



Corporación Financiera Alba reached a net profit of €129 million in the first nine months of 2019

Corporación Financiera Alba reached a net profit of €129 million in the first nine months of 2019, compared to €135 million in the same period of the previous year (-4.5%).

Net Asset Value (NAV) increased by 6.2% in the first nine months to €4,156 million as at 30 September 2019, equivalent to €71.36 per share. Alba's share price on this same date was €44.70, representing a discount of 37.4% compared with NAV per share.

In this period, Alba invested €588 million and sold assets totalling €234 million, reducing its net cash position to €138 million as at 30 September 2019.

In October, Alba distributed a gross dividend of €0.50 per share to its shareholders, drawn from the 2019 profits, representing a disbursement of €29 million.

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

- The purchase of an 8.54% stake of Shield Luxco 1.5 for €557.2 million at the beginning of April. Through this company, Alba obtained a 7.48% indirect stake in Verisure, which also operates under the brand "Securitas Direct". In addition, in July Alba sold a 17.95% stake of a newly created company, to which it had previously contributed its indirect stake in Verisure, to a group of investors for €100 million. The sale has not generated any capital gain or loss for Alba. Currently, Alba's indirect economic stake in Verisure, net of minority shareholders, is at 6.14% of its share capital.
- The acquisition of 1.59% of Parques Reunidos for €13.4 million in the first quarter, increasing the stake in this Company to 23.02%. While in the first part of September, the voluntary takeover bid for Parques Reunidos launched by a company controlled by EQT 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. Alba remains a relevant long term shareholder of Parques Reunidos, with an indirect stake of 25.35%.
- Purchase of 0.05% of CIE Automotive for €1.4 million, increasing the stake in this Company to 10.15%.
- Investment, through Deyá Capital, of €16.0 million in an indirect share of 3.27% of Telepizza as a consequence of participation in the takeover bid led by KKR for this Company (Telepizza shares were delisted 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 September 2019, Alba has announced the following operations:

- In October, Alba, through Deyá Capital IV, invested €57.3 million in the purchase of a 24.8% stake in Preving (prevention of occupational risks), a 9.5% stake in Arizona Bidco - a company holding a stake in Alvic Group (a leading Spanish company for kitchen furniture panels and components that generates nearly 70% of its revenue outside Spain) - and a 37.4% stake in Nucap Europe (company to be renamed Nuadi; it is the largest independent manufacturer in Europe of braking systems components for both first equipment and spare parts).
- On the other hand, on October 29, the General Shareholders' Meeting of Parques Reunidos agreed to the delisting of the Company from the stock exchange, which will be effective in early December 2019.

Alba's portfolio at 30 September 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	Satlink	28.1
Euskaltel	11.0	Telepizza	3.3
Global Dominion	5.0	TRRG Holding Ltd	7.5
Indra	10.5	Verisure	6.1
Naturgy	5.4		
Parques Reunidos	25.3		
Viscofan	13.0		

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