

PERIOD	1ST HALF
YEAR	2022

ANNEX I

GENERAL

1ST

SEMESTRAL FINANCIAL INFORMATION TO THE YEAR

2022

CLOSE OF PERIOD DATE

30/06/2022

I.- IDENTIFYING DATA

Corporate Name: Miquel y Costas & Miquel, S.A.

REGISTERED ADDRESS

Tuset 10, 7^a - 08006 Barcelona

COMPANY TAX CODE

A-08020729

II.- COMPLEMENTARY INFORMATION PERIODIC INFORMATION TO PREVIOUSLY PUBLISHED

Explanation of the main modifications to the previously published information:

III.- DECLARATION BY OF RESPONSIBLE FOR THE INFORMATION

Comments on the declaration:

To the best of our knowledge, the summary annual accounts that are presented, prepared in accordance with the principles applicable accounting standards, offer a true and fair view of the equity, financial situation, and results of the issuer, or of the companies included in the consolidation taken as a whole, and the interim management report includes a faithful analysis of the required information.

Person/s who assume or taken responsibility for this information:

In accordance with the power delegated by the Board of Directors, the Secretary of the Board certifies that the directors have signed the Semestral Annual Financial Report

Name/ Corporate Name	Position
Mr. Jorge Mercader Miró	Chairman
Joanfra, S.A.	Director
Mr. Francisco Javier Basañez Villaluenga	Director
Mr. Claudio Aranzadi Martinez	Director
Mr. Álvaro de la Serna Corral	Director
Mrs. Marta Lacambra i Puig	Director
Mr. Eusebio Díaz-Morera Puig-Sureda	Director
Mr. Joaquin Coello Brufau	Director
Mr. Jorge Mercader Barata	Vice President
Mr. Joaquin Faura Batlle	Director
Mrs. Victoria Lacasa Estébanez	Non-Counselor Secretary

Date of signing of this Interim Financial report for the relevant Board of Directors: 27/09/2022

IV.- SELECT FINANCIAL INFORMATION

1.- INDIVIDUAL BALANCE SHEET 1/2 (THE CURRENT NATIONAL FINANCIAL REPORTING STANDARDS)

Units: Thousand Euros

ASSETS		CURRENT YEAR 30/06/2022	PREVIOUS YEAR 31/12/2021
A) TOTAL NON-CURRENT ASSETS	0040	157,070	152,947
1. Intangible fixed assets	0030	989	959
a) Goodwill	0031		
b) Other intangible assets	0032	989	959
2. Tangible fixed assets	0033	84,609	84,525
3. Investment property	0034		
4. Investments in group companies and associated long-term	0035	44,799	44,640
5. Non-current Financial assets	0036	25,771	21,925
6. Deferred tax assets	0037	902	898
7. Other non-current assets	0038		
B) CURRENT ASSET	0085	195,315	189,139
1. Non-Current Assets Classified as held for sale	0050		
2. Stocks	0055	49,468	43,684
3. Trade debtors and other accounts receivable	0060	56,968	46,742
a) Customers by sales and services	0061	50,794	46,552
b) Other debtors	0062	6,174	190
c) Current tax asset	0063		
4. Investments in group companies and associated short-term	0064	15,938	18,537
5. Short-term financial investments	0070	64,560	74,296
6. Time Period adjustment a Short-term	0071	4	3
7. Cash and cash equivalent	0072	8,377	5,877
TOTAL ASSETS (A+B)	0100	352,385	342,086

Comments:

IV.- SELECT FINANCIAL INFORMATION

1.- INDIVIDUAL BALANCE SHEET 2/2 (THE CURRENT NATIONAL FINANCIAL REPORTING STANDARDS)

Units: Thousand Euros

LIABILITIES AND EQUITY		CURRENT YEAR 30/06/2022	PREVIOUS YEAR 31/12/2021
A) NET EQUITY	0195	221,863	213,854
A.1) Common Stocks	0180	220,358	213,327
1. Capital	0171	80,000	80,000
a) Subscribed capital	0161	80,000	80,000
b) Less: uncalled capital	0162		
2. Share premium	0172		
3. Retained earnings	0173	137,705	118,182
4. Minus: Own Shares	0174	(16,401)	(13,372)
5. Results of previous year	0178		
6. Other contributions from shareholders	0179		
7. Result of the period	0175	18,469	36,315
8. Minus: Interim dividend	0176		(8,400)
9. Other instruments net equity	0177	585	602
A.2) Valuation adjustments	0188	55	138
1. Financial assets available for sale	0181		
2. Hiding Operations	0182		
3. Others	0183	55	138
A.3) Grants, donations and bequests received	0194	1,450	389
B) NON-CURRENT LIABILITIES	0120	44,827	29,545
1. Long-term provisions	0115	378	450
2. Long-term debt	0116	42,527	27,527
a) Issue of Debentures and Other Marketable Securities	0131	42,527	27,527
b) Other financial liabilities	0132		
3. Debts with group and associated companies in a long-term	0117		
4. Deferred tax liabilities	0118	1,659	1,305
5. Other liabilities	0135		
6. Time Period adjustment a Long-Term	0119	263	263
C) CURRENT LIABILITIES	0130	85,695	98,687
1. Liabilities Directly Associate with Non-Current Assets classified as held for sale	0121		
2. Short-terms Provisions	0122	2,530	1,030
3. Short-term financial debt	0123	13,813	13,403
a) Borrowing with banks and bonds and other securities	0133	7,069	10,848
b) Other financial liabilities	0134	6,744	2,555
4. Debts with enterprises and associated short-term	0129	28,777	42,774
5. Trade creditors and other accounts payable	0124	41,075	41,480
a) Suppliers	0125	32,261	24,688
b) Other creditors	0126	8,263	16,214
c) Current earning tax liabilities	0127	578	578
6. Other current liabilities	0136		
07. Time period adjustment short-term	0128		
TOTAL NET LIABILITY	0200	352,385	342,086

Comments:

IV.- SELECT FINANCIAL INFORMATION
2.- INDIVIDUAL PROFIT AND LOSS ACCOUNT
(THE CURRENT NATIONAL FINANCIAL REPORTING STANDARDS)

Units: Thousand Euros

		Current Year (2 ^{on} half)	Previous Year (2 ^{on} Half)	Accumulated Current 30/06/2022	Accumulated Previous 30/06/2021
(+) Net Turnover	0205			107,946	94,605
(+/-) Variation in stocks of finished goods and work in progress	0206			3,545	(156)
(+) Work done by the company for its active	0207			220	297
(+) Supplies	0208			(46,880)	(37,463)
(+) Other operating income	0209			372	2,693
(+) Personnel costs	0217			(14,593)	(15,062)
(-) Other operating expenses	0210			(32,931)	(20,221)
(-) Depreciation of fixed assets	0211			(4,568)	(4,514)
(+) Imputation of capital grants and others	0212				
(+) Excess of provisions	0213				
(+/-) Result on Disposal or Valuation of Non-Current Assets	0214			73	(150)
(+/-) Other results	0215				
= OPERATING RESULTS	0245			13,184	20,029
(+) Financial income	0250			8,426	9,072
(-) Financial expenses	0251			(153)	(145)
(+/-) Variation in fair value of financial instruments	0252				
(+/-) Exchange rate differences	0254			121	(68)
(+/-) Results on Disposal of Financial Assets	0255				
= FINANCIAL RESULTS	0256			8,394	8,859
= PROFITS BEFORE TAX	0265			21,578	28,888
(+/-) Profit tax expenses	0270			(3,109)	(4,812)
= PROFITS / (LOSS) FOR THE PERIOD OF CONTINUING OPERATIONS	0280			18,469	24,076
(+/-) Result after discontinued Operations Tax (net)	0285				
= PROFIT OF THE YEAR	0300			18,469	24,076

		Amount (X.XX Euros)	Amount (X.XX Euros)	Amount (X.XX Euros)	Amount (X.XX Euros)
Basic	0290			0.48	0.61
Diluted	0295			0.48	0.61

Comments:

Earnings per share reported in the first half of 2021 have been adjusted (for comparative purposes) to reflect the impact of the capital increase and reduction carried out in the second half of 2021.

