

**Consolidated and
individual report on
payments to governments**

(According to Law Decree no. 139, 18 August 2015)

2021



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Basis of preparation

Introduction

This report is prepared following Law Decree no. 139/2015 (implementation of the European directive 2013/34/UE) that requires companies operating in the extractive industry to prepare and publicly disclose a report containing for each financial period the information on their payments to governments in relation to the extraction activity, broken down by each Country in which it is carried out.

Reporting entities

This report, prepared both on a consolidated and statutory basis, includes the payments to governments made by Buzzi Unicem and its consolidated subsidiaries according to international accounting standards. Payments made by entities over which Buzzi Unicem has joint control are excluded from this report.

Government

In the context of this report, government means any national, regional or local authority of a EU member state or third State, and includes a department, agency or entity that is a subsidiary of a government.

Project

Project means the operating activities which are ruled by contracts, licenses, leases, concessions or similar legal agreements that are the basis for payment obligations to a government. If more such agreements are substantially interconnected, they shall be considered as one project. To this aim, in the report, project refers to quarries for the extraction of materials, with the exception of mining activities for the cement production plants located in the United States of America, where the project is identified by the plant to which the quarry is linked.

Materiality

The report discloses single payments or a series of related payments equal or exceeding €100,000 made during the year, as required by the law. In case of arrangements providing periodic payments or installments (i.e. rental fees), to determine the threshold, the aggregated amounts of the related periodic payments or installments is considered. In this report, the amounts greater than €100,000 related to the recipient government or to the single project are disclosed; therefore, in the tables, in some cases, amounts below the threshold are shown.

Reporting currency

The report is prepared in euro, which is the functional currency of the company; payments to governments originally executed in foreign currency are translated at the average exchange rate for the year.

Payment types

The following payments types refer to the legal entities involved in extraction activities. They are reported on a cash basis, with specific indication, if necessary, whether paid in cash or in kind.

During the 2021 reporting period, no payments in kind more than €100,000 have been made, nor payments for the categories 'production entitlements, bonuses and dividends'.

Production entitlements

They include payments to governments entitled to a share of production under production sharing agreements. Production entitlements are mainly paid in kind. Production entitlements paid in kind are accounted for according to the market value of the commodities at delivery date to the government.

Taxes

These are taxes paid by Buzzi Unicem and its subsidiaries on income or production. Payments are reported net of refunds. Consumption taxes, such as value added taxes and sales taxes are excluded. It should be noted that in consideration of the business model, the component of taxes directly linked to the extraction activity cannot be unbundled, therefore the tax payments to governments are disclosed in full. Since 2017 they include also property taxes equal or greater than €100,000, if related to extraction activity.

Royalties

These are payments, both in cash and in kind, for the rights to extract natural raw materials, typically at set unit price to multiply for the extracted volumes. Mining rights are included too.

Dividends

These are the dividends paid to a government other than the ones paid to an ordinary shareholder of a company.

Bonuses

These are the payments usually made upon signing an agreement or contract, or when production and sales goals are set.

Fees and other considerations

These are payments related to license fees, rental fees, entry fees and other considerations for licenses and/or concessions.

They represent taxes or other amounts paid, both in cash and in kind, as consideration to acquire a license to access the extraction activity. The governmental administrative fees that are not specifically linked to the extractive sector or the right to access extractive resources, are excluded. Payments made in return of services provided by a government are excluded too.

Infrastructure improvements

These are payments that relate to the construction of infrastructures (roads, bridges or railways) not substantially dedicated for the use of extraction activities.

Consolidated report

Summary of the payments

	Taxes	Royalties	Fees	Infrastructure improvements	Total
ITALY	2,018,824	1,018,057 ¹	200,733	159,000	3,396,614
GERMANY	36,178,580	-	-	-	36,178,580
LUXEMBOURG	3,354,111	-	-	-	3,354,111
FRANCE	80,133	165,659	90,397	-	336,189
NETHERLANDS	31,974	-	-	-	31,974
POLAND	6,451,548	328,851	-	-	6,780,399
CZECH REPUBLIC AND SLOVAKIA	9,634,016	-	-	-	9,634,016
RUSSIA	10,995,358	515,839	352,070	-	11,863,267
UKRAINE	-	563,268	470,698	-	1,033,966
USA	77,748,095	-	924,420	-	78,672,515
	146,492,639	2,591,674	2,038,318	159,000	151,281,631

¹includes 80.458 euro paid in kind by limestone delivery to the authority, valued at market value.

