

EQUITY STRATEGY

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VOLAR and GENTERA candidates to rejoin Mexbol

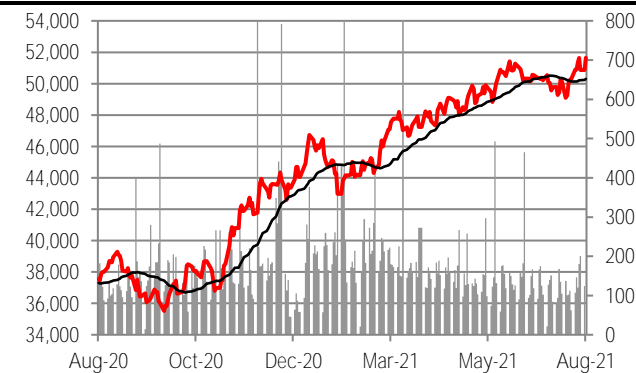
- **Next Friday, September 3rd, the MSE and S&P Dow Jones Indices will announce the changes to the sample that shall comprise the Mexbol as of Monday, September 20th**
- **LIVEPOL could leave the index, after failing to comply with the monthly median daily value traded (MDVT). Meanwhile, it should be recalled that IENOVA left the sample in May**
- **VOLAR would join the benchmark, after positioning itself more favorably in the combined ranking, while GENTERA would also be returning to the index composition**

Once again with 35 constituents in the sample. Since last Friday, May 28th, IENOVA was removed from the index sample, following the [takeover bid](#) for its shares. Considering the foregoing and after updating our model with data as of July 30th (reference date), we expect LIVEPOL to fail to comply with the minimum liquidity criteria of both 3M and 6M (MDVT ≥ \$30 million). Additionally, SITES and GCARSO would also miss these requirements, while the latter would also fail to fulfill the monthly traded value ratio (MTVR) ≥ 15%. On the other hand, given that none of them would comply with all the requirements to enter the index, in order to return to the minimum of 35 companies, the combined ranking shall be applied. That said, we believe VOLAR and GENTERA would join the sample, while GCARSO and SITES would remain within the benchmark, after ranking better than LIVEPOL and the other candidates (see annexed tables). In this respect, the stocks which would maintain the highest weighting within the Mexbol should be AMX (12.7%e), WALMEX (10.9%e), FEMSA (10.4%e), GFNORTE (10.2%e), and GMEXICO (9.7%e), with the largest changes expected in GFNORTE (-0.3%e), FEMSA (-0.2%e), CEMEX (-0.2%e), TLEVISA (-0.2%e), and GMEXICO (+0.2%e). However, these estimates could change as a result of S&P's float adjustments.

Action	Stock	Weighting
Leave	LIVEPOL *	0.61%
Join	VOLAR A	0.99%e
Join	GENTERA *	0.40%e

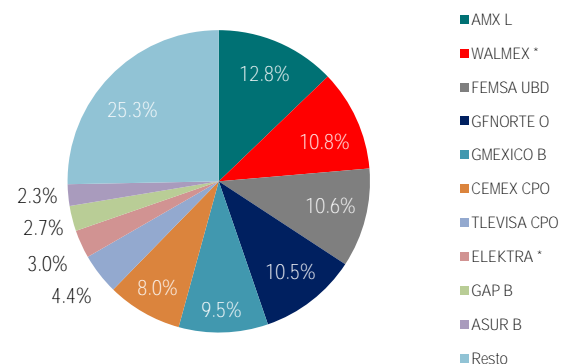
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Mexbol – Performance LTM
Volume in millions of shares



