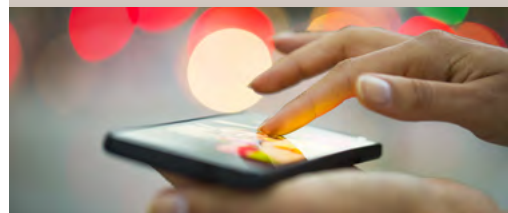
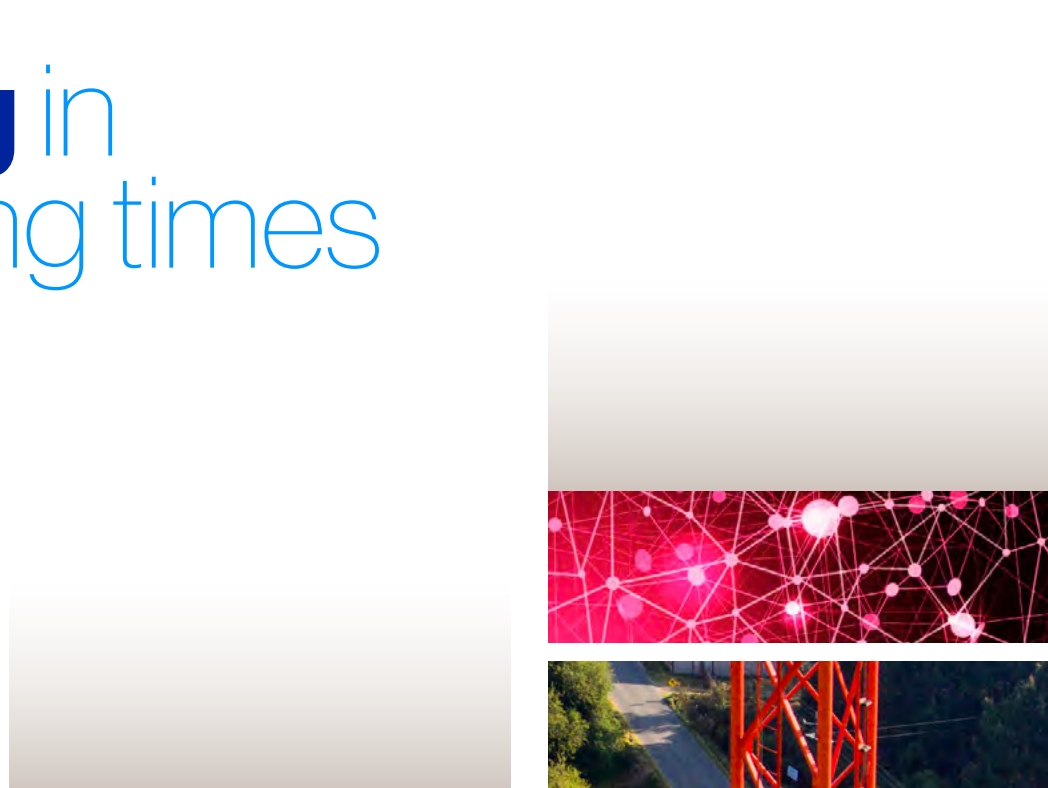


Growing in challenging times

telesites
2019 ANNUAL REPORT



The Telesites logo is displayed in a bold, white, sans-serif font against a dark blue background. The background features a faint, stylized image of a telecommunications tower and a globe.

Telesites incorporated 1,207 sites to its portfolio and added 198 rents from colocations, closing the year with a total of 1,621. The expansion of new towers was due both to a broader geographic footprint and an increase in some towers' capacity, in both urban and rural areas. With growth in our portfolio of towers, we were able to continue improving our margins thanks to the cost structure and increasing possibility of collocating more clients.

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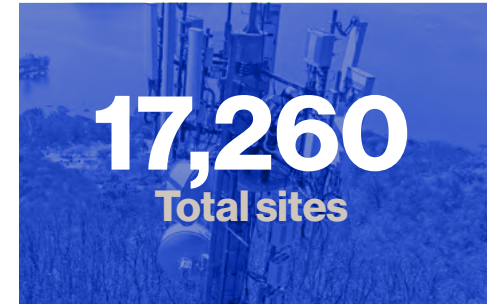
About the company

Telesites is a Mexican company that builds, installs, maintains, operates and sells various types of passive telecommunications infrastructure – towers and support structures, physical spaces and other non-electronic elements. With more than 17,000 towers spread across the nine regions in Mexico as well as Costa Rica, Telesites is the largest tower operator in Mexico, and the second largest in Latin America.

