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FISCAL AUDITOR REPORT

Dear Shareholders
Corporación de Ferias y Exposiciones S.A. Usuario Operador de Zona Franca y subordinada:

Opinion

I have audited the consolidated financial statements of Corporación de Ferias y Exposiciones S.A. Usuario Operador de Zona Franca y subordinada, which include the consolidated statement of financial position as of December 31, 2020 and the consolidated statements of income and other comprehensive income, changes in equity and cash flows for the year ended in that date and their respective notes, which include significant accounting policies and other explanatory information.

In my opinion, the aforementioned consolidated financial statements, prepared in accordance with information faithfully taken from the books and attached to this report, present reasonably, in all aspects of material importance, the consolidated financial position of the Corporation and subordinate to 31 December 2020, the consolidated results of its operations and its consolidated cash flows for the year that ended on that date, in accordance with Accounting and Financial Information Standards accepted in Colombia, applied uniformly with the previous year.

Basis for opinion

I performed my audit in accordance with the International Auditing Standards accepted in Colombia (NIAs). My responsibilities under these standards are described in the section "Statutory Auditor's Responsibilities in Relation to the Audit of the Consolidated Financial Statements" of my report. I am independent with respect to the Corporation and the subordinate, in accordance with the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants (IESBA Code - International Ethics Standards Board for Accountants) included in the Information Assurance Standards accepted in Colombia along with the ethical requirements that are relevant to my audit of the consolidated financial statements established in Colombia and I have fulfilled my other ethical responsibilities in accordance with these requirements and the aforementioned IESBA Code. I believe that the audit evidence I have obtained is sufficient and appropriate to support my opinion.

Emphasis paragraph

I draw attention to note 1 to the consolidated financial statements, which indicates that the losses for the year as of December 31, 2020 reduce the equity of Subordinada Corferias Inversiones S.A.S. less than 50% of the subscribed capital, for which the Subordinate would be in cause of dissolution, as established in article 34 of Law 1258 of 2008; However, in accordance with the provisions of paragraph 3 of article 15 of Decree 560 of 2020 and article 16 of Decree 772 of 2020, this cause as well as the time to enervate it, are



temporarily suspended until April 16 2022. My opinion remains unchanged in relation to this matter.

Other issues

The consolidated financial statements as of and for the year ended December 31, 2019 are presented exclusively for comparison purposes, they were audited by me and in my report dated March 25, 2020, I expressed an unqualified opinion thereon.

Responsibility of the administration and those charged with the corporate governance of the Corporation and its subordinate in relation to the consolidated financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Accounting and Financial Reporting Standards accepted in Colombia. This responsibility includes designing, implementing, and maintaining the internal control that the administration considers necessary to allow the preparation of consolidated financial statements free of errors of material importance, whether due to fraud or error; select and apply the appropriate accounting policies, as well as establish reasonable accounting estimates in the circumstances.

In preparing the consolidated financial statements, management is responsible for evaluating the ability of the Corporation and the subordinate to continue as a going concern, to disclose, as applicable, matters related to the continuity of the same and of use the going concern accounting basis unless the administration intends to liquidate the Corporation or subordinate or cease its operations, or there is no other more realistic alternative than to proceed in one of these ways.

Those in charge of Corporate Governance are responsible for supervising the financial information reporting process of the Corporation and its subordinate.

Responsibilities of the Fiscal Auditor in relation to the Audit of the Consolidated Financial Statements

My objectives are to obtain reasonable assurance as to whether the consolidated financial statements, considered as a whole, are free from material misstatements, whether due to fraud or error, and to issue an audit report that includes my opinion. Reasonable assurance means a high level of assurance, but it is not a guarantee that an audit conducted in accordance with ISAs will always detect a material error, where one exists. Errors may arise due to fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users, taken based on these consolidated financial statements.

As part of an audit conducted in accordance with NIAs, I exercise professional judgment and maintain professional skepticism during the audit. Also:

- I identify and evaluate the risks of material error in the consolidated financial statements, whether due to fraud or error, design and perform audit procedures in

response to these risks and obtain audit evidence that is sufficient and appropriate to support my opinion. The risk of not detecting a material error resulting from fraud is greater than that arising from error, because fraud may involve collusion, falsification, intentional omissions, misrepresentations, or override of internal control.

- I obtain an understanding of internal control relevant to the audit with the objective of designing audit procedures that are appropriate in the circumstances.
- I evaluate the appropriateness of the accounting policies used and the reasonableness of the accounting estimates and related disclosures made by management.
- I conclude on the appropriateness of management's use of the going concern assumption and, based on the audit evidence obtained, on whether there is a material uncertainty related to events or conditions that may indicate significant doubts about the ability to do business Corferias and the subordinate to continue as a going concern. If I conclude that there is a material uncertainty, I must call attention in my report to the disclosure that describes this situation in the consolidated financial statements or, if this disclosure is inappropriate, I must modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my report. However, future events or conditions may cause the Corporation and the subordinate to stop operating as a going concern.
- I evaluate the overall presentation, structure, and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements present the underlying transactions and events to achieve a fair presentation.
- I obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision, and performance of the Group's audit. I remain solely responsible for my audit opinion.

I communicate to those charged with governance of the Corporation and the subordinate, among other matters, the planned scope and opportunity for the audit, as well as significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Diego Alejandro Corredor Ortiz
Fiscal Auditor of Corporación de Ferias y
Exposiciones S.A. Usuario Operador de Zona Franca
T.P. 199078 - T
Member of KPMG S.A.S. - March 2, 2021

CORPORACIÓN DE FERIAS Y EXPOSICIONES S.A. USUARIO OPERADOR DE ZONA FRANCA Y SUBORDINADA
Consolidated Statement of Financial Position
(Figures expressed in thousands of colombian pesos)

ASSETS	Notes	december 31st, 2020	december 31st, 2019
Current Asset			
Cash and cash equivalent	9	\$ 17.490.960	26.528.451
Investments in joint ventures	10	-	-
Accounts receivable	11 and 39	6.914.513	28.592.548
Current tax asset	12	334.526	1.518.890
Inventories	13	998.143	1.185.600
Other financial assets	14	1.152.982	271.489
Other non-financial assets		<u>26.891.124</u>	<u>58.096.978</u>
Total current assets			
Non-current asset			
Investments in other financial assets	15	9.264.723	15.047.992
Investments in associates	16	75.440.966	78.081.702
Intangibles	17	12.789.012	14.818.369
Properties and equipment	18	489.732.163	492.224.272
Investment properties	19	78.666.868	270.852.910
Deferred tax assets		324.669	124.129
Total non-current assets		<u>666.218.401</u>	<u>871.149.374</u>
Total assets		\$ <u>693.109.525</u>	<u>929.246.352</u>
LIABILITY			
Current liability			
Financial obligations	20	7.700.347	16.956.656
Accounts payable	21 and 39	12.181.480	49.689.636
Current tax liability	22	227.212	-
Anticipated incomes	23	15.949.669	10.227.781
Total current liabilities		<u>36.058.708</u>	<u>76.874.073</u>
Non-current liability			
Financial obligations	20	142.979.973	100.686.901
Employee benefits	25	1.872.848	2.198.931
Provisions	26	5.735.850	5.582.435
Contractual liability	24	184.832	192.075.645
Deferred tax liabilities, net		38.579.896	34.596.292
Total non-current liabilities		<u>189.353.399</u>	<u>335.140.204</u>
Total liabilities		\$ <u>225.412.107</u>	<u>412.014.277</u>
WEALTH			
Subscribed and paid capital	27	1.673.920	1.673.920
Paid-in shares		43.451.721	43.451.721
Reserves	28	142.210.054	111.915.850
Retained earnings		328.909.463	328.909.463
Other equity interests - ORI	29	(4.807.429)	986.917
Annual Balance		(43.740.311)	30.294.204
Total wealth		\$ <u>467.697.418</u>	<u>517.232.075</u>
Total liabilities and wealth		\$ <u>693.109.525</u>	<u>929.246.352</u>

See the notes that are an integral part of the consolidated financial statements.

Andrés López Valderrama
CEO

Juan Carlos Sánchez
Public Accountant
T.P. 102419 - T

Diego Alejandro Corredor Ortiz
Fiscal Auditor
Corporación de Ferias y Exposiciones S.A.
Usuario Operador de Zona Franca
T.P. 199078 - T
Member of KPMG S.A.S.
(See my report of March 2nd, 2021)

CORPORACIÓN DE FERIAS Y EXPOSICIONES S.A. USUARIO OPERADOR DE ZONA FRANCA Y SUBORDINADA
Income Statements and Other Consolidated Comprehensive Incomes
(Figures expressed in thousands of colombian pesos)

	<u>Note</u>	<u>december 31st, 2020</u>	<u>december 31st, 2019</u>
Income from ordinary activities	30	\$ 18.982.919	196.971.647
Administrative expenses	32 and 39	43.792.003	62.944.131
Selling expenses	31 and 39	17.263.867	96.224.104
Impairment of accounts receivable	11	2.089.652	1.592.094
Accounts receivable impairment recovery	11	663.810	719.435
Other income	33	23.260.808	3.484.353
Selling costs		445.211	3.388.057
Other expenses	34	1.297.932	7.546.192
Profit from operational activities		<u>(21.981.128)</u>	<u>29.480.857</u>
Financial income	35	2.286.616	2.534.370
Financial expenses	36	16.039.914	9.400.020
(Losses) Profit from the equity method	37	(2.640.736)	6.117.889
Profit before tax		<u>(38.375.162)</u>	<u>28.733.096</u>
(Recovery) income tax expense	38	5.365.149	(1.561.108)
Annual Balance		<u>(43.740.311)</u>	<u>30.294.204</u>
Other Comprehensive Income		(5.794.346)	(88.783)
Profit for the period and other total comprehensive income		\$ <u>(49.534.657)</u>	<u>30.205.421</u>

See the notes that are an integral part of the consolidated financial statements.

Andrés López Valderrama
R CEO

Juan Carlos Sánchez
Public Accountant
T.P. 102419 - T

Diego Alejandro Corredor Ortiz
Fiscal Auditor
Corporación de Ferias y Exposiciones S.A.
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CORPORACIÓN DE FERIAS Y EXPOSICIONES S. A. USUARIO OPERADOR DE ZONA FRANCA
Consolidated Statement of Changes in Equity
(Figures expressed in thousands of colombian pesos)

<u>Note</u>	<u>Subscribed and paid capital</u>	<u>Additional paid-in capital</u>	<u>Reserves</u>	<u>Retained earnings</u>	<u>Other equity interests</u>	<u>Annual balance</u>	<u>Total wealth</u>
Years ended December 31st, 2020 and 2019:							
Initial as of January 1st, 2019	\$ 1.673.920	43.451.721	98.641.172	328.909.463	1.075.700	26.548.965	500.300.941
Dividends declared in cash of \$ 79,35 per share, on 167,287,797 shares subscribed and paid; payable in April and October 2019	-	-	-	-	-	(13.274.287)	(13.274.287)
Appropriation of legal and occasional reserve	-	-	13.274.678	-	-	(13.274.678)	-
Equity instruments at fair value	-	-	-	-	(88.783)	-	(88.783)
Annual Balance	-	-	-	-	-	30.294.204	30.294.204
Balance as of December 31st, 2019	\$ 1.673.920	43.451.721	111.915.850	328.909.463	986.917	30.294.204	517.232.075
Initial as of January 1st, 2020	\$ 1.673.920	43.451.721	111.915.850	328.909.463	986.917	30.294.204	517.232.075
Appropriation of legal and occasional reserve	-	-	30.294.204	-	-	(30.294.204)	-
Equity instruments at fair value	-	-	-	-	(5.794.346)	-	(5.794.346)
Annual Balance	-	-	-	-	-	(43.740.311)	(43.740.311)
Balance as of December 31st, 2020	\$ 1.673.920	43.451.721	142.210.054	328.909.463	(4.807.429)	(43.740.311)	467.697.418

See the notes that are an integral part of the consolidated financial statements.

Andrés López Valderrama
CEO

Juan Carlos Sánchez
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Usuario Operador de Zona Franca
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(See my report of March 2nd, 2021)

CORPORACIÓN DE FERIAS Y EXPOSICIONES S.A. USUARIO OPERADOR DE ZONA FRANCA Y SUBORDINADA

Consolidated Statement of Cash Flow

(Figures expressed in thousands of colombian pesos)

Years ended December 31st,	<u>Note</u>	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Annual Balance		\$ (43.740.311)	30.294.204
Adjustments to reconcile the annual balance with the net cash provided by operation activities			
Depreciations	18 and 32	7.385.331	7.408.609
Intangible amortizations	17 and 32	3.098.512	2.765.550
Impairment of accounts receivable	11	2.089.652	1.592.094
Accounts receivable impairment recovery	11	(663.810)	(719.435)
Loss on withdrawal of property and equipment, net	18 and 32	-	1.885.879
Recovery of accounts payable provision	33	(1.485.846)	(624.131)
Provision for contingencies	34	153.415	2.233.862
Equity method profit	37	2.640.736	(6.117.889)
Investment property valuation	19	(2.271.545)	-
Income tax	38	5.365.149	(1.561.108)
		<u>(27.428.717)</u>	<u>37.157.635</u>
Changes in assets and liabilities:			
Accounts receivable		19.044.190	(3.045.294)
Inventories		187.457	(607.945)
Other non-financial assets		(881.494)	852.806
Taxes, net		(170.508)	(6.956.690)
Accounts payable		(36.018.222)	8.108.696
Employee benefits		(326.083)	170.763
Anticipated income		5.720.503	(4.391.653)
Interest paid for financial obligations	20	(3.897.875)	(8.105.590)
Income tax payment		-	(1.294.024)
		<u>(43.770.749)</u>	<u>21.888.704</u>
CASH FLOWS FROM INVESTMENT ACTIVITIES			
Investments	15	(11.077)	444.668
Dividends received in cash from investments in other financial assets	33	1.208.003	2.184.478
Intangible purchases	17	(1.069.155)	(1.115.790)
Additions in investment properties	19	(12.440)	(19.434.678)
Purchase of property and equipment	18	(8.624.252)	(11.848.013)
Property and equipment written off for sale	18	3.731.030	-
		<u>(4.777.891)</u>	<u>(29.769.335)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Contractual liability	24	2.579.214	12.811.533
Financial obligations	20	36.934.638	23.834.037
Dividends paid in cash		(2.703)	(13.223.905)
		<u>39.511.149</u>	<u>23.421.665</u>
(DECREASE) NET INCREASE IN CASH AND CASH EQUIVALENTS		(9.037.491)	15.541.034
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		26.528.451	10.987.417
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		\$ <u>17.490.960</u>	<u>26.528.451</u>

See the notes that are an integral part of the consolidated financial statements.

Andrés López Valderrama
CEO

Juan Carlos Sánchez
Public Accountant
T.P. 102419 - T

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(See my report of March 2nd, 2021)

CORPORACIÓN DE FERIAS Y EXPOSICIONES S.A. USUARIO OPERADOR ZONA FRANCA
Y SUBORDINADA

Notes to the Consolidated Financial Statements
as December 31, 2020

(Figures expressed in thousands of colombian pesos)

1. Reporting entity

The Corporación de Ferias y Exposiciones S.A. Usuario Operador de Zona Franca (now the parent Company) is a public limited company incorporated by Public Deed No. 3640 of July 18, 1955, of the Second Notary (2nd) of Bogotá DC, with a duration until July 2099. The consolidated financial statements as December 31, 2019 includes the parent company and its subordinate. The corporate purpose of the Parent Company is to promote industrial and commercial development in the region, national and international level and to strengthen Colombia's ties of friendship and cooperation with friendly nations, to organize trade shows, national and international exhibitions of an industrial, commercial, agricultural or scientist inside or outside their facilities, at home or abroad; as well as promoting and organizing the participation of Colombia in trade shows and exhibitions held abroad, directly or through its subordinate.

The Parent Company is subordinate to the Bogotá Chamber of Commerce, which has a 79.74% participation in the share capital.

The consolidated financial statements include the Corporación de Ferias y Exposiciones S.A. Usuario Operador de Zona Franca and its subordinate Corferias Inversiones S.A.S.

Corporación de Ferias y Exposiciones S.A. Usuario Operador de Zona Franca user was declared Special Permanent Free Zone Operator User through Resolution No. 5425 of June 20, 2008. According to Public Deed No. 2931 of July 25, 2008 of Notary 48 of Bogotá DC, registered on 28 July 2008 under number 01231243 of book IX, the company changed its name from Corporación de Ferias y Exposiciones SA, to Corporación de Ferias y Exposiciones SA Usuario Operador de Zona Franca. Its main domicile is in the city of Bogotá at Carrera 37 N ° 24-67.

Corferias Inversiones S.A.S., it is a company incorporated by private document dated April 30, 2012; with an indefinite term duration, it began to develop economic activities in June 2012. Its economic activity is the performance of any lawful activity both in Colombia and abroad, that allow to facilitate or develop commerce or the industry of society. Currently, the activity that it carries out is the administration of the parking lots of the buildings called Torre parking, Avenida Américas and Green Parking. Likewise, it is the operator of the "Puerta de Oro" fairground in Barranquilla, where it organizes trade shows and exhibitions of a commercial and agricultural nature, events for the population and visitors to the Colombian Caribbean.

Corferias Inversiones S.A.S. It is in the city of Bogotá at Carrera 37 No. 24-67 and in Barranquilla at Calle 77B No. 57-103. The Corporación de Ferias y Exposiciones S.A. Usuario Operador de Zona Franca owns 100% of the stake in Corferias Inversiones S.A.S. Likewise, it could direct accounting, administrative and financial policies.

As of December 31, 2020, the Subordinate Corferias Inversiones S.A.S. presented losses for the year that reduce the net worth to less than 50% of the subscribed capital, for which the Subordinate would be in cause of dissolution, as established in article 34 of Law 1258 of 2008; However, in accordance with the provisions of paragraph 3 of article 15 of Decree 560 of 2020 and article 16 of Decree 772 of 2020, this cause as well as the time to enervate it, are temporarily suspended until April 16 of 2022.

These decrees were issued for the business sector to have additional legal mechanisms to facilitate and streamline business reorganization processes that allow the recovery of the labor, social, productive, and financial capacities of companies, in order to effectively deal with the crisis generated by COVID-19.

CORPORACIÓN DE FERIAS Y EXPOSICIONES S.A. USUARIO OPERADOR ZONA FRANCA
Y SUBORDINADA

Notes to the Consolidated Financial Statements

Below is the financial information of the subordinate company, for the years 2020 and 2019:

2020

Company	% Holding	Assets	Liabilities	Wealth	Utility
Corferias Inversiones S.A.S.	100%	\$ 9.205.700	12.525.401	(3.319.701)	(5.802.694)

2019

Company	% Holding	Assets	Liabilities	Wealth	Utility
Corferias Inversiones S.A.S.	100%	\$ 14.161.986	11.678.993	2.482.993	1.062.193

2. Basis of preparation

(a) Regulatory Technical Framework

The consolidated financial statements have been prepared in accordance with the Accounting and Financial Information Standards accepted in Colombia (NCIF), established in Law 1314 of 2009, regulated by the Sole Regulatory Decree 2420 of 2015 modified by Decrees 2496 of 2015, 2131 of 2016, 2170 of 2017, 2483 of 2018, 2270 of 2019 and 1432 of 2020. The NCIFs applicable in 2020 are based on the International Financial Reporting Standards (IFRS), together with their interpretations, issued by the International Standards Council Accounting (International Accounting Standards Board - IASB); The basic standards correspond to those officially translated into Spanish and issued by the IASB in the second half of 2018 and the incorporation of the amendment to IFRS 16 Leases: Rent Reductions related to Covid-19 issued in 2020.

For legal purposes in Colombia, the separate financial statements are the same main financial statements.

(b) Basis of measurement

The consolidated financial statements have been prepared based on historical cost apart from the following important items included in the statement of financial position:

- Financial instruments at fair value through profit or loss and other comprehensive income are measured at fair value.
- Investment properties are measured at fair value.
- In relation to employee benefits, defined benefit assets are recognized as the net total of plan assets, plus unrecognized past service costs, and unrecognized actuarial losses, less unrecognized actuarial gains, and the present value of the defined benefit obligation.