IV.- SELECT FINANCIAL INFORMATION
3.- STATEMENTS OF INCOME AND EXPENSES RECOGNIZED INDIVIDUALLY
A. STATEMENTS OF INCOME AND EXPENSES RECOGNIZED INDIVIDUALLY (THE CURRENT NATIONAL FINANCIAL REPORTING STANDARDS)

Units: Thousand Euros

		CURRENT YEAR 30/06/2022	PREVIOUS YEAR 31/06/2021
A) PROFIT / LOSS OF FINANCIAL	0305	18,469	24,076
B) INCOME AND EXPENSES CHARGED DIRECTLY TO EQUITY	0310	978	209
1. Valuation of financial instruments	0320		
a) Financial assets classified as held for sale	0321		
b) Other incomes / expenses	0323		
2. Hedging operations	0330		
3. Grants, donations and bequests received	0340	1,415	279
4. Actuarial gains and losses another adjustment	0344	(83)	
5. Other income and expenses charged directly to equity	0343		
6. Tax Rate Effect	0345	(354)	(70)
C) TRANSFERS TO THE PROFIT AND LOSS ACCOUNT	0350		
1. Valuation of financial instruments	0355		
a) Financial assets classified as held for sale	0356		
b) Other / income (expenses)	0358		
2. Hedging operations	0360		
3. Grants, donations and bequests received	0366		
4. Other income and expenses charged directly to equity	0365		
5. Tax Rate Effect	0370		
TOTAL INCOME (A+B+C)	0400	19,447	24,285

Comments:

IV.- SELECT FINANCIAL INFORMATION
3.- STATEMENTS OF CHANGE IN EQUITY INDIVIDUAL
B. STATEMENTS OF CHANGE IN EQUITY INDIVIDUAL (1/2) (THE CURRENT NATIONAL FINANCIAL REPORTING STANDARDS)

Units: Thousand Euros

CURRENT YEAR		Own Funds					Adjustments for change in value	Grants and donations and bequests received	Total Net Equity
		Share Capital	Stock premium and reserves	Shares and stocks in their own Equity	Results of exercise	Other equity instruments of net assets			
OPENING BALANCE AT 01/07/2017	3010	80,000	109,782	(13,372)	36,315	602	138	389	213,854
Adjustments for change in accounting principle	3011								
Adjustments by mistake	3012								
Opening balance adjusted	3015	80,000	109,782	(13,372)	36,315	602	138	389	213,854
I. Total Income / (expenses)	3020				18,469		(83)	1,061	19,447
II. Operations with shareholder	3025			(3,029)					(3,029)
1. Increase (Decrease) of capital	3026								
2. Conversion of financial liabilities in net liabilities	3027								
3. Distribution of dividends	3028								
4. Operations with company's own shares (net)	3029			(3,029)					(3,029)
5. Increase (Decrease) by business combination	3030								
6. Other operation with shareholders	3032								
III. Other changes in equity	3035		27,923		(36,315)	(17)			(8,409)
1. Payment based in equity instruments	3036								
2. Transfers between items of net equity	3037								
3. Other changes	3038		27,923		(36,315)	(17)			(8,409)
Closing Balance at 31/12/17	3040	80,000	137,705	(16,401)	18,469	585	55	1,450	221,863

Comments:

IV.- SELECT FINANCIAL INFORMATION
3.- STATEMENTS OF CHANGE IN EQUITY INDIVIDUAL
B.. STATEMENTS OF CHANGE IN EQUITY INDIVIDUAL (2/2)
(THE CURRENT NATIONAL FINANCIAL REPORTING STANDARDS)
(THE CURRENT NATIONAL FINANCIAL REPORTING STANDARDS)

Units: Thousand Euros

PREVIOUS YEAR		OWN FUNDS					Adjustments for change in value	Grants and donations and bequests received	Total net equity
		Share Capital	Stock premium and reserves	Shares and stocks in their own Equity	Results of exercise	Other equity instrument of net assets			
OPENING BALANCE AT 01/07/2017	3050	62,000	138,268	(30,991)	30,629	479		226	200,611
Adjustments for change in accounting principle	3051								
Adjustments by mistake	3052								
Opening balance adjusted	3055	62,000	138,268	(30,991)	30,629	479		226	200,611
I.Total Income / (expenses)	3060				24,076			209	24,285
II. Operations with shareholder	3065		(7,100)	(4,036)					(11,136)
1.Increase (Decrease) of capital	3066								
2.Conversion of financial liabilities in net liabilities	3067								
3.Distribution of dividends	3068		(7,100)						(7,100)
4.Operations with company's own shares (net)	3069			(4,036)					(4,036)
5.Increase(Decrease) by business combination	3070								
6.Other operation with shareholders	3072								
III. Other changes in equity	3075		30,629		(30,629)	122			122
1.Payment based in equity instruments	3076					122			122
2.Transfers between items of net equity	3077								
3.Other changes	3078		30,629		(30,629)				
Closing Balance at 31/12/2018	3080	62,000	161,797	(35,027)	24,076	601		435	213,882

Comments:

IV.- SELECT FINANCIAL INFORMATION
4. - CASH FLOW STATEMENTS INDIVIDUAL
(THE CURRENT NATIONAL FINANCIAL REPORTING STANDARDS)

Units: Thousand Euros

		CURRENT YEAR 30/06/2022	PREVIOUS YEAR 30/06/2021
A) CASH FLOWS FROM THE ACTIVITIES OF PROFIT TAX	0435	476	16,607
1. Profit before tax	0405	21,578	28,888
2. Adjusts by results	0410	(3,778)	(5,134)
(+) Depreciation of fixed assets	0411	4,568	4,514
(+/-) Others adjustments results	0412	(8,346)	(9,648)
3. Changes in capital flow	0415	(8,335)	1,682
4. Cash Flow	0420	(8,989)	(8,829)
(-) Interest payment	0421	(98)	(199)
(+) Dividend collection	0422		
(+) Interest collection	0423	586	861
(+/-) Payment profit tax	0430	(9,477)	(9,491)
(+/-) Other payment in activities of depreciation and amortization	0425		
B) CASH FLOW FROM INVESTMENT (1+2)	0460	1,143	2,530
1. Payment for investment	0440	(64,364)	(44,115)
(-) Companies Group, associates and business units	0441		5,678
(-) Intangible fixed assets and investment property	0442	(4,604)	(5,284)
(-) Other financial assets	0443	(59,760)	(44,509)
(-) Non-current assets and liabilities that have been classified as held for sale	0459		
(-) Other assets	0444		
2. Des-investments by collection	0450	65,507	46,645
(+) Companies Group, associates and business units	0451		
(+) Intangible fixed assets and investment property	0452		
(+) Other financial assets	0453	65,507	46,645
(-) Non-current assets and liabilities that have been classified as held for sale	0461		
(+ Other assets	0454		
C) CASH FLOW USED IN FINANCIAL ACTIVITIES (1+2+3)	0490	881	(8,471)
1. Collection and payment for equity instruments	0470	(1,614)	(3,757)
(+) Issue	0471		
(-) Depreciation and amortization	0472		
(-) Acquisition	0473	(3,029)	(4,036)
(+) Disposition	0474		
(+) Grants, donations and bequests received	0475	1,415	279
2. Payment for liability instruments	0480	6,149	(1,898)
(+) Issue	0481	15,000	17,000
(-) Return and redemption	0482	(8,851)	(18,898)
3. Dividend payment and pay other equity instruments	0485	(3,654)	(2,816)
D) EFFECT OF CHANGES IN EXCHANGE RATES	0492		
E) INCREASE/DECREASE IN NET CASH AND EQUIVALENTS	0495	2,500	10,666
F) CASH AND EQUIVALENTS AT THE BEGINNING OF THE PERIOD	0499	5,877	7,141
G) CASH AND EQUIVALENT AT END OF THE PERIOD (E+F)	0500	8,377	17,807

