



SECOND QUARTER **2021 RESULTS**

## Alpek Posts U.S. \$225M in Comparable EBITDA (U.S. \$273M in Reported EBITDA) EBITDA Guidance raised to U.S. \$765M as Resiliency in Margins and Volume Expected to Continue

Monterrey, Mexico – July 21<sup>st</sup>, 2021 – Alpek, S.A.B. de C.V. (BMV: ALPEK), a leading petrochemical company in the Americas, announced today its second quarter 2021 results (2Q21).

### QUARTERLY HIGHLIGHTS

- Record high second quarter volume, reaching 1.2 million tons (+8% YoY) and on track with Guidance estimates
- Comparable EBITDA of U.S. \$225 million (+51% YoY) due to record 2Q volume & continued strength in margins
- Dividend payment of U.S. \$128 million, approved at Annual Shareholders' Meeting, was paid during 2Q21
- Leverage improved to 1.3x as Net Debt was U.S. \$1,247 million, and in spite of CAPEX & Dividends in 2Q21
- Finalized acquisition of CarbonLITE's state-of-the-art integrated rPET facility for U.S. \$96 million on debt-fee basis
- Alpek included in the S&P/BMV Total Mexico ESG Index given strong improvement in its overall ESG metrics
- Comparable EBITDA Guidance raised to U.S. \$765 million (+13%) due to strong 2Q21 & continued margin strength

### 2Q21 KEY METRICS

(in U.S.\$ million, except for volume and production figures)

	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>Volume<sup>1</sup> (ktons)</b>	<b>1,201</b>	<b>1,230</b>	<b>1,109</b>	<b>(2)</b>	<b>8</b>	<b>2,431</b>	<b>2,293</b>	<b>6</b>
Polyester	945	996	933	(5)	1	1,941	1,900	2
Plastics & Chemicals	256	234	176	9	45	490	393	25
<b>Production (ktons)</b>	<b>1,526</b>	<b>1,621</b>	<b>1,587</b>	<b>(6)</b>	<b>(4)</b>	<b>3,146</b>	<b>3,171</b>	<b>(1)</b>
Polyester	1,240	1,346	1,341	(8)	(8)	2,586	2,660	(3)
Plastics & Chemicals	286	274	246	4	16	560	511	10
<b>Revenues</b>	<b>1,849</b>	<b>1,614</b>	<b>1,175</b>	<b>15</b>	<b>57</b>	<b>3,463</b>	<b>2,608</b>	<b>33</b>
Polyester	1,183	1,069	925	11	28	2,252	2,020	12
Plastics & Chemicals	610	471	221	29	175	1,080	521	107
<b>EBITDA</b>	<b>273</b>	<b>324</b>	<b>74</b>	<b>(16)</b>	<b>268</b>	<b>597</b>	<b>185</b>	<b>223</b>
Polyester	134	184	33	(27)	305	318	91	248
Plastics & Chemicals	136	123	40	10	237	260	89	191
Others	3	17	1	(81)	278	20	4	364
<b>Comparable EBITDA<sup>2</sup></b>	<b>225</b>	<b>203</b>	<b>149</b>	<b>11</b>	<b>51</b>	<b>429</b>	<b>296</b>	<b>45</b>
Polyester	102	89	102	14	-	192	196	(2)
Plastics & Chemicals	120	97	46	23	158	217	96	126
Others	3	17	1	(81)	278	20	4	364
<b>Net Income (Controlling Interest)</b>	<b>124</b>	<b>121</b>	<b>6</b>	<b>2</b>	<b>2,002</b>	<b>245</b>	<b>(14)</b>	<b>1,907</b>
<b>CAPEX</b>	<b>132</b>	<b>30</b>	<b>27</b>	<b>333</b>	<b>390</b>	<b>162</b>	<b>42</b>	<b>290</b>
<b>Net Debt</b>	<b>1,247</b>	<b>1,219</b>	<b>1,428</b>	<b>2</b>	<b>(13)</b>			
<b>Net Debt / EBITDA<sup>3</sup></b>	<b>1.3</b>	<b>1.6</b>	<b>1.9</b>					

(1) Excludes intracompany sales (2) Excludes inventories, carry-forward effects, and non-operating, one-time (gains) losses (3) Times: last 12 months

## MESSAGE FROM OUR CEO

*“I am excited to report that Alpek has delivered yet another strong quarter amid a booming global economic environment. During this period, second quarter volume reached record highs and we achieved our greatest month ever in terms of Comparable EBITDA during April.*

*We expected Polyester margins to return to historical average levels and the positive effects from Texas’ polar vortex on Polypropylene margins to taper off by quarter-end, however, this was not the case. Instead, demand for our products increased across all industries, leading to further margin improvements. Based on our strong year-to-date performance, as well as our positive expectations for the remainder of the year, we are once again raising our 2021 EBITDA Guidance figures.*

