

Mexico City, July 28, 2020

GMéxico Transportes, S.A.B. de C.V. (“GMXT” – BMV: GMXT*)

Faced with the serious situation caused by the COVID-19 pandemic, GMXT has continued to operate the railroad service, the priority being the implementation of necessary protocols to protect its employees and customers. Despite the crisis faced during the second quarter, GMXT was able to maintain a sound balance sheet, with positive cash generation and comparable results to the same period of 2019.

EBITDA.– During 2Q20, EBITDA totaled P\$4.47 billion, with a 40.5% margin—a 20% decrease compared to 2Q19. In the period up to June 2020, EBITDA totaled P\$10.05 billion with a 43.6% margin—a 3% decrease, due to the volume contraction resulting from the shutdown, reduced traffic in some of our segments and donations, caused by the situation that the world is facing because of the COVID-19 pandemic.

Revenues.– During 2Q20, revenues decreased 9.3% vs. 2Q19, totaling P\$11.03 billion. Transported volumes were 10.2% lower than in 2Q19 in tons-km. The Chemicals and Agriculture segments partially mitigated the volume reduction. In accrued terms, we managed to maintain the income from 1H20 in line with 1H19, while transported volumes decreased by 2.3%.

Net Profit.– It contracted by 30.4% totaling P\$1.08 billion.

Investments 2020.– In response to the pandemic that we are facing in Mexico and the world, GMXT reiterates its commitment to continue investing in infrastructure, having a positive impact on the Mexican supply chains. Thus, on April 21, the Management Board reviewed the 2020 investment plan confirming it at \$371.7 million dollars for expansion and efficiency projects that enable us to continue to grow and improve the service, as well as to keep enhancing our productivity indicators.

(Million of pesos)	Second Quarter		Variation		January – June		Variation	
	2020	2019	\$	%	2020	2019	\$	%
Load Volume(Million Tons./Km)	15,127	16,849	(1,722)	(10.2)	31,183	31,904	(721)	(2.3)
Moved Cars	391,778	482,568	(90,790)	(18.8)	859,073	937,099	(78,026)	(8.3)
Revenues	11,035	12,173	(1,138)	(9.3)	23,065	23,072	(7)	(0.0)
Cost of sales	5,570	6,179	(609)	(9.9)	11,382	12,197	(815)	(6.7)
Operating income	2,672	3,680	(1,008)	(27.4)	6,490	6,255	235	3.8
Operating margin (%)	24.2%	30.2%	- 600 Bps		28.1%	27.1%	+ 100 Bps	
EBITDA	\$ 4,474	\$ 5,592	\$ (1,118)	(20.0)	\$ 10,051	\$ 10,360	\$ (309)	(3.0)
EBITDA margin (%)	40.5%	45.9%	- 540 Bps		43.6%	44.9%	- 130 Bps	
Net income	\$ 1,087	\$ 1,561	\$ (474)	(30.4)	\$ 3,008	\$ 2,918	\$ 90	3.1
Profit margin (%)	9.9%	12.8%	- 290 Bps		13.0%	12.6%	+ 40 Bps	

COVID-19. – Committed to our clients, to Mexico, and to our operations in the US, GMXT will continue to make extraordinary efforts to keep the railroad transportation service in operation, the priority being the health of our employees and the communities where we operate.

The **COVID-19** pandemic has forced us to implement hygiene and sanitation measures to ensure the continuity of our operations, safeguarding our employees' health. This has increased 2Q20 operating expenses by MXN\$96 million. In addition, GMXT has made donations totaling MXN\$292 million in medical material for hospitals, and to support the most vulnerable communities in view of the pandemic.

Volumes transported. – During 2Q20, volumes decreased 10.2% in tons-km and 18.8% in cars hauled. This was due to the decline in cargo mainly from the Automotive and Industrial segments, with decreases of 72% and 39% in tons-km, respectively.

Growth of the Agriculture Segment. – The segment showed accrued growth in the second quarter of 18% in revenues, 4% in tons-km, and 5% in cars, due to higher carousel imports and a larger market share of local crops and ports.

Growth of the Chemicals and Fertilizers Segment. – Accrued up to the second quarter, the segment shows an increase of 15% in revenues, 1% in Tons-Km, and 0% in cars, as the **COVID-19** pandemic benefited the demand of some chemical industries.

Growth of the Energy Segment. – The segment showed accrued growth in the second quarter of 7% in revenues, as a consequence of a hike in import volumes that partially countered the decreased demand due to **COVID-19**.