Payments to governments 2021 by Authority and by Country

Italy

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Municipality of Vigolzone (PC)	-	-	16,373	-	16,373
Municipality of Rivergaro (PC)	-	-	24,923	-	24,923
Municipality of Pergola-Casolo (RN)	-	117,178 ¹	18,213	-	135,391
Municipality of Roaschia (CN)	-	311,196	16,487	-	327,683
Provincial Authority of Cuneo (CN)	-	28,725	-	-	28,725
Municipality of Alonte (VI)	-	114,725	670	-	115,395
Provincial Authority of Vicenza (VI)	-	-	267	-	267
Municipality of Orgiano (PN)	-	11,600	-	-	11,600
Municipality of Frisanco (PN)	-	102,440	-	144,000	246,440
Municipality of Maniago (PN)	-	132,059	-	-	132,059
Municipality of Carmagnola (TO)	-	49,967	-	-	49,967
Municipality of Carignano (TO)	-	43,165	-	15,000	58,165
Po protected areas management authority	-	59,534	-	-	59,534
Region Emilia Romagna	-	-	123,800	-	123,800
Region Piemonte	-	30,069	-	-	30,069
Region Veneto	-	17,399	-	-	17,399
Tax authority	2,018,824	-	-	-	2,018,824
	2,018,824	1,018,057	200,733	159,000	3,396,614

¹includes 80.458 euro paid in kind by limestone delivery to the authority, valued at market value.

Germany

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Hessen federal tax authority	21,470,740	-	-	-	21,470,740
Hessen local tax authority	185,202	-	-	-	185,202
North-Rhine Westphalia local tax authority	13,203,939	-	-	-	13,203,939
Rhineland-Palatinate local tax authority	1,094,705	-	-	-	1,094,705
Lower Saxony local tax authority	(11,528)	-	-	-	(11,528)
Thuringia local tax authority	125,850	-	-	-	125,850
Hamburg local tax authority	99,008	-	-	-	99,008
Berlin local tax authority	10,664	-	-	-	10,664
	36,178,580	-	-	-	36,178,580

Payments to governments 2021 by Authority and by Country

(follows)

Luxembourg

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Direct contributions authority	3,286,945	-	-	-	3,286,945
Ministry of finance and economy	67,166	-	-	-	67,166
	3,354,111	-	-	-	3,354,111

France

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Ministry of finance and economy	95,629	-	-	-	95,629
Seltz municipality	-	165,659	175	-	165,834
Strasbourg direction of customs	-	-	90,096	-	90,096
Chatelleraut regional tax authority	-	-	126	-	126
Wissembourg regional tax authority	(15,496)	-	-	-	(15,496)
	80,133	165,659	90,397	-	336,189

Netherlands

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Groningen tax authority	31,974	-	-	-	31,974
	31,974	-	-	-	31,974

Poland

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Swietokrzyski region federal tax authority	6,147,828	-	-	-	6,147,828
Nowiny municipality	243,509	197,311	-	-	440,820
National fund for the environment protection	-	131,540	-	-	131,540
Kielce regional district	60,211	-	-	-	60,211
	6,451,548	328,851	-	-	6,780,399

Czech Republic And Slovakia

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Bratislava tax authority	7,936	-	-	-	7,936
Prague and Hranice tax authority	9,626,080	-	-	-	9,626,080
	9,634,016	-	-	-	9,634,016

Payments to governments 2021 by Authority and by Country

(follows)

Russia

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Suchoi Log municipality	-	-	199,159	-	199,159
Sverdlovsk regional federal tax authority	10,995,358	423,392	-	-	11,418,750
Chelyabinsk regional federal tax authority	-	92,447	96,808	-	189,255
Main forest management Chelyabinsk region	-	-	48,384	-	48,384
Etkul administration	-	-	7,719	-	7,719
	10,995,358	515,839	352,070	-	11,863,267

Ukraine

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Local tax authority in Zdoluniv, Rivne region (reg.No.1707)	-	212,630	202,290	-	414,920
Local tax authority in Slavuta, Khmelnytskyi region (reg.No.2214)	-	73,279	49,539	-	122,818
Local tax authority in Ochakiv, Mykolayiv region (reg.No.1423)	-	277,359	218,869	-	496,228
	-	563,268	470,698	-	1,033,966

Payments to governments 2021 by Authority and by Country

(follows)