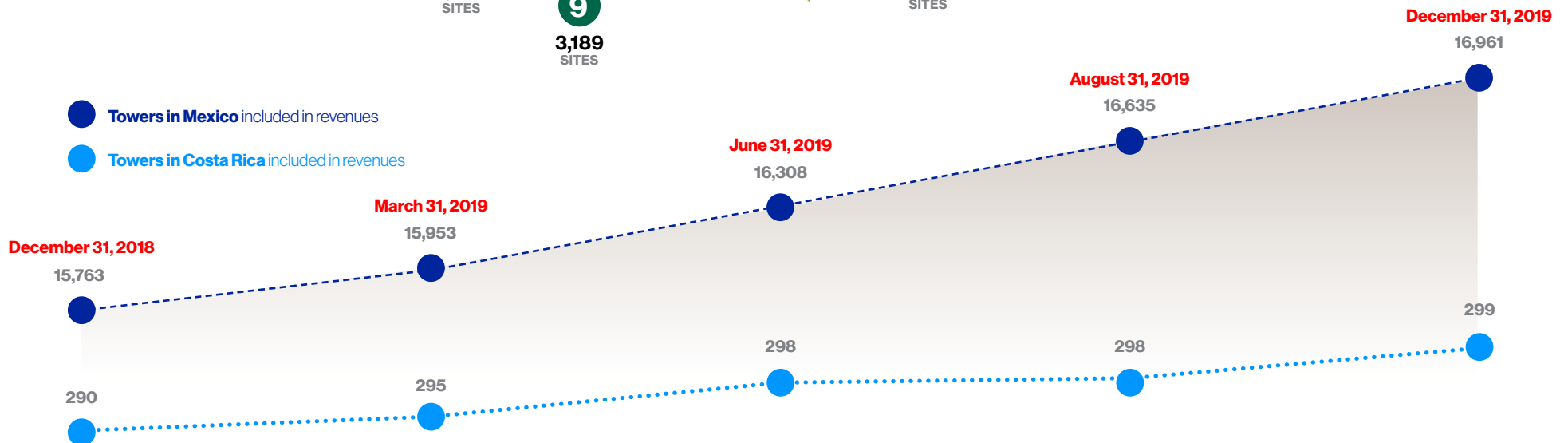
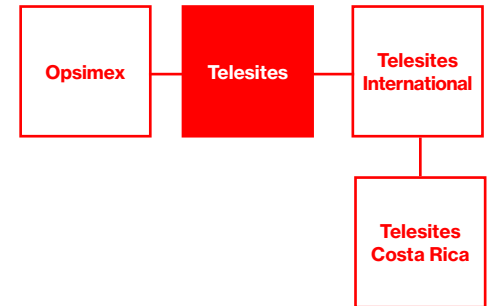
Faced with a steadily growing demand for voice and data services and rapidly evolving telecommunications technology, cellular telephony carriers, cable television companies and geolocation, companies must continuously expand the infrastructure used for providing their services. This is a source of strong growth potential for Telesites going forward.



Telesites at a glance



Corporate Structure



Letter to shareholders

Mexico City, April 24, 2019
To the General Shareholders'
Meeting and Board of Directors
Telesites, S.A.B. de C.V.

In accordance with article 44 section XI of the Mexican Securities Market Act, in correlation with article 172 of the General Business Corporations Law, and in my capacity as Chief Executive Officer of Telesites, S.A.B. de C.V. (the "Company" or "Telesites"), I am pleased to present this report on the Company's operations during the fiscal year ended December 31, 2019.

Economic Overview

In 2019, global economic activity slowed across the board, partly because of uncertainty surrounding trade relations between the United States and China.

The U.S. economy grew by 2.3% in 2019, supported by consumption of goods, which rose 3.7%, but offset by a slower growth of 1.8% in gross fixed investment, compared to 5.1% in 2018. In this context, the Federal Reserve lowered its benchmark interest rate three times to close the year in a range of 1.75% to 2.00%.

In Mexico, Gross Domestic Product shrank by -0.1%, hurt by a -4.9% reduction in gross fixed capital formation, cutbacks in government spending (-1.5%) and sluggish private consumption, which gained a scant 0.6%, compared to 2.3% the year before.

The Mexican peso closed the year at 18.93 against the dollar, gaining 72 centavos in value during the year, after reaching a 18.75 high point. The interest rate spread between risk-free bonds of Mexico and the United States, and the passage of the new USCMA by the House of Representatives in December spurred the appreciation of the Mexican currency.

