

## LOAN PORTFOLIO ACQUISITION

**01 Apr 2012**

**Monterrey, N.L., April, 2012.** In April the SOFOM Banorte Ixe Tarjetas acquired Banorte's Credit Card Portfolio as part of the integration of this business into a single platform. The contractual value of the acquired loan portfolio was Ps 11.76 billion, with a purchase value (book value) of Ps 10.13 billion. In accordance with CNBV B-6 accounting criteria, on the date the loan portfolio is acquired, the contractual value of the acquired portfolio should be recognized in the loan portfolio heading based on the originator's loan portfolio classification. Likewise, when the acquisition price is below the nominal value the difference will be recorded in the other income (expense) heading in the business year's results for up to the estimated amount of loan loss provisions created, and the surplus as a deferred loan to be amortized as the respective charges are made in accordance with the percentage of the loan's contractual value they represent. In order to comply with this accounting provision, loan loss provisions were increased by Ps \$(1,631) million during the quarter, which was offset by Other Operating Income for the same amount. There was also a Ps 176 million impact from the sale of Banco Mercantil del Norte's consumer loans to Ixe Banco.