USA	Taxes	Royalties	Fees	Infrastructure improvements	Total
State of Texas	1,326,286	-	-	-	1,326,286
State of Illinois	587,638	-	-	-	587,638
State of Kansas	380,063	-	-	-	380,063
State of Michigan	147,967	-	-	-	147,967
State of Missouri	911,518	-	-	-	911,518
State of New York	(5,040)	-	-	-	(5,040)
State of Wisconsin	337,364	-	-	-	337,364
State of Connecticut	35,512	-	-	-	35,512
State of California	48,618	-	-	-	48,618
State of Tennessee	2,850,258	-	-	-	2,850,258
State of New Jersey	881,880	-	-	-	881,880
State of Pennsylvania	(65,965)	-	-	-	(65,965)
State of Georgia	703,139	-	-	-	703,139
State of Indiana	455,621	-	-	-	455,621
State of Kentucky	186,015	-	-	-	186,015
City of St. Louis	9,724	-	-	-	9,724
State of Arkansas	2,959	-	-	-	2,959
State of Mississippi	(36,336)	-	-	-	(36,336)
State of Florida	98,715	-	-	-	98,715
State of New Mexico	28,959	-	-	-	28,959
State of Louisiana	347,510	-	-	-	347,510
State of Oklahoma	(100,656)	-	-	-	(100,656)
McCracken County, Kentucky	37,203	-	-	-	37,203
City of Cincinnati, Ohio	44,940	-	-	-	44,940
State of Utah	2,748	-	-	-	2,748
US Internal Revenue Service	56,716,367	-	-	-	56,716,367
Cape Girardeau county	840,161	-	-	-	840,161
Nolan county	3,799,891	-	-	-	3,799,891
Mayes county	355,689	-	-	-	355,689
Jefferson county	3,004,947	-	-	-	3,004,947
Northampton county	91,085	-	-	-	91,085
Hamilton county	452,029	-	-	-	452,029
Putnam county	861,938	-	-	-	861,938
Missouri department of natural resources	-	-	230,361	-	230,361
Texas commission on environmental quality	-	-	64,876	-	64,876

Payments to governments 2021 by Authority and by Country

(follows)

USA (follows)	Taxes	Royalties	Fees	Infrastructure improvements	Total
Commission of environmental quality Oklaoma	-	-	72,115	-	72,115
Commonwealth of Pennsylvania - Clean Air Fund	-	-	234,904	-	234,904
Air Pollution Control Bureau (Tennessee)	-	-	79,611	-	79,611
Indiana department of environmental management	-	-	105,630	-	105,630
Texas commission on environmental quality (Air Pollution License)	-	-	136,923	-	136,923
Bexar county	1,802,722	-	-	-	1,802,722
Brazoria county	108,772	-	-	-	108,772
Harris county	263,103	-	-	-	263,103
Nueces county	94,661	-	-	-	94,661
Travis county	140,090	-	-	-	140,090
	77,748,095	-	924,420	-	78,672,515

Payments to governments 2021 by Project and by Country

Italy

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Loam quarry Albarola, Vernasca plant	-	-	165,096	-	165,096
Limestone quarry Monfranco Roaschia, Robilante plant	-	368,646	16,487	-	385,133
Limestone quarry Casolo/Pergola, Sant'Arcangelo plant	-	117,178 ¹	18,213	-	135,391
Loam quarry, Fanna plant	-	216,903	-	144,000	360,903
Marl quarry, Fanna plant	-	17,596	-	-	17,596
Limestone quarry, Monselice plant	-	143,724	937	-	144,661
Gravel pit Ceretto, in Carignano/Carmagnola (TO) municipalities	-	112,116	-	-	112,116
Gravel pit La Gorra, in Carignano/Carmagnola (TO) municipalities	-	41,894	-	15,000	56,894
Taxes	2,018,824	-	-	-	2,018,824
	2,018,824	1,018,057	200,733	159,000	3,396,614

¹ includes 80.458 euro paid in kind by limestone delivery to the authority, valued at market value.

Germany

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Taxes	36,178,580	-	-	-	36,178,580
	36,178,580	-	-	-	36,178,580

Luxembourg

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Taxes	3,354,111	-	-	-	3,354,111
	3,354,111	-	-	-	3,354,111

France

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Sand and gravel pit in Seltz municipality	-	165,659	90,397	-	256,056
Taxes	80,133	-	-	-	80,133
	80,133	165,659	90,397	-	336,189

Payments to governments 2021 by Project and by Country

(follows)

Netherlands

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Taxes	31,974	-	-	-	31,974
	31,974	-	-	-	31,974

Poland

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Limestone and loam quarry, Nowiny plant	303,720	328,851	-	-	632,571
Taxes	6,147,828	-	-	-	6,147,828
	6,451,548	328,851	-	-	6,780,399

Czech Republic And Slovakia

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Taxes	9,634,016	-	-	-	9,634,016
	9,634,016	-	-	-	9,634,016

