

Corporación América Airports S.A.

Société Anonyme

Audited Annual accounts
for the financial year ended December 31, 2019

Address of the registered office:

4, rue de la Grève
L-1643 Luxembourg

R.C.S. Luxembourg: B174140

Table of Contents

Audit report	1 - 3
Abridged Balance sheet	4 - 5
Abridged Profit and loss account	6 - 7
Notes to the annual accounts	8 - 19

Annual Accounts Helpdesk :

RCSL Nr. : B174140

Matricule : 2017 2209 271

Tel. : (+352) 247 88 494

Email : centralebilans@statec.etat.lu

ABRIDGED BALANCE SHEETFinancial year from ⁰¹ 1/1/2019 to ⁰² 31/12/2019 (in ⁰³ USD)

Corporación América Airports S.A.

4, rue de la Grève
L-1643 Luxembourg**ASSETS**

	Reference(s)	Current year	Previous year
A. Subscribed capital unpaid	1101 _____	101 _____ 0.00	102 _____ 0.00
I. Subscribed capital not called	1103 _____	103 _____ 0.00	104 _____ 0.00
II. Subscribed capital called but unpaid	1105 _____	105 _____ 0.00	106 _____ 0.00
B. Formation expenses	1107 _____	107 _____ 0.00	108 _____ 0.00
C. Fixed assets	1109 _____	109 _____ 2,013,853,010.30	110 _____ 2,002,753,472.66
I. Intangible assets	1111 _____ 3	111 _____ 518.99	112 _____ 691.90
II. Tangible assets	1125 _____ 4	125 _____ 33,619.83	126 _____ 32,651.74
III. Financial assets	1135 _____ 5	135 _____ 2,013,818,871.48	136 _____ 2,002,720,129.02
D. Current assets	1151 _____	151 _____ 633,308.55	152 _____ 23,014,510.12
I. Stocks	1153 _____	153 _____ 0.00	154 _____ 0.00
II. Debtors	1163 _____ 6	163 _____ 81,481.21	164 _____ 3,608,352.08
a) becoming due and payable within one year	1203 _____	203 _____ 81,481.21	204 _____ 3,608,352.08
b) becoming due and payable after more than one year	1205 _____	205 _____ 0.00	206 _____ 0.00
III. Investments	1189 _____ 7	189 _____ 0.00	190 _____ 17,788,298.16
IV. Cash at bank and in hand	1197 _____	197 _____ 551,827.34	198 _____ 1,617,859.88
E. Prepayments	1199 _____	199 _____ 0.00	200 _____ 0.00
TOTAL (ASSETS)		201 _____ 2,014,486,318.85	202 _____ 2,025,767,982.78

The notes in the annex form an integral part of the annual accounts

CAPITAL, RESERVES AND LIABILITIES
--

	Reference(s)	Current year	Previous year
A. Capital and reserves			
	1301	1,999,125,157.72	2,005,391,425.84
I. Subscribed capital	1303 <u>9.1</u>	160,022,262.00	160,022,262.00
II. Share premium account	1305 <u>9.2</u>	180,485,991.01	180,485,991.01
III. Revaluation reserve	1307	0.00	0.00
IV. Reserves	1309 <u>9.3;9.4</u>	1,737,113,832.32	1,737,113,832.32
V. Profit or loss brought forward	1319 <u>9.5</u>	-72,230,659.49	31,031,839.80
VI. Profit or loss for the financial year	1321 <u>9.5</u>	-6,266,268.12	-103,262,499.29
VII. Interim dividends	1323	0.00	0.00
VIII. Capital investment subsidies	1325	0.00	0.00
B. Provisions	1331	0.00	0.00
C. Creditors	1435 <u>10</u>	15,361,161.13	20,376,556.94
a) becoming due and payable within one year	1453	15,361,161.13	20,376,556.94
b) becoming due and payable after more than one year	1455	0.00	0.00
D. Deferred income	1403	0.00	0.00
 TOTAL (CAPITAL, RESERVES AND LIABILITIES)		 <u>2,014,486,318.85</u>	 <u>2,025,767,982.78</u>

RCSL Nr. : B174140

Matricule : 2017 2209 271

ABRIDGED PROFIT AND LOSS ACCOUNT**Financial year from** ⁰¹ 01/01/2019 **to** ⁰² 31/12/2019 (in ⁰³ USD)

Corporación América Airports S.A.

