

POSADAS®



Operative & Financial Results: Second Quarter 2016



Grupo Posadas, S.A.B. de C.V. & Subsidiaries Mexico City, July 21, 2016

Information presented with respect to the previous year under IFRS accounting standards:

- EBITDA of \$349 mm in 2Q16 and \$1,508 mm LTM.
- In 2Q16, total revenues and EBITDA grew 14% and 8%, respectively.
- In 1H16, total revenues and EBITDA grew 15% and 22%, respectively.
- US\$50 mm Retap to prepay in November 2016 the balance of the Senior Notes due 2017.
- 7 hotel openings in 1H16 and 5 in 2Q16; among these the Live Aqua Monterrey Valle, Grand Fiesta America Monterrey Valle and Grand Fiesta Americana Puebla.
- The pipeline considers 34 new hotels and 21% additional rooms to be open during the next two years.
- Cash available as of June 30, 2016 of \$2.2 billion (equivalent to US\$122 million).

"A successful US\$50 mm add-on to the outstanding 7.875% Senior Notes Due 2022 offering was placed to extend our debt maturity profile", said Jose Carlos Azcarraga, Posadas' CEO.

> Financial Highlights

Million pesos as of June 30, 2016	2Q16	%	Var. YY %	2016	%	Var. YY %
Total Revenues	1,902.1	100	13.8	3,949.2	100	15.4
EBIT	194.0	10	(12.9)	562.8	14	17.6
EBITDA	348.9	18	7.7	813.5	21	21.8
Net Majority Income	(355.8)	(19)	907.2	(155.9)	(4)	92.3

After recording eight consecutive quarters exceeding our guidance. The Net Debt leverage ratio remained unchanged versus the same quarter of previous year at 3.6 times despite a 17.4% MXN depreciation to the USD, YoY.

During the 2Q16 System-wide hotel "Same hotels" performance continued improving with better margins. Our Available Daily Rate (ADR) and occupancy increased 6.4% and 2.9 percent points ("pp") respectively, which resulted in a Revenue Per Available Room (RevPAR) growth of 11.1%.

Urban hotels, which represent 80% of the total rooms operated, continue to perform better with an increase in RevPAR of 11.7% and our coastal hotels performed with a RevPAR increase of 9.2%.

The net loss of the 2Q16 was of \$257.7 million, due mostly to the depreciation of the MXN against the USD of \$1.08 or 6.3% delivering a \$304.4 million exchange loss.

It's worth mentioning that from the cash balance of \$2.2 billion, US\$25 million are denominated in USD from excess cash collections after honoring all USD denominated compromises (including the coupon payment of US\$14.2 million paid on June 30, 2016) and US\$49 million net from the add-on for a total of US\$74 million cash position. Our USD consolidated revenues of approximately 25% provide a hedge to the coupons of our Notes due in 2017 and 2022.

On May 23, 2016, the proceeds from the US\$50 mm reopening of the 7.875% Senior Notes due 2022 were received. The funds will be used to pay in advance -November 30, 2016- the US\$38.3 million outstanding balance of the Senior Notes due 2017 and the remaining sources of the offering will remain for general corporate purposes. After giving effect to these, the outstanding balance of the Senior Notes 2022 will be US\$400 mm that will represent 100% of the company's total indebtedness. As a sequential event, Standard & Poor's raised the rating and outlook one notch to "B+" "positive" from "B" "stable". Also, Moody's improved the outlook to "positive" while Fitch Ratings confirmed their current ratings.

On May 2nd, 2016, the Company announced the leasing agreement and future sale of the 220 rooms Fiesta Americana hotel in Hermosillo, Sonora, that will continue under a management agreement after the sale in 2020 at an EBITDA multiple of 10.06 times. The agreement contemplates an immediate investment of \$85 million to refurbish 123 rooms and public areas to reach the brand standards. In 2Q16 an asset impairment of \$58 million was recorded.

With respect to the organizational streamlining process, the company and its wholly owned subsidiaries performed several corporate acts involving the closure of some subsidiaries. As a consequence, Grupo Posadas, S.A.B. de C.V. assumed many operative activities to provide services such as: room rentals services for owned and leased hotels, redeeming vacation club points and being the treasurer of the holding company.

Most of the fiscal and accounting effects of these occurred during the 2Q16, and the full effects are expected soon.

