

<b>PERIOD</b>	<b>2<sup>ND</sup> HALF</b>
<b>YEAR</b>	<b>2021</b>

**ANNEX I**

**GENERAL**

2<sup>ND</sup>

**SEMESTRAL FINANCIAL INFORMATION TO THE YEAR**

2021

**CLOSE OF PERIOD DATE**

31/12/2021

**I.- IDENTIFYING DATA**

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

**REGISTERED ADDRESS**

Tuset 10, 7<sup>a</sup> - 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

<b>Comments on the declaration:</b>	
<b>Person/s who assume or taken responsibility for this information:</b>	
In accordance with the power delegated by the Board of Directors, the Secretary of the Board certifies that the Semestral Annual Financial Report has been signed by the directors	
<b>Name/ Corporate Name</b>	<b>Position</b>
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: 24/02/2022**

## IV.- SELECT FINANCIAL INFORMATION

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

Units: Thousand Euros

ASSETS		CURRENT YEAR 31/12/2021	PREVIOUS YEAR 31/12/2020
<b>A) TOTAL NON-CURRENT ASSETS</b>	<b>0040</b>	152,947	147,978
1. Intangible fixed assets	0030	959	765
a) Goodwill	0031		
b) Other intangible assets	0032	959	765
2. Tangible fixed assets	0033	84,525	82,482
3. Investment property	0034		
4. Investments in group companies and associated long-term	0035	44,640	40,469
5. Non-current Financial assets	0036	21,925	22,955
6. Deferred tax assets	0037	898	1,307
7. Other non-current assets	0038		
<b>B) CURRENT ASSET</b>	<b>0085</b>	<b>189,139</b>	<b>171,775</b>
1. Non-Current Assets Classified as held for sale	0050		
2. Stocks	0055	43,684	37,664
3. Trade debtors and other accounts receivable	0060	46,742	34,955
a) Customers by sales and services	0061	46,552	34,838
b) Other debtors	0062	190	117
c) Current tax asset	0063		
4. Investments in group companies and associated short-term	0064	18,537	21,105
5. Short-term financial investments	0070	74,296	70,908
6. Time Period adjustment a Short-term	0071	3	2
7. Cash and cash equivalent	0072	5,877	7,141
<b>TOTAL ASSETS (A+B)</b>	<b>0100</b>	<b>342,086</b>	<b>319,753</b>

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 31/12/2021	PREVIOUS YEAR 31/12/2020
<b>A) NET EQUITY</b>	<b>0195</b>	213,864	200,611
A.1) Common Stocks	<b>0180</b>	213,327	200,385
1. Capital	<b>0171</b>	80,000	62,000
a) Subscribed capital	<b>0161</b>	80,000	62,000
b) Less: uncalled capital	<b>0162</b>		
2. Share premium	<b>0172</b>		40
3. Retained earnings	<b>0173</b>	118,182	148,428
4. Minus: Own Shares	<b>0174</b>	(13,372)	(30,991)
5. Results of previous year	<b>0178</b>		
6. Other contributions from shareholders	<b>0179</b>		
7. Result of the period	<b>0175</b>	36,315	30,629
8. Minus: Interim dividend	<b>0176</b>	(8,400)	(10,200)
9. Other instruments net equity	<b>0177</b>	602	479
<b>A.2) Valuation adjustments</b>	<b>0188</b>	138	
1. Financial assets available for sale	<b>0181</b>		
2. Hiding Operations	<b>0182</b>		
3. Others	<b>0183</b>	138	
<b>A.3) Grants, donations and bequests received</b>	<b>0194</b>	389	226
<b>B) NON-CURRENT LIABILITIES</b>	<b>0120</b>	<b>29,545</b>	<b>33,177</b>
1. Long-term provisions	<b>0115</b>	450	1,612
2. Long-term debt	<b>0116</b>	27,527	30,045
a) Issue of Debentures and Other Marketable Securities	<b>0131</b>	27,527	30,045
b) Other financial liabilities	<b>0132</b>		
3. Debts with group and associated companies in a long-term	<b>0117</b>		
4. Deferred tax liabilities	<b>0118</b>	1,305	1,420
5. Other liabilities	<b>0135</b>		
6. Time Period adjustment a Long-Term	<b>0119</b>	263	100
<b>C) CURRENT LIABILITIES</b>	<b>0130</b>	<b>98,687</b>	<b>85,965</b>
1. Liabilities Directly Associate with Non-Current Assets classified as held for sale	<b>0121</b>		
2. Short-terms Provisions	<b>0122</b>	1,030	1,179
3. Short-term financial debt	<b>0123</b>	13,403	14,864
a) Borrowing with banks and bonds and other securities	<b>0133</b>	10,848	13,385
b) Other financial liabilities	<b>0134</b>	2,555	1,479
4. Debts with enterprises and associated short-term	<b>0129</b>	42,774	40,246
5. Trade creditors and other accounts payable	<b>0124</b>	41,480	29,676
a) Suppliers	<b>0125</b>	24,688	18,251
b) Other creditors	<b>0126</b>	16,214	10,910
c) Current earning tax liabilities	<b>0127</b>	578	515
6. Other current liabilities	<b>0136</b>		
07. Time period adjustment short-term	<b>0128</b>		
<b>TOTAL NET LIABILITY</b>	<b>0200</b>	<b>342,086</b>	<b>319,753</b>

