Translation, by de Company and under our responsibility, of interim condensed consolidated financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain. In the event of a discrepancy, the Spanish-language version prevails.

ANNEX I

GENERAL

1st	HALF-YEARLY FINANCIAL REPORT FOR FINANCIAL YEAR	2017

REPORTING DATE 30/06/2017

PUBLICATION DATE 27/07/2017

CONTENT OF THE HALF-YEARLY FINANCIAL REPORT (mark those included with an X)

CHAPTER			Individual half-yearly financial report	Consolidated half-yearly financial report	Date of last modification
I.	Identification data	0001	X	X	30/06/2017
II.	Supplementary information to previously released periodic information	0002			
III.	Statement(s) by the person(s) responsible for the information	0003	X	X	30/06/2017
IV.	Selected financial information:		-	-	30/06/2017
1.	Individual balance sheet	0006	X	X	30/06/2017
2.	Individual profit and loss account	0007	X	X	30/06/2017
3.	Individual statement of changes in equity: Individual statement of recognised income and expense:	0008	X	X	30/06/2017
4.	Individual statement of changes in equity: Individual statement of total changes in equity	0009	X	X	30/06/2017
5.	Individual statement of cash flows (indirect method)	0010	X	X	30/06/2017
6.	Consolidated balance sheet	0012	-	X	30/06/2017
7.	Consolidated profit and loss account	0013	-	X	30/06/2017
8.	Consolidated statement of recognised income and expense:	0014	-	X	30/06/2017
9.	Consolidated statement of total changes in equity	0015	-	X	30/06/2017
10.A	Consolidated statement of cash flows (indirect method)	0016	-	-/X	30/06/2017
10.B	Consolidated statement of cash flows (direct method)	0017	-		
11.	Changes in the composition of the group	0018	-		
12.	Dividends paid	0019	X	X	30/06/2017
13.	Breakdown of financial instruments by nature and category	0021	X	X	30/06/2017
14.	Segment information	0022	X	X	30/06/2017
15.	Average workforce	0023	X	X	30/06/2017
16.	Remuneration received by directors and managing directors	0024	X	X	30/06/2017
17.	Related-party transactions	0025	X	X	30/06/2017
V.	Explanatory notes to the interim financial statements/condensed annual financial statements for the interim period	0026		x	30/06/2017
VI.	Interim management report	0027		x	30/06/2017
VII.	Audit report	0028		x	30/06/2017

I. IDENTIFICATION DATA

Registered Company Name: CEMENTOS MOLINS, SA

Registered Address: Carretera Nacional 340, nos. 2 to 38 km. 1,242.300	**Tax Identification Number** A-08017535

Details of contact person(s) for the purposes of this information (*):			
Name:	**Office:**	**Contact telephone No.:**	**E-mail:**

II. SUPPLEMENTARY INFORMATION TO PREVIOUSLY RELEASED PERIODIC INFORMATION

Annex
supplementary information

Explanation of the main modifications with respect to the previously released periodic information:
(complete only in the situations indicated in Section B) of the instructions)

(*) This information will not be made public but is required for the purposes of the review of the information performed by the CNMV.

(Text field)

III. STATEMENT(S) BY THE PERSON(S) RESPONSIBLE FOR THE INFORMATION

To the best of our knowledge, the accompanying condensed annual financial statements, which have been prepared in accordance with applicable accounting principles, give a true and fair view of the assets, liabilities, financial position and profit or loss of the issuer, or of the undertakings included in the consolidated financial statements taken as a whole, and the interim management report includes a fair review of the information required.

Comments on the above statement(s):

Person(s) responsible for this information:

In accordance with the power delegated by the board of directors, the board secretary has verified that the half-yearly financial report has been signed by the directors.

(When the issuer ticks the red box, the following text will appear here:)

In accordance with the power delegated by the board of directors, the board secretary certifies that the half-yearly financial report has been signed by the directors.

Name/Company Name	Tax Identification Number (*)	Office
JUAN MOLINS AMAT		CHAIRMAN
CARTERA DE INVERSIONES CM, SA		FIRST DEPUTY CHAIRMAN
OTINIX, SL		SECOND DEPUTY CHAIRMAN

JULIO RODRIGUEZ IZQUIERDO		**CHIEF EXECUTIVE OFFICER**
FORO FAMILIAR MOLINS, SL		**DIRECTOR**
MIGUEL DEL CAMPO RODRÍGUEZ		**DIRECTOR**
NOUMEA, SA		**DIRECTOR**
JOAQUIN Mª MOLINS LOPEZ-RODO		**DIRECTOR**
JUAN MOLINS MONTEYS		**DIRECTOR**
EUSEBIO DIAZ-MORERA PUIG-SUREDA		**DIRECTOR**
ANDREA KATHRIN CHRISTENSON		**DIRECTOR**
FRANCISCO JAVIER FERNANDEZ BESCOS		**DIRECTOR**

Date this half-yearly financial report was signed by the corresponding governing body: 27/07/2017

(*) This information will not be made public but is required for the purposes of the review of the information performed by the CNMV.

IV. SELECTED FINANCIAL INFORMATION

1. INDIVIDUAL BALANCE SHEET (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

ASSETS		CURRENT P. 30/06/2017	PREVIOUS P. 31/12/2016
A) NON-CURRENT ASSETS	**0040**	**265,948**	**266,039**
1. Intangible assets:	**0030**	10	10
a) Goodwill	**0031**		
b) Other intangible assets	**0032**	10	10
2. Property, plant and equipment	**0033**	8,530	8,583
3. Investment property	**0034**		
4. Long-term investments in group companies and associates	**0035**	254,207	254,246
5. Long-term financial investments	**0036**	76	75
6. Deferred tax assets	**0037**	3,125	3,125
7. Other non-current assets	**0038**		
B) CURRENT ASSETS	**0085**	**22,163**	**18,817**
1. Non-current assets held for sale	**0050**		
2. Inventories	**0055**		
3. Trade and other receivables:	**0060**	4,048	5,029
a) Trade receivables	**0061**	2,551	2,164
b) Other receivables	**0062**	217	306
c) Current tax assets	**0063**	1,280	2,559
4. Short-term investments in group companies and associates	**0064**	2,735	7,481
5. Short-term financial investments	**0070**	5,003	5,196
6. Prepayments for current assets	**0071**		4
7. Cash and cash equivalents	**0072**	10,377	1,107
TOTAL ASSETS (A + B)	**0100**	**288,111**	**284,856**

EQUITY AND LIABILITIES		CURRENT P. 30/06/2017	PREVIOUS P. 31/12/2016
A) EQUITY (A.1 + A.2 + A.3)	**0195**	**204,119**	**187,339**
A.1) CAPITAL AND RESERVES	**0180**	**204,119**	**187,339**
1. Capital:	**0171**	19,835	19,835
a) Registered capital	**0161**	19,835	19,835
b) *Less: Uncalled capital*	**0162**		
2. Share premium	**0172**	175	175
3. Reserves	**0173**	166,668	163,038
4. *Own shares and equity holdings*	**0174**		
5. Prior periods' profit and loss	**0178**		
6. Other shareholder contributions	**0179**		
7. Profit (loss) for the period	**0175**	25,374	18,836
8. *Less: Interim dividend*	**0176**	(7,933)	(14,545)
9. Other equity instruments	**0177**		
A.2) VALUATION ADJUSTMENTS	**0188**		
1. Available-for-sale financial assets	**0181**		
2. Hedging transactions	**0182**		
3. Other	**0183**		
A.3) GRANTS, DONATIONS AND BEQUESTS RECEIVED	**0194**		
B) NON-CURRENT LIABILITIES	**0120**	**65,015**	**79,313**
1. Long-term provisions	**0115**	494	
2. Long-term debts:	**0116**	25,046	39,838
a) Debt with financial institutions and bonds and other marketable securities	**0131**	25,045	39,837
b) Other financial liabilities	**0132**	1	1
3. Long-term payables to group companies and associates	**0117**	38,220	38,220
4. Deferred tax liabilities	**0118**	1,255	1,255
5. Other non-current liabilities	**0135**		
6. Long-term accrual accounts	**0119**		
C) CURRENT LIABILITIES	**0130**	**18,977**	**18,204**
1. Liabilities associated with non-current assets held for sale	**0121**		
2. Short-term provisions	**0122**		
3. Short-term debts:	**0123**	16,069	15,067
a) Bank borrowings and bonds and other negotiable securities	**0133**	7,474	7,790
b) Other financial liabilities	**0134**	8,595	7,277
4. Short-term payables to group companies and associates	**0129**	102	1
5. Trade and other payables:	**0124**	2,806	3,136
a) Suppliers	**0125**	867	891
b) Other payables	**0126**	1,938	2,245
c) Current tax liabilities	**0127**		
6. Other current liabilities	**0136**		
7. Current accrual accounts	**0128**		
TOTAL EQUITY AND LIABILITIES (A + B + C)	**0200**	288,111	284,856

IV. SELECTED FINANCIAL INFORMATION

2. INDIVIDUAL PROFIT AND LOSS ACCOUNT
(PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

			PRESENT CURR. PERIOD (2nd HALF YEAR)		PREVIOUS CURR. PERIOD (2nd HALF YEAR)		CURRENT CUMULATIVE 30/06/2017		PREVIOUS CUMULATIVE 30/06/2016	
			Amount	%	Amount	%	Amount	%	Amount	%
(+)	Revenue	0205					30,941	100.00	15,137	100.00
(+/-)	Change in inventories of finished products and work in progress	0206								
(+)	Own work capitalised	0207								
(-)	Supplies	0208								
(+)	Other operating revenue	0209					1,407	4.55	1,430	9.45
(-)	Personnel expenses	0217					(3,410)	(11.02)	(3,365)	(22.23)
(-)	Other operating expenses	0210					(2,051)	(6.63)	(1,710)	(11.30)
(-)	Depreciation and amortisation charge	0211					(122)	(0.39)	(129)	(0.85)
(+)	Allocation of grants for non-financial assets and other grants	0212								
(+)	Reversal of provisions	0213								
(+/-)	Impairment and gain (loss) on disposal of fixed assets	0214							2	0.02
(+/-)	Other profit (loss)	0215								
=	**OPERATING PROFIT (LOSS)**	0245					**26,765**	**86.50**	**11,365**	**75.08**
(+)	Finance income	0250					9	0.03	10	0.07
(-)	Finance costs	0251					(1,255)	(4.06)	(1,547)	(10.22)
(+/-)	Changes in fair value of financial instruments	0252								
(+/-)	Exchange differences	0254								
(+/-)	Impairment and gain (loss) on disposal of financial instruments	0255					(40)	(0.13)	60	0.40
=	**NET FINANCE INCOME (COSTS)**	0256					**(1,285)**	**(4.15)**	**(1,477)**	**(9.75)**
=	**PROFIT (LOSS) BEFORE TAX**	0265					**25,480**	**82.35**	**9,888**	**65.33**
(+/-)	Income tax expense	0270					(105)	(0.34)	(136)	(0.90)
=	**PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING ACTIVITIES**	0280					**25,374**	**82.01**	**9,752**	**64.43**
(+/-)	Profit (loss) from discontinued operations, net of tax	0285								
=	**PROFIT (LOSS) FOR THE PERIOD**	0300					**25,374**	**82.01**	**9,752**	**64.43**

		Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)
EARNINGS PER SHARE					
Basic	0290			0.38	0.15
Diluted	0295				

In the half-yearly financial report for the first half of the year, the data relating to the present period match the cumulative data, which do not therefore need to be completed.

IV. SELECTED FINANCIAL INFORMATION

3. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY

INDIVIDUAL STATEMENT OF RECOGNISED INCOME AND EXPENSE
(PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

			CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A)	PROFIT (LOSS) FOR THE PERIOD (from the profit and loss account)	0305	25,374	9,752
B)	INCOME AND EXPENSE RECOGNISED DIRECTLY IN EQUITY	0310		
1.	From measurement of financial instruments:	0320		
	a) Available-for-sale financial assets	0321		
	b) Other income/(expenses)	0323		
2.	From cash flow hedges	0330		
3.	Grants, donations and bequests received	0340		
4.	From actuarial gains and losses and other adjustments	0344		
5.	Other income and expense recognised directly in equity	0343		
6.	Tax effect	0345		
C)	TRANSFERS TO PROFIT OR LOSS	0350		
1.	From measurement of financial instruments:	0355		
	a) Available-for-sale financial assets	0356		
	b) Other income/(expenses)	0358		
2.	From cash flow hedges	0360		
3.	Grants, donations and bequests received	0366		
4.	Other income and expense recognised directly in equity	0365		
5.	Tax effect	0370		
TOTAL RECOGNISED INCOME/(EXPENSE) (A + B + C)		0400	25,374	9,752

IV. SELECTED FINANCIAL INFORMATION
4. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY (1/2)
INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

CURRENT PERIOD		Capital and reserves					Valuation adjustments	Grants, donations and bequests received	Total equity
		Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period	Other equity instruments			
Closing balance at 01/01/2017	3010	**19,835**	**148,668**		**18,836**				**187,339**
Adjustments for changes in accounting policy	3011								
Adjustment for errors	3012								
Adjusted opening balance	3015	**19,835**	**148,668**		**18,836**				**187,339**
I. Total recognised income/(expense)	3020				25,374				25.374
II. Transactions with shareholders or owners	3025		10,241		(18,836)				(8,595)
1. Capital increases/ (reductions)	3026								
2. Conversion of financial liabilities into equity	3027								
3. Distribution of dividends	3028		10,241		(18,836)				(8,595)
4. Net trading with treasury stock	3029								
5. Increases/ (reductions) for business combinations	3030								
6. Other transactions with shareholders or owners	3032								
III. Other changes in equity	3035								
1. Equity-settled share-based payment	3036								
2. Transfers between equity accounts	3037								
3. Other changes	3038								
Closing balance at 30/06/2017	3040	**19,835**	**158,909**		**25,374**				**204,119**

(1) The column of **Share premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. *Less: Interim dividend.*

IV. SELECTED FINANCIAL INFORMATION

4. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY (2/2)

INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

PREVIOUS PERIOD		Capital and reserves: Capital	Capital and reserves: Share premium and Reserves (1)	Capital and reserves: Treasury stock	Capital and reserves: Profit (loss) for the period	Capital and reserves: Other equity instruments	Valuation adjustments	Grants, donations and bequests received	Total equity
Closing balance at 01/01/2016 (comparative period)	3050	**19,835**	**145,983**		**17,891**				**183,709**
Adjustments for changes in accounting policy	3051								
Adjustment for errors	3052								
Adjusted opening balance (comparative period)	3055	**19,835**	**145,983**		**17,891**				**183,709**
I. Total recognised income/(expense)	3060				9,752				9,752
II. Transactions with shareholders or owners	3065		9,957		(17,891)				(7,934)
1. Capital increases/ (reductions)	3066								
2. Conversion of financial liabilities into equity	3067								
3. Distribution of dividends	3068		9,957		(17,891)				(7,934)
4. Net trading with treasury stock	3069								
5. Increases/ (reductions) for business combinations	3070								
6. Other transactions with shareholders or owners	3072								
III. Other changes in equity	3075								
1. Equity-settled share-based payment	3076								
2. Transfers between equity accounts	3077								
3. Other changes	3078								
Closing balance at 30/06/2016 (comparative period)	3080	**19,835**	**155,940**		**9,752**				**185,527**

(1) The column of **Share premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. *Less: Interim dividend*.