*Of note, during the quarter, Alpek made large strides in its long-term growth strategy by acquiring CarbonLITE’s state-of-the-art integrated rPET facility. The transaction further tailors our portfolio towards the circular economy, while helping our customers achieve their recycled content goals ahead of schedule. Finally, as a result of a strong improvement in our ESG ratings, Alpek became part of the S&P/BMV Total Mexico ESG Index. It gives us great pride to see our recent progress on ESG matters rewarded in such a manner, and we shall remain focused on further improvement across all our material ESG issues.”*



José de Jesús Valdez

**CEO**

### Overview

The second quarter of 2021 was marked by a sharp increase in the number of people receiving COVID-19 vaccines and a continued strengthening of the global economy. With higher demand for refined products, average Brent crude oil prices increased to U.S. \$69 dollars per barrel, 13% higher than in 1Q21, closing the quarter at U.S. \$75 dollars per barrel. Consequently, U.S. average reference paraxylene (“Px”) prices increased by 12% versus last quarter, with Px margins coming under pressure. Finally, average reference Propylene prices decreased to U.S. \$0.67 per pound, 8% lower than the U.S. \$0.73 per pound in 1Q21.

Demand for petrochemical products also strengthened in 2Q21 and sea freight costs have remained high. As such, Asian integrated Polyester reference margins increased to an average of U.S. \$356 dollars per ton in 2Q21 (+8% QoQ), higher than Alpek’s Guidance figure of U.S. \$285 dollars per ton, which was based on a normalized PET supply/demand balance by the end of 2Q21. Polypropylene margins also increased to an average of U.S. \$0.47 per pound (+46% QoQ).

### CarbonLITE Acquisition

On June 7<sup>th</sup>, Alpek announced the acquisition of CarbonLITE’s state-of-the-art PET recycling and pelletization facility in Reading, Pennsylvania for U.S. \$96 million on a debt-free basis. This site is one of the largest integrated rPET facilities in the Americas, with brand-new equipment designed to produce food-grade pellet, the rPET format needed to enable bottle-to-bottle recycling.

This acquisition is fully aligned with the *Fostering a Circular Economy* pillar of Alpek's long-term strategic growth plan. It reaffirms Alpek's position as the largest PET recycler in the Americas and achieves the Company's target of supplying its customers with 25% rPET content before 2025. The Company expects to conclude commissioning of the site and begin production in 3Q21.

### **Progress on ESG**

Alpek has made large strides both in terms of direct improvement on key ESG metrics, as well as in better communicating those actions to the investment community. Highlights from 2020 included migrating to a Dynamic Materiality approach for ESG risk identification, an 8.7% reduction to the Company's Scope 1 & 2 carbon emissions, and an equivalent reduction in total water consumption of 7.7%.

As a result of these improvements and their corresponding effect on our ESG Ratings, during 2Q21 Alpek was included in the Mexican Stock Exchange and S&P Dow Jones Total Mexico ESG Index. Companies that comprise this index have demonstrated a commitment to ESG as part of their ongoing decision-making processes, which has historically translated into higher returns for investors. Alpek also launched *Project Evergreen*, an effort focused on analytically defining concrete targets and action plans to improve on all its material ESG issues, which it expects to conclude and communicate before year-end.

### **Revised Guidance & Outlook**

In its 1Q21 Earnings Report, Alpek updated its Guidance figures due to stronger-than-expected PET demand and margins, as well as the one-time benefits generated in the Plastics & Chemicals segment by the polar vortex. Having observed this strength carry over into 2Q21 and likely to continue in 3Q21, the Company is once again providing updated guidance figures and underlying key assumptions.

In the Polyester segment, Alpek expects the continuation of strong demand, with Asian integrated margins now normalizing to U.S. \$285 dollars per ton as late as the fourth quarter. In the Plastics & Chemicals segment, the positive effect on Polypropylene margins created by the polar vortex is also expected to last late into the third quarter. Strong Polypropylene demand should also result in better average margins at the end of 2021 versus original expectations. Volume figures for both segments remain in line with the original guidance.

Finally, we are also raising our CAPEX Guidance to U.S. \$250 million, reflecting the recent acquisition of CarbonLITE's rPET facility. Overall, we maintain a positive outlook for the remainder of 2021.

New guidance figures are based on the following underlying key assumptions:

- Average Brent crude oil reference price of U.S. \$70 dollars per barrel (up from U.S. \$63 dls per barrel)
- Average Asian Integrated PET Reference Margins of U.S. \$300 dollars per ton (up from U.S. \$285 dls per ton)

	Revised 2021 Guidance (US\$M)	Change (% vs. '20)	Previous 2021 Guidance (US\$M)	Change (% vs. '20)
<b>Reported EBITDA</b>	<b>U.S. \$880M</b>	<b>56</b>	U.S. \$750M	33
<b>Comparable EBITDA</b>	<b>U.S. \$765M</b>	<b>27</b>	U.S. \$675M	12

Alpek will further discuss its revised guidance figures during its 2Q21 Webcast.

