



ALBA: PORTFOLIO AND RESULTS FOR 2023

- In 2023, Alba reported a consolidated net income of €235 million, compared to €436 million of the previous year. This decrease is mainly due to the lower results contributed by some of our investees, the decline in fair value of the real estate investments, lower capital gains on the sale of assets, as well as the accounting impairment recorded in one of our investees. In addition, as a result of the sale of our stake in the management vehicle of the private equity firm Artá Capital¹, the business of Nuadi, Grupo Facundo and Gesdocument were no longer fully consolidated from the second quarter of 2023 onwards.
- The net Asset Value (NAV) increased by 9.6% during the year to €5,797 million at December 31st, 2023, equivalent to €96.12 per share. Alba's share price ended the year at €48.00 per share, representing an 11.2% increase.
- During this period, Alba invested €209 million and sold assets for a total of €34 million, reducing its net cash position¹ to €16 million as of December 31st, 2023.
- In June, a capital increase was approved to accomplish a flexible dividend for a total of €57 million, resulting in: (i) Alba acquired a total of 6,244,550 free allotment rights for €6 million, representing 10.5% of the total; (ii) a capital increase of €51 million was carried out through the issue of 1,060,012 new ordinary shares of €1 par value each (option chosen by the remaining 89.5% of shareholders). As a result, at December 31st, 2023, Alba's share capital was 60,305,186 shares of €1 par value each.

I. OPERATIONS FOR THE YEAR

In 2023, Alba made the following investments:

- Acquisition of an additional 2.0% stake in Technoprobe for €83 million. Technoprobe is a world-leading Italian company, focused on the design and manufacture of probe cards, complex electro-mechanical interfaces used in the testing of microchips in the production process of integrated circuits.
- Acquisition of an additional 2.5% stake in Inmobiliaria Colonial for €77 million. Inmobiliaria Colonial is a Spanish REIT focused on the operation and development of buildings for rent, with a strong presence in the high quality office rental business in the prime and CBD (Central Business District) areas of Paris, Madrid and Barcelona.
- Subordinated loan to Profand of €29 million for the acquisition of an asset in the United States.

¹ As a result of the loss of control of the management vehicle of Artá Capital, SGEIC, S.A.U, the Group has ceased to exercise control over the subgroups of Nuadi, Facundo and Gesdocument, and therefore, from the date of the sale, these subgroups have ceased to be fully consolidated and have been accounted at fair value. As of December 31st, 2022, the aforementioned companies were fully consolidated.

All comments in this document on the cash position refer exclusively to Alba's cash position and do not include the consolidated net indebtedness of the aforementioned companies.

- Other Investments, for a total amount of €20 million.

On the other hand, the following divestments were made during the year:

- The sale of financial investments for a total amount of €28 million.
- The sale of the entire stake (77.1%) in the share capital of Artá Partners, owner of 100% of the shares of Artá Capital, SGEIC, S.A.U., for €6 million.