4, rue de la Grève
L-1643 Luxembourg**ABRIDGED PROFIT AND LOSS ACCOUNT**

	Reference(s)	Current year	Previous year
1. to 5. Gross profit or loss	1651 <u>11</u>	651 <u>-5,271,276.49</u>	652 <u>-6,702,109.26</u>
6. Staff costs	1605 <u>13</u>	605 <u>-464,677.62</u>	606 <u>-251,838.12</u>
a) Wages and salaries	1607 _____	607 <u>-414,949.80</u>	608 <u>-226,715.20</u>
b) Social security costs	1609 _____	609 <u>-49,727.82</u>	610 <u>-25,122.92</u>
i) relating to pensions	1653 _____	653 <u>-38,483.31</u>	654 <u>0.00</u>
ii) other social security costs	1655 _____	655 <u>-11,244.51</u>	656 <u>-25,122.92</u>
c) Other staff costs	1613 _____	613 <u>0.00</u>	614 <u>0.00</u>
7. Value adjustments	1657 _____	657 <u>-12,416.23</u>	658 <u>-5,634.77</u>
a) in respect of formation expenses and of tangible and intangible fixed assets	1659 _____	659 <u>-12,416.23</u>	660 <u>-5,634.77</u>
b) in respect of current assets	1661 _____	661 <u>0.00</u>	662 <u>0.00</u>
8. Other operating expenses	1621 _____	621 <u>-308,585.50</u>	622 <u>522.91</u>

The notes in the annex form an integral part of the annual accounts

RCSL Nr. : B174140

Matricule : 2017 2209 271

	Reference(s)	Current year	Previous year
9. Income from participating interests	1715	0.00	14,823,496.48
a) derived from affiliated undertakings	1717	0.00	0.00
b) other income from participating interests	1719	0.00	14,823,496.48
10. Income from other investments and loans forming part of the fixed assets	1721	0.00	0.00
a) derived from affiliated undertakings	1723	0.00	0.00
b) other income not included under a)	1725	0.00	0.00
11. Other interest receivable and similar income	1727	465,562.90	2,132,861.29
a) derived from affiliated undertakings	1729	0.00	0.00
b) other interest and similar income	1731	465,562.90	2,132,861.29
12. Share of profit or loss of undertakings accounted for under the equity method	1663	0.00	0.00
13. Value adjustments in respect of financial assets and of investments held as current assets	1665	0.00	-110,205,790.00
14. Interest payable and similar expenses	1627	-488,177.45	-2,741,550.61
a) concerning affiliated undertakings	1629	-390,058.57	-806,808.58
b) other interest and similar expenses	1631	-98,118.88	-1,934,742.03
15. Tax on profit or loss	1635	0.00	0.00
16. Profit or loss after taxation	1667	-6,079,570.39	-102,950,042.08
17. Other taxes not shown under items 1 to 16	1637	-186,697.73	-312,457.21
18. Profit or loss for the financial year	1669	-6,266,268.12	-103,262,499.29

Corporación América Airports S.A.

Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

1 General Information

Corporación América Airports S.A. (formerly A.C.I. Airports International S.à r.l., hereinafter the “Company”) was incorporated on December 14, 2012 and is organised under the laws of Luxembourg as a « Société Anonyme » for an unlimited period.

The Company is registered with the Trade and Companies Register of Luxembourg with the number B174140 and has its registered office established at 4, Rue de la Grève, L-1643 Luxembourg.

The Company’s financial year starts on January 1 and ends on December 31 of each year.

The purpose of the Company is the acquisition, the management, the enhancement and the disposal of participations in whichever form in domestic and foreign companies. The Company may also contract loans and grant all kinds of support, loans, advances and guarantees to companies, in which it has a direct or indirect participation or which are members of the same group.

It may open branches in Luxembourg and abroad.

Furthermore, the Company may acquire and dispose of all other securities by way of subscription, purchase, exchange, sale or otherwise. It may also acquire, enhance and dispose of patents and licenses, as well as rights deriving therefrom or supplementing them.

In addition, the Company may acquire, manage, enhance and dispose of real estate located in Luxembourg or abroad.