(c) Functional currency and presentation currency

The items included in the financial statements are expressed in the currency of the primary economic environment where the Entity operates (Colombian pesos).

The performance of the Parent and the subordinate is measured and reported to the public in Colombian pesos. Due to the foregoing, the administration considers that the Colombian peso is the currency that most faithfully represents the economic effects of the underlying transactions, events, and conditions, and for this reason, the consolidated financial statements are presented in Colombian pesos as its functional currency.

All the information is expressed in thousands of pesos and has been rounded to the nearest unit.

(d) Use of estimates and judgments.

The preparation of the consolidated financial statements in accordance with the Accounting and Financial Reporting Standards accepted in Colombia requires that management make judgments, estimates and assumptions that affect the application of accounting policies and the amounts of assets, liabilities, and contingent liabilities in the balance sheet date, as well as the income and expenses of the year. Actual results could differ from these estimates.

The relevant estimates and assumptions are regularly reviewed. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected.

Reason

Information at the reason in the application of accounting policies that have the most important effect in the consolidated financial statements is described in the following notes:

- Notes 4, literal e, numeral (i) and 11 - The evolution of changes in accounts receivable.
- Notes 4, literal g, and 23 - The estimation of provisions.

3. Regulations applicable as of January 1, 2020

In accordance with the provisions of Decree 2270 of 2019, the standards issued applicable as of January 1, 2020 and their impact on the Corporation's financial statements are listed below:

Conceptual framework for financial reporting - Amendments to references to the Conceptual Framework in IFRS standards.

A new conceptual framework is established for entities that apply Full IFRS (Group 1) for the preparation of general-purpose financial information.

In the amendments to the References to the Conceptual Framework in IFRS Standards, some of said references and citations are updated that form that they refer to the 2018 Conceptual Framework and other modifications are made to clarify which version of the Conceptual Framework is being referenced.

The modifications to the conceptual framework through Decree 2270 of 2019 do not generate an impact on the financial statements of the Parent and its subordinate, since the information presented already meets the criteria adopted in the new version, such as the factors considered for the presentation and disclosure of information, including reclassifications of income and expenses in other comprehensive income, as well as the recognition of assets and liabilities according to updated definitions.

IAS 19 - Employee benefits

Modifications are made related to post-employment benefits, defined benefit plans - plan modification, reduction, or liquidation.

The Regulation is effective for annual periods beginning on or after January 1, 2020. The amendment requires an entity to use updated actuarial assumptions to determine the current period's cost of services and the net interest for the remainder of the annual period on the one that is reported after the modification, reduction, or liquidation of the plan when the entity remeasures its liability (asset) for net defined benefits.

The application of this standard did not generate an impact on the financial statements of the Parent and its subordinate, since at the end of each annual period by an external entity the actuarial study

of the pension liability is carried out using a technical interest in accordance with current regulations; this to establish the present value of the retirement pension plan, as well as the estimate for the charge to results in the following annual period.

IAS 1 - Presentation of financial statements; IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors

The definition of materiality and relative importance is modified. The amendment consists of providing guidance to help entities make materiality or relative importance judgments, rather than making substantive changes to the definition of material or materiality. Consequently, in September 2017, the IASB issued Practice Document No. 2 "Making Judgments on Materiality or Relative Importance".

The application of this regulation did not generate impacts on the financial statements of the Parent and its subordinate, since the policy adopted on the presentation of general-purpose financial statements already includes disclosure criteria on the information that is considered may have effects on the decisions of the users of this.

IFRIC 23 - Uncertainty regarding income tax treatments

This interpretation clarifies the application of recognition and measurement requirements of IAS 12 when there is uncertainty about tax treatments.

These recognition and measurement requirements apply to the determination of tax profit or loss, tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty about the tax treatments under IAS 12.

The application of this interpretation had no impact on the financial statements of the Parent and its subordinate, because as of December 31, 2020, the Parent and its Subordinate do not have uncertainty scenarios in the application of the tax treatments applied to the amounts that give rise to current and deferred tax assets and liabilities. However, if the Parent and its Subordinate were to identify a fact with uncertain tax treatment, the different criteria of the tax administration or courts of that treatment will be identified, recording the valuations of these facts and will evaluate whether it should reveal the potential effect of the tax treatment. uncertainty as a tax-related contingency.

4. Significant accounting policies

The accounting policies established below have been consistently applied by the Parent and its subordinate to all periods, in the preparation of the consolidated financial statements in accordance with the Accounting and Financial Reporting Standards Accepted in Colombia (NCIF), unless otherwise stated.

(a) Basis of consolidation

(i) Subordinate

It is considered subordinate that over which the Parent directly or indirectly, through subsidiaries, exercises control. The Parent controls a subordinate when, due to its involvement in it, it is exposed, or has the right, to variable returns from its involvement in the participation and can influence such returns through the power it exercises over it. The Parent has the power when it has substantive rights in force that provide it with the ability to direct the relevant activities.

CORPORACIÓN DE FERIAS Y EXPOSICIONES S.A. USUARIO OPERADOR ZONA FRANCA
Y SUBORDINADA

Notes to the Consolidated Financial Statements

The Corporación de Ferias y Exposiciones S.A. Usuario Operador de Zona Franca consolidates the financial information of Corferias Inversiones S.A.S. over which it exercises control and 100% participation.

In compliance with the Accounting and Financial Information Standards Accepted in Colombia, the consolidation method applied is the equity method, where:

- They combine similar items of assets, liabilities, equity, income, expenses and cash flows of the Parent with that of its subordinate.
- They eliminate the carrying amount of the investment in their subsidiary according to the percentage of participation.
- They eliminate intra-group assets, liabilities, equity, income, expenses and cash flows related to transactions between group entities.

The Parent and its subordinate established the same accounting policies, in the recognition and measurement for transactions of the same class and nature.

The financial statements of the subsidiary used in the consolidation process correspond to the same period, and to the same presentation date, as those of the Parent.

Loss of control

When control over a subordinate is lost, the assets and liabilities of the subordinate, any related non-controlling interest and other components of equity will be derecognized. Any resulting gain or loss will be recognized in profit or loss. If any interest in the subordinate is retained, it will be measured at its fair value on the date on which control is lost.

(b) Transactions eliminated on consolidation.

Intercompany balances and transactions and any unrealized income or expenses arising from transactions between the Parent companies are eliminated during the preparation of the consolidated financial statements. Unrealized gains from transactions with companies whose investment is recognized according to the equity method are eliminated from the investment in proportion to the Parent's participation in the investment. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

(c) Investments in associates

Associated entities are those entities in which the Parent has significant influence, but not control or joint control, over financial and operating policies. One of the presumptions established by the standard indicates that there is significant influence when the Parent owns between 20% and 50% of the voting rights of another entity, however, significant influence should be reviewed.

The existence of significant influence by the Parent is usually evidenced through one or more of the following ways:

- a) Representation on the board of directors, or equivalent management body of the investee.
- b) Participation in policy-setting processes, including participation in decisions about dividends and other distributions.
- c) Transactions of relative importance between the Entity and the investee.
- d) Exchange of management personnel; or
- e) Provision of essential technical information.

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The Parent Company records investments in associated entities in the Autonomous Heritage International Convention Center of Bogotá (CICB), administered by Fiduciaria Bogotá.

The Parent Company recognizes investments in associated entities initially at cost and subsequently applying the equity method in the financial statements.

The participation on the associate in the results of the period after those of its acquisition, is recognized in results or directly in equity, depending on the origin of the transaction. When it is necessary to ensure its uniformity with the policies adopted by the Parent, the accounting policies of the associates are modified since these, accept the policies of the Parent and in turn those of the Bogota Chamber of Commerce, as Parent from Corferias.

(d) Foreign currency

Transactions in foreign currency

Transactions in foreign currency are converted into the respective functional currency of the Parent on the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the closing date are converted into the functional currency at the exchange rate of that date.

Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are converted into the functional currency at the exchange rate on the date on which the fair value was determined. Non-monetary items that are measured at historical cost in a foreign currency are not converted.

Gains or losses from conversion of foreign currency into monetary items is the difference between the book value of the functional currency at the beginning of the period, adjusted for interest and effective payments during the period, and the book value in foreign currency converted to the exchange rate at the end of the period.

Differences in foreign currency that arise during the conversion are generally recognized in results.

Closing rates used:

Country	31-dec-20	31-dec-19
Colombia	3.432,50	3.277,14

(e) Financial instruments

(i) Financial assets

Recognition, initial measurement, subsequent measurement, and classification

Financial assets are classified at amortized cost or at fair value based on:

- (a) The entity's business model for managing financial assets and
- (b) of the characteristics of the contractual cash flows of the financial asset.

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Financial assets at fair value

The initial fair value of a financial instrument will normally be the price of the transaction, that is, the fair value of the consideration delivered or received. The following financial assets are recognized at fair value: Cash and cash equivalents, investments in other financial assets and accounts receivable from clients.

Financial assets at fair value through profit or loss include financial assets not designated at the time they are classified as amortized cost.

The Parent Company presents investments in equity instruments, measured at fair value with changes in results and with changes in other comprehensive income, as detailed below.

Cash and cash equivalents

The cash and cash equivalents of the Parent and the subordinate is made up of cash balances and demand deposits with original maturities of 90 days or less, which are characterized by having great liquidity, are easily convertible into determined amounts of effective and being subject to an insignificant risk of changes in value. Cash and cash equivalents are used as a means of payment to settle liabilities acquired by the Parent and the subordinate.

Cash and cash equivalents can include:

- General box
- Minor savings banks in functional and foreign currency
- Current and savings bank accounts in functional and foreign currency
- Term Deposit Certificates (CDT), with a maximum term of 90 days
- Collective investment funds

Investments in joint ventures:

Investments in joint ventures are those in which the subordinate shares control over an economic activity, financial and operating policies whereby they require the unanimous consent of the parties that share control.

The existence of joint control by the subordinate will determine the type of joint agreement, usually in one of the following ways:

- Evaluate the rights and obligations in accordance with the structure and legal form of the agreement.
- Recognize and measure assets and liabilities in relation to their participation in the joint arrangement.
- Recognize and measure the income from ordinary activities and expenses in relation to their participation in the joint agreement.

The subordinate recognizes the investment in a joint venture initially at cost and subsequently applying the equity method in accordance with IAS 28 - Investment in Associates and Joint Ventures in the financial statements.

The participation in the joint venture in the results of the period after those of its acquisition, is recognized in results or directly in equity, depending on the origin of the transaction.

Investments in other financial assets

- **At fair value with effect on other comprehensive income:** The Parent Company records investments measured at fair value with effect on other comprehensive income based on the discounted dividend flow methodology and Gordon Shapiro, in the following entities: Alpopular Almacén General de Deposito S.A. and La Previsora S.A. Insurance company, respectively.

- **At cost less impairment:** The recognition of impairment and its reversal are recorded and reversed in the income statement. The Parent Company has investments measured at cost less impairment.

Participation in the Bucaramanga Fairs and Exhibitions Center uses this type of measurement, this in accordance with the provisions of IFRS 9, paragraph B5 2.3 and 2.4, which establishes that all investments in equity instruments must be measured at fair value. However, in specific circumstances, cost may be an adequate estimate of fair value. This may be the case if the recent available information is insufficient to measure said fair value and consequently cost represents the best estimate of fair value.

- **At fair value through profit or loss:** The measurement of investments listed on the Stock Exchange is based on the listed price of the share at the cut-off date. The Parent Company measures the investment held in Acerías Paz del Rio S.A. at the value quoted on the Colombian Stock Exchange at the end of each year.

Accounts receivable

Accounts receivable are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Initial recognition is for the value of the transaction, as is its subsequent measurement less any impairment. Accounts receivable that are classified as less than 365 days are not subject to amortized cost unless the effect of the discount is significant; those over one year old, as they are totally impaired, are not subject to amortized cost.

Impairment of accounts receivable from customers

The Parent and its subordinate analyze the following events that correspond to objective evidence that losses are expected from the account receivable, based on an expected loss model for the next twelve (12) months:

1. The deterioration of solvency.
2. High probability of bankruptcy.
3. The disappearance of an active market.
4. Breach of contract.
5. Significant financial difficulties.
6. Bad debt.

The Parent and its subordinate estimated the expected percentage (%) of loss as follows:

Type of account receivable	Expiration	Impairment percentage
Accounts receivable from clients	0 - 90 days	0%
	91 - 150 days	10%
	151 - 365 days	Greater than 4 SMMLV: 70% Under 4 SMMLV: 90%
	More than 365 days	100%

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Accounts receivable with state entities that have a budget availability certificate will not be subject to an estimate of impairment since said certificate guarantees the payment of the account receivable.

Financial Assets at amortized cost

Financial assets are measured, initially and subsequently, at amortized cost using the effective interest method and net of any impairment loss. Parent and subordinate records in this category, the long-term accounts receivable to employees, which are measured at amortized cost due to the payment conditions agreed with the employees.

Derecognition of a Financial Asset

A financial asset (or, if applicable, part of a financial asset or a part of a similar Financial Asset group) is derecognized when:

- The contractual rights expire on the active cash flows.
- The contractual rights are transferred on the active cash flows or the assumption of a liability to pay to a third party all its estimated cash flows without significant delays, by a Transfer Agreement.
- That have been transferred all risks and rewards incidental to the asset ownership, and
- That have been retained all risks and rewards incidental to the asset ownership but does not retain control over this financial asset.

Financial Liabilities

Initial and Subsequent Measurement

Financial liabilities of the parent and subordinate are recognized initially and subsequently by the value of the transaction; for long-term liabilities, their measurement is the amortized cost. Interests are calculated using the effective interest method, differences of exchange are recorded on the financial results. Inside the Financial Liabilities category appears the financial obligations, accounts payable and anticipated incomes.

Financial obligations

Corresponds to the obligations incurred in the parent and the subordinate to obtain the financing of projects. The financial obligations are recognized when receiving the loan.

Accounts Payable

Parent and Subordinate recognize the rights of payment to third parties (accounts payable) as a financial liability of creditor's nature, based on: a credit goods purchasing, and other obligations to third parties.

Anticipated Incomes

These are incurred in the Parent and the Subordinate by money received in advance from clients for their participation in fairs.

Settlement of Liabilities

Related to financial liabilities, these are settled if the responsibility has been extinguished, this could happen when:

- It is downloaded (liability paid)
- It has been canceled (Debt cancellation)

- Rights expired (option that exceeded the expiration date)

(f) Non-financial Assets

The non-financial assets of parent and subordinate are those where is expected to receive a service instead of any financial or equity instrument. Parent and Subordinate classifies as non-financial assets: inventory, other non-financial assets, intangibles, properties and equipment, investment properties.

Properties and Equipment

Recognition, initial measurement, and classification

Properties and Equipment shall be understood for the Parent and Subordinate, all property elements and equipment acquired for an equal or higher cost of three (3) times the current legal monthly minimum wage per unit, or, of those that, due to their features/characteristics, need to the controlled. Also, the tangible assets that:

- Belongs for their use of production or supply of goods and services, for rent to third parties or administrative purposes; and
- Expected to last over a period cycle.

Properties and Equipment are recognized in accountings if, and only if, is probable that economic benefits in the future may apply to the parent and the subordinate, and the cost of the element could be determined reliably.

Initial recognition of Properties and Equipment is the cost that includes:

- Acquisition cost, including import duties and non-recoverable indirect taxes excluding trade discounts and rebates.
- Costs related to setting the asset in place and capable conditions of operating in the manner intended by management.
- initial estimate of any cost involved in dismantling and removing the asset or restoring the physical site where it is located.

When other items of property and equipment (important components of immovable property) have different lifespans, they are registered as separated items.

Profits and losses resulting from the sale of any property and equipment is recognized as net in results.

Subsequent Measurement

Following initial recognition, the parent and the subordinate applies the cost model to measure all properties and equipment.

Cost model requires that, after initial recognition, all properties and equipment must be valued at cost less accumulated depreciation and accumulated impairment losses.

Subsequent Costs

Book value of the replaced item is removed. Daily maintenance costs of properties and equipment are recognized in results when applicable.

Parent and Subordinate runs in additional costs related with their assets later to the capitalization of an item of Properties and Equipment. These costs are capitalized when corresponds to additions, in which is necessary to fulfil the following recognition criteria:

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- Increase capability of generating future economic income, or
- Increase expected lifespan.

Depreciation

Depreciation is calculated over the depreciable amount, corresponding to the asset cost less its residual value, the latter is calculated only for immovable goods.

Useful life starts at the acquisition date, which is when the asset is capable to operate in the manner intended by management, even though the asset is not placed into service.

The amount of depreciation is recognized in the results of operation using the straight-line method according to the estimated lifespans of the different categories of the Properties and Equipment, thus:

- Immovable Goods:

For this kind of goods, two representative components, materially important and with different lifespans, are determined.

- ✓ Component 1: Constructive chapters (civil work – technical installations and finishing) corresponding to a 22% of the building cost, with a maximum useful life of 30 years
- ✓ Component 2: Constructive Chapters (civil work – foundation and structure) corresponding to a 78% of the building cost, with a maximum useful life of 80 years.

These components were eliminated as the result of the analysis made by the external appraiser.

- Movable assets:

- ✓ Office Equipment: 10 years
- ✓ Computer and communication equipment: 5 years
- ✓ Fleet and Transport equipment: 10 years
- ✓ Machinery and equipment: 10 years

Components are determined according to the items that have a significant cost against the total cost of the good.

Parent and Subordinate checks the residual value, useful life and the depreciation of Properties and Equipment at the end of each financial year. Changes to the initially established criteria are recognized as a change in estimates.

Impairment loss

On each reporting date, the parent, and the subordinated checks the carrying value of their non-financial assets to determine any case of impairment. In case of impairment, it is performed an estimation of recoverable amount for the asset, the amounts recoverable are estimated on each balance sheet date.

Derecognition of Properties and Equipment

The carrying amounts for an item of Properties and Equipment Will be derecognized; by decision or when the future economic benefits are not the expected for their use.

Intangible Assets

Recognition, initial measurement, and Classification

The intangible assets of the Parent and the Subordinate are those non-monetary assets with no physical appearance and apparent to be identified individually, either to be separable or because comes from a legal or contractual right. In the initial measurement, the intangible assets recognized in cost.

An intangible asset is subject of recognition when:

- a) It is probable that the future economic benefits attributed flows to the parent and the subordinate.
- b) The cost of the asset can be reliably measured.

In addition, when meets the following features:

- a) **Identifiable:** It is separable, if capable of being separated or divided from the entity and sold, transferred, licensed, rented or exchanged, either individually or together with a related contract, identifiable asset or liability, regardless of whether the entity intends to do so; or arises from contractual or other legal rights, regardless of whether those rights are transferable or separable from the entity or from other rights and obligations, control over a resource and existence of future economic benefits.
- b) **Control:** An entity controls an asset if the entity has the power to obtain the future economic benefits flowing from the underlying resource and to restrict the access of others to those benefits.
- c) **Future Economic Benefits:** The future economic benefits flowing from an intangible asset may include revenue from the sale of products or services, cost savings, or other benefits resulting from the use of the asset by the Parent and the Subordinate.

Acquisition

The cost of a separately acquired intangible asset comprises:

- a) its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, and
- b) any directly attributable cost of preparing the asset for its intended use.

Subsequent measurement of Intangible Assets

The Cost Model is used for the subsequent measurement of intangible asset, that shall be carried at its cost less any accumulated amortization and any accumulated impairment losses.

Amortization

Amortization is recognized on results based on the straight-line depreciation during the estimated useful life of the intangible assets, from the date of availability for their use.

The estimated useful life for each current and comparative period is:

- Commercial Brands acquired 15-25 years
- Licenses-software 1-5 years

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The amortization and useful life methods are revised in each balance sheet date and adjusted if necessary.

Derecognition

An intangible asset will be derecognized:

- a) By its disposition; or
- b) When the future economic benefits are not the expected for their use or disposition.