II. EVOLUTION OF THE MAIN INVESTEE COMPANIES¹

- **Acerinox** obtained sales of €6,608 million, 23.9% less than in 2022 due to the significant reduction of inventories in the sector which already started at the end of last year, mainly in stainless steels. For its part, the High Performance Alloys division performed satisfactorily (+13.9% vs. 2022). Compared to 2022, the steel production fell by 11.3% to 1.9 million tons and cold rolling fell by 15.0% to 1.2 million tons. EBITDA for the year fell to €703 million, 45.0% lower than in the previous year, mainly impacted by the aforementioned decline in revenues in the Stainless division. For its part, the High Performance Alloys division (VDM) maintained its solid results, achieving an all-time record EBITDA. Net profit was €228 million (-59.0% vs. 2022), affected by the impairment recorded in Bahru Stainless for €156 million. Finally, the net financial debt as of December 31st, 2023 was reduced to €341 million (0.5 times the EBITDA of the year). On February 5, Acerinox announced an agreement to acquire a 100% stake of the North American specialty alloys producer Haynes International for \$798 million. This acquisition is expected to be completed in the third quarter of this year.
- **CIE Automotive** registered €3,959 million in revenues in 2023, 3.1% higher than in 2022, supported by the recovery in demand, which has allowed the business to perform well in all geographies except Asia. EBITDA increased to €713 million (+12.6% vs. 2022), expanding its margin to 18.0% (+1.5 p.p. vs. 2022). Despite the increase in financial costs, net profit rose by 6.7% to €320 million. Net financial debt at December 31st, 2023 was €1,135 million, representing a ratio of 1.6 times EBITDA for the year.
- **Ebro Foods** registered sales of €3,084 million in 2023, 3.9% higher than in the previous year, supported by growth in the Rice division (+4.9%) and a performance in the Pasta division in line with the previous year (+0.1%). EBITDA increased to €387 million, 15.7% higher than in 2022, with a significant improvement in terms of margin (+1.3 p.p. vs. 2022) thanks to the stabilization of raw material costs and lower transport and energy costs. The net income reached €187 million, an increase of 53.2% compared to 2022, a year in which the result was affected by the losses on the back of the sale of Roland Monerrat. Net financial debt at December 31st, 2023 fell to €570 million (a ratio of 1.5 times EBITDA for the year) thanks to good operating results and lower working capital requirements.
- **Naturgy** obtained sales of €22,617 million in 2023, 33.4% lower than in 2022, due to the normalization of energy prices, following the unprecedented increase in energy prices in 2022 due to the conflict in Ukraine. EBITDA in 2023 amounted to €5,475 million, 10.5% higher than in the previous year, supported by good results from both liberalized and regulated international activities. Net income in 2023 was €1,986 million, 20.4% higher than in 2022, thanks to the good EBITDA performance previously mentioned, as well as the positive evolution of the financial result thanks to the lower average indebtedness achieved in the period and despite the rise in interest rates. Net financial debt at December 31st, 2023 was €12,090 million (a ratio of 2.2 times EBITDA for the year).

¹ The results of the investees with publicly available information and consolidated by the equity method are presented.

- **Verisure**, which also operates under the brand "Securitas Direct", reported revenues of €3,090 million in 2023, 9.3% higher than in 2022, supported by growth in the customer portfolio and a higher *ARPU* (+1.8% vs. 2022). Adjusted EBITDA¹ from the customer portfolio amounted to €1,885 million, 11.3% higher than in 2022. Total adjusted EBITDA amounted to €1,340 million, 16.4% higher than in the previous year. Net income was €29 million, 31.7% lower than in 2022. Net financial debt as of December 31st, 2023 amounted to €7,408 million (ratio of 5.3 times EBITDA for the last two annualized quarters).
- **Viscofan's** sales in 2023 increased by 2.1% compared to the previous year, to €1,226 million, mainly due to the improvement in the price mix of sales. EBITDA was €268 million, slightly higher than in 2022 (+0.5%), supported by the evolution of revenues and cost control, which offset the lower result obtained in the cogeneration activity and the negative impact of exchange rate variations against the euro. Net profit amounted to €141 million, 1.1% higher than in the previous year. As of December 31st, 2023, Viscofan registered a net bank debt of €138 million (0.5 times EBITDA for the year), compared to €101 million at the end of 2022, due to the increase in working capital needs and dividend payments.

¹ Adjusted EBITDA excludes non-recurring items.

III. EQUITY PORTFOLIO

The composition of Alba's portfolio as of December 31st, 2023 is as follows (millions of euros):

	<u>Stake %</u>	<u>Fair value (1)</u>
LISTED HOLDINGS		3,311
Acerinox	19.29	513
Befesa	8.66	122
CIE Automotive	13.66	421
Ebro Foods	14.52	347
Global Dominion	5.61	28
Inmobiliaria Colonial	5.01	177
Naturgy (2)	5.44	1,076
Technoprobe	5.23	272
Viscofan	14.25	355
Total market value		3,311
Total book value	2,869	
Unrealised gains	442	
UNLISTED HOLDINGS		2,116
Atlantic Aviation	10.45	
ERM	13.72	
Parques Reunidos	24.98	
Profand	23.71	
Verisure (neta de minoritarios)	6.23	
Other and Deyá Capital		
Real Estate		317

(1) Closing price at December 31st, 2023 for listed companies and external valuation at December 31st, 2023 for unlisted companies (except internal for In-Store Media) and real estate.

(2) Includes an indirect shareholding of 5.33% and a direct shareholding of 0.11%.

