

QUARTERLY REPORT

For the quarterly period ending March 31, 2021

BINA ORMASEL, S.A.P.I. DE CV

Jalisco

State of incorporation

BOR-141001-QM8

Federal Tax Registration

Calzada Central 250 Int. 17, Ciudad Granja, C.P. 45010, Zapopan, Jalisco

Main Office Address

2021-1

QUARTERLY REPORT

Number of common shares outstanding as of May 25, 2021:

Series A:	500
Class C:	1,162
Total:	1,662

Part I. Financial Information
Element I. Financial Statements
BINA ORMASEL, SAPI de CV
Consolidated Balance Sheet
(in mexican pesos)

	December 31, 2020	March 31, 2021
ASSETS		
Cash and equivalents – Note 3	-	227
Investments in shares – Note 4	2,820	83,959
Taxes receivable		44
	2,820	84,230
LIABILITIES AND EQUITY		
Shareholders' Equity:		
Contributions from partners	16,824	100,324
Net income for the year	-	(174)
Retained earnings	-	-
Other comprehensive income	(14,004)	(15,921)
Shareholders' Equity	2,820	84,230
Book Value per Share	-	\$100.87

BINA ORMASEL, SAPI de CV
Consolidated Income Statement
(in mexican pesos)

	December 31, 2020	March 31, 2021
Operating Expenses		
Financial expenses	-	(208)
Financial products	-	34
Net income (loss)	-	(174)
Revaluation of shares	(14,004)	(1,916)
Comprehensive income of the year	(14,004)	(2,090)
Shares outstanding	-	835

BINA ORMASEL, SAPI de CV
Consolidated Cash Flow Statement
(in mexican pesos)

	December 31, 2020	March 31, 2021
Cash from operating activities:		
Net Income (Loss) for the Year	-	(174)
Interest receivable		34
Net Cash from Operating Activities	-	(140)
Cash from Investing Activities:		
Purchase of Investments in Shares	(16,824)	(83,133)
Dividends received	-	-
Net Cash from Investing Activities	(16,824)	(83,133)
Cash from Financing Activities:		
Contribution from Previous Operations	16,824	
Share Subscriptions		83,500
Net Cash from Financing Activities	16,824	83,500
Net Change in Cash for the Period	-	227
Cash and Equivalents at the Beginning of the Period	-	-
Cash and Equivalents at the End of the Period	-	227

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2021

Note 1. General

The unaudited consolidated financial statements presented in this document include the accounts of Bina Ormasel, SAPI de CV (“Bina” or “Company”) where Bina has a controlling financial interest as of the date of the financial statement. In these notes, the terms “we,” “our,” and “us” refer to Bina and its consolidated subsidiaries.

Bina Ormasel decided to restart operations on March 11, 2021.

Nota 2. Accounting procedures

We are currently evaluating the effects of adopting the accounting standards of International Financial Reporting Standards (IFRS) for our Consolidated Financial Statements.

Nota 3. Immediately Available Fixed Income Instruments

Investments in fixed-income instruments are shown in our Consolidated Balance Sheet in pesos:

	March 31, 2021
Cash	19.72
Immediately available fixed income instruments	207.36

Bina's liquid resources are automatically invested in an instrument where the majority is invested in demand deposits. A portion of the portfolio is invested in AAA-rated debt from high-quality corporate, bank, and government sources.

Nota 4. Investments in shares

The capital stock investments as of March 31, 2021, are summarized below, based on the main industry of the business.

	Cost	Unrealized Gains	Unrealized Losses	Market Value
Banks, Insurance, and Finance	23,235	-	-1,879	21,357
Commercial, Industrial, and Others**	51,174	927	-13,947	38,155
Consumer Products	25,471	228	-1,251	24,447
Total	99,880	1,155	-17,076	83,959

**** Note:** This includes a leftover from the "pilot" operation, which consists of 9,000 shares of the previous company ICA acquired at a cost of \$15,316.96, as well as 300 shares of the company Convertidora Industrial acquired at a cost of \$1,507.00.

It is important to mention that Bina believes it has no unrealized losses that are not temporary because of: (a) our ability and intention to hold the shares we bought until they recover, (b) our assessment that the underlying businesses and financial conditions of our investment targets support our decisions, (c) our opinion that the price declines are not significant, and (d) our belief that market prices will increase and exceed our costs.

Our business acquisition strategy is to participate in a business at sensible prices, with consistent purchasing power, good returns on invested capital, and strong management.

Note 5. Common Shares

The changes in the number of issued shares, treasury shares, and shares outstanding during the first quarter of 2021 are shown below:

	Series A, \$100 Par Value (500 authorized shares)			Series C, \$100 Par Value (2,000,000 authorized shares)		
	Issued	Treasury	Outstanding	Issued	Treasury	Outstanding
Balance as of December 31, 2020	500	500	-	2,000,000	2,000,000	-
Shares sent to treasury	-	-	-	-	-	-
Shares issued	-	(480)	480	-	(355)	355
Balance as of March 31, 2021	500	20	480	2,000,000	1,999,645	355

Each Series A common share has one vote per share. Series C shares have dividend and distribution rights equivalent to 1:1 of Series A shares. Series C common shares do not have voting rights in the company's management decisions.

Note 7. Contingencies and Commitments

Currently, there are no situations that affect the normal operations of Bina Ormasel.