In general, the Company may carry out all commercial, industrial and financial operations, whether in the area of securities or of real estate, likely to enhance or to supplement the above-mentioned purposes.

In accordance with the legal provisions in Title II of the Law of December 19, 2002, these annual accounts were presented on a non-consolidated basis for the approval of the Shareholders during the Annual General Meeting.

The Company also prepares consolidated financial statements, which are published according to the provisions of the Luxembourg Law.

The Company and its subsidiaries are included in the consolidated accounts of Corporación América International S.à r.l. with a registered office located at 4, Rue de la Grève, L-1643. The consolidated financial statements of Corporación América International S.à r.l. are deposited with the register of commerce and companies and published according to the provisions of the Luxembourg law.

Corporación América Airports S.A.

Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

2 Summary of significant accounting policies

2.1 Basis of presentation

The annual accounts have been prepared in accordance with Luxembourg legal and regulatory requirements on a going concern basis and under the historical cost convention.

In accordance with the articles 35, 47 and 66 of the amended Law of December 19, 2002, the Board of Directors decided to draw up a balance sheet, a profit and loss account and notes on an abridged form.

Accounting policies and valuation rules are, besides the ones laid down by the amended Law of December 19, 2002, determined and applied by the Board of Directors.

The preparation of annual accounts requires the use of certain critical accounting estimates. It also requires the Board of Directors to exercise its judgement in the process of applying the accounting policies. Changes in assumptions may have a significant impact on the annual accounts in the period in which the assumptions changed. Management believes that the underlying assumptions are appropriate and that the annual accounts therefore present the financial position and its results fairly.

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities in the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The books and records are maintained in United States Dollar (hereinafter "USD") and the annual accounts have been prepared in accordance with the valuation rules and accounting policies described below.

2.2 Accounting policies and valuation rules

2.2.1 Foreign currency translation

Transactions expressed in currencies other than USD are translated into USD at the exchange rate effective at the time of the transaction.

Formation expenses, long term assets and liabilities expressed in currencies other than USD are translated into USD at the exchange rate effective at the time of the transaction. At the balance sheet date, these items remain translated at historical exchange rates.

Cash at bank is translated at the exchange rate effective at the balance sheet date. Exchange losses and gains are recorded in the profit and loss account of the financial year.

Other assets and liabilities are valued individually at the lower and the higher respectively, of their value at the historical exchange rate or their value determined at the exchange rates prevailing at the balance sheet date. Realised exchange gains and losses are recorded in the profit and loss account at the moment of their realisation. Only unrealised exchange losses are recorded in the profit and loss account.

Where there is an economic link between an asset and a liability, these are valued in total according to the method described above and the net unrealised losses are recorded in the profit and loss account and the net unrealised exchange gains are not recognised.

Corporación América Airports S.A.
Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

2 Summary of significant accounting policies (continued)

2.2 Accounting policies and valuation rules (continued)

2.2.2 Intangible assets

Intangible assets are valued at purchase price including the expenses incidental thereto.

The value of intangible assets with limited useful economic lives is reduced by value adjustments calculated over their estimated useful economic lives.

The depreciation rates and methods used are as follows:

	Depreciation rate	Method
Software	20 %	Straight-line

Where the Company considers that an intangible asset has suffered a durable depreciation in value, an additional write-down is recorded to reflect this loss. These value adjustments are not continued if the reason for which the value adjustments were made have ceased to apply.

2.2.3 Tangible assets

Tangible assets are valued at purchase price including the expenses incidental thereto.

The value of tangible assets with limited useful economic lives is reduced by value adjustments calculated over their estimated useful economic lives.

Depreciation rates and methods used are as follows:

	Depreciation rate	Method
Furniture and Fixtures	10 %	Straight-line
Leasehold improvements	Term of the lease	Straight-line

Where the Company considers that a tangible asset has suffered a durable depreciation in value, an additional write-down is recorded to reflect this loss. These value adjustments are not continued if the reason for which the value adjustments were made ceased to apply.

2.2.4 Cash at bank and in hand

Cash at bank and in hand mainly comprise cash at bank. Assets recorded in cash at bank and in hand are carried at historical cost.

Corporación América Airports S.A.

Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

2 Summary of significant accounting policies (continued)

2.2 Accounting policies and valuation rules (continued)

2.2.5 Financial assets

Financial assets are valued in the accounts at purchase price/nominal value (loans and claims) including the expenses incidental thereto.

In case the Board of Directors deems that there is a durable depreciation in value of the financial assets, value adjustments are booked, so that they are valued at the lower figure to be attributed to them at the balance sheet date. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

2.2.6 Debtors

Debtors are valued at their nominal value. They are subject to value adjustments where their recovery is doubtful. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

2.2.7 Prepayments

This asset item includes expenditures incurred during the financial year but relating to a subsequent financial year.

2.2.8 Provisions

Provisions are intended to cover losses or debts, the nature of which is clearly defined and which, at the date of balance sheet, are either likely to be incurred or certain to be incurred but uncertain as to the amount or the date on which these will arise.

Provisions may also be created to cover charges which originate in the financial year under review or in a previous financial year, the nature of which is clearly defined and which at the date of the balance sheet are either likely to be incurred or certain to be incurred but uncertain as to the amount or the date on which these will arise.

At the balance sheet date, a provision shall represent the best estimate of the expenses likely to be incurred or, in the case of a liability, of the amount required to meet that liability.

Current tax provisions

Provisions for taxation corresponding to the tax liability estimated by the Company for the financial years are recorded under the caption "Other creditors". Advance payments are shown in the assets of the balance sheet under the "Debtors" item.

2.2.9 Creditors

Creditors are recorded at their reimbursement value. Where the amount repayable on account is greater than the amount received, the difference is recorded in the profit and loss account.

Corporación América Airports S.A.
Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

3 Intangible assets

The movements for the financial year are as follows:

	Software USD	Total USD
Gross book value - opening balance	864.59	864.59
Additions for the financial year	-	-
(Disposals for the financial year)	-	-
Transfers for the financial year	-	-
Gross book value - closing balance	864.59	864.59
(Accumulated value adjustments - opening balance)	(172.69)	(172.69)
Amortization for the financial year	(172.91)	(172.91)
Disposals for the financial year	-	-
Transfers for the financial year	-	-
(Accumulated value adjustments - closing balance)	(345.60)	(345.60)
Net book value - opening balance as at 01/01/2019	691.90	691.90
Net book value - closing balance as at 31/12/2019	518.99	518.99

The Intangible assets of the Company are composed of Microsoft Software licences for an amount of USD 518.99, as of December 31, 2019 (2018: 691.9).

4 Tangible assets

The movements for the financial year are as follows:

	Furniture and Fixtures USD	Leasehold improvements USD	Total USD
Gross book value - opening balance	30,287.83	7,825.99	38,113.82
Additions for the financial year	-	13,211.41	13,211.41
(Disposals for the financial year)	-	-	-
Transfers for the financial year	-	-	-
Gross book value - closing balance	30,287.83	21,037.40	51,325.23
(Accumulated value adjustments - opening balance)	(2,853.57)	(2,608.51)	(5,462.08)
Depreciation for the financial year	(3,028.78)	(9,214.54)	(12,243.32)
Disposals for the financial year	-	-	-
Transfers for the financial year	-	-	-
(Accumulated value adjustments - closing balance)	(5,882.35)	(11,823.05)	(17,705.40)
Net book value - opening balance as at 01/01/2019	27,434.26	5,217.48	32,651.74
Net book value - closing balance as at 31/12/2019	24,405.48	9,214.35	33,619.83

Corporación América Airports S.A.
Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

5 Financial assets

The movements for the financial year are as follows:

	Affiliated undertakings Shares	Total
	USD	USD
Gross book value - opening balance	2,482,800,155.17	2,482,800,155.17
Additions for the financial year	37,751,108.25	37,751,108.25
(Distribution of cash contributions for the financial year)	(26,652,365.79)	(26,652,365.79)
Transfers for the financial year	-	-
Gross book value - closing balance	2,493,898,897.63	2,493,898,897.63
(Accumulated value adjustments - opening balance)	(480,080,026.15)	(480,080,026.15)
(Allocations for the financial year)	-	-
Reversals for the financial year	-	-
Transfers for the financial year	-	-
(Accumulated value adjustments - closing balance)	(480,080,026.15)	(480,080,026.15)
Net book value - opening balance as at 01/01/2019	2,002,720,129.02	2,002,720,129.02
Net book value - closing balance as at 31/12/2019	2,013,818,871.48	2,013,818,871.48

