

RELEVANT INFORMATION



At its Shareholder Meeting, Grupo Argos announces its commitment to reduce its emissions by 46% by 2030

- *Within the struggle against climate change, Grupo Empresarial Argos has become consolidated as a leading environmental offset provider, planting close to eight million trees throughout the country.*
- *Throughout 2021, the organization will add over four million trees to its offset program, for a total of 12 million in six years, strengthening its tree planting leadership in the country.*
- *Cementos Argos will continue leading industry transformation with the launch of a green solution portfolio, industrial-scale microalgae use for CO₂ capture, and the use of alternative fuels.*
- *Over the next three years, Celsia will bring over 1,000 MW of solar and wind power online to consolidate an energy generation grid with 25% non-conventional renewable sources.*

Last Thursday, Grupo Argos held its General Shareholder Meeting, during which it announced an ambitious strategy to offset, mitigate and adapt its business and operations, intending to contribute to reducing the effects of climate change with a 46% reduction in its CO₂ emissions by 2030 for every million pesos in revenue.

By the end of 2021, Grupo Empresarial Argos will have planted 12 million native trees in Colombia over the last six years, with four million additional trees in 2020 as a relevant offset mechanism.

The organization's energy business also plans to install over 1,000 MW of solar and wind power over the next three years, using its own resources and platforms created with international partners to promote business growth. In 2021 alone, this will represent over COP 3.4 trillion in investments.

The cement business is making positive progress with moving towards industrial-scale microalgae use for CO₂ capture, the use of alternative biofuels via waste co-processing, biomass production, and a growing number of solutions in its green portfolio.



“We are pleased to announce our commitment to reduce our greenhouse gas emissions by nearly half per million pesos in revenue by 2030, an important step towards carbon neutrality that arises from a deep conviction that we need to make every effort to continue the struggle against climate change.”

Jorge Mario Velásquez
CEO Grupo Argos

Financial results

Financial results for 2020 were presented at the meeting, ratifying the organization's capacity for adaptation and balance-sheet soundness for dealing with extreme shocks by achieving results that, although impacted by economic shutdowns and what they represented, surpassed expectations envisaged at the beginning of the COVID-19 pandemic.

Consolidated results:

- Consolidated revenue: COP 14 trillion
- Consolidated ebitda: COP 3,4 trillion
- Ebitda margin: 24%
- Income before taxes: COP 406 billion
- Net income: COP 154 billion
- Net income attributable to controlling: COP -100 billion

Separate results:

- Revenue: COP 256 billion
- Ebitda: COP 83 billion
- Net income: COP -59 billion

Shareholder Meeting Decisions

The Meeting approved a dividend of \$382 per share, to be paid entirely in cash. However, shareholders will have the choice to receive the dividend as follows: (i) 50% of the dividend in cash and 50% of the dividend in company shares; or (ii) 100% of the dividend in company shares. Shareholders that wish to receive dividend payment entirely or partially in shares must make this known between March 25 and April 9, 2021.

The Meeting also ratified the company's Board of Directors, diversely comprised in terms of gender, ability and experience by Rosario Córdoba Garcés, Claudia Betancourt Azcárate, Ana Cristina Arango Uribe, Gonzalo Alberto Pérez Rojas, Carlos Ignacio Gallego Palacio, Jorge Uribe López and Armando Montenegro Trujillo.

March 25, 2021