

AEROPUERTOS ARGENTINA 2000 ANNOUNCES 1Q23 RESULTS

International traffic up 83% YoY. Domestic travel up 32% YoY, above 2019 levels.

Buenos Aires, May 9, 2023— **Aeropuertos Argentina 2000** (“AA2000” or the “Company”) the largest airport operator in Argentina, reported today its unaudited, consolidated results for the three-month period ended in March 31st, 2023. Financial results are expressed in millions of Argentine pesos and are prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (“IASB”).

Starting 3Q18, the Company began reporting results IFRS rule IAS 29. See section “Hyperinflation Accounting” on page 6.

First Quarter 2023 Highlights

- Consolidated revenues were AR\$ 40,314 million in 1Q23, up 32.1% YoY mainly as a result of a 60.3% increase in Aeronautical Revenues driven by a recovery in international passenger traffic.
- Key operating metrics improved against 1Q22:
 - Passenger traffic increased 45% to 10 million YoY.
 - Cargo volume increased 1% YoY to 43.5 thousand tons.
 - Aircraft movements reached 106.4 thousand, representing an increase of 34% YoY.
- Operating Gain in 1Q23 was AR\$ 14,183 million, compared to a gain of AR\$ 9,163 million reported in 1Q22, represented 54.8% increase.
- Adjusted EBITDA reached AR\$ 18,687 million in 1Q23, up 33.5% from AR\$ 13,999 million reported in 1Q22, due to the solid recovery in passenger volume. Adjusted EBITDA margin was 46% in 1Q23.

Main Financial Highlights

(In millions of US\$)

	1Q23	1Q22	Var 23' vs 22'
Revenues	195.4	134.4	45.3%
Total Cost	95.0	69.2	37.3%
EBITDA	89.6	61.3	46.2%
EBITDA Margin	46%	46%	50 bps

Operating & Financial Highlights

(In millions of ARS, unless otherwise noted)

	1Q23	1Q22	% Var as reported
Passenger Traffic (Million Passengers)	10.0	6.9	43.9%
Revenue	40,314	30,527	32.1%
Aeronautical Revenues	23,074	14,398	60.3%
Commercial revenue	17,240	16,129	6.9%
Operating Income	14,183	9,163	54.8%
Operating margin	35.2%	30.0%	5 bps
Net Income Attributable to Owners of the Parent	7,784	13,131	-40.7%
Adjusted EBITDA	18,687	13,999	33.5%
Adjusted EBITDA Margin	46%	46%	50 bps

1Q23 Operating Performance

Passenger Traffic

Passenger Traffic increased 43.9% YoY maintaining the recovery trend and achieving solid consolidated levels, further supported by the summer season in the region.

During 1Q23 the strong recovery in international passenger traffic continued, up 83% compared to the same period in 2022, and reaching a 78% in the quarter compared to 1Q19. Domestic traffic increased 32% YoY, 2% higher than pre-pandemic levels.

Domestic passenger traffic accounted for 67% of total traffic, while International passenger traffic represented 30%. Remaining 3% are transit passengers.