The contributions during the financial year 2019 were as follows:

- Aeropuertos Andinos del Perú S.A.: USD 3,274,131.00
- Inframerica Concessionaria do Aeroporto de São Gonçalo do Amarante S.A.: USD 5,376,856.28
- Inframérica Participações S.A.: USD 28,799,120.97
- A.C.I. Airports Italia S.A.U.: USD 30,000.00
- Yokelet S.L.U.: USD 30,000.00
- ACI do Brasil S.A.: USD 241,000.00

Moreover, during the financial year, the Company received a distribution of reserves from Corporación Aeroportuaria S.A. for a total amount of USD 152,365.79; and from A.C.I. Airports Italia S.A.U. for an amount of USD 26,500,000.00.

Corporación América Airports S.A.
Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

5 Financial assets (continued)

Undertakings in which the Company holds at least 20% of the share capital or in which it is a general partner are as follows:

Name of undertaking (legal form)	Registered Office	Ownership %	Last balance sheet date	Curr.	Total equity attributable to owners of the parent	Profit or (loss) for the last financial year	Booked Value of investment USD
Corporación Aeroportuaria S.A. (1)	Argentina	99.98%	31/12/2019	ARS	2,884,096,856.00	475,955,379.00	42,022,502.22
Yokelet S.L.U.	Spain	100.00%	31/12/2019	USD	3,088,429.57	(209,500.17)	846,114.57
ACI Airport Sudamérica, S.A.	Spain	100.00%	31/12/2019	USD	15,256,518.07	8,385,294.08	195,711,741.78
Aeropuertos Andinos del Perú S.A.	Peru	50.00%	31/12/2019	PEN	52,474,000.00	(26,192,000.00)	17,237,233.00
A.C.I. Airports Italia S.A.U.	Spain	100.00%	31/12/2019	EUR	83,280,551.28	324,450.55	86,658,861.36
Inframérica Participações S.A.	Brazil	99.97%	31/12/2019	BRL	(59,613,589.48)	(202,229,108.27)	142,443,019.80
Inframérica Concessionária do Aeroporto de São Gonçalo do Amarante S.A.	Brazil	99.98%	31/12/2019	BRL	(104,700,012.62)	(219,092,199.42)	21,640,670.89
Caminos Viales S.A.	Uruguay	100.00%	31/12/2019	UYU	100,566.00	(40,367.00)	12,607.00
American International Airports LLC	United States of America	100.00%	31/12/2019	USD	655,941,000.00	96,526,971.00	1,506,867,400.18
ACI Do Brasil S.A.	Brazil	99.999%	31/12/2019	BRL	974,016.50	(459,379.79)	378,572.68
Corpoandino S.A.	Peru	50.00%	31/12/2019	PEN	(728,805.00)	(729,805.00)	148.00
						TOTAL	2,013,818,871.48

(1) This company was merged with Casa Aeroportuaria S.A. on June 30, 2019.

The currency of the capital is translated as follows:

- "RL" is the ISO ("International Organisation for Standardization") abbreviation referring to the "Brazilian Real".
- "PEN" is the ISO abbreviation referring to the "Peruvian Sol".
- "ARS" is the ISO abbreviation referring to the "Pesos Argentinos".
- "EUR" is the ISO abbreviation referring to "Euros".
- "UYU" is the ISO abbreviation referring to the "Pesos Uruguayos".

The Board of Directors is of the opinion that the fair value of each investment is above the book value and hence has not booked any impairment.

6 Debtors

Debtors are composed of:

	Due within one year	Total	Total
	USD	31/12/2019 USD	31/12/2018 USD
Amounts owed by affiliated undertakings	20,935.60	20,935.60	3,597,674.60
Other debtors	60,545.61	60,545.61	10,677.48
Total	81,481.21	81,481.21	3,608,352.08

The loans granted in 2018 to Aeropuertos Andinos del Perú S.A. were fully canceled during 2019.

Corporación América Airports S.A.

Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

7 Investments

The movements for the financial year are as follows:

	US Treasury Bills	Total
	USD	USD
Gross book value - opening balance	17,788,298.16	17,788,298.16
Additions for the financial year	5,976,336.67	5,976,336.67
(Disposals for the financial year)	(23,764,634.83)	(23,764,634.83)
Transfers for the financial year	-	-
Gross book value - closing balance	-	-
(Accumulated value adjustments - opening balance)	-	-
Amortization for the financial year	-	-
Disposals for the financial year	-	-
Transfers for the financial year	-	-
(Accumulated value adjustments - closing balance)	-	-
Net book value - opening balance as at 01/01/2019	17,788,298.16	17,788,298.16
Net book value - closing balance as at 31/12/2019	-	-

8 Own shares

As at December 31, 2019 and 2018 the Company does not hold any of its own shares.

9 Capital and reserves

9.1 Subscribed capital

The subscribed capital amounts to USD 160,022,262.00 and is divided into 160,022,262 shares fully paid up to USD 160,022,262.00 with a nominal value of USD 1.00.

The authorized capital of the Company is set at USD 225,000,000.00 represented by a maximum of 225,000,000.00 shares having a nominal value of USD 1.00 each.

9.2 Share premium account

The share premium account amounts to USD 180,485,991.01 at December 31, 2019 (2018: 180,485,991.01).

9.3 Legal reserve

The Company is required to allocate a minimum of 5% of its annual net income to a legal reserve, until this reserve equals 10% of the subscribed share capital. This reserve may not be distributed.

Corporación América Airports S.A.
Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

9 Capital and reserves (continued)

9.4 Other reserves

9.4.1 Other available reserves

As of December 31, 2019, the available amount on the free distributable reserve is USD 385,055,190.84 (2018: USD 385,055,190.84).

9.4.2 Other non available reserves

As of December 31, 2019, the total amount of the non-distributable reserve is USD 1,351,882,500.00 (2018: USD 1,351,882,500.00).

9.5 Movements in the reserves and profit or loss items

Movements in the reserves and profit or loss items during the financial year are as follows:

	Legal reserve USD	Other reserves USD	Profit brought forward USD	Profit for the Financial Year USD
Opening balance as at 01/01/2019	176,141.48	1,736,937,690.84	31,031,839.80	(103,262,499.29)
Movements for the financial year:				
Allocation of previous year's				
- loss	-	-	(103,262,499.29)	103,262,499.29
- Loss for the financial year	-	-	-	(6,266,268.12)
Closing balance as at 31/12/2019	176,141.48	1,736,937,690.84	(72,230,659.49)	(6,266,268.12)

10 Creditors

Amounts due and payable for the amounts shown under "Creditors" are as follows:

	Within one year USD	Total 31/12/2019 USD	Total 31/12/2018 USD
Amounts owed to affiliated undertakings	14,000,683.77	14,000,683.77	18,309,574.78
Trade creditors	1,333,050.83	1,333,050.83	1,922,850.58
Other creditors	27,426.53	27,426.53	144,131.58
Total	15,361,161.13	15,361,161.13	20,376,556.94

Corporación América Airports S.A.

Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

10 Creditors (continued)

Amounts owed to affiliated undertakings include the following:

- A loan granted by ACI Airport Sudamérica S.A. for an outstanding amount of USD 13,512,656.55 (2018: USD 15,173,547.60) due in June 30, 2020 renewable every 6 months. The interest rate applicable is 2.2%. The accrued interest for the year were USD 333,855.47 (2018: USD 640,879.48).
- A loan granted by ACI Airport Sudamérica S.A. for an outstanding amount of USD 3,136,027.18 as of December 31, 2018. This loan was fully repaid during 2019. The accrued interest for the year were USD 56,203.10 (2018: USD 119,490.75).

11 Gross profit or loss

Gross loss is detailed as follows:

	2019	2018
	USD	USD
5. Raw materials and consumables and other external expenses		
a) Raw materials and consumables	18,329.44	53,534.35
b) Other external expenses (See Note 12)	5,252,947.05	6,648,574.91
Total	5,271,276.49	6,702,109.26

12 Other external expenses

Other external expenses are presented as follows:

	2019	2018
	USD	USD
Audit and accounting fees	1,029,364.54	2,344,363.77
Legal fees	587,136.44	1,030,348.29
Other external charges	3,636,446.07	3,273,862.85
Total	5,252,947.05	6,648,574.91

The items under "other external charges" are mainly related to Travel Expenses, Insurance, and other professional fees.