COMPONENTS OF THE CASH AND EQUIVALENT AT THE END OF THE PERIOD		CURRENT YEAR 30/06/2022	PREVIOUS YEAR 30/06/2021
(+) Cash and banks	0550	8,377	17,807
(+) Other financial assets	0552		
(-) Less: bank overdrafts repayable in sight	0553		
CASH AND EQUIVALENT AT END OF THE PERIOD	0600	8,377	17,807

Comments:

IV.- SELECT FINANCIAL INFORMATION

5.- CONSOLIDATED BALANCE SHEET 1/2 (IFRS ADOPTED)

Units: Thousand Euros

ASSETS		CURRENT YEAR 30/06/2022	PREVIOUS YEAR 31/12/2021
A) TOTAL NON-CURRENT ASSETS	1040	225,541	221,816
1. Intangible fixed assets	1030	3,375	3,132
a) Goodwill	1031		
b) Other intangible assets	1032	3,375	3,132
2. Tangible Fixed assets	1033	179,503	176,398
3. Investment property	1034		
4. Investments in group companies and associated long-term	1035		
5. Non-current Financial assets	1036	38,616	38,226
a) air value through profit or loss in its results	1047		
of which "designated at the initial moment"	1041		
b) air value through profit or loss in other integral results	1042	19,309	22,865
of which "designated at the initial moment"	1043		
c) at amortized cost	1044	19,307	15,361
6. Non-current Derivative	1039		
a) hedging derivative	1045		
b) Others	1046		
7. Deferred tax assets	1037	2,337	2,350
8. Other non-current assets	1038	1,710	1,710
B) CURRENT ASSET	1085	251,544	231,861
1. Non-Current Assets Classified as held for sale	1050		
2. Stocks	1055	97,243	89,174
3. Trade debtors and other accounts receivable	1060	70,236	56,510
a) Customers by sales and services	1061	69,949	56,270
b) Other debtors	1062	287	240
c) Current tax asset	1063		
4. Non-current Financial assets	1070	64,847	74,809
d) air value through profit or loss in its results	1080		
of which "designated at the initial moment"	1081		
e) air value through profit or loss in other integral results	1082		
of which "designated at the initial moment"	1083		
f) at amortized cost	1084	64,847	74,809
5. Non-current Derivative	1076		
c) hedging derivative	1077		
d) Others	1078		
6. Other Current Assets	1075	10,424	4,935
7. Cash and cash equivalent	1072	8,794	6,433
TOTAL ASSETS (A+B)	1100	477,085	453,677

Comments:

V.- SELECT FINANCIAL INFORMATION

5.- CONSOLIDATED BALANCE SHEET 2/2 (IFRS ADOPTED)

Units: Thousand Euros

LIABILITIES AND EQUITY		CURRENT YEAR	PREVIOUS YEAR
		30/06/2022	30/06/2021
A) NET EQUITY	1195	326,295	322,897
A.1) Common Stocks	1180	334,696	328,616
1. Capital	1171	80,000	80,000
a) Subscribed capital	1161	80,000	80,000
b) Less: uncalled capital	1162		
2. Share premium	1172		
3. Reserves	1173	252,963	218,994
4. Minus: Own shares and equity instruments	1174	(16,401)	(13,373)
5. Results of previous year	1178		
6. Other contributions from shareholders	1179		
7. Equity attributable to results of the Parent	1175	17,549	50,792
8. Minus: Interim dividends	1176		(8,400)
9. Other equity instruments	1177	585	603
A.2) Valuation adjustments	1188	(8,401)	(5,719)
1. Items that are not reclassified to the result of the period	1186	(4,791)	(884)
a) Equity instruments with changes in other comprehensive income	1185	(4,791)	(884)
b) Others	1190		
2. Items that are reclassified to the result of the period	1187	(3,610)	(4,835)
a) hedging transactions	1182		
b) conversion differences	1184	(3,610)	(4,835)
c) Investments in other comprehensive income for investments in joint ventures and other	1192		
d) debt instruments at fair value with changes in other comprehensive income	1191		
e) Non-Current Other liabilities	1183		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	1189	326,295	322,897
A.3) MINORITY INTERESTS	1193		
B) NON-CURRENT LIABILITIES	1120	64,972	47,132
1. Grants	1117	3,648	1,271
2. Long-Term provisions	1115	259	414
3. Long-Term debt	1116	56,947	41,564
a) Issue of Debentures and Other Marketable Securities	1131	56,947	41,564
b) Other financial liabilities	1132		
4. Deferred tax liabilities	1118	2,647	2,756
5. Non-current Derivative	1145	296	228
f) hedging derivative	1146	296	228
g) Others	1147		
6. Current Other liabilities	1135	1,175	899
C) CURRENT LIABILITIES	1130	85,818	83,648
1. Liabilities Directly Associate with Non-Current Assets classified as held for sale	1121		
2. Short-term provisions	1122	4,944	2,256
3. Short-term financial debt	1123	14,739	16,467
a) Borrowing with banks and bonds and other securities	1133	10,339	16,467
b) Other financial liabilities	1134	4,400	
4. Trade creditors and other accounts payable	1124	53,143	43,255
a) Suppliers	1125	52,107	42,219
c) Other creditors	1126		
c) Current earning tax liabilities	1127	1,036	1,036
5. Current Derivative	1145		
h) hedging derivative	1146		
i) Others	1147		
6. Other current liabilities	1136	12,992	21,670
TOTAL LIABILITY AND SHAREHOLDER'S EQUITY (A+B+C)	1200	477,085	453,677

Comments:

IV.- SELECT FINANCIAL INFORMATION

6.- STATEMENT OF THE CONSOLIDATED REGULATIONS (IFRS ADOPTED)

Units: Thousand Euros

		CURRENT YEAR (2 ND HALF)	PREVIOUS YEAR (2 ND HALF)	CURRENT ACCUMULATED 30/06/2022	PREVIOUS ACCUMULATED 30/06/2021
(+) Net Turnover	1205			175,084	158,180
(+/-) Variation in stocks of finished goods and work in progress	1206			6,687	(2,458)
(+) Work done by the company for its active	1207			627	601
(+) Supplies	1208			(64,634)	(51,007)
(+) Other operating income	1209			3,209	1,736
(+) Personnel costs	1217			(24,386)	(25,001)
(-) Other operating expenses	1210			(64,886)	(35,550)
09(-) Depreciation of fixed assets	1211			(9,003)	(8,984)
(+) Imputation of capital grants and others	1212				
(+/-) Impairment losses	1214				
(+/-) Result from disposals of fixed asset	1216			75	(130)
(+/-) Other results	1215			51	17
= OPERATING RESULTS	1245			22,804	37,404
(+) Financial income	1250			793	852
a) Interest income calculated according to the effective interest rate method	1262			392	551
b) Others	1263			401	301
(-) Financial expenses	1251			(226)	(244)
(+/-) Variation in fair value of financial instruments	1252				
(+/-) Result derived from the reclassification of financial assets at amortized cost to financial assets at fair value	1258				
(+/-) Result derived from the reclassification of financial assets at fair value with changes in other comprehensive income to financial assets at fair value	1259				
(+/-) Exchange rate differences	1254			(297)	(301)
(+/-) Results on Disposal of Financial Assets	1255				
(+/-) Result from disposals of financial instruments	1257				
a) financial instruments at amortized cost	1260				
b) Others financial instruments	1261				
= FINANCIAL RESULTS	1256			270	307
Other Results / Loss	1253			17	5
= PROFITS BEFORE TAX	1265			23,091	37,716
(+/-) Profit Tax Expenses	1270				
= PROFITS / (LOSS) FOR THE PERIOD OF CONTINUING OPERATIONS	1280			23,091	37,716
(+/-) Result after discontinued Operations Tax (net)	1285			(5,542)	(8,844)
= CONSOLIDATED RESULTS OF YEAR	1288			17,549	28,872
a) Result attributable to the parent entity	1300			17,549	28,872
b) Result attributable to minority interests	1289				

