



## **Corporación Financiera Alba reached a net profit of €67 million in the first half of 2019**

Corporación Financiera Alba reached a net profit of €67 million in the first half of 2019, compared to €68 million in the same period of the previous year (-2.0%).

Net Asset Value (NAV) increased by 8.3% in the first half of the year, to €4,237 million as at 30 June 2019, equivalent to €72.74 per share. Alba's share price on this same date was €46.10, representing a discount of 36.6% compared with NAV per share.

In this period, Alba invested €588 million and sold assets totalling €129 million, significantly reducing its net cash position as of 30 June 2019.

In June, Alba distributed a final dividend of €0.50 gross per share to its shareholders representing a disbursement of €29 million.

The investments made by Alba in the first half of 2019 were as follows:

- The acquisition of an 8.54% stake in Shield Luxco 1.5 using an investment of €557.2 million. Through this company, Alba obtained a 7.48% indirect stake in the economic rights of Verisure, which also operates under the brand "Securitas Direct".
- The acquisition in the first quarter of 1.59% of Parques Reunidos for €13.4 million, increasing the stake in this Company to 23.02%.
- Purchase of 0.03% of CIE Automotive for €0.8 million, increasing the stake in this Company to 10.13%.
- Purchase, through Deyá Capital, of an indirect stake of 3.27% of Telepizza for €16.0 million as a consequence of the participation in a takeover bid led by KKR on the Company. Telepizza shares were excluded from listing in July.

On the other hand, amongst the divestitures made, the sale of 24.38% of Mecalux for €121.8 million is noteworthy. Alba's shareholdings comprised 8.78% direct and 15.60% indirect, through Deyá Capital. With this sale, and from the origin of investment in July 2010, Alba earned a total of €27 million in capital gains and collected dividends for €16 million.

Since 30 June 2019, Alba has announced the following operations:

- In July, Alba, reached an agreement through Deyá Capital IV to acquire a stake in the Alvic Group, a leading Spanish company in the manufacture of kitchen furniture and components that generates about 70% of its revenues outside of Spain. The acquisition is conditional upon obtaining appropriate approval from relevant competition authorities and a confirmatory review of the financial magnitudes of the Alvic Group.
- In July, Alba sold to a group of investors a 17.9% share of a newly created company to which it had previously contributed all of its indirect stake in Verisure. This sale has been recorded as a cash entry €100 million for Alba and has not generated any capital gain or loss. The indirect share in Alba's economic rights in Verisure, net of minority shareholders, is currently at 6.14% of its share capital.

In the first part of September, the voluntary takeover bid launched by a vehicle controlled by EQT on Parques Reunidos was successfully concluded. Upon completion of the takeover bid and roll-over of the Parques Reunidos shares owned by Alba and GBL to the acquiring company, the latter now has an 86.40% stake in the share capital of Parques Reunidos. In the coming weeks, the measures necessary to exclude the listing of shares of the Company will be taken. Alba remains an important shareholder of Parques Reunidos in the long term, with an indirect share of 29.33%.

Alba's portfolio at 30 June 2019 was as follows:

<u>Listed companies</u>	<u>%</u>	<u>Unlisted companies</u>	<u>%</u>
Acerinox	19.3	Alvinesa	16.8
BME	12.1	in-Store Media	18.9
CIE Automotive	10.1	Monbake	3.7
Ebro Foods	14.0	Telepizza	3.3
Euskaltel	11.0	TRRG Holding Ltd	7.5
Global Dominion	5.0	Satlink	28.1
Indra	10.5	Verisure	7.5
Naturgy	5.3		
Parques Reunidos	23.0		
Viscofan	13.0		