

## Report on the changes in Elementia's capital stock and number of shares resulting from the Spin-Off, as well as the change in Elementia's corporate name and ticker symbol

**Mexico City, August 23, 2021.-** Elementia, S.A.B. de C.V. (BMV: ELEMENT\*) (the “Company”, or “Elementia”), informs the investing public that:

- (i) As announced in due course, at the Company’s General Shareholders’ Meetings held on April 25 and July 15, 2019 (the "Spin-Off Meetings"), it was approved, among other matters, (i) the spin-off of Elementia, S.A.B. de C.V. (BMV: ELEMENT) as a spin-off and subsisting company, which will result in a newly created company to be called Elementia Materiales, S.A.B. de C.V. (BMV: ELEMAT) (the "Spin-Off"), and (ii) subject to the completion of such Spin-Off, the consolidation of all of the existing shares of Elementia’s capital stock ("Reverse Split"), bearing the same rights and features as the existing shares, to be distributed among the shareholders on a free-of-payment basis at a conversion factor of 1 (one) new share for every 2 (two) existing shares, without implying any increase or change to the Company’s capital stock. The aforesaid on the understanding that any rounding will be made downwards and that the shares ineligible for the Reverse Split shall be treated in accordance with the applicable procedures and stock market practices;
- (ii) At the Company’s Ordinary General Shareholders’ Meeting held on July 8, 2021 (the "Cancellation Meeting"), it was approved, among other matters, the cancellation of 39,704,286 (thirty-nine million, seven hundred and four thousand, two hundred eighty-six) ordinary, nominative, Series “Unique” shares, with no par value, representing the variable portion of the Company’s capital stock, owned by the Company after being repurchased in accordance with the provisions of Article 56 of the Mexican Securities Market Law (*Ley del Mercado de Valores*). This action (the “Cancellation of Shares”) did not entail any reduction in the Company’s capital stock since the shares in question had no par value;

### About Elementia

Elementia offers innovative construction solutions that redefine the concept of construction evolution. Our state-of-the-art rotomolding technology, Eureka®, helps safeguard the world’s most important resource: water; which runs through our Nacobre® pipe systems. With more than 65 years’ experience, our Nacobre® brand ensure that gas installations comply with the highest safety standards. Elementia has grown organically and through strategic mergers and acquisitions, creating an integrated platform of more than 4,000 products. Through Cementos Fortaleza®, and the strategic acquisitions of Giant®, Keystone® and Dragon® cement, we provide the structure for the foundations, columns, floors and ceilings of houses, shopping malls, offices, hospitals, etc., both in Mexico and the U.S. Elementia has more than 6,000 employees and operates in nine countries through a wide-ranging distribution network. Innovative and versatile panels manufactured by Allura®, Plycem®, Eternit®, Duralit® and Fibrafort® offer the advantages of fiber cement technology for decorative façades, simulated wood decking, traditional roof tiles and state-of-the-art ceilings. Elementia is the largest fiber cement producer in Latin America and second largest in the U.S.

### Investor Relations

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- (iii) Once the Spin-Off takes effect, the corporate name of Elementia will change to Fortaleza Materiales, S.A.B. de C.V. and its ticker symbol will also change to "FORTALE". Likewise, the ticker symbols of Elementia's debt securities and issuance programs will be adjusted accordingly.

According to the resolutions adopted by the Spin-Off and the Cancellation Meetings, the Company's capital stock will be adjusted as follows:

- a) Prior to giving effects to the Spin-Off, the Reverse Split and the Cancellation of Shares, the structure of the Company's capital stock was as follows:

	SERIES	NUMBER OF SHARES	CAPITAL STOCK
Fixed portion	Unique	36,050,825	MXN\$229,112,173.50
Variable portion	Unique	1,176,128,950	MXN\$8,211,968,333.60
Total	(-)	1,212,179,775	MXN\$8,441,080,507.10

- b) Once the Cancellation Meeting was held and once the Cancellation of Shares (39,704,286 shares less representing the variable portion) was approved, but before the giving effects to the Spin-Off and the Reverse Split, the structure of the Company's capital stock was as follows:

	SERIES	NUMBER OF SHARES	CAPITAL STOCK
Fixed portion	Unique	36,050,825	MXN\$229,112,173.50
Variable portion	Unique	1,136,424,664	MXN\$8,211,968,333.60
Total	(-)	1,172,475,489	MXN\$8,441,080,507.10

- c) Once the Spin-Off is in effects, but before giving effects to the Reverse Split, the structure of the Company's capital stock will be as follows:

	SERIES	NUMBER OF SHARES	CAPITAL STOCK
Fixed portion	Unique	36,050,825	MXN\$116,847,208.49
Variable portion	Unique	1,136,424,664	MXN\$4,188,103,850.14

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Total	(-)	1,172,475,489	MXN\$4,304,951,058.63
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- d) Once the Spin-Off and the Reverse Split are in effects, the structure of the Company's capital stock will be as follows:

	SERIES	NUMBER OF SHARES	CAPITAL STOCK
Fixed portion	Unique	18,025,412	MXN\$116,847,208.49
Variable portion	Unique	568,212,332	MXN\$4,188,103,850.14
Total	(-)	586,237,744	MXN\$4,304,951,058.63

On the other hand, according to the resolutions adopted by the Spin-Off and the Cancellation Meetings, and considering that the Spin-Off will be carried out simultaneously with the Reverse Split, the capital stock of Elementia Materiales, S.A.B. de C.V. (BMV: ELEMAT) (the spun-off company) will be as follows:

	SERIES	NUMBER OF SHARES	CAPITAL STOCK
Fixed portion	Unique	18,025,412	MXN\$112,264,965.01
Variable portion	Unique	568,212,332	MXN\$4,023,864,483.46
Total	(-)	586,237,744	MXN\$4,136,129,448.47

Lastly, the Company expects to complete the Spin-Off and Reverse Split during the third quarter of 2021.

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