IV. SELECTED FINANCIAL INFORMATION

5. INDIVIDUAL STATEMENT OF CASH FLOWS (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

			CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A)	**CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)**	**0435**	**26,692**	**9,562**
1.	**Profit (loss) before tax**	**0405**	25,480	9,888
2.	**Adjustments to profit (loss):**	**0410**	(29,534)	(13,533)
(+)	Depreciation and amortisation charge	**0411**	122	129
(+/-)	Other net adjustments to profit (loss)	**0412**	(29,655)	(13,662)
3.	**Changes in working capital**	**0415**	1,149	(332)
4.	**Other cash flows from operating activities:**	**0420**	29,597	13,539
(-)	Interest paid	**0421**	(1,441)	(1,472)
(+)	Dividends received	**0422**	31,143	15,147
(+)	Interest received	**0423**		
(+/-)	Income tax recovered/(paid)	**0430**	(105)	(105)
(+/-)	Other sums received/(paid) from operating activities	**0425**		
B)	**CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2)**	**0460**	**4,672**	**4,479**
1.	**Payments for investments:**	**0440**	(96)	(528)
(-)	Group companies, associates and business units	**0441**		(500)
(-)	Property, plant and equipment, intangible assets and investment property	**0442**	(95)	(27)
(-)	Other financial assets	**0443**	(2)	0
(-)	Other assets	**0444**		
2.	**Proceeds from sale of investments**	**0450**	4,768	5,007
(+)	Group companies, associates and business units	**0451**	4,747	5,003
(+)	Property, plant and equipment, intangible assets and investment property	**0452**	21	2
(+)	Other financial assets	**0453**		2
(+)	Other assets	**0454**		
C)	**CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3)**	**0490**	**(22,093)**	**(14,045)**
1.	**Sums received/(paid) in respect of equity instruments**	**0470**		
(+)	Issuance	**0471**		
(-)	Redemption	**0472**		
(-)	Acquisition	**0473**		
(+)	Disposal	**0474**		
(+)	Grants, donations and bequests received	**0475**		
2.	**Sums received/(paid) in respect of financial liability instruments:**	**0480**	(14,821)	(6,111)
(+)	Issuance	**0481**	101	
(-)	Repayment and redemption	**0482**	(14,922)	(6,111)
3.	**Payment of dividends and remuneration on other equity instruments**	**0485**	(7,273)	(7,934)
D)	**EFFECT OF FOREIGN EXCHANGE RATE CHANGES**	**0492**		
E)	**NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)**	**0495**	**9,270**	**(4)**
F)	**CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD**	**0499**	**1,107**	**1,006**
G)	**CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)**	**0500**	**10,377**	**1,002**

COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
(+) Cash on hand and at banks	**0550**	10,377	1,002
(+) Other financial assets	**0552**		
(-) *Less: Bank overdrafts repayable on demand*	**0553**		
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	**0600**	**10,377**	**1,002**

IV. SELECTED FINANCIAL INFORMATION

6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (1/2)

Units: Thousand euros

ASSETS		CURRENT P. 30/06/2017	PREVIOUS P. 31/12/2016
A) NON-CURRENT ASSETS	**1040**	**915,076**	**951,303**
1. Intangible assets:	**1030**	50,876	52,666
a) Goodwill	**1031**	22,995	23,144
b) Other intangible assets	**1032**	27,881	29,522
2. Property, plant and equipment	**1033**	453,696	501,526
3. Investment property	**1034**	3,515	3,539
4. Investments accounted for using the equity method	**1035**	378,083	362,024
5. Non-current financial assets	**1036**	1,355	1,548
6. Deferred tax assets	**1037**	27,550	30,000
7. Other non-current assets	**1038**		
B) CURRENT ASSETS	**1085**	**324,587**	**359,896**
1. Non-current assets held for sale	**1050**		
2. Inventories	**1055**	76,882	84,907
3. Trade and other receivables:	**1060**	131,508	113,991
a) Trade receivables	**1061**	118,667	96,317
b) Other receivables	**1062**	5,559	5,480
c) Current tax assets	**1063**	7,283	12,194
4. Other current financial assets	**1070**	24,786	82,543
5. Other current assets	**1075**		
6. Cash and cash equivalents	**1072**	91,409	78,455
TOTAL ASSETS (A + B)	**1100**	**1,239,662**	**1,311,199**

IV. SELECTED FINANCIAL INFORMATION

6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (2/2)

Units: Thousand euros

EQUITY AND LIABILITIES		CURRENT P. 30/06/2017	PREVIOUS P. 31/12/2016
A) EQUITY (A.1 + A.2 + A.3)	**1195**	**733,217**	**725,250**
A.1) CAPITAL AND RESERVES	**1180**	845,017	810,948
1. Capital	**1171**	19,835	19,835
a) Registered capital	**1161**	19,835	19,835
b) *Less: Uncalled capital*	**1162**		
2. Share premium	**1172**	175	175
3. Reserves	**1173**	820,785	771,758
4. *Own shares and equity holdings*	**1174**	(30,146)	(30,144)
5. Prior periods' profit and loss	**1178**		
6. Other shareholder contributions	**1179**		
7. Profit (loss) for the period attributable to the parent company	**1175**	42,303	63,869
8. *Less: Interim dividend*	**1176**	(7,934)	(14,545)
9. Other equity instruments	**1177**		
A.2) ACCUMULATED OTHER COMPREHENSIVE INCOME	**1188**	(204,909)	(181,517)
1. Items that are not reclassified to profit or loss	**1186**		
2. Items that may subsequently be reclassified to profit or loss	**1187**	(204,909)	(181,517)
a) Available-for-sale financial assets	**1181**		
b) Hedging transactions	**1182**	(530)	(710)
c) Translation differences	**1184**	(204,379)	(180,807)
d) Other	**1183**		
EQUITY ATTRIBUTABLE TO THE PARENT COMPANY (A.1 + A.2)	**1189**	**640,108**	**629,431**
A.3) NON-CONTROLLING INTERESTS	**1193**	93,109	95,819
B) NON-CURRENT LIABILITIES	**1120**	**328,151**	**387,980**
1. Grants	**1117**	14,420	13,050
2. Long-term provisions	**1115**	13,904	16,321
3. Long-term financial liabilities:	**1116**	282,839	339,912
a) Debt with financial institutions and bonds and other marketable securities	**1131**	282,839	339,912
b) Other financial liabilities	**1132**		
4. Deferred tax liabilities	**1118**	16,639	18,317
5. Other non-current liabilities	**1135**	349	380
C) CURRENT LIABILITIES	**1130**	178,295	197,969
1. Liabilities associated with non-current assets held for sale	**1121**		
2. Short-term provisions	**1122**		
3. Short-term financial liabilities:	**1123**	54,524	58,379
a) Debt with financial institutions and bonds and other marketable securities	**1133**	54,524	58,379
b) Other financial liabilities	**1134**		
4. Trade and other payables:	**1124**	108,895	110,301
a) Suppliers	**1125**	90,478	91,178
b) Other payables	**1126**		
c) Current tax liabilities	**1127**	18,417	18,583
5. Other current liabilities	**1136**	14,876	29,289
TOTAL EQUITY AND LIABILITIES (A + B + C)	**1200**	**1,239,662**	**1,311,199**

IV. SELECTED FINANCIAL INFORMATION

7. CONSOLIDATED PROFIT AND LOSS ACCOUNT (ADOPTED IFRS)

Units: Thousand euros

			PRESENT CURR. PERIOD (2nd HALF YEAR)		PREVIOUS CURR. PERIOD (2nd HALF YEAR)		CURRENT CUMULATIVE 30/06/2017		PREVIOUS CUMULATIVE 30/06/2016	
			Amount	%	Amount	%	Amount	%	Amount	%
(+)	Revenue	1205					319,847	100.00	265,800	100.00
(+/-)	Change in inventories of finished products and work in progress	1206								
(+)	Own work capitalised	1207					77	0.02	165	0.06
(-)	Supplies	1208					(107,722)	(33.68)	(85,723)	(32.25)
(+)	Other operating revenue	1209					5,827	1.82	5,310	2.00
(-)	Personnel expenses	1217					(59,648)	(18.65)	(52,995)	(19.94)
(-)	Other operating expenses	1210					(104,548)	(32.69)	(91,647)	(34.48)
(-)	Depreciation and amortisation charge	1211					(19,868)	(6.21)	(20,153)	(7.58)
(+)	Allocation of grants for non-financial assets and other grants	1212								
(+/-)	Impairment and gain (loss) on disposal of fixed assets	1214					(753)	(0.24)	(1,932)	(0.73)
(+/-)	Other profit (loss)	1215					214	0.07	230	0.09
=	**OPERATING PROFIT (LOSS)**	1245					33,425	10.45	19,055	**7.17**
(+)	Finance income	1250					4,784	1.50	8,459	3.18
(-)	Finance costs	1251					(9,239)	(2.89)	(11,228)	(4.22)
(+/-)	Changes in fair value of financial instruments	1252								
(+/-)	Exchange differences	1254								
(+/-)	Impairment and gain (loss) on disposal of financial instruments	1255								
=	**NET FINANCE INCOME (COSTS)**	1256					**(4,455)**	**(1.39)**	**(2,769)**	**(1.04)**
(+/-)	Profit (loss) of equity-accounted investees	1253					38,899	12.16	37,901	14.26
=	**PROFIT (LOSS) BEFORE TAX**	1265					**67,868**	**21.22**	**54,187**	**20.39**
(+/-)	Income tax expense	1270					(15,147)	(4.74)	(10,983)	(4.13)
=	**PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING ACTIVITIES**	1280					**52,721**	**16.48**	**43,204**	**16.25**
(+/-)	Profit (loss) from discontinued operations, net of tax	1285								
=	**CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD**	1288					**52,721**	**16.48**	**43,204**	**16.25**
	A) Profit (loss) for the period attributable to the parent company	1300					42,303	13.23	35,413	13.32
	B) Profit (loss) attributable to non-controlling interests	1289					10,418	3.26	7,791	2.93

EARNINGS PER SHARE		Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)
Basic	1290			0.64	0.54
Diluted	1295				

In the half-yearly financial report for the first half of the year, the data relating to the present period match the cumulative data, which do not therefore need to be completed.

IV. SELECTED FINANCIAL INFORMATION

8. CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE (ADOPTED IFRS)

Units: Thousand euros

			CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A)	**CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD (from the profit and loss account)**	1305	52,721	43,204
B)	**OTHER COMPREHENSIVE INCOME – ITEMS THAT ARE NOT RECLASSIFIED TO PROFIT OR LOSS:**	1310		
1.	**From revaluation/(reversal of revaluation) of property, plant and equipment and intangible assets**	1311		
2.	**From actuarial gains and losses**	1344		
3.	**Share in other comprehensive income of investments in joint ventures and associates**	1342		
4.	**Other income and expenses that are not reclassified to profit or loss**	1343		
5.	**Tax effect**	1345		
C)	**OTHER COMPREHENSIVE INCOME – ITEMS THAT MAY SUBSEQUENTLY BE RECLASSIFIED TO PROFIT OR LOSS:**	1350	(36,520)	(43,471)
1.	**Available-for-sale financial assets:**	1355		
	a) Valuation gains/(losses) taken to equity	1356		
	b) Amounts transferred to profit or loss	1357		
	c) Other reclassifications	1358		
2.	**Cash flow hedges:**	1360	237	29
	a) Valuation gains/(losses) taken to equity	1361	237	29
	b) Amounts transferred to profit or loss	1362		
	c) Amounts transferred at initial carrying amount of hedged items	1363		
	d) Other reclassifications	1364		
3.	**Foreign currency translation:**	1365	(36,698)	(43,492)
	a) Valuation gains/(losses)	1366	(36,698)	(43,492)
	b) Amounts transferred to profit or loss	1367		
	c) Other reclassifications	1368		
4.	**Share in other comprehensive income of investments in joint ventures and associates:**	1370		
	a) Valuation gains/(losses) taken to equity	1371		
	b) Amounts transferred to profit or loss	1372		
	c) Other reclassifications	1373		
5.	**Other income and expenses that may subsequently be reclassified to profit or loss**	1375		
	a) Valuation gains/(losses) taken to equity	1376		
	b) Amounts transferred to profit or loss	1377		
	c) Other reclassifications	1378		
6.	**Tax effect**	1380	(59)	(8)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (A + B + C)		1400	**16,201**	**(267)**
	a) Attributable to the parent company	1398	18,911	4,977
	b) Attributable to non-controlling interests	1399	(2,710)	(5,244)

IV. SELECTED FINANCIAL INFORMATION

9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (1/2)

Units: Thousand euros

CURRENT PERIOD		Equity attributable to the parent company						Non-controlling interests	Total equity
		Capital and reserves					Valuation adjustments		
		Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period attributable to the parent company	Other equity instruments			
Closing balance at 01/01/2017	3110	**19,835**	**757,389**	**(30,145)**	**63,869**		**(181,517)**	**95,820**	**725,250**
Adjustments for changes in accounting policy	3111								
Adjustment for errors	3112								
Adjusted opening balance	3115	**19,835**	**757,389**	**(30,145)**	**63,869**		**(181,517)**	**95,820**	**725,250**
I. Total comprehensive income/(expense) for the period	3120				42,303		(23,392)	(2,710)	16,201
II. Transactions with shareholders or owners	3125		55,274	(1)	(63,869)				(8,596)
1. Capital increases/ (reductions)	3126								
2. Conversion of financial liabilities into equity	3127								
3. Distribution of dividends	3128		55,274		(63,869)				(8,595)
4. Purchase / sale of treasury stock	3129			(1)					(1)
5. Equity increase/ (decrease) resulting from business combinations	3130								
6. Other transactions with shareholders or owners	3132								
III. Other changes in equity	3135		363					(1)	362
1. Equity-settled share-based payment	3136								
2. Transfers among components of equity	3137								
3. Other changes	3138		363					(1)	362
Closing balance at 30/06/2017	3140	**19,835**	**813,026**	**(30,146)**	**42,303**		**(204,909)**	**93,109**	**733,217**