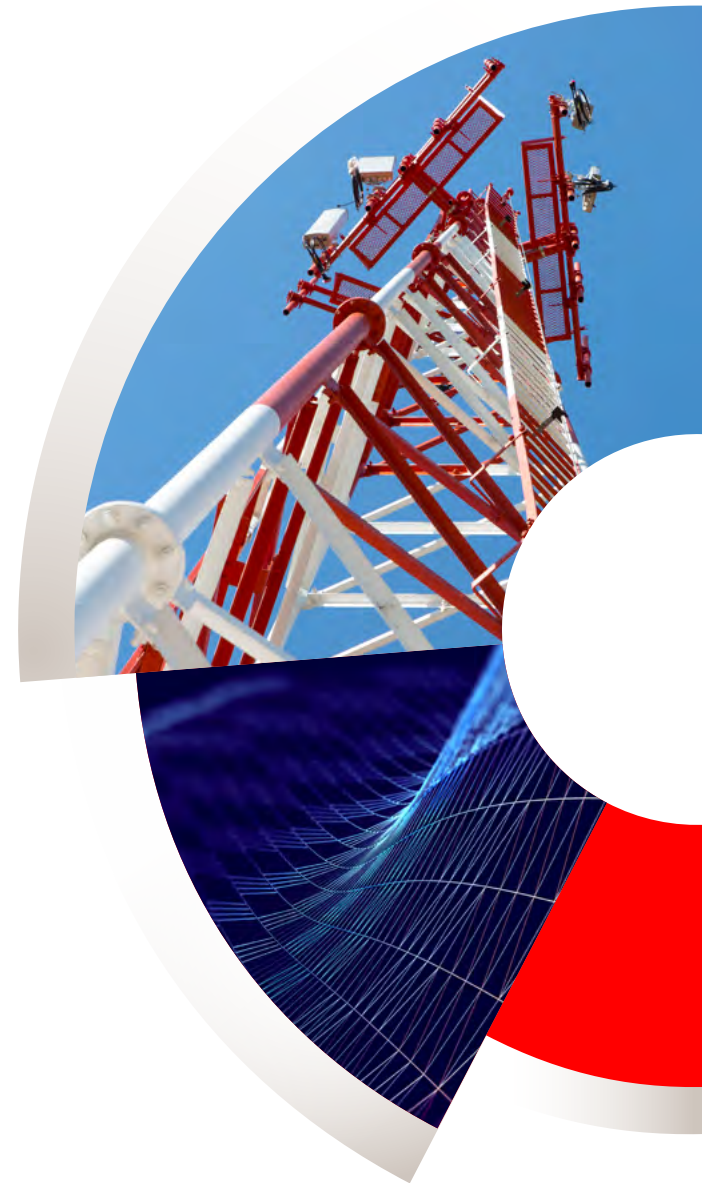
Inflation in Mexico was 2.83% in 2019, compared to 4.83% in 2018. Non-core inflation was 0.59%, fueled mainly by a slight 0.2% advance in the price of low-octane gasoline, compared to a 15.4% increase the year before. Core inflation grew 3.59%.

The trade balance was a surplus of USD 5.82 billion, compared to a deficit of USD 13.62 billion the year before. The oil trade balance was a deficit of USD 21.22 billion, which is 1.94 billion less than in 2018, while the non-oil surplus increased by USD 17.5 million and closed the year at USD 27.04 billion. Within exports, manufacturing - the most important category in this indicator - grew 3.4% and imports dropped for all sectors, particularly capital goods, down 8.9%, the result of a decline in investment in Mexico.

The federal budget balance had a 398.36 billion pesos (-1.6% of GDP) deficit, and budget revenues were 1.6% higher in real terms than the year before, against a -0.1% reduction in budget spending in real terms, product of cuts to current spending. The primary balance was a surplus of 1.1% of GDP. During the year the government applied 121.23 billion pesos (0.5% of GDP) from the Budget Revenue Stabilization Fund to offset lower-than-expected tax revenues resulting from the slowdown of the Mexican economy.

11.04%

Proforma EBITDA Growth,
compared to the previous year





The company reported total revenues of 7.3 billion pesos, a 10.5% year-to-year growth. EBITDA totaled 6.9 billion pesos, an 11.04% growth over the pro forma figure from the previous year, while our EBITDA margin improved to 94.7% on the strength of investments in previous periods and the application of the new IFRS 16 accounting standard. With this new rule we no longer include floor rental expense on our Income Statement, and we included additional expenses for depreciation and interest. Additionally, EBITDA was higher because of our investment of 2.1 billion pesos in towers in Mexico and Costa Rica.

Our company's strategy continues to focus on the growth of its business, sustained by our clients' demand for new sites, and the increased potential for colocations with the addition of each site to our portfolio. Additionally, Telesites remains alert to new growth opportunities, while ensuring optimum use of our resources at all times. Keeping this focus in mind, we work tirelessly to strengthen relations with clients, suppliers and employees, all of which are pillars for our solid growth.

The start of 2020 was heavily affected by the global COVID-19 pandemic that began in China and then spread to the rest of the world, triggering jitters in financial markets and putting the brakes on the world economy, which is likely heading in to a recession. The dollar appreciated significantly against other currencies, and the price of oil dropped to 18-year lows.

Report on the Company's operating and financial results

The following are some remarks on the key figures reported in our financial statements for the close of 2019, which are attached to this report, including the opinion of the Independent Auditor.

Telesites started out 2019 with a portfolio of 16,053 revenue-generating sites. During the year it added 1,198 new sites in Mexico and 9 new sites in Costa Rica, ending the year with 17,260 sites in total, a portfolio growth of 7.52% compared to the previous year. During the year, another 611 sites were completed but had not yet begun to generate revenues as of the close of December, primarily because they had not been connected to the electrical network. These sites have been incorporated to the revenue stream in the early months of 2020. Note that 612 of the sites built in 2019 were low-cost sites aimed at covering new territory.

During the year 2019, 188 new client co-locations were added to revenues, while one minor client cancelled all of its contracts for 72 sites. We closed the year with 101 more co-locations than the year before.

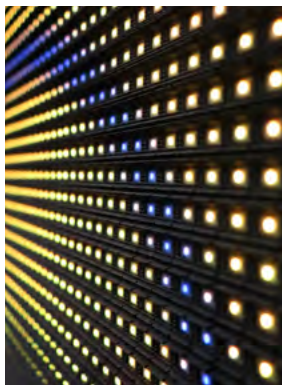
Fellow shareholders:

I am grateful for the trust you have placed in us, and I reiterate the commitment of the entire team that makes up Telesites to continue improving the performance of this company's activities.

Gerardo Kuri Kaufmann
Chief Executive Officer
Telesites, S.A.B. de C.V.



