

RELEVANT INFORMATION



Cementos Argos announces the launch of SPRINT 3.0, as part of its commitment to generating value for its shareholders

The Board of Directors of Cementos Argos S.A. (“Cementos Argos”) has approved a transaction to the disposal of its stake in Grupo de Inversiones Suramericana S.A. (“Grupo Sura”). This decision, part of the SPRINT 3.0 program, reaffirms Cementos Argos’ commitment to creating shareholder value and closing the gap between the company’s intrinsic value and its market price.

This initiative aims for Cementos Argos to dispose of its stake in Grupo Sura, so that its shareholders receive direct participation in that company, unlocking the value of this portfolio, which is not currently reflected in the company’s market price. Cementos Argos holds 28.4 million common shares in Grupo Sura, of which 24.3 million are held in a trust instructed not to exercise the voting rights. Based on current market prices, these shares are valued at approximately 1.1 trillion pesos (240 million USD). However, Cementos Argos believes their intrinsic value significantly exceeds the current market price.

Upon completion of this transaction, Cementos Argos will further focus on its core building materials business, enhancing its visibility and appeal to global institutional investors.

Additionally, Cementos Argos will participate in the spin-off agreement between Grupo Argos and Grupo Sura, announced on December 18. This will allow shareholders to directly benefit from Grupo Sura’s portfolio value through a transformational transaction that could serve as a catalyst for aligning Grupo Sura’s market price with its intrinsic value. The transaction is subject to approval by the Shareholders’ Assembly and relevant regulatory approvals, including authorization from the Superintendence of Finance of Colombia.

Cementos Argos will keep the market informed about the progress of this transaction and other key initiatives under SPRINT 3.0. The company anticipates that this initiative will accelerate total shareholder returns, potentially reaching levels of 400%¹.

This announcement underscores Cementos Argos’ unwavering commitment to value creation and implementing strategies that reduce the gap between its intrinsic value and market price.

December 20, 2024.

¹This calculation is made from the announcement of the SPRINT program in February 2023 and assumes a share price at levels around COP 9,950.