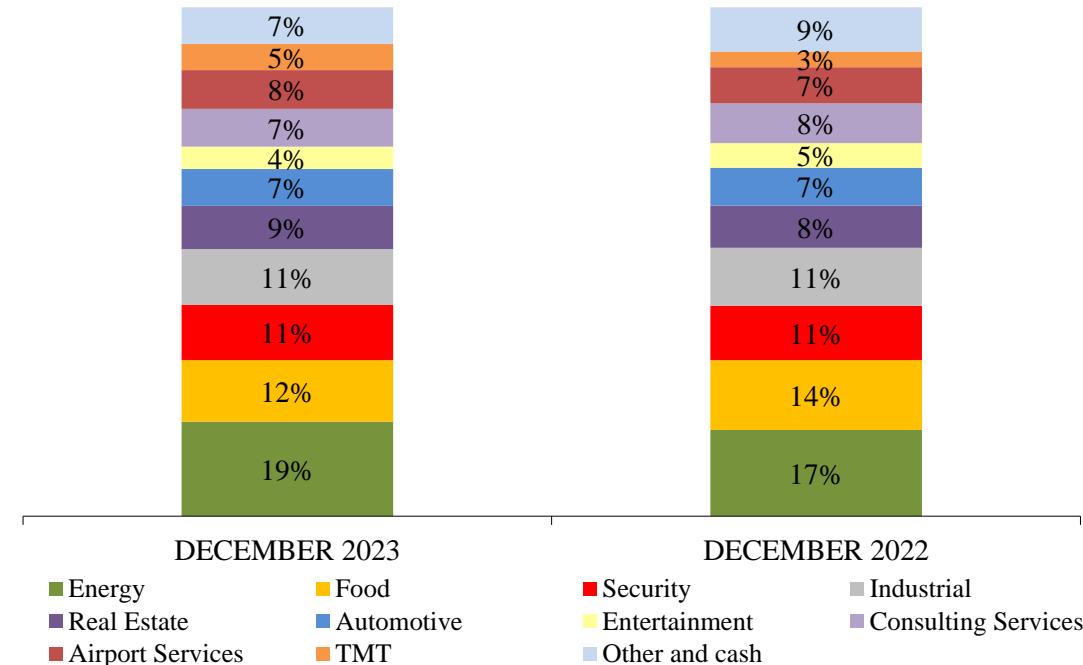
IV. NET ASSETS VALUE (NAV)

Calculated according to the criteria commonly used in the market, at December 31st, 2023, Alba's NAV before taxes amounted to €5,797 million, representing an increase of 9.6% over the year. NAV per share⁽¹⁾ ended the year at €96.12 per share, compared to €89.27 per share at the end of 2022.

	<i>Million euros</i>	
	31/12/2023	31/12/2022
Listed holdings	3,311	2,885
Unlisted holdings	2,116	1,915
Real Estate	317	335
Other assets and liabilities	36	44
Net cash	16	110
Net asset value (NAV)	5,797	5,289
Million shares	60.31	59.25
NAV / share	96.12 €	89.27 €

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

V. SECTORAL DISTRIBUTION OF THE GROSS VALUE OF ASSETS⁽¹⁾ (GAV)



(1) Closing price at December 31st, 2023 for listed companies and external valuation at December 31st, 2023 for unlisted companies (except internal for In-Store Media) and real estate.

VI. CONSOLIDATED RESULTS

CONSOLIDATED INCOME STATEMENT⁽¹⁾

	Million euros	
	31/12/2023	31/12/2022
Share of net results of associates	162	231
Rental income and other	51	167
<i>Of leases and others</i>	16	13
<i>From other companies by global integration</i>	35	154
Gains from fair value adjustments in Real Estate investments	(19)	1
Impairment of financial assets	(42)	(3)
Profit / (Loss) on asset sales	3	48
Variation in fair value of financial instruments	125	177
Net financial result	65	15
Sum	345	636
Operating expenses	(101)	(173)
<i>From Alba</i>	(73)	(54)
<i>From other companies by global integration</i>	(28)	(119)
Depreciation	(4)	(18)
<i>From Alba</i>	(1)	(1)
<i>From other companies by global integration</i>	(3)	(17)
Corporate income tax	(7)	(1)
Minority shareholders	2	(8)
Sum	(110)	(200)
Net result	235	436
EPS (€)	3.90	7.37

(1) The 3-month income statement of Nuadi, Facundo and Gesdocument are fully consolidated. As of December 31st, 2022, the results of Nuadi, Preving and Satlink were fully consolidated; in the case of Preving and Satlink, only 3-month results were included.

