

## Report of the CEO / Chairman of the Board

Dear Shareholders:

### Our purpose

Vista Oil & Gas, S.A.B. de C.V. (the “Company”) is a corporation (*sociedad anónima bursátil de capital variable*) organized under the laws of Mexico. We are a special purpose acquisition company (SPAC) established for the purpose of effecting a merger, asset acquisition, share purchase, share exchange, participation or interest purchase, combination, consolidation, reorganization or other similar business combination, however denominated, with one or more businesses and with any kind of entities, and to which I will refer throughout this document as our “Initial Business Combination”.

### 1. Progress of the Company during 2017, policies carried out by the management and main existing projects.

During 2017, the Company carried out actions aimed at executing the “Initial Business Combination” provided for in our bylaws. The management of the company made decisions and followed policies aimed at fulfilling said purpose. Below is a summary of the actions related to our Initial Business Combination in 2018 and other existing projects.

### Our Initial Business Combination

On January 8, 2018, Pluspetrol Resources Corporation accepted our offer for the acquisition of (a) 100% of the capital stock of APCO Oil & Gas International Inc.; and (b) 5% of the capital stock of APCO Argentina S.A.

On January 16, 2018, Pampa Energía S.A. accepted our offer for the acquisition of (a) 58.88% of the capital stock of Petrolera Entre Lomas S.A. (“PELSA”); (b) 3.85% direct interest in 3 concessions operated by PELSA; and (c) a 100.00% interest in Medanito and Jagüel, in the Neuquina basin, both located in the province of Río Negro, Argentina.

Upon successful consummation of the transactions, the Company will hold:

- a) Capital stock in the following entities, either directly or indirectly:
  - 99.68% of the capital stock of PELSA;
  - 100% of the capital stock of APCO International; and
  - 100% of the capital stock of APCO Argentina S.A.
- b) Direct interests in the following exploitation concessions:
  - 100% interest in the exploitation concessions Medanito and Jagüel; and
  - 3.85% interest in the exploitation concessions Entre Lomas, Bajada del Palo and Agua Amarga.

Upon the acquisition of the capital stocks and direct interests, the Company will hold, directly or indirectly, the following interests in the following concessions, assessment blocks and exploration agreements in Argentina, with most of them located in the Neuquina basin:

- (i) In the Neuquina basin:
  - a) 100% operating interest in the exploitation concessions Medanito and Jagüel;
  - b) 99.77% operating interest in the exploitation concessions Entre Lomas, Bajada del Palo, and Agua Amarga;
  - c) 55% operating interest in the exploitation concession Coirón Amargo Norte; and
  - d) 45% non-operating interest in the assessment block Coirón Amargo Sur Oeste (operated by Shell);
- (ii) In the Golfo San Jorge basin:
  - e) 16.9% non-operating interest in the exploitation concession Sur Río Deseado Este (which is operated by Roch);
  - f) 44% non-operating interest in the exploration agreement Sur Río Deseado Este (which is operated by Quintana); and
- (iii) In the Noroeste basin:
  - g) 1.5% non-operating interest in the exploitation concession Acambuco (operated by Pan American Energy);

These transactions were approved in the Annual Ordinary Shareholders' Meeting of the Company on March 22, 2018, and we have sufficient funds to complete them. The expected date for the closing of these transactions is April 4, 2018.

#### Our future operations in Argentina

Upon the consummation of the transactions, we believe that Vista will become one of the main oil and gas producers in Argentina, with an attractive balance between current profitable production and a significant opportunity to develop Vaca Muerta unconventional play. Our combined business on a pro forma basis will include proved reserves of 55.7 MMBoe (based on information as of December 31, 2016), average daily production of 27,472 boepd (based on information for the first nine months of 2017), and more than 137,000 acres in the Vaca Muerta unconventional play. Our Vaca Muerta acreage on a pro forma basis will include approximately 54,000 net acres in the core unconventional play, adjacent to blocks that have already completed their pilot tests or are already under development, and contain Vista-operated hydrocarbon treatment and transport infrastructure with sufficient spare capacity to start the initial development phase immediately.

We expect that Vista will operate almost all of its proved reserves and production, and approximately 90% of its core Vaca Muerta net acreage.

Upon consummation of the transactions, based on the average daily production information accumulated from January 1, 2017 through September 30, 2017 published by Ministry of Energy and Mining of the Argentine Republic, Vista will become the fifth largest oil producer and operator in Argentina.

#### Our future operations in Latin America

As part of our goal of becoming the largest listed oil and gas company in Latin America, we will continue to look for opportunities in the other countries in the region that were defined as priorities in our initial public offering, particularly in Mexico, where we want to take advantage of the numerous opportunities presented as a consequence of the energy reform promoted by the current government.

#### 2. Financial Statements of the Company for the fiscal year ended on December 31, 2017

I attach hereto the financial statements of the Company, together with the opinion of the external auditor, regarding the operations and results of the Company for the fiscal year ended on December 31, 2017.

#### **Thank you**

Since the inception of the Company, we have had a first-class Board of Directors, on both a professional and personal level, with vast experience in the industry and in the region, composed mostly of independent directors. I am very fortunate to be able to rely on their experience and support. I want to express my gratitude to them and to all the relevant officers of Vista Oil & Gas S.A.B. for their constant dedication, and to you, our shareholders, for your trust in us.

Sincerely,

Miguel Galuccio

Chairman of the Board of Directors  
CEO of Vista Oil & Gas S.A.B.