



ALEATICA

ALEATICA ANNOUNCES SECOND QUARTER 2019 RESULTS

Mexico City, July 25, 2019 – Aleatica, S.A.B. de C.V. (“Aleatica” or “the Company”) (BMV: ALEATIC), one of the largest operators of transportation infrastructure concessions in the private sector, announced today its unaudited results for the second quarter of 2019 (“2Q19”) and first six months (“6M19”) periods ended June 30, 2019.

HIGHLIGHTS

(thousands of pesos)	2Q19	2Q18	Variation %	6M19	6M18	Variation %
Toll road revenues:	1,911,134	1,742,391	9.9%	3,677,878	3,389,568	8.5%
Toll road EBITDA:	1,351,740	1,265,222	3.6%	2,556,948	2,453,385	4.2%
Toll road EBITDA margin:	70.7%	72.6%		69.5%	72.4%	

SECOND QUARTER 2019 HIGHLIGHTS

- Toll Road Revenues increased 9.9% in 2Q19 to Ps. 1,911.1 million
- Toll Road EBITDA grew 3.6% in 2Q19 to Ps. 1,351.7 million
- Consolidated net income increased 22.1% in 2Q19 to Ps. 2,145.8 million

COMMENTS FROM THE CHIEF EXECUTIVE OFFICER

“In the second quarter of 2019 traffic levels for the urban toll roads in the metropolitan area of Valle de Mexico were affected by the vacation periods during the Holy Week and Easter Week holidays which took place in April, while the long distance projects such as Autopista Amozoc-Perote and Libramiento Elevado de Puebla performed better for the same reason. Nevertheless, we posted growth rates in toll road revenues and toll road EBITDA of 10% and 4%, respectively”, stated Sergio Hidalgo, Chief Executive Officer of Aleatica.

“During the quarter we rescinded the EPC contract of Autopista Atizapán-Atlacomulco with the construction company CPVM and concluded the corresponding arbitration proceedings, which will enable us to meet our commitment of developing the project and continue with the rapid reactivation of construction works for this toll road to achieve the concession title”, he added.

Investor Relations Contact:

In Mexico:

Francisco Sarti, Investor Relations Officer
and Financing Director
Aleatica, S.A.B. de C.V.
Tel: +52 (55) 5955-7368
Email: francisco.sarti@aleatica.com

In New York:

Melanie Carpenter
i-advize Corporate Communications, Inc.
Tel: (212) 406-3692
E-mail: aleatica@i-advize.com





OPERATING DATA FOR TOLL ROAD CONCESSIONS

Operating Data						
	2Q19	2Q18	Variation %	6M19	6M18	Variation %
Average Daily Traffic:						
Circuito Exterior Mexiquense ⁽¹⁾	347,670	353,146	-1.6%	342,421	353,346	-3.1%
Viaducto Bicentenario ⁽²⁾	32,239	33,406	-3.5%	32,158	32,742	-1.8%
Autopista Amozoc-Perote ⁽¹⁾	46,980	42,987	9.3%	46,068	41,725	10.4%
Autopista Urbana Norte ⁽²⁾	56,943	58,973	-3.4%	56,640	57,680	-1.8%
Supervía Poetas ⁽¹⁾	47,505	49,974	-4.9%	48,270	48,824	-1.1%
Viaducto Elevado Luis Cabrera ⁽¹⁾	32,211	33,810	-4.7%	32,816	33,286	-1.4%
Libramiento Elevado de Puebla ⁽¹⁾	34,215	31,857	7.4%	32,455	31,774	2.1%
Average Toll Tariff:						
Circuito Exterior Mexiquense ⁽³⁾	35.77	32.03	11.7%	34.93	31.62	10.5%
Viaducto Bicentenario ⁽⁴⁾	30.51	29.07	5.0%	30.14	28.62	5.3%
Autopista Amozoc-Perote ⁽³⁾	61.90	55.16	12.2%	60.63	54.91	10.4%
Autopista Urbana Norte ⁽⁴⁾	29.44	26.70	10.3%	28.97	26.68	8.6%
Supervía Poetas ⁽³⁾	44.31	42.10	5.2%	43.90	41.55	5.6%
Viaducto Elevado Luis Cabrera ⁽³⁾	15.52	14.66	5.9%	15.36	14.51	5.8%
Libramiento Elevado de Puebla ⁽³⁾	48.40	44.66	8.4%	47.59	44.59	6.7%

⁽¹⁾ Average Equivalent Daily Traffic						
⁽²⁾ Average Daily Intensity ("IMD")						
⁽³⁾ Average Equivalent Tariff by Vehicle						
⁽⁴⁾ Average Vehicle Tariff						

- (1) Average Equivalent Daily Traffic– the average daily traffic equivalent is the result of dividing the period’s accumulated number of vehicle equivalents (month or year) by the corresponding number of days in the month (monthly) or by 365 days (annually).
- (2) Average Daily Intensity (“IMD”) – the daily average intensity of vehicles that measures traffic at some of the Company’s Concessions and is defined as the total kilometers traveled daily by highway users divided by the total kilometers of the highway in operation. This average represents the number of users that hypothetically traveled the total kilometers in operation of a highway.
- (3) Average Equivalent Tariff by Vehicle – Calculated by dividing Toll Road Revenues for the period by Average Equivalent Daily Traffic and multiplying that by the number of days in the period.
- (4) Average Vehicle Tariff – Calculated by dividing toll road revenues for the period by the total number of vehicles for the period.



