

Media Relations
Paula Andrea Escobar
+57 (1) 603-9079
paulaandrea.escobar@cemex.com

Investor Relations
Jesús Ortiz de la Fuente
+57 (1) 603-9051
jesus.ortizd@cemex.com



INFORMS:

That with respect to the matter previously reported by CEMEX Latam Holdings, S.A. (“CEMEX Latam”) on October 27, 2016, regarding the decision to postpone the commissioning of the Maceo plant for reasons which have resulted from ongoing audits, including in particular: (i) pending permits required to finalize the access road to the plant in Maceo; (ii) CEMEX Colombia’s request to expand the trade zone, and not commissioning the new clinker line in Maceo until such time when authorization thereto is obtained; and (iii) the fact that the environmental license for the Maceo project held by one of CEMEX Latam Holdings’ subsidiaries, Central de Mezclas S.A., would likely revert to C.I. Calizas y Minerales, notice has been received as to this latter matter. Similarly, CEMEX Latam Holdings disclosed that it had also determined that the environmental license which was issued for the Maceo project was partially superposed with a so called District of Integrated Management (*Districto de Manejo Integrado*), situation which could limit the granting of the on-going modification of the environmental license which seeks to achieve an increase in the proposed production under the project of up to 950.000 tons.

As had been disclosed, Corantioquia, the regional environmental agency having oversight over the Maceo project environmental license has requested authorization and consent from Central de Mezclas S.A. to reverse the assignment of the environmental license for the project. As a result thereof, the environmental license would continue in force but revert back to C.I. Calizas y Minerales S.A. who also holds the corresponding mining title.

CEMEX Latam Holdings is currently assessing this decision to determine whether or not it conforms to applicable regulations, but in any event will be filing a petition with Corantioquia for a meeting to evaluate the basis and grounds that the environmental agency has for this request. On the basis of this analysis and meeting, Central de Mezclas S.A. shall provide its response to the Corantioquia request.

In any event, CEMEX Colombia will continue to use and enjoy the land, mining and environmental rights –including the license upon which authorization and consent have been requested to be reverted back to C.I. Calizas – under existing contracts entered into with representatives of the Government of Colombia. Moreover, CEMEX Colombia is also advancing on re-zoning and/or a potential partial subtraction of the District of Integrated Management

zone which partially overlaps with the environmental license, to ensure the future success of the project.

CEMEX Latam Holdings will continue to work on solving the issues causing the postponement of the commissioning of the plant in order to capture, as soon as reasonably possible, the full benefits of this state of the art facility on its operating efficiencies in Colombia and to contribute to the development of the region.