Profits and losses from the derecognition of an intangible asset shall be determined as the difference between the net amount obtained on the disposal and the book value of the asset. It shall be recognized in profit or loss when the asset is derecognized.

Impairment of value

At each reporting date, the carrying amount of non-financial assets is reviewed to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the asset is estimated, and the recoverable amounts are estimated at each balance sheet date.

Investment properties

Investment properties are real estate held for the purpose of obtaining rental income and/or capital appreciation on the investment, but not for use in the production or supply of goods or services, or for administrative purposes.

For the measurement of investment properties in their initial recognition, it was carried out by the cost model (according to what is allowed in IAS 40.30). Cost includes expenses that are attributable to the acquisition or construction of investment properties.

The subsequent measurement of investment properties is by the fair value method, with changes in results.

Any gain or loss on the sale of an investment property (calculated as the difference between the consideration obtained from the disposal and the carrying value of the asset) is recognized in income.

Inventories

The inventories of the Matrix and subordinate companies are measured initially and subsequently at cost, Due they are high turnover items. The inventory valuation method is the weighted average cost and is calculated at the end of the period.

The cost of inventories includes all costs related to the acquisition and transformation of inventories for the realization of each Fair and the provision of food and beverage services, as well as other costs incurred to give them their current condition and location, including the cost of materials consumed and labor.

Trade discounts, rebates and other similar items are deducted in determining the acquisition price.

(g) Non-financial liabilities

The other non-financial liabilities of the Matrix and its subordinate are those of which a service is expected to be rendered instead of delivering a financial instrument or an equity instrument, which

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in their initial and subsequent recognition are measured by the value of the transaction. Non-financial liabilities include employee benefits, other provisions, other non-financial liabilities, and tax liabilities.

Employee Benefits

Defined benefit plans

The pension obligations at the Matrix represents the present value of all future outlays that the Matrix will have to pay to those employees who meet certain legal requirements regarding age, length of service and others. The present value of the Matrix's liability is determined annually based on actuarial studies.

The Matrix records the expense corresponding to these commitments in accordance with actuarial studies calculated using the projected unit credit method. Actuarial gains and losses emerge from experience and changes in the hypothesis are charged to profit and loss in the year in which they arise.

Past service costs corresponding to changes in benefits are recognized immediately in the income statement.

Termination benefits

Termination benefits are recognized as an expense when because of a decision by the Matrix and its subordinate to terminate an employment contract before the normal retirement age or when the employee agrees to voluntarily resign in exchange for such benefits.

Short-term employee benefits

Short-term employee benefits are recognized as an expense when the related service is rendered. These are expected to be settled within twelve months after the end of the reporting period.

Short-term employee benefits include the following: salaries, legal and extra-legal premiums, vacations, severance payments, life insurance and parafiscal contributions to state entities. Such benefits are accrued through the causation system charged to results and in the statement of financial position it is reflected in accounts payable.

Provisions

Provisions are recognized when the Matrix and its subordinate have a present obligation (legal or constructive) because of a past event, for which it is probable that the Matrix and its subordinate will be required to settle the obligation and a reliable estimate can be made of the value of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the date of the statement of financial position, considering the risks and uncertainties surrounding the obligation.

For litigation purposes, the Matrix will rely on the estimate of its experts who, in accordance with the need, will report the status and amount of the claims, specifying the probability of winning or losing the case.

The accounting treatment of provisions is illustrated below:

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Situation	Recognition	Disclosures
If you have a present obligation that is likely to require an outflow of resources	A provision is recognized for the full value of the obligation.	Disclosure of the provision is required.
Whether you have a possible obligation, or a present obligation, that may or may not require an outflow of resources	No provision is recognized.	Disclosure of contingent liabilities is required in the notes to the financial statements.
If you have a present obligation where the possibility of outflow of resources is considered remote.	No provision is recognized.	There is no requirement to disclose any information.

Contractual liabilities

The Matrix records contractual liabilities for the original value of the transaction plus a significant financing component because payment to the third party is through the delivery of goods sold in advance and with a term exceeding one year.

(h) Share capital.

Common shares are classified as equity. Incremental costs directly attributable to the issuance of common shares are recognized as a deduction from equity, net of any tax effect.

Capital management.

The capital of the Matrix is mainly invested in property and real estate, as the main corporate purpose is carried out through these.

The Matrix and its subordinate are capable of adequately managing available cash and its equivalents, establishing financing with suppliers, banks and other third parties with whom it has obligations. Likewise, the Matrix and its subordinate company have as their main objective to generate cash in advance from their customers by marketing fairs and events in advance.

There are no externally imposed capital requirements.

(i) Revenue recognition

The measurement of income from ordinary activities must be made at the fair value of the counterpart, received or to be received, derived from these. The amount of income from ordinary activities derived from a transaction is normally determined by agreement between the Corporation and the user of the service. The income measurement will be made taking into account the amount of any discount, bonus or commercial rebate that the Corporation may grant.

Recognition: They are recognized when all the following conditions are satisfied:

- a) The value of income can be reliably measured.
- b) It is probable that the future economic benefits associated with the transaction will be received by the Corporation; and
- c) The costs incurred or to be incurred with respect to the transaction can be measured reliably.

The Corporation recognizes income from contracts with clients based on a five-step model established in IFRS 15:

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Step 1. Identification of contracts with customers: A contract is defined as an agreement between two or more parties, which creates enforceable rights and obligations and establishes criteria that must be met for each contract. Contracts can be written, verbal, or implied through a company's customary business practices.

Step 2. Identification of performance obligations in the contract: A performance obligation is a promise to a customer for the transfer of a good or service to the latter.

Step 3. Determination of the transaction price: The transaction price is the amount of the payment to which the Entity expects to be entitled in exchange for the transfer of the goods or services promised to a client.

Step 4. Distribute the transaction price among the performance obligations; In a contract that has more than one performance obligation, the Entity distributes the transaction price among the performance obligations in amounts that represent the amount of consideration to which the Entity expects to be entitled in exchange for meeting each performance obligation.

Step 5. Revenue recognition when (or as) the Entity meets a performance obligation.

Provision of services

The Parent and its subordinate recognize their income when they transfer control over the goods or services to the client, based on the considerations established in the contracts with clients and carry out the following operations to develop their main activity:

Type of service	Nature and opportunity of performance obligations, including significant payment terms	Rates
Entertainment and Recreation - Trade Show Events	The Parent and Subordinate annually determine a trade show calendar, in which annual and biannual trade shows are held, which are marketed through the sale of stands, and related services, which are held through space leasing contracts, which are reserved, contracted, invoiced, and paid in advance. The commercialization stages start one year before the trade show. The performance obligation is fulfilled with the provision of the service, which is the celebration of the trade show and the delivery of the stand to the customer's satisfaction. With the start of the trade show, income from ordinary activities is recognized. There is no significant financing component, since the conditions of participation foresee the payment of the contract in full before the start of the trade show; in some cases, financing is granted in terms of a maximum of 90 days.	They are established by the Commercial Management of the Parent, according to the version of the trade show, based on the marketing analyzes, in conjunction with the Revenue area analyzing the trade shows with similar characteristics.
Real estate, business and rental activities - Non-trade show events	The Parent and Subordinate fulfill their performance obligations when they provide the services agreed with the client. Payment is in advance in most cases, except with state entities. The billing of the service is carried out in accordance with the conditions established	They are established by the Events Management of the Parent, evaluating variables such as: type of event,

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Type of service	Nature and opportunity of performance obligations, including significant payment terms	Rates
	in the contract, generally at the signing of the same an invoice is issued. In the month in which the service provision is executed (realization of the contracted event), the income is recognized in the result. There is no significant financing component, since the conditions of participation foresee the payment of the contract in full before the event starts; in some cases, financing is granted in terms of a maximum of 90 days.	schedule, and capacity; also considering market criteria.
Food and beverage service	<p>The Parent and Subordinate provide food and beverage services through table service modalities, such as the restaurant and bar and with cafeteria and fast-food services during the development of trade shows and events.</p> <p>Invoicing and income recognition is carried out at the time of the sale of the product, through the delivery of the food or drink since it constitutes a definitive exchange operation with the buyer.</p> <p>The contracts entered with clients do not have a significant financing component since payment for the sale is received in cash.</p>	Product prices are set according to the market. In the case of events as contracted with the client based on the required menu.
Parking administration	<p>Service provided by the Subordinate.</p> <p>The income for parking service is recognized at the time the service is rendered since it constitutes a definitive exchange operation with the client.</p> <p>This service does not have a significant financing component since the transaction payment is received in cash.</p>	According to prices depending on the market and the sector.

(j) Expense Recognition

The matrix and its subordinate record their costs and expenses, to the extent that economic events occur in such a way that they are systematically recorded in the corresponding accounting period (causation), independent of the flow of monetary or financial resources (cash).

An expense is recognized immediately when a disbursement does not generate future economic benefits or when it does not meet the requirements for recognition as an asset.

(k) Financial income and financial expenses

The financial income and financial expenses of the matrix and its subordinate include the following.

- Interest income.
- Interest expense.

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- Dividend income.
- Net gain or loss on financial assets recorded at fair value with changes in results.
- Gain or loss on translation of foreign currency financial assets and liabilities.

Dividend income is recognized in income on the date that the Matrix right to receive payment is established.

(I) Gain taxes

The tax expense or income comprises current and deferred income and supplementary tax.

Current and deferred taxes are recognized as income or expense and included in profit or loss, except when they relate to items in other comprehensive income or directly in equity, in which case, current or deferred tax is also recognized in other comprehensive income or directly in equity, respectively.

Current taxes

Current taxes are calculated based on tax laws enacted at the date of the statement of financial position. Management periodically evaluates the position assumed in tax returns with respect to situations in which tax laws are subject to interpretation and, if necessary, makes provisions for the amounts it expects to pay to the tax authorities.

To determine the provision for income and supplementary taxes, the Matrix, and the subordinate company Corferias Inversiones S.A.S. calculate them based on taxable income.

The effect of temporary differences implies the determination of a lower or higher tax in the current year, calculated at current rates, is recorded as a deferred tax asset or liability, as applicable, provided there is a reasonable expectation that such differences will be reversed.

In accordance with numeral 11 of article 191 of the Tax Statute, events, and convention centers in which most of the participants are Chambers of Commerce and those incorporated as industrial and commercial state enterprises or mixed economy companies in which the state capital participation exceeds 51%, provided they are duly authorized by the Ministry of Commerce, Industry and Tourism, no equity tax must be recorded.

As of 2014, declarations and supporting documentation corresponding to the transfer pricing regime must be presented for operations between companies located in free trade zones and their affiliates in the national customs territory.

The Matrix Corporación de Ferias y Exposiciones was authorized as Special Permanent Free Trade Zone User Operator by resolution N° 5425 of June 20, 2008; therefore, Income Tax is calculated at the 20% rate, as of 2016, according to the provisions of Law 1819 of 2016, which remains in force after the issuance of Law 2010 of 2019.

With the start-up of the food and beverage business, the Matrix and the subordinate company started with the responsibility of the consumption tax, which is levied on the sale of food to the table provided by restaurants and bars. This tax is maintained after the issuance of Law 2010 of 2019.

Deferred tax

Deferred tax assets and liabilities are measured using the tax rates that will be applied in the years in which the assets are expected to be realized or the liabilities to be paid, based on the regulations

and the types that are approved or nearly to be approved and once the tax consequences that will derive from the way the Headquarter and the subordinate expect to recover the assets or settle the liabilities are considered.

Deferred tax is recognized using the liability method, determined on the temporary differences between the tax bases and the assets and liabilities amount included in the financial statements.

Deferred tax liabilities are the amount to be paid in the future as income tax related to taxable temporary differences, while deferred tax assets are those imported to be recovered for income tax due to the existence of deductible temporary differences, compensable negative tax bases or pending of application deductions. Temporary difference is understood as the one between the assets and liabilities and their tax base in the balance sheet.

(i) Taxable temporary differences acknowledgment

Deferred tax liabilities derived from taxable temporary differences are recognized in all cases, except those in which:

- They arise from the initial recognition of capital gain or an asset or liability in a non-business combination transaction and the date of the transaction does not affect the accounting result or the tax base.
- They correspond to differences associated with investments in subordinates, associates and joint ventures over which the Headquarter and the subordinate can control the moment of the reversal and it is not probable that reversal will occur in the foreseeable future.

(ii) Deductible temporary differences acknowledgment

Deferred tax assets derived from deductible temporary differences are recognized whenever:

- It is probable that there will be sufficient future tax gains for its compensation, except in those cases in which the differences arise from the assets or liabilities initial recognition in a transaction that is not a business combination and on the date of the transaction does not affect the accounting result or tax base.
- It corresponds to temporary differences associated with investments in subordinates, associates, and joint ventures if the temporary differences will reverse in the foreseeable future and it is expected to generate positive future taxable profits to offset the differences.

Deferred tax assets that do not meet the above conditions are not recognized in the consolidated financial statement. The Headquarter and the subordinate reconsider at the end of the financial year, if the conditions to recognize deferred tax assets previously not recognized are accomplished. Tax planning opportunities are only considered in the evaluation of assets deferred tax recovery if the Headquarter and the subordinate intend to adopt them or will probably adopt them.

a. Measurement

The Headquarter and the subordinate review the deferred tax assets amount balance sheet at the end of financial, to reduce this value, if it is unlikely that there will be sufficient future positive tax bases to compensate them.

The non-monetary Headquarter and the subordinate assets and liabilities are measured in terms of their functional currency. If the tax losses or gains are calculated in a different currency, the variations in the exchange rate give rise to temporary differences and the recognition of a deferred tax liability or asset and the resulting effect will be charged or credited to the period results.

(iii) Compensation and classification

The Headquarter and the subordinate only offset deferred income tax assets and liabilities, if there is a legal right of compensation against the tax authorities and these assets and liabilities correspond to the same tax authority, and to the same taxpayer, or , to different taxable persons who intend to liquidate or realize current tax assets and liabilities for their net amount or realize assets and liquidate liabilities simultaneously, in each of the future years in which it is expected to liquidate or recover significant assets or liabilities amounts of deferred taxes.

Deferred tax assets and liabilities are recognized in the consolidated financial statement situation as non-current assets or liabilities, regardless of the expected date of realization or settlement.

Tax of industry and commerce

In application of article 86 of Law 2010 of 2019, the Parent and its subordinate recognized the expense for the year for the entire tax and industry and commerce paid in the year.

(j) Earnings per-share

The Headquarter presents basic earnings per share (EPS) data. EPS are calculated by dividing the result attributable to ordinary shareholders by the ordinary outstanding shares weighted average during the financial year, adjusted by the treasury shares held.

(k) Operating Segments

An operating segment is a Headquarter and its subordinate component that carries out business activities from which it can obtain ordinary income and incur expenses, the operations results are frequently reviewed by the Headquarter and its subordinate highest authority making operational decisions, to decide on the resources to assign to the segment, evaluate its performance and related to available differentiated financial information.

The factors that served to identify the segments in the Corporation considered the infrastructure and the central control direction for the services provision that determine the generation of income from ordinary activities. According to this, and since the business lines that generate income have similar economic characteristics, the Group applied the aggregation criterion, after analyzing the following:

- a. The products and services nature.
- b. Services processes nature.
- c. The customers type or category of whom your products and services are intended.
- d. Methods used in the Services processes.

Therefore, all income, costs, assets, and liabilities can be considered as a single operating segment that must be reported, such as the products listed below:

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- Entertainment and leisure: include spaces leasing and services provided in the organization and fair events organization.
- Real estate, business and rental activities corresponds to spaces leasing and services provided, related to the organization of non-fair events.
- Drinks and Food (offered within fair events)
- Parking administration (offered to fairs and exhibitions visitors)

The operation results are reviewed regularly by the Board of Directors of the Headquarter: maximum authority in decision-making.

5. Non-effective issued norms

The amendments issued by the IASB during the years 2019 and 2020 are listed below; Some of them entered into force internationally as of January 1, 2020 and 2021 and others will enter into force as of January 1, 2022 and 2023. These regulations have not yet been adopted in Colombia and no significant impacts are expected for the Matrix and its subordinate.

Financial Information Norm	Norm or amendment Subject	Details
IAS 16 - Property, plant, and equipment.	It is modified in relation to products obtained before the intended use.	<p>The modification deals with the costs directly attributable to the acquisition of the asset (which are part of the PPYE element) and refers to “the costs of checking that the asset works properly (that is, if the technical and physical performance of the asset is such that it can be used in the production or supply of goods or services, to lease to third parties or for administrative purposes)”.</p> <p>Paragraph 20A states that the production of inventories, while the PPYE element is in the conditions foreseen by management, at the time of sale, will affect the profit or loss for the period, together with its corresponding cost.</p> <p>The amendment applies as of January 1, 2022 and its early application is allowed.</p> <p>Any effect on its application will be made retroactively, but only to the elements of PPYE that are brought to the place and conditions necessary for them to operate in the manner foreseen by</p>

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Financial Information Norm	Norm or amendment Subject	Details
		management from the beginning of the first period presented in the financial statements in those that the entity applies the modifications for the first time. The accumulated effect of the initial application of the amendments will be recognized as an adjustment to the opening balance of retained earnings (or other component of equity as applicable) at the beginning of the first period presented.
IAS 37 - Provisions, contingent liabilities, and contingent assets.	Onerous Contracts - Cost of Fulfillment of a Contract.	<p>It is clarified that the cost of fulfilling a contract includes the costs related to the contract (the costs of direct labor and materials, and the cost allocation related to the contract).</p> <p>The amendment applies as of January 1, 2022 and its early application is allowed.</p> <p>The effect of applying the amendment will not restate the comparative information. Instead, the cumulative effect of the initial application of the amendments will be recognized as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate, on the date of initial application.</p>
IAS 1 - Presentation of financial statements.	Modifications are made related to the classifications of liabilities as current or non-current.	<p>This amendment was issued in January 2020 and subsequently modified in July 2020.</p> <p>It modifies the requirement to classify a liability as current, by establishing that a liability is classified as current when “it does not have the right at the end of the reporting period to postpone the settlement of the liability for at least the twelve months following the date of the reporting period”.</p> <p>It clarifies in the added paragraph 72A that “an entity's right to defer the settlement of a liability for at least twelve months after the reporting period must be</p>

Financial Information Norm	Norm or amendment Subject	Details
		<p>substantial and, as paragraphs 73 to 75 illustrate, must exist at the end of the reporting period”.</p> <p>The amendment applies as of January 1, 2023 and its early application is allowed. The effect of the application on the comparative information will be made retroactively.</p>

6. Determination of Fair Values

The fair value of financial assets and liabilities that are traded in active markets are based on close of trading quoted market prices on the period-end date. The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques; the Headquarter uses methods and assumes that they are based on existing market conditions at the closing date of each period. Valuation techniques used for non-standard financial instruments include the use of similar transactions on equal terms, references to other instruments that are substantially the same, and analysis of the discounted dividend flow methodology and Gordon Shapiro valuation model.

Hierarchies of the Fair Value

The hierarchy of the fair value has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities to which the entity can have access at the measurement date. The Matrix applies this level for investments in Acerías Paz del Río.
- Level 2: data different from the quoted prices included in Level 1, which are observable for the asset or liability, either directly (that is, prices) or indirectly (that is, derived from prices).
- Level 3: data for the asset or liability that is not based on observable market data (unobservable variables).

If the variables used to measure the fair value of an asset or liability can be classified at different levels of the hierarchy of the fair value, then the fair value measurement is classified completely at the same level of the hierarchy of the fair value as the lowest level variable that is significant for the total measurement.

The following table analyzes, within the fair value hierarchy, the assets measured at fair value as of December 31, 2020 and 2019 on a recurring basis:

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December 31, 2020

Type of asset / liability	Level 1	Level 2	Level 3	Assessment techniques for Level 2 and 3	Main input data
Other financial assets-Acerías Paz del Rio Shares	\$15	-	-		Market / share price.
Other financial assets (Alpopular and La Previsora)	-	\$8.607.247	-	Discounted dividend flow model (Alpopular) and Gordon Shapiro model (La Previsora).	Dividends paid, EMBI Colombia, Beta and Devaluation, projected dividend growth rates and required rates of return.
Real Estate Private Capital Fund	-	483.013	-	Valuation of the underlying of the Fund	Unit value of the Fund supplied by the Administrator Company
Investment Property	-	78.666.868	-	Technical appraisal	Current market prices of construction materials and labor.

