



ALBA: PORTFOLIO AND RESULTS **FOR 2022**

- The net consolidated result was €439 million in 2022, compared to €303 million in the previous year. This improvement is mainly due to the positive performance of financial investments recorded at fair value, as well as the capital gains obtained in the sale of financial investments. These results are partially offset by the negative evolution of the results of some investee companies.
- The Net Asset Value (NAV) decreased by 2.7% over the year to €5,289 million as of 31 December 2022, which is equivalent to €89.27 per share. Alba's share price ended the year at €43.15 per share, registering a 16.2% decrease over the year.
- During the year, Alba invested €269 million and sold assets for a total amount of €168 million, significantly reducing its net cash position¹ to €110 million as of 31 December 2022.
- In December, a Capital Increase released for Alba was executed to implement a flexible dividend. In this regard: i) Alba proceeded to purchase 12,001,907 free allowance rights amounting to €12 million, this option was accepted by 20.6% of the holders of said rights; ii) the definitive number of ordinary shares of (1) euro of nominal unit value that were issued in the Capital Increase was 1,005,174 shares and iii) following this Capital Increase, Alba's share capital figure as of 31 December 2022 was 59,245,174 shares of (1) euro nominal value each. Furthermore, in June 2022, Alba distributed a supplementary gross dividend of €0.50 per share, drawn from earnings in 2021, representing a disbursement of €29 million.

I. FISCAL YEAR OPERATIONS

The investments made by Alba were as follows:

- Acquisition of a 3.2% stake in Technoprobe for an amount of €115 million, of which €95 million were acquired as part of its public offering for the subscription and sale of shares in the month of February. Technoprobe is an Italian company, 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 of a 3.6% stake in Befesa worth €58 million. With this investment, Alba increased its stake in the Company to 8.7% at the end of the period.
- Acquisition, through Deyá Capital IV, of a 37.4% stake in Grupo Facundo through an investment of €22 million, through the purchase of shares and the subscription of a capital increase. Subsequently, a co-investment agreement was reached with several investors, so Alba reduced its stake to 31.9%. Grupo Facundo is a leading Spanish company in the production and distribution of nuts and snacks.
- Acquisition, through Deyá Capital IV, of 46.8% 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.

¹ As of 31 December 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 and therefore exclude the consolidated net debt of the aforementioned companies.

- Additional investment, through Deyá Capital IV, in Grupo Preving for the acquisition of Grupo Cualtis for a value of €7 million. As a result of this acquisition and the entry of new shareholders into Preving, Alba's stake has been diluted to 21.4%.
- Increase in the shares in CIE Automotive (0.6%), Viscofan (0.3%) and Ebro Foods (0.1%) for a total amount of €24 million.
- Other investments for an amount of €35 million.

On the other hand, the following divestments were performed:

- Sale of the entire stake (3.2%) in Indra's share capital for €62 million. This sale generated a book gain of €8 million.
- Sale, through Deyá Capital IV, of the entire stake (28.1%) in the share capital of Grupo Satlink for €49 million. In this sale, Alba has obtained an annual IRR of 43.5% 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 two properties and various parking spaces in Madrid for €24 million, generating an accounting capital gain of €2 million.
- Sales of financial investments of the trading portfolio for €33 million.

II. EVOLUTION OF THE MAIN INVESTEE COMPANIES¹

- **Acerinox** achieved sales of €8,688 million in 2022, 29.6% higher than those recorded in the previous year, despite the tightening of market conditions especially in the second half of the year. Compared to 2021, steel production decreased to 2.1 million tonnes (-17.1%) and cold rolling production by 11.3%, to 1.4 million tonnes. EBITDA for the year amounted to €1,276 million, 1.3 times higher than the previous year, 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 mainly due to the sharp rise in the price of energy and transport costs. Net profit was €556 million, a 2.8% decrease compared to 2021. Net financial debt as of 31 December 2022 was €440 million, a ratio of 0.3 times the EBITDA of the year.
- **CIE Automotive** achieved a record year despite lower global auto production and sharp cost increases. Turnover amounted to €3,839 million in 2022, 24.1% higher than in 2021, showing growth above the market in all the geographies in which CIE Automotive operates, except China. This growth was also supported by the strong performance of currencies against the euro. EBITDA increased 12.1% compared to 2021, to €633 million, while net profit increased 12.2%, reaching €300 million. Net financial debt as of 31 December 2022 was €1,290 million, which implies a ratio of 2.0 times the EBITDA of the year.

¹ The results of the associates are presented with publicly available information.