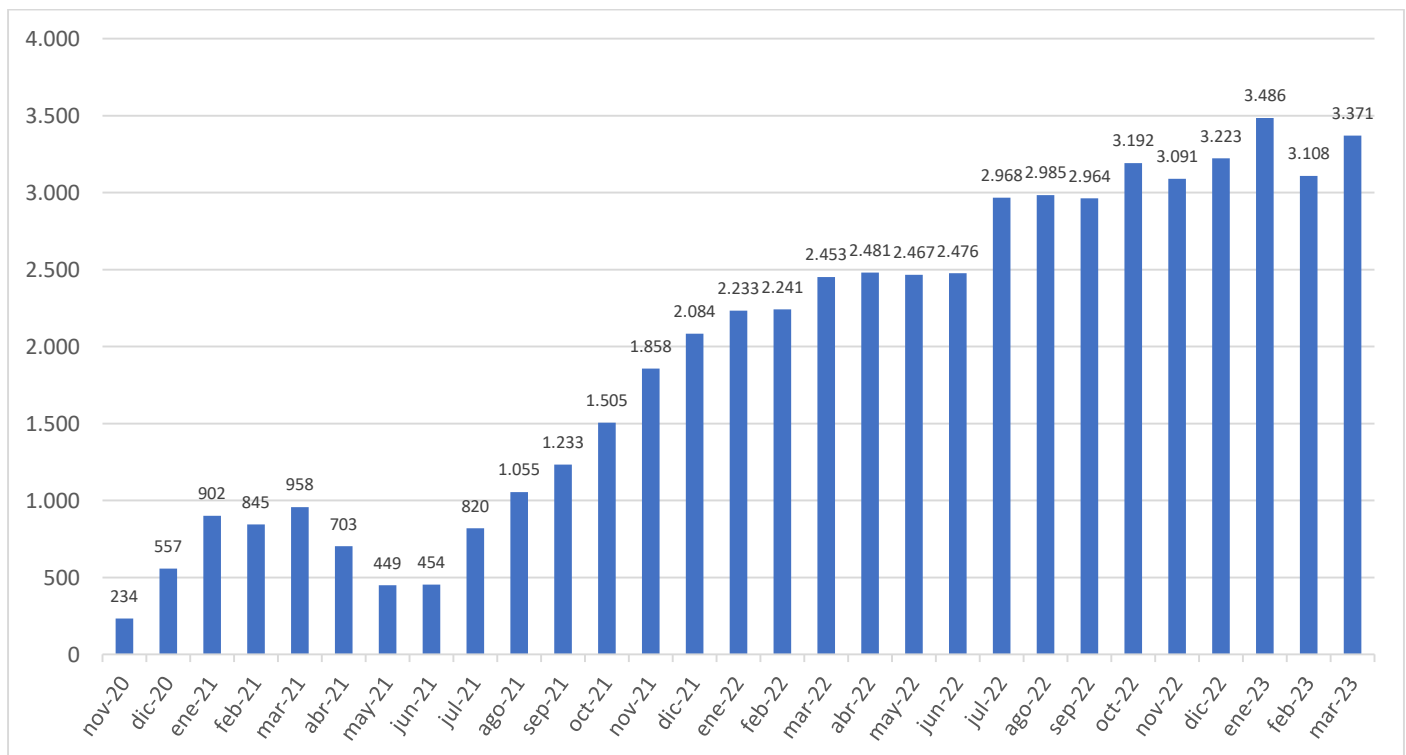
Cargo Volume & Aircraft Movements

Cargo volume increased 1% YoY to 43.5 thousand tons, while **Aircraft Movements** reached 106.4 thousand, a 34% YoY increase.

Operational Statistics: Passenger Traffic, Cargo Volume and Aircraft Movements

	1Q23	1Q22	% Var ('23 vs '22)
Domestic Passengers (in millions)	6.7	5.0	32%
International Passengers (in millions)	3.0	1.6	83%
Transit Passengers (in millions)	0.3	0.2	57%
Total Passengers (in millions)	10.0	6.9	45%
Cargo Volume (in thousands of tons)	43.5	43.1	1%
Total Aircraft Movements (in thousands)	106.4	79.6	34%

Total Passenger Traffic Evolution (thousand passengers)



Review of Consolidated Results

Revenues

Revenues increased 32.1% YoY, to AR\$ 40,314 million from AR\$ 30,527 million in 1Q22, mainly due to the recovery in international passenger traffic.

Revenue Breakdown

(In AR\$ millions)

	1Q23	1Q22	% Var as reported
Aeronautical Revenue	23,074	14,398	60.3%
Commercial Revenue	17,240	16,129	6.9%
Total Revenues	40,314	30,527	32.1%

Aeronautical Revenues were AR\$ 23,074 million, up 60.3% against 1Q22, due to the continued recovery in passenger traffic during the quarter, mainly on international operations. This was further supported by an increase in the domestic fee, from AR\$ 614 to AR\$ 1,100 on tickets sold since December 15, 2022, to be used on or after January 28, 2023.