(1) The column of **Share premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. *Less: Interim dividend*

IV. SELECTED FINANCIAL INFORMATION

9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (2/2)

Units: Thousand euros

PREVIOUS PERIOD		Equity attributable to the parent company						Non-controlling interests	Total equity
		Capital and reserves					Valuation adjustments		
		Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period attributable to the parent company	Other equity instruments			
Closing balance at 01/01/2016 (comparative period)	**3150**	**19,835**	**721,262**	**(29,954)**	**50,833**		**(153,535)**	**96,592**	**705,033**
Adjustments for changes in accounting policy	**3151**								
Adjustment for errors	**3152**								
Adjusted opening balance (comparative period)	**3155**	**19,835**	**721,262**	**(29,954)**	**50,833**		**(153,535)**	**96,592**	**705,033**
I. Total comprehensive income/(expense) for the period	**3160**				35,413		(30,436)	(5,244)	(267)
II. Transactions with shareholders or owners	**3165**		42,899	(101)	(50,833)			(519)	(8,554)
1. Capital increases/ (reductions)	**3166**								
2. Conversion of financial liabilities into equity	**3167**								
3. Distribution of dividends	**3168**		42,899		(50,833)			(519)	(8,453)
4. Purchase / sale of treasury stock	**3169**			(101)					(101)
5. Equity increase/ (decrease) resulting from business combinations	**3170**								
6. Other transactions with shareholders or owners	**3172**								
III. Other changes in equity	**3175**		1,067					(9)	1,058
1. Equity-settled share-based payment	**3176**								
2. Transfers among components of equity	**3177**								
3. Other changes	**3178**		1,067					(9)	1,058
Closing balance at 30/06/2016 (comparative period)	**3180**	**19,835**	**765,228**	**(30,055)**	**35,413**		**(183,971)**	**90,820**	**697,270**

(1) The column of **Share premium and Reserves,** for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. *Less: Interim dividend*

IV. SELECTED FINANCIAL INFORMATION

10.A. CONSOLIDATED STATEMENT OF CASH FLOWS (INDIRECT METHOD) (ADOPTED IFRS)

Units: Thousand euros

			CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
)	**CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)**	1435	**12,137**	**20,006**
1.	**Profit (loss) before tax**	1405	67,868	54,187
2.	**Adjustments to profit (loss):**	1410	(17,288)	(12,837)
(+)	Depreciation and amortisation charge	1411	19,868	20,153
(+/-)	Other net adjustments to profit (loss)	1412	(37,156)	(32,990)
3.	**Changes in working capital**	1415	(30,713)	(7,471)
4.	**Other cash flows from operating activities:**	1420	(7,731)	(13,873)
(-)	Interest paid	1421	7,289	7,934
(-)	Payment of dividends and remuneration on other equity instruments	1430		
(+)	Dividends received	1422		
(+)	Interest received	1423	(2,528)	(6,436)
(+/-)	Income tax recovered/(paid)	1424	(12,491)	(15,371)
(+/-)	Other sums received/(paid) from operating activities	1425		
B)	**CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2 + 3)**	1460	**60,767**	**1,087**
1.	**Payments for investments:**	1440	(18,019)	(22,947)
(-)	Group companies, associates and business units	1441	(4,156)	
(-)	Property, plant and equipment, intangible assets and investment property	1442	(13,863)	(9,898)
(-)	Other financial assets	1443		(13,049)
(-)	Other assets	1444		
2.	**Proceeds from sale of investments**	1450	57,186	1,418
(+)	Group companies, associates and business units	1451		
(+)	Property, plant and equipment, intangible assets and investment property	1452	276	1,418
(+)	Other financial assets	1453	56,910	
(+)	Other assets	1454		
3.	**Other cash flows from investing activities**	1455	21,600	22,616
(+)	Dividends received	1456	21,600	22,616
(+)	Interest received	1457		
(+/-)	Other sums received/(paid) from investing activities	1458		
C)	**CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)**	1490	**(52,473)**	**(16,127)**
1.	**Sums received/(paid) in respect of equity instruments**	1470	(1)	(101)
(+)	Issuance	1471		
(-)	Redemption	1472		
(-)	Acquisition	1473	(1)	(101)
(+)	Disposal	1474		
2.	**Sums received/(paid) in respect of financial liability instruments:**	1480	(39,708)	(6,297)
(+)	Issuance	1481		
(-)	Repayment and redemption	1482	(39,708)	(6,297)
3.	**Payment of dividends and remuneration on other equity instruments**	1485	(6,974)	(8,453)
4.	**Other cash flows from financing activities**	1486	(5,790)	(1,276)
(-)	Interest paid	1487	(8,353)	(7,707)
(+/-)	Other sums received/(paid) from financing activities	1488	2,563	6,432
D)	**EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD**	1492	(7,477)	(8,950)
E)	**NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)**	1495	**12,954**	**(3,983)**
F)	**CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD**	1499	**78,455**	**76,906**
G)	**CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)**	1500	**91,409**	**72,923**

	COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
(+)	Cash on hand and at banks	1550	91,409	72,923
(+)	Other financial assets	1552		
(-)	*Less: Bank overdrafts repayable on demand*	1553		
	TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	1600	**91,409**	**72,923**

This template of the consolidated statement of cash flows (indirect method) allows the alternatives for classifying interest and dividends, both received and paid, provided for in the adopted IFRS. Each of the above items shall be classified in a single consistent manner, in each period, as operating, investing or financing activities.

IV. SELECTED FINANCIAL INFORMATION

10.B. CONSOLIDATED STATEMENT OF CASH FLOWS (DIRECT METHOD) (ADOPTED IFRS)

Units: Thousand euros

			CURRENT PERIOD XX/XX/XXXX	PREVIOUS PERIOD XX/XX/XXXX
A)	**CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)**	8435		
(+)	Proceeds from operating activities	8410		
(-)	Payments to suppliers and to personnel for operating expenses	8411		
(-)	Interest paid	8421		
(-)	Payment of dividends and remuneration on other equity instruments	8422		
(+)	Dividends received	8430		
(+)	Interest received	8423		
(+/-)	Income tax recovered/(paid)	8424		
(+/-)	Other sums received/(paid) from operating activities	8425		
B)	**CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2 + 3)**	8460		
1.	**Payments for investments:**	8440		
(-)	Group companies, associates and business units	8441		
(-)	Property, plant and equipment, intangible assets and investment property	8442		
(-)	Other financial assets	8443		
(-)	Other assets	8444		
2.	**Proceeds from sales of investments**	8450		
(+)	Group companies, associates and business units	8451		
(+)	Property, plant and equipment, intangible assets and investment property	8452		
(+)	Other financial assets	8453		
(+)	Other assets	8454		
3.	**Other cash flows from investing activities**	8455		
(+)	Dividends received	8456		
(+)	Interest received	8457		
(+/-)	Other flows from investing activities	8458		
C)	**CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)**	8490		
1.	**Sums received/(paid) in respect of equity instruments**	8470		
(+)	Issuance	8471		
(-)	Redemption	8472		
(-)	Acquisition	8473		
(+)	Disposal	8474		
2.	**Sums received/(paid) in respect of financial liability instruments:**	8480		
(+)	Issuance	8481		
(-)	Repayment and redemption	8482		
3.	**Payment of dividends and remuneration on other equity instruments**	8485		
4.	**Other cash flows from financing activities**	8486		
(-)	Interest paid	8487		
(+/-)	Other sums received/(paid) from financing activities	8488		
D)	**EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD**	8492		
E)	**NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)**	8495		
F)	**CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD**	8499		
G)	**CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)**	8500		

	COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		CURRENT PERIOD XX/XX/XXXX	PREVIOUS PERIOD XX/XX/XXXX
(+)	Cash on hand and at banks	8550		
(+)	Other financial assets	8552		
(-)	*Less: Bank overdrafts repayable on demand*	8553		
	TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	8600		

This template of the consolidated statement of cash flows (direct method) allows the alternatives for classifying interest and dividends, both received and paid, provided for in the adopted IFRS. Each of the above items shall be classified in a single consistent manner, in each period, as operating, investing or financing activities.

IV. SELECTED FINANCIAL INFORMATION

11. CHANGES IN THE COMPOSITION OF THE GROUP

Table 1:

BUSINESS COMBINATIONS AND OTHER ACQUISITIONS OR INCREASES IN HOLDINGS IN SUBSIDIARIES, JOINT VENTURES AND/OR INVESTMENTS IN ASSOCIATES (CURRENT PERIOD).

Name of company (or business line) acquired or merged	Category	Effective date of transaction (dd/mm/yyyy)	(Net) cost of the combination (a) + (b) (thousand euros)		% of voting rights acquired	% of total voting rights in the company after acquisition
			(Net) amount paid in the acquisition + other costs directly attributable to the combination (a)	Fair value of equity instruments issued for the acquisition of the company (b)		

Table 2:

REDUCTION IN HOLDINGS IN SUBSIDIARIES, JOINT VENTURES AND/OR INVESTMENTS IN ASSOCIATES OR OTHER TRANSACTIONS OF A SIMILAR NATURE (CURRENT PERIOD)

Name of company (or business line) sold, spun off or retired	Category	Effective date of transaction (dd/mm/yyyy)	% of voting rights sold or retired	% of total voting rights in the company after disposal	Profit/(Loss) generated (thousand euros)

IV. SELECTED FINANCIAL INFORMATION

12. DIVIDENDS PAID

		CURRENT PERIOD			PREVIOUS PERIOD		
		% of nominal value	Euros per share (X.XX)	Amount (thousand euros)	% of nominal value	Euros per share (X.XX)	Amount (thousand euros)
Ordinary shares	2158	36.66	0.11	7,273	40.00	0.12	7,934
Other shares (non-voting shares, redeemable shares, etc.)	2159						
Total dividends paid	**2160**	36.66	0.11	7,273	40.00	0.12	7,934
a) Dividends charged to profit and loss	2155	36.66	0.11	7,273	40.00	0.12	7,934
b) Dividends charged to reserves or share premium	2156						
c) Dividends in kind	2157						

IV. SELECTED FINANCIAL INFORMATION

13. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY (1/2)

Units: Thousand euros

FINANCIAL ASSETS: NATURE/CATEGORY		CURRENT PERIOD					
		Financial assets held for trading	Other financial assets at FVTPL	Available-for-sale financial assets	Loans and receivables	Held-to-maturity investments	Hedging derivatives
Equity instruments	2061		49				
Debt securities	2062						
Derivatives	2063						
Other financial assets	2064				10	17	
Long-term/non-current	**2065**		**49**		**10**	**17**	
Equity instruments	2066						
Debt securities	2067						
Derivatives	2068						
Other financial assets	2069				1	5,001	
Short-term/current	**2070**				**1**	**5,001**	
INDIVIDUAL TOTAL	**2075**		**49**		**12**	**5,018**	
Equity instruments	2161		163				
Debt securities	2162					401	
Derivatives	2163						
Other financial assets	2164		246		452	93	
Long-term/non-current	**2165**		**409**		**452**	**494**	
Equity instruments	2166						
Debt securities	2167					50	
Derivatives	2168		170				
Other financial assets	2169		218		348	24,000	
Short-term/current	**2170**		**388**		**348**	**24,050**	
CONSOLIDATED TOTAL	**2175**		**797**		**801**	**24,544**	

FINANCIAL LIABILITIES: NATURE/CATEGORY		CURRENT PERIOD			
		Financial liabilities held for trading	Other financial liabilities at FVTPL	Debts and payables	Hedging derivatives
Bank borrowings	2076			25,045	
Bonds and other negotiable securities	2077				
Derivatives	2078				
Other financial liabilities	2079			1	
Long-term debts/Non-current financial liabilities	**2080**			**25,046**	
Bank borrowings	2081			7,474	
Bonds and other marketable securities	2082				
Derivatives	2083				
Other financial liabilities	2084			8,595	
Short-term debts/Current financial liabilities	**2085**			**16,069**	
INDIVIDUAL TOTAL	**2090**			**41,116**	
Bank borrowings	2176			282,132	
Bonds and other negotiable securities	2177				
Derivatives	2178				706
Other financial liabilities	2179				
Long-term debts/Non-current financial liabilities	**2180**			**282,132**	**706**
Bank borrowings	2181			54,524	
Bonds and other negotiable securities	2182				
Derivatives	2183				
Other financial liabilities	2184				
Short-term debts/Current financial liabilities	**2185**			**54,524**	
CONSOLIDATED TOTAL	**2190**			**336,656**	**706**

(FVTPL: fair value through profit or loss)

IV. SELECTED FINANCIAL INFORMATION
13. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY (2/2)

Units: Thousand euros

FINANCIAL ASSETS: NATURE/CATEGORY		PREVIOUS PERIOD					
		Financial assets held for trading	Other financial assets at FVTPL	Available-for-sale financial assets	Loans and receivables	Held-to-maturity investments	Hedging derivatives
Equity instruments	5061		49				
Debt securities	5062						
Derivatives	5063						
Other financial assets	5064				11	5,017	
Long-term/non-current	5065		**49**		**11**	**5,017**	
Equity instruments	5066						
Debt securities	5067						
Derivatives	5068						
Other financial assets	5069				194	1	
Short-term/current	5070				**194**	**1**	
INDIVIDUAL TOTAL	5075		**49**		**205**	**5,018**	
Equity instruments	5161		177				
Debt securities	5162					5	
Derivatives	5163						
Other financial assets	5164		320		1,029	13,066	
Long-term/non-current	5165		**496**		**1,029**	**13,071**	
Equity instruments	5166						
Debt securities	5167					3,183	
Derivatives	5168						
Other financial assets	5169		195		1,032	56,250	
Short-term/current	5170		**195**		**1,032**	**59,433**	
CONSOLIDATED TOTAL	5175		**691**		**2,061**	**72,504**	

FINANCIAL LIABILITIES: NATURE/CATEGORY		PREVIOUS PERIOD			
		Financial liabilities held for trading	Other financial liabilities at FVTPL	Debts and payables	Hedging derivatives
Bank borrowings	5076			52,384	
Bonds and other negotiable securities	5077				
Derivatives	5078				
Other financial liabilities	5079			1	
Long-term debts/Non-current financial liabilities	5080			**52,385**	
Bank borrowings	5081			7,967	
Bonds and other negotiable securities	5082				
Derivatives	5083				
Other financial liabilities	5084			1	
Short-term debts/Current financial liabilities	5085			**7,969**	
INDIVIDUAL TOTAL	5090			**60,354**	
Bank borrowings	5176			329,881	
Bonds and other negotiable securities	5177				
Derivatives	5178				1,243
Other financial liabilities	5179				
Long-term debts/Non-current financial liabilities	5180			**329,881**	**1,243**
Bank borrowings	5181			58,826	
Bonds and other negotiable securities	5182				
Derivatives	5183				
Other financial liabilities	5184				
Short-term debts/Current financial liabilities	5185			**58,826**	
L CONSOLIDATED	5190			**388,707**	**1,243**

