

## **KUO ANNOUNCES AN AGREEMENT TO SELL ITS AFTERMARKET BUSINESS**

Mexico City, June 24<sup>th</sup>, 2024 – KUO, S.A.B. de C.V. (KUO) informs it has reached an agreement with Frasle Mobility to sell its Aftermarket business (“The Transaction”). This Transaction is subject to regulatory approvals.

KUO’s Aftermarket business is leader in marketing and distribution of products for the automotive spare parts market in Mexico, through a portfolio of highly recognized brands (TF Victor, Moresa, and Fritec, among others) in engine, power train, and brakes categories. It has one distribution center and three production facilities in Mexico, with an export coverage in the region.

Frasle Mobility is a Brazilian company with wide experience in offering solutions, products, and services for the independent spare parts market. It has production, marketing, and distribution facilities in eleven territories and presence in approximately 125 countries, offering brakes, friction, suspension, drive, and transmission materials for light and heavy vehicles applications, motorcycles, and solutions for railroad wagons and aircrafts.

Alejandro de la Barrera, KUO’s CEO mentioned: “With this Transaction we seek to strengthen our financial structure, focusing on businesses with high growth potential. This strategic decision is the result of the continuous assessment process of KUO’s businesses portfolio, which aims to maintain its dynamism and boost value creation. We are confident that under the leadership of Frasle Mobility, the Aftermarket business will continue showing a strong performance.”

### **ABOUT KUO**

KUO is a leading industrial conglomerate in Mexico, with annual sales amounting approximately \$55,000 million as of December 31st, 2023, exports to around 70 countries across every continent and approximately 25,000 employees. Its business portfolio includes three sectors: Consumer, Chemical and Automotive.

This press release contains forward-looking statements that reflect the current opinions of KUO’s management regarding future events. The words or phrases “predict”, “believe”, “estimate” “expect”, “have the intention of”, “may”, “plan” and “should” and similar expressions generally indicate comments about expectations. These comments are subject to risks, uncertainties and changing circumstances. Final results may be materially different from current expectations because of various factors, which include but are not limited to global and local changes in politics, the economy, business, competition and market and regulatory factors, cyclical trends consumer, chemical and automotive sectors. KUO has no obligation whatsoever to update these comments on expectations. Any comment on expectation is valid only on the date on which it is made.