

ANNOUNCEMENT

New plant in Mozambique

Cimentos de Moçambique, a member of InterCement, hereby announces it has commenced the process of building a new integrated cement production plant in Nacala. This is a project with an estimated investment of around USD 250 million.

Cimentos de Moçambique, the only integrated local producer since 1920, owns an integrated cement production plant in Matola and also operates 4 grinding units, at Dondo, Nacala, CINAC and Matola II, the latter one of these opened in 2013. Cimentos de Moçambique has a cement production capacity of 3.1 million tons and a current workforce of 1,200.

Cimentos de Moçambique already has two grinding units and licensed limestone reserves in Nacala, and it now advances to the integrated production of cement in the region. From 2018, it will have a kiln that will permit the production of 1.5 million tons of cement per year, thus replacing imports of clinker.

The new capacity to be installed increases the efficiency of the response to local demand for cement, while Cimentos de Moçambique recognises its role in driving the sustainable economic development of the Nacala region.

The implementation of this production capacity will be carried out in partnership with an international supplier. Its financing structure does not jeopardise the ongoing deleveraging process of InterCement.

Cimentos de Moçambique is owned by Cimpor and, therefore, is a member of InterCement, currently the world's 8th largest international cement manufacturer. InterCement has a decisive presence in South America (Brazil, Argentina and Paraguay) and it is strategically focused on developing its operations in Africa (Mozambique, South Africa, Cape Verde and Egypt). It also holds an export platform, which from Portugal, currently allows the optimisation of its production capacity in response to the international market demand and prospects for new markets.

São Paulo, 23 June 2015.