FINANCIAL RESULTS

REVENUES

Revenue Breakdown						
(thousands of pesos)	2Q19	2Q18	Variation %	6M19	6M18	Variation %
Toll road revenues:						
Circuito Exterior Mexiquense	1,131,588	1,029,314	9.9%	2,165,631	2,022,246	7.1%
Viaducto Bicentenario	251,895	249,221	1.1%	494,133	478,136	3.3%
Autopista Amozoc-Perote	264,606	215,790	22.6%	505,355	414,602	21.9%
Autopista Urbana Norte	263,045	248,066	6.0%	512,759	474,584	8.0%
Total	1,911,134	1,742,391	9.7%	3,677,878	3,389,568	8.5%
Revenues from valuation of intangible assets:						
Circuito Exterior Mexiquense	890,811	534,621	66.6%	2,088,562	2,178,957	-4.1%
Viaducto Bicentenario	68,583	73,889	-7.2%	163,791	277,125	-40.9%
Autopista Urbana Norte	292,163	239,532	22.0%	709,660	686,778	3.3%
Total	1,251,557	848,042	47.6%	2,962,013	3,142,860	-5.8%
Revenues from valuation of the deficit by the grantor:						
Circuito Exterior Mexiquense	174,371	104,648	66.6%	408,822	426,516	-4.1%
Viaducto Bicentenario	286,396	174,062	64.5%	683,981	652,826	4.8%
Autopista Urbana Norte	366,905	356,022	3.1%	891,206	1,020,776	-12.7%
Total	827,671	634,732	30.4%	1,984,009	2,100,118	-5.5%
Construction revenues:						
Circuito Exterior Mexiquense	999	60,547	-98.4%	2,035	81,289	-97.5%
Viaducto Bicentenario	180	1,303	-86.2%	313	2,665	-88.3%
Autopista Urbana Norte	-	-	n/a	-	92	n/a
Autopista Atizapán-Atzacmulco	264,935	360,322	-26.5%	701,802	484,303	n/a
Total	266,114	422,172	-37.0%	704,150	568,349	23.9%
Service revenues and others						
	38,061	35,984	5.8%	79,090	79,563	-0.6%
Total Revenues	4,294,537	3,683,321	16.6%	9,407,140	9,280,458	1.4%

Toll Road Revenues

Toll road revenues grew 9.7% in 2Q19, from Ps. 1,742.4 million in 2Q18 to Ps. 1,911.1 million in 2Q19. The growth was primarily due to the update of authorized maximum tariffs at Circuito Exterior Mexiquense, as well as the favorable traffic performance at Autopista Amozoc-Perote. For 6M19, toll road revenues rose 8.5% from Ps. 3,389.6 million in 6M18 to Ps. 3,677.9 million.

Construction Revenues

Construction revenues are recognized in accordance with how the works progress; under this method, the revenue is recognized along with the costs incurred to reach the stage of advancement in order to complete the construction, resulting in the registration of revenues and costs attributable to the proportion of work completed by the end of each year.



For the construction of the roads under its concessions, the Company and its subsidiaries, in general, subcontract independent construction companies; under the construction subcontract agreements reached, the construction companies are the ones responsible for the execution, completion and quality of the works. The contract prices for the subcontractors are done at market prices; therefore, a profitability margin for these works is not recognized within the income statement. The subcontracting of construction does not exempt the Company from the obligations acquired in its concession titles. The Company registers construction profitability margins only for those works it realizes directly.

Construction revenues in 2Q19 were Ps. 266.1 million compared to Ps. 422.2 million in 2Q18. During 2Q19, we recognized Ps. 264.9 million in construction revenues related to Autopista Atizapán-Atacomulco. For 6M19, construction revenues increased by Ps. 135.9 million to go from Ps. 568.3 million in 6M18 to Ps. 704.2 million.

Revenues from the Valuation of Intangible Assets

Revenues from the valuation of intangible assets went from Ps. 848.0 million in 2Q18 to Ps. 1,251.6 million in 2Q19.

Revenues from the Valuation of the Deficit Charged to the Conceding Entity

Revenues from the valuation of the deficit charged to the conceding entity went from Ps. 634.7 million in 2Q18 to Ps. 827.7 million in 2Q19.

