-year mainly due to competitive market dynamics and the impact of COVID-19 on business activity.

CHP's Operating EBITDA for the first six months of 2021 was PHP 2.3 billion, an increase of 26% versus the same period in 2020, mainly due to higher volume.

Operating EBITDA margin was 21% for the first six months of 2021, compared with 19% in the same period of last year.

For the second half of 2021, CHP expects its performance to be affected by seasonality factors resulting from the rainy season, competitive market dynamics, and inflationary cost pressures, while the threat of COVID-19 remains. The government's public infrastructure spending program should be a key driver of economic activity for the rest of the year.

Net income for CHP was PHP 804 million for the first six months of 2021, versus PHP 135 million for the first half of last year, mainly due to higher operating earnings.

Ignacio Mijares, President and CEO of CHP, said: "Despite the positive developments we have seen during the first six months, we recognize that there will be headwinds during the second half of the year. I am confident in our ability to face these challenges through the commitment, teamwork, and proven resilience of our employees."

Regarding CHP's Solid Cement New Line, the works on the different superstructures of the new line and installation of various equipment remained ongoing throughout the second quarter, following strict health and safety protocols during the current COVID-19 pandemic.

CHP now expects the construction of the Solid Cement New Line to be completed in June 2022.

*CHP, a listed company at the Philippine Stock Exchange, is one of the leading cement producers in the Philippines, based on annual installed capacity. CHP produces and markets cement and cement products, such as ready-mix concrete and clinker, in the Philippines through direct sales using its extensive marine and land distribution network. Moreover, CHP's cement manufacturing subsidiaries have been operating in the Philippines with well-established brands, such as "APO," "Island," and "Rizal," all having a multi-decade history in the country. For more information please visit: [www.cemexholdingsphilippines.com](http://www.cemexholdingsphilippines.com)*

*CHP is an indirect subsidiary of CEMEX, S.A.B. de C.V., a global construction materials company that is building a better future through sustainable products and solutions. CEMEX is committed to achieving carbon neutrality through relentless innovation and industry-leading research and development. CEMEX is at the forefront of the circular economy in the construction value chain, and is pioneering ways to increase the use of waste and residues as alternative raw materials and fuels in its operations with the use of new technologies. CEMEX offers cement, ready-mix concrete, aggregates, and urbanization solutions in growing markets around the world, powered by a multinational workforce focused on providing a superior customer experience, enabled by digital technologies. The shares of CEMEX, S.A.B. de C.V. are listed on the Mexican Stock Exchange and the New York Stock Exchange. For more information please visit: [www.cemex.com](http://www.cemex.com)*

*For more information on CHP, please visit website: [www.cemexholdingsphilippines.com](http://www.cemexholdingsphilippines.com).*

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*This press release may contain forward-looking statements and information that are necessarily subject to risks, uncertainties and assumptions. Many factors could cause the actual results, performance or achievements of CHP to be materially different from those expressed or implied in this release, including, among others, changes in general economic, political, governmental and business conditions globally and in the countries in which CHP does business, changes in interest rates, changes in inflation rates, changes in exchange rates, the level of construction generally, changes in cement demand and prices, changes in raw material and energy prices, changes in business strategy, changes derived from events affecting CEMEX, S.A.B de C.V. and subsidiaries ("CEMEX") and various other factors. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described herein. CHP assumes no obligation to update or correct the information contained in this press release.*