## FINANCIAL RESULTS

### EBITDA

(in U.S.\$ million)

	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>Reported EBITDA</b>	<b>273</b>	<b>324</b>	<b>74</b>	<b>(16)</b>	<b>268</b>	<b>597</b>	<b>185</b>	<b>223</b>
Inventory Adjustment	(18)	(63)	42	72	(142)	(81)	59	(237)
Carry-forward effect	(29)	(58)	39	50	(175)	(87)	59	(249)
Others	(1)	-	(6)	(462)	83	(1)	(6)	88
<b>Comparable EBITDA</b>	<b>225</b>	<b>203</b>	<b>149</b>	<b>11</b>	<b>51</b>	<b>429</b>	<b>296</b>	<b>45</b>

**Comparable EBITDA** was U.S. \$225 million, 11% higher than 1Q21, as a result of the increase in polyester margins, solid EPS performance, a longer-than-expected positive effect on Polypropylene margins created by the polar vortex, and the normalization of our natural gas commercialization business.

**Reported EBITDA** was U.S. \$273 million, 16% lower than in 1Q21 which experienced higher extraordinary effects. This quarter reflected a positive inventory effect of U.S. \$18 million and carry-forward effect of U.S. \$29 million given increased Px, Propylene and Styrene prices.

### INCOME STATEMENT

(in U.S.\$ million)

	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>Total Revenues</b>	<b>1,849</b>	<b>1,614</b>	<b>1,175</b>	<b>15</b>	<b>57</b>	<b>3,463</b>	<b>2,608</b>	<b>33</b>
Gross Profit	284	334	69	(15)	311	618	187	230
Operating expenses and others	(63)	(61)	(47)	(3)	(34)	(124)	(107)	(15)
<b>Operating Income</b>	<b>221</b>	<b>273</b>	<b>22</b>	<b>(19)</b>	<b>899</b>	<b>494</b>	<b>80</b>	<b>520</b>
Financial cost, net	(19)	(74)	5	75	(493)	(93)	(83)	(12)
Share of losses of associates	(1)	-	(4)	(356)	83	-	(1)	68
Income tax	(43)	(46)	(8)	7	(411)	(89)	3	(2,818)
<b>Consolidated Net Income</b>	<b>159</b>	<b>152</b>	<b>15</b>	<b>4</b>	<b>987</b>	<b>311</b>	<b>(2)</b>	<b>18,294</b>
Controlling interest	124	121	6	2	2,002	245	(14)	1,907

**Revenues** for the second quarter totaled U.S. \$1,849 million, 15% higher than 1Q21, due to higher average consolidated prices and strong consolidated volume in 2Q21.

**Net Income attributable to Controlling Interest** for the second quarter of 2021 was U.S. \$124 million, compared to U.S. \$121 million in 1Q21. This improvement was due to a strong operating income and lower financial costs.

## CASH FLOW

(in U.S.\$ million)

	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
EBITDA	273	324	74	(16)	268	597	185	223
Net Working Capital & Others	6	(192)	27	103	(79)	(187)	127	(247)
CAPEX	(132)	(30)	(27)	(333)	(390)	(162)	(42)	(290)
Financial Expenses	(25)	(67)	(25)	63	1	(91)	(51)	(78)
Income Tax	(32)	(44)	(37)	26	13	(76)	(101)	25
Dividends	(128)	(23)	-	(465)	(100)	(151)	(163)	7
Other Sources / Uses	11	(2)	(4)	635	383	9	(53)	117
<b>Decrease (Increase) in Net Debt</b>	<b>28</b>	<b>(34)</b>	<b>8</b>	<b>17</b>	<b>(446)</b>	<b>(62)</b>	<b>(98)</b>	<b>37</b>

**Net Working Capital (NWC)** totaled U.S. \$6 million as the aforementioned increase in raw material prices was more than offset by improvement to supplier credit terms.

**CAPEX** for the quarter totaled U.S. \$132 million, with U.S. \$96 million utilized for the acquisition of CarbonLITE's asset in Reading, PA.

During 2Q21, Alpek distributed a **Dividend** of U.S. \$128 million approved during the March 9<sup>th</sup> Annual Shareholders' Meeting.

