



ALBA: PORTFOLIO AND RESULTS **OF THE FIRST HALF OF 2022**

- The net consolidated result was €193.7 million in the first half of 2022, compared to €121.9 million for the same period of the previous year. This improvement is mainly due to the higher results obtained by some of our investees, as well as the positive results obtained in the sale of certain financial investments, partially offset by the negative evolution of other financial investments in companies registered at fair value.
- The Net Asset Value (NAV) decreased by 4.8% in the first half of the year to €5,175 million at 30 June 2022, equivalent to €88.86 per share. Alba's share price ended the first half of the year at €52.10 per share, up 1.2%.
- In this period, Alba invested €185 million and sold assets for a total amount of €148 million, reducing its net cash position¹ to €128 million at 30 June 2022.
- In June, Alba distributed a supplementary gross dividend of €0.50 per share to its shareholders, drawn from earnings in 2021, representing a disbursement of €29 million.

I. OPERATIONS OF THE FINANCIAL YEAR

The investments made by Alba were as follows:

- Acquisition of a 2.77% stake in Technophobic for an amount of €95 million as part of its public offering for the subscription and sale of shares. Technoprobe is an Italian company (with a presence in 11 countries and branches in Europe, America and Asia), a world leader in the design and manufacture of probe cards, complex electro-mechanical interfaces used in the testing of microchips in the production of integrated circuits.
- Acquisition, through Deyá Capital IV, of a 37.43% stake in the Facundo Group through an investment of €22 million, through the purchase of shares and the subscription of a capital increase. The Facundo Group is a leading Spanish company in the production and distribution of nuts and snacks.
- Acquisition of a 0.85% stake in Befesa worth €18 million. With this investment, Alba increased its stake in Befesa to 5.95% at the end of the period.
- The acquisition, through Deyá Capital IV, of 46.79% of Gesdocument, through an investment of €8 million. Based in Spain, Gesdocument's main activity is the provision of financial, administrative and tax advisory services.
- Increase in the shares in CIE Automotive (0.63%), Viscofan (0.29%) and Ebro Foods (0.08%), for €15 million, €7 million and €2 million, respectively.
- Other financial investments for an amount of €18 million.

¹ At 30 June 2022, Nuadi, Grupo Facundo and Gesdocument are consolidated by global integration. All comments made in this document concerning Alba's cash position refer exclusively to that of Alba, excluding the consolidated net debt of Nuadi, Grupo Facundo and Gesdocument.

On the other hand, the following divestments were performed:

- Sale of the entire stake (3.21%) in Indra's share capital for €62 million. This sale generated a book gain of €8.3 million.
- Sale, through Deyá Capital IV, of the entire stake (28.07%) in the share capital of Grupo Satlink for €49 million. In this sale, Alba has obtained an annual IRR of 43.1% in the 4.9 years in which it has been a shareholder and a gross book gain of €36 million. As part of the sale agreement, Alba has reinvested in a minority stake in Topco Satlink.
- Sale of a property and various parking spaces in Madrid for €22 million, generated an accounting capital gain of €1 million.
- Sales of other financial investments of the trading portfolio for €15 million.