Commercial Revenues were AR\$ 17,240 million, an increase of 6.9% against 1Q22 mainly driven by:

- A 89.5% increase in revenues from the Duty Free shops in relation with an higher sales volumes and an increase in the average ticket, and
- A 48.9% increase in Parking revenues, due to tariff adjustments, supported by an increase in the use of parking spaces as a result of a shift in passenger behavior after the pandemic.
- This was partially offset by lower Rental of space revenues, as 1Q22 benefitted by the recognition of revenues from the national carrier, following the collection of outstanding amounts.

Operating Costs and Expenses

Total Costs and Expenses increased 22.6% YoY to AR\$ 27,130 million, reflecting an increase in operating costs as a result of higher overall activity.

Costs and Expenses

(In AR\$ millions)

	1Q23	1Q22	% Var as reported
Cost of Services	23,073	19,251	19.9%
Salaries and social security contributions	6,660	4,707	41.5%
Concession fees	5,961	4,526	31.7%
Maintenance expenses	4,211	3,799	10.8%
Amortization and depreciation	4,389	4,741	-7.4%
Other	1,853	1,477	25.5%
Selling, general and administrative expenses	3,962	2,799	41.6%
Other op. expenses, net	95	77	22.8%
Total Costs and Expenses	27,130	22,127	22.6%

Cost of Services increased 19.9% compared to 1Q22, or AR\$ 3,822 million, reflecting the following increases:

- 41.5%, or AR\$ 1.952 million, in salaries and social security contributions mainly due to the recognition of performance bonuses in relation with the compensation policy, together with the restatement of training programs for collaborators,
- 31.7%, or AR\$ 1.434 million, in Concession Fees, in line with higher revenues measured in Argentine pesos, and
- 10.8%, or AR\$ 411 million, in maintenance expenses mainly impacted by higher activity.

Selling, General and Administrative Expenses (“SG&A”) increased 41.6% against 1Q22, or AR\$ 1,163 million, to AR\$ 3,962 million in 1Q23, mainly due to more taxes in relation with higher revenues in the period and salaries and social contributions increases.

Adjusted EBITDA

Adjusted EBITDA increased AR\$ 4,688 million, reaching AR\$ 18,687 million in the quarter, with Adjusted EBITDA margin of 46% in 1Q23, in line with 1Q22 Adjusted EBITDA.

Adjusted EBITDA Reconciliation to Income from Continuing Operations

(In AR\$ millions)

	1Q23	1Q22	% Var as reported
Income / (Loss) from Continuing Operations	7,775	13,131	100.0%
Financial Income	-472	-484	-2.5%
Financial Loss	-946	-1,404	-32.6%
Inflation adjustment	754	-2,765	-127.3%
Income Tax Expense	7,072	685	932.7%
Amortization and Depreciation	4,415	4,767	-7.4%
Others	95	77	22.8%
Construction Service income/loss	-6	-8	-31.6%
Adjusted EBITDA	18,687	13,999	33.5%
Adjusted EBITDA Margin	46%	46%	50 bps

See “Use of Non-IFRS Financial Measures” on page 6.

Financial Income and Loss

AA2000 reported a **Net Financial Income** of AR\$ 664 million in 1Q23, mainly because of the combination of the inflation rate and depreciation effects over assets and debt held in US dollars.

Financial Income / Loss

(In AR\$ millions)

	1Q23	1Q22	% Var as reported
Financial Income	472	484	-2.5%
Interest income	1,616	2,023	-20.1%
Foreign exchange loss	-1,144	-1,539	-25.7%
Inflation adjustment	-754	2,765	-127.3%
Financial Income/Loss	946	1,404	-32.6%
Interest Expenses	-3,099	-8,474	-63.4%
Foreign exchange transaction expenses	4,045	9,878	-59.0%
Financial Income/Loss, Net	664	4,653	-85.7%

Income Tax Expense

During 1Q23, the Company reported an **income tax loss** of AR\$ 7,072 million, compared to a loss of AR\$ 685 million in 1Q22. The tax loss recorded in the period follows the increase in Operating Income and inflation adjustment's tax base.