December 31, 2019

Type of asset / liability	Level 1	Level 2	Level 3	Assessment techniques for Level 2 and 3	Main input data
Other financial assets-Acerías Paz del Rio Shares	\$16	-	-		Market / share price.
Other financial assets (Alpopular and La Previsora)	-	\$14.401.593	-	Discounted dividend model.	Dividends paid, EMBI Colombia, Beta and Devaluation.

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Type of asset / liability	Level 1	Level 2	Level 3	Assessment techniques for Level 2 and 3	Main input data
Real Estate Private Capital Fund	-	471.935	-	Valuation of the underlying of the Fund	Unit value of the Fund supplied by the Administrator Company

The Parent does not present any type of reclassification or transfers in the hierarchy levels, between December 2020 and 2019.

Fair value of assets and liabilities not measured at fair value

The following is a comparison of the book value and the fair value of assets and liabilities not measured at fair value:

	<u>December 31st, 2020</u>		<u>December 31st, 2019</u>	
	Value in books (*)	Fair value (*)	Value in books (*)	Fair value (*)
Cash and cash equivalents (1)	\$17.490.960	17.490.960	\$26.528.451	26.528.451
Accounts receivable (1)	6.914.513	6.914.513	28.592.548	28.592.548
Other financial assets (1)	174.448	174.448	174.448	174.448
Financial liabilities (2)	170.470.498	170.470.498	175.114.559	175.114.559

(*) The carrying amount is a close approximation to the fair value, as of December 31, 2020 and 2019.

(1) The fair value of financial assets not measured at fair value is determined based on the amount at which the instrument could be exchanged in a transaction between interested parties, other than a forced sale or by liquidation. Fair values represent the cost of the transaction and interest, when applicable, is settled using the effective interest method. No impairment losses are evident. This other financial asset corresponds to the investment in the Bucaramanga Fair and Exhibition Center, which is measured at cost. As of December 31, 2020 and 2019, there is no evidence of impairment for this investment since the company has not historically shown loss rates.

(2) Financial liabilities record amounts incurred, and pending payment generated by the operation, including the following items: financial obligations, accounts payable and other financial liabilities.

7. Administration and risk management

The Parent Company and its subordinate are exposed to the following risks related to the use of financial instruments:

Credit risk
Liquidity risk

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Market risk
Interest rate

This note presents information regarding the exposure of the Parent Company and the subordinate to each of the risks, the objectives, the policies and the procedures of the Parent Company and the subordinate to measure and manage the risk.

(i) Risk management framework

The Parent Company and the subordinate, seeking the continuous improvement of their processes, have established a Risk Management model in each of the macro processes, classifying them within the methodology approved by the Risk Committee, in which the probability of occurrence and the impact they may have on the objectives of the same, the macroprocess and the product (trade fairs and events) are evaluated; existing controls are identified and evaluated to minimize the impact at the time of the occurrence of a risk and thus determine its residual risk.

For this effect, the risks are prioritized through an evaluation exercise, identifying them as high, medium, and low. Facing the prioritization of risks, the Risk Committee analyzes the main information and defines the risks that the Administration must manage with the highest priority.

(ii) Credit risk

Credit risk is the risk of financial loss faced by the Parent and the subordinate if a client or counterparty in a financial instrument does not comply with its contractual obligations, and it originates mainly from accounts receivable from clients and credit instruments investment of the Parent Company and the subordinate.

The following is the greatest exposure to credit risk:

	Note	2020	2019
Accounts receivable	5	\$6.914.513	\$28.592.548
Other financial assets	9	9.264.723	15.047.992

The credit risks identified in the Parent and the subordinate are:

Accounts receivable

Exposure to credit risk is mainly affected by the general characteristics of each client. The Parent Company and the subordinate have established a deterioration policy based on the trade fair activity, events and according to the non-compliance of the payment on the established date.

Bad debt estimates for trade debtors and other accounts receivable are used to record impairment losses. See detail in note 11.

Other financial assets

The Parent Company and the subsidiary limit their exposure to credit risk by investing only in liquid debt instruments and only with counterparties that have a credit rating of at least AA +. See detail in note 15.

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(iii) Liquidity risk

Liquidity risk is the risk that the Parent Company and the subordinate may have in fulfilling the obligations associated with their financial liabilities, which are mainly settled through the delivery of cash.

The focus of the Parent Company and the subordinate Company, to manage liquidity, is to ensure, to the greatest extent possible, that they will always have sufficient liquidity to meet their obligations when they are due; they aim to maintain the level of their cash and equivalents in an amount that exceeds the expected cash outflows for financial liabilities.

The Parent Company and the subordinate company monitor the level of cash inflows expected by commercial debtors and other accounts receivable along with the expected cash outflows from commercial creditors, other accounts payable and investment projects.

The Parent Company and the subordinate Company have a low liquidity risk since the collection of the fairs is done in advance of the event, which guarantees cash inflows.

The following is an analysis of the maturity profile of financial liabilities as of December 31, 2020 and 2019:

Term	Market value (thousands of pesos) 2020	% Part	Term	Market value (thousands of pesos) 2019	% Part
Up to one month	\$106.626	0.07%	Up to one month	\$1.413.055	1,20%
More than one month and not more than three months	1.191.981	0.78%	More than one month and not more than three months	2.826.109	2,40%
More than three months and not more than one year	5.216.310	3,39%	More than three months and not more than one year	12.717.492	10,81%
Between one and five years	88.657.611	57,66%	Between one and five years	23.986.408	20,39%
Over five years	58.590.084	38,10%	Over five years	76.700.493	65,20%

(iv) Market Risk

Market risk is the risk that changes in market prices, for example, in exchange rates, interest rates or share prices, affect the income of the matrix and the subordinate or the value of financial instruments it maintains.

The matrix and the subordinate are exposed to a minimum market risk because all the cash and equivalents are invested in demand deposits. The only shares in participation of the matrix that are listed on the Stock Exchange and are exposed to changes in their value, are the shares in Acerías Paz del Río without representing a significant percentage in the assets of it.

Faced with exchange rate risk, the Parent and the subordinate do not have great exposure, considering that what is agreed in currencies other than the Colombian peso is a minimum proportion of income and expenses; and when these transactions occur, they are collected and / or paid in a period not exceeding 60 days.

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The bank loans of the Parent and the subordinate have been taken in the functional currency (Colombian peso COP) with a term of 10 years for the Parent and 5 years for the subordinate and the interests of the same agreed at indexed rates subject to the behavior of the market (DTF, IBR). The detail of the contractual terms of the financial obligations of the Parent and its subordinate are listed in note 20.

(v) Interest rate risk

Profile

At the end of the period on which the interest rate situation of interest-bearing financial instruments is reported is as follows:

Variable rate instruments	2020	2019
Financial assets subject to interest rate risk *	\$88.535	5.059.112
Financial liabilities subject to interest rate risk **	149.078.705	116.767.721

- The financial assets subject to interest rate risk correspond in the matrix to Fondo de Inversión Colectiva Interés Participación A, managed by Davivienda Corredores and in the subordinate to the Fondo de Inversión Colectiva Interés Davivienda y Fondo de Inversión Colectiva Abierto Rentar managed by Corredores Davivienda y Fiduciaria Occidente S.A., respectively.
- ** Financial liabilities subject to interest rate risk correspond to financial obligations of the Parent and its subordinate Corferias Inversiones S.A.S., without considering the interest payable.

Sensitivity analysis for fixed rate instruments

At the end of December 2020 and 2019, the Parent and the subordinate do not have financial instruments at a fixed rate, the sensitivity analysis for this type of instruments is not disclosed, since that a variation in the interest rate at the end of the period on the being reported would not affect the result.

Sensitivity analysis for variable rate instruments

Considering that all the obligations with the financial system are indexed at variable rates, the Parent and the subordinate are exposed to the variation of the DTF and IBR rates that correspond to the underlying of the Banco de la República intervention rate, which in 2020 were at 2.67% and 4.52%, and by the end of 2019, at 1.68% and 4.54%, respectively, directly affect bank loans used for working capital and development of construction projects.

To control the risk of the interest rate, the sensitivity to possible changes in the same is evaluated taking the variation of the historical reference rates applicable to each of the loans, as shown below:

	IBR T.V.	IBR TV E.A.
Variación 2019-2020	-59,047%	-59,418%

The variations generate a decrease of (56.25%) in the balance of the total consolidated debt as of December 31, 2020.

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8. Operating Segments

The following is the information related to the assets, liabilities and results for the only operating segment identified by the matrix and the subordinate, referring to the trade show operation, for the years ending December 31, 2020 and 2019:

	2020	2019
Asset	693.109.525	929.246.352
Cash and cash equivalents	17.490.960	26.528.451
Accounts Receivable	6.914.513	28.592.548
Assets by taxes	340.945	1.518.890
Inventory	998.143	1.185.600
Other non-financial assets	1.146.563	271.489
Other financial assets	9.264.723	15.047.992
Investments in associates and joint ventures	75.440.966	78.081.702
Intangibles	12.789.012	14.818.369
Properties and equipment	489.732.163	492.224.272
Investment properties	78.666.868	270.852.910
Deferred tax asset	324.669	124.129
Liabilities	225.412.107	412.014.277
Financial Obligations	150.680.320	117.643.557
Accounts payable	12.181.480	49.689.636
Current tax liability	227.212	0
Anticipated incomes	15.949.669	10.227.781
Employee benefits	1.872.848	2.198.931
Other provisions	5.735.850	5.582.435
Other non-financial liabilities	184.832	192.075.645
Deferred tax liability	38.579.896	34.596.292
Equity	467.697.418	517.232.075
Income from ordinary activities	18.982.919	196.971.647
Entertainment and recreation activities	10.308.402	161.284.769
Real estate, business, and rental activities	6.141.374	17.297.120
Food and drinks	2.200.940	14.654.847
Parking Management	332.203	3.734.911
Selling expenses	17.263.867	96.224.104
Administrative expenses	33.308.161	52.769.972
Depreciation	7.385.331	7.408.609
Amortization	3.098.511	2.765.550
Impairment of accounts receivable	2.089.652	1.592.094
Recovery of impairment accounts receivable	663.810	719.435
Other income	23.260.808	3.484.353

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	2020	2019
Costs of sale	445.211	3.388.057
Other expenses	1.297.932	7.546.192
(Loss) Profit from operating activities	(21.981.128)	29.480.857
Financial income	2.286.616	2.534.370
Financial expenses	16.039.914	9.400.020
(Loss) by equity method	(2.640.736)	6.117.889
Loss before taxes	(38.375.162)	28.733.096
Expense (recovery) for income tax	5.365.149	(1.561.108)
Result of the exercise	(43.740.311)	30.294.204

9. Cash and cash equivalents

The following is the detail of cash and cash equivalents:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Cash	\$ 28.029	27.953
Current accounts (1)	1.616.167	1.369.274
Savings accounts (2)	15.732.652	14.158.617
Fixed Term Certificates of Deposit (3)	-	5.044.853
Collective investment funds (4)	114.112	5.927.754
	<u>\$ 17.490.960</u>	<u>26.528.451</u>

- (1) The increase corresponds to the resources received from the Fiducoldex Trust, as spokesperson for Innpulsa Colombia and Colombia Productiva for the Econexia digital project
- (2) The increase corresponds to the credit resources granted by Davivienda Bank in December 2020.
- (3) The decrease corresponds to the redemption of the CDT constituted on October 21, 2019 with BBVA Colombia S.A. Bank, for a nominal value of \$ 5,000,000, with a due date of January 21, 2020.
- (4) The decrease corresponds to the use of the resources of the Collective Investment Funds, to support the cash flow of the Corporation, given the declaration of the National Government of health emergency due to the Covid-19 pandemic and the impossibility of holding trade shows and events during 2020.

Below is a detail of the credit quality determined by independent risk rating agents, of the financial institutions in which the matrix and the subordinate hold cash funds in banks, mutual funds, and other financial entities for their gross amounts:

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Issuer	2020			2019	
	Nominal	Credit Rating	% Cost effectiveness	Nominal	Credit Rating
Banco AV Villas S.A.	365.298	AAA		1.517.440	AAA
Banco de Occidente S.A.	124.109	AAA		312.789	AAA
Bancolombia S.A.	405.856	AAA		396.256	AAA
Banco Itaú Corpbanca Colombia S.A.	416.250	AAA		6.726	AAA
Banco BBVA Argentina Colombia	1.235	AAA		9.096.005	AAA
Banco Popular S.A.	7.392.447	AAA		6.452.657	AAA
Banco Davivienda S.A.	8.643.623	AAA		2.790.871	AAA
Fondo de Inversión Colectiva Superior	81.076	AAA / 2 BRC 1	1,384% E.A.	4.555.794	F AAA 2+
Fondo de inversión Colectiva Interes Part.A	3.091	F AAA / 2+	1,322% E.A.	1.504	F AAA 2+
Fondo de Inversión Colectiva Abierto Ultraserfinco Liquidez	12	AAA 2 BRC 1	1,087% E.A.	354	AAA 2
Casa de Bolsa Liquidez Fondo Abierto	-			-	
Fondo de Inversión Colectiva Abierto Fiducuenta	25.578	AAA	1,07% E.A.	868.642	AAA
Cartera Colectiva Abierta Interés	2.217	F AAA / 2+	1,322% E.A.	499.394	AAA
Cartera Colectiva Abierta Occirenta	2.139	F AAA - BRC	0,99% E.A.	2.066	AAA
	<u>17.462.931</u>			<u>26.500.498</u>	

The matrix and the subordinate evaluated the reconciling items of cash and cash equivalents, determining that they do not present impairment since they are not susceptible to future losses.

As of December 31st, 2020, and 2019, considering the determined credit rating, there are no indications of impairment on cash and there are no restrictions.

10. Investments in joint ventures

	<u>December 31st, 2019</u>	<u>December 31st, 2018</u>
Investments in joint ventures (1)	\$ <u> -</u>	<u> -</u>

- (1) The joint agreement in which the Subordinate participates is with the Hotel Operator where it has a 30% stake, which will be dedicated mainly to the operation of the Hilton Corferias Hotel. Its address is in the city of Bogotá at Carrera 37 No. 24 - 29.

The Hotel Operator is structured as a separate vehicle and gives the Subordinate rights over the Entity's net assets. Consequently, the Subordinate has classified the investment in the Hotel Operator as a joint venture.

Under the agreement under which the Hotel Operator was established, the Subordinate and the other joint venture investor have not agreed to make additional contributions in proportion to their interests to offset any losses.

As of December 31st, 2020, and 2019, the losses of the Hotel Operator exceed the investment of the subsidiary, which is why the investment is presented in zeros.

The equity method for this Entity is not being recognized because the loss exceeds the stake of the Subordinate, therefore, values associated with losses by the equity method are not recognized in the income statement. As mentioned in IAS 28.39, recognition of the profit-sharing method will resume when it equals the unrecognized loss.

The financial information of the Hotel Operator Pactia Corferias S.A.S. is summarized below, where the Subordinate registers the investment:

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	Assets	Liabilities	Income	Expenses	(Loss)
2020	9.086.516	16.065.839	8.811.348	13.166.022	(4.453.674)
2019	21.005.420	23.630.070	23.864.519	22.067.113	(1.043.583)

The Parent does not register investments in joint ventures as of December 31, 2020 and 2019, respectively.

11. Accounts receivable

The following is the detail of accounts receivable:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Customers	\$ 6.157.066	21.280.952
Accounts receivable from related parties	464	-
Sundry debtors (2)	1.003.046	7.556.628
Accounts receivable workers	445.728	625.056
Debts difficult to collect	4.020.093	2.427.724
Less deterioration	(4.711.884)	(3.297.812)
	<u>\$ 6.914.513</u>	<u>28.592.548</u>

- (1) Accounts receivable correspond mainly in the Matrix to the invoices generated to customers for participation in trade shows and events such as Expoartesanas for \$ 214,532, Home Fair for \$ 585,968, Leather Show for \$ 396,322, held during 2020 and for trade shows to be held in 2021 as the International Fair of Bogotá for \$ 541,830, Interzum Bogotá for \$ 749,604 and Andinapack for \$ 426,382, International Book Fair \$ 287,030, Meditech \$ 188,911, Expoconstrucción and Expodiseño \$ 170,677 and in the Subordinate for events held in Puerta de Oro as Barranquilla Hospital Project for \$ 345,133, 2020 IDB Board of Governors for \$ 195,263 and Virtual Taste \$ 59,162; The decrease is due to the effect of the pandemic generated by covid-19 and the impossibility of holding trade shows and events during 2020, most of the trade show calendar moved to 2021.
- (2) The balance for 2020 to dividends receivable for \$ 281,301, leases for \$ 358,577 and income pending invoice for \$ 201,858. For the year 2019 it corresponds mainly to the account receivable for the provision of services of the operation of the Ágora International Convention Center for \$ 2,150,772 and accounts receivable generated from exhibitors in the stage prior to the realization of some trade shows for \$ 1,621,553. Lastly, the dividends receivable for the investment held in Alpopular Almacén General de Depósito S.A. for \$ 500,272.
- (3) The balance corresponds mainly to the transfer to the difficult-to-collect portfolio of customers who participated in trade shows and events in 2019, of which the collection has not been fully received; in the Matrix at trade shows and events such as Agroexpo for \$ 41,651, Home Fair for \$ 88,311, Expodefensa for \$ 61,102, Gran Remate Navideño for \$ 16,312, among others; in the Subordinate, mainly, for events such as Libraq for \$ 620,555, Concert Anuel and Karol G Culpables Tour for \$ 81,425, V International Conference of Communications for \$ 65,000, among others.
- (4) Accounts receivable with a validity of more than 365 days are impaired. Due to the economic impact generated by the Covid-19 pandemic, there is an increase in difficult-to-collect accounts.

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The length of the impaired accounts receivable at the end of the reporting period is as follows:

	<u>2020</u>	<u>2019</u>
91 to 150 days	\$ 33.878	239.622
151 to 365 days	852.205	586.730
More than 365	3.825.801	2.471.460
	\$ 4.711.884	2.425.153

In 2020 an impairment of accounts receivable from employees was generated, which is in the legal process.

The movement in the provision for impairment of accounts receivable was as follows:

	Impairment
Balance as of December 31, 2018	2.425.153
Impairment of accounts receivable	1.592.094
Recoveries	<u>(719.435)</u>
Balance as of December 31, 2019	<u>3.297.812</u>
Impairment of accounts receivable	2.089.652
Recoveries	(663.810)
Employee debt punishment	<u>(11.770)</u>
Balance as of December 31, 2020	<u>\$ 4.711.884</u>

Accounts receivable are considered current that is maximum recoverable within the twelve (12) months following the reporting period.

12. Current Tax Assets, net.

The following is the detail of Tax Assets:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
· Remaining in taxes private liquidation (1)	\$ <u>340.945</u>	<u>1.518.890</u>

(1) The decrease in the net current tax asset in the parent company and in its subordinate Corferias Inversiones S.A.S. corresponds to:

- a) In the matrix corresponds to the balance in favor of the rent as of 2019, it was requested in return and / or compensation to the National Tax and Customs Department on June 19, 2020 and resolved by the Tax Administration on July 14, 2020 according to Resolution number 608-31-001071 for \$ 1,317,282, with this refund the sales tax corresponding to the first two months was offset by \$ 554,894 and the monthly withholding tax returns from August to December 2020 were canceled for \$ 762,388; The remainder was adjusted against the income tax expense of previous years, total use of the balance in favor of the year 2019 of the Income and Supplementary declaration for a value of \$ 1,489,596 in the payment of the tax for the year 2020.
- b) The subordinate's balance is mainly made up of a favorable balance according to the Income statement and supplementary accounts for the 2019 taxable year for a value of \$ 184,213, this

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balance has not been requested and will be imputed in the 2020 Income statement, balance in favor by the provision of income statement and supplementary taxable year 2020 for a value of \$ 122,973, mainly originated by the amount of withholding and self-withholdings made during the period; lastly, \$ 27,339, corresponding to the tax discount for sales tax on the acquisition of assets.