EARNINGS PER SHARE		Amount (X.XX Euros)	Amount (X.XX Euros)	Amount (X.XX Euros)	Amount (X.XX Euros)
Basic	1290			0.46	0.73
Diluted	1295			0.46	0.73

Comments:

Earnings per share reported in the first half of 2021 have been adjusted (for comparison purposes) to reflect the impact of the capital increase and reduction carried out in the second half of 2021

IV.- SELECT FINANCIAL INFORMATION

7.- OTHER CONSOLIDATED COMPREHENSIVE RESULT (IFRS ADOPTED)

Units: Thousand Euros

		CURRENT YEAR (2 ND HALF)	PREVIOUS YEAR (2 ND HALF)	CURRENT ACCUMULATED 30/06/2022	PREVIOUS ACCUMULATED 30/06/2021
A) PROFIT/LOSS FOR THE YEAR				17,549	28,872
B) INCOME AND EXPENSES CHARGED DIRECTLY TO EQUITY	1310			(3,907)	431
1. Revaluation of tangible and intangible assets	1311				
2. Actuarial gains and losses and other adjustments	1344				
3. Entities rated by the method of participation	1342				
4.	1346			(3,907)	431
5. Other income and expenses charged directly to equity	1343				
6. Tax Rate Effect	1345				
C) OTHER GLOBAL RESULTS - ITEMS THAT CAN BE RECLASSIFIED AFTER THE RESULTS OF THE PERIOD	1350			1,225	
1. Cash flow hedges	1360				
a) Valuation profit / losses	1361				
b) Amounts transferred to the profit and loss account	1362				
c) Amounts transferred to the initial value of the hedged items	1363				
d) Other classifications	1364				
2. Conversion differences	1365			1,225	
a) Valuation profit / losses	1366			1,225	
b) Amounts transferred to the profit and loss account	1367				
c) Other classifications	1368				
3. Participation in other comprehensive income recognized by investments in joint and associated businesses	1370				
a) Valuation profit / losses	1371				
b) Amounts transferred to the profit and loss account	1372				
c) Other classifications	1373				
4. Debt instruments at fair value with changes in other comprehensive income	1381				
d) Valuation profit / losses	1382				
e) Amounts transferred to the profit and loss account	1383				
f) Other classifications	1384				
5. Other income and expenses that may be reclassified after the period result	1375				
g) Valuation profit / losses	1376				
h) Amounts transferred to the profit and loss account	1377				
i) Other classifications	1378				
6. Tax Effect	1380				
TOTAL INCOME (A+B+C)	1400			14,867	29,303
a) Attributable to the dominant entity	1398			14,867	29,303
b) Attributable to minority interests	1399				

Comments:

IV.- SELECT FINANCIAL INFORMATION

8.- STATES OF CHANGES IN EQUITY CONSOLIDATION (IFRS ADOPTED) 1/2

Units: Thousand Euros

ACTUAL PERIOD	Net patrimony attributed to the dominant entity						Adjustments for change in value	Minority Interests	Total equity
	Own Funds								
	Share Capital	Return of capital	Shares and stocks in their own heritage	Results of exercise attributable to Parent Company	Other equity instruments				
OPENING BALANCE 01/07/2016	3110	80,000	210,594	(13,373)	50,792	603	(5,719)		322,897
Adjustments for change in accounting principle	3111								
Adjustments by mistake	3112								
Opening balance adjusted	3115	80,000	210,594	(13,373)	50,792	603	(5,719)		322,897
Total Income	3120				17,549		(2,682)		14,867
Operations with shareholder	3125		(8,400)	(3,028)					(11,428)
Increase/(Decrease) of capital	3126								
Conversion of financial liabilities in net liabilities	3127								
Distribution of dividends	3128		(8,400)						(8,400)
Operations with company's own shares (net)	3129			(3,028)					(3,028)
Increase/ (Decrease) by business combination	3130								
Other operation with shareholders	3132								
Other changes in equity	3135		50,769		(50,792)	(18)			(41)
Payment based in equity instruments	3136								
Transfers between items of net equity	3137								
Other changes	3138		50,769		(50,792)	(18)			(41)
Closing Balance 31/12/2016	3140	80,000	252,963	(16,401)	17,549	585	(8,401)		326,295

Comments:

IV.- SELECT FINANCIAL INFORMATION

8.- STATES TOTAL CHANGES IN EQUITY CONSOLIDATION (INFI ADOPTED) 2/2

Units: Thousand Euros

PREVIOUS PERIOD		Shareholder's Equity					Adjustments for change value	Minority Interests	Total Equity
		Share Capital	Share and premium reserves	Shares and stocks in their own heritage	Results of exercise attributable to Parent Company	Other equity instruments			
OPENING BALANCE 01/07/2016	3150	62,000	218,713	(30,991)	44,878	479	(1,452)	293,627	
Adjustments for change in accounting principle	3151								
Adjustments by mistake	3152								
Opening balance adjusted	3155	62,000	218,713	(30,991)	44,878	479	(1,452)	293,627	
Total Income	3160				28,872		431	29,303	
Operations with shareholder	3165		(7,100)	(4,036)				(11,136)	
Increase/(Decrease) of capital	3166								
Conversion of financial liabilities in net liabilities	3167								
Distribution of dividends	3168		(7,100)	(4,036)				(7,100)	
Operations with company's own shares (net)	3169							(4,036)	
Increase/ (Decrease) by business combination	3170								
Other operation with shareholders	3172								
Other changes in equity	3175		45,407		(44,878)	122		651	
Payment based in equity instruments	3176								
Transfers between items of net equity	3177								
Other changes	3178		45,407		(44,878)	122		651	
Closing Balance 31/12/2016	3180	62,000	257,020	(35,027)	28,872	601	(1,021)	312,445	

Comments:

IV.- SELECT FINANCIAL INFORMATION

9. A.- STATE OF CONSOLIDATED CASH FLOWS (INDIRECT METHOD) 1/2

Units: Thousand Euros

		CURRENT YEAR 30/06/2022	PREVIOUS YEAR 30/06/2021
A) CASH FLOWS FROM THE ACTIVITIES OF PROFIT TAX	1435	6,517	33,517
1. Profit before tax	1405	23,091	37,716
2. Adjusts by results	1410	6,815	7,956
(+) Depreciation of fixed assets	1411	9,003	8,983
(+/-) Others adjustments results	1412	(2,188)	(1,027)
3. Changes in capital flow	1415	(14,984)	(4,340)
4. Cash Flow	1420	(8,405)	(7,815)
(-) Interest payment	1421	(213)	(235)
(+) dividend payments and pay other equity instruments	1430		
(+) Dividend collection	1422	257	1
(+) Interest collection	1423	552	713
(+/-) Payment / collect profit tax	1424	(9,477)	(9,491)
(+/-) Other payment in activities of depreciation and amortization	1425	476	1,197
B) CASH FLOW FROM INVESTMENT (1+2)	1460	(5,762)	(11,505)
1. Payment for investment	1440	(71,887)	(58,039)
(-) Companies Group, associates and business units	1441	(16)	(5)
(-) Intangible fixed assets and investment property	1442	(11,670)	(8,108)
(-) Other financial assets	1443	(60,201)	(49,926)
(-) Other assets	1444		
2. Des-investments by collection	1450	66,125	46,534
(+) Companies Group, associates and business units	1451		69
(+) Intangible fixed assets and investment property	1452	75	
(+) Other financial assets	1453	66,050	46,465
(+) Non-current assets and liabilities that have been classified as held for sale	1461		
(+) Other assets	1454		
3. Other streams assets in investing activities	1455		
(+) Dividends collect	1456		
(+) Investments collect	1457		
(+/-) Others payments / collects in activities of investments	1458		
C) CASH FLOW USED IN FINANCIAL ACTIVITIES (1+2+3)	1490	1,606	(11,082)
1. Collection and payment for equity instruments	1470	(3,029)	(4,036)
(+) Issue	1471		
(-) Depreciation and amortization	1472		
(-) Acquisition	1473	(3,029)	(4,036)
(+) Disposition	1474		
2. Payment for liability instruments	1480	8,289	(4,230)
(+) Issue	1481	15,383	25,000
(-) Return and redemption	1482	(7,094)	(29,230)
3. Dividend payment and pay other equity instruments	1485	(3,654)	(2,816)
4. Other cash-flows in financial activities	1486		
(-) Interest payment	1487		
(+/-) Others payments /collect in financial activities	1488		
D) EFFECT OF CHANGES IN EXCHANGE RATES	1492		
E) INCREASE/DECREASE IN NET CASH AND EQUIVALENTS	1495	2,361	10,930
F) CASH AND EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1499	6,433	7,735
G) CASH AND CASH EQUIVALENT AT END OF THE PERIOD (E+F)	1500	8,794	18,665