COSTS AND EXPENSES

Costs and operating expenses breakdown						
(thousands of pesos)	2Q19	2Q18	Variation %	6M19	6M18	Variation %
Construction costs	266,114	422,172	-37.0%	704,150	568,349	23.9%
Operating costs and expenses	318,025	325,330	-2.2%	614,179	614,629	-0.1%
Major maintenance	157,254	115,307	36.4%	336,849	248,723	35.4%
Amortization of investment in infrastructure, rights of use assets and depreciation	32,586	17,408	87.2%	64,873	34,350	88.9%
Impairment due to expected loss	590	-	n/a	(12,582)	-	n/a
General and administrative expenses	101,084	157,989	-36.0%	209,215	294,660	-29.0%
Total Costs and operating expenses	875,653	1,038,206	-15.7%	1,916,684	1,760,711	8.9%

Costs and operating expenses in 2Q19 totaled Ps. 875.7 million, 15.7% lower than the Ps. 1,038.2 million registered in the same period last year. This decrease was primarily due to lower construction costs associated with Autopista Atizapán-Atacomulco, derived from the termination of the EPC contract during 2Q19.

Major maintenance expenses increased 36.4%, from Ps. 115.3 million in 2Q18 to Ps. 157.3 million in 2Q19, as a result of higher provisions for the Circuito Exterior Mexiquense due to the evolution of major maintenance cycles at the toll road and the Autopista Amozoc-Perote. General and administrative expenses decreased by 36.0%, from Ps. 158.0 million in 2Q18 to Ps. 101.1 million in 2Q19.



EBITDA

EBITDA Breakdown						
(thousands of pesos)	2Q19	2Q18	Variation %	6M19	6M18	Variation %
EBITDA from Toll road:						
Circuito Exterior Mexiquense	820,748	781,177	5.1%	1,554,943	1,526,265	1.9%
Viaducto Bicentenario	185,346	178,526	3.8%	359,192	348,203	3.2%
Autopista Amozoc-Perote	149,262	125,854	18.6%	267,198	246,621	8.3%
Autopista Urbana Norte	196,384	179,665	9.3%	375,615	332,296	13.0%
Total	1,351,740	1,265,222	6.8%	2,556,948	2,453,385	4.2%
EBITDA from Income from valuation of intangible assets:						
Circuito Exterior Mexiquense	890,811	534,621	66.6%	2,088,562	2,178,957	-4.1%
Viaducto Bicentenario	68,583	73,889	-7.2%	163,791	277,125	-40.9%
Autopista Urbana Norte	292,163	239,532	22.0%	709,660	686,778	3.3%
Total	1,251,557	848,042	47.6%	2,962,013	3,142,860	-5.8%
EBITDA for valuation of the deficit by the grantor:						
Circuito Exterior Mexiquense	174,269	104,648	66.5%	412,036	426,516	-3.4%
Viaducto Bicentenario	286,239	174,062	64.4%	689,408	652,826	5.6%
Autopista Urbana Norte	366,574	356,022	3.0%	895,147	1,020,776	-12.3%
Total	827,081	634,732	30.3%	1,996,591	2,100,118	-4.9%
EBITDA from services, general and administrative expenses and others:	3,638	(107,887)	n/a	10,313	(142,343)	n/a
Total EBITDA by concession:						
Circuito Exterior Mexiquense	1,885,828	1,420,446	32.8%	4,055,541	4,131,738	-1.8%
Viaducto Bicentenario	540,168	426,477	26.7%	1,212,391	1,278,154	-5.1%
Autopista Amozoc-Perote	149,262	125,854	18.6%	267,198	246,621	8.3%
Autopista Urbana Norte	855,121	775,219	10.3%	1,980,422	2,039,850	-2.9%
Services, general and administrative expenses and others	3,638	(107,887)	n/a	10,313	(142,343)	n/a
Total	3,434,016	2,640,109	30.1%	7,525,865	7,554,020	-0.4%
Total EBITDA	3,434,016	2,640,109	30.1%	7,525,865	7,554,020	-0.4%
EBITDA Margin	80.0%	71.7%		80.0%	81.4%	

Toll road EBITDA, from the Company's operations, increased Ps. 86.5 million, reaching Ps. 1,351.7 million in 2Q19 (margin 70.7%), which is 6.8% greater than the Ps. 1,265.2 million registered in 2Q18 (margin 72.6%). The growth was primarily due to a higher contribution to toll road EBITDA from Circuito Exterior Mexiquense and Autopista Amozoc-Perote. For 6M19, toll road EBITDA grew Ps. 103.5 million, reaching Ps. 2,556.9 million (margin 69.5%), up 4.2% compared to Ps. 2,453.4 million in 6M18 (margin 72.4%).