## NET DEBT & LEVERAGE

(in U.S.\$ million)

	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)
<b>Net Debt</b>	<b>1,247</b>	<b>1,219</b>	<b>1,428</b>	<b>2</b>	<b>(13)</b>
EBITDA (LTM)	977	778	735	26	33
Net Debt / EBITDA (LTM)	1.3	1.6	1.9		

**Consolidated Net Debt** as of June 30, 2021 was U.S. \$1.247 billion, up 2% QoQ but down 13% YoY. Net Debt increased by U.S. \$28 million during 2Q21 largely due to the acquisition of CarbonLITE's rPET facility and the dividend payment, which were largely offset by strong results during the quarter. Gross Debt reached U.S. \$1.723 billion, and Cash declined to U.S. \$476 million, a slight decrease to levels more in line with historical averages. Financial ratios for the quarter improved as Net Debt to EBITDA was further reduced to 1.3x and Interest Coverage to 7.3x, with Leverage decreasing as a result of higher LTM EBITDA, while net debt remained at similar levels.



## RESULTS BY BUSINESS SEGMENT: POLYESTER

(Purified Terephthalic Acid (PTA), Polyethylene Terephthalate (PET), rPET, Polyester fibers – 68% of Alpek's Net Sales)

### QUARTERLY HIGHLIGHTS

- Record Polyester volume for any second quarter of 945 thousand tons (+1% YoY), but 5% lower than in 1Q21
- Integrated Asian polyester reference margins increased (+8% QoQ,) due to continued strength in demand
- Polyester Comparable EBITDA of U.S. \$102 million (+14% QoQ), mainly due to higher margins
- Polyester Reported EBITDA of U.S. \$134 million (-27% QoQ), resulting from inventory gain (U.S. \$14 million) and positive Carry-forward effect (U.S. \$17 million)
- Acquired rPET facility in Reading, PA, increasing input capacity to 394 Ktons; expected to start operations in 3Q21

KEY METRICS - POLYESTER (in U.S.\$ million, except volume and production)	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
Volume (ktons)	945	996	933	(5)	1	1,941	1,900	2
Production (ktons)	1,240	1,346	1,341	(8)	(8)	2,586	2,660	(3)
Revenues	1,183	1,069	925	11	28	2,252	2,020	12
<b>Reported EBITDA</b>	<b>134</b>	<b>184</b>	<b>33</b>	<b>(27)</b>	<b>305</b>	<b>318</b>	<b>91</b>	<b>248</b>
Inventories	(14)	(50)	36	73	(138)	(64)	52	(223)
Carry-forward effect	(17)	(45)	39	62	(144)	(62)	59	(206)
Others	(1)	-	(6)	(100)	84	(1)	(6)	89
<b>Comparable EBITDA</b>	<b>102</b>	<b>89</b>	<b>102</b>	<b>14</b>	<b>-</b>	<b>192</b>	<b>196</b>	<b>(2)</b>

**Polyester Volume** posted a second quarter record of 945 thousand tons, 1% higher YoY despite lower volume due to an extended drought in Altamira, Mexico, which temporarily affected local PTA production. Volume would have been higher than 1Q21 levels had it not been for this event.

**Polyester Comparable EBITDA** reached U.S. \$102 million, a 14% increase QoQ. This was due to an increase in average Asian integrated polyester margins to U.S. \$356 dollars per ton, 8% higher QoQ, which was offset by slightly lower volume due to the aforementioned drought.

As a result of a 13% increase in average Brent Crude oil price, average U.S. reference paraxylene ("Px") prices increased accordingly by 12% QoQ. This resulted in a non-cash **inventory gain** of U.S. \$14 million and a positive **Carry-forward effect** of U.S. \$17 million in 2Q21.

**Polyester Reported EBITDA** was U.S. \$134 million for the quarter, down 27% QoQ, as a result of positive inventory and carry-forward effects that resulted in a U.S. \$31 million gain, below than the U.S. \$95 million gain during 1Q21, as feedstock price increases were not as pronounced as in 1Q21.



## RESULTS BY BUSINESS SEGMENT: PLASTICS & CHEMICALS (P&C)

(Polypropylene (PP), Expandable Polystyrene (EPS), Caprolactam (CPL), Other products – 28% of Alpek's Net Sales)

### QUARTERLY HIGHLIGHTS

- Record P&C volume of 256 thousand tons (+9% QoQ) given continued demand strength and recent U.S. acquisition
- Strong improvement in Polypropylene margins (+46% QoQ) as effects from polar vortex in Texas have continued
- P&C Comparable EBITDA of U.S. \$120 million (+23% QoQ) from stronger volume, PP margins, and EPS performance
- P&C Reported EBITDA of U.S. \$136 million (+10% QoQ), due to an inventory gain (U.S. \$4 million) and positive Carry-forward effect (U.S. \$12 million)