(FVTPL: fair value through profit or loss)

IV. SELECTED FINANCIAL INFORMATION

14. Segment information

Units: thousand euros

Table 1:

GEOGRAPHIC AREA		Distribution of revenue by geographic area			
		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Domestic market	2210	30,941	15,137	293,295	227,939
Exports:	2215			26,552	37,861
a) European Union	2216			6,882	5,052
b) OECD countries	2217			2,147	9,562
c) Other countries	2218			17,523	23,247
TOTAL	**2220**	**30,941**	**15,137**	**319,847**	**265,800**

Table 2:

SEGMENTS		Ordinary revenue					
		CONSOLIDATED					
		Ordinary revenue from foreign customers		Ordinary revenue between segments		Total ordinary revenue	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Spain	2221	114,852	96,627			114,852	96,627
Argentina	2222	166,929	124,072			166,929	124,072
Tunisia	2223	38,066	45,101			38,066	45,101
	2224						
	2225						
	2226						
	2227						
	2228						
	2229						
	2230						
(-) Adjustments and elimination of ordinary revenue between segments	2231						
TOTAL	**2235**	**319,847**	**265,800**			**319,847**	**265,800**

Table 3:

SEGMENTS		Profit (loss)	
		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD
Spain	2250	(935)	(4,565)
Argentina	2251	36,155	21,061
China	2252	(554)	(440)
Tunisia	2253	(1,242)	2,999
	2254		
	2255		
	2256		
	2257		
	2258		
	2259		
Total profit (loss) of segments reported	**2260**	**33,425**	**19,055**
(+/-) Unallocated profit (loss)	2261		
(+/-) Elimination of internal profit (loss) (between segments)	2262		
(+/-) Other profit (loss)	2263	34,444	35,132
(+/-) Income tax and/or profit (loss) from discontinued activities	2264		
PROFIT (LOSS) BEFORE TAX	**2270**	**67,868**	**54,187**

IV. SELECTED FINANCIAL INFORMATION

15. AVERAGE WORKFORCE

		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
AVERAGE WORKFORCE	**2295**	**33**	**33**	**2,417**	**2,430**
Men	**2296**	20	20	2,175	2,196
Women	**2297**	13	13	242	234

IV. SELECTED FINANCIAL INFORMATION

16. REMUNERATION RECEIVED BY DIRECTORS AND MANAGING DIRECTORS

DIRECTORS:

Type of remuneration:		Amount (thousand euros) CURRENT PERIOD	Amount (thousand euros) PREVIOUS PERIOD
Fixed remuneration	**2310**	708	688
Variable remuneration	**2311**		
Attendance fees	**2312**	96	77
Directors' fees	**2313**	306	303
Options on shares and/or other financial instruments	**2314**		
Other	**2315**	41	84
TOTAL	**2320**	**1,151**	**1,152**

Other benefits:

Advances	**2326**		
Loans granted	**2327**		
Pension funds and plans: Contributions	**2328**		
Pension funds and plans: Contracted obligations	**2329**		
Life insurance premiums	**2330**		
Guarantees granted to directors	**2331**		

MANAGING DIRECTORS:		Amount (thousand euros) CURRENT PERIOD	Amount (thousand euros) PREVIOUS PERIOD
Total remuneration paid to managing directors	**2325**	1,346	1,448

IV. SELECTED FINANCIAL INFORMATION

17. RELATED-PARTY TRANSACTIONS (1/2)

Units: Thousand euros

RELATED-PARTY TRANSACTIONS EXPENSES AND REVENUE		CURRENT PERIOD Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
1) Finance costs	2340					
2) Management and cooperation contracts	2341					
3) R&D transfers and licence agreements	2342					
4) Leases	2343					
5) Receipt of services	2344			781		781
6) Purchase of goods (finished or in progress)	2345			2,530		2,530
7) Allowance for bad and doubtful debts	2346					
8) Losses on retirement or disposal of assets	2347					
9) Other expenses	2348					
EXPENSES (1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9)	2350			**3,311**		**3,311**
10) Finance income	2351					
11) Management and cooperation contracts	2352					
12) R&D transfers and licence agreements	2353					
13) Dividends received	2354					
14) Leases	2355					
15) Provision of services	2356			36		36
16) Sale of goods (finished or in progress)	2357			311		311
17) Gains on retirement or disposal of assets	2358					
18) Other revenue	2359			590		590
REVENUE (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18)	2360			**937**		**937**

OTHER TRANSACTIONS:		CURRENT PERIOD Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
Purchase of property, plant and equipment, intangible assets and other assets	2371					
Financing agreements: loans and capital contributions (lender)	2372					
Finance lease arrangements (lessor)	2373					
Repayment or cancellation of loans and lease arrangements (lessor)	2377					
Sale of property, plant and equipment, intangible assets and other assets	2374					
Financing agreements: loans and capital contributions (borrower)	2375					
Finance lease arrangements (lessee)	2376					
Repayment or cancellation of loans and lease arrangements (lessee)	2378					
Collateral and guarantees given	2381					
Collateral and guarantees received	2382					
Commitments assumed	2383					
Commitment/Guarantees cancelled	2384					
Dividends and other earnings distributed	2386					
Other transactions	2385			1,522		1,522

IV. SELECTED FINANCIAL INFORMATION
17. RELATED-PARTY TRANSACTIONS (2/2)

Units: Thousand euros

RELATED-PARTY TRANSACTIONS EXPENSES AND REVENUE		PREVIOUS PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
1) Finance costs	6340					
2) Management and cooperation contracts	6341					
3) R&D transfers and licence agreements	6342					
4) Leases	6343					
5) Receipt of services	6344			784		784
6) Purchase of goods (finished or in progress)	6345			725		725
7) Allowance for bad and doubtful debts	6346					
8) Losses on retirement or disposal of assets	6347					
9) Other expenses	6348					
EXPENSES (1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9)	6350			1,509		1,509
10) Finance income	6351			6		6
11) Management and cooperation contracts	6352					
12) R&D transfers and licence agreements	6353					
13) Dividends received	6354					
14) Leases	6355					
15) Provision of services	6356			247		247
16) Sale of goods (finished or in progress)	6357			158		158
17) Gains on retirement or disposal of assets	6358					
18) Other revenue	6359			816		816
REVENUE (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18)	6360			1,227		1,227

OTHER TRANSACTIONS:		PREVIOUS PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
Purchase of property, plant and equipment, intangible assets and other assets	6371					
Financing agreements: loans and capital contributions (lender)	6372			1,278		1,278
Finance lease arrangements (lessor)	6373					
Repayment or cancellation of loans and lease arrangements (lessor)	6377					
Sale of property, plant and equipment, intangible assets and other assets	6374					
Financing agreements: loans and capital contributions (borrower)	6375			102		102
Finance lease arrangements (lessee)	6376					
Repayment or cancellation of loans and lease arrangements (lessee)	6378					
Collateral and guarantees given	6381					
Collateral and guarantees received	6382					
Commitments assumed	6383					
Commitment/Guarantees cancelled	6384					
Dividends and other earnings distributed	6386					
Other transactions	6385			2,741		2,741

V. EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS/CONDENSED ANNUAL FINANCIAL STATEMENTS FOR THE INTERIM PERIOD

Annex Explanatory notes to the financial statements [1]	Annex Condensed annual financial statements [2]

(Text field)

(1) Explanatory notes to the financial statements: *Explanatory notes to the interim financial statements* and other Selected financial information required in Chapter IV of this template should be attached here, and shall contain at least the minimum disclosures required in the instructions for the preparation of the half-yearly financial report.

(2) Condensed annual financial statements:

(2.1) Issuers that prepare condensed consolidated annual financial statements: If the consolidated financial statement templates of Sections 6, 7, 8, 9 and 10.A or 10.B of Chapter IV of the Selected financial information do not meet the requirements established in the adopted international accounting standard applicable to interim financial information, or if the issuer voluntarily chooses to prepare condensed consolidated annual financial statements for the interim period including its own condensed financial statement templates, it shall attach in this section the condensed consolidated annual financial statements for the interim period, which shall contain, at least, all the minimum disclosures required under the adopted international accounting standard applicable to interim financial information, without prejudice to the obligation to additionally complete the financial information contained in Chapter IV on Selected financial information.

(2.2) Issuers that do not prepare condensed consolidated annual financial statements: In the exceptional case that the individual financial statement templates of Sections 1, 2, 3, 4 and 5 of Chapter IV on Selected financial information do not comply with the requirements established by Article 13 of Royal Decree 1362/2007; or if the issuer voluntarily draws up condensed individual annual financial statements for the interim period including its own condensed financial statement templates, it shall attach in this section the condensed individual annual financial statements for the interim period, which shall contain, at least, all the minimum disclosures required under the adopted international accounting standard applicable to interim financial information, without prejudice to the obligation to additionally complete the financial information contained in Chapter IV on Selected financial information.

VI. INTERIM MANAGEMENT REPORT

Annex Interim management report
(Text field)

VII. AUDIT REPORT

Annex Audit report
(Text field)

Cementos Molins, S.A. and Subsidiaries

Interim Condensed Consolidated Financial Statements and Interim Consolidated Directors' Report for the six-month period ended 30 June 2017 together with the Report on Limited Review

Translation of interim condensed consolidated financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 1 and 23). In the event of a discrepancy, the Spanish-language version prevails.

Deloitte, S.L.
Avda. Diagonal, 654
08034 Barcelona
España

Tel: +34 932 80 40 40
www.deloitte.es

Translation of a report originally issued in Spanish. In the event of a discrepancy, the Spanish-language version prevails.

REPORT ON LIMITED REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

To the Shareholders of
Cementos Molins, S.A.
(at the request of the Board of Directors):

Report on the interim condensed consolidated financial statements

Introduction

We have performed a limited review of the accompanying interim condensed consolidated financial statements ("the interim financial statements") of Cementos Molins, S.A. ("the Parent") and Subsidiaries ("the Group"), which comprise the condensed consolidated statement of financial position at 30 June 2017 and the related condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity, condensed consolidated statement of cash flows and explanatory notes thereto for the six-month period then ended. The Parent's directors are responsible for the preparation of these interim financial statements in accordance with the requirements of International Accounting Standard (IAS) 34, Interim Financial Reporting, as adopted by the European Union, for the preparation of interim condensed financial information, in conformity with Article 12 of Royal Decree 1362/2007. Our responsibility is to express a conclusion on these interim financial statements based on our limited review.

Scope of the review

Our limited review was performed in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying certain analytical and other review procedures. A limited review is substantially less in scope than an audit conducted in accordance with the audit regulations in force in Spain and, consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the accompanying interim financial statements.

Conclusion

As a result of our limited review, which under no circumstances may be considered to be an audit of financial statements, nothing came to our attention that might cause us to believe that the accompanying interim financial statements for the six-month period ended 30 June 2017 have not been prepared, in all material respects, in accordance with the requirements of International Accounting Standard (IAS) 34, Interim Financial Reporting, as adopted by the European Union, pursuant to Article 12 of Royal Decree 1362/2007, for the preparation of interim condensed financial statements.

Deloitte, S.L. Inscrita en el Registro Mercantil de Madrid, tomo 13.650, sección 8ª, folio 188, hoja M-54414, inscripción 96ª. C.I.F.: B-79104469.
Domicilio social: Plaza Pablo Ruiz Picasso, 1, Torre Picasso, 28020, Madrid.

Emphasis of matter paragraph

We draw attention to Note 1.b to the accompanying interim condensed consolidated financial statements, which indicates that the aforementioned accompanying interim financial statements do not include all the information that would be required for a complete set of consolidated financial statements prepared in accordance with International Financial Reporting Standards as adopted by the European Union and, therefore, the accompanying interim financial statements should be read in conjunction with the Group's consolidated financial statements for the year ended 31 December 2016. This matter does not affect our conclusion.

Report on other legal and regulatory requirements

The accompanying interim consolidated directors' report for the six-month period ended 30 June 2017 contains the explanations which the Parent's directors consider appropriate about the significant events that took place in that period and their effect on the interim financial statements presented, of which it does not form part, and about the information required under Article 15 of Royal Decree 1362/2007. We have checked that the accounting information in the interim consolidated directors' report is consistent with that contained in the interim financial statements for the six-month period ended 30 June 2017. Our work was confined to checking the interim consolidated directors' report with the aforementioned scope, and did not include a review of any information other than that drawn from the accounting records of Cementos Molins, S.A. and Subsidiaries.

Paragraph on other matters

This report was prepared at the request of the Board of Directors of Cementos Molins, S.A. in relation to the publication of the half-yearly financial report required by Article 119 of the Consolidated Spanish Securities Market Law approved by Legislative Royal Decree 4/2015, of 23 October, and implemented by Royal Decree 1362/2007, of 19 October.

DELOITTE, S.L.

Albert Riba

27 July 2017

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Translation of interim condensed consolidated financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 1 and 23). In the event of a discrepancy, the Spanish-language version prevails.

CEMENTOS MOLINS, S.A. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2017

(Thousands of euros)

ASSETS	Notes	30/06/17	31/12/16
Intangible assets		27,881	29,522
Property, plant and equipment	6	453,696	501,526
Investment property		3,515	3,539
Non-current financial assets		1,355	1,548
Companies accounted for using the equity method	7	378,083	362,024
Goodwill on consolidation	5	22,995	23,144
Deferred tax assets		27,550	30,000
NON-CURRENT ASSETS		**915,075**	**951,303**
Inventories	9	76,882	84,907
Trade and other receivables		131,510	113,991
Current financial assets	8	24,786	82,543
Cash and cash equivalents		91,409	78,455
CURRENT ASSETS		**324,587**	**359,896**
TOTAL ASSETS		**1,239,662**	**1,311.199**

EQUITY AND LIABILITIES	Notes	30/06/17	31/12/16
Share capital		19,835	19,835
Reserves of the Parent		166,843	163,213
Reserves of consolidated companies		623,970	578,576
Net profit for the period attributable to the Parent		42,303	63,869
Interim dividend		(7,934)	(14,545)
Shareholders' equity		**845,017**	**810,948**
Valuation adjustments		**(204,909)**	**(181,517)**
EQUITY ATTRIBUTABLE TO THE PARENT	11	**640,108**	**629,431**
EQUITY OF NON-CONTROLLING INTERESTS	11	**93,108**	**95,819**
TOTAL EQUITY		**733,216**	**725,250**
Deferred income		14,420	13,050
Non-current financial payables	10	282,839	339,912
Deferred tax liabilities		16,639	18,317
Provisions	12	13,904	16,321
Other non-current liabilities		349	380
NON-CURRENT LIABILITIES		**328,151**	**387,980**
Current financial payables	10	54,524	58,379
Trade payables		90,478	91,718
Tax payables		18,417	18,583
Other current liabilities		14,876	29,289
CURRENT LIABILITIES		**178,295**	**197,969**
TOTAL EQUITY AND LIABILITIES		**1,239,662**	**1,311,199**

The accompanying explanatory notes are an integral part of the interim condensed consolidated balance sheet as at 30 June 2017.