EBITDA Margin from Tolls				
	2Q19	2Q18	6M19	6M18
EBITDA Margin from Tolls:				
Circuito Exterior Mexiquense	72.5%	75.9%	71.8%	75.5%
Viaducto Bicentenario	73.6%	71.6%	72.7%	72.8%
Autopista Amozoc-Perote	56.4%	58.3%	52.9%	59.5%
Autopista Urbana Norte	74.7%	72.4%	73.3%	70.0%
Total	70.7%	72.6%	69.5%	72.4%

EBITDA from Services, Selling and Administrative Expenses and Others was Ps. 3.6 million in 2Q19 compared to Ps. (107.9) million registered in 2Q18.

COMPREHENSIVE FINANCING RESULTS

Comprehensive Financing Cost						
(thousands of pesos)	2Q19	2Q18	Variation %	6M19	6M18	Variation %
Financing cost:						
Circuito Exterior Mexiquense	377,028	350,349	7.6%	884,789	1,052,541	-15.9%
Viaducto Bicentenario	199,030	185,652	7.2%	394,572	364,260	8.3%
Autopista Amozoc-Perote	31,999	30,187	6.0%	75,051	92,735	-19.1%
Autopista Urbana Norte	196,475	182,756	7.5%	379,591	356,716	6.4%
Organización de Proyectos de Infraestructura (OPI)	85,655	77,423	10.6%	205,652	235,765	-12.8%
Others	6,933	9	n/a	12,268	13	n/a
Total	897,120	826,376	8.6%	1,951,923	2,102,030	-7.1%
Financing interest:	(321,622)	(315,097)	2.1%	(573,554)	(545,845)	5.1%
Foreign exchange loss (gain), net	(14,284)	8,514	n/a	(35,233)	(11,996)	n/a
Effect on the valuation of financial instruments	1,275	(3,136)	n/a	5,851	518	n/a
Total Comprehensive Financing Cost	562,489	516,657	8.9%	1,348,987	1,544,707	-12.7%



Financing cost

In 2Q19, cost of financing reached Ps. 897.1 million, compared to Ps. 826.4 million registered in 2Q18. The effect of the UDI revaluation, which is included within financing cost was Ps. (7.5) million in 2Q19, as compared to Ps. (38.9) million registered in 2Q18 corresponding to CONMEX, OPI and GANA. During 2Q19 and 2Q18 the value of the UDI decreased 0.03% and 0.14%, respectively.

Financing interest

Financing income during 2Q19 reached Ps. 321.6 million, compared to Ps. 315.1 million registered in 2Q18. In 6M19, financing income reached Ps. 573.6 million compared to Ps. 545.8 million in 6M18. The higher financing income is primarily due to higher interest rates generated by the investments.

INVESTMENTS IN ASSOCIATED COMPANIES AND JOINT VENTURES

This line item corresponds to the Company's 49% stake in the Toluca Airport concession, the 50% stake in companies associated with the Supervia Poetas concession and the 51% stake in the Libramiento Elevado de Puebla concession. The share in the revenues from associated companies and joint ventures in 2Q19 was Ps. 151.4 million, compared to Ps. 57.8 million reported in 2Q18. During 2Q19, the Company registered Ps. 152.4 million corresponding to operations related to Supervia Poetas, Ps. 19.8 million from The Toluca Airport and Ps. (20.8) million from the Libramiento Elevado de Puebla project.

During 2Q19, Supervia Poetas registered toll road revenues of Ps. 118.5 million, other operating revenues of Ps. 257.5 million, EBITDA from tolls of Ps. 79.6 million, and net debt of Ps. 2,539.6 million as of June 30, 2019 (these amounts correspond to Aleatica's 50% stake in the Supervia Poetas concession). Total investment of the Company in Supervia Poetas is recognized on the Balance Sheet in the Investments in Shares of Associated Companies and Joint Ventures line.

During 2Q19, Libramiento Elevado de Puebla registered toll road revenues of Ps. 76.7 million, EBITDA from tolls of Ps. 57.6 million, and net debt at June 30, 2019 of Ps. 2,195.7 million (these amounts correspond to Aleatica's 51% stake in the Libramiento Elevado de Puebla concession). Total investment of the Company in Libramiento Elevado de Puebla is recognized on the Balance Sheet in the Investments in Shares of Associated Companies and Joint Ventures line.

Investments in Shares of Joint Ventures corresponding to the Company's 50% stake in the companies within the Supervia Poetas concession reached Ps. 5,719.2 million.

Investments in Shares of Joint Ventures corresponding to the Company's 51% stake in the companies within the Libramiento Elevado de Puebla concession reached Ps. 852.3 million.

In terms of the Toluca International Airport, the number of total commercial passengers in 2Q19 increased by 2.3%, compared to 2Q18 to reach 149,272 passengers, while the number of commercial operations decreased 13.8% to 1,687. Aeronautical Revenues per Passenger decreased 16.3%, going from Ps. 219.8 in 2Q18 to Ps. 184.0 in 2Q19.



