

Note 18 - Issuance of senior notes:

December 31

Maturity	Interest payable	Interest rate	2016	2015
Mar 2017	Monthly	TIE at 28 days plus 0.35 points	\$ 2,100,000	\$ 2,100,000 ⁽²⁾
Aug 2018	Semiannually	Fixed at 9.36%	1,000,000	1,000,000 ⁽²⁾
May 2020	Semiannually	Fixed at 4.22%	750,000	750,000 ⁽²⁾
May 2020	Semiannually	Fixed at 8.53%	2,250,000	2,250,000 ⁽²⁾
Mar 2022	Semiannually	Fixed at 7.64%	1,900,000	1,900,000 ⁽²⁾
Oct 2024	Semiannually	Fixed 3.95%	6,185,820	5,174,610 ⁽¹⁾
Oct 2026	Semiannually	Fixed 3.875%	15,464,550	- ⁽³⁾
			\$ 29,650,370	\$ 13,174,610
Lower emissions of long-term senior notes			\$ (27,550,370)	\$ (13,174,610)
Current short-term portion			\$ 2,100,000	\$ -

Maturities pertaining to the long term portion of this liability at December 31, 2016 are as follows:

Year	Amount
2017	\$ 2,100,000
2018	1,000,000
2020	3,000,000
2022	1,900,000
2024	6,185,820
2026	15,464,550
	\$ 29,650,370

^(*) Issuance of senior notes equivalent to 169,399,100 UDIs.

⁽²⁾ In September 2014, the Company bid debt securities in the form of notes ("senior notes") for an amount of US \$ 300,000. With an interest rate of 3.95% per annum and maturing in 2024. The Securities constitute obligations payable by the Company and have the unconditional guarantee of Distribuidora Liverpool, S. A. de C. V., (subsidiary).

⁽²⁾ Debt contracted in Mexican pesos.

⁽³⁾ During September 2016, the Company offered debt securities in the form of Notes in the amount of US \$ 750,000, with an interest rate of 3.8875% per annum and maturing in 2026. The Securities constitute obligations payable by the Company and have the unconditional guarantee of Distribuidora Liverpool, S. A. de C. V., (subsidiary).

Values were the subject of a private offering to institutional investors in the United States and other foreign markets under Rule 144A and Regulation S under the Securities Act 1933 of the United States of America (US Securities Act of 1933 as it has been amended to date, the "US Securities Act") and the applicable regulations of the other markets in which such offer was conducted. Finally, the Company has submitted an application for listing of the Securities on the Official List of the Irish Stock Exchange (Official List of the Irish Stock Exchange).

Debt covenants from senior notes require that the Company and the significant subsidiaries set out in the respective agreements comply with certain restrictions for payment of dividends, mergers, spinoffs, change of business purpose, issuance and sale of capital stock, capital investments and encumbrances. At December 31, 2016 and 2015 the Company was in compliance with the aforementioned conditions.

The Company has contracted a “cross currency swap” on the issuance of unsecured notes denominated in UDIs and interest rate derivative financial instruments on the financings mentioned above. See Note 11.

The fair value of issuances of senior notes is as follows:

Maturity date	December 31,			
	2016		2015	
	Book Value	Fair value	Book Value	Fair value
Mar 2017	\$ 2,100,000	\$ 2,100,901	\$ 2,100,000	\$ 2,104,798
Aug 2018	1,000,000	1,027,059	1,000,000	1,100,695
May 2020	750,000	969,316	750,000	909,850
May 2020	2,250,000	2,287,757	2,250,000	2,425,493
Mar 2022	1,900,000	1,845,979	1,900,000	1,961,309
Oct 2024	6,185,820	5,925,706	5,174,610	5,063,925
Oct 2026	15,464,550	14,338,731	-	-
	\$ 29,650,370	\$ 28,495,449	\$ 13,174,610	\$ 13,566,070