Our company's strategy continues to focus on the growth of its business, sustained by our clients' demand for new sites.



Innovation

Low-cost tower

Telesites operates in a highly competitive industry, and must remain at the forefront of technological advance, continually developing new solutions to meet its clients' demands. Early in 2019 we added a new option to our portfolio of towers, called the "Low-Cost" tower, struttred but more streamlined. With this new model, we are able to cover remote rural areas that currently lie outside existing carriers' coverage maps.

Low-cost towers have proven to be a cost effective and efficient solution for various clients in Mexico. In 2019 we added 635 towers of this type to our portfolio, and found a notable improvement in construction time and investment, so this promises to be an attractive solution for our clients.

635
low-cost towers
in 2019

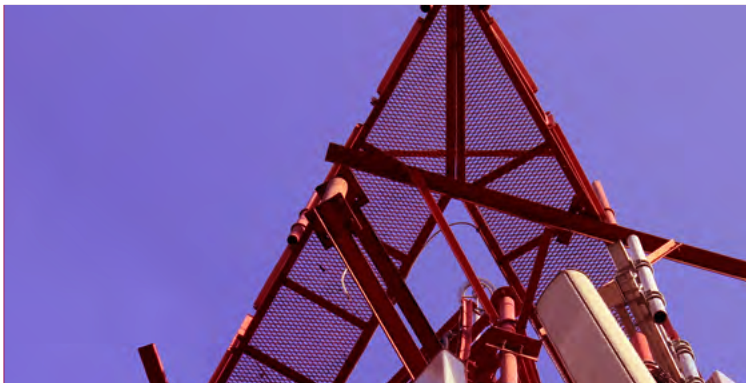


Growth

We added 1,207 sites to our portfolio

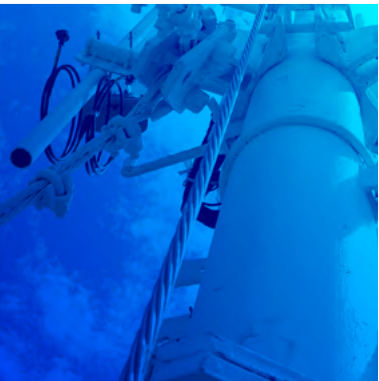
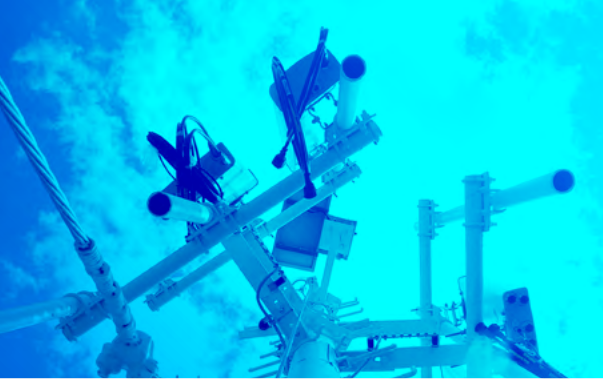
In previous years, Telesites has proven solid results in its Built-to-Suit (BTS) project, and we reaffirmed this capacity in 2019. We added a total of 1,207 sites to our revenue-generating portfolio. This brings our total portfolio to 17,260 revenue-generating sites.

The company's central focus is being able to offer an infrastructure network robust enough to meet its clients' expansion needs, while remaining at the top of its field in service and quality levels in both delivery and access. It is a well-known fact that Mexico lags far behind its Latin American peers in terms of number of subscribers proportional to the number of towers. Chile for example, has half as many subscribers per tower as Mexico's, and some developed countries ratios are closer to one-sixth of that. Telesites has focused its efforts on narrowing the gap, by building to suit and at large scale throughout the Mexican territory, which is how it has become one of the fastest-growing companies in the region.



17,260
sites included
in revenues





High profitability

Cost efficiency

Since its spinoff, Telesites has concentrated on keeping high profitability levels and obtaining a minimum return on investment in each new site. This has enabled us to steadily expand our margins, supported by the cost structure, around 85% of which is overhead.

85%
of costs are overhead

Operating Summary

RESULTS

Total revenues in 2019 came to 7.30 billion pesos, 5.06 billion of which, or 59.4%, came from tower rental. Floor space rental was transferred completely to the client and represented neither a use nor a source of revenue, and totaled 2.23 billion pesos.

EBITDA during the year was 6.91 billion pesos, for a margin of 95.2%. At the close of the year, the company reported debt of 33.40 billion pesos, and cash of 1.23 billion pesos, which meant a net debt position of 32.16 billion pesos. The net debt/EBITDA leverage ratio was 4.65x.



7.30 billion

Revenues
(millions of pesos)

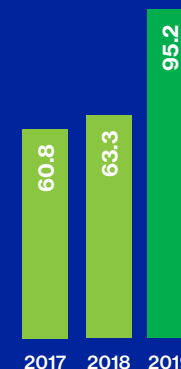
Revenues
(millions of pesos)



95.2%

EBITDA margin

EBITDA margin
%



6.91 billion

EBITDA
(millions of pesos)

EBITDA
(millions of pesos)



Corporate Governance

Board of Directors

The administration of the Company is the responsibility of a Board of Directors, which is currently made up of six (6) regular directors and no designated alternates. Telesites' bylaws stipulate that the Board of Directors must have between five and twenty-one directors and up to an equal number of alternate directors. Directors need not be shareholders, but a majority of the directors and their alternates must be Mexican citizens and elected by Mexican shareholders.