KEY METRICS – P&C (in U.S.\$ million, except volume and production)	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
Volume (ktons)	256	234	176	9	45	490	393	25
Production (ktons)	286	274	246	4	16	560	511	10
Revenues	610	471	221	29	175	1,080	521	107
<b>Reported EBITDA</b>	<b>136</b>	<b>123</b>	<b>40</b>	<b>10</b>	<b>237</b>	<b>260</b>	<b>89</b>	<b>191</b>
Inventories	(4)	(13)	6	69	(164)	(17)	7	(339)
Carry-forward effect	(12)	(13)	-	10	(100)	(25)	-	(100)
Others	-	-	-	-	-	-	-	-
<b>Comparable EBITDA</b>	<b>120</b>	<b>97</b>	<b>46</b>	<b>23</b>	<b>158</b>	<b>217</b>	<b>96</b>	<b>126</b>

**P&C Volume** was 256 thousand tons, up 45% YoY and +9% QoQ, and exceeding our previous record for any quarter. Excluding the incremental volume from the Styrenics business acquired in the United States, volume was still 2% higher quarter-on-quarter and 25% higher when compared to last year, which was adversely impacted by COVID-19 related shut-downs in the construction and automotive industries.

**P&C Comparable EBITDA** was U.S. \$120 million, up 23% and 158% when compared to 1Q21 and 2Q20, respectively, mainly due to higher PP margins resulting from the longer-than-expected positive effect of the polar vortex on PP margins and record volumes overall.

Propylene prices averaged U.S. \$0.67 per pound, down 8% this quarter, yet still resulting in a non-cash **inventory gain** of U.S. \$4 million and positive **Carry-forward effect** of U.S. \$12 million, as prices rose sharply towards quarter-end.

**P&C Reported EBITDA** was U.S. \$136 million during the quarter, up 10% QoQ and 237% YoY, reflecting strong business fundamentals in 2Q21, as well as the previously mentioned inventory gain and positive carry-forward effect.

## ABOUT ALPEK

Alpek is a leading petrochemical company operating two business segments: “Polyester” (PTA, PET, rPET, and polyester fibers), and “Plastics & Chemicals” (polypropylene, expandable styrenics, caprolactam, and other specialty & industrial chemicals). Alpek is a leading producer of PTA and PET worldwide, the largest rPET producer in the Americas, the 3<sup>rd</sup> largest expandable polystyrene manufacturer worldwide, and the only producer of polypropylene and caprolactam in Mexico.

## NOTE ON FORWARD LOOKING STATEMENTS

This release contains forward-looking information based on numerous variables and assumptions that are inherently uncertain. They involve judgments with respect to, among other things, future economic, competitive and financial market conditions and future business decisions, all of which are difficult or impossible to predict accurately. Accordingly, results could vary from those set forth in this release. The report presents unaudited financial information based on International Financial Reporting Standards (IFRS). Figures are stated in nominal Mexican pesos (\$) and in current U.S. Dollars (U.S. \$), as indicated. Where applicable, peso amounts were translated into U.S. Dollars using the average exchange rate of the months during which operations were recorded. Financial ratios are calculated in U.S. Dollars. Due to the rounding up of figures, small differences may occur when calculating percent changes from one period to the other.

## INVESTOR RELATIONS CONTACT INFORMATION

Alejandro Elizondo F., Investor Relations Officer  
Alejandra Bustamante, Investor Relations Manager  
+52 (818) 748-1146  
[ir@alpek.com](mailto:ir@alpek.com)  
[www.alpek.com](http://www.alpek.com)

**APPENDIX A – ADDITIONAL FINANCIAL INFORMATION**

<b>TABLE 1   PRICE CHANGES (%)</b>	<b>QoQ (%)</b>	<b>YoY (%)</b>	<b>Ch. (%)</b>
<b>Polyester</b>			
Avg. Ps. Prices	15	8	2
Avg. U.S. \$ Prices	17	26	9
<b>Plastics &amp; Chemicals</b>			
Avg. Ps. Prices	16	63	57
Avg. U.S. \$ Prices	18	89	66
<b>Total</b>			
Avg. Ps. Prices	16	25	18
Avg. U.S. \$ Prices	17	45	25

<b>TABLE 2   REVENUES</b>	<b>2Q21</b>	<b>1Q21</b>	<b>2Q20</b>	<b>QoQ (%)</b>	<b>YoY (%)</b>	<b>YTD21</b>	<b>YTD20</b>	<b>Ch. (%)</b>
<b>Total Revenues</b>								
Ps. Million	37,077	32,830	27,448	13	35	69,907	55,970	25
U.S. \$ Million	1,849	1,614	1,175	15	57	3,463	2,608	33
<b>Domestic Revenues</b>								
Ps. Million	13,189	11,758	7,581	12	74	24,947	15,618	60
U.S. \$ Million	658	578	324	14	103	1,236	729	69
<b>Foreign Revenues</b>								
Ps. Million	23,888	21,072	19,867	13	20	44,960	40,352	11
U.S. \$ Million	1,191	1,036	851	15	40	2,227	1,879	19
Foreign / Total (%)	64	64	72			64	72	

