

RELEVANT INFORMATION

SUBJECT: ISSUER RATING

DATE: JANURARY 25, 2021

In compliance with the legal provisions in force, and especially with the provisions of Decree 2555 of 2010, Construcciones El Cóndor S.A. informs that Fitch Ratings (the Agency) reduced its rating to BBB+ and affirmed the national short-term rating at F2 (col). Once the new rating has been announced, and from the report containing the rating by the Agency, the following is highlighted:

- Due to the crisis generated by the coronavirus pandemic, the generation of EBITDA and operating cash flow (OCF) in 2020 was affected, which delayed the expected trajectory of deleveraging.
- The agency considers that the refinancing risk, associated with the liquidity position, is mitigated by the quality of the assets of the 4G projects concessions portfolio that is expected to complete the construction phase and begin to distribute dividends in the short or medium term.
- The company's adequate business profile also stands out, as an important player in the engineering and construction industry in Colombia.
- Recognizes the asset divestment strategy as correct, which will help to improve liquidity and capital structure.
- Finally, the strategic alliance between the company and ISA is found positive, which could result in additional projects with a lower investment in equity in the Concession.

The Administration has expressed its commitment to deleveraging the Company, expanding the debt profile and effectively managing its risks, and clarifies that, although the declaration of health emergency due to the spread of the COVID-19 virus has forced the Company to modify its work plan on these fronts and has slowed down tenders and new business possibilities, the outlook continues to be positive, especially considering that it currently has a portfolio of assets close to starting the operation stage, which allows to visualize a flow of dividends in the short and medium term.

The full report issued by the rating agency can be consulted at the following link:
<https://bit.ly/2MIOWbZ>

