



Hoteles City Express Announces Publication of the Commencement of Preemptive Period Notice (BMV:HCITY)

Mexico City, August 10th, 2021 - Hoteles City Express, S.A.B. de C.V. ("Hoteles City Express" or the "Company") (BMV: HCITY) informs the investing public that today, August 10th, 2021, it published the Notice of Commencement of the Preemptive Period (the "Notice") in one of the most widely circulated newspapers in the Company's headquarters location, as well as in the electronic system established by the Ministry of Economy (*Secretaría de Economía*) and in EMISNET, in terms of the variable part of the capital stock's capital increase approved at the Company's Ordinary General Shareholders' Meeting, held on July 21st, 2021 (the "Meeting"), for a total amount of up to \$1,300,000,000.00 (one billion three hundred million pesos 00/100 M.N.) (the "Capital Increase"), which corresponds to a total amount per share of \$7.00 (seven pesos 00/100 M.N.) (the "Subscription Price").

In said Notice, the investing public is informed that tomorrow, August 11th, 2021, the Preemptive Period will begin, and will have a duration of 15 (fifteen) calendar days, concluding on August 25th, 2021 (the "Preemptive Period"). During said Preemptive Period, the Company's shareholders who so determine, if they were shareholders as of August 12th, 2021 (*the Ex Right Date*), may exercise their right to subscribe and pay for the Capital Increase, either in proportion to their shareholding, or below such proportion, or if they so desire, above the proportion corresponding to them based on their current shareholding, in the following terms:

- Each shareholder will have the right to subscribe 1 (one) share for each 1.972561201 (one point nine seven two five six one two zero one) shares owned by him. The foregoing, in the understanding that fractional shares of the increase may not be subscribed and paid and, consequently, any number of shares less than 0.99 will be rounded down.
- The Company's shareholders may exercise their Preemptive Rights at any time during the Preemptive Period by delivering the instructions and resources necessary to pay for the shares they subscribe for in connection with the Capital Increase to the financial intermediary or intermediaries through which such shareholders hold their shares. Therefore, any HCITY shareholder who wishes to subscribe and pay for the Capital Increase in proportion to or below its shareholding must inform the financial intermediary acting as custodian of its shares or through which each shareholder holds its shareholding position of the amount that such shareholder wishes to subscribe, deliver to said intermediary the cash resources, and instruct the intermediary to subscribe and pay for the Capital Increase on its own behalf.



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- The right to subscribe in excess of the proportion that corresponds to shareholders based on their current position, may only be exercised during the Preemptive Period, by delivering a Notice of Additional Preference to the Company in the terms described in the form available on the following page <https://www.cityexpress.com/en/investors> addressed to the following e-mail addresses psmith@hotelescity.com, msaccucci@hotelescity.com, and hvazquez@hotelescity.com, subject to the condition that there are effectively Remaining Shares available for subscription and payment.
- The lack of exercise, resignation, or partial exercise of his Preemptive Rights by one or more of the shareholders, either at the Meeting itself or during the Preemptive Period, will result in the ability for remaining shareholders who so decide and notify the Company in writing, to subscribe and pay for the Capital Increase in an amount greater than the amount to which such shareholders are entitled based on their current share of the Company's capital stock, and therefore such subscription and payment of Remaining Shares in excess of each shareholder's pro rata share would result in a dilution by existing shareholders who choose not to exercise their Preemptive Rights or do not exercise their Preemptive Rights for their full pro rata share.
- During the Preemptive Period the Company will be receiving Additional Preemptive Notices.
- On August 27th, 2021, the Company will notify the shareholders of the allocation of the Remaining Shares, definitive amounts to be subscribed and/or paid by the shareholders above their pro rata share based on the Additional Preemptive Notices, as well as the terms and conditions under which such shareholders must subscribe and pay for the Remaining Shares.
- The payment of the Capital Increase (i) in proportion to its shareholding, or (ii) below such proportion, shall be made no later than September 1st, 2021, through S.D. Indeval Institución para el Depósito de Valores, S.A. de C.V. ("Indeval"), in accordance with the following:

A. Payment of shares subscribed in exercise of the Preemptive Right (in proportion to its shareholding or below it):

1. Notify the securities market intermediary or intermediaries through which shares of the Company owned are held, of the exercise of the Preemptive Right, with respect to the shares held through such intermediary.
The shareholder, through its intermediary, will make this notification by means of delivery of the official form provided by Indeval for such purposes, but with the understanding that each shareholder and intermediary must make sure to carry out the necessary actions before Indeval.

Likewise, the shareholders shall notify the exercise of their Preemptive Rights to the Company, by e-mail to the following addresses: psmith@hotelescity.com , msaccucci@hotelescity.com , and hvazquez@hotelescity.com ; in the understanding that the lack of delivery of such notification shall not affect the validity of the exercise of the Preemptive Right by any shareholder.

2. Make a payment, through the corresponding stock market intermediary or intermediaries, directly to Indeval's account, for an amount equivalent to the price of the shares subscribed in accordance with paragraph (1) above.
3. Shareholders must settle and pay this part of the Capital Increase through their intermediaries or custodians on or before September 1st, 2021 so that, in turn, the intermediary delivers the resources to HCITY, through an electronic transfer by Indeval, whose offices are located at Avenida Paseo de la Reforma number 255, 3rd floor, Col. Cuauhtémoc, C.P. 06500, Mexico City.

B. Payment of the shares subscribed in exercise of the Additional Preemptive Right:

1. Any HCITY shareholder who wishes to subscribe and pay for the Capital Increase in excess of its proportionate shareholding must deliver to the Company a Notice of Additional Preemptive, in terms of the form included in the following link: <https://www.cityexpress.com/en/investors>, indicating the total amount for which such shareholder would subscribe and pay for the Capital Increase in excess of its proportional shareholding and the total number of Remaining Shares corresponding to it at any time during the Preemptive Period; and,
 2. The shareholders must settle and pay this part of the Capital Increase on the terms and dates notified and published by the Company to that effect. In turn, HCITY will inform Indeval of the amount subscribed and paid in excess of the proportional part in order for Indeval to make the corresponding entries and allocations.
- On September 2nd, 2021, the Company will publish the final results for the Capital Increase, considering the final number of shares effectively subscribed and paid as part of the Capital Increase (including Remaining Shares).

For more information, please visit the website:

<https://www.cityexpress.com/en/investors>

About Hoteles City Express:

Hoteles City Express is the leading and fastest-growing limited-service hotel chain in Mexico, in terms of number of hotels, number of rooms, geographic presence, market share and revenues. Founded in 2002, Hoteles City Express specializes in offering high-quality, comfortable, and safe lodging at affordable prices via a limited-service hotel chain geared mainly towards domestic business travelers. With 154 hotels located in Mexico, Costa Rica, Columbia and Chile, Hoteles City Express operates five distinct brands: City Express, City Express Plus, City Express Suites, City Express Junior and City Centro, to serve different segments of its target market. In June 2013, Hoteles City Express completed its IPO and began trading on the Mexican Stock Exchange under the ticker symbol "HCITY" furthermore, on October 2014, Hoteles City Express completed a follow on with the aim of accelerating its growth in new hotels in the next few years. For further information, please visit our website:

<https://www.cityexpress.com/en/investors>