



REPORT ON RELATED-PARTY OPERATIONS OF CORPORACIÓN FINANCIERA ALBA, S.A. IN 2020

I. Introduction

The Good Governance Code of Listed Companies approved in 2015, amended by resolution of the National Securities Market Commission on 26 June 2020, refers in Recommendation 6 to the desirability for listed companies to draw up and publish certain reports on their website, including mention of a report by the Audit Committee on related-party operations. The Audit and Compliance Committee of Corporación Financiera Alba has therefore, in accordance with said recommendation, produced this report.

The Regulation of the Board of Directors of Corporación Financiera Alba (Articles 5.2.2(h), 22(g)3 and 26(e)), and the Regulation of the Audit and Compliance Committee (Articles 3(g)3 and 9(e)) refer to related-party operations, establishing, in line with the terms of Article 529 ter 1(h) of the Capital Companies Act, that any operations that the company undertakes with Directors, significant shareholders or persons related to them ("related-party operations") must be approved by a plenary session of the Board, following a favourable report by the Audit and Compliance Committee, and with the Directors affected abstaining and absenting themselves from the meeting while the Board debates and votes on the relevant operations.

With regard to information as to such operations, the Regulation of the Board of Directors enshrines a principle of transparency (Article 44), establishing that in addition to the information that must be sent twice-yearly to the National Securities Market Commission as to the Company's operations with related parties, the annual public information must include a summary of the transactions undertaken by the Company with its Directors and significant shareholders, referring to the overall volume of the operations and the nature of those of greatest significance.

The Capital Companies Act, meanwhile, likewise refers to related-party operations and conflicts of interest that could affect Directors, in addressing the duty of loyalty of Directors (Articles 228 and following), establishing the duty on their part to serve notice of any situations of conflict and to refrain from participation in any debates and votes connected therewith. From the perspective of transparency, Article 260.7(c) of the Capital Companies Act provides that the Explanatory Notes must refer to "significant transactions between the company and third parties related to it, indicating the nature of the relationship, the amount, and any other information as to the transactions, as required in order to determine the financial position of the company".



II. Related-party operations agreed in 2020

Over the course of 2020, one related-party operation was authorised, for which the aforementioned procedure was followed (favourable report by the Audit and Compliance Committee and approval at the Board of Directors, with the Director affected by the relationship abstaining), and with an account being given of the operation performed, both in the corresponding twice-yearly information and in the yearly information.

As in previous years, said operation comprised authorisation for sponsorship by Corporación Financiera Alba of the activities of the Juan March Studies and Research Institute Foundation for an amount of up to 300,000 euros, as part of the actions that have been considered as part of the company's corporate social responsibility.

It should lastly be pointed out that authorisation was given for another related-party operation, for which the same procedure as previously indicated was followed, comprising a commitment to invest in the venture capital fund "March PE Global-I", promoted by Banca March, amounting to approximately 25,000,000 euros. In the 2020 financial year there was no disbursement by the Company.

III. Other related-party operations

Aside from the related-party operations authorised during 2020, information is also given as to other related-party operations derived from relationships originating prior to said financial year.

Banca March, S.A., was paid 8,748,688.00 euros in dividends, as a consequence of being a significant shareholder of Alba.

Artá Capital, SGEIC, S.A., a subsidiary of Alba engaged in the management of venture capital undertakings, paid Banca March, S.A., a commission amounting to 592,320.74 euros for its actions in connection with investors to which the managed venture capital undertakings were marketed.

Madrid, 17 March 2021