The Mexican tax authorities' resolution of the \$767 million tax claim against the Company was confirmed, nevertheless, Posadas counterclaimed the resolution by considering it illegal.

In April 2016 the Company started operations under a management agreement for the new Fiesta Americana Pabellon Monterrey hotel with 178 rooms and decided to cancel the managing contract for the Fiesta Americana Centro Monterrey hotel as of July 1st, 2016.

> Hotel Development

As of June 30, 2016, we continue with a strong pipeline comprised of executed agreements to operate 34 new hotels with 5,025 rooms. This development plan represents an increase in capacity of 21%. These hotels represent a total investment of US\$453 million and of these, 25% will be invested by Posadas -as owners of 2 Vacation Properties- and 75% will be invested by third parties. Openings are expected to begin in the third quarter of 2016 and we expect all of these to be operating by mid-2018 according to commitments made with the different property owners. The average life to operate these contacts is over 15 years.

As we continue with an intense openings schedule, during the last twelve months 15 hotels with 2,246 additional rooms were opened (including 2 conversions to the Gamma by Fiesta Inn under a franchise model): One Gran Sur, Gamma Xalapa Nubara, FI Loft Irapuato, Grand Fiesta Americana (GFA) All Inclusive Parks Vallarta, FI Loft Ciudad del Carmen, Gamma Campeche Malecón, LAT 20 by Live Aqua, FI Villahermosa, One Salamanca, One Durango, Fiesta Americana Monterrey Pabellón, Fiesta Inn Pachuca Gran Patio, Grand Fiesta Americana Puebla, Grand Fiesta Americana Monterrey Valle and Live Aqua Monterrey Valle.

New Hotels by Brand	Hotels	Rooms	%
Live Aqua	2	380	7.6
Live Aqua Residence Club	1	100	2.0
Fiesta Americana	4	702	14.0
FA Vacation	1	490	9.8
Fiesta Inn	15	1,943	38.7
One Hoteles	11	1,410	28.1
Total	34	5,025	100

Openings LTM	No. of Rooms	Type of Contract
One Gran Sur	144	Managed
Gamma Xalapa Nubara	121	Franchise
FI Loft Irapuato	44	Managed
FAG AI Parks Vallarta	444	Operación
FI Loft Cd. Del Carmen	120	Operación
Gamma Campeche Malecon	146	Franchise
Lat 20 by Live Aqua	60	Leased
FI Villahermosa	159	Managed
One Salamanca	126	Managed
One Durango	126	Managed
FA Monterrey Pabellon	178	Managed
FI Pachuca Gran Patio	156	Managed
Grand Fiesta Americana Puebla	168	Managed
Grand Fiesta Americana Monterrey Valle	180	Managed
Live Aqua Monterrey Valle	74	Managed
Total	2,246	

> Owned and Leased Hotels
(Excludes Vacation Properties)

2Q16 (QQ)	Total	% Var.	Urban	% Var.	Coastal	% Var.
Average Rooms	5,447	0.7	4,114	(0.5)	1,334	4.7
Available Daily Rate	1,532	14.5	1,353	15.9	2,048	14.4
Occupancy (Var. in pp)	75%	1.9	74%	4.6	76%	(6.6)
RevPAR	1,143	17.5	1,005	23.5	1,548	5.2

Accumulated	Total	% Var.	Urban	% Var.	Coastal	% Var.
Average Rooms	5,522	2.1	4,188	1.3	1,334	4.7
Available Daily Rate	1,575	14.0	1,343	13.8	2,230	18.0
Occupancy (Var. in pp)	75%	3.6	74%	6.4	78%	(5.6)
RevPAR	1,174	19.7	988	24.7	1,731	10.0

During the quarter, revenues from this segment represented 55.1% of the consolidated revenues. The EBITDA (IFRS) margin was 22.0% representing a 0.2pp decrease over the 2Q15 (business margin was 15.4%, +0.2pp).

A higher ADR (Average Daily Rate) of 14.5% and a 1.9pp increase in occupancy resulted in a RevPAR increase of 17.5% and a 2.1pp margin improvement at the gross operating profit.

Results for urban hotels showed an improvement when compared with 2Q15; on average with 0.5% less average rooms owned and leased due to the shift of the owned Fiesta Americana Hermosillo hotel to a managed agreement, a 15.9% increase in ADR and a 4.6pp increase in occupancy, resulted in a RevPAR improvement of 23.5%.