II. EVOLUTION OF THE MAIN INVESTEE COMPANIES¹

- **Acerinox** recorded the best half-yearly results in its history in the first half of the year. Sales increased by 57.3% compared to the same period of the previous year, reaching €4.821 million, thanks to the improvement in prices and the good evolution of demand. Compared to the first half of 2021, steel production fell slightly to 1.3 million tons (-4.0%), while cold rolling production grew by 6.8%, to 0.8 million tons. EBITDA for the half-year period amounted to €945 million, 2.5 times higher than the same period in 2021, thanks to the solid performance of both the Stainless Steel division and the Special Alloys division (VDM), and despite the considerable increase in operating expenses (+60.9%) mainly due to the sharp rise in the price of energy (electricity and gas consumption, among others) and the high transport costs. Net income was €609 million, compared to €203 million in the first half of 2021. Net financial debt at 30 June 2022 was reduced to €574 million (0.4 times the EBITDA of the last twelve months).
- **CIE Automotive** achieved a record half-year across all lines despite lower global auto production (-1.8% vs. first half of the year 2021) and sharp cost increases. Turnover amounted to €1.977 million in the first half of 2022, 17.5% higher than the same period in 2021, showing growth above the market in all the geographies in which CIE Automotive operates, except China. This growth was supported by strong multi-currency performance (especially the US dollar) against the euro. EBITDA increased 6.9% compared to the same period of the previous year, to €324 million, while net profit increased 8.1%, reaching €160 million. As at 30 June 2022, adjusted net financial debt was €1.377 million, which indicates a ratio of 2.3 times the EBITDA of the last twelve months.
- **Ebro Foods** obtained sales of €1.459 million in the first half of 2022, a 25.9% higher than those recorded in the same period of the previous year, thanks to growth in both the Rice division (+27.5%) and the Pasta division (+22.7%). EBITDA increased to €169 million, 14.3% higher than in the first half of 2021, although with some impairment in terms of margin (-1.2 pp vs. first half of 2021) mainly due to the increase in the cost of raw materials and transportation. However, net profit fell -47.0% compared to the same period in 2021, mainly affected by the negative result of the sale of Roland Monterrat. Net financial debt at 30 June 2022 increased by 42.4% in the half-year, to €719 million (a ratio of 2.2 times the EBITDA of the last twelve months) mainly due to a greater inventory, the payment of the dividend and the purchase of InHarvest.

¹ The results of the Investee Companies are presented using available public information, and are consolidated by using the equity method.

- **Naturgy** obtained sales of €16.737 million in the first half of 2022, 83.3% higher than the same period of the previous year, mainly due to the increase in energy prices. EBITDA reported in the period amounted to €2.047 million, 22.0% higher than in the first half of 2021, supported by high growth in international activities. However, if non-ordinary elements were eliminated, EBITDA would have increased to a lesser extent (+11.5%) due to the high restructuring costs that affected the results of the first half of the previous year. Net income for the first half was €557 million, 15.1% higher than in the same period of 2021. Net financial debt at 30 June 2022 was €11.976 million (ratio of 3.1 times the EBITDA of the last twelve months).
- **Verisure**, a company that also operates under the "Securitas Direct" brand, posted revenues of €1.380 million in the first half of 2022, up 12.9% year-on-year. This improvement was driven by growth in the customer portfolio, which increased by 12.7% versus the same period of 2021 up to 4.5 million customers at 30 June 2022. The adjusted EBITDA¹ of the client portfolio amounted to €829 million in the half of the year, 15.1% higher than that registered in the first six months of 2021. Total adjusted EBITDA reached €553 million, 5.0% higher than the first half of the previous year. Net income amounted to €29 million, 64.5% higher than the same half of the previous year. Net financial debt at 30 June 2022 amounted to €7.287 million (ratio of 6.8 times the adjusted EBITDA of the last twelve months).
- **Viscofan's sales** in the first half of 2022 increased 21.9% from the same period of the previous year, to €568 million, with outstanding growth in all geographies and in all businesses, supported by increases in volumes sold and sales prices, as well as by the favourable evolution of exchange rates. However, EBITDA for the period increased by 1.0%, to €123 million, due to the strong cost hikes. Excluding the effect of the exchange rate, sales would have increased by 15.2% and EBITDA would have decreased by 9.2% compared to the same half of 2021. Net profit amounted to €65 million, 1.2% higher than the first half of 2021. At 30 June 2022, Viscofan registered a net bank debt of €34 million (0.1 times the EBITDA of the last twelve months), compared to €2 million at the end of 2021, due to the increase in working capital and the payment of the complementary dividend.

¹ The adjusted EBITDA excludes non-recurring items.