Source: Bloomberg, BMV

Mexbol – Current constituents weightings
%



Source: Banorte

Current constituents' analysis based on the criteria to remain in the sample

Stock	Mexbol Weighting	WWAP L3M	Shares Outstanding *	Investable Weighting Factor	Floating Shares*	WWAP Float-adjusted Market Cap* ≥ \$8,000m	Traded Days ≥ 95%	Monthly Traded Value Ratio (MTVR) ≥ 15%		Monthly Median Daily Value Traded (MDVT)* ≥ \$30m	
								3M	6M	3M	6M
								AMX L	12.81%	\$ 15.33	44,824
WALMEX *	10.83%	\$ 64.28	17,461	29%	5,064	\$ 325,523	100%	49%	57%	629	716
FEMSA UBD	10.59%	\$ 166.32	2,161	86%	1,859	\$ 309,119	100%	24%	27%	289	318
GFNORTE O	10.50%	\$ 129.36	2,883	85%	2,451	\$ 317,055	100%	54%	61%	669	692
GMEXICO B	9.55%	\$ 94.57	7,785	41%	3,192	\$ 301,867	100%	57%	63%	651	771
CEMEX CPO	8.03%	\$ 16.40	14,708	100%	14,708	\$ 241,212	100%	38%	44%	367	397
TLEVISA CPO	4.37%	\$ 54.12	2,796	90%	2,517	\$ 136,202	100%	24%	25%	129	118
ELEKTRA *	3.02%	\$ 1,612.46	233	25%	58	\$ 94,080	100%	32%	35%	108	115
GAP B	2.70%	\$ 218.23	433	84%	363	\$ 79,322	100%	59%	56%	168	168
ASUR B	2.31%	\$ 363.34	277	72%	199	\$ 72,477	100%	53%	52%	148	152
BIMBO A	2.16%	\$ 43.01	4,477	31%	1,388	\$ 59,697	100%	32%	40%	76	90
KOF UBL	1.92%	\$ 101.07	525	100%	525	\$ 53,085	100%	26%	34%	60	74
ORBIA *	1.81%	\$ 54.55	2,100	48%	1,008	\$ 54,985	100%	51%	61%	114	131
AC *	1.73%	\$ 113.68	1,764	25%	441	\$ 50,143	100%	85%	80%	168	153
GRUMA B	1.46%	\$ 217.12	391	53%	207	\$ 44,983	100%	83%	94%	150	160
KIMBER A	1.45%	\$ 34.78	1,601	88%	1,409	\$ 48,986	100%	55%	63%	105	115
ALFA A	1.35%	\$ 14.64	4,909	57%	2,798	\$ 40,977	100%	57%	81%	79	108
GFINBUR O	1.34%	\$ 19.85	6,441	33%	2,125	\$ 42,183	100%	24%	27%	38	41
PE&OLES *	1.11%	\$ 284.72	397	31%	123	\$ 35,083	100%	61%	55%	77	75
OMA B	1.08%	\$ 126.54	344	70%	240	\$ 30,429	100%	94%	93%	107	103
PINFRA *	1.01%	\$ 157.12	380	55%	209	\$ 32,850	100%	46%	48%	60	64
GCARSO A1	0.96%	\$ 61.78	2,258	20%	452	\$ 27,903	100%	14%	19%	15	19
BBAJIO O	0.86%	\$ 33.72	1,190	60%	714	\$ 24,071	100%	53%	54%	49	46
CUERVO *	0.86%	\$ 50.80	3,654	15%	548	\$ 27,846	100%	32%	39%	33	39
GCC *	0.85%	\$ 150.15	337	48%	162	\$ 24,317	100%	53%	48%	51	47
VESTA *	0.83%	\$ 39.31	698	94%	656	\$ 25,800	100%	38%	39%	36	39
MEGA CPO	0.67%	\$ 72.05	861	35%	301	\$ 21,705	100%	68%	74%	52	63
ALSEA *	0.64%	\$ 36.07	839	60%	503	\$ 18,150	100%	87%	92%	53	55
BOLSA A	0.62%	\$ 43.35	591	80%	472	\$ 20,480	100%	50%	57%	38	44
LIVEPOL C1	0.61%	\$ 88.29	197	100%	197	\$ 17,433	100%	33%	42%	22	24
Q *	0.54%	\$ 100.69	413	42%	173	\$ 17,465	100%	175%	153%	106	103
SITES B1	0.50%	\$ 18.64	3,300	28%	924	\$ 17,226	100%	35%	39%	24	26
R A	0.48%	\$ 109.22	328	38%	125	\$ 13,610	100%	105%	112%	53	57
LAB B	0.47%	\$ 20.34	1,048	72%	755	\$ 15,348	100%	59%	56%	34	34