With 4.7% more average number of rooms available for coastal hotels with the opening of the LAT20 hotel. As a result of the local Holly Week vacation period that took place in 1Q16 while previous year occurred in 2Q16, occupancy decreased 6.6pp, while ADR increased 14.4%. As a result of a better mix of rates the RevPAR increased 5.2% when compared with the same period of previous year. After excluding the LAT20 opening the RevPAR increase was 7.4%.

In addition, as of May 2016 the Fiesta Americana Condesa Cancun hotel began its refurbishment in phases starting with 209 rooms representing 42% of its total room inventory. The full refurbishment of 502 rooms will be completed by 1Q17 affecting the hotel room revenues during this period. Likewise, the Fiesta Americana Guadalajara hotel has currently 75 rooms under refurbishment representing 19% of the total room inventory. The full refurbishment will be completed by yearend 2016 and also diluting the room revenues for this hotel during this period.

> Management

(includes owned, leased, franchise and managed hotels. Excludes Vacation properties)

2Q16 (QQ)	Total	% Var.	Urban	% Var.	Coastal	% Var.
Average Rooms	21,234	8.0	18,077	6.3	3,157	19.0
Available Daily Rate	1,221	6.3	1,095	5.9	1,932	6.0
Occupancy (Var. in pp)	67%	0.8	67%	1.5	67%	(3.9)
RevPAR	814	7.5	729	8.4	1,296	0.2

Accumulated	Total	% Var.	Urban	% Var.	Coastal	% Var.
Average Rooms	20,952	7.0	17,795	5.1	3,157	19.0
Available Daily Rate	1,263	7.3	1,090	5.4	2,143	10.2
Occupancy (Var. in pp)	66%	2.0	65%	2.6	71%	(2.4)
RevPAR	836	10.7	711	9.8	1,532	6.6

2Q16 (QQ) Same Hotels	Total	% Var.	Urban	% Var.	Coastal	% Var.
Average Rooms	19,269	0.2	16,616	0.2	2,653	(0.0)
Available Daily Rate	1,228	6.4	1,101	6.0	2,003	9.9
Occupancy (Var. in pp)	69%	2.9	68%	3.5	71%	(0.4)
RevPAR	844	11.1	753	11.7	1,412	9.2

Accumulated	Total	% Var.	Urban	% Var.	Coastal	% Var.
Average Rooms	19,263	0.4	16,610	0.4	2,653	(0.0)
Available Daily Rate	1,270	7.4	1,096	5.6	2,248	15.6
Occupancy (Var. in pp)	68%	3.5	67%	4.1	74%	0.2
RevPAR	860	13.3	731	12.5	1,664	15.9

The Management line includes management, brand licensing and franchise services along with our loyalty management and call center businesses. Revenue represented 12.2% of total revenue in the quarter with a margin (IFRS) of 31.2%, 2.9 pp higher than in 2Q15 (business margin was 47.3%, +4.2pp).

The average number of rooms operated recorded an 8.0% increase in the quarter.

The operating data under hotel management is for all the hotels "Same hotels" we manage in Mexico.

System-wide hotels reported a 6.4% improvement in ADR, a 2.9 pp increase in occupancy, and a RevPAR growth of 11.1%. By regions, all over performed versus the same period of previous year.

> Management

System-wide urban hotels had an improvement in ADR of 6.0% and a 3.5pp in occupancy achieving a RevPAR increase of 11.7%.

Coastal hotels recorded a decreased of 3.9% in occupancy due in part to the local vacation period of holly week that occurred in the 1Q16 while in previous year occurred in the 2Q15. Nevertheless, ADR, and RevPar increased 9.9% and 9.2%.

> Vacation Properties

The Vacation Club and Other business segment primarily includes our vacation properties comprised of the Fiesta Americana Vacation Club (FAVC), Live Aqua Residence Club (LARC), previously known as The Front Door and KiVac programs. Revenue for the quarter amounted to 30.6% of the Posadas's consolidated revenues in 2Q16. The contribution margin (IFRS) was 28.3%, 1.7 pp higher than the 2Q15 margin (business margin was 23.3%, -0.1pp), due to stable pace in the volume of net vacation club memberships sales.

As of June 30, 2016, the total receivables were \$3,643 million.

