

Graña y Montero sells its stake in GMD to private equity firm Advent International

Lima, Peru June 6, 2017 - Graña y Montero S.A.A. (NYSE:GRAM) (BVL:GRAMONC1) (“the Group” or “Graña y Montero”), a leading engineering and construction company, today announced that it has closed the sale of its stake in GMD, a subsidiary of the Group specialized in information technology and telecommunications, to Advent International (“Advent”), one of the largest and most experienced global private equity investors.

Advent is acquiring the Group’s majority ownership stake in GMD for US\$84.7 million, with an initial payment of US\$37.3 million and subsequent payments subject to milestones agreed between the parties. The agreed price is equivalent to 8.2 times GMD’s 2016 EBITDA.

The Group decided to divest GMD after a thorough analysis of the future business strategy, which will focus on the areas of engineering and construction, infrastructure and real estate, where it has extensive experience.

GMD has been part of the Graña y Montero Group for more than 30 years. The company was founded in 1984, and has more than three decades of experience developing and successfully implementing IT solutions that generate value to the business processes of its clients. After years of competing with large multinationals, GMD has emerged as the leading Peruvian IT services firm.

Luis Diaz Olivero, Chief Executive Officer of Graña y Montero, affirmed that Advent is a leading global private equity firm. It has a strong investment history in the technology sector and is the right shareholder to drive growth and create value in GMD. “We believe Advent is a strong candidate to acquire the company because it has the resources to capitalize on GMD's capabilities and maximize its future growth potential.”

In addition, Adolfo Vinatea, Director of Advent in Peru, emphasized that GMD is a leading company with a wide range of experience in outsourcing services and information technology. “GMD is the largest local player in the fragmented, but fast growing IT services market in Peru. This acquisition presents an opportunity to build a regional, integrated IT outsourcer in the Andean region and we are very excited to partner with GMD’s experienced management team and help accelerate the current value creation processes.”

Moreover, Diaz said that with this transaction, Graña y Montero has reached an amount close to US\$193 million in asset sales. “This transaction best positions the company to accelerate debt reduction and focus on financial strengthening, particularly, after the termination of the Peruvian Southern Gas Pipeline contract”, he concluded.

Advent has been investing in the technology, media and telecom (TMT) sector for over 26 years, completing more than 70 investments in 24 countries. Recent TMT investments in the US and Europe include CCC Information Services, a provider of software and workflow tools to property & casualty insurers and automotive collision repair shops; Nets (Nasdaq, Copenhagen: NETS), one of Europe's largest providers of payment, information and digital identity solutions; Unit4, a global provider of enterprise resource planning software; P2 Energy Solutions, a leading provider of software, geospatial data and land management tools to the upstream oil and gas industry; and KMD, one of Denmark's leading IT services companies.

Advent was advised by Capia and Garrigues for this transaction, while Graña y Montero was advised by Estudio Muñiz.

About Advent

Founded in 1984, Advent International is one of the largest and most experienced global private equity investors. The firm has invested in 325 private equity transactions in 40 countries and as of December 31, 2016, it had US\$41 billion in assets under management. With offices on four continents, Advent has established a globally integrated team of over 180 investment professionals across North America, Europe, Latin America and Asia. The firm focuses on investments in five core sectors, including business and financial services; healthcare; industrial; retail, consumer and leisure; and technology, media and telecom. After more than 30 years dedicated to international investing, Advent remains committed to partnering with management teams to deliver sustained revenue and earnings growth for its portfolio companies.

Advent is one of the most experienced private equity investors in Latin America, with a 20+- year track record spanning over 50 investments and US\$6 billion in capital raised for the region. Advent's latest fund, LAPEF VI, has US\$2.1 billion in committed capital and is being invested across Latin America by a team of 40 investment professionals based in Mexico, Brazil, Colombia and Peru.

For more information please visit: www.adventinternational.com/

About Graña y Montero S.A.A.

Graña y Montero is the largest and most important Engineering and Infrastructure Company in Peru. It has 26 companies which operate in 5 countries in Latin America and has more than 28,000 employees. The Graña y Montero Group has always solved the needs of its clients beyond business in order to create wellbeing for society. It has been listed on the Lima Stock Exchange since 1997 and on the New York Stock Exchange since 2013.

To find out more, please visit www.granaymontero.com.pe.

For more information, please contact:

Graña y Montero

Adriana Caballero

Investor Relations

(511) 213-6573

adriana.caballero@gym.com.pe

relacion.inversionistas@gym.com.pe

<http://investorrelations.granaymontero.com.pe/>

Belén Masson

Investor Relations Assistant

(511) 213-6565 Ext. 6453

belen.masson@gym.com.pe

relacion.inversionistas@gym.com.pe

<http://investorrelations.granaymontero.com.pe/>

Advent International

Perú:

Marcela Ramírez

Consultora

Pacific Latam – Edelman Affiliate

mramirez@pacificlatam.com
+51 989-125757

US:

Dana Gorman or Emily Ward
Abernathy MacGregor

T: +1 212 371 5999

adventinternational@abmac.com