- **Ebro Foods** achieved sales of €2,968 million in 2022, 22.3% higher than those recorded in the previous year¹, thanks to growth in both the Rice division (+25.3%) and the Pasta division (+10.3%). EBITDA increased to €335 million, 10.8% higher than what was recorded in 2021, although with some impairment in terms of margin (-1.2 pp vs. 2021) mainly due to the increase in the cost of raw materials and transportation. Net profit was reduced by 48.8% compared to 2021, affected by the negative result of the sale of Roland Monterrat and by the base effect of capital gains obtained in the divestitures carried out in the previous year. Net financial debt as of 31 December 2022 increased by 51.1% in the year, to €763 million (ratio of 2.3 times the EBITDA of the year) due to the increased working capital and the investments made
- **Naturgy**'s net sales amounted to €33,965 million in 2022, 53.4% above 2021, thanks to the increase in energy prices in the period. EBITDA reported in the period amounted to €4,954 million, 40.4% higher than the previous year, following the good performance of the liberalised activities. Net profit amounted to €1,649 million, up 35.8% over that in 2021. Net financial debt as of 31 December 2022 was €12,070 million (ratio of 2.4 times the EBITDA of the year), €761 million lower than that recorded on the same date of the previous year, reflecting its cash generating capacity.
- **Verisure Midholding**, the operating company of the Group run under the brands Securitas Direct and Verisure, posted revenues of €2,827 million in 2022, up 12.7% from the previous year. This improvement was driven by a growing customer base, which increased by 11.2% compared to 2021, up to 4.8 million customers as of 31 December 2022 as well as by growth of the *ARPU*. Portfolio services adjusted EBITDA² amounted to €1,694 million in the year, 14.7% higher than that registered in 2021. The Group's adjusted EBITDA reached €1,152 million, 9.9% higher than the previous year. Net income amounted to €42 million, 183.0% higher than the previous year. Net financial debt as of 31 December 2022 was €7,383 million (ratio of 6.0x times the adjusted EBITDA² of the last two annualised quarters).
- In 2022, **Viscofan**'s sales increased 23.9% compared to the previous year, to €1,201 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. EBITDA for the period increased by 8.3%, to €267 million, despite strong costs increases. Net profit amounted to €139 million, 4.8% higher than in 2021. As of 31 December 2022, Viscofan registered a net bank debt of €101 million (0.4 times the EBITDA of the year), compared to €2 million at the end of 2021, due to the strong organic investments carried out to increase production capacity.

¹ Variations vs. 2021 relate to restated figures of 2021.

² Adjusted refers to the exclusion of non-recurring items.

III. INVESTMENT PORTFOLIO

The composition of Alba's Portfolio as of 31 December 2022 is as follows (million euros):

	<u>Stake %</u>	<u>Fair value (1)</u>
LISTED HOLDINGS		2,885
Acerinox	18.52	445
Befesa	8.66	156
CIE Automotive	13.35	394
Ebro Foods	14.52	328
Global Dominion	5.55	30
Naturgy (2)	5.44	896
Technoprobe	3.26	131
Viscofan	14.25	399
Others		106
Total market value		2,885
Total book value	2,427	
Unrealised gains	458	
UNLISTED HOLDINGS		1,915
Atlantic Aviation	9.47	
ERM	14.68	
Parques Reunidos	24.98	
Profand	23.71	
Verisure (net of minorities)	6.23	
<u>Through Deyá Capital:</u>		
Alvic	7.77	
Food Delivery Brands	3.13	
Gesdocument (3)	46.79	
Grupo Facundo (3)	31.92	
In-Store Media	18.89	
Monbake	3.70	
Nuadi (3)	37.43	
Preving	21.41	
Topco Satlink	7.20	
Real Estate		335

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- (1) Closing price at 31 December for listed companies and external valuation as at 31 December 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)