As of 2Q16, 89% of total receivables are current (within 90 days).

> Other Businesses

For the 2Q16 the results for other businesses as Ampersand, Konexo and Conectum are shown separately with the purpose to measure the performance of these businesses adequately. It is worth mentioning that Ampersand revenues have decreased as a consequence of not renewing third party contracts.

> EBITDA

In the 2Q16 an EBITDA of \$348.9 million was recorded, that compares favorably with the \$324.1 million recorded in 2Q15 (+7.7%).

For the last twelve months, EBITDA (IFRS) was \$1,507.6 million (US\$86.6 million with an average exchange rate of MXN\$17.4002 per USD), that represent a 19.8% improvement versus the \$1,258.6 million in 2Q15 LTM.

> Capital Expenditures

The total consolidated capex was \$175 million; \$143.9 (82%) million for hotels and vacation properties and \$31.4 (18%) million for corporate. Total capex for 1H16 was \$286.1 million.

> Comprehensive Financial Result

Concept	2Q16	2Q15	1H16	1H15
Interest earned	(7,571)	(4,894)	(15,308)	(20,127)
Interest expense	152,341	111,805	295,826	221,425
Fluctuations loss (gain)	304,387	109,438	308,076	236,784
Other expenses (products)	33,873	21,167	33,873	21,167
Financial expenses	(9,901)	(8,249)	8,240	7,813
Total	473,128	229,268	630,707	467,063

Figures in thousands of pesos.

At the end of the quarter, considering the effect of IFRS, the net coverage ratio was 2.7 times; 0.4 times lower versus the same quarter of the previous year.

In 2Q16 the foreign exchange unrealized loss of \$304.4 mm compares adversely versus the \$109.4 mm recorded in 2Q15. As mentioned above the MXN depreciated 6.3% from March 31, 2016 to June 30, 2016.

> Net Majority Income

As a result of the aforementioned, a net loss of \$257.7 million for the quarter was recorded versus a \$35.3 million net loss in 2Q15. For the 1H16 the net loss was \$57.9 million.

> Financial Situation

As of June 30, 2016 the cash balance was \$2.2 billion (equivalent to US\$122 million with an exchange rate at the end of period of \$18.2840 per USD).

As of the end of the second quarter the total assets reached \$15,292.9 million (US\$836.4 million).

The main uses of cash during the quarter were, among other items, coupon payment, paid taxes and capital expenditures.

Total Debt at the end of the quarter was \$7,583.4 million (US\$414.8 million), net of issuance expenses, while the Net Debt (IFRS) was \$5,361.2 million (US\$293.2 million), the Net Debt to EBITDA ratio was 3.6 times under IFRS, same ratio as 2Q15 despite a 17.4% depreciation of the MXN.

The Total Debt mix under IFRS at the end of the quarter was as follows: 100% in long-term, in U.S. dollars and with a fixed rate. The average debt maturity was 5.6 years and there was no secured debt outstanding.

As of the date of this report, the existing corporate ratings are

- Moody's: global scale "B2" with positive outlook.
- S&P: global "B+" with positive outlook.
- Fitch: global Issuer Default Rating (IDR) "B" and local "BB+(mex)", both with stable outlook.

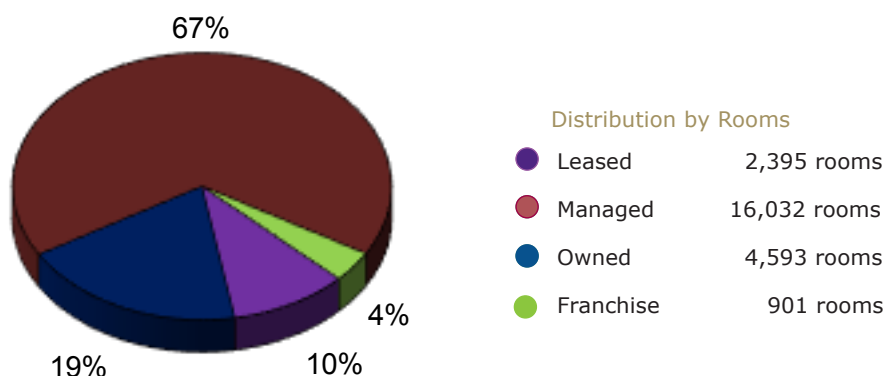
The ratings for the "7.875% Senior Notes Due 2017" and "7.875% Senior Notes Due 2022" were: Moody's: "B2"/ S&P:"B+" / Fitch: "B+ RR3".

