



## **Corporación Financiera Alba reached a net profit of €166 million in 2019**

Corporación Financiera Alba reached a net profit of €166 million in 2019, compared to €154 million in the previous financial year (+7.7%).

Net Asset Value (NAV) rose by 12.4% in 2019, to €4,397 million as at 31 December 2019, equivalent to €75.50 per share. Alba's share price on this same date was €48.55, representing a discount of 35.7% compared with the NAV per share.

Over the year, Alba invested €646 million and sold assets totalling €234 million, reducing its net cash position to €63 million as at 31 December 2019.

In October, Alba distributed a gross dividend of €0.50 per share to its shareholders, drawn from earnings in 2019, representing a disbursement of €29 million. The total amount distributed in dividends during the 2019 financial year was €58 million.

The investments made by Alba in 2019 were as follows:

- The purchase of an 8.54% stake in Shield Luxco 1.5 for €558 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 July, Alba sold a 17.91% stake in the holding company of its whole indirect stake in Verisure to a group of investors for €100 million. This sale did not generate any accounting profit for Alba. Currently, Alba's indirect stake in Verisure, in economic rights and net of minority interests, amounts to 6.14% of its share capital.
- The acquisition of 1.58% of Parques Reunidos for €14 million in the first quarter, increasing its stake in this Company to 23.02%. Meanwhile, in early September, the voluntary takeover bid for Parques Reunidos made by a company controlled by EQT was successfully concluded and its shares were delisted as of 5 December. 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 a 99.55% stake in the share capital of Parques Reunidos. Alba remains an important shareholder in Parques Reunidos over the long term, with an indirect stake of 24.98%.
- Purchase of 0.05% of CIE Automotive for €1 million, increasing its stake in this Company to 10.15%.
- Investment, through Deyá Capital, of €73 million consisting of the following purchases: (i) a 3.27% indirect stake in Telepizza as part of the takeover bid led by KKR for this company (Telepizza shares were delisted in July); (ii) an indirect stake of 24.81% in Preving (prevention of occupational risks); (iii) an indirect stake of 9.46% in Grupo Alvic (a leading Spanish company in the manufacture of kitchen panels and furniture parts that generates nearly 70% of its revenues outside Spain); and lastly (iv) a 37.43%

indirect stake in Nuadi, which is Europe's largest independent manufacturer of braking system components for both equipment manufacture and the spare parts market.

Divestments made by Alba in 2019 were as follows:

- Sale of 24.38% stake in Mecalux for €122 million. Alba's shareholdings comprised 8.78% direct and 15.60% indirect stakes, through Deyá Capital. With this sale, and since the original investment in July 2010, Alba has earned a total of €27 million in capital gains - of which €24 million were booked in 2019 - and has collected dividends to the amount of €16 million.
- Sale of properties in Madrid for €12 million.

Since 31 December 2019, Alba has made the following investments:

- Purchase of 0.16% of CIE Automotive for €4 million, increasing the stake in this Company to 10.31%.
- Sales of property in Barcelona for €17 million, resulting in a profit of €1 million for 2020 and a 4.2% IRR over 31 years.

Alba's portfolio at 31 December 2019 was as follows:

| <u>Listed companies</u> | <u>%</u> | <u>Unlisted companies</u> | <u>%</u> |
|-------------------------|----------|---------------------------|----------|
| Acerinox                | 19.3     | Alvic                     | 9.5      |
| BME                     | 12.1     | Alvinesa                  | 16.8     |
| CIE Automotive          | 10.1     | in-Store Media            | 18.9     |
| Ebro Foods              | 14.0     | Monbake                   | 3.7      |
| Euskaltel               | 11.0     | Satlink                   | 28.1     |
| Global Dominion         | 5.0      | Nuadi                     | 37.4     |
| Indra                   | 10.5     | Preving                   | 24.8     |
| Naturgy                 | 5.4      | Parques Reunidos          | 25.0     |
| Viscofan                | 13.0     | Telepizza                 | 3.3      |
|                         |          | TRRG Holding Ltd          | 7.5      |
|                         |          | Verisure                  | 6.1      |

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