Russia

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Limestone quarry, Suchoi Log plant	-	362,707	140,766	-	503,473
Argillite quarry, Suchoi Log plant	-	44,711	22,671	-	67,382
Tripoli quarry, Suchoi Log plant	-	15,974	35,722	-	51,696
Limestone quarry, Korkino	-	77,439	152,911	-	230,350
Loam quarry, Korkino	-	15,008	-	-	15,008
Taxes	10,995,358	-	-	-	10,995,358
	10,995,358	515,839	352,070	-	11,863,267

Payments to governments 2020 by Project and by Country

(follows)

Ukraine

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Local tax authority in Zdoluniv, Rivne region (reg.No.1707)	-	212,630	202,290	-	414,920
Local tax authority in Slavuta, Khmelnytskyi region (reg.No.2214)	-	73,279	49,539	-	122,818
Local tax authority in Ochakiv, Mykolayiv region (reg.No.1423)	-	277,359	218,869	-	496,228
	-	563,268	470,698	-	1,033,966

USA

	Taxes	Royalties	Fees	Infrastructure improvements	Total
Cape Girardeau plant (MO)	845,279	-	70,943	-	916,222
Maryneal plant (TX)	3,800,018	-	72,115	-	3,872,133
Pryor plant (OK)	355,689	-	79,611	-	435,300
Festus plant (MO)	2,999,702	-	159,418	-	3,159,120
Stockertown plant (PA)	91,085	-	234,904	-	325,989
Chattanooga plant (TN)	452,029	-	64,876	-	516,905
Greencastle plant (IN)	861,938	-	105,630	-	967,568
San Antonio plant (TX)	-	-	130,662	-	130,662
Sand and gravel quarry in Georgetown (TX)	-	-	4,108	-	4,108
Sand and gravel quarry in Eagle Pass (TX)	-	-	2,153	-	2,153
Todd plant	106,361	-	-	-	106,361
Pasadena plant	138,380	-	-	-	138,380
Evans plant	92,534	-	-	-	92,534
Evans Quarry	96,693	-	-	-	96,693
Leslie plant	100,797	-	-	-	100,797
Plant '11'	90,669	-	-	-	90,669
Taxes	67,716,921	-	-	-	67,716,921
	77,748,095	-	924,420	-	78,672,515

Statutory report Buzzi Unicem SpA

Payments to governments 2021 by Authority

ITALY	Taxes	Royalties	Fees	Infrastructure improvements	Total
Municipality of Vigolzone (PC)	-	-	16,373	-	16,373
Municipality of Rivergaro (PC)	-	-	24,923	-	24,923
Municipality of Pergola-Casolo (RN)	-	117,178 ¹	18,213	-	135,391
Municipality of Roaschia (CN)	-	311,196	16,487	-	327,683
Municipality of Paitone (BS)	-	-	112,087	-	112,087
Provincial Authority of Cuneo (CN)	-	28,725	-	-	28,725
Municipality of Alonte (VI)	-	114,725	670	-	115,395
Provincial Authority of Vicenza (VI)	-	-	267	-	267
Municipality of Orgiano (PN)	-	11,600	-	-	11,600
Municipality of Frisanco (PN)	-	102,440	-	144,000	246,440
Municipality of Maniago (PN)	-	132,059	-	-	132,059
Region Emilia Romagna	-	-	123,800	-	123,800
Region Piemonte	-	28,725	-	-	28,725
Region Veneto	-	17,399	-	-	17,399
Tax authority	2,018,009	-	-	-	2,018,009
	2,018,009	864,047	312,820	144,000	3,338,876

¹ includes 80.458 euro paid in kind by limestone delivery to the authority, valued at market value.

Payments to governments 2021 by Project

ITALY	Taxes	Royalties	Fees	Infrastructure improvements	Total
Loam quarry Albarola, Vernasca plant	-	-	165,096	-	165,096
Limestone quarry Paitone, Vernasca plant	-	-	112,087	-	112,087
Limestone quarry Monfranco Roaschia, Robilante plant	-	368,646	16,487	-	385,133
Limestone quarry Casolo/Pergola, Sant'Arcangelo plant	-	117,178 ¹	18,213	-	135,391
Limestone quarry, Fanna plant	-	216,903	-	144,000	360,903
Loam quarry, Fanna plant	-	17,596	-	-	17,596
Limestone quarry, Monselice plant	-	143,724	937	-	144,661
Taxes	2,018,009	-	-	-	2,018,009
	2,018,009	864,047	312,820	144,000	3,338,876

¹ includes 80.458 euro paid in kind by limestone delivery to the authority, valued at market value.

Casale Monferrato, 12 May 2022

On behalf of the Board of Directors

Chairman

Veronica Buzzi



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Cover photo:
BUilt (Buzzi Unicem Innovation Lab and Technology) in Vercelli, Italy.