Investments in shares of Associated Companies corresponding to the 49% stake in the companies within the Aeropuerto Internacional de Toluca concession reached Ps. 1,832.9 million.

Airport Operating Data						
	2Q19	2Q18	Variation %	6M19	6M18	Variation %
Commercial passengers	149,272	145,930	2.3%	272,883	307,120	-11.1%
Commercial operations	1,687	1,956	-13.8%	3,218	4,352	-26.1%
General aviation operations	18,502	22,185	-16.6%	40,653	44,996	-9.7%
Revenue per passenger	297.3	342.2	-13.1%	312.0	341.4	-8.6%
Aeronautical revenue per passenger	184.0	219.8	-16.3%	191.7	220.2	-13.0%
Non-aeronautical revenue per passenger	113.3	122.4	-7.4%	120.3	121.2	-0.7%

CONSOLIDATED NET INCOME

As a result of the aforementioned, the Company generated consolidated net income of Ps. 2,145.8 million in 2Q19, representing an increase of 22.1% compared to Ps. 1,758.0 million registered during 2Q18.

NET DEBT

Cash, cash equivalents, restricted cash and funds held in Company's trusts as of June 30, 2019 totaled Ps. 10,908.4 million, while the Company's total bank and securitized debt, net of issuance expenses, was Ps. 37,346.4 million, composed of the following: (i) bank loans for Ps. 17,439.2 million and (ii) notes payable (local notes and UDI denominated notes) for Ps. 19,907.2 million. This debt was applied to the development of the following projects:



Net Debt as of June 30, 2019			
TYPE OF CREDIT / INSTITUTION	MATURITIES OR AMORTIZATIONS DENOMINATED IN MEXICAN PESOS (millions of pesos)		
	SHORT TERM	LONG TERM	TOTAL
Circuito Exterior Mexiquense			
UDI Senior Secured Notes	22.0	9,006.5	9,028.5
UDI Zero Coupon Senior Secured Notes	-	951.8	951.8
Zero Coupon Certificates	-	3,187.8	3,187.8
Simple Credit	381.4	5,357.5	5,738.9
Cash, cash equivalents and restricted cash	(963.2)	(1,580.0)	(2,543.2)
	(559.8)	16,923.6	16,363.8
Viaducto Bicentenario			
Preferred Loan	489.4	2,554.3	3,043.7
Subordinated Loan	15.5	2,812.0	2,827.5
Cash, cash equivalents and restricted cash	(366.3)	-	(366.3)
	138.6	5,366.3	5,504.9
Autopista Urbana Norte			
Preferred Loan	245.5	3,845.4	4,090.9
Subordinated Loan	10.5	1,640.1	1,650.6
Cash, cash equivalents and restricted cash	(223.8)	-	(223.8)
	32.2	5,485.5	5,517.7
AT-AT			
Simple Credit	13.1	74.5	87.6
Cash, cash equivalents and restricted cash	(742.2)	(51.2)	(793.4)
	(729.1)	23.3	(705.8)
Autopista Amozoc-Perote			
Local Fiduciary Notes	120.5	1,752.2	1,872.7
Cash, cash equivalents and restricted cash	(1,336.9)	(142.7)	(1,479.6)
	(1,216.4)	1,609.5	393.1
Aleatica and others			
Cash, cash equivalents and restricted cash	(3,972.9)	(709.4)	(4,682.3)
	(3,972.9)	(709.4)	(4,682.3)
OPI			
Local Notes	100.2	4,766.2	4,866.4
Cash, cash equivalents and restricted cash	(466.7)	(353.1)	(819.8)
	(366.5)	4,413.1	4,046.6
Total	(6,673.9)	33,111.9	26,438.0



CAPEX

Capital expenditures in 2Q19 reached Ps. 266.1 million compared to Ps. 422.2 million invested in 2Q18. In terms of the Atizapán-Atlacomulco concession, Ps. 264.9 million was invested mainly in the release of right of way, financing costs and pre-operating expenses.

CAPEX						
(thousands of pesos)	2Q19	2Q18	Variation %	6M19	6M18	Variation %
Circuito Exterior Mexiquense	1,000	60,548	-98.3%	2,036	81,290	-97.5%
Viaducto Bicentenario	180	1,304	n/a	313	2,666	n/a
Autopista Urbana Norte	-	-	n/a	-	92	n/a
Autopista Atizapán-Atlacomulco	264,934	360,321	-26.5%	701,801	484,302	44.9%
Total	266,114	422,173	-37.0%	704,150	568,350	23.9%

RECENT EVENTS

On June 6, 2019, Aleatica clarified diverse information transcending in the media.

