
**Subject: Banorte announces the prepayment of the Subordinated Obligations
Q BANORTE 08-2 and Q BANORTE 08**

Monterrey, N.L., January 3, 2017. Banco Mercantil del Norte, S.A., Institución de Banca Múltiple, Grupo Financiero Banorte ("Banorte") informs to the investment public that on December 30, 2016 it prepaid Subordinated Preferred & Non-Convertible Obligations Q Banorte 08-2 amounting to Ps 2.75 billion, issued on June 27, 2008 and due on June 15, 2018.

Moreover, on January 3, 2017, Banorte prepaid Subordinated Non-Preferred and Non-Convertible Obligations Q Banorte 08 amounting to Ps 3 billion, issued on March 11, 2008 and due on February 27, 2018.

GFNorte reiterates to the investment public that it expects to continue adopting the best international corporate practices regarding Corporate Governance and information disclosure. The Investor Relations Department is available for any inquiry or comment regarding this material event at: investor@banorte.com or at the number (55) 1670-2256.