Directors and their alternates are elected or reelected at each annual general shareholders' meeting. In accordance with the Mexican Securities Market Act (LMV), the independence of Telesites' directors is qualified by Telesites' shareholders, though the Mexican Banking and Securities Commission (CNBV) may challenge this qualification. Pursuant to our bylaws and the Mexican Securities Market Act, at least 25% of Telesites' directors must be independent. Currently 50% of our directors are independent, a proportion significantly higher than that required by law. Meetings of the Board of Directors may be legally called to order when a majority of its members are present.

Our bylaws also state that the members of the Board of Directors are elected for a term of one year. Pursuant to the General Law on Commercial Corporations (LGSM), however, members of the Board remain in their positions after the expiration of their terms for up to an additional thirty-day (30) period if new members are not elected and substitutes have either not been designated for the departing member, or have not yet assumed their duties. Furthermore, under certain circumstances provided for under the LMV, the Board of Directors may elect temporary directors who then may be ratified or replaced at the shareholders' meetings.

The following is a list of the current members of the Board of Directors of Telesites, their position on the Board, their business experience and other board experience, appointed to serve for the period from April 2020 to April 2021. Shareholders ratified these board members' positions in the General Ordinary Annual Shareholders' Meeting of April 30, 2020.

Name	Title	Type	Years as board member	Gender
Juan Rodríguez Torres	Chairman	Independent	4 years	Male
Gerardo Kuri Kaufmann	Regular Member	Non independent	4 years	Male
Daniel Goñi Díaz	Regular Member	Independent	4 years	Male
Daniel Díaz	Regular Member	Non independent	4 years	Male
Victor Adrián Pandal González	Regular Member	Non independent	4 years	Male
Luis Ramos Lignan	Regular Member	Independent	4 years	Male

For the moment, 100% of our Board Members are male.

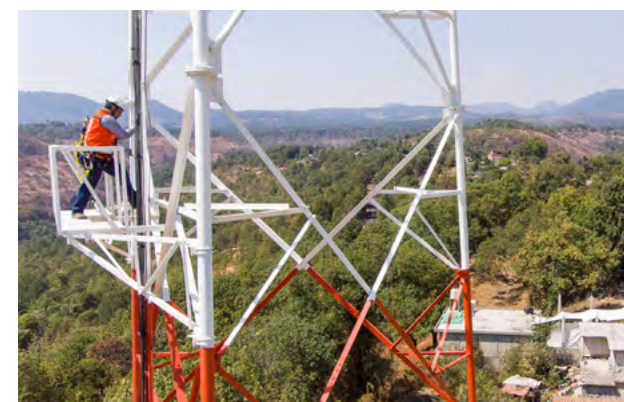
Verónica Ramírez Villela and Eriván Urióstegui Hernández serve as secretary and secretary pro tem, respectively, of the Board of Directors of Telesites, but are not members of that board. We believe that the participation of a woman in these activities from the time of our founding promotes a philosophy of inclusiveness without distinction to gender in the formation of our governance bodies.

Audit and Corporate Practices Committee

The LMV obligates every publicly-traded company to have an audit committee made up of at least three independent members appointed by the Board of Directors (except for companies controlled by a single person or business group owning 50% or more of its capital stock, in which case a majority of the members of the Corporate Practices Committee must be independent). The Audit Committee (together with the Board of Directors, which has additional obligations) replaces the statutory auditor, a position formerly required under the terms of the General Law on Commercial Corporations.

The specific duties of the Audit and Corporate Practices Committee are:

- To provide an opinion to the Board of Directors on matters for which it is responsible under the LMV;
- To call shareholders' meetings and incorporate matters onto the order of business that it considers pertinent;





- To inform the Board of Directors of the status of the internal control system, including aspects that require improvement;
- To select the Company's auditors, review and preliminary approve the scope and terms of their engagement, and to determine their compensation;
- To supervise management of these auditors and review the terms of their engagement;
- To recommend procedures for the preparation of financial statements and internal controls;
- To oversee compliance with internal controls and the way certain entries are accounted for;
- To recommend procedures for preparing internal financial statements consistent with the published financial statements;
- To support the Board of Directors in preparing the reports stipulated in the LMV;
- To discuss with auditors the annual financial statements and accounting principles applied to them and on the financial statements for interim periods, and on the basis of these discussions, to recommend the approval of these financial statements by the Board of Directors;
- To settle differences of opinion between the Board of Directors and auditors regarding the financial statements;
- To request the opinion of independent experts in cases where it deems appropriate, or where required by law;
- To approve the services rendered by auditors, or to establish policies and procedures for preliminary approval of these services;