Comments:

IV.- SELECT FINANCIAL INFORMATION

9. A.- STATE OF CONSOLIDATED CASH FLOWS (INDIRECT METHOD)2/2

Units: Thousand Euros

COMPONENTS AND CASH EQUIVALENTS AT END OF PERIOD		CURRENT YEAR	PREVIOUS YEAR
		30/06/2022	30/06/2021
(+) Cash and banks	1550	8,794	18,665
(+) Other financial assets	1552		
(-) Less: bank overdrafts repayable in sight	1553		
CASH AND EQUIVALENT AT END OF THE PERIOD	1600	8,794	18,665

Comments:

IV.- SELECT FINANCIAL INFORMATION

9. B.- STATE OF CONSOLIDATED CASH FLOWS (INDIRECT METHOD) 1/2

Units: Thousand Euros

		CURRENT YEAR 30/06/2022	PREVIOUS YEAR 30/06/2021
A) CASH FLOWS FROM OPERATING ACTIVITIES	8435		
(+) Operating charges	8410		
(-) Payments to suppliers and staff for operating expenses	8411		
(-) Interest payments	8421		
(-) Payments of dividends and remunerations of other equity instruments	8422		
(+) Dividends receivable	8430		
(+) Interest charges	8423		
(+/-)Charges / payments for income tax	8424		
(+/-) Other payment in activities of depreciation and amortization	8425		
B) CASH FLOWS FROM INVESTING ACTIVITIES (1+2+3)	8460		
1. Payment for investment	8440		
(-) Companies Group, associates and business units	8441		
(-) Intangible fixed assets and investment property	8442		
(-) Other financial assets	8443		
	8459		
(-) Other assets	8444		
2. Des-investments by collection	8450		
(+) Companies Group, associates and business units	8451		
(+) Intangible fixed assets and investment property	8452		
(+) Other financial assets	8453		
(+)Non-current assets and liabilities that have been classified as held for sale	8461		
(+) Other assets	8454		
3. Other streams assets in investing activities	8455		
(+) Dividends collect	8456		
(+) Investments collect	8457		
(+/-) Others payments / collects in activities of investments	8458		
C) CASH FLOW USED IN FINANCIAL ACTIVITIES (1+2+3)	8490		
1. Collection and payment for equity instruments	8470		
(+) Issue	8471		
(-) Depreciation and amortization	8472		
(-) Acquisition	8473		
(+) Disposition	8474		
2. Payment for liability instruments	8480		
(+) Issue	8481		
(-) Return and redemption	8482		
3. Dividend payment and pay other equity instruments	8485		
4. Other cash-flows in financial activities	8486		
(-) Interest payment	8487		
(+/-) Others payments /collect in financial activities	8488		
D) EFFECT OF CHANGES IN EXCHANGE RATES	8492		
E) INCREASE/DECREASE IN NET CASH AND EQUIVALENTS (A+B+C+D)	8495		
F) CASH AND EQUIVALENTS AT THE BEGINNING OF THE PERIOD	8499		
G) CASH AND CASH EQUIVALENT AT END OF THE PERIOD (E+F)	7500		

Comments:

IV.- SELECT FINANCIAL INFORMATION

9. B.- STATE OF CONSOLIDATED CASH FLOWS (INDIRECT METHOD)2/2

Units: Thousand Euros

COMPONENTS AND CASH EQUIVALENTS AT END OF PERIOD		CURRENT YEAR	PREVIOUS YEAR
		30/06/2022	30/06/2021
(+) Cash and banks	8550		
(+) Other financial assets	8552		
(-) Less: bank overdrafts repayable in sight	8553		
CASH AND EQUIVALENT AT END OF THE PERIOD	8600		

Comments:

IV.- SELECT FINANCIAL INFORMATION

10.- PAYMENT DIVIDENDS

Units: Thousand Euros

		CURRENT YEAR			PREVIOUS YEAR		
		Euros per share	Amount (thousands €)	Number of shares to be delivered	Euros per share	Amount (thousands €)	Number of shares to be delivered
Ordinary shares	2158	0.10	4,000		0.08	3,100	
Other shares	2159						
TOTAL DIVIDENDS PAY	2160	0.10	4,000		0.08	3,100	
a) dividends from results	2155	0.10	4,000		0.08	3,100	
b) dividends from premium account	2156						
c) dividends in kind	2157						

Comments:

The dividend per share reported in the first half of 2021 has been adjusted (for comparative purposes) to reflect the impact of the capital increase and reduction carried out in the second half of 2021

IV.- SELECT FINANCIAL INFORMATION

11.- INFORMATION BY SEGMENT

Units: Thousand Euros

GEOGRAPHICAL AREA		DISTRIBUTION OF NET AMOUNT OF TURNOVER BY GEOGRAPHICAL AREA			
		INDIVIDUAL		CONSOLIDATED	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Domestic Market	2210	17,814	13,042	19,722	19,127
Export	2215	90,132	81,563	155,362	139,053
a) European Union	2216	34,855	30,748	52,797	47,785
b) Countries: OCDE	2217	22,084	17,499	35,076	31,205
c) Other Countries	2218	12,271	13,249	17,721	16,580
b) Rest	2219	55,277	50,815	102,565	91,268
TOTAL	2220	107,946	94,605	175,084	158,180

Comments:

SEGMENTS		CONSOLIDATED			
		Ordinary income coming from external customers		Results	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Tobacco Industries	2221	100,427	98,296	21,135	28,754
Industrial Products	2222	59,346	47,670	1,296	7,643
Others	2223	15,311	12,214	280	617
	2224				
	2225				
	2226				
	2227				
	2228				
	2229				
	2230				
TOTAL	2235	175,084	158,180	22,708	37,014

Comments:

IV.- SELECT FINANCIAL INFORMATION
12.- PERSONAL AVERAGE

		INDIVIDUAL		CONSOLIDATED	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
AVERAGE WORKFORCE	2295	513	530	878	916
Men	2296	343	354	636	664
Women	2297	170	176	242	252

Comments:

IV.- SELECT FINANCIAL INFORMATION
13.- REMUNERATION RECEIVED BY DIRECTORS AND MANAGERS

Administrators		INDIVIDUAL	
		CURRENT YEAR	PREVIOUS YEAR
Salary / Wages fixed	2310	89	108
Variable Salary	2311	573	542
Expenses	2312	70	
Statutory attentions	2313		
Compensations	2314		
Operations on actions and financial instruments	2315		
Others	2316	2	2
TOTAL	2320	739	652

MANAGEMENT		INDIVIDUAL	
		CURRENT YEAR	PREVIOUS YEAR
Total remuneration received by management	2325	739	717

Comments:

- 1) The executive directors and managers have had a lower remuneration increase than that established by their contracts and by the sectoral collective agreement.
- 2) The semester does not yet include the impact on the variable remuneration planned for the 2022 financial year, which will be lower than that of 2021.
- 3) In the second half of 2022 there will be one executive director less than in the first half of this year. However, in this first semester, the figures for salaries (box 2311) and variable remuneration in cash (box 2312) include the accruals corresponding to the end of their employment relationship (otherwise, the figure for the first half of 2022 in box 2311 would have been EUR 552 thousand and EUR 0 for box 2312)

IV.- SELECT FINANCIAL INFORMATION

16.- OPERATED RELATED PARTY 1/2

Units: Thousand Euros

EXPENSES AND INCOMES		CURRENT YEAR				
		Relevant shareholders	Administrators and managements	Individuals, companies or entities of the group	Other related parties	Total
1) Financial expenses	2340					
2) Rent	2343					
3) Reception service	2344					
4) Purchase of goods	2345					
5) Other expenses	2348					
EXPENSES (1+2+3+4+5)	2350					
6) Income financial	2351					
7) Dividends received	2354					
8) Provide service	2356					
9) Sale of assets	2357					
10) Other expenses	2359					
INCOME (6+7+8+9+10)	2360					

OTHERS TRANSACTIONS		CURRENT YEAR				
		Relevant shareholders	Administrators and managements	Individuals, companies or entities of the group	Other related parties	Total
Financing agreement credits	2372					
Financing agreement credits	2375					
Warranties and guaranties provided	2381					
Warranties and guaranties received	2382					
Commitments made	2383					
Dividends and other profit distributions	2386	787	1,906			2,693
Other operations	2385					

		CURRENT YEAR				
		Relevant shareholders	Administrators and managements	Individuals, companies or entities of the group	Other related parties	Total
1) Customers and commercial debtors	2341					
2) Loans and credits granted	2342					
3) Other collection rights	2346					
TOTAL DEBTS BALANCE	2347					
4) Suppliers and Commercial Creditors	2352					
5) Loans and credits received	2353					
6) Other payment obligations	2355					
TOTAL CREDITORS BALANCE (4 + 5 + 6)	2358					

Comments:

IV.- SELECT FINANCIAL INFORMATION

14.- OPERATED RELATED PARTY 2/2

Units: Thousand Euros

EXPENSES AND INCOME		PREVIOUS YEAR				
		Relevant shareholders	Administrators and managements	Individuals, companies or entities of the group	Other related parties	Total
1) Financial expenses	6340					
2) Rent	6343					
3) Reception service	6344					
4) Purchase of goods	6345					
5) Other expenses	6348					
EXPENSES (1+2+3+4+5)	6350					
6) Income financial	6351					
7) Dividends received	6354					
8) Provide service	6356					
9) Sale of assets	6357					
10) Other expenses	6359					
INCOME (6+7+8+9+10)	6360					

OTHER COMMUNICATIONS		PREVIOUS YEAR				
		Relevant shareholders	Administrators and managements	Individuals, companies or entities of the group	Other related parties	Total
Financing agreement credits	6372					
Financing agreement credits	6375					
Warranties and guaranties provided	6381					
Warranties and guaranties received	6382					
Commitments made	6383					
Dividends and other profit distributions	6386	619	1,481			2,100
Other operations	6385				1	1

		CURRENT YEAR				
		Relevant shareholders	Administrators and managements	Individuals, companies or entities of the group	Other related parties	Total
4) Customers and commercial debtors	6341					
5) Loans and credits granted	6342					
6) Other collection rights	6346					
TOTAL DEBTS BALANCE	6347					
4) Suppliers and Commercial Creditors	6352					
5) Loans and credits received	6353					
6) Other payment obligations	6355					
TOTAL CREDITORS BALANCE (4 + 5 + 6)	6358					

Comments:

V.- INTERMEDIATE FINANCIAL STATEMENTS**Content of that Section**

		Individual	Consolidated
Explanatory Notes	2376	x	X
Summary biannual account	2377		
Completed biannual account	2378		
Intermediate financial statements	2379	x	X
Auditor Report	2380		

VI. SPECIAL REPORT OF THE AUDITOR

In compliance with the provisions of Royal Decree 1362/2007 of October 19, article 14.1, it is hereby stated that the Half-Yearly Financial Report has not been audited or reviewed by the auditors.

INTERMEDIATE FINANCIAL STATEMENTS

The consolidated accumulative results the first half of 2022 are stated in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union, subject to the new standards, modifications, and interpretations in force since the beginning of this fiscal year and that have not had a significant impact. For their part, the results of individual companies are presented in accordance with the accounting principles and valuation standards contained in the General Accounting Plan, approved by Royal Decree 1514/2007, of November 16 and subsequent changes*. In both cases the data are comparative with those of the same period of the previous year.

CONSOLIDATED RESULTS

The first half of 2022 has been affected by the invasion of Ukraine by Russia, the main cause of the global inflationary macroeconomic environment that has continued to have a relevant impact on the price of energy resources, raw materials, and logistics costs, which were already at historically high levels at the end of the previous year.

In addition to actively managing the new price table, the Group has applied a renegotiation policy to share on the price increase to customers, which has made it possible to partially palliate the cost increases incurred.

In this environment, the main economic-financial data of the Miquel y Costas Group corresponding to the first half of the year 2022 and its comparisons for 2021, all of them expressed in thousands of euros, are shown below:

<u>Thousand euros</u>	<u>1st Half 2022</u>	<u>1st Half 2021</u>	<u>Variation %</u>
Net turnover amount	175,084	158,180	10.7%
EBITDA ¹	31,807	46,388	(31.4)%
Operating Profit	22,804	37,404	(39.0)%
Profit before tax	23,091	37,716	(38.8)%
Profit after tax	17,549	28,872	(39.2)%
Cash-flow after tax ²	26,551	37,855	(29.9)%

The consolidated net turnover in the first half of 2022 has reached EUR 175.1 million, which represents an increase of EUR 16.9 million compared to that obtained in the same period of the previous year, supported in part by the discussed negotiations, previously commented.

By lines of business, the Tobacco Industry line has increased its sales by 2.2%, exceeding by 2.1 million euros those of the same period last year, mainly due to the price revisions made, to from the second quarter and that have offset the lower sales volume of special pastes in this segment.

1. Gross operating income, plus amortization.

2. Profit after taxes plus amortizations.

* RD 1159/2010, of September 17; RD 3029/2016, of December 2; RD1 / 2021 of January 12, in force from the beginning of the fiscal year

In the Industrial Products line, sales have grown by EUR 11.7 million, which represents an increase of 24.5% compared to those obtained in the first half of the previous year. Those of Terranova and Clariana stand out, as well as the industrial products of the Parent Company, which have maintained the level of the first quarter (both in volume and in mix) and include the price adjustments made, all additionally accompanied by the favourable evolution for US dollar export positions.

The turnover of the “others” business line has increased by 3.1% compared to the same period of the previous year, derived both from the price increases applied and from the recovery of volume in the publishing and printing paper markets colours.

The sales of the Parent Company in this first semester have reached the figure of EUR 107.9 million, with an increase of EUR 13.3 million with respect to the same semester of the previous year derived mainly from the increase in sales in the segment of industrial products and the price increase policy described above.

Despite the increase in sales, the evolution of the results in the first half of the year has been marked by the impact of different exogenous elements - already anticipated in the first quarter - that have conditioned the results of the group, among which the high highlights Inflation of the price of energy, both gas and electricity, raw materials and geopolitical tensions that hinder international trade (Russian armed conflict- Ukraine, Commercial Relationship Spain- Algeria).

As a result of the foregoing, and despite the commercial measures adopted as well as the improvement in operations, the consolidated profit after taxes has reached EUR 17.6 million, which represents a reduction of EUR 11.3 million in comparison with that obtained in the same period of the previous year.

By lines of business, due to the significant increase in the prices of supplies and supplies mentioned above and despite the increase in sales, in the first half of the year, the Tobacco Industry line saw its operating profit drop by EUR 7.6 million and that of Industrial Products by EUR 6.4 million, while in the line of "Others" the reduction has been of lesser amount.