Results by Segment

Contribution by segment in terms of revenues, tons-km net, and cars hauled up to June 30, 2020:

Segment	Second Quarter								
	Income			Carloads			Net Tons - Km		
	2020	2019	Var.	2020	2019	Var.	2020	2019	Var.
Agricultural	\$ 3,574	\$ 3,225	11%	80,744	79,326	2%	6,188	6,326	-2%
Minerals	\$ 1,416	\$ 1,333	6%	49,257	50,117	-2%	2,581	2,659	-3%
Intermodal	\$ 1,367	\$ 1,675	-18%	144,885	184,836	-22%	1,588	1,818	-13%
Chemicals	\$ 981	\$ 939	5%	18,962	21,037	-10%	1,244	1,346	-8%
Energy	\$ 909	\$ 815	12%	18,423	23,026	-20%	1,038	1,097	-5%
Industrials	\$ 820	\$ 1,004	-18%	27,109	38,607	-30%	471	766	-39%
Metals	\$ 498	\$ 575	-13%	16,583	19,969	-17%	977	1,205	-19%
Cement	\$ 475	\$ 534	-11%	24,766	26,952	-8%	849	948	-10%
Automotive	\$ 342	\$ 1,340	-74%	11,049	38,698	-71%	191	684	-72%
Total	\$ 10,383	\$ 11,440	-9%	391,778	482,568	-19%	15,127	16,849	-10%

Others	\$ 652	\$ 732	-11%
--------	--------	--------	------

Total as of June 30, 2020	\$ 11,035	\$ 12,173	-9%
----------------------------------	------------------	------------------	------------

Segment	YTD								
	Income			Carloads			Net Tons - Km		
	2020	2019	Var.	2020	2019	Var.	2020	2019	Var.
Agricultural	\$ 6,710	\$ 5,700	18%	153,128	146,242	5%	11,716	11,214	4%
Intermodal	\$ 3,062	\$ 3,210	-5%	330,549	359,642	-8%	3,422	3,372	1%
Minerals	\$ 2,867	\$ 2,709	6%	101,866	102,412	-1%	5,510	5,450	1%
Chemicals	\$ 2,031	\$ 1,762	15%	40,993	41,075	0%	2,626	2,610	1%
Energy	\$ 1,776	\$ 1,661	7%	39,384	50,782	-22%	2,085	2,250	-7%
Industrials	\$ 1,724	\$ 1,862	-7%	58,630	71,529	-18%	1,057	1,508	-30%
Automotive	\$ 1,550	\$ 2,512	-38%	45,425	74,248	-39%	771	1,302	-41%
Metals	\$ 1,099	\$ 1,100	0%	36,864	39,643	-7%	2,190	2,400	-9%
Cement	\$ 1,053	\$ 1,033	2%	52,234	51,526	1%	1,807	1,798	0%
Total	\$ 21,873	\$ 21,550	1%	859,073	937,099	-8%	31,183	31,904	-2%

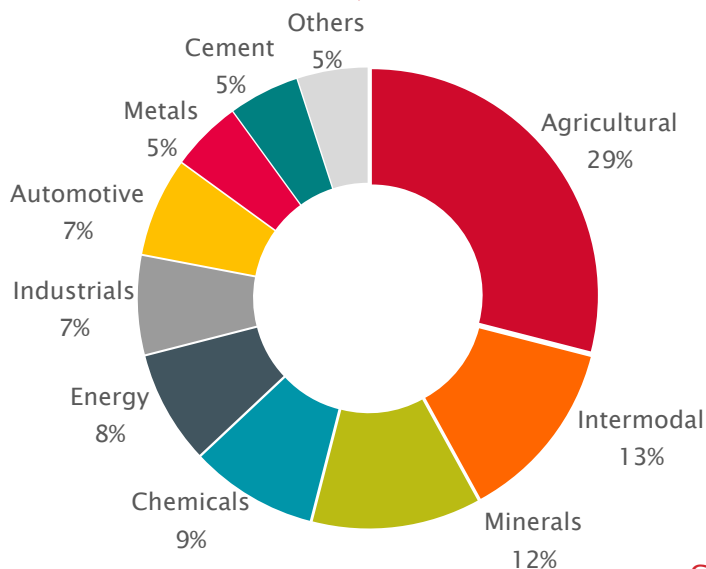
Others	\$ 1,192	\$ 1,522	-22%
--------	----------	----------	------

Total as of June 30, 2020	\$ 23,065	\$ 23,072	0%
----------------------------------	------------------	------------------	-----------

