

Fraport Brasil completes first phase of infrastructure works at Porto Alegre Airport

Phase 1B of works is completed on time

Fraport Brasil - Porto Alegre, which landed in Rio Grande do Sul in September 2017, held a ceremony on the morning of November 19th for the official delivery of the first phase of the airport's infrastructure works required by the concession agreement, signed between the Company and the National Civil Aviation Agency (ANAC).

In the ceremony attended by government authorities, as well as Fraport AG's CEO, Stefan Schulte, Fraport Brasil's CEO, Andreea Pal, and other members of the Management Board, business partners and press, Fraport reinforced its commitment to the delivery of a more modern airport with international quality standards in security, service and operations to its passengers and users. Seventy-four percent of the works have been completed – the 920-meter runway extension is still to be finished.

Facilities delivered

In addition to the first interventions performed since the Company took over operations on January 2nd, 2018, which included improvements to operating systems, lighting, restrooms, Wi-Fi and wayfinding, Fraport Brasil completed a number of stages in the same year. In December 2018, the new security control area and international departure hall were opened. This first major addition changed the international passenger flow in the airport. After checking in on the second floor, passengers now go up to the third floor to access the new departure area.

In April 2019, the Company delivered one of the most significant stages of Phase 1B, which included a new check-in area, the new domestic departure area, new domestic departure halls and the new domestic arrival area. Starting on April 2nd, airlines operating in the Terminal gradually moved their domestic and international check-in to the expanded area on the 2nd floor. Two new entrance doors to the Terminal were added right past the other three, giving direct access to the airlines' counters. With 41 check-in counters, the area offers a more comfortable, faster experience.

On the same day, domestic passengers started using new departure and arrival facilities located at the expanded area of the terminal.

With the new departure hall located on the pier (with six new gates), the gates were renumbered to 103, 104, 105, 106, 107, 108 and 109, respectively. For a more convenient and comfortable passenger experience, the new departure and arrival halls, the pier and the check-in area have baby-changing stations, family restrooms and accessible toilets.

The newly delivered facilities also include a new domestic arrival area. In the past, that area was located in a room adjacent to international arrivals; it has since been moved to the Terminal's expanded structure and has now three new, state-of-the-art baggage claim carousels.

In June, the new parking garage was delivered, located near the Passenger Terminal, with five floors and 1,050 car spaces. Following the completion of the construction, the airport's parking facilities were renamed to: Parking 1 (*Estacionamento 1* – former Parking Lot A), Parking 2 (*Estacionamento 2* – old garage building) and Parking 3 (new garage building). Parking 4 was delivered in September.

Also located in the Terminal's expanded area, new domestic departure halls and a mezzanine (third floor) were delivered to Porto Alegre Airport's passengers in August. The facilities are located past the security scanning checkpoints.

In September, the existing check-in area on the 2nd floor of the Terminal started to serve international flights only, and the check-in area opened in April this year is exclusively dedicated to domestic flights, ensuring more comfort and agility. After these changes, Azul airlines transferred all of its operations to the former Terminal 1. Thus, all operations are now located in one single Terminal, and Terminal 2 houses the Control Tower and Fraport Brasil's administrative offices.

Technologies

New technologies were implemented to make operations and the management of the various elements present in the airport more modern. The BHS (Baggage Handling System) has been installed to collect, identify and distribute the checked baggage. The HBS (Hold Baggage Screening) has also been introduced to perform automatic baggage scanning, providing a more secure and efficient process.

Porto Alegre, November 19th, 2019.



Another improvement came with the installation of the BCBP (Bar Coded Boarding Pass) system in the domestic and international departure areas. The equipment is located right before the security scanning checkpoints and automatically scans boarding passes. A total of 12 machines control the access of passengers to the domestic and international departure halls: eight for domestic flights and four for international. Out of these four, three are for direct departure and one is for domestic-to-international connections.

As for infrastructure, Fraport delivered one of the first concrete taxiways in the country. The reuse water system was also introduced, which harvests rainwater for toilet use. The system brought savings of approximately 30%, or 50,000 liters of water per month.

Additionally, still in 2018, improvements were made to the Wi-Fi network and security camera system.

Contract with BNDES

In December 2018, the National Bank for Economic and Social Development (BNDES) approved a loan of BRL 1.25 billion to Fraport Brasil - Porto Alegre. The loan was granted in the Project Finance modality and accounts for over 60% of the total BRL 1.8 billion investment. This amount covers the building consortium's services, new equipment and the development and management of the project. The loan has a term of 20 years.

Airside works

As the expansion and renovation works of the Passenger Terminal advanced, interventions on the airside (where the aircraft operate) were also performed. In December 2018, the north island of the new paved Taxiway P was delivered, improving the flow of aircraft in aprons 1 and 2, especially for the larger ones that operate international flights. The RESAs (safety areas) of threshold 29 and 11 of the current runway have also been opened, further improving the airport's safety.

The construction of the new power substation 2, which serves the Passenger Terminal and the new Porto Alegre Airport Waste Treatment Plant, was also completed.

Passengers and all business partners benefit directly from a larger, more comfortable Terminal and airside infrastructure that meets international safety requirements.

Consortium

Fraport Brasil - Porto Alegre signed, in January 2018, the contract with the HTBM Consortium, formed by the HTB, TEDESCO, and Barbosa Mello, for the expansion works of the Porto Alegre Airport. Starting in March of the same year, the works mainly consisted of the expansion of Terminal 1, runway extension, adjustments to taxiways, and improvements to the airport drainage system.

The consortium was in charge of all stages of the works, from the project to the final delivery, coordinating a workforce of approximately 2,000 employees, who worked 24/7 in the execution of the works. Motivated and engaged in the project, the consortium was Fraport Brasil's partner in this grand undertaking, with the goal of actively contributing to the complete modernization of the Porto Alegre Airport.

What's to come

The expansion of the runway from 2,280 meters to 3,200 meters will allow the airport to receive larger, long-haul aircraft. Therefore, it will be possible to increase the number of international flights from Porto Alegre and new air cargo transportation opportunities will arise for Rio Grande do Sul's products. Today, most of the products produced in the state are first transported by land to São Paulo and then flown to their final destination.

About Fraport

Fraport Brasil - Porto Alegre and Fraport Brasil - Fortaleza are subsidiaries of Fraport AG Frankfurt Airport Services Worldwide, one of the leading companies in the global airport market, offering a full range of management and consulting services. The owner and operator of the Frankfurt Airport, Germany's largest airport, with more than 64 million passengers per year, Fraport AG is a global, highly experienced airport operations company. Its portfolio includes 30 airports worldwide.

In an international bidding process, which took place in March 2017, the federal government granted concessions for four airports in Brazil. Fraport AG won the concession for the airports of Fortaleza and Porto Alegre for the next 30 and 25 years, respectively. Fraport Brasil - Porto Alegre and Fraport Brasil - Fortaleza were then

Porto Alegre, November 19th, 2019.



established in Brazil with the goal of creating two modern, efficient and customer-focused airports. The Porto Alegre Airport Concession Agreement is effective for 25 years from August 29th, 2017. According to it, the Concessionaire is responsible for the expansion, modernization and maintenance of the airport infrastructure. Fraport fully took over the airport's operations on January 2nd, 2018.