The estimated effective tax rate for the period was 24%, slightly higher than that estimated for the same period of the previous year, mainly due to regulatory changes that have reduced the applicable tax deductions.

Until June, the Parent Company obtained a profit before taxes of EUR 21.6 million, which represents a decrease of 25.3% compared to that achieved in the same period of the previous year, mainly because of the lower profit of the Tobacco Industry described above.

CONSOLIDATED BALANCE SHEET

Consolidated balance sheet is stated in accordance with the current International Financial Reporting Standards in force.

The main figures compared to the previous financial year as follows:

<u>Thousand Euros</u>	<u>June 2022</u>	<u>December 2021</u>
Net fix assets ³	182,878	179,530
Working capital requirement ⁴	106,528	83,853
Other Net Assets/Liabilities	(3,683)	(1,923)
Capital employed	285,723	261,460
Equity	(326,295)	(322,897)
Net financial debt ⁵	40,572	61,437

In the first half of the year, the Group has maintained the investment plan defined at the beginning of the year, because of which fixed assets have increased by EUR 3.4 million while depreciation has reached EUR 9.5 million. The Group maintains the relevant commitments of the investment plan for the second half of the year.

The NOF increased in the period by EUR 22.6 million mainly due to an increase in inventories for a value of EUR 8.1 million, an increase in balances of current debtors by EUR 13.7 million, mainly due to the higher volume of billing , higher debit balances with public administrations amounting to EUR 5.4 million and the application of the provision for emission rights of EUR 1.8 million partially offset by the increase in balances with suppliers and creditors amounting to 6, EUR 5 million.

FINANCIAL SITUATION

The financial situation of the consolidated Group, prepared in accordance with the adopted IFR Standards at the end of the first half, and compared to the previous financial year breaks down as follows:

<u>Thousand Euros</u>	<u>June 2022</u>	<u>December 2021</u>
Long-term financial debt ³	(56,947)	(41,564)
Short-term financial debt	(10,339)	(16,467)
Cash and other current financial assets	69,241	81,242
Non-current financial assets	38,617	38,226
Net financial debt⁵	40,572	61,437
Net equity	326,295	322,897
Leverage ratio	n/a	n/A

The net financial position (net cash) at the end of the semester, despite the detailed applications, shows a debit balance of EUR 40.6 million.

In the first half, with the aim of continuing to provide the Group with the necessary flexibility and liquidity in the face of uncertainty in the current geopolitical and macroeconomic environments, and in line with evolutionary forecasts, the Group has reinforced its financial structure by trading part of its debt with credit institutions (increasing its average life and obtaining more favourable conditions in anticipation of the rate hike).

3. Intangible assets and net tangible assets.

4. Stock more commercial debtors and other accounts receivable and other current assets, less current provisions, commercial creditors and other accounts payable and other current liabilities.

5. Current and non-current financial assets, cash and other equivalent means less debt with current and non-current credit entities.

The cash-flow after taxes obtained in the first half of 2022 has reached EUR 26.6 million. The new financial resources have increased the debt with credit institutions by EUR 9.3 million. The main applications have been the financing of the investment in fixed assets, for EUR 12.9 million, the distribution of dividends, for EUR 8.4 million, the acquisition of treasury shares, for an amount of EUR 3.0 million, and the financing of the NOFs mentioned above.

STOCK EXCHANGE SITUATION

The main information on share trading during the first half of 2022, was as follows:

Days of trading	127 days
Number of shares traded	2,349,882
Value of shares traded	€ 29,416 thousand
Maximum price	€ 13.78 per share
Minimum price	€ 11.30 per share
Average price	€ 12.51 per share
Final price	€ 13.00 per share

TREASURY STOCK

In the first half of 2022, the Parent Company, making use of the authorization for the derivative purchase of its own shares, granted by the General Shareholders' Meeting of June 22, 2021, within the framework of the Share Buyback Program reported to the CNMV on November 30, 2021, has acquired 241,530 shares on the stock market, representing 0.61% of the share capital (265,336 in the first half of 2021, representing 0.86% of the share capital).

It should be noted that the current stock option plan is in the exercise phase since February 7, 2022. The beneficiaries have exercised options equivalent to 861 shares during the first half of 2022.

LINKED OPERATIONS

There is no evidence that the Company and the Parent Company have not carried out any significant transactions with their main shareholders during the first half of 2022 that would require disclosure as per EHA 3050/2004 of 15th September.

During that period operations were performed either of the parent company and other companies of the Group and its board members or directors, or with the parties related to them, according to the express manifestation of the same, who must be informed in accordance with the provisions of section 1.a) article 229 of the Capital Companies Act, except dividends paid, the remuneration received by reason of their position as the board members and / or directors, and where appropriate the remuneration related to instruments on financial assets of the parent company.

That have not been eliminated in the process of preparing the consolidated financial statements other than those that: i) as part of the normal business of the companies or entities in terms of their purpose and conditions, ii) as part of the ordinary business of the company, have been carried out under normal market conditions and are of little relevance, as for example those from whom information is not necessary to express the true and fair view of the financial situation and performance of the Group

ENVIRONMENT INFORMATION

During the first half of 2022, the Group has continued to carry out various actions for the preservation of the environment and to continue ensuring a responsible use of natural resources, developing the circular economy in its production processes.

In addition to the management effort, for its financing it has applied economic resources amounting to EUR 5.5 million, aimed at reducing the consumption of water, energy and reducing the generation of waste, as well as the management of the latter.

R&D+I ACTIVITIES

During the first half of 2022, the Group has continued with significant R&D&i activity, allocating resources amounting to EUR 1.7 million. During this period, the activities have continued to focus mainly on research aimed at obtaining new products and on the innovation of production processes.

INFORMATION ON STAFF

The average workforce in the first half of 2022 amounts to 878 people (916 in the same period of 2021). The resources allocated in the period to safety, health and occupational risk prevention have been EUR 0.5 million and those allocated to the various training programs amounted to 44 thousand euros (EUR 28 thousand in the same period of the previous year).

MAIN RISKS AND OPPORTUNITIES

The international fields in which the society is operating and most of the companies in the group make that are exposed foreign exchange risk against operational currencies in different markets. The effects of exchange rates of fluctuations from their business operations are partially compensated, by the opposite way monetary flows generated by imports. In addition to that, as the group is a net exporter in aggregate terms, it mitigates the additional volume of the risk of fluctuation through the recruitment of financial hedging instruments.

At the same time, the Group's activity is carried out in very diverse markets and costumers that expose it to solvency risks linked from commercial credit. For its control and, where appropriate, minimization, the Group has established and observes a strict internal credit classification policy and, additionally, covers its risks with credit insurance.

The Group, being petitioner energy sources, mainly electricity and gas, is affected by the volatility of commodity prices. For its reduction, the Group allocates a significant part of its investments to technologies aimed at improving productive yields and thereby reducing external energy consumption and dependence, and with it to reduce the consumption and external energy dependence, in addition to trying an effective of supply management of these resources.

The Parent Company and most of its subsidiaries have a solid balance sheet structure that endows them with strength and operational and structural financing capacity. When considers that there is objective evidence of the advisability of adjusting the value of an asset value, the valuation correction is made based on the judgments and estimates that are derived from the information prepared by independent third parties.

The continuous effort in research, development, and innovation, essential in a global market and competitive, allows the Group to apply its knowledge to obtain new products and its applications, as well as having state-of-the-art technology, in many cases exclusively, to maintain and increase the productivity and production of its range of products, so that they can meet the

highest quality requirements, enabling it to be consistent and laying the foundations for growing future needs.

The Parent Company and the Group have litigation and litigation in the normal course of business. In the first half of 2022 there have been no relevant changes in litigation and litigation in progress, and consequently, no significant amounts have been recorded in the Group's financial statements in this period.