In compliance with article 4.033.02 Frac. VIII of the Mexican Stock Exchange rules, Grupo Posadas coverage is provided by:

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> Grupo Posadas as of June 30, 2016

Posadas is the leading hotel operator in Mexico that owns, leases and manages 146 hotels and 23,921 rooms in the most important and visited urban and coastal destinations in Mexico (99% of total rooms) and owns one hotel in the United States (1%). 80% of rooms are in urban destinations and 20% in coastal. Posadas operates under the following brands: Live Aqua, LAT20 by Live Aqua, Grand Fiesta Americana, Fiesta Americana, The Exploreal, Fiesta Americana Vacation Villas, Live Aqua Residence Club, Fiesta Inn, Fiesta Inn LOFT, Gamma and One Hotels. Posadas trades in the MSE since 1992.



Brand	Mexico		USA		Total	
	Hotels	Rooms	Hotels	Rooms	Hotels	Rooms
Live Aqua	4	640			4	640
Fiesta Americana	20	5,671			20	5,671
Fiesta Inn	62	9,131			62	9,131
Fiesta Inn Loft	2	164			2	164
Gamma	10	1,449			10	1,449
FA Vacation Villas	7	1,613			7	1,613
One Hoteles	39	4,840			39	4,840
Others	1	213	1	200	2	413
Total	145	23,721	1	200	146	23,921
%		99%		1%		100%

> Income Statement IFRS

(million pesos)

Concept	2Q16	%	2Q15	%	Var %	1H16	%	1H15	%	Var %
Total Revenues	1,902.1	100.0	1,671.9	100.0	13.8	3,949.2	100.0	3,421.3	100.0	15.4
Owned & Leased Hotels										
Revenues	1,048.8	100.0	879.0	100.0	19.3	2,152.6	100.0	1,769.8	100.0	21.6
Direct Cost	818.5	78.0	683.9	77.8	19.7	1,642.0	76.3	1,381.9	78.1	18.8
Contribution IFRS	230.3	22.0	195.1	22.2	18.0	510.6	23.7	388.0	21.9	31.6
<i>Intersegment fee eliminations(1)</i>	(69.3)		(61.7)			(146.3)		(108.9)		
<i>Business Contribution</i>	161.1	15.4	133.4	15.2	20.7	364.2	16.9	279.0	15.8	30.5
Managed										
Revenues	231.7	100.0	200.1	100.0	15.8	449.9	100.0	379.0	100.0	18.7
Direct Cost	159.5	68.8	143.5	71.7	11.1	311.8	69.3	282.8	74.6	10.3
Contribution IFRS	72.2	31.2	56.6	28.3	27.7	138.0	30.7	96.2	25.4	43.5
<i>Intersegment fee eliminations(1)</i>	104.0		80.6			213.3		169.8		
<i>Business Contribution</i>	176.2	47.3	137.2	43.1	28.4	351.4	47.3	266.0	43.1	32.1