<b>TABLE 3   OP. INCOME AND EBITDA</b>	<b>2Q21</b>	<b>1Q21</b>	<b>2Q20</b>	<b>QoQ (%)</b>	<b>YoY (%)</b>	<b>YTD21</b>	<b>YTD20</b>	<b>Ch. (%)</b>
<b>Operating Income</b>								
Ps. Million	4,437	5,546	483	(20)	820	9,983	1,634	511
U.S. \$ Million	221	273	22	(19)	899	494	80	520
<b>EBITDA</b>								
Ps. Million	5,481	6,594	1,700	(17)	222	12,075	3,905	209
U.S. \$ Million	273	324	74	(16)	268	597	185	223

TABLE 4   COMPARABLE EBITDA	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>EBITDA</b>								
Ps. Million	5,481	6,594	1,700	(17)	222	12,075	3,905	209
U.S. \$ Million	273	324	74	(16)	268	597	185	223
<b>Adjustments*</b>								
Ps. Million	(959)	(2,461)	1,793	61	(153)	(3,419)	2,538	(235)
U.S. \$ Million	(48)	(121)	75	60	(164)	(169)	111	(252)
<b>Comparable EBITDA</b>								
Ps. Million	4,522	4,133	3,493	9	29	8,656	6,443	34
U.S. \$ Million	225	203	149	11	51	429	296	45

\*Inventory adjustments, Carry-forward effects, and non-operating, one-time (gains) losses

TABLE 5   IFRS 16 EFFECT (in U.S.\$ million)	1Q21	2Q21
<b>Income Statement</b>		
Amortization	11	12
Financial Expense	2	2
<b>Balance Sheet</b>		
Assets- Right of use	146	142
Liabilities		
Short-term lease	39	38
Long-term lease	108	106
<b>Net Debt</b>	9	6

TABLE 6   FINANCIAL COST, NET (in U.S.\$ million)	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
Financial Expenses	(28)	(67)	(31)	58	7	(96)	(62)	(54)
Financial Income	5	4	11	27	(55)	9	19	(55)
<b>Net Financial Expenses</b>	(24)	(64)	(20)	63	(19)	(87)	(43)	(102)
Fx Gains (Losses)	5	(11)	24	145	(80)	(6)	(40)	85
<b>Financial Cost, Net</b>	(19)	(74)	5	75	(493)	(93)	(83)	(12)

TABLE 7   NET INCOME (in U.S.\$ million, except as noted)	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
Consolidated Net Income	159	152	15	4	987	311	(2)	18,294
Non-Controlling Interest	35	31	9	12	303	67	12	463
<b>Controlling Interest</b>	124	121	6	2	2,002	245	(14)	1,907
Earnings per Share (U.S. \$)	0.06	0.06	0.00	2	2,002	0.12	(0.01)	1,911
<b>Avg. Outstanding Shares (million)*</b>	2,112	2,112	2,112			2,112	2,113	

\* The same number of equivalent shares are considered in the periods presented

<b>TABLE 8   STATEMENT OF FINANCIAL POSITION &amp; FINANCIAL RATIOS</b> (in U.S.\$ million)	<b>2Q21</b>	<b>1Q21</b>	<b>2Q20</b>	<b>QoQ (%)</b>	<b>YoY (%)</b>
<b>Assets</b>					
Cash and cash equivalents	476	495	610	(4)	(22)
Trade accounts receivable	866	718	462	21	88
Inventories	1,068	965	808	11	32
Other current assets	373	369	336	1	11
<b>Total current assets</b>	<b>2,783</b>	<b>2,547</b>	<b>2,217</b>	<b>9</b>	<b>26</b>
Investment in associates and others	438	439	436	-	1
Property, plant and equipment, net	2,025	1,899	1,862	7	9
Goodwill and intangible assets, net	176	178	189	(1)	(7)
Other non-current assets	530	504	588	5	(10)
<b>Total assets</b>	<b>5,952</b>	<b>5,567</b>	<b>5,290</b>	<b>7</b>	<b>12</b>
<b>Liabilities &amp; stockholders' equity</b>					
Debt	50	29	237	70	(79)
Suppliers	1,125	908	647	24	74
Other current liabilities	288	366	327	(21)	(12)
<b>Total current liabilities</b>	<b>1,463</b>	<b>1,303</b>	<b>1,211</b>	<b>12</b>	<b>21</b>
Debt (include debt issuance costs)	1,520	1,528	1,635	(1)	(7)
Employees' benefits	67	65	55	3	22
Other long-term benefits	416	411	429	1	(3)
<b>Total liabilities</b>	<b>3,466</b>	<b>3,308</b>	<b>3,331</b>	<b>5</b>	<b>4</b>
Total stockholders' equity	2,486	2,259	1,959	10	27
Total liabilities & stockholders' equity	5,952	5,567	5,290	7	12
Net Debt	1,247	1,219	1,428	2	(13)
Net Debt / EBITDA*	1.3	1.6	1.9		
Interest Coverage*	7.3	5.8	6.9		