Note: Revenues and Tons-Km figures stated in millions

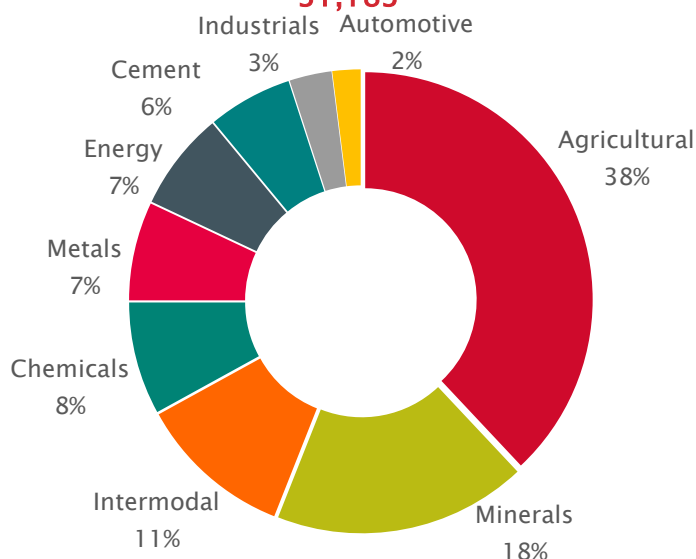
Revenues per Segment

P\$23,065



Tons-Km Net

31,183



Important Productivity Improvements. – During 2020, GMXT will continue to increase its productivity results through new operating efficiency plans and its ongoing assessment. We have proven our capacity for ongoing improvement in indicators through constant efforts, even in rather unfavorable situations.

This translated into **our Efficiency indicators showing improvements in 2Q20** vs. 2Q19, due to the implementation of various actions to optimize our Master Service Plan. This has enabled us to continue improving our service indicators and optimizing the use of our assets.

During 2Q20, **average train length** remained at levels of 1,790 meters and **gross tons per train** increased 2.9% to 6,243 tons per train. We managed to reduce **dwell time in terminals** by 18.9% and **train speed** increased 2.2% over 2Q19 levels, reaching 39.19 km/hr; thus, **car velocity** rose 14.2%. These improvements considerably benefit our service and enable us to continue improving in productivity, as they allow us to transport greater loads with fewer trains, reducing by 16.0% the number of crews' trips, as well as the number of cars in our fleet.

Dividend.– Given the cash flow generation, on July 21, 2020, the Management Board approved a cash dividend of **\$0.30 pesos** per outstanding share, to be paid in a single installment on August 24, 2020. This translates into an annualized yield of 4.9%.

Buybacks.– Trusting fully in Grupo Mexico Transportes' sustained growth, during the 2Q20 25.5 million shares were bought back at a price of P\$22.47.

Conference call to discuss the results of the Second Quarter of 2020

GMéxico Transportes, S.A.B. de C.V. (“GMXT” -BMV: GMXT*) will hold its conference call to comment on the results for the second quarter of 2020 with the financial community on July 29, 2020 at 11:00 am (Mexico City time). A Q&A session for analysts and investors shall follow the call.

To participate, please dial in 15 minutes before the start of the conference call:

(844) 868-5860 (Participants from the US and Canada)
(215) 372-9505 (participants outside the US)
800-9269157 (From Mexico)

Confirmation code: **1672909**

During the conference call, please enter the live presentation through Webex using the link below:

<https://ferromex.webex.com/meet/gmxt.ereports>

A repetition of the call shall be available 2 hours after the end of the call and until August 12, 2020. Afterwards, a transcription of the call shall be made available via Grupo México’s website.

(855) 859-2056 (participants from the US)
(404) 537-3406 (Participants from outside the US)

Confirmation code: **1672909**

Investor Relations

Genaro Guerrero
Grupo México Transportes
Bosque de los Ciruelos 99,
Bosques de las Lomas,
Mexico City, Mexico, 11700.
(52) 55 5246-37-00
E-mail: contacto@gmxt.mx
website: www.gmxt.mx

**GMÉXICO TRANSPORTES, S.A.B. DE C.V. (GMXT)
CONDENSED FINANCIAL STATEMENTS (IFRS)**

(In million of Mexican Pesos)