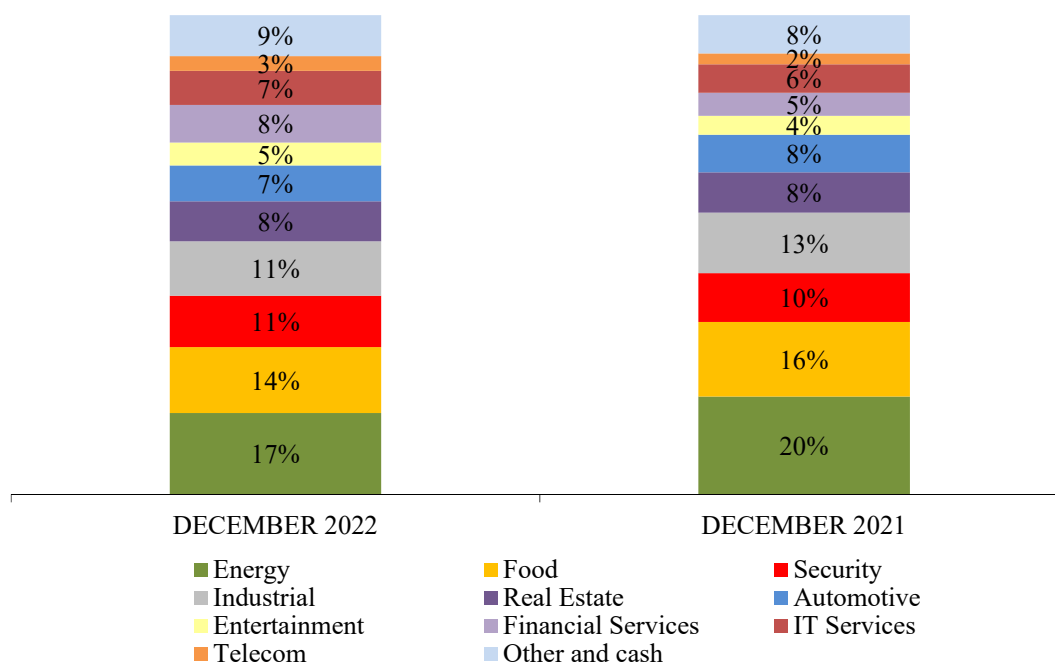
The most representative measure of a company such as Alba is its Net Asset Value (NAV). Calculated according to the criteria normally used in the market, as of 31 December 2022, Alba's NAV before taxes amounted to €5,289 million, representing a decrease of 2.7% in the year. NAV per share⁽¹⁾ ended the year at €89.27 per share, compared to €93.29 per share at the end of 2021.

	<i>Million euros</i>	
	31/12/2022	31/12/2021
Listed holdings	2,885	3,190
Unlisted holdings	1,915	1,647
Real Estate	335	352
Other assets and liabilities	44	63
Net cash	110	182
Net asset value (NAV)	5,289	5,433
Million shares	59.25	58.24
NAV / share	89.27 €	93.29 €

Nuadi, Gesdocument and Grupo Facundo are included at fair value.

The relationship with the Consolidated Balance Sheet is included in the footnotes of the section dedicated to such Consolidated Balance Sheet (pages 7 and 8).

V. DISTRIBUTION OF THE GROSS ASSET VALUE BY SECTOR⁽²⁾(GAV)



(1) The NAV per share is not strictly comparable between both fiscal years as a result of the capital increase carried out in the fiscal year 2022.

(2) Closing price at 31 December 2022 and 2021 for listed companies and external valuation as at 31 December for unlisted companies (except the internal one for in-Store Media) and real estate properties.

VI. CONSOLIDATED RESULTS

CONSOLIDATED INCOME STATEMENT ⁽¹⁾

	Million euros	
	31/12/2022	31/12/2021
Share of net results of associates	231	245
Rental income and other	167	236
<i>Of leases and others</i>	13	13
<i>From other companies by global integration</i>	154	223
Gains from fair value adjustments in Real Estate investments	1	(1)
Profit / (Loss) on asset sales	47	1
Variation in fair value of financial instruments	177	83
Net financial result	15	12
Impairment of financial assets	-	(17)
Sum	638	559
Operating expenses	(172)	(204)
<i>From Alba</i>	(54)	(34)
<i>From other companies by global integration</i>	(118)	(170)
Depreciation	(18)	(29)
<i>From Alba</i>	(1)	(1)
<i>From other companies by global integration</i>	(17)	(28)
Corporate income tax	(1)	(13)
Minority shareholders	(8)	(10)
Sum	(199)	(256)
Net result	439	303
EPS (€)	7.40	5.20

(1) Grupo Facundo and Gesdocument have been consolidated by global integration since the second half of 2022. As of the second quarter of 2022, Satlink and Preving are not part of the consolidation perimeter. In the fiscal year 2021, Satlink, Nuadi and Preving were consolidated by global integration.