Net Income

During 1Q23, AA2000 reported a **Net Income** of AR\$ 7,775 million compared to a Net Income of AR\$ 13,131 million in 1Q22, mainly impacted by the income tax provision and inflation adjustment in the quarter, that more than offset Operating Income of \$5,020 million.

Consolidated Financial Position

As of March 31, 2023, Cash and cash equivalents amounted to AR\$ 33,119 million, up from AR\$ 30,977 as of December 31, 2022, due to operating cash generation in the quarter, which more than offset capex payments and debt service.

The Net Debt to LTM EBITDA ratio stood at 1,76x as of March 2023, down from 2,05x as of December 2023, mainly reflecting a recovery in EBITDA due to the overall improvement in airport operations and a decrease in total debt.

Consolidated Debt Indicators

(In AR\$ millions)

	As of Mar 31, 2023	As of Dec 31, 2022
Leverage		
Gross Leverage ⁽¹⁾	2.27x	2.56x
Net Leverage ⁽²⁾	1.76x	2.05x
Total Debt	147,825	154,535
Short-Term Debt	14,157	15,100
Long-Term Debt	133,668	139,435
Cash & Cash Equivalents	33,119	30,977
Total Net Debt⁽³⁾	114,706	123,558

1 The Total Debt to EBITDA Ratio is calculated as AA2000's interest-bearing liabilities divided by its EBITDA.

2 The Total Net Debt to EBITDA Ratio is calculated as AA2000's interest-bearing liabilities minus Cash & Cash Equivalents, divided by its EBITDA.

3 The Total Net Debt is calculated as Total Debt minus Cash & Cash Equivalents.

Foreign Exchange Rate

Country	1Q23	1Q22	1Q23	1Q22	4Q22	4Q21	4Q22	4Q21
	Avg	Avg	EoP	EoP	Avg	Avg	EoP	EoP
Argentinean Peso	192,35	106,54	209,01	111,01	162,20	100,47	177,16	102,72

Amounts provided by units of local currency per US dollar

CAPEX

During 1Q23, AA2000 made capital expenditures for a total of AR\$ 6,007 million. The most significant investments include apron extension at Bariloche airport, runway and apron improvements at San Rafael airport, together with the new terminal passenger at Ezeiza airport.

Hyperinflation Accounting

Following the categorization of Argentina as a country with a three-year cumulative inflation rate greater than 100%, the country is considered highly inflationary in accordance with IFRS. Consequently, starting July 1, 2018, the Company reports results applying IFRS rule IAS 29. IAS 29 requires that results of operations in hyperinflationary economies are reported as if these economies were highly inflationary as of January 1, 2018, and thus year-to-date results should be restated adjusting for the change in general purchasing power of the local currency, using official indices, before converting the local amounts at the closing rate of the period (i.e. December 31, 2020 closing rate for 2020 results).

Use of Non-IFRS Financial Measures

This announcement includes certain references to Adjusted EBITDA, Adjusted EBITDA Margin, Adjusted EBITDA excluding Construction Service and Adjusted EBITDA Margin excluding Construction service, as well as Net Debt:

Adjusted EBITDA is defined as income for the period before financial income, financial loss, income tax expense, depreciation and amortization.

Adjusted EBITDA Margin is calculated by dividing Adjusted EBITDA by total revenues.

Adjusted EBITDA excluding Construction Service (“Adjusted EBITDA ex-IFRIC”) is defined as income for the period before construction services revenue and cost, financial income, financial loss, income tax expense, depreciation and amortization.

Adjusted EBITDA Margin excluding Construction Service (“Adjusted EBITDA Margin ex-IFRIC12”) excludes the effect of IFRIC 12 with respect to the construction or improvements to assets under the concession and is calculated by dividing Adjusted EBITDA excluding Construction Service revenue and cost, by total revenues less Construction service revenue.