\* Times: last 12 months

**POLYESTER**

TABLE 9   REVENUES	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>Total Revenues</b>								
Ps. Million	23,720	21,742	21,635	9	10	45,462	43,430	5
U.S. \$ Million	1,183	1,069	925	11	28	2,252	2,020	12
<b>Domestic Revenues</b>								
Ps. Million	5,349	4,444	3,816	20	40	9,793	7,836	25
U.S. \$ Million	267	219	163	22	63	485	365	33
<b>Foreign Revenues</b>								
Ps. Million	18,371	17,298	17,819	6	3	35,669	35,594	-
U.S. \$ Million	916	851	762	8	20	1,767	1,655	7
Foreign / Total (%)	77	80	82			78	82	

TABLE 10   OP. INCOME AND EBITDA	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>Operating Income</b>								
Ps. Million	1,917	2,961	(205)	(35)	1,036	4,878	131	3,611
U.S. \$ Million	96	145	(7)	(34)	1,408	241	10	2,323
<b>EBITDA</b>								
Ps. Million	2,690	3,748	739	(28)	264	6,438	1,891	241
U.S. \$ Million	134	184	33	(27)	305	318	91	248

TABLE 11   COMPARABLE EBITDA	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>EBITDA</b>								
Ps. Million	2,690	3,748	739	(28)	264	6,438	1,891	241
U.S. \$ Million	134	184	33	(27)	305	318	91	248
<b>Adjustments*</b>								
Ps. Million	(640)	(1,933)	1,653	67	(139)	(2,573)	2,385	(208)
U.S. \$ Million	(32)	(95)	69	66	(146)	(127)	104	(221)
<b>Comparable EBITDA</b>								
Ps. Million	2,050	1,815	2,392	13	(14)	3,865	4,275	(10)
U.S. \$ Million	102	89	102	14	-	192	196	(2)

\*Inventory adjustments, Carry-forward effects, and non-operating, one-time (gains) losses

**PLASTICS & CHEMICALS**

TABLE 12   REVENUES	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>Total Revenues</b>								
Ps. Million	12,220	9,589	5,147	27	137	21,809	11,111	96
U.S. \$ Million	610	471	221	29	175	1,080	521	107
<b>Domestic Revenues</b>								
Ps. Million	6,727	5,865	3,124	15	115	12,592	6,472	95
U.S. \$ Million	336	288	134	16	151	624	303	106
<b>Foreign Revenues</b>								
Ps. Million	5,493	3,724	2,022	48	172	9,217	4,639	99
U.S. \$ Million	274	183	87	50	214	457	218	109
Foreign / Total (%)	45	39	39			42	42	

TABLE 13   OP. INCOME AND EBITDA	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>Operating Income</b>								
Ps. Million	2,457	2,247	669	9	267	4,703	1,417	232
U.S. \$ Million	123	111	29	11	328	233	65	256
<b>EBITDA</b>								
Ps. Million	2,727	2,509	943	9	189	5,236	1,930	171
U.S. \$ Million	136	123	40	10	237	260	89	191

TABLE 14   COMPARABLE EBITDA	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
<b>EBITDA</b>								
Ps. Million	2,727	2,509	943	9	189	5,236	1,930	171
U.S. \$ Million	136	123	40	10	237	260	89	191
<b>Adjustments*</b>								
Ps. Million	(319)	(528)	140	40	(328)	(847)	153	(653)
U.S. \$ Million	(16)	(26)	6	39	(362)	(42)	7	(701)
<b>Comparable EBITDA</b>								
Ps. Million	2,408	1,981	1,083	22	122	4,389	2,083	111
U.S. \$ Million	120	97	46	23	158	217	96	126

\*Inventory adjustments, Carry-forward effects, and non-operating, one-time (gains) losses