Vacation Properties										
Revenues	581.7	100.0	531.2	100.0	9.5	1,262.1	100.0	1,071.3	100.0	17.8
Direct Cost	417.2	71.7	390.2	73.5	6.9	902.6	71.5	779.4	72.8	15.8
Contribution IFRS	164.5	28.3	141.0	26.5	16.7	359.5	28.5	291.9	27.2	23.2
<i>Intersegment fee eliminations(1)</i>	(29.1)		(16.9)			(50.5)		(28.2)		
<i>Business Contribution</i>	135.4	23.3	124.1	23.4	9.1	309.0	24.5	263.7	24.6	17.2
Other Businesses(2)										
Revenues	39.8	100.0	61.6	100.0	(35.3)	84.6	100.0	201.1	100.0	(58.0)
Direct Cost	44.1	110.8	74.7	121.3	(40.9)	92.8	109.8	181.7	90.3	(48.9)
Contribution IFRS	(4.3)	(10.8)	(13.1)	(21.3)	(67.3)	(8.3)	(9.8)	19.4	9.7	na
<i>Intersegment fee eliminations(1)</i>	(1.0)		4.6			(7.2)		(23.4)		
<i>Business Contribution</i>	(5.3)	(4.1)	(8.5)	1.6	(38.4)	(15.5)	(4.1)	(4.0)	1.6	287.6
Corporate Expenses	80.6	4.2	77.4	4.6	4.1	154.6	3.9	157.7	4.6	(2.0)
<i>Intersegment fee eliminations(1)</i>	(4.6)		(6.3)			(9.2)		(9.0)		
Depreciation/amortization	154.9	8.1	101.4	6.1	52.7	250.7	6.3	189.3	5.5	32.5
Asset impairment	0.0	0.0	0.0	0.0	na	0.0	0.0	0.0	0.0	na
Other expenses (3)	33.2	1.7	(22.0)	(1.3)	na	31.8	0.8	(30.1)	(0.9)	na
Other revenues	0.0	0.0	0.0	0.0	na	0.0	0.0	0.0	0.0	na
Operating Profit	194.0	10.2	222.7	13.3	(12.9)	562.8	14.3	478.6	14.0	17.6
EBITDA	348.9	18.3	324.1	19.4	7.7	813.5	20.6	667.8	19.5	21.8
Comprehensive financig cost	473.1	24.9	229.3	13.7	106.4	630.7	16.0	467.1	13.7	35.0
Profit before Taxes & Assoc. Co.	0.0	0.0	0.0	0.0	na	0.0	0.0	0.0	0.0	na
Part. in results of Assoc. Co	0.0	0.0	0.0	0.0	na	0.0	0.0	0.0	0.0	na
Profit Before Taxes	(279.1)	(14.7)	(6.6)	(0.4)	4,138.2	(67.9)	(1.7)	11.5	0.3	na
Discontinued Operations	1.3	0.1	2.5	0.2	(49.7)	1.3	0.0	2.6	0.1	(51.0)
Income taxes	14.5	0.8	64.6	3.9	(77.6)	46.3	1.2	96.6	2.8	(52.1)
Deferred taxes	(39.0)	(2.1)	(44.0)	(2.6)	(11.4)	(62.6)	(1.6)	(3.4)	(0.1)	1,742.5
Net Income before Minority	(255.8)	(13.4)	(29.7)	(1.8)	760.2	(52.9)	(1.3)	(84.3)	(2.5)	(37.2)
Minority Interest	1.9	0.1	5.6	0.3	(66.7)	4.9	0.1	(3.2)	(0.1)	na
Net Majority Income	(257.7)	(13.5)	(35.3)	(2.1)	629.5	(57.9)	(1.5)	(81.1)	(2.4)	(28.6)