Source: MSE, Bloomberg, Banorte

* Figures in millions

Potential joiners' analysis based on the selection universe and liquidity criteria

Stock	WWAP L3M	Shares Outstanding*	Investable Weighting Factor	Floating Shares*	WWAP Float-adjusted Market Cap* ≥ \$10,000m	Traded Days ≥ 95%	Monthly Traded Value Ratio (MTVR) ≥ 25%		Monthly Median Daily Value Traded (MDVT)* ≥ \$50m	
							3M	6M	3M	6M
							VOLAR A	\$ 38.72	1,078	68%
GMXT *	\$ 33.09	4,101	14%	574	\$ 18,994	100%	12%	18%	10	12
GENTERA *	\$ 11.43	1,593	65%	1,035	\$ 11,833	100%	57%	64%	27	28
BACHOCO B	\$ 75.96	600	24%	144	\$ 10,939	100%	20%	22%	8	8
SIMEC B	\$ 143.63	498	15%	75	\$ 10,723	95%	1%	2%	1	1
LALA B	\$ 16.22	2,476	25%	619	\$ 10,041	100%	11%	11%	4	4

Source: MSE, Bloomberg, Banorte

* Figures in millions

Combined ranking criteria analysis to determine at least 35 constituents for Mexbol

Stock	WVAP L3M	Shares Outstanding*	Investable Weighting Factor	Floating Shares*	WVAP Float-adjusted Market Cap* ≥ \$10,000m	Traded Days ≥ 95%	Monthly Traded Value Ratio (MTVR) ≥ 25%		Monthly Median Daily Value Traded (MDVT)* ≥ \$50m		Ranking by WVAP Float-adjusted Market Cap (1)
							3M	6M	3M	6M	
							VOLAR A	\$ 38.72	1,078	68%	
GCARSO A1	\$ 61.78	2,258	20%	452	\$ 27,903	100%	14%	19%	15	19	2
GMXT *	\$ 33.09	4,101	14%	574	\$ 18,994	100%	12%	18%	10	12	3
LIVEPOL C1	\$ 88.29	197	100%	197	\$ 17,433	100%	33%	42%	22	24	4
SITES B1	\$ 18.64	3,300	28%	924	\$ 17,226	100%	35%	39%	24	26	5
GENTERA *	\$ 11.43	1,593	65%	1,035	\$ 11,833	100%	57%	64%	27	28	6
BACHOCO B	\$ 75.96	600	24%	144	\$ 10,939	100%	20%	22%	8	8	7
SIMEC B	\$ 143.63	498	15%	75	\$ 10,723	95%	1%	2%	1	1	8
LALA B	\$ 16.22	2,476	25%	619	\$ 10,041	100%	11%	11%	4	4	9

Stock	WVAP L3M	Shares Outstanding*	Investable Weighting Factor	Floating Shares*	WVAP Float-adjusted Market Cap* ≥ \$10,000m	Traded Days ≥ 95%	Monthly Traded Value Ratio (MTVR) ≥ 25%		Monthly Median Daily Value Traded (MDVT)* ≥ \$50m		Ranking by MDVT 6M (2)
							3M	6M	3M	6M	
							VOLAR A	\$ 38.72	1,078	68%	
GENTERA *	\$ 11.43	1,593	65%	1,035	\$ 11,833	100%	57%	64%	27	28	2
SITES B1	\$ 18.64	3,300	28%	924	\$ 17,226	100%	35%	39%	24	26	3
LIVEPOL C1	\$ 88.29	197	100%	197	\$ 17,433	100%	33%	42%	22	24	4
GCARSO A1	\$ 61.78	2,258	20%	452	\$ 27,903	100%	14%	19%	15	19	5
GMXT *	\$ 33.09	4,101	14%	574	\$ 18,994	100%	12%	18%	10	12	6
BACHOCO B	\$ 75.96	600	24%	144	\$ 10,939	100%	20%	22%	8	8	7
LALA B	\$ 16.22	2,476	25%	619	\$ 10,041	100%	11%	11%	4	4	8
SIMEC B	\$ 143.63	498	15%	75	\$ 10,723	95%	1%	2%	1	1	9