CONSOLIDATED BALANCE SHEET ⁽¹⁾

	ASSETS	
	Million euros	
	31/12/2022	31/12/2021
Intangible asstes	190	199
<i>Goodwill</i>	70	79
<i>Other intangible assets</i>	120	120
(a) Real Estate Investments	318	335
(a) Fixed assets	33	31
(b) Investments in Associates	2,717	2,454
(b) Financial assets at fair value through P & L	1,398	996
(c) Other financial investments and other assets	38	41
Deferred tax assets	1	3
Non-current assets	4,695	4,059
Non-current assets held for sale	4	135
Stock	26	23
Outstanding tax refunds	47	39
(b)(c) Other financial assets	374	532
(c) Treasury and temporary financial investments	198	177
Debtors and other assets	45	43
Current assets	694	949
Total assets	5,389	5,008

(1) As of 31 December 2022, Nuadi, Grupo Facundo and Gesdocument are consolidated by global integration. As of 31 December 2021, Satlink, Nuadi and Preving were 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 under NAV.

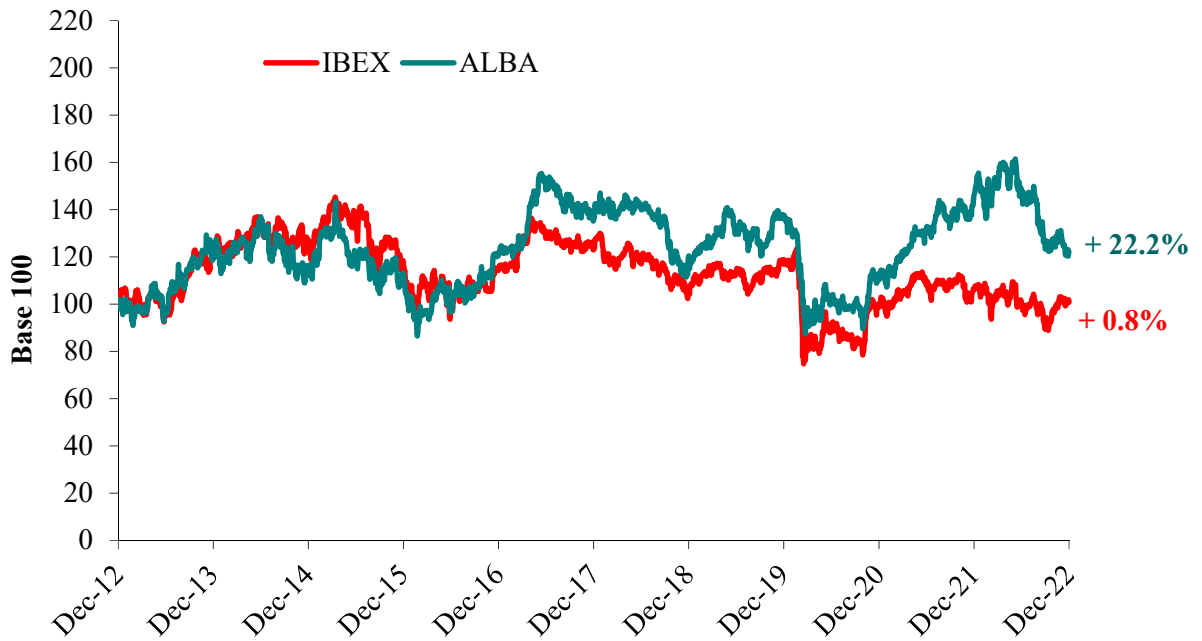
CONSOLIDATED BALANCE SHEET ⁽¹⁾

	LIABILITIES	
	Million euros	
	31/12/2022	31/12/2021
Share capital	59	58
Reserves and treasury stock	4,048	3,679
Earnings for the year	439	303
Minority interests	138	165
Shareholders' equity	4,684	4,205
Other non-current liabilities	9	14
Net deferred tax	57	62
(c) Long-term debts with credit institutions	176	247
Non-current liabilities	242	323
Liabilities related to non-current assets held for sale	1	57
(c) Short-term debts with credit institutions	389	347
Current liabilities	73	76
Current liabilities	463	480
Total shareholders' equity and liabilities	5,389	5,008

(1) As of 31 December 2022, Nuadi, Grupo Facundo and Gesdocument are consolidated by global integration. As of 31 December 2021, Satlink, Nuadi and Preving were fully consolidated. They are included in the NAV at fair value.

(c) This relates to the "Net Cash" heading under NAV.

VII. STOCK PRICE PERFORMANCE



- In 2022, Alba's share price decreased by 16.2%, from €51.50 to €43.15, while the IBEX 35 decreased by 5.6%, up to 8,229 points.

VIII. SUBSEQUENT EVENTS

Since 31 December 2022, no significant event has occurred.