

ASUR (HOLD, PT \$403.00)

Flash: February affected by more restrictive measures for travelers

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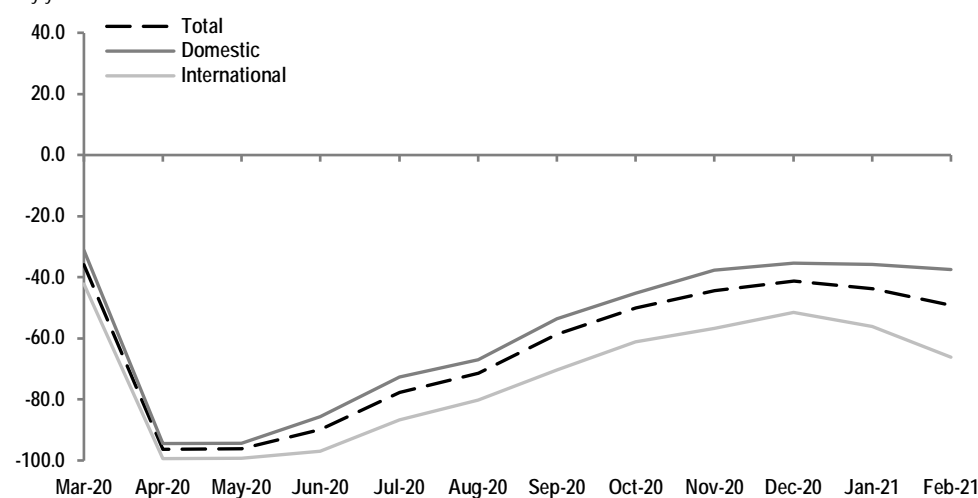
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Asur released the total passenger traffic for February with a 49.2% y/y decrease, including the 9 airports it operates in Mexico, the Luis Muñoz Marín International Airport in San Juan, Puerto Rico (LMM) and the 6 airports in Colombia (Airplan). The company noted that severe business and leisure travel recessions stemming from the pandemic impacted the month's figures. In particular, more restrictive measures on air travelers from both the US and Canada were reflected in a larger year-over-year decline than in previous months on the international side, which contracted 66.2% y/y, while domestic passengers declined 37.5%. Traffic at the 9 airports it operates in Mexico fell 53.4% annually, higher than our estimate of a ~45.0% decline. In total, Cancun airport -75.5% of the total passengers of the 9 airports it operates in Mexico- registered a 52.8% contraction. On the other hand, Asur recorded a 39.3% y/y drop in total passengers at LMM Airport, and finally, passengers in Colombia (Airplan) showed a 44.7% y/y reduction.

Negative implication: Asur's February passenger traffic showed a higher year-over-year decline than in January, mainly due to the lower performance of Mexico traffic, which was below expectations. We will be closely monitoring the passenger demand evolution in light of the aforementioned restrictive measures, as Asur is the group with more exposure to the international side of the market. Therefore, although we expect the company to record significant results growth this year, this will depend on the speed of the sector's recovery, tied to the COVID-19 vaccination process.

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	02/24/2021	Hold	\$403.00
ASUR	10/22/2020	Buy	\$295.00
ASUR	04/23/2020	Under Review	Under Review

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