Translation of interim condensed consolidated financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 1 and 23). In the event of a discrepancy, the Spanish-language version prevails.

CEMENTOS MOLINS, S.A. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2017

(Thousands of euros)

	Notes	30/06/17	30/06/16
Revenue	18	319,847	265,800
Other income		5,827	5,310
		325,674	**271,110**
Procurements		(107,722)	(85,723)
Staff costs		(59,648)	(52,995)
Change in operating allowances		(687)	(1,962)
Other operating expenses		(103,863)	(89,685)
In-house work on non-current assets		(77)	165
		(271,843)	**(230,200)**
Depreciation and amortisation charge		(19,868)	(20,153)
Impairment and gains or losses on disposals of non-current assets	21	(753)	(1,932)
Other gains and losses		214	230
Profit from operations	18	**33,424**	**19,055**
Financial loss		(4,455)	(2,769)
Share of profit of companies accounted for using the equity method	18	38,899	37,901
Profit before tax		**67,868**	**54,187**
Income tax		(15,147)	(10,983)
Net consolidated profit		**52,721**	**43,204**
Net profit of non-controlling interests		10,418	7,791
Net profit for the period attributable to the Parent		**42,303**	**35,413**
Earnings per share in euros		0.64	0.54

The accompanying explanatory notes are an integral part of the interim condensed consolidated statement of profit or loss for the six-month period ended 30 June 2017.

Translation of interim condensed consolidated financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 1 and 23). In the event of a discrepancy, the Spanish-language version prevails.

CEMENTOS MOLINS, S.A. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2017

(Thousands of euros)

	Note	First half of 2017			First half of 2016		
		Of the Parent	Of non-controlling interests	Total	Of the Parent	Of non-controlling interests	Total
A.- CONSOLIDATED PROFIT FOR THE PERIOD		**42,303**	**10,418**	**52,721**	**35,413**	**7,791**	**43,204**
B.- OTHER COMPREHENSIVE INCOME RECOGNISED DIRECTLY IN EQUITY		**(23,392)**	**(13,128)**	**(36,520)**	**(30,436)**	**(13,035)**	**(43,471)**
Items that will not be transferred to profit or loss:		-	-	-	-	-	-
1. Arising from actuarial gains and losses and other adjustments		-	-	-	-	-	-
2. Companies accounted for using the equity method		-	-	-	-	-	-
3. Tax effect		-	-	-	-	-	-
Items that may be reclassified subsequently to profit or loss:		**(23,392)**	**(13,128)**	**(36,520)**	**(30,436)**	**(13,035)**	**(43,471)**
4. Arising from revaluation of financial instruments:							
a) Available-for-sale financial assets		-	-	-	-	-	-
5. Hedging transactions:							
a) Cash flow hedges		237	-	237	29	-	29
b) Tax effect		(59)	-	(59)	(8)	-	(8)
6. Arising from translation differences		(23,570)	(13,128)	(36,698)	(30,457)	(13,035)	(43,492)
C.- TRANSFERS TO CONSOLIDATED PROFIT OR LOSS		-	-	-	-	-	-
1. Hedging transactions							
a) Cash flow hedges		-	-	-	-	-	-
b) Tax effect		-	-	-	-	-	-
CONSOLIDATED TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**(23,350)**	**(13,118)**	**(36,467)**	**4,977**	**(5,244)**	**(267)**

The accompanying explanatory notes are an integral part of the interim condensed consolidated statement of comprehensive income for the six-month period ended 30 June 2017.

CEMENTOS MOLINS, S.A. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2017
(Thousands of euros)

	Share capital	Reserves of the Parent	Treasury shares (Note 11-b))	Consolidated reserves	Translation differences	Other valuation adjustments	Profit for the period	Final dividend (Note 3)	Interim dividend (Note 3)	Non-controlling interests (Note 11-c))	Total
31/12/16	**19,835**	**163,213**	**(30,144)**	**608,720**	**(180,807)**	**(710)**	**63,869**	**-**	**(14,545)**	**95,819**	**725,250**
Distribution of profit	-	3,630	-	45,033	-	-	(63,869)	661	14,545	-	-
Final dividend	-	-	-	-	-	-	-	(661)	-	-	(661)
2016 interim dividend	-	-	-	-	-	-	-	-	(7,934)	-	(7,934)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-
Treasury shares	-	-	(1)	-	-	-	-	-	-	-	(1)
Changes in the scope of consolidation	-	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	362	-	-	-	-	-	(1)	361
Comprehensive income	-	-	-	-	(24)	178	42	-	-	(13)	184
30/06/17	**19,835**	**166,843**	**(30,145)**	**654,115**	**(180,831)**	**(532)**	**42,3030**	**-**	**(7,934)**	**95,805**	**717,199**
31/12/15	**19,835**	**157,884**	**(29,954)**	**575,279**	**(152,574)**	**(961)**	**50,833**	**-**	**(11,901)**	**96,592**	**705,033**
Distribution of profit	-	5,329	-	32,942	-	-	(50,833)	661	11,901	-	-
Final dividend	-	-	-	-	-	-	-	(661)	-	-	(661)
2016 interim dividend	-	-	-	-	-	-	-	-	(7,273)	-	(7,273)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(519)	(519)
Treasury shares	-	-	(101)	-	-	-	-	-	-	-	(101)
Changes in the scope of consolidation	-	-	-	-	-	-	-	-	-	92	92
Other adjustments	-	-	-	1,067	-	-	-	-	-	(101)	966
Comprehensive income	-	-	-	-	(30,457)	21	35,413	-	-	(5,244)	(267)
30/06/16	**19,835**	**163,213**	**(30,055)**	**609,288**	**(183,031)**	**(940)**	**35,413**	**-**	**(7,273)**	**90,820**	**697,270**

The accompanying explanatory notes are an integral part of the interim condensed consolidated statement of changes in equity for the six-month period ended 30 June 2017.

Translation of interim condensed consolidated financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 1 and 23).

In the event of a discrepancy, the Spanish-language version prevails.

CEMENTOS MOLINS, S.A. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2017

(Thousands of euros)

	30/06/17	30/06/16
Cash flows from operating activities		
Profit from operating activities before tax	67,868	54,187
Adjustments for items not giving rise to operating cash flows:		
Depreciation and amortisation charge	19,868	20,153
Impairment losses	624	1,641
Change in certain and quantifiable period provisions	982	1,928
Impairment and gains or losses on disposals of non-current assets	753	1,932
Results of companies accounted for using the equity method	(38,899)	(37,901)
Impairment and gains or losses on disposals of financial instruments	-	635
Changes in fair value of financial instruments	(305)	-
Finance income and costs	4,760	1,497
Deferred income	(234)	(1,060)
In-house work on non-current assets	(77)	(165)
Cash generated by operating activities (I)	**55,340**	**42,847**
Inventories	485	(6,926)
Trade and other receivables	(25,727)	6,483
Other current assets	(3)	1,058
Trade and other payables	6,370	(4,667)
Other current liabilities	(11,838)	(3,418)
Cash from changes in working capital (II)	**(30,713)**	**(7,470)**
Income tax (III)	**(12,491)**	**(30,713)**
Net cash flows from operating activities (A) = (I) + (II) + (III)	**12,136**	**20,006**
Cash flows from investing activities		
Investment in subsidiaries, net of existing cash items	(4,156)	-
Net change in financial assets	56,910	(13,049)
Acquisition of intangible assets	(591)	(345)
Disposal of intangible assets	1	-
Acquisition of property, plant and equipment	(13,272)	(9,553)
Disposal of property, plant and equipment	276	1,418
Dividends received from companies accounted for using the equity method	21,600	22,616
Net cash flows used in investing activities (B)	**60,768**	**1,087**
Cash flows from financing activities		
Change in borrowings	(39,772)	(6,369)
Change in other long-term payables	64	73
(Payments)/Proceeds arising from treasury share transactions	(1)	(101)
Finance income received	2,563	6,432
Finance costs paid	(8,353)	(7,707)
Dividends paid by the Parent	(6,974)	(7,934)
Dividends paid by Group companies to non-controlling interests	-	(519)
Net cash flows used in financing activities (C)	**(52,473)**	**(16,125)**
Effect of foreign exchange rate changes (D)	**(7,477)**	**(8,951)**
Net change in cash and cash equivalents (A + B + C + D)	**12,954**	**(3,983)**
Cash and cash equivalents at beginning of period	**78,455**	**76,906**
+ Cash and cash equivalents at end of period	**91,409**	**72,923**

The accompanying explanatory notes are an integral part of the interim condensed consolidated statement of cash flows for the period ended 30 June 2017.

Translation of interim condensed consolidated financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 1 and 23). In the event of a discrepancy, the Spanish-language version prevails.

Cementos Molins, S. A. and Subsidiaries

Explanatory Notes to the Interim Condensed Consolidated Financial Statements for the six-month period ended 30 June 2017

1. Introduction, basis of presentation of the interim condensed consolidated financial statements and other disclosures

a) *Introduction*

Cementos Molins, S.A. ("the Parent"), domiciled in Sant Vicenç dels Horts (Barcelona), at Carretera Nacional 340, nos. 2 to 38 km. 1,242.300, was incorporated by means of a public deed authorised by Barcelona Notary Cruz Usatorre Gracia on 9 February 1928.

It is registered in the Barcelona Mercantile Register on sheet B 4224 and its employer identification number is A08017535.

The Parent was incorporated for an indefinite period, and is therefore in existence for as long as it does not meet any of the conditions for dissolution set forth in Article 363 of the current Spanish Limited Liability Companies Law.

Cementos Molins, S.A. and Subsidiaries ("the Cementos Molins Group" or "the Group") engage mainly in the manufacture and sale of cement and lime, precast concrete and other building materials, the extraction of aggregates, the processing of concrete and the performance of environmental activities.

The Group carries on its activities in Spain, Mexico, Argentina, Uruguay, Bolivia, Colombia, Tunisia, India, Bangladesh and China.

b) Basis of presentation of the interim condensed consolidated financial statements

In conformity with Regulation (EC) no. 1606/2002 of the European Parliament and of the Council of 19 July 2002, all companies governed by the law of a European Union Member State and whose securities are traded on a regulated market of any Member State are required to present their consolidated financial statements for the years commencing on or after 1 January 2005 in accordance with the International Financial Reporting Standards previously adopted by the European Union ("EU-IFRSs").

The Cementos Molins Group's consolidated financial statements for 2016 were formally prepared by the Parent's directors in accordance with the EU-IFRSs, and the basis of consolidation, accounting policies and measurement bases described in Notes 2 and 3 to the aforementioned consolidated financial statements were applied in order to present fairly the Group's consolidated equity and consolidated financial position at 31 December 2016 and the consolidated results of its operations, the changes in consolidated equity and its consolidated cash flows for the year then ended. The Cementos Molins Group's consolidated financial statements for 2016 were approved by the shareholders at the Annual General Meeting of the Parent held on 29 June 2017.

These interim condensed consolidated financial statements are presented in accordance with IAS 34, Interim Financial Reporting and formally prepared by the Parent's directors on 27 July 2017, in conformity with Article 12 of Royal Decree 1362/2007.

As established in IAS 34, the interim financial information is intended only to provide an update on the content of the latest complete annual consolidated financial statements prepared by the Cementos Molins Group, focusing on new activities, events and circumstances occurring during the six-month period, and does not duplicate information previously reported in the consolidated financial statements for 2016. Consequently, for a proper comprehension of the information included in these interim condensed consolidated financial statements, they should be read together with the Group's consolidated financial statements for 2016.

c) *Accounting policies and measurement bases*

The accounting policies used in the preparation of these interim condensed consolidated financial statements for the six-month period ended 30 June 2017 coincide with those used in the preparation of the consolidated financial statements for 2016.

However, since the accounting policies and measurement bases used in preparing the Group's interim consolidated financial information for the six-month period ended 30 June 2017 may differ from those used by certain of the Group companies, the required adjustments and reclassifications were made on consolidation to unify the policies and bases used and to make them compliant with the EU-IFRSs and the accounting policies and measurement bases used by the Parent.

