

CONSTRUCTORA CONCRETO S. A.

REPORTS THAT:

Having completed the administrative action initiated by the Colombian Superintendency of Industry and Commerce (SIC) on May 24, 2018, to investigate whether during the preliminary investigation for unfair restrictive practices in the tender process of the Bogotá – Girardot Third Lane Highway, there could have been an omission to comply with requests for information, its orders or instructions made by said entity, the SIC has issued Resolution Number 27305 of July 10, 2019, stating that Constructora Concreto would have breached instructions and obstructed an administrative action. As a result, the entity has imposed a fine on the company for the amount of 26,085 Minimum Legal Monthly Salaries (SMLMV, for its acronym in Spanish), as well as filing the action against Juan Luis Aristizábal Vélez and other Company employees.

Upon notification from the entity, Constructora Concreto will make use of the legal possibility to dispute the decision and its content before the Superintendency of Industry and Commerce by means of an appeal, since there are objections to the procedure carried out and its conclusion, as well as to the disproportionate amount of the fine.

It is important to clarify that the administrative act has not been enforced and the sanction is not firm until the appeal to be filed is decided, so the payment of the sanction will be required only at that time. Once the decision has been executed, the company will assess whether actions must be brought before the Administrative Contentious Jurisdiction.

On the other hand, this administrative process is independent of the administrative investigation carried out by the Superintendency of Industry and Commerce for alleged collusion, against the five (5) bidders who participated in the tender, a process that is progressing properly and in which, recently, the probationary stage began. Constructora Concreto will collaborate with everything that is required to clarify the facts in this investigation, which we hope will conclude favorably and demonstrate our transparent and legitimate action in the tender. This will allow us to complete the financial closure and comply with the construction program of the following functional units.

Finally, the work to expand the Bogotá – Girardot corridor is being carried out in accordance with the provisions of the contract, and Functional Unit 8 (FU8), which corresponds to the first contractual construction milestone, between the municipalities of Soacha and Sibaté, has already been delivered to satisfaction, where the concessionaire invested approximately COP \$ 90,000 million.