Since February 2022, the armed conflict between Ukraine and Russia has been developing. Said conflict means that we are faced with an uncertain scenario, which includes the imposition of international sanctions on Russia, the alteration of international trade in the area and the uncertain implications that it could have on the evolution of the supply and price of gas in Europe. Additionally, the increase in geopolitical tension between Spain and Algeria has led to a deterioration in trade relations between the two countries, the consequences of which at this time are difficult to predict.

SUBSEQUENT EVENTS

There is no knowledge that significant additional subsequent events have occurred on the date of issuance of this Report.

PROSPECTS

The Group's results in the second quarter, as well as those accumulated in the first half of the year, have been in line with the perspectives previously communicated.

The impact of the combination of the substantive inflationary increases in general and the very important increases in energy and pasta on already extraordinary prices in the second quarter predict weak results in the third quarter.

The last quarter of 2022 incorporates additional uncertainties because that the anti-inflationary measures may generate on final demand and the continuity of the situation, which may still worsen in the last period of the year.

Despite the current macroeconomic and geopolitical context, Miquel y Costas (as we have reiterated) is prepared to deal with this situation, and regardless of the measures it must adopt on a day-to-day basis, it maintains its basic financial policy in terms of the program investment and dividend policy.

EXPLANATORY NOTES

According to the Instructions for completing the general model of half financial report of the CNMV in relation to the Notes to the Interim Financial Statements of Chapter V and paragraph 16 of IAS 34 in force Notes, are described below events and transactions, accordance with the principle of materiality, produced from the date of the last annual report, which are relevant for understanding the changes in financial position, business performance or significant changes in the quantities and comparability with the annual financial statements.

1. BASIS OF PRESENTATION

The Consolidated Intermediate Financial Statements in this included in the first half of 2021, that they have been reviewed and approved by the directors, which have been obtained based on the Company's accounting records and those of its subsidiary companies, have been prepared by the Corporate management in accordance with what is established in the International Accounting Standard 34 "Intermediate Financial Information" and with the principles contained in accounting standards modified with effect from January 1 of 2021.

The amounts contained in these Consolidated Intermediate Financial Statements are expressed, unless otherwise, indicate in thousand Euros. The Euro is the Group's operational and business currency.

The accounting policies, principles and methods used by the Group management in the creation of the Consolidated Intermediate Financial Statements included in this Intermediate Financial Report does not significantly differ from those used in the preparation of the Company's Consolidated Annual Accounts corresponding with the tax year which ended on 31 December 2020 and the amendment of accounting rules has not had a significant impact.

However, this Semi-annual Financial Report does not include the information and breakdown required in the consolidated Annual Accounts, which are exposed and available in the aforementioned Accounts.

2. SEASONALITY

The main activities carried out by the Parent Company and its subsidiary companies do not have a seasonal nature nor are the cycles within the annual economic tax year significantly affect the assets their equity, result or financial situation by the Parent Company and its subsidiary companies.

3. UNUSUAL ENTRIES

During the exercise 2022 there were no unusual items that significantly affect the assets, liabilities, equity, net income or cash flows of the Group-

In particular:

- There has been no significant adjustment of inventories to net realizable value after applying the Group's standard endpoints.

- Regarding significant acquisitions and dispositions of elements of property, plant and equipment, they have been duly included in the Financial Statements and attached information. Among the former, it is worth highlighting the investments made in the project to refurbish the MB company's paper machine for a value of EUR 4.2 million, the completion of the reform of the Besós dryer for EUR 0.8 million, the adaptation of warehouses and warehouses worth 1.3 million euros and the start of investments in various photovoltaic panel projects worth 0.4 million euros.
- There have been no significant collections arising from litigation.
- It has not been necessary to make significant corrections of errors from previous exercises.
- In relation to the Group's subsidiary located in Argentina, the corresponding adjustments have been made for inflation in the financial information, in relation with the IARS 29, because of the Argentine economy's consideration as hyperinflationary. - The impact at the level of profit before taxes in this first half of the year amounted to EUR 0.7 million euros.

4. ACCOUNTING ESTIMATES.

There have been no changes carried out with significant effects, in the criteria applied, in accounting estimates of items of prior interim periods within the same accounting period or on estimates of amounts presented for prior periods.

5. ISSUANCES, REPURCHASES, AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

In the first half of 2022, the Parent Company, making use of the authorizations for the derivative purchase of its own shares, granted by the General Shareholders' Meeting of June 22, 2021, within the framework of the Share Buyback Program reported to the CNMV on November 30, 2021, has acquired 241,530 shares on the stock market, representing 0.61% of the share capital. The amount of the acquisitions has risen to EUR 3.0 million (EUR 4.0 million in the first half of 2021).

The stock option plan framed in the current staff compensation plan has been in the Exercise Phase since February 7, 2022 and 861 shares have been delivered.

6. PAYMENT DIVIDENDS

Dividends paid during the first half of 2022 have amounted to EUR 4.0 million (EUR 3.1 million during the first half of 2021), which has meant a nominal DPA of 0.100 euros per share and an effective DPA of 0.103 euros per share after the attribution of the rights of treasury stock in application of the provisions of Article 148 of the LSC.

7. SEGMENT INFORMATION

The criteria for identifying operating segments are based on the management information prepared for the decision-taking that, in turn, is based on the organizational structure of the Group. Such organizational structure consists of three lines of business from which the general policies are established and which are as follows:

- Tobacco industry
- Industrial products
- Others

The financial information by operating segments presented for June 2021 is comparable with that of June 2021 in qualifying terms and is detailed in chapter IV, section 11 of the “Selected Financial Information”.

8. REMUNERATIONS RECEIVED BY ADMINISTRATORS AND DIRECTORS

In relation to section IV-13 of the Semi-annual Report, it is indicated that the remuneration of the Directors (boxes 2310 to 2320) and those of the Directors (box 2325), include the amount of the remuneration accrued in the period.

9. EVENTS SUBSEQUENT TO THE CLOSING OF THE INTERIM PERIOD.

There is no knowledge of significant additional subsequent events, that have been produced, as of the date of issuance of this Report, that have not mentioned in this rapport.

10. VARIATIONS IN THE CONSOLIDATION PERIMETER

There have been no variations in the scope of consolidation until June 2022.

11. CHANGES IN ASSETS OR LIABILITIES OF CONTINGENT CHARACTER

There have been no changes in contingent assets or liabilities that may have a material effect on the Group's equity, results or financial position that have not been included in this rapport.

12. USE OF ALTERNATIVE PERFORMANCE MEASURES RENDIMIENTO (MARs).

The Company has complied with the ESMA guidelines on MAR (APM) (ESMA/2015/1415 of October 2015) was:

- Release the definitions of each MAR.
- Provide comparative information for each MAR submitted, maintaining the coherence of MARs definitions and calculations over time.

The breakdown of all MARs including their denomination, definition and use is as follows:

NAME	DEFINITION	USE
Non-Current Net fixed assets	Net Property plant and equipment Net Intangible Assets	Information on the accounting balance of these assets including the investments made,
NOF	Inventories (+) Trade and other receivables (+) Other current assets (+) (Current liabilities including provision for CO2 rights) (-) (Trade and other payables) (-) Other current liabilities (-)	To analyse the need for operating funds of current activity
Others Assets/ (Liabilities.) Non-current net	Deferred tax assets (+) Other non-current assets (+) (Other non-current liabilities) (-) (Deferred tax liabilities) (-) (Grants (-)) (Non-Current Provisions (-))	Result of compensation of current balance sheet items that complement the capital employed
Net Equity	Equity Capital (+) Value adjustments (+)/(-)	Information explain the financing of the net equity employed
Total Net Financial Position	Long term borrowings (-) Short term borrowings (-) Cash and financial investments (+) Long term financial investments (+)	Determination of the Group's net financial position
EBITDA	Operating profit and loss (+) Depreciation and amortization (+) allowance	To analyse the company's ability to generate profit considering solely its productive activity.
CFDI	Profit / (loss) after tax (+) Depreciation and amortization (+)	To know the operational capacity of the company to generate liquidity.