

Subject: Issuance of Tier 1 Capital Notes for USD 1,100 million
(BMV: GFNORTEO, OTCQX: GBOOY, Latibex: XNOR)

San Pedro Garza García, N.L., June 27, de 2019. Banco Mercantil del Norte, S.A., Institución de Banca Múltiple, Grupo Financiero Banorte ("Banorte") informs that it successfully issued **Perpetual Callable Subordinated Non-Preferred Non-Cumulative Non-Convertible Tier 1 Capital Notes** for USD 1,100 million in the international markets.

Tier 1 Capital Notes were issued in two series:

- **NC5 Notes PERP** for US 600 million, callable at the fifth year, carrying a coupon rate of 6.75%.
- **NC10 Notes PERP** for US 500 million, callable at the tenth year, carrying a coupon rate of 7.50%.

Both series were rated by Moody's and S&P Ba2 and BB, respectively. The Capital Notes are Basel III-compliant.

Proceeds from the issuance will be used for general corporate purposes and to strengthen the bank's regulatory capital.

GFNORTE reiterates to the investor community that it will continue adopting the best international corporate practices in regards to Corporate Governance and information disclosure. The Investor Relations and Financial Intelligence Department is available for any inquiry or comment regarding this material event at: investor@banorte.com or at +52 (55) 1670-2256.