III. INVESTMENT PORTFOLIO

The composition of Alba's Portfolio as at 30 June 2022 is as follows (million euros):

	<u>Stake %</u>	<u>Fair value (1)</u>
LISTED SECURITIES		2,941
Acerinox	17.78	444
Befesa	5.95	110
CIE Automotive	13.35	388
Ebro Foods	14.52	360
Global Dominion	5.27	35
Naturgy (2)	5.44	1,049
Viscofan	14.25	348
Technoprobe	2.77	112
Trading Portfolio		95
Total Stock Market Value		2,941
Total Book Value	2,343	
Unrealised gains	598	
UNLISTED SECURITIES		1,701
Atlantic Aviation	9.47	
ERM	14.68	
Parques Reunidos	24.98	
Profand	23.71	
Verisure (net of minority shareholders)	6.23	
<u>Via Deyá Capital:</u>		
Alvic	7.76	
Grupo Facundo (3)	37.43	
Gesdocument (3)	46.79	
In-Store Media	18.89	
Monbake	3.70	
Nuadi (3)	37.43	
Preving	21.41	
Topco Satlink	7.20	
Food Delivery Brands	3.13	
Property		341

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- (1) Closing price at 30 June 2022 for listed companies and external valuation as at 30 June 2022 for unlisted companies (except the internal one for in-Store Media) and real estate properties.
(2) This includes an indirect shareholding of 5.33% and a direct shareholding of 0.11%.
(3) Fully consolidated.

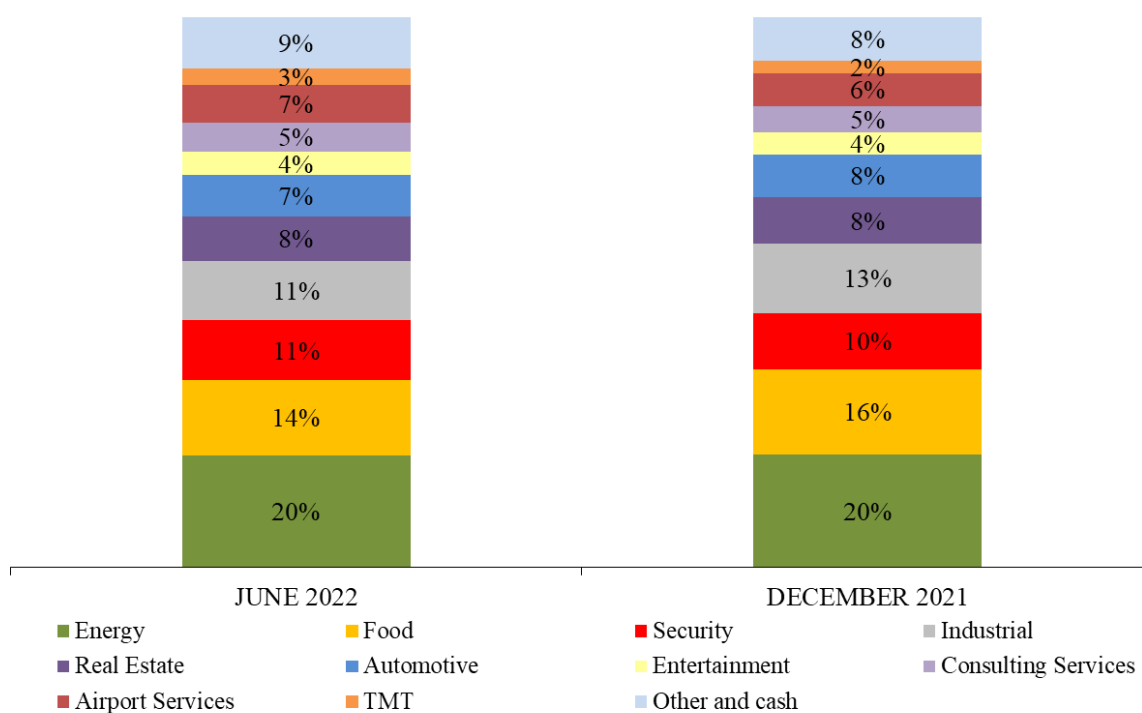
IV. NET ASSET VALUE (NAV)

The most representative measure of a company like Alba is its Net Asset Value (NAV). Calculated according to the criteria normally used in the market, as at 30 June 2022, Alba's NAV before taxes amounted to €5.175 million or €88.86 per share, representing a drop of 4.8% in the six-month period.

