

ALFA (BUY, PT \$14.00)

Flash: Approves dividend, yield 3.3%

Alfa announced that its shareholders' meeting approved the payment of a cash dividend of US\$0.02 per outstanding share, equivalent to ~MXN 0.41 per share and equivalent to a 3.3% yield on current prices. The payment will be made in a single disbursement from April 7, 2021.

In addition, the company also noted that it approved a maximum amount of \$5.8 billion for share buybacks, which at current prices would represent ~9.5% of the company's market capitalization.

Implication: Positive. Although the dividend is slightly lower than we expected, coupled with the amount for share buybacks, it represents a very attractive yield that should be welcomed by the market, while we consider the continuation of distributions to shareholders to be favorable. We continue to believe that the strategy aimed at triggering greater shareholder value and the [recovery in its subsidiaries' results](#) will help to narrow the discount on the sum of its parts.

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Document for distribution among public.

Certification of Analyst.

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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The Analysts of Grupo Financiero Banorte S.A.B. of C.V. do not maintain direct investments or through an intermediary person, in the securities or derivative instruments object of this analysis report.

Guide for investment recommendations.

	Reference
BUY	<i>When the share expected performance is greater than the MEXBOL estimated performance.</i>
HOLD	<i>When the share expected performance is similar to the MEXBOL estimated performance.</i>
SELL	<i>When the share expected performance is lower than the MEXBOL estimated performance.</i>

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History of PT and Ratings

Stock	Date	Rating	PT
ALFA	29/09/2020	Buy	\$14.00
ALFA	18/07/2019	Buy	\$21.80
ALFA	24/04/2019	Buy	\$26.80

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