

## **Disclosure by issuers of securities in Mexico describing the potential implications of Covid-19**

The Mexican securities regulation requires issuers of securities that are registered in the National Registry of Securities to disclose any act, circumstance or event, of any nature, that impacts or may impact the price of the securities or any other situation that may affect their business or financial results.

If the impact in the price or financial results materializes or is imminent, the issuers of securities must publish relevant events describing such situation.

Furthermore, and provided that Mexican issuers are required to publish annual reports soon, it is advisable to consider including risk factors related with the effects of the pandemic arising from Covid-19.

Each issuer should carefully analyze its current situation and potential effects in its operations, including any possible interruptions, or any changes in the demand for its products or services, as well as any governmental actions, among other effects.

Even if the nature of the business of an issuer does not require it to publish a relevant event, or even if such disclosure can be included in its annual report, some issuers may consider disclosing such circumstances (for example, in the event that they will operate the fund for repurchasing shares).

Additionally, in the current situation of uncertainty and volatility, it may seem as if issuers may not be able to provide guidance or describe expected results to the market or to analysts. We do not recommend providing new guidance if the issuers are not prepared to fully assess the impact of the current global situation. Issuers should be careful and avoid making any forward-looking statements or disclosing any information that could result in new guidance.

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