

AMX (Buy, PT \$18.00)

Flash: Will propose shareholder remuneration of up to 5.5% return

America Movil announced that its Board of Directors will submit for approval at its next General Shareholder Meeting, to be held in April: (1) a dividend distribution of MXN 0.40 per share, to be made in two payments of MXN 0.20 each; and (2) the allocation of MXN 25 billion to the share buyback fund for the period April 2021-April 2022 (+108% vs. the [recently doubled](#) amount or 3.2x higher than the originally authorized amount).

Positive implication: The proposed dividend resulted equal to our estimate and is equivalent to a 2.8% yield on the issuer's current price, while the buyback fund (if fully exercised) would represent up to 2.7% of market capitalization. Therefore, the potential return for Amx shareholders, taking into consideration both remunerations, could reach up to 5.5%, which is very attractive in our opinion. The above adds to the 27.9% upside potential versus our PT, in a context in which [America Movil's outlook is favorable](#) and management has been implementing several value-creation initiatives, the most recent being the [spin-off authorization](#) for its towers in Latin America this year, which sustain the company within our [2021 top picks](#).

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Certification of Analysts.

We, Gabriel Casillas Olvera, Alejandro Padilla Santana, Delia María Paredes Mier, Juan Carlos Alderete Macal, Manuel Jiménez Zaldívar, Marissa Garza Ostos, Francisco José Flores Serrano, Katia Celina Goya Ostos, Santiago Leal Singer, José Itzamna Espitia Hernández, Valentín III Mendoza Balderas, Víctor Hugo Cortes Castro, Hugo Armando Gómez Solís, Miguel Alejandro Calvo Domínguez, Luis Leopoldo López Salinas, Leslie Thalía Orozco Vélez, Gerardo Daniel Valle Trujillo, Eridani Ruibal Ortega and Juan Barbier Arizmendi, certify that the points of view expressed in this document are a faithful reflection of our personal opinion on the company (s) or firm (s) within this report, along with its affiliates and/or securities issued. Moreover, we also state that we have not received, nor receive, or will receive compensation other than that of Grupo Financiero Banorte S.A.B. of C.V for the provision of our services.

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Guide for investment recommendations.

| | Reference |
|-------------|---|
| BUY | When the share expected performance is greater than the MEXBOL estimated performance. |
| HOLD | When the share expected performance is similar to the MEXBOL estimated performance. |
| SELL | When the share expected performance is lower than the MEXBOL estimated performance. |

Even though this document offers a general criterion of investment, we urge readers to seek advice from their own Consultants or Financial Advisors, in order to consider whether any of the values mentioned in this report are in line with their investment goals, risk and financial position.

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History of PT and ratings

| Stock | Date | Rating | PT |
|-------|------------|--------|---------|
| Amx L | 21/12/2020 | Buy | \$18.00 |
| Amx L | 4/12/2019 | Buy | \$16.60 |
| Amx L | 8/01/2019 | Buy | \$17.00 |

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