

## FCFE (BUY, PT \$32.50)

### Flash: Attractive distribution continues in 4Q21, yield 3.2%

FCFE announced that the 4Q21 cash distribution (September, October and November 2021) is MXN 0.8471 per CBFCE (92.4% fiscal result and the rest corresponds to capital reimbursement), which is equivalent to a 3.2% yield over current prices, due on December 31. It is worth noting that the REIT mentioned that collection rights for the period increased 3.98% annually, in line with our expectations.

**Positive implication:** We believe 4Q21 distribution should be well received by the market, as it is slightly above our estimate (MXN 0.754), reflecting an attractive yield for investors. In our opinion, this confirms the outlook for a solid performance of electricity demand going forward, which will benefit the REIT's cash flow generation.

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Document for distribution among public

## Certification of Analyst.

We, Alejandro Padilla Santana, Juan Carlos Alderete Macal, Alejandro Cervantes Llamas, Manuel Jiménez Zaldívar, Marissa Garza Ostos, Francisco José Flores Serrano, Katia Celina Goya Ostos, José Itzamna Espitia Hernández, Víctor Hugo Cortes Castro, Hugo Armando Gómez Solís, Miguel Alejandro Calvo Domínguez, Luis Leopoldo López Salinas, Leslie Thalía Orozco Vélez and Gerardo Daniel Valle Trujillo, 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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## Activities of the business areas during the next three months.

Casa de Bolsa Banorte, Grupo Financiero Banorte or its subsidiaries expect to receive or intend to obtain revenue from the services provided by investment banking or any other of its business areas, by issuers or their subsidiaries, some of which could be analyzed in this report.

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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
<b>BUY</b>	When the share expected performance is greater than the MEXBOL estimated performance.
<b>HOLD</b>	When the share expected performance is similar to the MEXBOL estimated performance.
<b>SELL</b>	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
FCFE18	03/01/2021	Buy	\$32.50
FCFE18	07/28/2020	Buy	\$26.50
FCFE18	05/21/2020	Buy	\$22.50

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