(1) *Intersegment fee eliminations: Management, brand and incentive fees, among others, were eliminated from each segment.*

(2) *Includes the following businesses: Ampersand, Conectum, Konexo, GloboGo, Promoción y Desarrollo and Summas.*

(3) *Includes expenses due to licence and permits for refurbishments, severance payments and preoperational expenses of certain hotels*

> Consolidated Balance Sheet as of June 30, 2016 and December 31, 2015 IFRS

(million pesos)

CONCEPT	JUN- 16	%	DEC - 15	%	VAR. %
ASSETS					
Current Assets					
Cash and cash equivalents	1,772.2	11.6	763.8	5.5	132.0
Trade and other current receivables	2,851.7	18.6	2,253.3	16.4	26.6
Current tax assets	182.7	1.2	402.0	2.9	(54.6)
Other current financial assets	450.0	2.9	450.0	3.3	0.0
Current inventories	183.5	1.2	232.2	1.7	(21.0)
Other current non-financial assets	63.7	0.4	62.1	0.5	2.6
Current assets other than non-current assets or disposal groups classified as held for sale or as held for distribution to owners	5,503.8	36.0	4,163.4	30.2	32.2
Non-current assets or disposal groups classified as held for sale or as held for distribution to owners	62.9	0.4	59.2	0.4	6.2
Total current assets	5,566.7	36.4	4,222.6	30.6	31.8
Non current assets					
Trade and other non-current receivables	2,243.3	14.7	2,285.5	16.6	(1.8)
Investments in subsidiaries, joint ventures and associates	1.1	0.0	1.1	0.0	0.0
Property, plant and equipment	6,290.7	41.1	6,286.0	45.6	0.1
Investment property	411.9	2.7	403.3	2.9	2.1
Intangible assets other than goodwill	542.9	3.6	404.9	2.9	34.1
Deferred tax assets	236.3	1.5	173.6	1.3	36.2
Total non-current assets	9,726.2	63.6	9,554.4	69.4	1.8
Total assets	15,292.9	100.0	13,777.0	100.0	11.0
LIABILITIES					
Current Liabilities					
Trade and other current payables	654.4	4.3	692.1	5.0	(5.4)
Current tax liabilities	136.2	0.9	240.9	1.7	(43.5)
Other current financial liabilities	1,130.8	7.4	1,101.6	8.0	2.6
Total current liabilities other than liabilities included in disposal groups classified as held for sale	1,921.4	12.6	2,034.6	14.8	(5.6)
Liabilities included in disposal groups classified as held for sale	7.0	0.0	6.4	0.0	9.6
Total current liabilities	1,928.4	12.6	2,041.0	14.8	(5.5)
Long term liabilities					
Trade and other non-current payables	1,000.8	6.5	703.5	5.1	42.3
Other non-current financial liabilities	8,051.1	52.6	6,612.1	48.0	21.8
Non-current provisions for employee benefits	149.7	1.0	66.9	0.5	123.6
Deferred tax liabilities	582.7	3.8	725.9	5.3	(19.7)
Total non-current liabilities	9,784.2	64.0	8,108.5	58.9	20.7
Total liabilities	11,712.6	76.6	10,149.5	73.7	15.4
EQUITY					
Total equity attributable to owners of parent	3,384.2	22.1	3,430.8	24.9	(1.4)
Non-controlling interests	196.0	1.3	196.8	1.4	(0.4)
Total Stockholders' Equity	3,580.3	23.4	3,627.5	26.3	(1.3)
Total Liabilities & Stockholders' Equity	15,292.9	100.0	13,777.0	100.0	11.0

>Consolidated Cash Flow Statement - IFRS

(Million pesos from January 1st to June 30, 2016 & 2015)

CONSOLIDATED CASH FLOW STATEMENT		
Statement of cash flows	1H16	1H15
Cash flows from (used in) operating activities		
Profit (loss)	(52.9)	(84.3)
Adjustments to reconcile profit (loss)		
Discontinued operations	1.3	2.6
Adjustments for income tax expense	(16.3)	93.2
Adjustments for finance costs	588.6	438.1
Adjustments for depreciation and amortisation expense	250.7	189.3
Adjustments for losses (gains) on disposal of non-current assets	(2.5)	1.0
Adjustments for decrease (increase) in inventories	48.7	51.7
Adjustments for decrease (increase) in trade accounts receivable	(237.2)	(318.1)
Adjustments for decrease (increase) in other operating receivables	(42.9)	(70.4)
Adjustments for increase (decrease) in trade accounts payable	(61.0)	57.6
Adjustments for increase (decrease) in other operating payables	329.9	465.7
Other adjustments to reconcile profit (loss)	187.6	252.9
Total adjustments to reconcile profit (loss)	1,046.8	1,163.4
Cash flows from (used in) operations	993.9	1,079.1
Income taxes paid (refund), classified as operating activities	180.4	411.3
Cash flows from (used in) operating activities	813.5	667.8
Cash flows from (used in) investing activities		
Proceeds from sales of property, plant and equipment, classified as investing activities	(1.3)	(2.6)
Purchase of property, plant and equipment, classified as investing activities	286.1	207.1
Interest received, classified as investing activities	15.3	20.1
Other inflows (outflows) of cash, classified as investing activities	(135.0)	(406.4)
Cash flows from (used in) investing activities	(407.1)	(596.0)
Cash flows from (used in) financing activities		
Proceeds from borrowings, classified as financing activities	922.6	5,448.7
Repayments of borrowings, classified as financing activities	0.0	4,942.2
Interest paid, classified as financing activities	314.5	185.1
Other inflows (outflows) of cash, classified as financing activities	(6.2)	(3.3)
Cash flows from (used in) financing activities	602.0	318.0
Increase (decrease) in cash and cash equivalents before effect of exchange rate changes	1,008.4	389.9
Effect of exchange rate changes on cash and cash equivalents		
Increase (decrease) in cash and cash equivalents	1,008.4	389.9
Cash and cash equivalents at beginning of period	763.8	997.8
Cash and cash equivalents at end of period	1,772.2	1,387.7