

REPORT BY THE AUDIT AND CORPORATE PRACTICES COMMITTEES

WAL-MART DE MÉXICO, S.A.B. DE C.V.

TO THE BOARD OF DIRECTORS OF WAL-MART DE MÉXICO S.A.B. DE C.V.

TO WHOM IT MAY CONCERN:

In compliance with Article 43 of the Securities Market Act (LMV, acronym in Spanish) and the internal regulations of the Committees I oversee, as well as the approval issued by the Board of Directors of Wal-Mart de México, S.A.B. of C.V. (which together with its subsidiaries, is hereinafter referred to as the Company), we hereby inform you of the activities performed during the reporting period ending on December 31, 2020.

In addition to considering the provisions established by the LMV, during the performance of our work, we complied with the provisions established by the Best Corporate Practices Code issued by the Business Coordination Council (Consejo Coordinador Empresarial, A.C.), the Company's Code of Ethics, the General Internal Regulations of the Mexican Stock Exchange, and the general provisions of the LMV.

While 2020 brought challenges caused by the pandemic, they led to efficiencies and different ways of doing things. In compliance with our oversight process, the Audit and Corporate Practices Committees have held regular quarterly meetings to analyze the overall situation regarding matters of material importance to the Company in the fields of finance, accounting, legal, operations, and ethics. Supplementing our participation over the course of the year, with meetings held with the office of the CEO, Finance, Legal, and the reports filed by the Company's key officers at our request, such as those described as follows:

1. Regarding Corporate Practices, the Company's management kept us regularly informed, having no observations on the following:

- a) The performance evaluation processes for relevant officers.
- b) The transactions with related parties, during the reporting period with an itemized description of the characteristics of significant transactions and their corresponding transfer pricing studies. Those items are mentioned in note 12 of the Financial Statements.
- c) The proposal for the short and long term compensation plan update, including incentives for the employees of the company's subsidiaries and related companies.
- d) The Board of Directors granted no exemptions whatsoever to any Director, executive, or anyone with a position of authority, as indicated under Article 28, Section III, subsection f) of the LMV.

2. Regarding Audit:

- a) We analyzed the status of the Company's internal control system and received detailed information about the programs and the internal and external audit work performed.
- b) We also reviewed the main aspects that require improvement and followed up on the preventive and corrective measures implemented by management. Therefore, in our opinion, the Company complies the effectiveness requirements established to operate in an adequate control environment.

- c) We assessed the performance of the external auditors who are responsible for issuing an opinion on the reasonability of the Company's financial statements and their adherence to International Financial Information Standards. In this regard, we believe that the partners at Mancera, S.C. (a Member of EY Global) comply with all the professional quality requirements. Furthermore, before beginning to provide the services, we assessed the independence requirements of the necessary intellectual and economic measures. As a result, we recommended assigning them to examine and issue the report on the Company's financial statements.
- d) We were informed of the additional or complementary services that the auditors mentioned above provided the Company in 2020. We do not believe that these services were substantial or that the independence and objectivity of the auditor are compromised.
- e) We reviewed the Company's quarterly and annual financial statements and recommend their approval by the Board of Directors for publication.
- f) We were informed of the accounting policies approved and applied during the fiscal year 2020 and their modifications.
- g) We followed up on relevant observations made by the shareholders, directors, relevant managers, employees, and, in general, any third party regarding accounting, internal controls, and internal or external auditing matters.
- h) We followed up on the agreements adopted at the shareholders' meetings by the Company's board of directors.
- i) We were informed about the status of the Company's investment plan and the financial impact produced by its current energy contracts.

- j) We were informed about the legal contingencies that the Company is exposed to and that are recognized in the financial statements based on their probability of occurrence.
- k) We were informed of the progress made in terms of cybersecurity.
- l) Lastly, we received periodic reports about the Company's Ethics and Compliance matters and its measures to reinforce these issues.

Based on the work completed and the external auditors' opinion, we believe that the Company's accounting and information policies and criteria are suitable and sufficient and have been consistently applied. Therefore, the information provided by the CEO is a reasonable reflection of the Company's financial situation and results.

According to the above, we recommend that the Board of Directors file the financial statements for Wal-Mart de México, S.A.B. de C.V. and subsidiaries for the period ended December 31, 2020, and present them to the Annual Meeting of Shareholders for approval.

Sincerely yours,

Adolfo Cerezo.

Chairman of the Audit and Corporate Practices Committees
Mexico City, February 17, 2021