13. Inventories

The following is the inventories detail:

In 2020, inventories are reduced due to the impact of the Covid 19 pandemic, due to the impossibility of holding trade shows and events.

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Raw materials (1)	\$ 19.788	44.644
Merchandise non-manufactured by the company	25.064	40.061
Materials, spares, and accessories (2)	858.619	1.011.834
Containers and packaging	94.672	89.061
	<u>\$ 998.143</u>	<u>1.185.600</u>

- 1) This item represents food supplies consumed during the business line development of food and beverage area.
- 2) The inventories kept by the Matrix and the subsidiary company are high-rotation items and make part of the retailers finished product like disposables, packaging, materials, spares, accessories, and endowment. The increase represents mainly in the Matrix the purchase of the carpet for different pavilions by \$447.898 COP, which is used in the assembly of pavilions rented for the development of different fairs and/or events.

As of December 31, 2020 and 2019, there are no restrictions on inventory.

14. Other non-financial assets

The following is the detail of other non-financial assets

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Interest on employee loans	135.020	163.679
Prepaid expenses (1)	\$ 277.740	101.547
Tax of industry and commerce (2)	47.257	6.263
Surplus from VAT Tax settlement (3)	686.546	-
	<u>\$ 1.146.563</u>	<u>271.489</u>

- (1) This item corresponds mainly to an advance in the delegated administration contract for the construction and provision of the Hilton Corferias Hotel for \$ 157,166, and in addition to the insurance acquired by the Parent Company such as life insurance, compliance insurance, property damage insurance, financial risk insurance and civil liability insurance.
- (2) The increase corresponds to withholdings at the source for industry and commerce tax of the subordinate in the city of Barranquilla for \$ 35,075 and Bogotá for \$ 12,1801, to be imputed in

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the next statements.

- (3) The balance corresponds to the balance in favor of the Sales Tax, due to the decrease in income that the Parent and Subordinate had during 2020; the balance in favor is presented from the third two months of 2020

15. Investments in other financial assets

The following is the detail of other financial assets

Investments in: (1)	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Alpopular Almacén General de Depósito S. A.	\$ 8.007.824	13.972.736
La Previsora S.A Compañía Seguros	599.423	428.857
Centro de Exposiciones y Convenciones de Bucaramanga	174.448	174.448
Acerías Paz del Río S. A.	15	16
Fondo de Capital Privado (2)	483.013	471.935
	<u>\$ 9.264.723</u>	<u>15.047.992</u>

- (1) These investments are financial tools where the Matrix has no control, nor significant influence.
- (2) It represents the investment made by the Matrix in the private equity fund Nexus Real Estate, managed by Fiduciaria *de Occidente* for an original amount of \$468.745 COP, giving daily earnings, which has increased at the financial year-end to \$45.585 COP

As of December 31, 2020 and 2019, there is no evidence of impairment for these investments, except for the investment in Alpopular Almacén General de Depósito S.A. that presented a decrease in the fair value in accordance with the methodology applied of discounted dividend flow, when there was a fall in its profits for the year 2019, generating a lower fair value of the investment.

As of December 31, 2020 and 2019, the Parent does not intend to sell these financial assets.

As of December 31, 2020 and 2019, there are no restrictions on these investments.

16. Associated investments

The following is the detail of associated investments

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
<u>Investments in associated companies (1)</u>	<u>\$ 75.440.966</u>	<u>78.081.702</u>

- (1) Corresponds to the investment in the CICB International Center Autonomous Heritage, which was established for the administration of the resources delivered by the Bogotá Chamber of Commerce, the National Tourism Fund - FONTUR and Corferias, for the development of the International Center Convention Center of Bogotá - ÁGORA. To date, the Corporation has an equity interest of 18.76%, over which it has no control, but has significant influence. The decrease in the value of the investment corresponds to the effect of the Covid-19 pandemic in Ágora Bogotá's operations, which did not allow it to carry out events for much of 2020, consequently, the participation method presents a loss of \$ 2,640. 736.

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The investment in this associate records an underlying relating to an investment property for \$399,939,000, which during the 2020 period registered a decrease of \$ 9,461,000 because of the adjustment to fair value, also affected by the crisis generated by the pandemic, said adjustment is supported in a study by external experts through the discounted cash flow method.

The following is a financial information summary of this investment accounted by the participation method up to December 31st of 2020 and 2019:

2020

Entity	% Participation	Address	Current assets	Non-current assets	Current liabilities	Non-current liabilities	Income from ordinary activities	Results before taxes	Results after taxes	Other integral result	Total Integral Result
Patrimonio Autónomo Centro Internacional CICB	18.76%	Cll 67 #7-37 Bogotá, Colombia	5.745.782	396.676.121	363.090	-	182.574	(13.968.857)	(13.968.857)	-	(13.968.857)

2019

Entity	% Participation	Address	Current assets	Non-current assets	Current liabilities	Non-current liabilities	Income from ordinary activities	Results before taxes	Results after taxes	Other integral result	Total Integral Result
Patrimonio Autónomo Centro Internacional CICB	18.78%	Cll 67 #7-37 Bogotá, Colombia	11.732.001	407.735.960	3.772.859	-	37.310.014	32.632.477	32.632.477	-	32.632.477

During 2020 and 2019, the CICB International Center Autonomous Heritage registered the following items:

- Cash and cash equivalents as of December 31, 2020 and 2019 are \$ 17,422 and \$ 242,785, respectively.
- Current financial liabilities as of December 31, 2020 and 2019 excluding trade accounts payable, other accounts payable and provisions is zero (0) for both years, respectively.
- The depreciation expense for property and equipment as of December 31, 2020 and 2019 is \$1,598,839.
- Interest income and expense as of December 31, 2020 and 2019 is zero (0) for both years, respectively.

17. Intangible assets

The following is the detail of Intangible assets:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Commercial brands acquired (1)	\$ 15.483.592	15.483.592
Software licenses	7.218.547	6.149.393
Accumulated amortization	<u>(9.913.127)</u>	<u>(6.814.616)</u>
	<u>\$ 12.789.012</u>	<u>14.818.369</u>

(1) During 2020, any brand was acquired which is why any variation was seen in comparison to 2019.

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- (2) During 2020, the Parent Company and its subordinate made investments to optimize the technological tools for holding virtual fairs and events and renewing the licensing of physical servers and Cloud Services.

The following is the detail of intangible assets movements up to December 31st of 2020:

Intangible assets	Balance to 31/12/2019	Purchases	Impairment	Amortization of the Period	Balance to 31/12/2020
Software licenses	\$ 3.510.861	1.069.155	-	(2.077.805)	2.502.211
Commercial brands acquired	11.307.508	-	-	(1.020.707)	10.286.801
Total Intangible assets	\$ 14.818.369	1.069.155	-	(3.098.512)	12.789.012

The following is the detail of the movement of intangibles up to December 31, 2019:

Intangible assets	Balance to 31/12/2018	Purchases	Impairment	Amortization of the Period	Balance to 31/12/2019
Software licenses	\$ 4.139.914	1.115.790	-	(1.744.843)	3.510.861
Commercial brands acquired	12.328.215	-	-	(1.020.707)	11.307.508
Total Intangible assets	\$ 16.468.129	1.115.790	-	(2.765.550)	14.818.369

The accumulated depreciation up to December 31st of 2020 and 2019 is \$9.913.127 COP and \$6.814.616 COP, respectively.

For intangible assets, there is no evidence of impairment in the Parent and its subordinate as of December 31, 2020 and 2019.

18. Properties and equipment

The following is the detail of properties and net equipment:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Land (1)	232.954.789	233.215.356
Third-party betterment	297.223	312.866
Construction in progress (2)	3.577.505	37.284.127
Constructions and buildings (2)	255.674.370	222.197.505
Machinery and equipment	12.312.696	10.025.605
Office equipment	9.931.072	8.409.582
Computer and communication equipment	11.455.229	10.003.785
Fleet and transport equipment	265.804	265.804
Accumulated depreciation	(36.726.597)	(29.480.430)
Impairment	(9.928)	(9.928)
	<u>\$ 489.732.163</u>	<u>492.224.272</u>

- (1) The decrease is caused by a cancellation made on the land for \$260,567, because of the process of selling a commercial premise, located on the hotel grounds, to the Bogotá Chamber of Commerce, according to Public Deed No. 803 of the 23rd. October 2020 worth \$11,040,660, generating a profit of \$7,336,630.

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- (2) The decrease in construction in progress and the corresponding increase in constructions and buildings corresponds to the activation of investment projects, such as the office project, office interiors, adaptation and acoustic conditioning carried out at the Carpa de las Américas, among others for a value of \$ 39,154 .625. Also in the last quarter of 2020, the sale of the commercial premises to the Bogotá Chamber of Commerce was perfected, generating a decrease in constructions and buildings of \$ 3,443,463.

The following is the detail of the movement of property and equipment in fiscal year 2020:

Propiedad y equipo	Saldo a 31/12/2019	Compras	Depreciación del periodo	Bajas	Traslados	Saldo a 31/12/2020
Terrenos	233.215.356	-	-	(260.567)		232.954.789
Mejoras en propiedades ajenas	297.223	-	(16.590)		-	280.633
Construcciones en curso	37.284.129	5.475.001	-	(27.000)	(39.154.625)	3.577.505
Construcciones y edificaciones	205.706.918	-	(3.570.685)	(3.443.463)	37.017.247	235.710.017
Maquinaria y equipo	5.797.908	151.643	(1.033.203)	-	2.137.629	7.053.977
Equipo de oficina	5.145.080	1.546.162	(923.282)	-	(251)	5.767.709
Equipo de computación y comunicación	4.712.094	1.451.446	(1.825.181)			4.338.359
Flota y equipo de transporte	65.564	-	(16.390)			49.174
Total propiedad y equipo	492.224.272	8.624.252	(7.385.331)	(3.731.030)	-	489.732.163

The following is the detail of the movement of property and equipment in fiscal year 2019:

Propiedad y equipo	Saldo a 31/12/2018	Compras	Resultado en venta	Depreciación del periodo	Bajas	Aporte Inversión (Ver nota 14)	Traslados	Saldo a 31/12/2019
Terrenos	234.003.546	-	-	-	-	(788.190)	-	233.215.356
Mejoras en propiedades ajenas	312.325	-	-	(15.102)	-	-	-	297.223
Construcciones en curso	72.602.487	9.767.008	-	-	-	(6.688.927)	(38.396.439)	37.284.129
Construcciones y edificaciones	170.085.536	283.795	-	(3.058.852)	-		38.396.439	205.706.918
Maquinaria y equipo	7.724.746	466.130		(1.277.460)	(1.115.508)		-	5.797.908
Equipo de oficina	6.344.443	550.715	251	(1.137.336)	(612.993)		-	5.145.080
Equipo de computación y comunicación	5.992.828	780.365	-	(1.903.470)	(157.629)		-	4.712.094
Flota y equipo de transporte	81.953	-	-	(16.389)	-		-	65.564
Total propiedad y equipo	497.147.864	11.848.013	251	(7.408.609)	(1.886.130)	(7.477.117)	-	492.224.272

Accumulated depreciation as of December 31, 2020 and 2019 is \$36,726,597 and \$29,480,430, respectively.

For property and equipment, there is no evidence of impairment for each type of asset of the Parent and its subordinate during the years 2020 and 2019.

Fully depreciated assets in use for the Parent and its subsidiary represent 1.09% for 2020 and 0.64% for 2019 of the total assets with book value.

The following is a detail of fully depreciated assets in use for the years 2020 and 2019:

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2020	Equipo de computación y comunicación	3.253.072
	Equipo de oficina	525.633
	Maquinaria y equipo	1.464.554
	Construcciones y edificaciones	17.186
	Flota y equipo de transporte	101.900
2019	Equipo de computación y comunicación	1.346.509
	Equipo de oficina	441.140
	Maquinaria y equipo	1.258.170
	Construcciones y edificaciones	17.186
	Flota y equipo de transporte	101.900

As of December 31, 2020 and 2019, there are no restrictions on these assets.

19. Investment properties

The following is the detail of the investment property:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Investment properties - Land and constructions in progress (1)	\$ 78.666.868	270.852.910
	<u>\$ 78.666.868</u>	<u>270.852.910</u>

- (1) The investment property corresponds to the Hotel Hilton Bogotá Corferias, located at Carrera 37 No. 24-29, of which the Parent owns 30% of the property.

The variation originates in December 2020 when the transfer of 70% of the Hotel to the Autonomous Patrimony P.A. Pactia, for a n amount of \$176,962,039, which was formalized by Public Deed No. 1518 of December 16, 2020. This transaction was carried out in compliance with the contractually agreed between the parties, for the cancellation of the Contractual Liability in charge of the Parent for the anticipated consideration received from the PA Pactia, for the construction of the Hotel Project.

With the registration of this operation, the financing component that was capitalized for \$17,507,988 was simultaneously canceled.

The following is the detail of the movement of investment properties in fiscal year 2020:

Investment property	Balance until 31/12/2019	Additions	Transfer	Capitalization Component financing (Non-monetary item)	Valuation	Balance until 31/12/2020
Investment Properties - Land, construction, and provisions	270.852.910	12.440	176.962.039	(17.507.988)	2.271.545	78.666.868

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The following is the detail of the movement of investment properties in fiscal year 2019:

Investment property	Balance until 31/12/2018	Additions	Capitalization Component financing (Non-monetary item)	Balance until 31/12/2019
Land and Constructions in progress	\$241.415.407 COP	19.434.678 COP	10.002.825 COP	270.852.910 COP

There are contractual obligations originated for the construction of the investment property (See note 20 Financial Obligations and note 24 Contractual Liabilities with PA Pactia).

As of December 31, 2020 and 2019, the part of the investment property - lot and real estate, which corresponds to the Parent, is as collateral against Banco de Bogotá and AV Villas SA, to support the loans received for the capital necessary for the final execution of the Hotel Project.

For the 2020 period, given the completion of the construction of the Hotel Project, the investment property was measured at fair value, for which Borrero Ochoa & Asociados, an independent firm with more than thirty years of experience was hired, recognized in consultancies of this type of construction for private and state companies: active member of the National Registry of Appraisers and the Colombian Society of Appraisers. In the analysis, the Firm reviewed the Income, Market and Cost approach methodologies, determining that the scenario with the least uncertainty for measurement is due to the Cost methodology; the result of the measurement was a valuation for \$ 2,271,545.

The balance of the investment property as of December 31, 2020 is made up of 30% of the Hotel, owned by the Parent Corferias SA, including the effect of the valuation in the percentage of the Parent for \$ 78,303,190, and 100 % of the investment property of a commercial premises, of which the transfer of 70% to the Autonomous Patrimony PA remains pending Pactia, which includes 30% of the valuation of Corferias' stake for \$ 363,678.

Investment property during the years ended December 31, 2020 and 2019 did not present impairment losses that would have affected the income statement.

20. Financial Obligations

The following is the detail of the financial obligations:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Short-term financial obligations (**)	7.700.349	16.956.656
Long-term financial obligations	<u>142.979.973</u>	<u>100.686.901</u>
	<u>150.680.322</u>	<u>117.643.557</u>

(**) The short-term financial obligations for 2020 include the balance for interest \$4,961,063 and the current portion of capital \$2,739,286 and for 2019 balance for interest \$875,836 and the current portion of capital \$16,080,820.

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Entidad	Fecha	Fecha de vencimiento	Valor inicial	Tasa de interés	Capital abonado	Intereses pagados	Porción corriente	Porción no corriente	Saldo final	Interes por pagar
Banco Popular S.A.	27/03/2020	27/03/2023	\$ 5.000.000	IBR + 1,50%	\$ 500.000	\$ 149.663	\$ 2.000.000	\$ 2.500.000	\$ 4.500.000	\$ 1.213
Banco Popular S.A.	15/04/2020	15/04/2025	30.000.000	IBR + 3,60%	-	667.792	-	30.000.000	30.000.000	1.285.813
Banco AV Villas	14/11/2017	14/11/2026	11.000.000	IBR + 2,70%	2.291.667	154.541	-	8.708.333	8.708.333	417.445
Banco AV Villas	20/12/2017	20/12/2026	6.000.000	IBR + 2,60%	1.255.236	85.672	-	4.744.764	4.744.764	197.002
Banco AV Villas	27/12/2017	27/12/2026	1.000.000	IBR + 2,60%	211.423	15.342	-	788.577	788.577	30.057
Banco AV Villas	27/12/2017	27/12/2026	7.000.000	IBR + 2,75%	-	-	-	7.000.000	7.000.000	375.976
Banco AV Villas	13/08/2019	30/12/2031	17.313.666	IBR+4,40 T.V.	-	850.115	-	17.313.666	17.313.666	524.571
Bancolombia S.A.	7/04/2020	7/04/2021	2.500.000	IBR+4,50 S.V.	2.500.000	126.762	-	-	-	-
Cámara de Comercio de Bogota	05/05/2020	05/05/2030	36.000.000	IBR +2,60%	6.000.000	383.966	-	30.000.000	30.000.000	1.190.456
Banco Davivienda SA	25/05/2018	25/05/2026	3.600.000	DTF + 1,85%	599.975	88.713	514.286	2.485.739	3.000.025	78.464
Banco Davivienda SA	10/12/2020	10/12/2025	10.000.000	IBR + 4,00%	-	-	-	10.000.000	10.000.000	33.268
Banco de Bogota	20/08/2019	30/12/2031	22.576.434	IBR+4,40 T.V.	-	1.327.326	-	22.576.434	22.576.434	549.642
Banco Popular S.A.	43907	17/03/2025	1.200.000	IBR+2,60% T.V.	-	47.983	225.000	975.000	1.200.000	2.445
Banco Popular S.A.	43936	15/04/2025	1.700.000	IBR+3,60% T.V.	-	-	-	1.700.000	1.700.000	71.877
Banco Davivienda S.A.	44181	16/12/2025	4.187.460	IBR+3,50% T.V.	-	\$ -	-	4.187.460	4.187.460	202.834
			\$ 159.077.560		\$ 13.358.301	\$ 3.897.875	\$ 2.739.286	\$ 142.979.973	\$ 145.719.259	\$ 4.961.063

