



Tangelo Provides Update on Debt Restructuring

Mexico City, Mexico, April 3, 2023.- Tangerine Pomelo Group, S.A.P.I. de C.V. (the “Company”) (f/k/a Mexarrend, S.A.P.I. de C.V.) (BIVA: TANGELO) today made several announcements regarding, among others, the status of its debt restructuring.

First, the Company confirmed that it continues to work with its financial and legal advisors to prepare an updated business plan and financial model that reflects the Company’s current situation and market conditions. The Company is analyzing all available options to ensure that it puts itself in a strong position to continue as a going concern serving underserved consumers and small and medium-sized enterprises.

Concurrently, the Company is engaged in discussions with the creditors of its warehouse and secured facilities and the holders of its CEBURES to allow its business to continue during the restructuring process. In particular, the Company announced today that it completed the payment of all outstanding amounts under its MXN\$600,000,000 (six-hundred million pesos) line of credit with a creditor, pursuant to the collateral enforcement procedures set forth in the credit documentation.

On March 27, 2023, the Company received an acceleration notice from a group holding in the aggregate more than 25% of the issued and outstanding principal amount of its U.S.-dollar denominated 10.250% senior notes due 2024. Paul Hastings LLP and Sainz Abogados are advising the accelerating senior noteholders.

As previously disclosed, the Company has engaged forensic accountants to assist it in identifying the causes of the write-off of MXN\$655,000,000 (six-hundred-fifty-five million pesos) in its investment portfolio. The forensic accountants will also assist the Company in determining if any additional write-offs are required. To date, the Company has not identified the need for any additional write-offs.

While the Company continues to work with its advisors to finalize its business plan and financial model, based on the work completed to date the Company expects to emerge from any debt restructuring with a significantly reduced amount of unsecured debt.

As previously announced on March 27, 2023, in light of the resignation of its external auditing firm, the Company will not be in a position to release financial statements or financial information as of and for the year ended December 31, 2022. In addition, the Company does not expect to release any further annual or periodic financial information until it has completed its forensic review, identified and corrected any historical accounting errors and published annual financial statements as of and for the year ended December 31, 2022.

Additionally, the Company confirmed it has engaged Del Castillo y Castro Abogados as its Mexican restructuring litigation counsel and continues to be advised by Houlihan Lokey, Inc.,

Blink Capital Solutions, Cleary Gottlieb Steen & Hamilton LLP and Kuri Breña, Sánchez Ugarte y Aznar S.C.

In addition, on March 30, 2023, the company held an ordinary shareholders' meeting where certain board members were appointed or ratified. As a result, the board of directors of the Company is as follows:

Board of Directors

Name	Title
Miguel Ángel Olea Sisniega	Chairman and Proprietary Director
Eduardo Cortina Murrieta	Proprietary Director
Erik Carlberg y González de la Vega	Proprietary Director
Adam Peter Jan Wiaktor Rynkiewicz	Proprietary Director
Martin Carl Schrimppff Cardale	Proprietary Director
Juan Manuel Ordoñez	Independent Director
Miguel Noriega Cándano	Independent Director
Felipe Santiago Ortiz Monasterio de Ugarte	Independent Director
Gérard Crémoux	Independent Director
José Visoso Lomelín	Secretary non-member of the Board of Directors
José Pablo Quintana Balcázar	Pro-Secretary non-member of the Board of Directors

The Company expects to engage more broadly with its creditors in the coming weeks after it completes its updated business plan and financial model, subject to entering into appropriate non-disclosure agreements. In order to facilitate good-faith negotiations regarding an appropriate capital structure for the Company, the Company expects the holders of its senior notes with whom it negotiates to become restricted for a sufficient period to permit such negotiations to be successful.

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About Tangerine Pomelo Group

Tangerine Pomelo Group, S.A.P.I. de C.V. has grown to become one of the largest independent leasing (asset-based lender) companies in Mexico in the last 25 years. The Company specializes in offering financing solutions to rapidly growing and underserved SMEs for the acquisition of productive assets and equipment to support growth. The Company provides reliable and competitive funding sources through its four main products: capital leases, financing, operating leases and renting.

Forward-Looking Statements

This press release may contain forward-looking statements that are not based on historical facts and are not assurances of future results. You should not place reliance on any forward-looking statement contained in this press release. All forward-looking statements are expressly qualified in their entirety by this cautionary statement. The Company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information or future events or for any other reason, except as required under applicable law.

Contact Tangerine Pomelo Group

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