

November 12th, 2024

VINTE: Publishes Notice of Public Acquisition Offer for 100% of the shares of JAVER.

VINTE (BMV: VINTE) announced the public acquisition offer notice for up to 100% of the shares of Servicios Corporativos Javer, S.A.B. de C.V. (BMV: JAVER), after receiving authorization from the Comisión Nacional Bancaria y de Valores (CNBV) (National Banking and Securities Commission). The transaction will be made at a price of Ps.14.94 per JAVER share, with the option for shareholders to receive payment in cash or in VINTE shares, under an exchange ratio of 0.48193548 VINTE shares for each JAVER share.

The offering is subject to customary conditions for this type of transaction, but, if consummated, could position VINTE and JAVER as an established leader in the sustainable housing sector in Mexico. The combination of the two companies promises to better capture the growing demand for housing in the country, driven by an expanding job market and a greater need for social and middle-income housing solutions.

This strategic move will not only expand VINTE's operational scale and geographic diversification, but also strengthen its access to sustainable institutional capital. In addition, the greater number of clients with Infonavit mortgages in its diversified portfolio could further consolidate its market position.

In addition, HR Ratings ratified the long-term issuer rating in local scale of VINTE and the issues VINTE 17-2, VINTE 19-2X, VINTE 20X, VINTE 23X at 'HR AA-', the same rating that was assigned to the issue VINTE 24X. It also ratified the long-term rating in global scale at 'HR BB+ (G)', while for VINTE 18X, it ratified the rating of 'HR BBB+ (G)' in global scale and 'HR AAA' in local scale. For all existing issues, the outlook was modified to Stable from Review in Process, while VINTE 24X was also assigned a Stable outlook.

This change in outlook is derived from the estimated boost in revenue and EBITDA generation from the JAVER acquisition, which is expected to be finalized during 4Q24. In addition, the company's revenues are expected to show a greater increase during 2025 as part of the consolidation of results of both companies as they become the largest player in the industry.

Positive news, in line with the issuer's timetable and financial strength. We expect the transaction to generate relevant synergies for VINTE, in addition to an acquisition that is taking place at very attractive multiples. Therefore, and pending the results of the takeover bid, we place the Intrinsic Value and fundamental investment recommendation UNDER REVIEW, awaiting information regarding the additional debt contracted, as well as the possible dilution.

Carlos Alcaraz
+52 (55) 6609-5983
carlos.alcaraz@apalache.mx

Jorge Plácido
+52 (55) 5412-4273
jorge.placido@apalache.mx

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