2019

Entidad	Fecha	Fecha de vencimiento	Valor inicial	Tasa de interés	Capital abonado	Saldo de capital	Saldo por intereses	Intereses pagados	Porción corriente	Porción no corriente
Banco Popular S.A.	30/01/2015	30/01/2020	2.000.000	DTF + 2,50%	\$ 1.900.000	\$ 100.000	\$ 1.160	\$ 18.779	\$ 100.000	\$ -
Banco Popular S.A.	02/05/2017	2/05/2022	2.000.000	IBR + 3,50%	1.100.000	900.000	9.993	72.249	400.000	500.000
Banco Popular S.A.	18/01/2017	18/01/2019	3.500.000	IBR + 2,00 %	3.500.000	-	-	10.165	-	-
Banco Popular S.A.	7/02/2017	7/02/2022	1.400.000	IBR + 3,40%	770.000	630.000	6.602	50.896	280.000	350.000
Banco Popular S.A.	27/10/2017	27/10/2024	12.630.000	IBR + 3,05%	2.105.000	10.525.000	134.439	688.839	2.105.000	8.420.000
Banco Popular S.A. (*)	26/07/2018	26/07/2024	5.000.000	IBR + 3,60%	208.333	4.791.667	65.891	316.708	833.333	3.958.334
Banco Popular S.A. (*)	31/1/2019	31/01/2022	19.000.000	IBR+3,00% T.V.	15.674.047	3.325.953	39.579	496.278	1.478.202	1.847.751
Banco AV Villas (*)	14/11/2017	14/11/2024	11.000.000	IBR + 2,70%	1.833.333	9.166.667	79.644	602.418	1.833.333	7.333.334
Banco AV Villas (*)	20/12/2017	20/12/2024	6.000.000	IBR + 2,60%	1.000.000	5.000.000	9.293	362.043	1.000.000	4.000.000
Banco AV Villas (*)	27/12/2017	27/12/2024	1.000.000	IBR + 2,60%	166.667	833.333	310	61.356	166.667	666.666
Banco AV Villas	13/08/2019	13/08/2029	17.313.666	IBR+4,40 T.V.	-	17.313.666	197.977	389.075	-	17.313.666
Banco AV Villas (*)	18/02/2019	30/12/2019	489.502	IBR+4,40% T.V.	489.502	-	-	18.818	-	-
Banco AV Villas (*)	13/11/2018	13/12/2031	1.356.821	IBR T.V E.A + 4,40	1.356.821	-	-	81.039	-	-
Banco AV Villas (*)	25/01/2019	30/12/2019	1.443.750	IBR T.V E.A + 4,40	-	-	-	66.907	-	-
Banco AV Villas (*)	31/05/2019	30/12/2019	4.176.870	IBR T.V E.A + 4,40	-	-	-	74.465	-	-
Banco AV Villas (*)	15/03/2019	30/12/2019	4.506.150	IBR T.V E.A + 4,40	-	-	-	139.568	-	-
Banco AV Villas (*)	12/12/2018	12/12/2031	5.340.571	IBR T.V E.A + 4,40	-	-	-	279.008	-	-
Cámara de Comercio de Bogotá (*)	01/02/2018	01/02/2025	20.000.000	IBR 90 DN +1,30%	1.666.667	18.333.333	166.100	1.215.079	3.333.333	15.000.000
Cámara de Comercio de Bogotá (*)	01/02/2018	01/02/2025	16.000.000	IBR 90 DN +1,30%	1.333.334	14.666.666	64.119	980.703	2.666.666	12.000.000
Banco Davivienda S.A.	25/05/2018	25/05/2026	3.600.000	DTF + 1,85%	300.000	3.300.002	-	217.761	514.286	2.785.716
Banco de Bogotá	20/08/2019	20/08/2029	22.576.434	IBR+4,40 T.V.	-	22.576.434	82.196	621.406	-	22.576.434
Banco de Bogotá (*)	26/11/2018	30/12/2019	1.744.433	IBR+4,40 T.V.	1.744.433	-	-	95.556	-	-
Banco de Bogotá (*)	23/11/2018	30/12/2019	6.866.448	IBR+4,40 T.V.	6.866.448	-	-	375.271	-	-
Banco de Bogotá (*)	01/02/2019	30/12/2019	1.856.250	IBR+4,40 T.V.	1.856.250	-	-	87.872	-	-
Banco de Bogotá (*)	19/02/2019	30/12/2019	629.342	IBR+4,40 T.V.	629.342	-	-	27.105	-	-
Banco de Bogotá (*)	15/03/2019	30/12/2019	5.793.449	IBR+4,40 T.V.	5.793.449	-	-	210.336	-	-
Banco de Bogotá (*)	23/04/2019	30/12/2019	316.408	IBR+4,40 T.V.	316.408	-	-	8.801	-	-
Banco de Bogotá	31/05/2019	30/12/2019	5.370.103	IBR+4,40 T.V.	5.370.103	-	-	102.120	-	-
Banco Popular S.A.	14/07/2017	14/07/2022	600.000	IBR + 3,5% T.V.	270.000	330.000	2.888	28.911	120.000	210.000
Banco Popular S.A.	25/06/2018	25/06/2023	500.000	IBR+3,50% S.V.	150.000	350.000	2.513	32.481	100.000	250.000
Banco Davivienda S.A.	13/07/2018	13/07/2023	3.000.000	IBR+3,50% M.V.	375.000	2.625.000	7.457	222.225	750.000	1.875.000
Banco Davivienda S.A.	14/08/2018	14/08/2023	500.000	IBR+3,50% M.V.	-	500.000	1.639	38.602	100.000	400.000
Banco Davivienda S.A.	17/01/2019	17/01/2024	1.500.000	IBR+3,70% M.V.	-	1.500.000	4.037	112.752	300.000	1.200.000
						\$ 116.767.721	\$ 875.836	\$ 8.105.590	\$ 16.080.820	\$ 100.686.901

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The Matrix Corferias S.A. increased its financial obligations, mainly with its parent company the Bogotá Chamber of Commerce, due to the reduction in its income due to the crisis caused by COVID 19 and in the Subordinate, during 2020, several credits that it brought with Banco Popular were unified and Davivienda, to access longer terms and grace periods.

ACUMULADO A	DICIEMBRE 31 DE 2019				DICIEMBRE 31 DE 2020				
	ENTIDAD	SALDO	TASA	PLAZO	PERIODO DE GRACIA DE CAPITAL	SALDO	TASA	PLAZO	PERIODO DE GRACIA DE CAPITAL
Banco Popular	\$ 100.000	DTF+2.50% T.A.	5 AÑOS	-	\$ -	-	-	-	-
Banco Popular	900.000	IBR+3.40% T.V.	5 AÑOS	-	-	-	-	-	-
Banco Popular	630.000	IBR+3.40% T.V.	5 AÑOS	-	-	-	-	-	-
Banco Popular	10.525.000	IBR+3.05% T.V.	7 AÑOS	1 AÑO	-	-	-	-	-
Banco Popular	4.791.667	IBR+3.60% T.V.	7 AÑOS	1 AÑO	-	-	-	-	-
Banco Popular	3.325.953	IBR+3.00% T.V.	3 AÑOS	-	-	-	-	-	-
Banco Popular	330.000	IBR+3.50% T.V.	5 AÑOS	-	-	-	-	-	-
Banco Popular	350.000	IBR+3.50% S.V.	5 AÑOS	-	-	-	-	-	-
Banco Popular	-	-	-	-	1.200.000	IBR+2,6% T.V.	5 AÑOS	1 AÑO	-
Banco Popular	-	-	-	-	1.700.000	IBR+3.6% S.V.	5 AÑOS	2 AÑOS	-
Banco Popular Bancoldex	-	-	-	-	4.500.000	IBR+1,50% T.V.	3 AÑOS	6 MESES	-
Banco Popular	-	-	-	-	30.000.000	IBR+3,60% T.V.	5 AÑOS	2 AÑOS	-
	20.952.620				37.400.000				
Banco Av Villas	9.166.667	IBR+2.70 T.V.	7 AÑOS	1 AÑO	8.708.333	IBR+2.70 T.V.	9 AÑOS	2 AÑOS	-
Banco Av Villas	5.000.000	IBR+2.60 T.V.	7 AÑOS	1 AÑO	4.744.764	IBR+2.60 T.V.	9 AÑOS	2 AÑOS	-
Banco Av Villas	833.333	IBR+2.60 T.V.	7 AÑOS	1 AÑO	788.577	IBR+2.60 T.V.	9 AÑOS	2 AÑOS	-
Banco Av Villas	-	IBR+2.75 T.V.	5 AÑOS	1 AÑO	7.000.000	IBR+2.75 T.V.	7 AÑOS	2 AÑOS	-
Banco Av Villas	17.313.666	IBR+4,40 T.V.	10 AÑOS	2 AÑOS	17.313.666	IBR+4,40 T.V.	12 AÑOS	2 AÑOS	-
	32.313.666				38.555.339				
Banco Davivienda - Bancoldex	3.300.000	DTF+1,85% E.A.	8 AÑOS	1 AÑO	3.128.597	DTF+1,85% E.A.	8 AÑOS	1 AÑO	-
Banco Davivienda	2.625.000	IBR+3.5% M.V.	5 AÑOS	1 AÑO	2.250.000	-	-	-	-
Banco Davivienda	500.000	IBR+3.5% M.V.	5 AÑOS	1 AÑO	-	-	-	-	-
Banco Davivienda	1.500.000	IBR+3.70% M.V.	5 AÑOS	1 AÑO	-	-	-	-	-
Banco Davivienda	500.000	-	-	-	4.187.460	IBR+3.5% T.V	5 AÑOS	2 AÑOS	-
Banco Davivienda	-	-	-	-	10.000.000	IBR + 4,00%	5 AÑOS	2 AÑOS	-
	8.425.000				19.566.057				
Banco de Bogotá	22.576.434	IBR+4,40 T.V.	10 AÑOS	2 AÑOS	22.576.434	IBR+4,40 T.V.	12 AÑOS	2 AÑOS	-
Cámara de Comercio de Bogotá	33.000.000	IBR+1.30 T.V.	7 AÑOS	1 AÑO	30.857.778	IBR+2.60 T.V.	10 AÑOS	3 AÑOS	-
TOTAL	\$ 117.267.720				\$ 148.955.608				

As of December 31, 2020, 72019 the obligations guaranteed in the Parent Company amount to \$22,576,434 with Banco de Bogotá and \$ 17,313,666 with Banco AV Villas.

21. Accounts payable

The following is the detail of accounts payable:

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	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
National	\$ 385.826	985.597
From abroad (1)	7.335	20.779
To related companies	464	-
To contractors (2)	1.846.788	6.751.897
Costs and expenses to pay (3)	4.962.455	33.405.671
Sales tax payable	-	1.830.925
Trade and industry tax payable	74.176	605.423
Dividends or shares payable	268.556	271.260
Withholding tax	449.570	1.919.262
Industry and commerce tax withheld	27.919	127.809
Payroll withholding and contributions	264.483	682.123
Various creditors	530.677	899.261
Salaries to pay	6.129	10.280
Consolidated layoffs	624.872	1.081.610
Interest on layoffs	75.170	128.481
Consolidated vacation	224.840	436.335
Extralegal benefits	58.905	161.968
Payments for third parties (4)	1.985.523	1.385
Withholding to third parties on contracts	387.792	369.570
	<u>\$ 12.181.480</u>	<u>49.689.636</u>

The decrease, in general, of Accounts Payable (obligations with suppliers, creditors and employees) is mainly caused by the impossibility of holding massive events due to the COVID-19 health emergency.

- (1) The decrease in the balance corresponds mainly to the Subordinate to the payment in the first quarter of the technical assistance service for distribution and reproduction rights of the "possesses of Detective Comic" at the Comición Medellín trade show, provided by the provider OVNI PRESS SRL for a value of \$16,360 and In the Matrix, there was an increase in fees for services provided by foreign suppliers during the ExpoAgrofuturo Foro Internacional Ganadero trade show, held virtually between August 19 and 21, 2020.
- (2) The decrease corresponds to the payment in 2020 of accounts payable mainly for advertising rendered in December 2019.
- (3) The costs and expenses payable correspond to:

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	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Fee	990.177	708.471
Technical services	21.397	91.459
Maintenance services (*)	783.882	214.995
Leases (**)	55.999	2.583.094
Transportation, freight and carrying	17.219	99.949
Public services	19.741	426
Insurance	67	67
Representation and public relations expenses	1.738	1.739
Returns to customers	24.532	-
Others (***)	1.315.592	15.390.118
Accounts payable to invoice Warehouse	-	26.620
Other accounts payable (****)	1.732.111	14.288.733
	4.962.455	33.405.671

(*) The increase corresponds to the account payable for \$575,666 for software license renewal.

(**) The decrease corresponds mainly in the Matrix to the payment in 2020 of accounts for the rental of audiovisual equipment used during the events held at the ÁGORA International Convention Center.

(***) The decrease corresponds, mainly, to the payment of the results of the development of the operation of the ÁGORA International Convention Center in 2019 for \$10,033,136 which are registered by the Parent as its operator and delivered to the Bogotá Trust as Administrator of the Autonomous Heritage CICB Ágora.

(****) The balance is mainly made up in the Matrix in 2020 for advertising expenses for the Home Fair for \$ 274,067, reimbursement of expenses to the participating partner of the Interzum Bogotá Fair for \$ 170.00, public services for \$ 197,342 and for 2019 for reimbursement of expenses for \$ 2,088,638 to partners participating in Trade Shows such as Expodefensa and Andinapack and liquidation of profits from trade shows for \$ 6,198,670, corresponding to the percentage of profit to partners for the final execution of Trade Shows such as: Artesanías de Colombia and Andinapack.

- (4) In the Matrix, this item manages the resources corresponding to the allies that, through the modality of a mandate contract, request the execution of activities on the Econexia and Expoartesanas digital platforms. Through this contract, the allies have the right for their companies and artisans linked to each entity to participate in a virtual way in business meetings and meetings; as well as its presence in all content developed by ecosystems and platforms.

22. Current tax liabilities

The following is the detail of tax liabilities:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Income and complementary (1)	\$ 227.212	-

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- (1) The increase originates from the Parent Company due to the occasional income tax, because of the transfer of 70% of the Hotel (see note 19) and the sale of the business premises to the Bogotá Chamber of Commerce (see note 18).

23. Anticipated income

The following is the detail of the anticipated income:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Deposits received for fairs and events (1)	\$ 15.949.669	10.227.781
	<u>\$ 15.949.669</u>	<u>10.227.781</u>

- (1) Corresponds to deposits received and anticipated billing from clients during the first quarter of the year for participation in the different trade shows organized by the Parent and Subordinate; Deposits are applied once the exhibitor's participation in the Trade Show is invoiced, and those invoiced are transferred to the income of the period once the Trade Show or Event is executed. There is an increase in the balance, originated in the postponement of the trade shows that could not be held in 2020 due to the prohibition made by the National Government of events that involve crowding of people due to the Covid-19 pandemic. The most relevant balances correspond to Alliances and other sponsorships for \$2,982,377, Interzum for \$1,798,100, Bogotá International Fair for \$1,422,627 and Alimentec for \$1,037,168.

24. Contractual liability

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Deposits received for project management (1)	184.832	192.075.645
	<u>\$ 184.832</u>	<u>192.075.645</u>

- (1) The decrease corresponds to the cancellation of the advance consideration received from the Autonomous Patrimony P.A. Pactia when transferring 70% of the property. The balance corresponds to the commercial premises within the hotel area that is pending transfer (see note 19).

The following table presents the composition of the contractual liability with P.A Pactia for the years 2020 and 2019:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Contractual Liability - P.A. Pactia	\$ 160.155	174.549.354
Financing Components (non-monetary item)	24.677	17.526.291
	<u>\$ 184.832</u>	<u>192.075.645</u>

On December 16, 2020, the transfer of 70% of the investment property Hotel Hilton Corferias to P.A. Pactia, in compliance with the contractually agreed between the parties, for the cancellation of the Contractual Liability in charge of the Parent, and on which a financing component was calculated since 2018. The advance payments made by the Autonomous Patrimony P.A. Pactia corresponded to the Hotel property and an attached commercial premise.

The settlement of the contractual liability was carried out through Public Deed No. 1518 of December 16, 2020, in which \$ 176,962,039 was recorded as cancellation of 70% of the advance consideration received for the construction of the Hotel Hilton Bogotá Corferias project by the Autonomous

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Patrimony PA Pactia, pending transfer of \$ 160,155 for advance payment of commercial premises attached to the Hotel. Considering that this place is part of the project and therefore of the participation of the Patrimony P.A. Pactia, the financing component associated with this pending balance to be transferred is \$ 24,677 (non-monetary item).

Initial contractual liability balance 12/31/2019	\$ 192.075.645
Investment property transfer	(176.962.039)
Low capitalized interest - implicit	(17.507.988)
Additions contractual liability	2.579.214
Final contractual liability balance 12/31/2020	184.832

25. Employee benefits

The following is a breakdown of employee benefits in the long-term Matrix:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Defined benefit obligation at the beginning of the period	2.198.931	2.028.168
Interest cost	107.917	407.763
Benefits paid directly by the company	(209.000)	(237.000)
Loss actuarial assumptions	(225.000)	-
Defined benefit obligation at the end of the period \$	<u>1.872.848</u>	<u>2.198.931</u>

The actuarial studies of pensions include the following assumptions:

Hypotheses used	<u>2020</u>	<u>2019</u>
Discount rate	5,50%	5,50%
Salary increase rate	3,50%	3,50%

Payments expected for the next 10 years (Figures in millions of pesos)

	<u>2020</u>	<u>2019</u>
Year 1	\$ 211	243
Year 2	210	244
Year 3	206	242
Year 4	202	239
Year 5	196	233
Next 5 years	\$ 846	1.020

The actuarial studies of pensions and the five years include the following actuarial assumptions:

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Economic assumptions	December 31, 2020	December 31, 2019
Discount rate	5,50%	5,50%
Salary increases	3,50%	3,50%
Social security increase	3,50%	3,50%
Increased cost of living	3,50%	3,50%
Mortality	Table RV08. Demographic assumptions	Table RV08. Demographic assumptions
Disability	None	None
Rotation	SOA 2003 rotation table. It was assumed that there are no contract terminations without just cause	SOA 2003 rotation table. It was assumed that there are no contract terminations without just cause
Retirement age	62 for men and 57 for women	62 for men and 57 for women
Asset valuation	All assets are book reserves	All assets are book reserves

This method consists of quantifying the benefits of each participant in the plan as they are entitled to them, considering future salary increases and plan formula for the allocation of benefits. The valuation is done individually for each retiree. By applying actuarial assumptions, the projected benefit amount is calculated depending on the estimated separation date, the accredited service, and the salary at the time of the causal event.

To perform the calculation, a single actuarial scenario was used within a range of reasonable possibilities; however, the future is uncertain, and the future experience of the plan will differ from the assumptions to a lesser or greater extent.

On the other hand, to comply with the provisions of Decree 1625 of October 11, 2016, with respect to actuarial calculations, the current value of the pension liability payable by the Corporation is determined annually based on actuarial studies of in accordance with the regulations of the Financial Superintendence of Colombia and according to article 2 of Decree 2783 of December 20, 2001 of the Ministry of Finance and Public Credit.

Its amortization is made with a charge to results in accordance with Decree 4565 of December 7, 2010 of the Ministry of Finance and Public Credit.

The Parent Company availed itself of article 1 of Decree 4565 of December 7, 2010 of the Ministry of Finance and Public Credit, in the sense of amortizing the actuarial calculation generated with the mortality tables of Male and Female Rentiers updated by the Financial Superintendence of Colombia Through Resolution 1555 of July 30, 2010.

Finally, in accordance with the requirements of Decree 2131 of 2016, the variables used and the differences between the calculation of post-employment liabilities determined under IAS 19 and the parameters established in Decree 1625 of 2016 are disclosed below:

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2020

Staff	Group	People	Reserves
Shared Beneficiary	5	2	1.327.719
Shared Retiree	2	1	266.585
Total reserve as of December 31, 2020		3	1.594.304

2019

Staff	Group	People	Reserves
Shared Beneficiary	5	2	1.342.244
Shared Retiree	2	3	526.382
Total reserve as of December 31, 2019		5	1.858.626

Under IAS 19, the hypotheses used to determine the defined benefit obligations are: discount rate of 5.50%, pension increase rate and wage inflation rate of 3.5% and under Decree 4565 of December 7, 2010, the calculation of the pension liability uses the technical interest rate of 4.07%. Therefore, the difference between the calculation made under local government requirements and that established in the NCIF is \$278.544 and \$340.305 for 2020 and 2019, respectively.

26. Provisions

The following is the detail of the other provisions:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Estimated liabilities and provisions	\$ <u>5.735.850</u>	<u>5.582.435</u>

(1) As of December 31, 2020 and 2019, it corresponds mainly to contingencies in the Parent for 22 and 11 labor processes, respectively. The increase corresponds to the update of the status of the processes carried out by the external lawyers.

27. Subscribed and paid capital

As of December 31, 2020 and 2019 respectively, the authorized capital stock of the Parent Company included two hundred million (200,000,000) shares with a nominal value of ten pesos (\$ 10-figure expressed in pesos-) each and the subscribed and paid capital. As of those same dates, it is made up of 167,391,943 common shares for \$ 1,673,920.

As of December 31, 2020 and 2019, the Parent owns 104,146 reacquired own shares, the inherent rights of which are suspended while they remain in its power.

All issued shares are fully paid. The shareholders who have common shares have the right to receive dividends as they are declared from time to time and have the right to one vote per share at the Parent's meetings.

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(Loss) Basic earnings per-share

As of December 31, 2020 and 2019, the Basic Profit / Loss per Share is calculated by dividing the Profit / Loss attributable to the Parent's shareholders by the number of ordinary shares outstanding during the year.