**APPENDIX B – FINANCIAL STATEMENTS**
**ALPEK, S.A.B. DE C.V. and Subsidiaries  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Jun-21	Mar-21	Jun-20	QoQ (%)	YoY (%)
(in millions of Mexican Pesos)					
<b>ASSETS</b>					
<b>CURRENT ASSETS:</b>					
Cash and cash equivalents	9,381	10,180	13,829	(8)	(32)
Restricted cash	52	12	194	337	(73)
Trade accounts receivable	17,155	14,800	10,602	16	62
Other accounts and notes receivable	4,888	5,011	6,424	(2)	(24)
Inventories	21,148	19,882	18,570	6	14
Other current assets	2,493	2,598	1,304	(4)	91
<b>Total current assets</b>	<b>55,117</b>	<b>52,483</b>	<b>50,923</b>	<b>5</b>	<b>8</b>
<b>NON-CURRENT ASSETS:</b>					
Investment in associates and others	8,676	9,043	10,006	(4)	(13)
Property, plant and equipment, net	40,098	39,133	42,774	2	(6)
Goodwill and intangible assets	3,479	3,668	4,331	(5)	(20)
Other non-current assets	10,486	10,386	13,495	1	(22)
<b>Total assets</b>	<b>117,856</b>	<b>114,713</b>	<b>121,529</b>	<b>3</b>	<b>(3)</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>					
<b>CURRENT LIABILITIES:</b>					
Debt	992	608	5,440	63	(82)
Suppliers	22,274	18,700	14,858	19	50
Other current liabilities	5,704	7,549	7,522	(24)	(24)
<b>Total current liabilities</b>	<b>28,970</b>	<b>26,857</b>	<b>27,820</b>	<b>8</b>	<b>4</b>
<b>NON-CURRENT LIABILITIES:</b>					
Debt (include debt issuance cost)	30,099	31,480	37,569	(4)	(20)
Deferred income taxes	4,650	4,794	4,883	(3)	(5)
Other non-current liabilities	3,581	3,685	4,979	(3)	(28)
Employees' benefits	1,335	1,349	1,268	(1)	5
<b>Total liabilities</b>	<b>68,635</b>	<b>68,165</b>	<b>76,519</b>	<b>1</b>	<b>(10)</b>
<b>STOCKHOLDERS' EQUITY:</b>					
Controlling interest:					
Capital stock	6,034	6,035	6,035	-	-
Share premium	9,015	9,021	9,025	-	-
<b>Contributed capital</b>	<b>15,049</b>	<b>15,056</b>	<b>15,060</b>	-	-
Earned surplus	28,236	26,023	24,515	9	15
<b>Total controlling interest</b>	<b>43,285</b>	<b>41,079</b>	<b>39,575</b>	<b>5</b>	<b>9</b>
Non-controlling interest	5,936	5,469	5,435	9	9
<b>Total stockholders' equity</b>	<b>49,221</b>	<b>46,548</b>	<b>45,010</b>	<b>6</b>	<b>9</b>
<b>Total liabilities and stockholders' equity</b>	<b>117,856</b>	<b>114,713</b>	<b>121,529</b>	<b>3</b>	<b>(3)</b>

**ALPEK, S.A.B. DE C.V. and Subsidiaries**  
**CONSOLIDATED STATEMENT OF INCOME**

	2Q21	1Q21	2Q20	QoQ (%)	YoY (%)	YTD21	YTD20	Ch. (%)
(in millions of Mexican Pesos)								
Revenues	37,077	32,830	27,448	13	35	69,907	55,970	25
Domestic	13,189	11,758	7,581	12	74	24,947	15,618	60
Export	23,888	21,072	19,867	13	20	44,960	40,352	11
Cost of sales	(31,381)	(26,042)	(25,864)	(20)	(21)	(57,423)	(52,039)	(10)
Gross profit	5,696	6,788	1,584	(16)	260	12,484	3,931	218
Operating expenses and others	(1,259)	(1,242)	(1,101)	(1)	(14)	(2,501)	(2,297)	(9)
Operating income	4,437	5,546	483	(20)	820	9,983	1,634	511
Financial result, net	(374)	(1,531)	114	76	(430)	(1,905)	(1,769)	(8)
Equity in income of associates and joint ventures	(13)	5	(90)	(351)	86	(8)	(31)	74
Income before taxes	4,050	4,020	507	1	699	8,070	(166)	4,984
Income taxes	(860)	(930)	(182)	7	(372)	(1,791)	88	(2,145)
<b>Consolidated net income</b>	<b>3,190</b>	<b>3,090</b>	<b>325</b>	<b>3</b>	<b>881</b>	<b>6,279</b>	<b>(78)</b>	<b>8,183</b>
<b>Income attributable to Controlling interest</b>	<b>2,484</b>	<b>2,452</b>	<b>121</b>	<b>1</b>	<b>1,960</b>	<b>4,936</b>	<b>(332)</b>	<b>1,585</b>
<b>Income attributable to Non-controlling interest</b>	<b>706</b>	<b>638</b>	<b>204</b>	<b>11</b>	<b>246</b>	<b>1,343</b>	<b>254</b>	<b>428</b>