- To obtain from auditors a report that includes an explanation of the main accounting principles applied by the Company, of any optional treatment regarding the most significant line items that have been discussed by management with the auditors, and of any other written communications between the auditors and the Board of Directors;
- To present the Board of Directors a report on its activities;
- To develop procedures for receiving, channeling and addressing complaints regarding accounting, controls, and audit-related issues, including procedures for presenting confidential reports on these issues made by employees;
- To evaluate the performance of the external auditors;
- To review and discuss the Company's financial statements and to communicate to the Board the Committee's recommendations on approval of those financial statements;
- To receive and analyze observations supplied by shareholders, board members and key executives, and to take whatever action it deems appropriate to address them;
- To recommend to the Board of Directors procedures for selecting or replacing the Chief Executive Officer and other key Company executives;
- To propose criteria for evaluating the performance of key executives;
- To analyze the Chief Executive Officer's proposals on the structure and amount of compensation paid to key executives;
- To review any new programs of compensation for key executives and the functioning of existing programs;

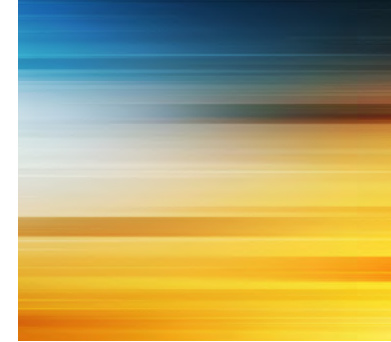
- To establish hiring policies that avoid excessive payments to key executives;
- To support the Board of Directors in developing appropriate personnel policies;
- To take any other action ordered by the Board of Directors.

The Audit and Corporate Practices Committee of the Company is made up of the following individuals (all of them independent board members according to the LMV definition).

Name	Position	Type
Luis Ramos Lignan	Chairman	Independent
Juan Rodríguez Torres	Member	Independent
Daniel Goñi Díaz	Member	Independent

All members of the Audit and Corporate Practices Committee have extensive experience and a long professional career either as entrepreneurs, public officials or in the private sector, and most of them are or have been board members of various companies in the financial or securities industry, and have served in federal public administration and de-centralized government agencies.

Board of Directors



Juan Rodríguez Torres

Mr. Rodríguez received a bachelor's degree in Civil Engineering and has a master's degree in Operations Research and Industrial Engineering from the Universidad Nacional Autónoma de México. He is 80 years old. He is a board member of Procorp, S.A. de C.V., a capital investment company, Grupo Sanborns, S.A.B. de C.V. and Elementia, S.A. de C.V. (for which he also serves as chairman of the audit committee), Minera Frisco (also chairman of its audit committee), and a consulting board member of Grupo Financiero Banamex. Board member of Spanish corporations Fomento de Construcciones y Contratas, S.A. and Cementos Portland Valderrivas, S.A. and their respective committees. Non-executive president of the real estate group REALIA Business, S.A. He is chairman of board of directors of the Red Nacional Última Milla, S.A.P.I. de C.V. and Red Última Milla del Noroeste, S.A.P.I. de C.V. Mr. Rodríguez is the founder of various companies in the real estate and footwear industries.

Daniel Díaz Díaz

Bachelor's degree in Civil Engineering from the Universidad Nacional Autónoma de México. He is 86 years old. He served in the public sector as under secretary for Infrastructure and Secretary of Communications and Transportation. From 1990 to 1997 he served as a member of the board of the Universidad Nacional Autónoma de México. He was General Director of the Instituto Mexicano del Transporte and, from 2000 to 2001, general director of Caminos y Puentes Federales de Ingresos y Servicios Conexos. From 2003 to 2005 he was an infrastructure project advisor to the Fundación del Centro Histórico de la Ciudad de México, A.C., and currently serves on the boards of Carso Infraestructura y Construcción, S.A. de C.V., Impulsora del Desarrollo y el Empleo en América Latina, S.A.B. de C.V., Red Nacional Última Milla, S.A.P.I. de C.V. and Red Última Milla del Noroeste, S.A.P.I. de C.V.

Luis Ramos Lignan

Undergraduate degree in Civil Engineering and a master's degree in Hydraulics from the Universidad Nacional Autónoma de México. He is 80 years old. He has served as chairman of the Colegio de Ingenieros Civiles de México, the Cámara Nacional de Empresas de Consultoría, A.C., the Asociación de Ingenieros y Arquitectos de México, A.C., the Instituto Mexicano de Auditoría Técnica, A.C., and the Technical Committee of the Fideicomiso Fondo para el Financiamiento de Estudios para Proyectos de Infraestructura. Currently Chairman and CEO of Ingeniería y Procesamiento Electrónico, S.A. de C.V.

Daniel Goñi Díaz

Undergraduate degree in Law from the Universidad Nacional Autónoma de México. He is 68 years old. He is notary public number 80 in the State of Mexico and has served as secretary, vice president and president of the Mexican Red Cross on several occasions. He has also been citizen board member of the State of Mexico Electoral Commission. Mr. Goñi Díaz sits on the board of directors of Red Nacional Última Milla, S.A.P.I. de C.V. and Red Última Milla del Noroeste, S.A.P.I. de C.V.

Víctor Adrián Pandal González

Undergraduate degree in Business Administration from the Universidad Iberoamericana. He is 46 years old. He also holds a master's degree in Business Administration from Boston University. From April 2002 to December 2018, he was general director of the Fundación del Centro Histórico de la Ciudad de México, A.C. Currently an independent consultant and founding member of HAN Capital, a real-estate investment fund.

