GISSA INFORMS THE STATUS OF THE SALE OF ITS WATER HEATING BUSINESS.

Saltillo, Mexico, May 25, 2018 – Grupo Industrial Saltillo, S.A.B. de C.V. (BMV: GISSA) ("the Company", "GIS", "GISSA", "Group" or "Issuer"), multinational industrial conglomerate that serves the automotive market with relevant presence in the construction, and kitchenware and tableware sectors in Mexico, informs, in connection with the sale of its Water Heating Business to Rheem Manufacturing, Co., announced on May 23, 2017 (the "Transaction"), that the Federal Economic Competition Commission issued a resolution denying the Transaction. The parties are evaluating the content of such resolution and the alternatives and remedies, as well as their implications.

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About Grupo Industrial Saltillo

Grupo Industrial Saltillo manufactures and commercializes products for the auto parts sector (iron or aluminum funding and machining), for the Construction industry (water heaters, fluid conduction systems, floors and ceramic coverings), and the Home industry (kitchen and table goods).

Grupo Industrial Saltillo gathers the talent of 8,000 workers in 25 productive units, with operations in Mexico, Spain, Czech Republic, Poland, Italy and China, as well as commercial and distribution presence in the USA.

This statement may contain certain forward looking statements and information related to Grupo Industrial Saltillo, S.A.B. de C.V. and its subsidiaries (collectively, the "Company") that are subject to risks and uncertainties that may cause the results of the Company to differ from the actual expectations of the administration. These risks and uncertainties include, without limitation: the development of new products and its commercialization; public demand and willingness of the products of the Company; products and prices of competitors; economic conditions in the markets and geography of the Company's products, as well as fluctuations of foreign currency.

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