On June 14, 2019, Aleatica informed the market about the signing of certain transaction agreement in order to definitively resolve existing disputes between AT-AT concessionaire and CPVM (OHL) construction company, whose effectiveness was subject to suspensive condition. In addition, the definitive termination of any business relationship with OHL in Mexico was confirmed by means of this agreement.

On July 22, 2019, as a result of the execution process of the transaction agreement between AT-AT and CPVM, Aleatica informed the market about the definitive termination of the arbitration procedures that had been initiated reciprocally between AT-AT and CPVM in relation to the termination of their contractual relationship.

ANALYST COVERAGE

In accordance with what is stipulated in the BMV Internal Rules article 4.033.01 Section VIII, Aleatica informs that the following institutions currently have formal research coverage:

- Actinver Casa de Bolsa
- Barclays Bank Mexico, S.A.
- Insight Investment Research



ALEATICA

2Q19 Earnings Release

Conference Call

In relation to quarterly result conference calls, starting 1Q19, Aleatica is available to respond to any request for information on an individual basis. Please direct your investor relations requests to: Francisco Sarti, Director of Investor Relations, at the following e-mail address: francisco.sarti@aleatica.com or by telephone: +52 (55) 5955-7368.

About the Company

Aleatica, S.A.B. de C.V. is positioned as a relevant transport infrastructure operator in the industry within the metropolitan area of Mexico City, both for the number of concessions awarded and the miles of highways under management. Currently, Aleatica, S.A.B. de C.V. builds, manages, operates and maintains 7 toll roads and one airport. The highway and related infrastructure concessions are located in urban areas with high vehicular traffic in Mexico City, Mexico State and the State of Puebla. In the airport sector, Aleatica participates in the integral management of the second largest airport serving the Mexico City metropolitan area. For more information visit our webpage www.aleatica.com.

Disclaimer

This press release may contain forward-looking statements. These statements are statements that are not historical facts and are based on management's current view and estimates of future economic circumstances, industry conditions, company performance and financial results. The words "anticipates", "believes", "estimates", "expects", "plans" and similar expressions, as they relate to the company, are intended to identify forward-looking statements. Statements regarding the activities, the projects, the financial condition and/or the operating results of the Company, as well as the implementation of principal operating and financing strategies and capital expenditure plans, the direction of future operations and the factors or trends affecting financial condition, liquidity or results of operations are examples of forward-looking statements. Such statements reflect the current views of management and are subject to a number of risks and uncertainties. There is no guarantee that the expected events, trends or results will actually occur. The statements are based on many assumptions and factors, including general economic and market conditions, industry conditions, and operating factors. Any changes in such assumptions or factors could cause actual results to differ materially from current expectations. Furthermore, Aleatica, S.A.B. de C.V. is subject to various risks related to the Company's principle business activities, the Company's ability to invest capital and obtain financing for current and new concessions, Mexican government regulations, Mexican economic, political and security risks, competition, market conditions as well as risks related to the Company's controlling shareholder. For a full description of the risks specifically related to Aleatica, investors and analysts should consult the Aleatica, S.A.B. de C.V.'s last Annual Report filed with the Mexican Bolsa.

###

(Financial Tables Follow)



