

ASUR (BUY, PT2021 \$295.00)

January 7, 2021

Flash: Gradual recovery continues in December passengers

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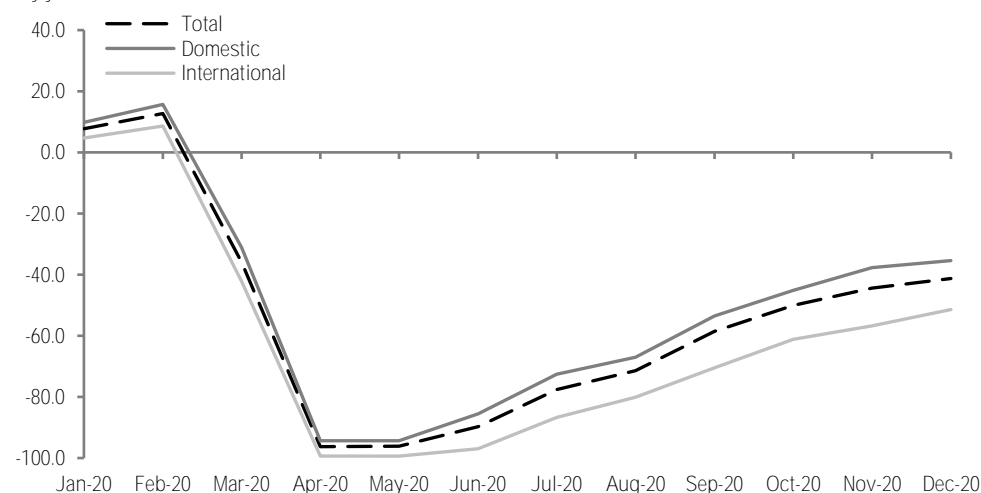
Asur published its total passenger traffic for December with a 41.2% y/y decline, considering the 9 airports it operates in Mexico, the Luis Muñoz Marín International Airport in San Juan, Puerto Rico (LMM) and the 6 airports in Colombia (Airplan). This is a result of the impact of the pandemic on passenger demand, although it should be noted that there was a positive sequential advance of 19.9%. International traffic showed the largest fall, being 51.4% y/y, followed by a reduction in domestic traffic of 35.4%. The group noted that total passengers at the 9 airports operated in Mexico shrank by 37.4% annually, slightly better than our estimate of a drop of more than 40.0%. In total, the Cancun airport — 75.3% of total passengers at the 9 airports operated in Mexico — had a 36.0% dip. On the other hand, Asur presented an inter-annual decline in the total number of passengers at the LMM Airport of 45.2%, and finally, passengers in Colombia (Airplan) registered a 48.4% decrease y/y.

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Neutral implication: Asur's December passenger traffic continued to improve sequentially, with passengers from Mexico showing slightly better than expected. Thus, the group registered a 54.0% decrease in total passengers in 2020. We expect a sequential improvement at the beginning of 2021, although it will certainly depend on the evolution of the pandemic. In the meantime, the company is focused on reducing costs and preserving liquidity, and has a solid financial balance. We anticipate that this year the company will record a significant recovery in its results, given a better performance in the estimated passenger demand.

Asur – Passenger traffic – Last 12 months
% y/y



Source: Asur, Banorte.

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Document for distribution among public

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History of PT and Ratings

Stock	Date	Rating	PT
ASUR	10/22/2020	Buy	\$295.00
ASUR	04/23/2020	Under Review	Under Review
ASUR	10/23/2019	Hold	\$341.00

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