Adjusted EBITDA, Adjusted EBITDA Margin, Adjusted EBITDA excluding Construction Service and Adjusted EBITDA Margin excluding Construction Service are not measures recognized under IFRS and should not be considered as an alternative to, or more meaningful than, consolidated net income for the year as determined in accordance with IFRS or as indicators of our operating performance from continuing operations. Accordingly, readers are cautioned not to place undue reliance on this information and should note that these measures as calculated by the Company, may differ materially from similarly titled measures reported by other companies.

Net debt is calculated by deducting “Cash and cash equivalents” from total financial debt.

About Aeropuertos Argentina 2000

Aeropuertos Argentina 2000 was founded in 1998 in order to develop and operate the airports throughout the Argentine territory, becoming one of the largest private sector airport operators in the world, with 35 airports under management. Today, more than 2,600 employees work in AA2000, working with the purpose of ensuring the best quality of service and complying with the highest international standards of quality, safety and comfort. In 2019, AA2000 served 41.8 million passengers. Over the last 25 years, AA2000 developed and modernized infrastructure in the main airports in the country, incorporating cutting-edge technology in relation with safety and services. It also contributes to the social, economic and cultural development of the country, thus becoming a regional and international example in the aviation industry. AA2000’s mission is to enable the connection of people, goods and cultures, to contribute to a better world. For more information, visit www.aa2000.com.ar.

Forward Looking Statements

Statements relating to our future plans, projections, events or prospects are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements include all statements that are not historical facts and can be identified by terms such as “believes,” “continue,” “could,” “potential,” “remain,” “will,” “would” or similar expressions and the negatives of those terms. Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Many factors could cause our actual activities or results to differ materially from the activities and results anticipated in forward-looking statements, including, but not limited to: the COVID-19 impact, delays or unexpected casualties related to construction under our investment plan and master plans, our ability to generate or obtain the requisite capital to fully develop and operate our airports, general economic, political, demographic and business conditions in the country, decreases in passenger traffic, changes in the fees we may charge under the concession



agreement, inflation, depreciation and devaluation of the Argentine Peso against the U.S. dollar, the early termination, revocation or failure to renew or extend our concession agreement, the right of the Argentine Government to buy out the AA2000 Concession Agreement, changes in our investment commitments or our ability to meet our obligations thereunder, existing and future governmental regulations, natural disaster-related losses which may not be fully insurable, terrorism in the international markets we serve, epidemics, pandemics and other public health crises and changes in interest rates or foreign exchange rates.

Investor Relations Contact

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Appendix

Income Statement (in AR\$ millions)

	As of Mar 31, 2023	As of Mar 31, 2022
Continuous Operations		
Revenue	40,314	30,527
Construction income (CINIIF 12)	6,008	2,539
Cost of service	(23,073)	(19,251)
Construction costs (CINIIF 12)	(6,002)	(2,530)
Operating profit	17,247	11,285
Distribution and selling expenses	(2,364)	(1,754)
Administrative expenses	(1,599)	(1,045)
Other income and expenses, net	898	677
Operating profit	14,182	9,163
Finance Income	472	484
Finance Costs	946	1,404
Result from exposure to changes in the purchasing power of the currency	(754)	2,765
Result of investments accounted for using the equity method	-	-
Income before income tax	14,846	13,816
Income tax	(7,071)	(685)
Income for the year for continuous operations	7,775	13,131
Net Income for the year	7,775	13,131
Other comprehensive income	-	-
Comprehensive Income for the year	7,775	13,131
Income attributable to:		
Shareholders	7,784	13,131
Non –Controlling Interest	(9)	0
Result per share basic and diluted attributable to shareholders of the Company during the year (shown in \$ per share) from continuous operations	30.07	50.80

Balance Sheet (in AR\$ millions)