Aleatica, S.A.B. de C.V. and Subsidiaries						
Unaudited Interim Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income						
For the periods of three and six months ended on June 30, 2019 and 2018 (unaudited)						
(In thousands of pesos)						
	Three months ended June 30th			Six months ended June 30th		
	2019	2018	Variation %	2019	2018	Variation %
Revenues:						
Toll Road Revenues	1,911,134	1,742,391	9.7%	3,677,878	3,389,568	8.5%
Revenues from valuation of intangible assets	1,251,557	848,042	47.6%	2,962,013	3,142,860	-5.8%
Adjustment for valuation of the deficit by the grantor	827,671	634,732	30.4%	1,984,009	2,100,118	-5.5%
Total revenues from concession operation	3,990,362	3,225,165	23.7%	8,623,900	8,632,546	-0.1%
Construction Revenues	266,114	422,172	-37.0%	704,150	568,349	23.9%
Service and other revenues	38,061	35,984	5.8%	79,090	79,563	-0.6%
	4,294,537	3,683,321	16.6%	9,407,140	9,280,458	1.4%
Costs and Expenses:						
Costs of Construction	266,114	422,172	-37.0%	704,150	568,349	23.9%
Costs and operating expenses	318,025	325,330	-2.2%	614,179	614,629	-0.1%
Major maintenance	157,254	115,307	36.4%	336,849	248,723	35.4%
Amortization of investment in infrastructure, rights of use assets and depreciation	32,586	17,408	87.2%	64,873	34,350	88.9%
Impairment due to expected loss	590	-	n/a	(12,582)	-	n/a
General and administrative expenses	101,084	157,989	-36.0%	209,215	294,660	-29.0%
	875,653	1,038,206	-15.7%	1,916,684	1,760,711	8.9%
Income before other expenses (income), net	3,418,884	2,645,115	29.3%	7,490,456	7,519,747	-0.4%
Other expenses (income), net	17,454	22,414	-22.1%	29,464	77	n/a
Operating Income	3,401,430	2,622,701	29.7%	7,460,992	7,519,670	-0.8%
Financing costs	897,120	826,376	8.6%	1,951,923	2,102,030	-7.1%
Financing interest	(321,622)	(315,097)	2.1%	(573,554)	(545,845)	5.1%
Foreign exchange loss (gain), net	(14,284)	8,514	n/a	(35,233)	(11,996)	n/a
Effect on the valuation of derivative financial instruments	1,275	(3,136)	n/a	5,851	518	n/a
	562,489	516,657	8.9%	1,348,987	1,544,707	-12.7%
Equity in income of associated entity and joint ventures	151,409	57,767	n/a	430,914	262,844	63.9%
Income before income taxes	2,990,350	2,163,811	38.2%	6,542,919	6,237,807	4.9%
Income Taxes	844,503	405,782	n/a	1,709,277	1,438,064	18.9%
Consolidated net income	2,145,847	1,758,029	22.1%	4,833,642	4,799,743	0.7%
Other components of comprehensive income, net income taxes:						
Items that may be reclassified subsequently to profit or loss:						
Effect from valuation of derivative financial instruments	(172,783)	136,545	n/a	(421,126)	(24,243)	n/a
Effect from deferred income taxes from derivative financial instruments	51,835	(40,963)	n/a	126,338	7,273	n/a
	(120,948)	95,582	n/a	(294,788)	(16,970)	n/a
Comprehensive income	2,024,899	1,853,611	9.2%	4,538,854	4,782,773	-5.1%
Net income due to:						
Controlling interest	1,578,223	1,290,099	22.3%	3,666,321	3,607,216	1.6%
Non-controlling interest	567,624	467,930	21.3%	1,167,321	1,192,527	-2.1%
	2,145,847	1,758,029	22.1%	4,833,642	4,799,743	0.7%
Comprehensive income due to:						
Controlling interest	1,490,261	1,360,127	9.6%	3,452,279	3,596,724	-4.0%
Non-controlling interest	534,638	493,484	8.3%	1,086,575	1,186,049	-8.4%
	2,024,899	1,853,611	9.2%	4,538,854	4,782,773	-5.1%



Aleatica, S.A.B. de C.V. and Subsidiaries			
Unaudited Interim Condensed Consolidated Statements of Financial Position			
As of June 30, 2019 (unaudited) and December 31, 2018			
(in thousands of pesos)			
	June 30, 2019	December 31, 2018	Variation Jun-Dec %
ASSETS			
Current Assets:			
Cash, cash equivalents and restricted trust funds	8,072,031	10,422,538	-22.6%
Accounts receivable	336,361	287,097	17.2%
Accounts receivable from related parties	305,875	294,673	3.8%
Recoverable taxes	471,213	425,740	10.7%
Other accounts receivable and other assets	296,231	260,442	13.7%
Total Current Assets	9,481,711	11,690,490	-18.9%
Non-current assets:			
Long-term restricted trust funds	2,836,381	3,424,967	-17.2%
Investment in recoverable infrastructure through future toll flows	53,684,894	52,996,249	1.3%
Portion of intangible asset recoverable through future toll flows	61,151,606	58,189,593	5.1%
Intangible assets by concession	114,836,500	111,185,842	3.3%
Deficit by the grantor	38,580,021	36,583,430	5.5%
Total investment in concessions	153,416,521	147,769,272	3.8%
Advance payment to suppliers for construction	1,007,760	1,012,849	-0.5%
Accounts receivable from related parties	775,101	746,838	3.8%
Office furniture and equipment, net	64,597	41,768	54.7%
Rights of use, leasings, net	213,946	-	n/a
Derivative financial instruments	112,689	631,685	-82.2%
Investment in shares of associated company and joint ventures	8,404,434	7,976,330	5.4%
Other assets, net	150,890	140,663	7.3%
Total non-current assets	166,982,319	161,744,372	3.2%
TOTAL ASSETS	176,464,030	173,434,862	1.7%
LIABILITIES AND STOCKHOLDERS' EQUITY			
Current Liabilities:			
Current portion of long-term debt	1,155,446	1,051,507	9.9%
Current portion of documents payable	242,701	844,367	-71.3%
Leasing contracts, short term	53,786	-	n/a
Trade accounts payable to suppliers, taxes payable and accrued expenses	2,090,891	1,906,718	9.7%
Provision for major maintenance	698,412	704,386	-0.8%
Accounts and notes payable to related parties	353,298	562,383	-37.2%
Total Current Liabilities	4,594,534	5,069,361	-9.4%
Non-current liabilities:			
Leasing contracts, long term	164,503	-	n/a
Long-term documents payable	16,283,818	16,490,872	-1.3%
Loans payable to banks	19,664,464	19,438,509	1.2%
Derivative financial instruments	129,248	-	n/a
Provision for major maintenance	649,863	461,435	40.8%
Employee benefits	64,699	63,653	1.6%
Income Taxes for fiscal consolidation	291,019	487,785	-40.3%
Deferred income taxes	26,369,688	25,032,853	5.3%
Total non-current liabilities	63,617,302	61,975,107	2.6%
TOTAL LIABILITIES	68,211,836	67,044,468	1.7%
STOCKHOLDERS' EQUITY			
Common Stock	15,334,502	15,334,502	n/a
Additional paid-in capital	10,270,547	10,270,547	n/a
Retained earnings	60,387,892	59,321,586	1.8%
Effect on the valuation of derivative financial instruments	35,524	249,566	-85.8%
Reserve for employee retirement benefits	(1,440)	(1,440)	n/a
Controlling interest	86,027,025	85,174,761	1.0%
Non-controlling interest	22,225,169	21,215,633	4.8%
TOTAL STOCKHOLDERS' EQUITY	108,252,194	106,390,394	1.7%
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	176,464,030	173,434,862	1.7%