Gerardo Kuri Kaufmann

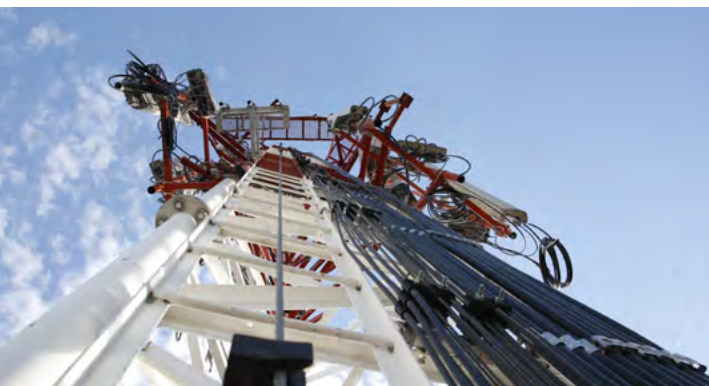
Holds a bachelor's degree in Industrial Engineering from the Universidad Anáhuac. He is 36 years old. From 2008 to 2010, he served as purchasing director of Carso Infraestructura y Construcción, S.A. de C.V. Since the founding of Inmuebles Carso, S.A.B. de C.V., and until April 2016, he was CEO of that company, and today is a member of its board, as well as of the board of all its subsidiaries. He is also a member of the board of directors of Elementia, S.A. de C.V.; Fomento de Construcciones y Contratas, S.A., Realía Business, S.A., Cementos Portland Valderrivas, S.A., and Carso Infraestructura y Construcción, S.A. de C.V. He was recently appointed CEO of Minera Frisco, S.A.B. de C.V. and is a member of that company's Board of Directors.

There is no relationship, by blood or by marriage, between members of the Company's Board of Directors and its senior executives.

Board Members will receive honoraria totaling of \$36,750.00 (thirty-six thousand seven hundred sixty Mexican pesos 00/100) for each meeting of the Board of Directors that they attend in 2020. Board Members who are also members of the Audit and Corporate Practices Committee will also receive an additional amount of \$12,000.00 (twelve thousand Mexican pesos 00/100) for every meeting of that Committee that they attend during the same fiscal year.

The Company does not maintain pension, retirement or other such plans for members of the Board of Directors, senior executives or other parties that may be considered related to the Company.

Report of the Audit and Corporate Practices Committee



TO THE BOARD OF DIRECTORS OF TELESITES, S.A.B. DE C.V.

In accordance with article 43, sections I and II of the Mexican Securities Market Act (SMA), and pursuant to the recommendations contained in the Code of Best Corporate Practices published by the Mexican Business Coordinating Council on behalf of the Audit and Corporate Practices Committee of Telesites, S.A.B. DE C.V. (the “Company” or “Telesites”), we hereby present to you our report on the activities carried out by this corporate committee in discharging its duties during the fiscal year ended December 31, 2019.

One of the basic responsibilities of Company management is to issue financial statements that have been prepared on the basis of applicable financial reporting standards. These financial statements should reflect in a clear, sufficient and when necessary, up-to-date manner, the operations of the Company and the corporations it controls. Furthermore, Company management is charged with introducing appropriate internal control and internal audit systems, and appropriately and promptly disclosing any material information for the investing public as provided for by law. For its part, as an auxiliary body of the Board of Directors, the Audit and Corporate Practices Committee is responsible for overseeing the management, direction and execution of the Company’s businesses and those of the corporations it controls, and for verifying the Company’s compliance with various operating and internal control procedures.

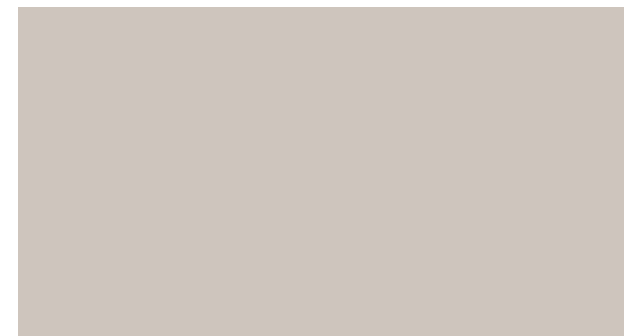
Accordingly, the Company’s Audit and Corporate Practices Committee has reviewed the consolidated financial statements with figures as of December 31, 2019, and the opinion of the Company’s Independent External Auditors regarding that information.

In fulfillment of its primary audit responsibilities, the Committee carried out the following activities:

- a). In regular meetings of this corporate body, we were informed of transactions carried out by the Company and the companies it controls in the pursuit of their respective corporate purposes, and the expected results of those projects.
- b). We evaluated the performance of Despacho Mancera, S.C., a member of Ernst & Young Global Limited (“Mancera”), and found it to be acceptable and, accordingly, we recommended that the Board of Directors ratify its appointment as Independent External Auditor, to review the financial statements and prepare the corresponding auditors’ opinion of the Company and the corporations it controls for fiscal year 2019. To do so, we verified the appropriate preparation and presentation of the interim financial information for the Company, corroborating whether it was clear, precise and in compliance with international financial reporting standards.
- c). Before hiring Mancera as Independent External Auditor, we ascertained that this firm: (i) had the personal and professional qualifications and the independence stipulated by laws and provisions in order to provide these services; and (ii) would present its statement on compliance with quality control standards corresponding to the fiscal year audited. We also reviewed the terms of the auditors’ responsibilities.
- d). We recommended that the Company’s Board of Directors approve the fees paid to the Independent External Auditor as well as the work program followed for providing its opinion on the financial statements for fiscal year 2019.
- e). Effective communications were maintained with the Independent External Auditor, on which basis we are able to report that the quality of the audit report as well as the communiqués and interim reports were consistent with the applicable laws and regulations on the provision of its services.