	As of Mar 31, 2023	As of Mar 31, 2022
Assets		
Non-current Assets		
Investments accounted for by the equity method	2	2
Property, plant and equipment	224	214
Intangible Assets	330,941	329,155
Rights of use	427	610
Deferred tax assets	4	-
Other receivables	11,103	11,740
Total Non-Current Assets	342,701	341,721
Current Assets		
Other assets	105	120
Other receivables	2,378	2,711
Trade receivables, net	12,153	11,424
Investments	-	1
Cash and cash equivalents	33,119	30,977
Total Current Assets	47,755	45,233
Total Assets	390,456	386,954
Shareholders' Equity and Liabilities		
Equity attributable to Shareholders:		
Common shares	259	259
Share Premium	137	137
Capital adjustment	24,270	24,270
Legal and facultative reserve	121,785	121,766
Retained earnings	30,088	22,304
Subtotal	176,539	168,736
Non-Controlling Interest	(48)	(39)
Total Shareholders' Equity	176,491	168,697
Liabilities		
Non- Current Liabilities		
Provisions and other charges	2,561	2,750
Financial debt	133,668	139,435
Deferred income tax liabilities	35,236	28,161
Accounts payable and others	271	286
Fee payable to the Argentine National Government		
Total Non- Current Liabilities	171,736	170,632
Current Liabilities		
Provisions and other charges	6,049	7,398
Financial debt	13,832	14,628
Income tax, net of payments	7	8
Lease liabilities	325	472
Accounts payable and others	17,564	19,219
Fee payable to the Argentine National Government	4,452	5,900
Total Current Liabilities	42,229	47,625
Total Liabilities	213,965	218,257
Total Shareholders' Equity and Liabilities	390,456	386,954

Cash Flow (in AR\$ millions)

	As of Mar 31, 2023	As of Mar 31, 2022
Cash Flows from operating activities		
Net income for the year	7,775	13,131
Adjustment for:		
Income tax	7,071	685
Amortization of intangible assets	4,222	4,581
Depreciation of property, plant and equipment	11	5
Depreciation right of use	183	181
Bad debts provision	174	120
Specific allocation of accrued and unpaid income	2,037	1,907
Income of investments accounted for by the equity method	-	-
Compensation plan	19	3
Unpaid financial debt interests costs	2,518	3,703
Accrued deferred revenues and additional consideration	(587)	(534)
Accrued and unpaid Exchange differences	(3,013)	(3,564)
Provision for contingencies	61	4
Inflation effect adjustment	(3,372)	(10,402)
Changes in operating assets and liabilities:		
Changes in trade receivables	(2,884)	(2,158)
Changes in other receivables	(865)	(997)
Changes in other assets	16	-
Changes in accounts payable and others	1,713	2,061
Changes in provisions and other charges	(1,667)	156
Changes in fee payable to the Argentine National Government	(2,751)	(2,301)
Increase of intangible assets	(6,008)	(2,539)
Payment of debt to the National Government	0	0
Income tax payment	0	0
Net cash flow (used in) / generated by operating activities	4,653	4,042
Cash Flow for investing activities		
Acquisition of investments	-	(21,581)
Collection of investments	1	-
Fixed assets acquisitions	(21)	-
Net cash flow generated by investing activities	(20)	(21,581)
Cash Flow from financing activities		
New Financial debts	1,348	47,759
Payment of leases	(143)	(163)
Financial debts paid- principal	(3,702)	(4,542)
Financial debts paid- interests	(2,968)	(3,638)
Net cash flow generated by financing activities	(5,465)	39,416
(Decrease) / increase in cash and cash equivalents	(832)	21,877
Changes in cash and cash equivalents		
Cash and cash equivalents at the beginning of the period	30,977	37,953
(Decrease) / Increase in cash and cash equivalents	(832)	21,877
Inflation adjustment generated by cash and cash equivalents	3,777	2,873
Foreign Exchange differences by cash and cash equivalents	(803)	(1,781)
Cash and cash equivalents at the end of the period	33,119	60,922
The main transactions that did not imply movement of funds are detailed below:		
Redemption of preferred shares		39,076