Stock	WVAP L3M	Shares Outstanding*	Investable Weighting Factor	Floating Shares*	WVAP Float-adjusted Market Cap* ≥ \$10,000m	Traded Days ≥ 95%	Monthly Traded Value Ratio (MTVR) ≥ 25%		Monthly Median Daily Value Traded (MDVT)* ≥ \$50m		Combined Ranking (1+2)
							3M	6M	3M	6M	
							VOLAR A	\$ 38.72	1,078	68%	
GCARSO A1	\$ 61.78	2,258	20%	452	\$ 27,903	100%	14%	19%	15	19	7
GENTERA *	\$ 11.43	1,593	65%	1,035	\$ 11,833	100%	57%	64%	27	28	8
SITES B1	\$ 18.64	3,300	28%	924	\$ 17,226	100%	35%	39%	24	26	8
LIVEPOL C1	\$ 88.29	197	100%	197	\$ 17,433	100%	33%	42%	22	24	8
GMXT *	\$ 33.09	4,101	14%	574	\$ 18,994	100%	12%	18%	10	12	9
BACHOCO B	\$ 75.96	600	24%	144	\$ 10,939	100%	20%	22%	8	8	14
LALA B	\$ 16.22	2,476	25%	619	\$ 10,041	100%	11%	11%	4	4	17
SIMEC B	\$ 143.63	498	15%	75	\$ 10,723	95%	1%	2%	1	1	17

Source: MSE, Bloomberg, Banorte

* Figures in millions

Estimated index constituents' weightings after resampling and rebalancing

Stock	Action	Mexbol Weighting (Current)	Mexbol Weighting (Estimate)	Weighting Change (estimate)
AMX L		12.8%	12.7%	-0.1%
WALMEX *		10.8%	10.9%	0.1%
FEMSA UBD		10.6%	10.4%	-0.2%
GFNORTE O		10.5%	10.2%	-0.3%
GMEXICO B		9.5%	9.7%	0.2%
CEMEX CPO		8.0%	7.8%	-0.2%
TLEVISA CPO		4.4%	4.2%	-0.2%
ELEKTRA *		3.0%	3.0%	0.0%
GAP B		2.7%	2.6%	-0.1%
ASUR B		2.3%	2.3%	0.0%
BIMBO A		2.2%	2.2%	0.0%
KOF UBL		1.9%	1.9%	0.0%
ORBIA *		1.8%	1.8%	0.0%
AC *		1.7%	1.7%	0.0%
GRUMA B		1.5%	1.5%	0.0%
KIMBER A		1.4%	1.4%	0.0%
ALFA A		1.3%	1.4%	0.0%
GFINBUR O		1.3%	1.3%	0.0%
PE&OLES *		1.1%	1.1%	0.0%
PINFRA *		1.0%	1.0%	0.0%
VOLAR A	Join		1.0%	1.0%
GCARSO A1		1.0%	1.0%	0.0%
OMA B		1.1%	0.9%	-0.1%
CUERVO *		0.9%	0.9%	0.0%
BBAJIO O		0.9%	0.9%	0.0%
GCC *		0.9%	0.9%	0.0%
VESTA *		0.8%	0.8%	0.0%
MEGA CPO		0.7%	0.7%	0.0%
ALSEA *		0.6%	0.6%	0.0%
BOLSA A		0.6%	0.6%	0.0%
Q *		0.5%	0.5%	0.0%
SITES B1		0.5%	0.5%	0.0%
R A		0.5%	0.5%	0.0%
LAB B		0.5%	0.5%	0.0%
GENTERA *	Join		0.4%	0.4%
LIVEPOL C1	Leave	0.6%		-0.6%

Source: MSE, Bloomberg, Banorte

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, Alik Daniel García Álvarez, Víctor Hugo Cortes Castro, Hugo Armando Gómez Solís, Miguel Alejandro Calvo Domínguez, Luis Leopoldo López Salinas, Leslie Thalía Orozco Vélez, Gerardo Daniel Valle Trujillo 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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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.

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