Changes in accounting policies and in disclosures of information effective in 2017

In 2017 new accounting standards came into force and were therefore taken into account when preparing the accompanying interim condensed consolidated financial statements. The aforementioned standards, which were applied in these interim condensed consolidated financial statements but did not have any material impacts on the presentation and disclosure thereof, are as follows:

New standards, amendments and interpretations		**Obligatory application in annual reporting periods beginning on or after:**
Amendments to IAS 7, Disclosure Initiative (issued in January 2016)	Introduce additional disclosure requirements relating to financing activities.	1 January 2017
Amendments to IAS 12, Recognition of Deferred Tax Assets for Unrealised Losses (issued in January 2016)	Clarification of the principles established for recognition of deferred tax assets for unrealised losses on debt instruments measured at fair value.	1 January 2017
Improvements to IFRSs, 2014-2016 cycle - Clarification in relation to IFRS 12	The clarification in relation to the scope of IFRS 12 and its interaction with IFRS 5 entered into force in this period.	1 January 2017

Accounting policies issued but not yet in force in 2017

At the date of preparation of these interim condensed consolidated financial statements, the following standards and interpretations had been published by the International Accounting Standards Board (IASB) but had not yet come into force, either because their effective date is subsequent to the date of these interim condensed consolidated financial statements or because they had not yet been adopted by the European Union (EU-IFRSs):

New standards, amendments and interpretations		**Obligatory application in annual reporting periods beginning on or after:**
	Approved for use in the European Union	
IFRS 15, Revenue from Contracts with Customers (issued in May 2014)	New revenue recognition standard (supersedes IAS 11, IAS 18, IFRIC 13, IFRIC 15, IFRIC 18 and SIC-31).	1 January 2018
IFRS 9, Financial instruments (issued in July 2014)	Replaces the requirements in IAS 39 relating to the classification, measurement, recognition and derecognition of financial assets and financial liabilities, hedge accounting and impairment.	1 January 2018
	Not yet approved for use in the European Union	
	New standards, amendments and interpretations	
Clarifications to IFRS 15, Revenue from Contracts with Customers (issued in April 2016)	Focus on identifying performance obligations, principal versus agent considerations, licensing and determining whether a license is satisfied at a specific point in time or over time, as well as certain clarifications to the transition requirements.	1 January 2018
IFRS 16, Leases (issued in January 2016)	Supersedes IAS 17 and the related interpretations. The main development is the introduction of a single lessee accounting model in which all leases (with certain limited exceptions) with an impact similar to that of the existing finance leases (depreciation of the right-of-use asset and a finance cost for the amortised cost of the liability) will be recognised.	1 January 2019
IFRS 17, Insurance Contracts (issued in May 2017)	Supersedes IFRS 4. It establishes principles for the recognition, measurement, presentation and disclosure of insurance contracts issued to ensure that entities provide relevant and reliable information that gives a basis for users of the information to assess the effect that insurance contracts have on the financial statements.	1 January 2021
Amendments to IFRS 2, Classification and Measurement of Share-based Payment Transactions (issued in June 2016)	These are limited amendments that clarify specific issues such as the effects of vesting conditions on cash-settled share-based payments, the classification of share-based payment transactions with a net settlement feature and certain issues relating to modifications of the type of share-based payment arrangement.	1 January 2018

New standards, amendments and interpretations		Obligatory application in annual reporting periods beginning on or after:
Amendments to IFRS 4, Insurance Contracts (issued in September 2016)	Provide entities within the scope of IFRS 4 with the option of applying IFRS 9 (overlay approach) or the temporary exemption therefrom.	1 January 2018
Amendments to IAS 40, Reclassification of Investment Property (issued in December 2016)	The amendments clarify that transfers to, or from, investment property will only be possible when there is evidence of a change in use.	1 January 2018
Improvements to IFRSs, 2014-2016 cycle (issued in December 2016)	Minor amendments to a series of standards (various effective dates).	1 January 2018
IFRIC 22, Foreign Currency Transactions and Advance Consideration (issued in December 2016)	This interpretation establishes "the date of the transaction" for the purpose of determining the exchange rate to use in transactions with advance consideration in a foreign currency.	1 January 2018
IFRIC 23, Uncertainty Over Income Tax Treatments (issued in June 2017)	This interpretation clarifies how to apply the recognition and measurement requirements in IAS 12 when there is uncertainty over whether the relevant taxation authority will accept a tax treatment used by an entity.	1 January 2019
Amendments to IFRS 10 and IAS 28, Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (issued in September 2014)	Clarification in relation to the gain or loss resulting from such transactions involving a business or assets.	No date has been set

As indicated in Note 3-b) to the consolidated financial statements for the year ended 31 December 2016, the application of new standards, amendments and interpretations will be considered by the Group once they have been ratified and adopted, as the case may be, by the European Union.

In this connection, and in relation to the future entry into force of IFRS 15 and IFRS 9 on or after 1 January 2018, on the basis of the best estimates of the Parent's directors at the date of authorisation for issue of these explanatory notes to the interim financial statements for the six-month period ended 30 June 2017, it is considered that the application of these standards will not have a very significant impact. As regards IFRS 16, which is scheduled to come into force on 1 January 2019, the potential impact that application of this standard could have on the consolidated financial statements of the Group is included in Notes 3-b) and 25-e) to the consolidated financial statements for 2016.

d) Responsibility for the information and use of estimates

The information in these interim condensed consolidated financial statements for the first six months of 2017 is the responsibility of the Parent's directors, who have verified that the various controls established to ensure the quality of the financial and accounting information prepared by them have operated effectively.

The consolidated results and the determination of consolidated equity are sensitive to the accounting principles and policies, measurement bases and estimates used by the Parent's directors in preparing the half-yearly condensed consolidated financial statements. The main consolidation bases, accounting principles and measurement bases are described in Note 3 to the consolidated financial statements for 2016, except as indicated in Note 1-c) above in relation to "Changes in accounting policies and in disclosures of information effective in 2017".

In these interim condensed consolidated financial statements judgements and estimates were occasionally made by management of the Parent and of the consolidated companies in order to quantify certain of the assets, liabilities, income, expenses and obligations reported herein. These estimates relate basically to the following:

- The useful life of the property, plant and equipment and intangible assets;
- The measurement of goodwill arising on consolidation;
- The impairment losses on certain assets;
- The assumptions used in the actuarial calculation of the pension obligations;
- The provisions for obligations to third parties and contingent liabilities;
- The calculation of the recoverable amount of investments accounted for using the equity method, and
- The recoverability of tax assets.

Although these judgments and estimates were made on the basis of the best information available at 30 June 2017 and 31 December 2016 on the events analysed, events that take place in the future might make it necessary to change these estimates (upwards or downwards) in coming years. Changes in accounting estimates, where appropriate, would be recognised in the consolidated statement of profit or loss.

In the six-month period ended 30 June 2017, there were no significant changes in the estimates made at 2016 year-end.

e) *Contingent assets and liabilities*

Note 30 to the Cementos Molins Group's consolidated financial statements for the year ended 31 December 2016 discloses information on contingent assets and liabilities at that date.

The information on the Group's contingent assets and liabilities arising in the first six months of 2017 is detailed in Note 15-b).

f) *Comparative information*

The information relating to the first half of 2017 contained in these interim condensed consolidated financial statements is presented for comparison with that relating to the six-month period ended 30 June 2016 (for the interim condensed consolidated statement of profit and loss, the interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows) and is compared with the information relating to the 2016 year-end for the interim condensed consolidated balance sheet.

g) *Seasonality of the Group's transactions*

In view of the business activities in which the Group companies engage, their transactions are not substantially cyclical or seasonal in nature. Therefore, no specific disclosures in this connection are included in these explanatory notes to the interim condensed consolidated financial statements for the six-month period ended 30 June 2017.

h) Subsequent events and relevant matters in the first six-months of the year

No significant events took place from 30 June 2017 to the date when these interim condensed consolidated financial statements were authorised for issue.

i) Materiality

In determining the information to be disclosed in these explanatory notes, the Group, in accordance with IAS 34, assessed materiality in relation to these interim condensed consolidated financial statements for the six-month period ended 30 June 2017.

j) Impairment of property, plant and equipment, intangible assets and goodwill

The impairment testing policies applied by the Group to its intangible assets and its goodwill in particular are described in Note 3 to the consolidated financial statements for the year ended 31 December 2016.

The Parent's directors test each cash-generating unit (CGU) for impairment at the end of each year and whenever there are indications that a CGU may have become impaired by comparing the carrying amount of the relevant CGU, including goodwill, with its recoverable amount.

In the preparation of the interim condensed consolidated financial statements, the Parent uses the impairment test considered at the end of the previous year provided that there are no indications of impairment and the requirements established in IFRSs for use of the most recent calculations (IAS 36) are met, which include, among others: that the CGU's assets and liabilities are substantially the same as those in the last calculation, that the most recent recoverable amounts calculated exceed the related carrying amounts and that, based on events and circumstances occurring from the end of the previous year, no additional impairment of goodwill at the end of the interim period is anticipated.

In this connection, in the first six months of 2017 there were no significant changes in the business plans of the Group companies or the assets and liabilities of the CGUs that gave rise to changes in the estimates made at the reporting date.

2. Changes in the Group's structure

In the first six-month period of 2017, there were no significant changes in the composition of the Group.

3. Dividends paid by the Parent

By virtue of the resolution approved by the Parent's Board of Directors at the meeting held on 23 December 2016, the following dividend was paid on 11 January 2017:

- An interim dividend of EUR 0.11 gross per share was paid out of 2016 profit. The amount paid totalled EUR 7,273 thousand.

Also, by virtue of the resolutions approved by the Parent's Annual General Meeting and the Board of Directors at the meetings held on 29 June 2017, the following dividends were paid on 13 July 2017:

- A final dividend of EUR 0.01 gross per share out of 2016 profit, giving rise to a total payment of EUR 661 thousand.

- An interim dividend of EUR 0.12 gross per share out of 2017 profit, giving rise to a total payment of EUR 7,934 thousand.

The provisional liquidity statements prepared in accordance with legal requirements, evidencing the existence of sufficient earnings and liquidity for the distribution of the interim dividends, are as follows:

(thousands of euros)

	Net profit	Unused balances
31/05/17	26,222	57,374

4. Financial risk management policy

In line with the risk management policy designed by the Group, the most noteworthy risks in the first six months of 2017 are indicated below:

With respect to foreign currency risk:

In those countries in which borrowings have been arranged, the Group attempts to mitigate any potential loss in the value of the cash flows generated by foreign currency transactions (caused by depreciation of the related currency against the euro) with savings arising from the decrease in the euro value of debt denominated in foreign currency.

For those countries in which the Group holds surplus cash positions, the Group attempts to mitigate any potential loss in the value of the cash flows generated by foreign currency transactions (caused by depreciation of the related currency against the euro) with savings arising from holding euro or US dollar cash positions. In certain cases, the savings are invested abroad in non-resident accounts denominated in these currencies to avoid the country risk component.

Products arranged:

In the first half of 2017, the subsidiary Cemolins Internacional, S.L.U. (Spain) had arranged exchange rate products classified as "speculative" with the following characteristics:

- *Description of the products arranged*: *Non deliverable forward FX transaction* (Mexican pesos).
- *Maturity*: 20 April - 10 July 2017.
- *Fair value at 30 June 2017*: EUR 170 thousand, which was included in "Current Financial Assets" under "Current Assets" in the accompanying interim condensed consolidated balance sheet, the effects of which were recognised in the accompanying interim condensed consolidated statement of profit or loss.

The aforementioned subsidiary recognised income of EUR 305 thousand under "Financial Loss" in the interim condensed consolidated statement of profit or loss for the six-month period ended 30 June 2017, in respect of contracts matured and contracts in force at that date.

In the first six months of 2016, all of the foreign exchange products in force classified as "speculative" arranged by the subsidiary Cementos Avellaneda, S.A. expired. In this connection, income of EUR 1,004 thousand was recognised under "Financial Loss" in the interim condensed consolidated statement of profit or loss for the six-month period ended 30 June 2016.

With respect to interest rate risk:

The hedging instruments arranged by the Group, floating-to-fixed interest rate swaps, continue to be aligned with the hedged items (all bank borrowings) in terms of nominal amount, repayment terms and accrual of interest.

Note 21 to the consolidated financial statements for the year ended 31 December 2016 discloses information on the hedges arranged by the Group.

At 30 June 2017, 14.6% of gross bank borrowings bore a fixed interest rate. Of this percentage, 34.2% were hedged through interest rate swaps and the other 65.8% were arranged through financing contracts with an established fixed interest rate. At 30 June 2016, 15.9% of gross bank borrowings bore a fixed interest rate. Of this 15.9%, 35.4% were hedged through interest rate swaps and the other 64.7% were arranged through financing contracts with an established fixed interest rate.

At 30 June 2017, the Group did not have any speculative positions in derivative financial instruments of this type.

With respect to liquidity risk:

At 30 June 2017, the projected current maturities of gross borrowings amounted to EUR 54,524 thousand, which were lower than liquid funds, measured as the sum of: a) cash and cash equivalents, amounting to EUR 91,409 thousand at 30 June 2017, and current financial assets, amounting to EUR 24,786 thousand at 30 June 2017; b) the annual cash projection for 2017; c) long-term deposits of EUR 93 thousand; and d) the undrawn credit facilities arranged with banks with initial maturities of more than one year (EUR 115,070 thousand) and those maturing in 2017 and the first six months of 2018 (EUR 32,226 thousand). This structure affords flexibility for the Group to access both the credit and capital markets over the following twelve months.

At 31 December 2016, the maturities of gross borrowings projected for 2017 amounted to EUR 58,379 thousand, which were lower than liquid funds, measured as the sum of: a) cash and cash equivalents, amounting to EUR 78,455 thousand at 2016 year-end, and current financial assets, amounting to EUR 82,543 thousand at 31 December 2016; b) the annual cash projection for 2016; c) long-term deposits of EUR 202 thousand; and d) the undrawn credit facilities arranged with banks with initial maturities of more than one year (EUR 118,151 thousand) and those maturing in 2017 (EUR 27,683 thousand).

With respect to credit risk:

The Group continued with its policy of arranging borrowings with banks with high credit ratings.

With respect to the credit risk of cash and cash equivalent items, the Group continued to place its cash surpluses basically in fixed-term investments and demand deposits at banks with high credit ratings and the highest liquidity.

In relation to customer credit risk, at 30 June 2017 there was no significant unhedged or unsecured credit risk concentration. The Group's allowance for doubtful debts at 30 June 2017 amounted to EUR 63 thousand (30 June 2016: EUR 627 thousand).

5. Intangible assets and Goodwill

a) *Goodwill*

The detail of "Goodwill", by company giving rise to it, is as follows:

	(in thousands of euros)	
	30/06/17	**31/12/16**
Subsidiaries:		
Cementos Avellaneda, S.A.	755	904
Monsó-Boneta, S.L.	443	443
Cementos Molins Industrial, S.A.U.	21,797	21,797
Total	**22,995**	**23,144**

b) *Intangible assets*

Emission allowances

In its resolution of 15 November 2013, the Spanish Cabinet established the final allocation of greenhouse gas emission allowances relating to ETS Phase III (period 2013-2020) for the Group company Cementos Molins Industrial, S.A.U., amounting to 7.1 million tonnes of CO_2, which were granted at zero cost under Law 1/2005, of 9 March, governing the greenhouse gas emission allowance trading scheme. 882,469 allowances with a value of EUR 5.4 million were allocated for 2017.

In the first six months of 2017 the 2016 allowances were delivered under the National Allocation Plan and 472,031 allowances with a value of EUR 3.7 million were used. The allowances used in the same period of 2016 totalled 447,831, with a value of EUR 2.8 million.

As in prior years, the Group considers that the allowances obtained are sufficient to cover the greenhouse gas emissions planned and, therefore, a provision to cover possible future shortfalls is not required. The Group also performs certain environment-related activities to obtain allowances additional to those allocated under the National Allocation Plan.

6. Property, plant and equipment

a) *Changes in the period*

In the first six months of 2017, items of property, plant and equipment amounting to EUR 12,735 thousand were acquired (first six months of 2016: EUR 8,912 thousand). Also, in the first six months of 2017, items of property, plant and equipment for a carrying amount of EUR 295 thousand (first six months of 2016: EUR 1,109 thousand) were disposed of giving rise to net losses on disposals in the first six months of 2017 of EUR 20 thousand (first six months of 2016: net gains of EUR 309 thousand).

In the first six months of 2017, the main Group investments consisted of the clay activation project in Olavarría (Argentina), and those related to the maintenance of production facilities of the Group's other operating facilities.

