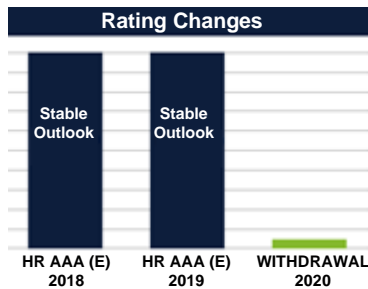




Rating

NAVISCB 17

WITHDRAWAL



Source: HR Ratings

HR Ratings withdrew the HR AAA (E) rating with Stable Outlook for the issue, because of the NAVISCB 17 total amortization in advance

The withdrawal of the rating corresponding to the Trust Bonds CEBURS under ticker symbol NAVISCB 17¹ is due to its total amortization in advance on July 15, 2020. This amortization was performed in accordance with the Trust Agreement, Clause Ninety Nine, which sets forth that Navistar Financial may exercise a repurchase option and the Issue's outstanding balance in this case corresponded to 13% of the principal initial balance. Therefore, the Settlor deposited to the Trust the amount of P\$99.8m, which included P\$0.6m corresponding to the interest accrued and P\$98.2m corresponding to the principal outstanding balance.

The Issue was made on October 20, 2017, amounting P\$737m, with a 5.4-year legal period, including a 36-month amortization target period, and the remaining months with full-turbo amortization. This Issue was backed by collection rights arising from lease agreements, loan agreements, and amounts obtained as "security deposits", which were administered by Navistar.

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Settlor's Profile

Navistar Financial started operations in 1997 with the main purpose of supporting the growth and development of the truck brand International, and the International's dealer network by means of granting financial solutions to both final clients and dealers. The granting of these financial solutions is performed by means of three main products, namely: loan, financial lease and operating lease. The Company has presence in the 32 states of the Mexican Republic, with branch offices in Mexico City, Guadalajara and Monterrey.

¹ Issue of CEBURS Trust Bonds with ticker symbol NAVISCB 17 (the Issue and/or Trust Bond CEBURS).

² Navistar Financial, S.A. de C.V., SOFOM, E.R. (Navistar Financial and/or the Settlor).



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The rating awarded by HR Ratings de Mexico, S.A. de C.V. to the entity, issuer and/or issue is based on the analysis performed in a base scenario and a stress scenario, according to the following methodologies, as set forth by the credit rating agency:

General Methodological Criteria (Mexico), March 2019 Rating Methodology for Debt Issue Backed by Cash Flows Generated by a Pool of Financial Assets (Mexico), May 2019.

For more information on these methodologies, please, visit www.hrratings.com/methodology/

Previous Rating HR AAA (E), Stable Outlook

Complementary information in compliance with fraction V, part A), Exhibit I of the General Provisions Applicable to Credit Rating Institutions.

Table with 2 columns: Question/Description and Answer. Rows include: Date of last rating action (October 25, 2019), Period covered by the financial information (N/A), List of references used (N/A), Ratings awarded by other agencies (N/A), and Risk factors (The rating includes risk factor).

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The rating described above was requested by the entity or issuer, or on the behalf thereof; therefore, HR Ratings has received its corresponding fees for the rating services provided. The following information can be found in our website www.hrratings.com: (i) The internal procedure to follow up our ratings and our review periodicity; (ii) the criteria of this credit rating agency for the withdrawal or suspension of a rating, (iii) our Analysis Committee's voting structure and process, and (iv) the rating scales and rating definitions.

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