Concept	2020	2019
Net income for the year	(40.420.612)	30.294.204
Outstanding shares	167.391.943	167.391.943
Basic earnings per share	(241,47)	180,98

28. Reserves

The following is the detail of the reservations:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Legal Reserve (1)	839.707	839.707
Reserve for acquisition of own shares	1.164	1.164
Own shares repurchased	(1.041)	(1.041)
Occasional reservations (2)	141.370.224	111.076.020
	<u>\$ 142.210.054</u>	<u>\$ 111.915.850</u>

(1) In accordance with legal provisions, every entity must establish a legal reserve appropriating ten percent (10%) of the net profits of each year until reaching fifty percent (50%) of the subscribed capital, the reserve may be reduced to less than fifty percent (50%) of the subscribed capital, when it is intended to wipe out excess losses of undistributed profits, the legal reserve may not be used to pay dividends or to cover expenses or losses during the time that the entity have undistributed profits.

(2) In the Shareholders' Meetings of the Parent held on March 31, 2020 and March 28, 2019, it was determined to constitute an occasional reserve for \$ 30,294,204 and \$ 13,274,678, respectively.

Additionally, for 2020 no dividends were decreed and for 2019 cash dividends for \$ 13,274,287 were decreed and \$ 13,223,905 were paid in the period; the remaining \$ 50,382 is recorded as accounts payable to minority shareholders. Additionally, during the 2020 period, \$ 2,703 was paid in cash to minority shareholders that were pending for 2019.

29. Other equity interests – ORI

The following is the detail of the balances of other comprehensive income accounts included in the Parent's equity during the periods ended December 31, 2020 and 2019:

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Balance as of December 2018	\$	1.075.700
Variation equity instruments measured at fair value (To the popular and La Previsora)		(88.783)
Balance as of December 2019		986.917
Variation equity instruments measured at fair value (To the popular and La Previsora)		(5.794.346)
Balance as of December 2020		(4.807.429)

The decrease in the value of the other interests in the Parent's equity for the 2020 period is due to the updating of the fair value of the investments in Alpopular Almacén General de Depósito S.A. and La Previsora S.A. Insurance Company, through the discounted dividend flow methodology and Gordon Shapiro.

30. Ordinary activities income

The following is the detail of income from ordinary activities:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Entertainment and recreation (1)	10.308.402	161.284.769
Real Estate, Business and Rental Activities (2)	6.141.374	17.297.120
Food and Beverages (3)	2.200.940	14.654.847
Parking Administration	332.203	3.734.911
	\$ 18.982.919	196.971.647

The decrease in income from Ordinary Activities is due to the situation generated by the health emergency declared by the National Government due to the Covid-19 pandemic, because of which mass events were prohibited; For this reason, the Parent and Subordinate were not able to carry out the Annual Calendar Trade Shows since March 2020, nor the provision of related services.

- (1) Entertainment and Recreation: Registers the income obtained from the leasing of spaces and provision of services in the organization and holding of fair events of the Parent and the subordinate. The main events that generated the variation in the Matrix were the Home Fair for \$ 3,668,490, Anato Tourist Showcase for \$ 1,679,404, Expoartesanas for \$ 350,943, Dr. Joe Dispenza's progressive workshop for \$ 483,157, among others; in the Subordinate for events such as Sabor Virtual for \$ 269,622, Your home at a click 2020 \$ 70,297, Bavaria 2020 Convention \$ 228,250, Proca Strategic Meeting and Alignment \$ 52,500, Barranquilla Hospital Project \$ 604,622, and IDB Board of Governors 2020 \$ 888,058, among others.
- (2) Real estate, business, and rental activities: Registers the income originated in the leasing of spaces and provision of services, related to the organization of non-fair events of the Parent Company and its Subordinate. During 2020 in the Matrix, the events that generated the highest income were Non-fair Fixed Events for \$ 1,004,458, Colombian Construction Congress for \$

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188,852, International Convention of Insurance Phase for \$ 133,684, Tattoo Music Fest for \$ 94,320, Bogotá Hospital Project for \$ 3,732. 184, among others. The most important activity of the year was the Hospital Project, which consisted in the provision of services for manifest urgency, given the advance of the pandemic generated by Covid-19, where the Subred Centro Oriente, a state social company, hired Corferias for the assembly of a temporary hospital to treat patients of medium complexity whose clinical conditions were not associated with Covid-19, as part of the expansion of the District's hospital network. The fairgrounds were occupied with this hospital between April 8 and September 30, 2020.

- (3) Food and Beverages: Registers the value of the income obtained from the provision of food and beverage services. Income is generated mainly in the Matrix by events such as Dr. Joe Dispenza Progressive Workshop for \$ 292,468, Mary Kay Annual Seminar for \$ 251,357, Lacpec Hse for \$ 228,402, among others, and the sale of food and beverages at coffee bars for \$ 114,730; and in the Subordinate mainly for events such as: Bavaria Convention \$ 59,893, Proca Strategic Meeting and Alignment for \$ 66,181, 2020 IDB Board of Governors \$ 136,684 and others for \$ 37,972.

31. Selling Expenses

The following Table details the Selling Expenses:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Personnel expenses (1)	\$ 4.748.168	7.464.019
Fees (2)	583.340	3.681.553
Taxes	584	354.092
Leases (3)	2.422.194	9.004.794
Contributions and affiliations (4)	237.157	14.535.420
Insurance	62.941	31.614
Services (5)	6.252.932	26.211.551
Legal expenses	1.222	125.893
Maintenance and repairs	105.647	479.565
Suitability and installation (6)	1.836.986	16.142.558
Travel expenses	59.052	2.373.721
Diverse Costs (7)	952.594	4.796.839
Others (8)	1.050	11.022.485
	<u>\$ 17.263.867</u>	<u>96.224.104</u>

- (1) The following Table details the Personnel Expenses:

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Salaries and other Personnel Expenses *	\$ 2.697.968	4.948.905
Parafiscal Contributions and Social Benefits	994.642	1.466.437
Bonuses	485.641	151.809
Reliefs **	63.248	133.581
Contributions toward Pension Funds	407.360	627.870
Contributions Health Services (E.P.S and A.R.L)	58.271	117.732
Other Labor Expenses ***	41.038	17.685
	\$ 4.748.168	7.464.019

* Includes salaries, overtime, commissions, and inabilities of the personnel of the operational area.

** Corresponds to worker aid for transportation, connectivity, and prepaid medicine aid.

*** Represents concepts such as staffing, staff training, sports and recreation activities, incentives, among others.

- (1) The decrease corresponds to the measures taken by the Corporation to face the impact caused by the COVID 19 pandemic, for which the fixed-term contracts that expired during the year were not renewed. Likewise, the determination was made not to make salary increases for the year 2020.
- (2) Corresponds mainly to technical advice for holding trade shows in the Parent and Subordinate, for the concept of technical advice in external communications management necessary for the planning and execution of new customer loyalty projects. The decrease is caused by cutting expenses because of the Covid-19 pandemic.
- (3) So far in 2020, the Parent corresponds mainly to the rental of sound and video equipment for the execution of the trade shows held in the first quarter. In the second and third quarters it corresponds mainly to the rental of equipment for the installation of the hospital unit installed in the fairgrounds, and rental of sound equipment for the Ágora convention center; and in the Subordinate it corresponds mainly to the leasing of the halls for the execution of the Barranquilla Hospital Project for \$ 165,776, the 2020 IDB Board of Governors trade show for \$ 32,703, the Sumapaz Signature Pact event for \$ 66,039, among others. The decrease is caused by the lower number of events held in 2020.
- (4) It corresponds to the expenses for contributions paid to Associations for the development of the Parent Trade Shows, such as the Colombian Book Chamber, Colombian Crafts, Regional Construction Chamber, Expodiseño, among others; The decrease in spending from one year to the next is caused by the impossibility of holding the trade shows of the trade show calendar due to a health emergency caused by Covid-19.
- (5) Corresponds in the Matrix to the expenses for advertising services for \$ 1,990,338, temporary personnel for \$ 602,644, cleaning and monitoring for \$ 398,306 and public services for \$1,097,403, among others; and the Subordinate corresponds to the expenses incurred for Cleaning and monitoring for \$ 996,587, public services for \$ 405,231, advertising for \$134,833, internet service for \$ 36,850, among others. The decrease is due to the impossibility of holding the Trade Shows because of the closure of the fairgrounds caused by the Covid 19 pandemic.

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- (6) The balance is made up of cleaning and monitoring expenses and the expenses of adjustments and electrical installations of the fairgrounds for the optimal execution of the Parent and Subordinate trade shows. In the second, third and fourth quarters of 2020, it corresponds to the expenses for services of transportation of materials, assembly of the dividing system, electrical installations, public services, and signs of the hospital units installed in the fairgrounds of Bogotá and Barranquilla. The decrease is due to the impossibility of holding the Trade show because of the closure of the fairgrounds caused by the Covid 19 pandemic.
- (7) Corresponds to concepts such as stationery, decoration and signage elements, casino, taxis among others necessary for the realization of the trade shows both in the Parent and in its Subordinate.
- (8) For the year 2019 Includes expenses of the operation of the Ágora International Convention Center for \$ 10,033,136, which were not presented in 2020, due to the impossibility of developing activities due to the Covid 19 pandemic.

32. Administration Expenses

The following Table details the Administration Expenses:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Personnel Expenses	\$ 18.443.215	26.318.857
Fees	907.087	1.428.590
Taxes (2)	3.571.713	7.011.076
Leases	136.612	723.248
Contributions and Affiliations	586.638	870.903
Insurance	422.473	393.387
Services (3)	5.081.792	7.821.776
Legal Expenses	346.956	91.789
Maintenance and Repairs (4)	2.201.066	3.153.199
Suitability and Installation (4)	713.361	2.344.152
Travel Expenses	50.835	536.993
Depreciations	7.385.331	7.408.609
Amortizement	3.098.512	2.765.550
Diverse Costs (5)	845.967	1.863.125
Others	445	212.877
	<u>\$ 43.792.003</u>	<u>62.944.131</u>

The following Table details the Personnel Expenses related in the Administration Expenses Table:

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	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Integral Salaries	\$ 4.740.111	5.353.756
Pensions	216.750	408.077
Salaries and Other Personnel Expenses *	6.735.497	12.069.528
Parafiscal Contributions and Social Benefits	3.069.474	4.363.859
Bonuses	1.009.298	602.603
Reliefs **	117.809	199.893
Contributions toward Pension Funds	1.444.859	1.962.049
Contributions Health Services (E.P.S and A.R.L)	464.829	604.616
Other Labor Expenses ***	644.588	754.476
	<u>\$ 18.443.215</u>	<u>26.318.857</u>

* Includes mainly wages, integral salaries, parafiscal contributions and social benefits of the administrative department personnel.

** Corresponds to workers' aid for transport and prepaid medicine assistance.

*** Represents concepts such as personnel equipment, personnel training, sports and recreation activities, incentives, among others.

- (1) The decrease corresponds to the measures taken by the Parent and Subordinate to face the impact caused by the COVID 19 pandemic, which is why the fixed-term contracts that expired during the year were not renewed. Likewise, the determination was made not to carry out salary increases for the year 2020.
- (2) Mainly represents in the Parent the taxes for: industry and commerce, real property, vehicles, entertainment, consumption, urban delineation, and financial movement tax.
- (3) The balance corresponds mainly in the Parent and Subordinate to services such as cleaning, monitoring, temporary staff, technical assistance, public services, and others incurred for the administrative operation and the holding of events.
- (4) The expenses correspond to the adjustments and set-ups of the events carried out so far in 2020. In the Parent and Subordinate, the decrease occurs due to the lower number of events carried out with respect to 2019.
- (5) The balance consists mainly in the Parent of the decoration and signage elements used to carry out the events carried out in the first quarter. The movement of the second and third quarters corresponds mainly to the reclassification of carpet consumption to operating expenses of sales to be charged to the respective trade shows scheduled in the annual calendar once the destination of this element has been identified. The movement of the fourth quarter corresponds to the execution of representation and public relations expenses, as well as the delivery of recognitions to the company's personnel.

33. Other Income

The following Table details Other Income:

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	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Dividends and Shares (1)	\$ 1.208.003	2.184.478
Asset valuation (2)	2.271.545	-
Commissions	21.588	28.873
Utility Sale of Property and Equipment (3)	7.336.630	251
Paybacks (4)	1.485.846	644.810
Explicit interests (5)	6.751.015	-
Compensations	115.274	88.272
COVID fund use income (6)	1.838.036	-
Other Income (3)	2.232.871	537.669
	<u>\$ 23.260.848</u>	<u>3.484.353</u>

- (1) For the 2020 period, it corresponds to the dividends obtained by the Parent, derived from the investments registered in Al Popular Almacén General de Depósito S.A. for \$ 1,147,955 and Previsora S.A. for \$ 60,048 and for 2019 the dividends received for \$ 2,184,478 from Al Popular, which are valued at fair value with changes in ORI.
- (2) Corresponds to the valuation of the investment property of the Parent. (See note 19)
- (3) Profit from the sale of a commercial premises, located on the hotel grounds, to the Bogotá Chamber of Commerce (see note 18).
- (4) Includes other income from expense recoveries during 2020 and 2019, respectively, such as refund of provisions for accounts payable for \$ 771,061 and \$ 469,501, recovery for updating the actuarial calculation for \$ 326,083, among others.
- (5) Corresponds in the Parent to the recovery of the implicit interest calculated as a financing component on the contractual liability with Patrimonio Autónomo P.A. Pactia that as of 2020 affected the result, which when the transfer of the asset was carried out according to Public Deed No.1518 of December 16, 2020, present this movement (see note 24).
- (6) It corresponds in the Parent to the value received from the investors of the International Convention Center of Bogotá - Ágora, to cover the necessary expenses in the operation of the Events Center, incurred by Corferias in its capacity as operator; where in Investor Meeting No. 3 of August 31, 2020 a fund called Covid Fund was created, because of the impossibility of generating income because of the pandemic.
- (7) Corresponds mainly to the PAEF payroll subsidy granted by the National Government for \$ 1,068,215, in support of companies affected by the Covid19 Pandemic and the refund of public services for \$ 618,939, previously canceled by the Parent when what was contractually agreed with the Subred Integrada de Servicios de Salud Centro Oriente E.S.E. at the signing of the contract for the assembly of the temporary Hospital.

34. Other Expenses

The following Table details Other Expenses:

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	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Loss on Withdrawal of Property and Equipment	\$ -	1.886.130
Other Expenses (1)	<u>1.297.932</u>	<u>5.660.062</u>
	<u>\$ 1.297.932</u>	<u>7.546.192</u>

- 1) (1) Corresponds, mainly, to the provision in the Parent for contingencies for litigation for \$153,415 and hotel construction expenses not recognized as investment property for \$422,565 and for 2019 to the provision for contingencies for litigation for \$2.233.862 and a fine imposed by the Urban Development Institute - IDU for \$2,471,345, because the number of parking spaces built in the Hotel Project was lower than that required in District Decree 364 of 2013. It also includes donations to Fenalco for \$250,000 for the year 2020 and 2019.

35. Financial Income

The following Table details Financial Income:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Savings Accounts Interest and CDT (1)	\$ 702.992	874.509
Exchange difference (2)	1.499.416	1.403.074
Conditional trade discounts	38.623	214.160
Investment return (3)	<u>45.585</u>	<u>42.627</u>
	<u>\$ 2.286.616</u>	<u>2.534.370</u>

- (1) Corresponds in the parent company to the interest obtained in the year 2020 and 2019 for the savings account's income of \$643.339 and \$650.837, and to the interest obtained from the constitution of a CDT in 2020 of \$12.896; and in the subsidiary to the interests obtained in the savings accounts and Collective Investment Funds for \$26.864 and \$203.165.
- (2) Corresponds in the parent company and subsidiary to the difference registered in the payment of the obligations in foreign currency with clients, suppliers, and contractors in the conversion to the national currency.
- (3) Corresponds to the returns generated by the investment of the parent company in the Nexus Real Estate Capital Fund for \$45.585.

36. Financial Expenses

The following Table details the Financial Expenses:

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	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Banking Expenses	\$ 2.581	1.937
Commissions	90.594	489.983
Interest (1)	8.096.883	7.556.342
Exchange difference	1.090.095	1.331.157
Explicit interests (2)	6.757.389	-
Others	2.372	20.601
	<u>\$ 16.039.914</u>	<u>9.400.020</u>

- (1) Corresponds to interest accrued from interest on bank loans for \$8,096,883 and for obtaining new loans to meet the operating expenses of the Parent and its subordinate during 2020 and in 2019 for loans to service the projects of investment.
- (2) Corresponds in the Parent to the interests generated by the contractual liability with Patrimonio Autónomo P.A. Pactia during 2020, which, as of 2020, were recorded in the result.

37. Equity Profit

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
(Loss) Profit in the equity method	\$ (2.640.736)	6.117.889

For the year 2020 there is a loss in the application of the method of participation in the investment in the P.A. CICB Ágora due to the results presented in the investment, which was affected by the non-operation during 2020 of the Ágora International Convention Center because of the health emergency declared in March 2020 by Covid-19. For the 2019 period, the effect was profit.

38. Income Tax Expense

(a) Components of Income Tax Expense

The Income Tax Expense for the years 2020 and 2019, ending on the 31st of December, include the following:

	2020	2019
Current Income Tax (1)	\$ 3.810	\$ 5.714.928
Expense (recovery) Previous Income Tax	21.632	(150.989)
Casual income tax (2)	1.556.642	-
Current Tax Subtotal	<u>1.582.084</u>	<u>5.563.939</u>
Deferred Annual Tax	(2.276.086)	(7.125.047)
Adjustments from previous periods (3)	6.059.151	-
Income Tax Total	<u>5.365.149</u>	<u>(1.561.108)</u>

- (1) For the year 2020, the Parent presents accounting and tax loss and is excluded from determining the income tax by the presumptive income system, as it is an events and conventions center in which its majority participation is the Chamber of Commerce. from Bogota. The Subordinate, in

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accordance with current tax regulations, is subject to income and complementary taxes. The applicable rate for the years 2019 and 2020 was 33% and 32% respectively.

(2) The increase in income tax expense is generated mainly by the occasional gain from the sale of the premises to the Bogota Chamber of Commerce and the transfer of 70% of the property of the Hotel to the Autonomous Patrimony P.A. Pactia.

(3) The adjustment of previous periods corresponds to the update of the deferred tax with the projection of the 30% rate on the temporary items that will be reversed as of the termination of the Free Zone.

(b) Reconciliation of the tax rate in accordance with the tax provisions and the effective rate

The current tax provisions applicable to the Matrix and the subordinate stipulates that:

- The Corporation was authorized as a Special Permanent Free Trade Zone user operator by resolution No. 5425 of June 20, 2008 and in accordance with Law 1819 of 2016, the income tax is calculated at a 20% rate.
- The income tax rate for the year 2019 is 33 %. With the Ruling of the Constitutional Court C-510 of October 2019 is declared unconstitutional the application of the additional percentage points to income tax applicable to financial institutions; for the year 2018 the income tax rate is 33% plus 4 additional points on the general rate.
- According to the Economic Growth Act 2010 of 2019, the income tax rate for the years 2020, 2021 and 2022 and following is 32%, 31%, and 30 % respectively. For the financial institutions that obtain in the period an income equal or superior to 120,000 UVT they apply some additional percentage points of income tax of 4% for the year 2020 and 3% for the years 2020 and 2021.
- By 2019 the presumptive income is 1.5% of liquid assets on the last day of the immediately preceding taxable year, while by 2018 it was 3.5%.
- The Economic Growth Act 2010 of 2019 reduces the presumptive income to 0.5% of the liquid assets of the last day of the immediately preceding taxable year 2020 and at 0% from the year 2021 onwards.
- The Economic Growth Act 2010 of 2019 maintains the possibility of taking as a tax discount on income tax 50% of the industry and commerce tax notices and boards actually paid in the year or taxable period, which from 2022 will be 100%. For the year 2018 this tax has the treatment of deduction in the income tax.
- With the Economic Growth Act 2010 of 2019 for the taxable years 2020 and 2021 the audit benefit is extended to taxpayers who increase their net income tax for the taxable year in relation to the net income tax for the immediately preceding year at least 30% or 20%, so that the tax return will be firm within 6 or 12 months from the date of filing, respectively.
- With the Economic Growth Act 2010 of 2019, the term of firmness of the income tax and supplementary tax returns of taxpayers who determine or offset tax losses or are subject to the transfer pricing regime, shall be 5 years.