No borrowing costs were capitalised in the first six months of 2017 and 2016.

Depreciation of the items of property plant and equipment in the first six months of 2017 amounted to EUR 19,002 thousand (first six months of 2016: EUR 19,130 thousand).

The detail, by country, of the carrying amount of property, plant and equipment at 30 June 2017 and 31 December 2016 is as follows:

	(in thousands of euros)	
	30/06/17	**31/12/16**
Spain	213,574	219,258
Argentina	101,177	108,962
China	1,085	1,319
Tunisia	137,860	171,987
Total	**453,696**	**501,526**

The decrease in property, plant and equipment in Tunisia at 30 June 2017 with respect to 31 December 2016 is explained mainly by the depreciation of the Tunisian dinar.

7. Investments accounted for using the equity method

The detail of Group investments accounted for using the equity method at 30 June 2017 and 31 December 2016 is as follows:

	(in thousands of euros)	
	30/06/2017	**31/12/2016**
Promsa Group (Spain)	1,523	1,468
Portcemen (Spain)	1,287	1,291
Vescem (Spain)	35	40
Escofet Group (Spain)	3,026	3,232
Escofet Group (Mexico)	3	37
Moctezuma Group (Mexico)	179,396	154,229
Cementos Artigas Group (Uruguay)	66,149	65,485
Surma Group (Bangladesh and India)	49,128	53,333
Ecocementos e Iacol Agregados (Colombia)	45,852	46,270
Yacuces Group (Bolivia)	31,684	36,639
Total	**378,083**	**362,024**

The detail of the dividends paid by these companies to the Group in the first six months of 2017 and 2016 is as follows:

	(in thousands of euros)	
	30/06/2017	**30/06/2016**
Promsa Group (Spain)	-	251
Moctezuma Group (Mexico)	21,600	22,365
Total	**21,600**	**24,316**

The detail of the main aggregates of these Group companies is as follows (in thousands of euros):

	Moctezuma Group (Mexico)	Cementos Artigas Group (Uruguay)	Surma Group (Bangladesh and India)	Yacuces Group (Bolivia)	Ecocementos e Iacol Agregados (Colombia)	Other companies
30/06/17						
Non-current assets	353,440	64,554	136,809	158,872	98,297	7,081
Current assets	271,120	44,112	92,917	47,114	7,968	13,961
Cash and cash equivalents	158,872	15,375	35,980	9,192	6,287	5,667
Non-current liabilities	(49,831)	(6,410)	(23,625)	(107,177)	(98)	(1,964)
Non-current financial liabilities	(945)	(126)	-	(107.177)	-	(1,089)
Current liabilities	(57,950)	(12,030)	(41,679)	(16,191)	(14,464)	(5,270)
Current financial liabilities	(397)	-	(9,203)	-	-	(434)
First six months of 2017						
Revenue	368,013	38,090	55,851	22,916	-	7,623
Depreciation and amortisation charge	(14,101)	(2,658)	(3,707)	(6,842)	(14)	(462)
Finance income	6,321	241,0	795	309	1,311	90
Finance costs	(11,012)	(237)	(117)	(3,498)	(1,189)	(78)
Income tax	(43,510)	(853)	(4,729)	-	(62)	95
Profit/(Loss) for the period	113,402	5,671	2,354	(6,586)	(533)	(623)

	Moctezuma Group (Mexico)	Cementos Artigas Group (Uruguay)	Surma Group (Bangladesh)	Yacuces Group (Bolivia)	Ecocementos e Iacol Agregados (Colombia)	Other companies
31/12/16						
Non-current assets	340,249	69,134	153,668	160,949	101,748	7,509
Current assets	249,651	41,676	99,335	70,903	5,757	14,649
Cash and cash equivalents	151,033	6,319	44,212	24,149	5,729	4,693
Non-current liabilities	(46,578)	(6,905)	(26,011)	(115,659)	-	(1,733)
Non-current financial liabilities	(881)	(122)	-	(115,659)	-	(844)
Current liabilities	(78,534)	(14,854)	(45,924)	(19,897)	(14,867)	(5,999)
Current financial liabilities	(533)	-	(6,836)	-	-	(604)
First six months of 2016						
Revenue	306,460	31,798	58,554	13,112	-	8,332
Depreciation and amortisation charge	(12,968)	(2,626)	(3,581)	(198)	-	(544)
Finance income	7,166	482	834	1	-	31
Finance costs	(3,125)	(103)	(678)	(30)	-	(62)
Income tax	(37,746)	1,313	(4,292)	-	-	(11)
Profit/(Loss) for the period	100,939	4,110	10,664	1,556	(94)	(1,298)

The foregoing aggregates relate to the separate and consolidated financial statements of the aforementioned groups and companies and do not include consolidation adjustments, except for those relating to transactions with the Cementos Artigas group (Uruguay) in 2010 and 2012.

8. Current financial assets

At 30 June 2017, "Current Financial Assets" amounted to EUR 24,786 thousand (31 December 2016: EUR 82,543 thousand) and comprised mainly four deposits made by the Spanish subsidiaries at a bank, with maturities between July and August 2017, and contained a cancellation clause available every three months.

9. Inventories

The detail of inventories, net of write-downs, at 30 June 2017 and 31 December 2016, is as follows:

	(in thousands of euros)	
	30/06/17	**31/12/16**
Raw materials and other supplies	20,094	25,797
Fuel	6,858	8,000
Spare parts	23,079	25,138
Finished goods and work in progress	24,717	24,378
Other	2,134	1,594
Total	**76,882**	**84,907**

10. Financial liabilities

The information relating to non-current and current non-trade payables is as follows:

a) Non-current

The detail of the balance of non-current borrowings and of the related maturities each year is as follows:

							(in thousands of euros)
Bank borrowings	**Balance at 31/12/16**	**Balance at 30/06/17**	**2018**	**2019**	**2020**	**2021**	**Subsequent years**
Spanish companies	220,668	186,295	41,572	49,686	31,412	31,713	31,912
Tunisian companies	119,244	96,544	3,025	6,097	6,058	16,353	65,011
Total	**339,912**	**282,839**	**44,597**	**55,783**	**37,470**	**48,066**	**96,923**

The decrease in bank borrowings in Tunisia at 30 June 2017 with respect to 31 December 2016 is explained mainly by the depreciation of the Tunisian dinar.

b) Current

The detail, by groups of companies, of the various account balances at 30 June 2017 and 31 December 2016 is as follows:

				(in thousands of euros)
	Spanish companies	Argentinian companies	Tunisian companies	Total
Credit	45,495	1,685	7,344	54,524
Total at 30/06/17	**45,495**	**1,685**	**7,344**	**54,524**
Credit	49,005	685	8,689	58,379
Total at 31/12/16	**49,005**	**685**	**8,689**	**58,379**

11. Equity

a) *Share capital*

At 30 June 2017 and 31 December 2016, the share capital of Cementos Molins, S.A. consisted of 66,115,670 fully subscribed and paid bearer shares of EUR 0.30 par value each.

b) *Treasury shares of the Parent*

At the beginning of 2017 Cementos Molins Industrial, S.A.U. held 2,719,938 shares of the Parent. No shares were sold in the first half of 2017. During the same period, 83 shares were purchased.

At the beginning of 2016 Cementos Molins Industrial, S.A.U. held 2,701,552 shares of the Parent. No shares were sold in the first half of 2016. During the same period, 9,836 shares were purchased.

c) *Equity of non-controlling interests*

The balance of "Equity of Non-Controlling Interests" in the consolidated balance sheet reflects the value of the non-controlling shareholders' investment in the consolidated companies' equity. In addition, the balances shown in the consolidated statement of profit or loss represent the share of the non-controlling shareholders in the profit for the period.

The detail of "Equity of Non-Controlling Interests" in the consolidated balance sheet as at 30 June 2017 and 31 December 2016 is as follows:

	(in thousands of euros)	
	30/06/2017	**31/12/2016**
Grupo Promotora Mediterránea-2, S.A. (Spain)	1,234	1,232
Catprecon, S.L. (Spain)	75	54
Cementos Avellaneda, S.A. (Argentina)	75,642	72,989
Sotacib (Tunisia)	16,845	22,105
Precon Linyi (China)	(688)	(561)
Total	**93,108**	**95,819**

12. Provisions

The detail of the changes in "Non-Current Liabilities - Provisions" in the consolidated balance sheet as at 30 June 2017 is as follows:

						(in thousands of euros)
	Balance at 31/12/16	**Additions and charge for the period**	**Reductions**	**Translation differences**	**Reclasifications**	**Balance at 30/06/17**
Greenhouse gas emission allowances	6,412	3,731	(6,412)	-	-	3,731
Reversion reserve for quarry restoration and environmental measures	4,33	280	(90)	(195)	-	4,325
Employee benefit obligations	905	54	-	(113)	494	1,340
Other	4,674	64	(6)	(225)	-	4,507
Total	**16,321**	**4,129**	**(6,508)**	**(533)**	**494**	**13,904**

"Other" at 30 June 2017 and at 2016 year-end includes the provision recognised by the Group, amounting to EUR 2,351 thousand, in relation to the resolution of Spanish National Markets and Competition Commission (CNMC) of 5 December 2016.

13. Related party transactions

Transactions between the Parent and its subsidiaries, which are related parties, were eliminated on consolidation and are not disclosed in these interim condensed consolidated financial statements.

The detail of the transactions and balances with related parties that were not eliminated on consolidation, since they were accounted for using the equity method, is as follows:

Related party transactions

Other Group companies and associates	(in thousands of euros)	
	30/06/17	30/06/16
Sales of materials	311	158
Other revenue	590	816
Rendering of services	36	247
Purchases of materials	(2,530)	(725)
Services received	(781)	(784)
Financial profit	-	6

Related party balances

Other Group companies and associates	(in thousands of euros)	
	30/06/17	31/12/16
Trade receivables	2,894	2,797
Trade payables	(1,372)	(1,362)

The Group performs all its transactions with related parties on an arm's length basis.

14. Transactions with related parties

a) Commercial transactions

In conformity with *Ministry of Economy and Competitiveness Order ECC/461/2013*, of 20 March, and *Ministry of Economy and Finance Order EHA/3050/2004*, of 15 September, the directors did not carry out any related-party transactions with Cementos Molins, S.A. or with the companies in its consolidated Group in 2016 or in the first half of 2017.

b) Situations involving direct or indirect conflict with Cementos Molins, S.A.'s business interest

There were no situations involving a direct or indirect conflict of the directors or persons related to them with Cementos Molins, S.A.'s business interest in 2016 or in the first half of 2017.

c) Existence and identity of directors who are also directors of companies holding significant ownership interests in Cementos Molins, S.A.

Pursuant to the provisions of *Ministry of Economy and Competitiveness Order ECC/461/2013*, of 20 March, at 27 July 2017:

a) The individuals indicated below are members of the Board of Directors of the following companies which hold a significant ownership interest in Cementos Molins, S.A.:

Joaquín Mª Molins López-Rodó is a director of OTINIX, S.L.

Juan Molins Amat is a director of NOUMEA, S.A.

Juan Molins Amat is Deputy Chairman of Cartera de Inversiones CM, S.A.

b) None of the other members of the Board of Directors are directors of any company which holds a significant ownership interest in Cementos Molins, S.A.

d) Existence and identity of directors who are directors or executives of other companies belonging to the Cementos Molins, S.A. Group.

At 27 July 2017:

a) The individuals indicated below are members of the Board of Directors or executives of the following companies belonging to the Cementos Molins, S.A. Group:

Juan Molins Amat is:

- Chairman of (i) Cemolins Internacional, S.L.U., (ii) Société Tuniso Andalouse de Ciment Blanc SOTACIB, S.A. (Tunisia), (iii) Sotacib-Kairouan, S.A. (Tunisia)., and (iv) Corporación Moctezuma, S.A.B. de C.V. (Mexico).

Julio Rodríguez Izquierdo is:

- Chairman of Cementos Avellaneda, S.A. (Argentina) and Minus Inversora, S.A. (Argentina).

- Deputy Chairman of Société Tuniso Andalouse de Ciment Blanc SOTACIB, S.A. (Tunisia) and Sotacib-Kairouan, S.A. (Tunisia), and First Deputy Chairman of Cementos Artigas, S.A. (Uruguay).

- Director of (i) Cemolins Internacional, S.L.U., (ii) Corporación Moctezuma, S.A.B. de C.V. (México), (iii) Insumos y Agregados de Colombia, S.A.S. (Colombia), (iv) Empresa Colombiana de Cementos, S.A.S. (Colombia), and (v) LafargeHolcim Bangladesh Limited (Bangladesh).

Miguel del Campo Rodríguez is a director of Société Tuniso Andalouse de Ciment Blanc SOTACIB S.A. (Tunisia) and Sotacib-Kairouan, S.A. (Tunisia).

b) None of the other members of the Board of Directors are directors or executives of any company belonging to the Cementos Molins Group.

e) *Remuneration of executives*

The remuneration of the Parent's key executives in all connections in the first six months of 2017 and in 2016 was as follows:

Remuneration of senior executives	30/06/17	30/06/16
Amount (thousands of euros)	1,346	1,448
Number of employees	10	10

15. Obligations and contingencies

a) Obligations

In 2015 the Group commenced a project for the construction of a cement factory in Colombia, for which a total of USD 201.2 million were committed at 30 June 2017.

On 14 December 2016, Lafarge Surma Cement, Ltd. (a Bangladeshi company in which the Cementos Molins Group and the LafargeHolcim Group hold ownership interests) entered into an agreement with the LafargeHolcim Group for the purchase of all the shares of Holcim Cement (Bangladesh) Ltd., the main assets of which are three cement milling plants located in Bangladesh. The final purchase price was USD 117 million. At the date of preparation of these interim condensed consolidated financial statements, this transaction is subject to approval by the local market's regulatory bodies.

In relation to the fully consolidated companies, commitments to invest in property, plant and equipment amounted to EUR 10.3 million at 30 June 2017 (30 June 2016: EUR 4 million).

b) Contingencies

CNMC resolution

On 5 December 2016, the Spanish National Markets and Competition Commission (CNMC) issued a resolution as part of the disciplinary proceeding S/DC/0525/14 ("the Resolution"), whereby:

- It was accepted as accredited that Promotora Mediterránea-2, S.A. had breached Article 1 of Competition Law 15/2007 by carrying out certain collusive practices, and a penalty of EUR 2,351 thousand was imposed.

- It was resolved to set aside the actions brought against Cementos Molins Industrial, S.A.U.

In this connection, although the Group had recognised a provision for this item under "Non-Current Liabilities - Provisions" in the accompanying consolidated balance sheet at 2016 year-end (see Note 12), Promotora Mediterránea-2, S.A. filed an appeal for judicial review against the Resolution, requesting that it be rendered void as a matter of law. The proceeding is currently at the conclusions phase.