Report of the **Audit and Corporate Practices Committee**

- f). We found no relevant cases of non-compliance with the operating or accounting guidelines or policies of the Company or its subsidiaries as of December 31, 2019. Therefore, it was not necessary to apply any preventive or corrective actions in the Company.
- g). The Company did require services other than those of the external audit by the Independent External Auditor during the fiscal year. Those services were acquired following an analysis of their suitability in terms of the applicable legal provisions considering the independence of the Independent External Auditor.
- h). We reviewed the financial statements for the Company and its subsidiaries as of December 31, 2019, the Independent External Auditor's report, and the accounting policies used in preparing the financial statements, and verified that all necessary information was disclosed in keeping with current regulations.
- i). After having discussed their content with the persons responsible for preparing them, and having heard the comments of the Independent External Auditor, who is responsible for providing an opinion on the reasonableness of the financial statements and the extent to which they conform to financial reporting standards, we recommended that the Company's Board of Directors approve those statements for presentation to the ordinary annual shareholders' meeting of the Company, because we believe they reasonably reflect the Company's financial situation as of the date indicated.
- j). There were no modifications and/or authorizations regarding the accounting policies of the Company or its subsidiaries for fiscal year 2019. This Committee reviewed the appropriate implementation of the accounting standard for retrospectively recognizing leasing contracts in accordance with FRS 8, "Accounting policies, changes in estimates and errors," as well as the adoption of the new IFRS 16, "Leases," which took effect on January 1, 2019.
- k). We followed up on implementation of the Company's policies and processes regarding risk management, internal control and auditing, as well as the status of the internal control system. Furthermore, the Committee was informed of various non-relevant deficiencies or discrepancies detected by the internal audit area, and in this respect the Company management also informed us of the measures taken to correct them. It should be noted that we detected no relevant breaches of the internal control policies established by the Company. We also reviewed with the External Auditor its letter of suggestions relating to the review of the Company's internal control system.
- l). We approved the work program of the internal auditor for fiscal year 2019 and followed up on and verified that it was observed.
- m). We supported the Board of Directors in preparing the reports referred to in article 28, section IV of the LMV.
- n). We reviewed and recommended that the Board of Directors approve the transactions carried out by the Company under the terms mentioned in article 28 of the Securities Market Law, particularly with regard to transactions with related parties, ascertaining that these were carried out at market values and on the basis of the corresponding transfer price studies. We also saw to it that these transactions were reviewed by the Company's Independent External Auditor, as indicated in the corresponding note to transactions with related parties in the report on the consolidated financial statements of the Company with data as of December 31, 2019.
- o). We followed up on the resolutions of the shareholders' meeting and the board of Directors.



Report of the **Audit and Corporate Practices Committee**

Additionally, and in fulfillment of its primary Corporate Practices duties, the Committee carried out the following activities:

- a). Evaluated the performance of key executives of the Company and its subsidiaries.
- b). Reviewed and followed up on Telesites' transactions with related parties and those of the corporations it controls, which were carried out during the ordinary course of business and under market conditions.
- c). Analyzed the process of hiring and compensation of Company employees, including its key executives, as well as the compensation of Board Members.
- d). Based on the analysis of the Company's results and the interviews held with key executives, we found its performance during the fiscal year to have been satisfactory.
- e). No requests were received relating to the dispensations mentioned in article 28, section III, point f) of the SMA.
- f). Continued the supervision of the Company's corporate and legal situation, verifying that it remained in compliance with the applicable laws and regulations.

No observations were received from shareholders, board members, key executives, employees or third parties regarding accounting practices, internal controls or issues relating to internal or external audits of the Company, nor were there any reports of material actions or situations deemed irregular in its administration or which may have had an adverse effect on the Company's financial situation.

We have reviewed the consolidated financial statements of the Company for the fiscal year ended December 31, 2019, and the opinion of the Company's Independent External Auditor, finding that they were prepared in accordance with accounting policies, procedures and practices consistent with financial reporting standards, and we agree with the content of that opinion as we believe they reasonably reflect the financial position of the Company as of December 31, 2019. We believe the management, direction and execution of the Company's businesses during fiscal year 2019 was carried out appropriately by Company management.

We make the foregoing statement for the purpose of complying with the obligations entrusted to this corporate body and provided for in the LMV, and with any other duty that has been or is entrusted to us by the Company's Board of Directors, further noting that in the preparation of this report we took into account the opinion of key executives of Telesites.

Luis Ramos Lignan

Chairman of the Audit and Corporate Practices Committee
TELESITES, S.A.B. de C.V.





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Investor Information

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Stock information

Series B1 shares of Telesites, S.A.B de C.V. are listed on the Mexican Stock Exchange under the ticker symbol **SITES**.

Web page

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