	<i>Million euros</i>	
	30/06/2022	31/12/2021
Listed holdings	2,941	3,190
Unlisted holdings	1,701	1,647
Real Estate	341	352
Other assets and liabilities	65	63
Net cash	128	182
Net asset value	5,175	5,434
Million shares	58.24	58.24
Net asset value / share	88.86 €	93.30 €

Satlink, Nuadi and Preving are included at fair value and, consequently, their assets and liabilities are The relationship with the Consolidated Balance Sheet is included in the footnotes of section dedicated to the balance sheet (pages 7 and 8).

V. SECTORIAL DISTRIBUTION OF GROSS ASSET VALUE ⁽¹⁾(GAV)



(1) Closing price at 30 June 2022 for listed companies and external valuation at 30 June 2022 for unlisted companies (except internal for in-Store Media) and Real Estate properties.

VI. CONSOLIDATED RESULTS

CONSOLIDATED INCOME STATEMENT ⁽¹⁾

	Million euros	
	30/06/2022	30/06/2021
Share of net results of associates	147	75
Rental income and other	100	116
<i>Of leases and others</i>	7	6
<i>From other companies by global integration</i>	93	110
Gains from fair value adjustments in Real Estate investments	6	-
Profit / (Loss) on asset sales	43	7
Variation in fair value of financial instruments	(5)	45
Net financial result	1	1
Sum	292	244
Operating expenses	(84)	(100)
<i>From Alba</i>	(15)	(16)
<i>From other companies by global integration</i>	(69)	(84)
Depreciation	(10)	(13)
<i>From Alba</i>	-	(0)
<i>From other companies by global integration</i>	(10)	(13)
Corporate income tax	3	(2)
Minority shareholders	(7)	(7)
Sum	(98)	(122)
Net result	194	122
EPS (€)	3.33	2.09

(1) The income statement of Satlink, Preving and Nuadi are fully consolidated. For Satlink and Preving, 3 months are included, until the sale in the case of Satlink and until the loss of control in the case of Preving.

CONSOLIDATED BALANCE SHEET ⁽¹⁾

<u>ASSETS</u>	Million euros	
	30/06/2022	31/12/2021
Intangible asstes	162	199
<i>Goodwill</i>	100	79
<i>Other intangible assets</i>	62	120
(a) Real Estate Investments	321	335
(a) Fixed assets	31	31
(b) Investments in Associates	2,514	2,477
(b) Financial assets at fair value through P & L	1,174	839
(c) Other financial investments and other assets	35	175
Deferred tax asset	1	3
Non-current assets	4,238	4,059
(a) (b) Non-current assets held for sale	2	135
Stock	24	23
Outstanding tax refunds	54	39
(b) (c) Other financial assets	262	539
(c) Treasury and temporary financial investments	341	170
Debtors and other assets	65	43
Current assets	748	949
Total assets	4,986	5,008

(1) At 30 June 2022 Nuadi, Grupo Facundo and Gesdocument are fully consolidated. They are included in the NAV at fair value.

(a) This relates to the “Real Estate” heading under NAV.

(b) This relates to the “Listed securities” and “Unlisted securities” headings under NAV.

(c) This relates to the “Net cash” heading in the NAV.