13 Staff

The Company had an average of three (2018: two) employee during the financial year.

14 Tax expenses

The Company is subject to all taxes applicable to Luxembourg commercial companies.

Corporación América Airports S.A.

Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

15 Advances and loans granted to the members of the management and supervisory bodies

During the financial year, no loan or advance was granted to members of the Board of Directors or other administrative bodies.

16 Off balance sheet financial commitments

On December 14, 2018 the Company signed a Guarantee letter with Zurich Brazil for BRL 224 million, in order to accomplish the insurance policy required for the Brazilian Concession Agreements.

On April 10, 2019, Aeropuertos Andinos del Perú S.A. ("AAP") entered into a loan agreement as borrower with VolcomCapital Deuda Perú II Fondo de Inversión (administered and managed by VolcomCapital Administradora General de Fondos S.A.) ("Volcom") in the amount of USD 10,5 million. Andino Investment Holdings S.A.A. and the Company as shareholders of AAP were established as joint and several guarantors of AAP for the obligations that could be generated by virtue of the loan agreement. For this purpose, the Company issued an irrevocable first demand guarantee letter in the amount of USD 5,25 million in favor of Volcom.

On April 12, 2019, the Company issued guarantees in favour of AAP for concession contract fulfilment and works to be performed with two standby letters of credit of the Company with Citibank for a total amount of USD 2,25 and USD 0,5 respectively.

On June 5, 2019, ICAB entered into a loan with Banco Votorantim S.A. - Bahamas Branch for an amount of USD 8.9 million due in June 2020. This loan is secured with a guarantee signed by Banco Votorantim S.A. Brazil with ICAB ("Contrato de Prestação de Garantia"). This guarantee agreement, dated June 14, 2019, is secured by a guarantee letter issued by the Company for a total amount of USD 8.9 million or its equivalent in Brazilian Real which shall not be lower than RL 36 million plus interest. Future payments of the loan are protected from the exposure to USD exchange rate fluctuation with a cash flow swap derivative with Banco Votorantim S.A. from Brazil that denominates future payments in Brazilian Real for a total amount of RL 36 million.

17 Subsequent events

Effects of Covid-19 on operations

At December 31, 2019, a limited number of cases of an unknown virus had been reported to the World Health Organization. There was no explicit evidence of human-to-human transmission at that date. Travel had not been affected mainly in the regions generally served by the Company, Latin America, Europe and the United States. In January and February 2020, the virus (known as Covid-19 or "Coronavirus") spread to other parts of the world, mainly certain countries in Europe such as France, Germany and Italy.

Given the scale of the virus spread, in March 2020, several governments around the world, including Latin American governments, rapidly implemented drastic measures to contain the spread, including but not limited the closing of borders and prohibition of travel to and from certain parts of the world for a time period, generally between 30 days and 45 days.

Depending on how the situation evolves, governments may impose tougher measures including the extension of the travel bans for longer periods. In addition, concerns about the Coronavirus are negatively impacting travel demand (and therefore the Company's business) generally.

Corporación América Airports S.A.

Société Anonyme

Notes to the annual accounts
for the financial year ended December 31, 2019

17 Subsequent events (continued)

In this context, the Company has formed a crisis committee composed of the CEO and operating CEOs of each subsidiary to assess its operations, including potential reductions in operating costs while maintaining quality and safety standards. The Company is also in conversations with the relevant regulatory agencies and aviation and transportation authorities in each of its countries of operations to review mitigation measures, as it navigates this unprecedented environment. The Company has also further enhanced safety and hygiene protocols across its airports to protect the well-being of passengers and personnel.

As a result of the above and considering that the COVID-19 pandemic is complex and rapidly evolving, the full extent to which the Coronavirus will impact the Company's business, results of operations, financial position and liquidity is unknown. The Company is closely monitoring the situation and taking all measures necessary to preserve human life and the Company's business together with taking several steps to further strengthen the financial position and maintaining financial liquidity and flexibility.

There are no other subsequent events that could significantly affect the Company's financial position as of December 31, 2019.