

407 International Reports Second Quarter Results

TORONTO, July 16, 2020 - 407 International Inc. (the "Company") announced today revenues of \$129.6 million for the second quarter of 2020, compared to \$390.5 million for the same period of 2019. Earnings before interest, taxes, depreciation and amortization ("EBITDA"¹) totalled \$93.4 million for the second quarter of 2020 compared to \$347.4 million for the same period of 2019. The Company reported a net loss of \$46.9 million for the second quarter of 2020, compared to net income of \$147.1 million for same period of 2019.

The Board will continue to monitor the pandemic situation during the third quarter, and will review any potential dividend distribution to Shareholders, as appropriate.

COVID-19 PANDEMIC

The Company continues to remain focused on the health and safety of customers and employees, while maintaining the highway and open-access to an essential transportation corridor. During the second quarter of 2020, traffic levels across Highway 407 ETR have been significantly impacted, with average trip volume reductions of 67%, relative to 2019 traffic levels. With the phased reopening of the Province and GTA businesses, the Company has observed modest but steady improvements in traffic volumes as compared to the earlier periods of the pandemic. In late March, average traffic volume was lower by approximately 75% relative to 2019 traffic levels. By comparison, traffic volume was lower by approximately 55% at the end of June 2020 compared with June 2019. Despite the impact of lower revenues due to the COVID-19 pandemic, the Company maintains sufficient liquidity to satisfy all of its obligations during 2020.

During the second quarter of 2020, 407 International made a significant charitable contribution to support the COVID-19 relief measures at hospitals and across the community.

ABOUT 407 INTERNATIONAL

The Company is owned by indirectly owned subsidiaries of Canada Pension Plan Investment Board (total 50.01%), Cintra Global S.E., a wholly owned subsidiary of Ferrovial S. A. (43.23%), and SNC-Lavalin (6.76%).

For more information, contact:

Investors:

Geoffrey Liang

Chief Financial Officer

Tel: 905-265-4070

Media:

Kevin Sack

Vice President

Marketing, Communications, and Government Relations

Tel: 905-264-5374

News releases are available at www.407etr.com.

¹ EBITDA is not a recognized measure under International Financial Reporting Standards and investors are cautioned that EBITDA should not be construed as an alternative to net income or cash from operating activities as an indicator of the Company's performance or cash flows. The Company's method of calculating EBITDA may differ from other companies' methods, and may not be comparable to measures used by other companies.

407 International

Highlights

(Unaudited)

	Three-month period ended June 30		Six-month period ended June 30	
	2020	2019	2020	2019
Selected Financial Information (in millions)				
Revenues	\$ 129.6	\$ 390.5	\$ 417.4	\$ 699.6
Operating expenses	36.2	43.1	85.3	89.5
Depreciation and amortization	22.0	26.1	49.4	52.0
Interest and other expenses	136.4	121.3	192.0	228.3
Income (Loss) before tax	(65.0)	200.0	90.7	329.8
Income tax expense (recovery)	(18.1)	52.9	23.1	87.3
Net income (loss)	\$ (46.9)	\$ 147.1	\$ 67.6	\$ 242.5
Traffic				
Total trips (in thousands)	10,740	32,438	34,249	59,700
Average revenue per trip	\$11.81	\$11.96	\$12.02	\$11.64
Average workday number of trips	139,767	422,954	226,910	394,499
Total vehicle kilometres (in thousands)	210,927	706,952	701,692	1,273,837
Number of transponders in circulation at June 30			1,602,033	1,555,429