Aleatica, S.A.B. de C.V. and Subsidiaries Unaudited Interim Condensed Consolidated Statements of Cash Flows For the six-month periods ended June 30, 2019 and 2018 (unaudited) (in thousands of pesos) (Indirect Method)			
	2019	2018	Variation %
Cash flows from operating activities:			
Consolidated income before income taxes	6,542,919	6,237,807	4.9%
Revenues from valuation of the intangible assets	(2,962,013)	(3,142,860)	-5.8%
Adjustment for valuation of the deficit by the grantor	(1,984,009)	(2,100,118)	-5.5%
Impairment due to expected loss	(12,582)	-	n/a
Equity in income of associated entity and joint venture	(430,914)	(262,844)	63.9%
Amortization of investment in infrastructure, rights of use assets and depreciation	64,873	34,350	88.9%
Provision for major maintenance	336,849	248,723	35.4%
Accrued interest income from joint ventures	(44,136)	(86,806)	-49.2%
Realized and unrealized accrued exchange rate fluctuation	(25,140)	10,532	n/a
Accrued interest expense	1,951,923	2,102,030	-7.1%
Valuation effects of Derivative financial instruments	5,851	518	n/a
	3,443,621	3,041,332	13.2%
Decrease (increase):			
Accounts payable and receivable with related parties, net	18,037	58,790	-69.3%
Taxes to recover	(45,473)	88,226	n/a
Other accounts receivable and other assets	(85,053)	(65,868)	29.1%
Increase (decrease):			
Trade accounts payable to suppliers, taxes payable and accrued expenses	227,220	366,575	-38.0%
Major maintenance	(154,395)	(92,843)	66.3%
Employee benefits	1,046	(11,173)	n/a
Paid Income taxes	(450,845)	(1,844,338)	-75.6%
Net cash generated by operating activities	2,954,158	1,540,701	91.7%
Cash flows from investing activities:			
Acquisition of furniture and equipment and other assets	(60,802)	(25,805)	n/a
Other financial assets	-	(250,000)	n/a
Contributed capital reimbursements from joint ventures	-	1,020,000	n/a
Interest income from bonds issued by joint ventures	11,968	-	n/a
Investment in concessions and advance payments to subcontractors	(442,661)	(533,676)	-17.1%
Loans granted to joint ventures	-	(83,640)	n/a
Interests collected from joint ventures	-	38,331	n/a
Collection of loans granted to joint ventures	-	991,224	n/a
Net cash used in investing activities	(491,495)	1,156,434	1.9%
	2,462,663	2,697,135	-8.7%
Cash flows from financing activities:			
Leasing payments	(26,600)	-	n/a
Reduction of Contributions for Future Capital Increases of non-controlling interest	(284,358)	(426,300)	-33.3%
Payment of COFIDES investment agreement	(578,441)	-	n/a
Dividends paid to non-controlling interest	(27,736)	(64,734)	-57.2%
Dividends paid	(2,600,015)	-	n/a
Financings paid for fiduciary local bonds	(41,942)	(39,043)	7.4%
Loans paid to financial institutions	(521,621)	(370,783)	40.7%
Interests paid	(1,321,043)	(1,293,285)	2.1%
Net cash (used in) generated by financing activities	(5,401,756)	(2,194,145)	n/a
Net (decrease) increase in cash, cash equivalents and restricted trust funds	(2,939,093)	502,990	n/a
Cash, cash equivalents and restricted trust funds at beginning of period short and long term	13,847,505	13,633,006	1.6%
Cash, cash equivalents and restricted trust funds at end of period short and long term	10,908,412	14,135,996	-22.8%