The penalty will be paid when the company is formally required to do so, provided the precautionary measure for the suspension of the execution of the Resolution is dismissed.

Propamsa, S.A.: Guadassuar

A court order of 22 April 2016 upheld the appeal for judicial review requesting that the construction permit and the environmental permit granted by the Guadassuar municipal council to Propamsa, S.A.U. for the installation of a mortar manufacturing plant in Guadassuar be declared null and void. Guadassuar municipal council is currently taking the necessary measures for the appropriate zoning status of the activity, to which end the plenary session of 30 March 2017 resolved to commence the modification of the planning affecting the part of the General Plan where the activity of Propamsa, S.A.U. is located.

16. Tax matters

Owing to the Cementos Molins Group's presence in various tax jurisdictions, the Group companies file income tax returns in accordance with the tax regulations applicable in each country and, at 30 June 2017, the income tax provision was calculated by applying the tax legislation in force for 2017.

a) In Spain

Most of the companies that are resident in Spain file consolidated income tax returns. The companies composing this tax group are all of those in which the Parent, Cementos Molins, S.A., has a direct or indirect ownership interest of more than 75%. All the Spanish companies apply the standard tax rate of 25%.

In accordance with the accounting principle of prudence, Group management decided not to recognise a provision for income tax in the event of a tax benefit.

The Parent's directors consider that the deferred tax assets recognised at 30 June 2017 will be recovered within the periods established by the legislation in force in accordance with the earnings projections and the current planning strategies.

b) In other countries

The fully consolidated foreign subsidiaries and the foreign subsidiaries accounted for using the equity method calculate the income tax expense and the tax charges for the various taxes applicable to them in conformity with the legislation of, and at the tax rates in force in, their respective countries.

Years open for review by the tax authorities

None of the Group companies are involved in a full-scope review of the taxes applicable thereto and, therefore, the years open for review are the same as at 2016 year-end.

17. Remuneration and other benefits of directors

The remuneration earned by the Parent's Board of Directors as a whole in the first half of 2017 totalled EUR 1,151 thousand, the detail being as follows: EUR 96 thousand of attendance fees, EUR 306 thousand of by-law stipulated remuneration, EUR 708 thousand of professional salaries and fees, and EUR 41 thousand of contributions to externalised pension funds and life insurance.

The remuneration earned by the Parent's Board of Directors as a whole in the first half of 2016 totalled EUR 1,152 thousand, the detail being as follows: EUR 77 thousand of attendance fees, EUR 303 thousand of by-law stipulated remuneration, EUR 688 thousand of professional salaries and fees, and EUR 84 thousand of contributions to externalised pension funds and life insurance.

In the first half of 2017 and 2016, the members of the Parent's Board of Directors were not granted any advances or loans.

18. Segment reporting and joint ventures

Note 6 to the Group's consolidated financial statements for the year ended 31 December 2016 describes the method used by the Group to define its operating segments. There was no change in the basis of segmentation, which is based on the approach taken by Group management.

The Group's revenue and profit after tax in the first half of 2017, by geographical segment, were as follows:

										(in thousands of euros)
	Geographical segment									
	Spain	**Argentina**	**Tunisia**	**China**	**Mexico**	**Uruguay**	**Bolivia**	**Colombia**	**Bangladesh**	**Total**
Revenue	114,852	166,929	38,066	-	-	-	-	-	-	319,847
Profit/(Loss) from operations	**(935)**	**36,155**	**(1,242)**	**(554)**	-	-	-	-	-	**33,424**
Financial loss										(4,455)
Investment in associates	(159)	-	-	-	38,174	2,767	(2,244)	(232)	593	38,899
Profit before tax										**67,868**
Income tax										(15,147)
Net loss of non-controlling interests										(10,418)
Profit after tax										**42,303**

The Group's revenue and profit after tax in the first half of 2016, by geographical segment, were as follows:

										(in thousands of euros)
	Geographical segment									
	Spain	**Argentina**	**Tunisia**	**China**	**Mexico**	**Uruguay**	**Bolivia**	**Colombia**	**Bangladesh**	**Total**
Revenue	96,627	124,072	45,101	-	-	-	-	-	-	265,800
Profit/(Loss) from operations	**(4,565)**	**21,061**	**2,999**	**(440)**	-	-	-	-	-	**19,055**
Financial loss										(2,769)
Investment in associates	(452)	-	-	-	33,224	2,018	504	(547)	3,154	37,901
Profit before tax										**54,187**
Income tax										(10,983)
Net loss of non-controlling interests										(7,791)
Profit after tax										**35,413**

Joint ventures

The foreign geographical segments relating to the companies in Tunisia (in which the Group holds ownership interests of between 66.94% and 69.97%), Argentina (ownership interest of 51%) and China (ownership interest of 80%) are fully consolidated.

The foreign geographical segments accounted for using the equity method are Mexico, Uruguay, Bangladesh, Bolivia and Colombia.

19. Average headcount

The average number of employees at the Group companies in the first half of 2017 and 2016 was as follows:

	Women	Men	Total at 30/06/17	Total at 30/06/16
Cementos Molins, S.A.	13	20	33	33
Cementos Molins Industrial, S.A.U.	15	155	170	170
Cemolins Servicios Compartidos, S.L.	27	11	38	38
Promotora Mediterránea-2, S.A. and subsidiaries	28	183	211	213
Prefabricaciones y Contratas, S.A.U. and Catprecon, S.L.	50	513	563	498
Propamsa, S.A.	23	106	129	123
Cemolins Internacional, S.L.U.	2	7	9	9
Total Spanish companies	**158**	**995**	**1,153**	**1,084**
Cementos Avellaneda, S.A. and subsidiaries (Argentina)	46	682	728	725
Sotacib, S.A. and Sotacib Kairouan, S.A. (Tunisia)	36	496	532	609
Precon (Linyi) Construction CO., Ltd (China)	2	2	4	12
Total foreign companies	**84**	**1,180**	**1,264**	**1,346**
Total	**242**	**2,175**	**2,417**	**2,430**

20. Risk management

At 30 June 2017, the Cementos Molins Group had the same risk management policies as at 31 December 2016.

21. Impairment and gains or losses on disposals of non-current assets

In the first six months of 2017 certain assets amounting to EUR 734 thousand relating to the Spanish cement activity were written down since they were no longer in use.

Also, in the first half of 2016, impairment of EUR 1,416 thousand was recognised on the assets owned by Prefabricaciones y Contratas, S.A.U.

22. Preparation and signature of the interim condensed consolidated financial statements for the six-month period ended 30 de June 2017

The interim condensed consolidated financial statements for the first half of 2017 were prepared and signed by the Parent's Board of Directors on 27 July 2017.

23. Explanation added for translation to English

These interim condensed consolidated financial statements are presented on the basis of the regulatory financial reporting framework applicable to the Group in Spain (see Note 1-b). Certain accounting practices applied by the Group that conform with that regulatory framework may not conform with other generally accepted accounting principles and rules.

Cementos Molins, S.A. and Subsidiaries

Interim Consolidated Directors' Report for the six-month period ended 30 June 2017

Consolidated revenue increased by 20% with respect to the same period in 2016 to EUR 320 million. The Spanish companies increased their revenue by 19%, on the back of the concrete and precast business lines, and the international companies increased revenue by 21% in comparison with the first six months of 2016, mainly due to the Argentinian subsidiary.

Profit from operations at 30 June 2017 was up by EUR 14 million with respect to the same period of 2016, as a result of increased profits in Argentina and at the Spanish companies.

Profit from companies accounted for using the equity method stood at EUR 39 million, up 3% on the same period of the previous year -if exchange rates had remained constant, the increase would have been 7%-, as a result of the sound results of our Mexican subsidiary. This line item of the statement of profit or loss includes the results of the subsidiaries in Mexico, Uruguay, Bangladesh and Bolivia, in accordance with the percentage of ownership.

Consolidated net profit in the first six months of 2017 was up 20% on the same period of 2016 to EUR 42 million. The depreciation of currencies, especially the Mexican peso, had an adverse effect of approximately EUR 2.2 million on net profit.

Management information

The Cementos Molins Group takes an active role in the management of the companies consolidated using the equity method, either jointly with another shareholder or through significant involvement in their decision-making bodies.

Following the guidelines and recommendations of the ESMA (European Securities and Markets Authority), the aim of which is to foster the utility and transparency of the Alternative Performance Measures included in the regulated information or in any other information submitted by listed companies, the information disclosed in the following notes to this report is based on the application of a proportionality criterion when consolidating its investees, i.e., it applies the final percentage of ownership held in each and every investee. Accordingly, the Group considers that the management of the businesses and the manner in which the results are analysed for decision-making purposes is appropriately reflected.

Consequently, the parameters detailed below are defined in the following notes to the report as follows:

- "Revenue": Revenue recognised in the separate and consolidated financial statements of the various companies included in the scope of consolidation, multiplied by the percentage of ownership held in every investee.

- "EBITDA": Profit from operations before the depreciation and amortisation charge, impairment losses and gains and losses on disposals of non-current assets of the various companies included in the scope of consolidation, multiplied by the percentage of ownership held in every investee.

- "EBIT": Net profit before financial loss and taxes (profit from operations), multiplied by the percentage of ownership held in every investee.

- "Net financial debt": Financial debt after eliminating cash, current financial assets and long-term deposits, multiplied by the percentage of ownership held in every investee.

- "Volumes": Physical units of Portland cement and concrete sold by the companies included in the scope of consolidation (without eliminating intra-group sales), multiplied by the percentage of ownership held in every investee.

- "% change at constant exchange rates". This shows the change in this line item would have undergone in the current period had exchange rates not changed (same exchange rates as in the previous period).

Taking this method into account, the results the Group uses for management purposes, at 30 June 2017, are as follows, in millions of euros:

Millions of euros	30/06/17	30/06/16	% change	% change constant ex. rate
Revenue	392,5	332,2	18,1%	21,7%
EBITDA	99,1	82,5	20,1%	25,0%
EBITDA margin	25,2%	24,8%		
EBIT	73,4	57,9	26,7%	32,4%
Net profit	42,3	35,4	19,5%	25,8%
Capex	23,0	33,6	(31,5%)	
Profit per share (EUR)	0,64	0,54		
	30/06/17	31/12/16		
Net financial debt	169,6	187,7	(9,6%)	
Volumes	30/06/17	30/06/16		
Cement (Mt)	2,714	2,593	4,7%	
Concrete (Mm3)	802	723	10,9%	

The volume of cement sales at 30 June 2017 was up 5% on the same period of the previous year, with a positive contribution in every country, except for Bangladesh and Tunisia (local growth and fall in exports). Growth in concrete was 11%, with a positive contribution in every country except for Uruguay.

The contribution to revenue and EBITDA by country is as follows, in millions of euros:

REVENUE

Millions of euros	30/06/17	30/06/16	% change	% change constant ex. rate
Spain	116,9	98,7	18,3%	-
Argentina	85,1	63,2	34,7%	43,3%
Uruguay	17,4	15,5	12,3%	(,2%)
Mexico	122,7	102,1	20,1%	25,9%
Bolivia	7,8	4,4	80,4%	76,2%
Bangladesh	16,4	17,2	(4,6%)	(4,7%)
Tunisia	26,2	31,0	(15,6%)	(7,5%)
Others	-	0,1	-	-
Total	392,5	332,2	18,1%	21,7%

EBITDA

Millions of euros	30/06/17	30/06/16	% change	% change constant ex. rate
Spain	12,5	9,4	33,3%	-
Argentina	20,8	12,7	62,9%	72,8%
Uruguay	4,5	2,5	81,9%	63,0%
Mexico	58,3	49,2	18,4%	24,1%
Bolivia	1,1	0,6	80,1%	77,9%
Bangladesh	3,4	5,4	(37,9%)	(38,6%)
Tunisia	4,1	7,5	(44,7%)	(38,5%)
Others	(5,6)	(4,8)	(13,6%)	(13,4%)
Total	99,1	82,5	20,1%	25,0%

Income was up 18% on the same six months of 2016, with increases in the Spanish companies and the international companies.

EBITDA increased by 20% on the same period of the previous year. By country, it is worth noting the major contribution to profits of Mexico and Argentina, and to a lesser degree, those of Spain and Uruguay. Conversely, there were decreases in Tunisia and Bangladesh. At the exchange rates for the same period of 2016, EBITDA would have grown by 25%.

EBITDA improved due to the increase in the sales volume in most countries and due to higher prices, mainly in Mexico and Argentina. Production costs went up due to the increase in energy costs (electricity and petcoke), and also due to inflation, mainly in Argentina.

The Spanish recovery should be noted; all the Spanish businesses grew in volume and contributed to significant global increases in EBITDA.

The EBITDA margin was 25.2%, up by half a percentage point on same period of the previous year.

Net borrowings amounted to EUR 170 million, a reduction of EUR 18 million on December 2016.

Information on the environment

The Molins Group companies continue to engage in the environmental activities detailed in the director's report at 31 December 2015, particularly in programmes fostering the use of alternative fuels in the cement factories.

By the same token, the relevant environmental management system certificates continue to be renewed.

Research and development expenditure

The Group companies continue to focus their efforts on R&D+i with the aim of producing more sustainable products with improved properties and at lower cost so as to adapt to market and customer needs.

Treasury share transactions

At the beginning of 2017 Cementos Molins Industrial, S.A.U. held 2,719,938 shares of the Parent. No shares were sold in the first half of 2017. In the same period, 83 shares were purchased.

Related party transactions

Note 13 to these interim condensed consolidated financial statements refers to related party transactions. No additional information is considered to be significant.

Outlook for the Group

It is expected that the trends of the last few months will continue, although this is conditional on the performance of currencies.

Risk management

At 30 June 2017, the Molins Group had the same risk management policies as at 31 December 2016.

Events after the reporting period

On 25 June 2017, the chairman of the Board of Directors, Casimiro Molins Ribot, died.

On 13 July 2017, Joaquim Molins Amat, director of the Parent and member of the Nomination and Remuneration Committee, died.

As a result of the death of Casimiro Molins Ribot, chairman of the Board, on 27 July 2017 the Board of Directors resolved to appoint Juan Molins Amat as the new chairman of the Board of Directors.

Also, the Board resolved to appoint Cartera de Inversiones C.M., S.A., represented by Joaquín Mª Molins Gil, first deputy chairman of the Board of Directors and Otinix S.L., represented by Ana María Molins López-Rodó, second deputy chairman of the Board of Directors.

No significant additional events have taken place from 30 June 2017 to the date of formal preparation of these interim condensed consolidated financial statements.