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- The tax losses may be offset against ordinary taxable income obtained in the following 12 taxable periods.
- The excess presumptive income can be compensated in the following 5 taxable periods.
- The occasional income tax is taxed at the rate of 10%.

In accordance with literal (c) of paragraph 81 of IAS 12, the following is the detail of the reconciliation between the total income tax expense of the Company calculated at the current tax rates and the tax expense effectively recorded in the result for the period ended December 31, 2019:

	<u>December 31st, 2019</u>
Earnings before tax	28.733.096
Notional tax	5.746.619
Interest on presumed taxes	60
Non-deductible past expenses	85.441
Non-deductible expenses fines and litigation	942.892
Non-deductible taxes	203.901
Other non-deductible expenses	455.906
Industry and commerce, loss on sale of goods and other non-deductible	1.153.388
Untaxed dividends	(436.896)
Net income by equity method and other non-taxed income	(1.539.540)
Marginal rate range	-
Effect of rate differences	518.426
Deferred tax adjustment for restatement of tax cost	(2.365.663)
Taxed income autonomous assets and other taxable income	50.643
Previous year's income tax return adjustment	(150.988)
Deferred tax adjustment to prior periods	(4.953.429)
Tax discount	(1.271.858)
Occasional profit	-
Total expenditure for income tax	<u>(1.561.098)</u>

For the year ended December 31, 2020, there is no reconciliation of the effective tax rate, considering that the Corporation presents both accounting and tax losses.

Deferred taxes with respect to investments in subsidiaries, associates, and joint ventures

In compliance with paragraph 39 of IAS 12, the Company does not record deferred tax liabilities related to temporary differences from investments in subsidiaries and associates. The foregoing is since: i) the Company has control over the subsidiaries and over the decision to sell its investments in associates, therefore, it can decide on the reversal of such temporary differences; and ii) the Company does not foresee their realization in the foreseeable future.

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The temporary differences for the items indicated as of December 31, 2020 and 2019, amounted to \$0 and \$2.350.714, respectively.

(c) Movement of deferred taxes:

The differences between the bases of assets and liabilities for NCIF purposes and the tax bases of the same assets and liabilities for tax purposes give rise to temporary differences that generate deferred tax calculated and recorded as of December 31, 2020 and 2019 based on the tax rates currently in effect for the years in which such temporary differences will be reversed.

Tax effects of tax-deductible differences	Balance as of 31 December 2019	Credited to results	Balance as of 31 December 2020
Exchange difference in available	2.311	3.036	5.347
Portfolio impairment and accounts receivable	324.214	222.619	546.833
Inventory of materials, spares, and accessories	-	-	-
Brands	1.153.758	822.897	1.976.655
Property and equipment	6.184.086	(46.133)	6.137.953
Licenses	-	-	-
Prepaid expenses	132.222	(130.276)	1.946
Costs and expenses to be paid	156.857	(152.446)	4.411
Taxes	29	(29)	-
Employment Obligations	12.268	(11.587)	681
Employee Benefits	66.861	(5.752)	61.109
Deposits received for trade shows and events	-	5.396	5.396
Subtotal tax effects of taxable temporary differences	\$ 8.032.606	\$ 707.725	8.740.331
Tax effects of taxable tax differences	Balance as of 31 December 2019	Credited to results	Balance as of 31 December 2020
Investment trust law (Agora)	(3.578.265)	1.342.689	(2.235.576)
Inventory of materials, parts, and accessories	(1.463)	-	(1.463)
Brands	(1.279.665)	(269.572)	(1.549.237)
Terrains	(19.770.555)	159.631	(19.610.924)
Constructions in progress	(50)	50	-
Accumulated depreciation	(15.331.643)	(954.328)	(16.285.971)
Licenses	(329.441)	(351.781)	(681.222)
Investment properties	(2.073.497)	1.632.545	(440.952)
Deposits received for trade shows and events	(110.080)	-	(110.080)
Exchange difference	(6.460)	-	(417)
Currency correction	(23.650)	3.085	(20.565)
Subtotal tax effects of taxable temporary differences	(42.504.769)	1.562.319	(40.936.407)
Total	(34.472.163)	2.270.044	(32.196.076)

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Tax effects of tax-deductible differences	Balance as of 31 December 2018	Credited to results	Balance as of 31 December 2019
Available	\$ -	2.311	2.311
Portfolio impairment and accounts receivable	239.897	84.317	324.214
Brands	631.075	522.68	1.153.758
Property and equipment	6.184.047	39	6.184.086
Licenses	128.041	(128.041)	-
Prepaid expenses	2.427	129.795	132.222
Costs and expenses to be paid	393.286	-236.429	156.857
Taxes	-	29	29
Employment Obligations	9.913	2.355	12.268
Employee Benefits	37.914	28.947	66.861
Subtotal tax effects of taxable temporary differences	\$ 7.626.600	406.006	8.032.606
Tax effects of taxable tax differences	Balance as of 31 December 2018	Credited to results	Balance as of 31 December 2019
Available	\$ (2.772)	2.772	-
Ágora trust law investment	(10.907.841)	7.329.576	(3.578.265)
Sundry debtors	(129)	129	-
Inventory of materials, parts, and accessories	(1.463)	-	(1.463)
Brands	(1.268.214)	(11.451)	(1.279.665)
Terrains	(19.922.801)	152.246	(19.770.555)
Constructions in progress	-	(50)	(50)
Accumulated depreciation	(14.726.882)	(604.761)	(15.331.643)
Licenses	-	(329.441)	(329.441)
Investment properties	(2.237.400)	163.903	(2.073.497)
Deposits received for fairs and events	(129.572)	19.492	(110.080)
Difference in change	-	(6.460)	96.460
Currency correction	(26.736)	3.086	(23.650)
Subtotal tax effects of taxable temporary differences	\$ (49.223.810)	6.719.041	(42.504.769)
Total	\$ (41.597.210)	7.125.047	(34.472.163)

(d) Uncertainties in tax positions - IFRIC 23

As of December 31, 2020 and 2019, the Corporation does not present fiscal uncertainties that generate a provision for this concept, considering that the income and complementary tax process is regulated under the current tax framework. Consequently, there are no risks that could imply an additional tax liability.

39. Related parties

In accordance with IAS 24, a related party is a person or entity that is related to the Parent and the subordinate, over whom control, or joint control could be exercised; exercises significant influence; or is considered a member of the key management or controlling personnel of the reporting entity.

The Parent company and the subordinate company consider as related parties, the main shareholders, members of the Board of Directors, key management personnel, companies in which the shareholders or members of the Board of Directors have an interest of more than 10%.

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The Parent company and the subordinate company recognize the balances of assets, liabilities, income, and expenses caused in each period, corresponding to operations with related parties, such as subordinate, associate, key management personnel and shareholders.

Compensation for key management personnel includes salaries and short-term benefits. The Steering Committee and the Board of Directors are considered key management personnel.

The terms and conditions of transactions with related parties were not made on terms more favorable than those available in the market, or those that could reasonably have been expected to be available in similar transactions.

The most representative balances by 31 December 2020 and 2019, with related parties, are included in the following accounts:

Related Parties Receivables

The following is the detail of accounts receivable from related parties:

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Controller - Bogotá chamber of commerce (1)	\$ -	418.540
Participating - Alpopular Almacén General de depósitos S.A. (2)	221.252	500.273
Key management personnel	105.852	130.752
Associated - Autonomous Patrimony CICB (3)	302.133	3.086.669
Minority shareholders	13.968	153.690
Other related parties	262.757	371.291
	\$ 905.962	4.661.215

- (1) The decrease corresponds to the payment of the account receivable from the Bogotá Chamber of Commerce for participation in the Bogotá Madrid Fusión trade shows for \$364,708 and Expoartesanas for \$53,832.
- (2) The decrease corresponds to the change in the frequency of payment of dividends in accordance with the profit distribution project decreed at the General Assembly of Alpopular S.A.
- (3) The decrease corresponds to the payment of the remuneration for \$2,150,771 that Corferias has as Operator of the International Convention Center.

Related Parties Payable

The following is the breakdown of accounts payable to related parties:

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	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Controller - Bogotá chamber of commerce (1)	\$ 31.190.456	34.746.775
Associated - Autonomous Patrimony CICB (2)	475.612	10.446.286
Participating - Alpopular Almacén General de depósitos S.A.	-	25.197
Key management personnel	93.068	451.602
Board of directors	230	21.347
Minority shareholders	291.805	126.124
Other related parties	34.087	137.214
	<u>\$ 32.085.258</u>	<u>45.954.545</u>

- (1) The balance as of December 31, 2020 corresponds to \$31,190,456 for a loan from the Bogota Chamber of Commerce, which can be seen in detail in Note number 20 of Financial Obligations.
- (2) Corresponds to the results of the development of the operation of the ÁGORA International Convention Center in 2020 and 2019, which are registered by Corferias as its operator, these resources will be delivered to Fiduciaria Bogotá as administrator of the Autonomous Heritage.

Income and expenses

Bogotá Chamber of Commerce

Income	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Food and beverages	\$ 8.211	160.455
Real estate, business, and rental activities	89.275	10.000
Entertainment and leisure	315.620	4.455.154
	<u>\$ 413.106</u>	<u>4.625.609</u>
Administrative expenses		
Personnel expenses- staff training	\$ -	257
Insurance	8.873	6.714
Legal expenses	5.072	5.212
Other	20	-
	<u>\$ 13.965</u>	<u>12.183</u>
Financial expenses		
	<u>\$ 1.408.322</u>	<u>1.890.780</u>

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Alpopular Almacén General de Depósitos

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Investments	\$ <u>4.420.414</u>	<u>13.972.736</u>
Incomes		
Real estate, business, and rental activities	46	1.629
Dividends and shares	1.147.955	2.184.478
	\$ <u>1.148.001</u>	<u>2.186.107</u>
Administrative expenses		
Leases	8.393	-
Various	-	-
	\$ <u>8.393</u>	<u>-</u>

Key management personnel

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Incomes		
Hotels and restaurants	121	250
Financial - interest loans	9.399	17.223
	<u>9.520</u>	<u>17.473</u>
Administrative expenses		
Personnel expenses	\$ 2.904.983	3.424.605
Legal expenses	-	1.064
Expenses and Travel	394	33.138
Other	191	789
	\$ <u>2.905.568</u>	<u>3.459.596</u>
Sales expenses		
Travel expenses	\$ 15.649	92
Legal expenses	1.071	-
	<u>16.720</u>	<u>92</u>

Board of directors

	<u>December 31st, 2020</u>	<u>December 31st, 2019</u>
Administrative expenses		
Fees	34.944	228.584
Travel expenses	-	24.269
	\$ <u>34.944</u>	<u>252.853</u>

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Minority stockholders (*)

	<u>31 de diciembre de 2020</u>	<u>31 de diciembre de 2019</u>
Incomes		
Food and beverages	\$ 880	230.492
Real estate, business, and rental activities	46.873	121.322
Entertainment and leisure	1.358.260	3.237.429
	<u>\$ 1.406.013</u>	<u>3.589.243</u>
 Administrative expenses		
Personnel expenses	\$ 129.101	275.434
Legal expenses	6	-
Travel expenses	25.058	182.585
Amortization	167.844	-
Other expenses	2.605	-
	<u>\$ 324.614</u>	<u>458.019</u>
 Sales expenses		
Fees	\$ 76.040	158.755
Services	12.597	104.265
Adequacy and installation	22.962	-
Travel expenses	-	722.954
Contributions and affiliations	-	1.135.687
	<u>\$ 111.599</u>	<u>2.121.661</u>

(*) Among the minority shareholders of the Corporation are some employees.

Autonomous Heritage International Centre CICB

	<u>31 de diciembre de 2020</u>	<u>31 de diciembre de 2019</u>
Investments	\$ <u>75.440.966</u>	<u>78.081.702</u>
 Incomes		
Technical assistance fees	\$ -	1.807.371
Income participation method	-	6.117.889
COVID Utilization Fund Income	1.838.036	-
	<u>\$ 1.838.036</u>	<u>7.925.260</u>
 Expenses		
Contributions and affiliations	62.463	-
Loss from equity method	\$ 2.640.736	-
	<u>2.703.199</u>	<u>-</u>

40. Contingencies

As of December 31, 2020 and 2019, the Parent records contingencies as follows:

For trademark registration processes, such as Agroexpo, International Book Fair and Meditech. These processes are qualified as possible.

For legal and tax proceedings with the National Tax and Customs Administration for Income and Complementary Taxes for the taxable year 2009. The process on this matter is in the category of possible.

Finally, there are twenty-four labor processes currently underway in judicial offices, through which the claimants seek to declare that the link that existed between each of them and the Parent Company was governed by an employment contract and that, because of the foregoing, the Parent is ordered to pay the claims. The lawyers representing the Parent Company estimate the value of these processes at \$5.735.850 and classify them within the probable category; For these processes, a provision is recorded as of December 31, 2020 and 2019 for \$5.735.850 and \$5.582.435, respectively (see note 26).

As of December 31, 2020 and 2019, the Subordinate does not have contingencies.

41. Relevant events of the period

During the first quarter of 2020, Resolution No. 385 of March 12, 2020 was issued by the National Government, with which the health emergency due to Covid-19 was initially declared until May 30, 2020 and subsequently extended, in which the prohibition of holding events with capacity of more than 500 people was ordered. In addition to this risk, related and related to it, it was established in the Resolution that the district and departmental authorities should evaluate the issue with respect to meetings of less than 500 people, for which again the National Government and the Capital District ordered that Meetings or events of more than 50 people would not be held and they decreed mandatory preventive quarantine, all these aspects began to limit Corferias and its subordinate in terms of:

- i) Execution of the activities of its corporate purpose, such as the holding of trade shows, conventions, and events of varied nature, which involve the participation of a very considerable number of people, not only as visitors, but also as exhibitors.
- ii) Leasing their spaces to third parties for holding events or meetings of those public and private third parties.

Because of these risks, it generates:

- A. Initially, until May 31, 2020 and extended until November 2020, Corferias and its subordinate could not develop the trade shows that were scheduled for this period of the year, in accordance with the initially defined trade show calendar, as well as the events that were scheduled in Ágora for said period by public and private third parties.
- B. Regarding the income of Corferias and its subordinate, which comes mainly from the development of the holding of trade shows, conventions and events of various natures and from the leasing of their spaces, and by not being able to develop these activities throughout the year, their Revenues were reduced and, therefore, there was a decrease in the cash flow

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required to meet its recurring expenses and the indebtedness that Corferias acquired to carry out large-scale projects, such as the adjustments and improvements to the infrastructure of the fairgrounds and of its perimeter avenues, the investment in the Hotel Hilton Corferias project and at the time in Ágora Bogotá.

Having identified this risk and its possible consequences, Corferias and its subordinate have taken the following actions aimed at mitigating it:

1. Refrain from holding massive events of more than 50 people between the months in which the health emergency is declared, in attention to the issuance of legal provisions by the National Government. Starting with the rescheduling of the Trade Shows for the year 2021.
2. Once the circulars have been issued by the Ministry of Labor and Health, regarding all alternatives to personnel management and based on the measures adopted regarding the management and prevention that must be given to COVID-19 and once authorized the Free Zones, by order of the Ministry of Commerce, Industry and Tourism, so that their employees provide their services outside this area, Corferias and its subordinate, aware of what this situation represents for the health of the entire Colombian population, decided that their Employees developed their activities through work at home, and had the electronic means and tools to maintain the continuity of the services of Corferias and its subordinate and the access of its personnel to carry out their work.
3. Corferias was authorized by its Board of Directors to allocate the Corferias fairgrounds so that the hospital capacity of the Capital District could be expanded under the leadership of the National Government and in coordination with the territorial entities for the duration of the suspension by the Government regarding events of more than 500 people, for which it authorized the administration to sign all the acts and contracts that were required to fulfill this task. The Board of Directors also authorized and empowered the Administration to request credits and carry out all the activities aimed at obtaining them, to fulfill its corporate purpose, attending to all the needs and situations that need to be sorted out and assumed for their effective fulfillment.
4. The General Assembly of Shareholders decided not to distribute profits for the 2019 financial year, to support Corferias and its subordinate in the challenges and situations generated by the declaration of the social, economic and health emergency, and that while the prohibition of large format events that limit income generation.
5. Faced with the study and analysis of the situation, a Shock Plan was adopted to reduce expenses given the measures adopted by the National Government during the year and based on the conditions presented by the impact of COVID-19 in the country and, due to the measures taken by the National Government regarding the cancellation of all types of events, the following activities were adopted:
 - i) Failure to hire vacant positions.
 - ii) Once the staff has been reviewed under the fixed-term contract modality, they will be fulfilled in accordance with the agreed maturities thereof.
 - iii) The suspension of any trip by officials at all levels and to any destination.
6. As an internal measure, Corferias and its subordinate carried out an expense review process, for which they established a Shock Plan, with the purpose of generating the greatest possible savings in all areas of the company, as follows:

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- i) The closure of fairgrounds that are not in use.
 - ii) The reduction of surveillance and cleaning services when appropriate,
 - iii) The renegotiation of suppliers and contractors to temporarily suspend their contracts if applicable,
 - iv) The suspension of any investment that is planned to be made, except those investments that are totally necessary and indispensable for the continuity of the business.
7. Corferias and its subordinate developed a process of reviewing the trade show calendar to determine which trade shows and events could be postponed and / or rescheduled and thus resume activities during the fourth quarter of 2020. This deferral study and / or trade shows and events rescheduling was carried out under relevant criteria such as contribution margin, country and / or sector importance of the event, institutional importance, international calendar, among others. Therefore, the publication of the respective trade show calendar will take place once its final version is available and all the variables that are being studied have been harmonized.
8. Structuring an initiative that involves the development of a virtual platform, through which the exhibitor could exhibit their products and / or services, through a virtual trade show in which both exhibitors and visitors can exchange products or services and from this way to meet their needs, without involving physical contact. This pilot test was carried out on some of the trade shows that were scheduled in the fourth quarter of 2020.

Once the public health situation is overcome, the economy will initiate a reactivation process, for which Corferias and its subordinate will put all their efforts in presenting themselves as the propitious scenario so that both the supply and demand of products are in one place, therefore it will increase its efforts in terms of the promotion and commercialization of trade shows and events at a national and international level, carrying out the activities of its corporate purpose.

During the third quarter of 2020, the National Government and the Mayor's Office of Bogotá began the process of gradual opening of activities, and from September 1 the mandatory quarantines were ended, initiating a stage of selective isolation, with this measure also makes general opening of the economy including national air transport.

Corferias and its subordinate during the last semester of the year, worked on the implementation and certification of their biosafety protocols for the assurance of their events and obtained the Bureau Veritas certification in the application of these protocols, the parent company also launched the platform of virtual trade shows "Econexia", of which it is the operator. In the last days of September, Corferias presented to the Ministry of Health its pilot plan for holding business events, holding the Home Fair during the month of November, additionally the Expoartesanas Digital trade show was developed during the month of December.

In general, Corferias and its subordinate do not present any indication that could generate any type of significant impact to maintain their business capacity going.

With respect to the subordinate Corferias Inversiones S.A.S. there are follow-up and control plans from the Board of Directors to monitor the possible negative impacts on its financial behavior. Likewise, for the associated International Convention Center of Bogotá - Ágora, whose monitoring and control is done by the Board of Investors.

42. Subsequent events

No subsequent events were presented in the Parent and Subordinate between December 31, 2020 and the date of the Statutory Auditor's report.

43. Approval to present the financial statements to the General Shareholders' Meeting

The Board of Directors of the Parent and Subordinate in session of February 24, 2021 recommended that the administration present to the General Assembly of Shareholders in the ordinary meeting of March 2021, the consolidated financial statements, and the accompanying notes, with the purpose of their being approved by said body, which may approve or modify them.