CONSOLIDATED BALANCE SHEET ⁽¹⁾

	<u>ASSETS</u>	Million euros	
		31/12/2023	31/12/2022
	Intangible assets	-	199
	<i>Goodwill</i>	-	75
	<i>Other intangible assets</i>	-	124
(a)	Real Estate Investments	301	318
(a)	Fixed assets	1	22
(b)	Investments in Associates	2,718	2,652
(b) (c)	Financial assets at fair value through P & L	1,831	1,364
	Other financial investments and other assets	94	72
	Deferred tax asset	-	1
	Non-current assets	4,945	4,628
(a) (b)	Non-current assets held for sale	-	4
	Stock	-	26
(c)	Other financial assets	68	374
(c)	Treasury and temporary financial investments	338	198
	Debtors and other assets	40	93
	Current assets	446	695
	Total assets	5,391	5,323

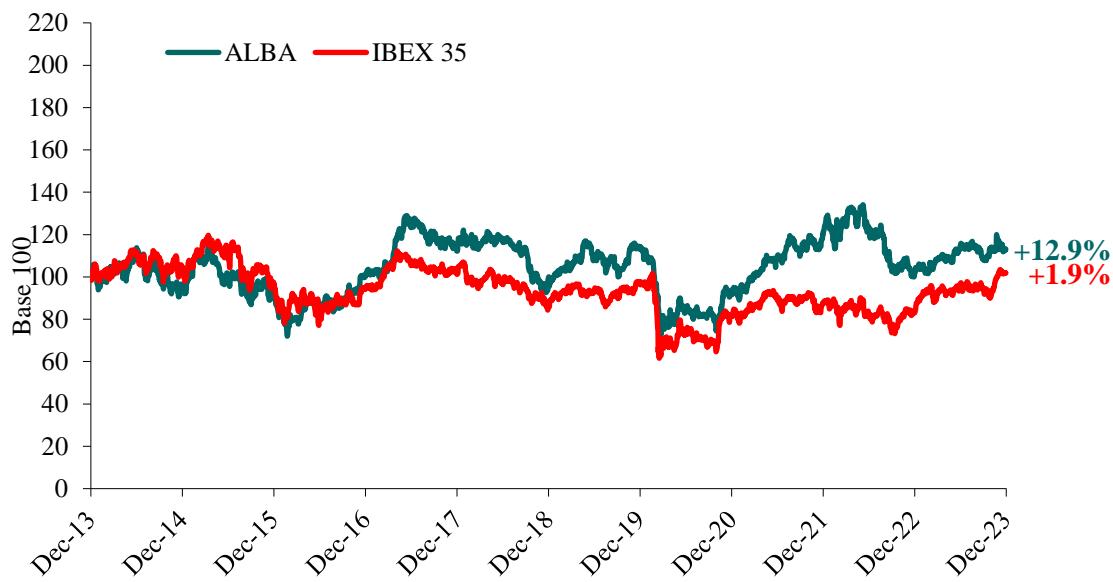
-
- (1) As of December 31st, 2022, Nuadi, Facundo and Gesdocument were fully consolidated. They were included at fair value in the NAV.
- (a) Corresponds to the "Real Estate" line in the NAV, excluding Alba's headquarters.
 - (b) Corresponds to the "Listed securities" and "Unlisted securities" lines of the NAV.
 - (c) Corresponds to the "Net cash" lines in the NAV.

CONSOLIDATED BALANCE SHEET ⁽¹⁾

	LIABILITIES	Million euros	
		31/12/2023	31/12/2022
	Share capital	60	59
	Reserves and treasury stock	4,432	3,986
	Earnings for the year	235	436
	Minority interests	60	138
	Shareholders' equity	4,787	4,619
	Other non-current liabilities	31	23
	Net deferred tax	25	56
(c)	Long-term debts with credit institutions	70	162
	Non-current liabilities	126	241
(b)	Liabilities linked to non-current assets held for sale	-	1
(c)	Short-term debts with credit institutions	445	389
	Current liabilities	33	73
	Current liabilities	478	463
	Total shareholders' equity and liabilities	5,391	5,323

-
- (1) As of December 31st, 2022, Nuadi, Facundo and Gesdocument were fully consolidated. They were included at fair value in the NAV.
- (b) Corresponds to the "Listed securities" and "Unlisted securities" lines of the NAV.
- (c) Corresponds to the "Net cash" line in the NAV.

VII. STOCK MARKET PERFORMANCE



- In 2023, Alba's share price rose 11.2%, from €43.15 to €48.00. In the same period, the IBEX 35 index increased 22.4% to 10,102 points.

VIII. POST-CLOSING EVENTS

No significant events have occurred since December 31st, 2023.