CONSOLIDATED BALANCE SHEET ⁽¹⁾

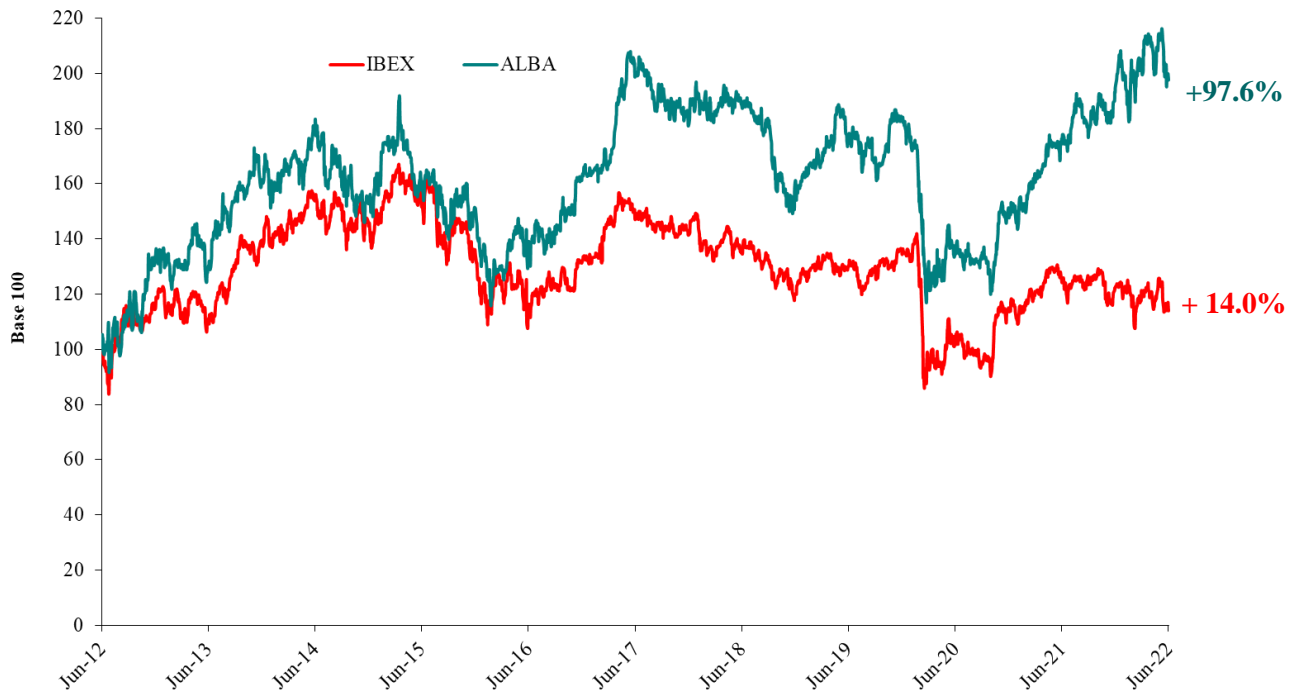
<u>LIABILITIES</u>	Million euros	
	30/06/2022	31/12/2021
Share capital	58	58
Reserves and treasury stock	3,871	3,679
Earnings for the year	194	303
Minority interests	118	165
Shareholders' equity	4,241	4,205
Other non-current liabilities	8	14
Net deferred tax	43	62
(c) Long-term debts with credit institutions	187	247
Non-current liabilities	238	323
(b) Liabilities linked to non-current assets held for sale	-	57
(c) Short-term debts with credit institutions	430	347
Current liabilities	77	76
Current liabilities	507	480
Total shareholders' equity and liabilities	4,986	5,008

(1) At 30 June 2022 Nuadi, Grupo Facundo and Gesdocument are fully consolidated. They are included in the NAV at fair value.

(b) This relates to the "Listed securities" and "Unlisted securities" headings of the NAV.

(c) This relates to the "Net cash" heading in the NAV.

VII. STOCK PRICE PERFORMANCE



- In the first half of 2022, Alba's share price increased by 1.2%, from €51.50 to €52.10, while in the same period the IBEX 35 decreased by 7.6% to 8,099 points.

VIII. SUBSEQUENT EVENTS

Since 30 June 2022, no significant event has occurred.