	Quarter				Accumulated			
	2Q 20	2Q 19	Variance		2020	2019	Variance	
STATEMENT OF INCOME								
Revenues	11,035	12,173	(1,138)	(9)%	23,065	23,072	(7)	(0)%
Operating Cost	5,570	6,179	(609)	(10)%	11,382	12,197	(815)	(7)%
Marginal contribution	5,465	5,994	(529)	(9)%	11,683	10,875	808	7%
Gross margin	49.5%	49.2%			50.7%	47.1%		
Administrative expenses	775	431	344	80%	1,233	900	333	37%
Employee profit sharing	224	220	4	2%	460	437	23	5%
Other revenues	(8)	(24)	16	(67)%	(61)	(60)	(1)	2%
EBITDA	4,474	5,592	(1,118)	(20)%	10,051	10,360	(309)	(3)%
Depreciation and amortization	1,802	1,687	115	7%	3,561	3,343	218	7%
Operating profit	2,672	3,680	(1,008)	(27)%	6,490	6,255	235	4%
Operating margin	24.2%	30.2%			28.1%	27.1%		
Interest expenses	638	668	(30)	(4)%	1,252	1,324	(72)	(5)%
Interest earned	(30)	(35)	5	(14)%	(70)	(72)	2	(3)%
Exchange loss – net	135	(14)	149	0%	(26)	(19)	(7)	37%
Equity in net income in associated companies	11	63	(52)	(83)%	6	83	(77)	(93)%
Income before taxes	1,918	2,998	(1,080)	(36)%	5,328	4,939	389	8%
Income Tax	464	957	(493)	(52)%	1,457	1,083	374	35%
Net income	1,454	2,041	(587)	(29)%	3,871	3,856	15	0%
Noncontrolling interest	(367)	(480)	113	(24)%	(863)	(938)	75	(8)%
Net income attributed to controlling interest	1,087	1,561	(474)	(30)%	3,008	2,918	90	3%
BALANCE SHEET								
Cash and cash equivalents	4,747	2,545	2,202	87%	4,747	2,545	2,202	87%
Accounts receivable	6,508	6,732	(224)	(3)%	6,508	6,732	(224)	(3)%
Inventories	1,242	1,100	142	13%	1,242	1,100	142	13%
Prepaid expenses and other accounts receivable	2,259	2,451	(192)	(8)%	2,259	2,451	(192)	(8)%
Total Current Assets	14,756	12,828	1,928	15%	14,756	12,828	1,928	15%
Property, machinery, equipment and concessions – Net	101,371	91,985	9,386	10%	101,371	91,985	9,386	10%
Goodwill	4,749	4,087	662	16%	4,749	4,087	662	16%
Other assets	1,241	1,325	(84)	(6)%	1,241	1,325	(84)	(6)%
Total Assets	122,117	110,225	11,892	11%	122,117	110,225	11,892	11%
Liabilities and Stockholders' Equity								
Current portion of long – term debt	1,629	106	1,523	1,437%	1,629	106	1,523	1,437%
Accrued expenses	9,056	7,730	1,326	17%	9,056	7,730	1,326	17%
Total current liabilities	10,685	7,836	2,849	36%	10,685	7,836	2,849	36%
Long – term debt	26,712	28,063	(1,351)	(5)%	26,712	28,063	(1,351)	(5)%
Long – term accrued expenses	17,603	15,351	2,252	15%	17,603	15,351	2,252	15%
Employee retirement obligations	256	192	64	33%	256	192	64	33%
Total liabilities	55,256	51,442	3,814	7%	55,256	51,442	3,814	7%
Capital stock	633	633	–	0%	633	633	–	0%
Other comprehensive income	15,900	9,773	6,127	63%	15,900	9,773	6,127	63%
Retained earnings	41,879	40,046	1,833	5%	41,879	40,046	1,833	5%
Total stockholders' equity	58,412	50,452	7,960	16%	58,412	50,452	7,960	16%
Non – controlling interest	8,449	8,331	118	1%	8,449	8,331	118	1%
Total Liabilities and Stockholders' Equity	122,117	110,225	11,892	11%	122,117	110,225	11,892	11%
STATEMENTS OF CASH FLOWS								
Income before taxes	1,918	2,998	(1,080)	(36)%	5,328	4,939	389	8%
Depreciation and amortization	1,802	1,687	115	7%	3,561	3,343	218	7%
Equity in net income of associated company	11	63	(52)	(83)%	6	83	(77)	(93)%
Others – Net	666	821	(155)	(19)%	1,224	1,465	(241)	(16)%
Changes in assets and liabilities	(331)	(1,776)	1,445	(81)%	(2,197)	(3,151)	954	(30)%
Net cash provided by operating activities	4,066	3,793	273	7%	7,922	6,679	1,243	19%
Acquisition of property and equipment	(1,412)	(1,576)	164	(10)%	(2,356)	(3,049)	693	(23)%
Dividends received	9	6	3	50%	9	12	(3)	(25)%
Others – Net	40	44	(4)	(9)%	107	87	20	23%
Net cash used in investing activities	(1,363)	(1,526)	163	(11)%	(2,240)	(2,950)	710	(24)%
Amortization of bank loan	(27)	(22)	(5)	23%	(48)	(126)	78	(62)%
Dividends paid	(987)	(1,579)	592	(37)%	(2,552)	(3,415)	863	(25)%
Others – Net	(1,357)	(762)	(595)	78%	(2,172)	(1,314)	(858)	65%
Net cash used in financing activities	(2,371)	(2,363)	(8)	0%	(4,772)	(4,855)	83	(2)%
Increase (decrease) in cash	332	(96)	428	0%	910	(1,126)	2,036	0%
Cash at beginning of the period	4,415	2,641	1,774	67%	3,837	3,671	166	5%
Cash at the end of the period	4,747	2,545	2,202	87%	4,747	2,545	2,202	87%