Comments:

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

Units: Thousand Euros

		Current Year (2 <sup>on</sup> half)	Previous Year (2 <sup>on</sup> Half)	Accumulated Current 31/12/2021	Accumulated Previous 31/12/2020
(+) Net Turnover	0205	92,679	82,487	187,284	168,645
(+/-) Variation in stocks of finished goods and work in progress	0206	3,724	(1,270)	3,568	(2,247)
(+) Work done by the company for its active	0207	286	335	583	636
(+) Supplies	0208	(37,888)	(31,813)	(75,351)	(64,279)
(+) Other operating income	0209	(1,747)	2,639	946	4,805
(+) Personnel costs	0217	(13,271)	(13,375)	(28,333)	(27,984)
(-) Other operating expenses	0210	(24,303)	(19,950)	(44,524)	(38,290)
(-) Depreciation of fixed assets	0211	(4,180)	(4,410)	(8,694)	(8,822)
(+) Imputation of capital grants and others	0212	455	52	455	406
(+) Excess of provisions	0213				
(+/-) Result on Disposal or Valuation of Non-Current Assets	0214	151		1	
(+/-) Other results	0215				
<b>= OPERATING RESULTS</b>	0245	15,906	14,695	35,935	32,870
(+) Financial income	0250	967	1,021	10,939	6,776
(-) Financial expenses	0251	(342)	(340)	(487)	(485)
(+/-) Variation in fair value of financial instruments	0252				
(+/-) Exchange rate differences	0254	80	(205)	12	(301)
(+/-) Results on Disposal of Financial Assets	0255				
<b>= FINANCIAL RESULTS</b>	0256	705	476	9,564	5,990
<b>= PROFITS BEFORE TAX</b>	0265	16,611	15,171	45,499	38,860
(+/-) Profit tax expenses	0270	(4,372)	(3,756)	(9,184)	(8,231)
<b>= PROFITS / (LOSS) FOR THE PERIOD OF CONTINUING OPERATIONS</b>	0280	12,239	11,415	36,315	30,629
(+/-) Result after discontinued Operations Tax (net)	0285				
<b>= PROFIT OF THE YEAR</b>	0300	12,239	11,415	36,315	30,629

EARNINGS PER SHARE		Amount (X.XX Euros)	Amount (X.XX Euros)	Amount (X.XX Euros)	Amount (X.XX Euros)
Basic	0290	0.31	0.29	0.93	0.76
Diluted	0295	0.31	0.29	0.93	0.76

**Comments:**

- 1) The results of the individual Company are presented in accordance with the accounting principles and valuation standards contained in the General Accounting Plan (PGC) approved by Royal Decree 1514/2007, together with Royal Decrees 1159/2010, 602/2016 and 1 /2021 by which certain aspects of the PGC and its sectoral adaptations are modified. For such purposes, the data is comparative with that of the same period of the previous year, except for "Net turnover" where in 2021 income classified under the heading "Other operating income" has been included as a result of the first application of Royal Decree 1/2021 of January 12.
- 2) Earnings per share reported for 2020 have been adjusted (for comparison purposes) to reflect the impacts of the capital increase and reduction carried out in 2021.

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

Units: Thousand Euros

		CURRENT YEAR 31/12/2021	PREVIOUS YEAR 31/12/2020
<b>A) PROFIT / LOSS OF FINANCIAL</b>	<b>0305</b>	36,315	30,629
<b>B) INCOME AND EXPENSES CHARGED DIRECTLY TO EQUITY</b>	<b>0310</b>	654	259
1. Valuation of financial instruments	<b>0320</b>		
a) Financial assets classified as held for sale	<b>0321</b>		
b) Other incomes / expenses	<b>0323</b>		
2. Hedging operations	<b>0330</b>		
3. Grants, donations and bequests received	<b>0340</b>	672	357
4. Actuarial gains and losses another adjustment	<b>0344</b>	16	(12)
5. Other income and expenses charged directly to equity	<b>0343</b>	138	
6. Tax Rate Effect	<b>0345</b>	(172)	(86)
<b>C) TRANSFERS TO THE PROFIT AND LOSS ACCOUNT</b>	<b>0350</b>	(341)	(305)
1. Valuation of financial instruments	<b>0355</b>		
a) Financial assets classified as held for sale	<b>0356</b>		
b) Other / income (expenses)	<b>0358</b>		
2. Hedging operations	<b>0360</b>		
3. Grants, donations and bequests received	<b>0366</b>	(455)	(406)
4. Other income and expenses charged directly to equity	<b>0365</b>		
5. Tax Rate Effect	<b>0370</b>	114	101
<b>TOTAL INCOME (A+B+C)</b>	<b>0400</b>	36,628	30,583

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			
<b>OPENING BALANCE AT 01/07/2017</b>	<b>3010</b>	62,000	138,268	(30,991)	30,629	479		226	200,611
Adjustments for change in accounting principle	<b>3011</b>								
Adjustments by mistake	<b>3012</b>								
<b>Opening balance adjusted</b>	<b>3015</b>	62,000	138,268	(30,991)	30,629	479		226	200,611
<b>I. Total Income / (expenses)</b>	<b>3020</b>		12		36,315		138	163	36,628
<b>II. Operations with shareholder</b>	<b>3025</b>	18,000	(59,055)	17,619					(23,436)
1. Increase (Decrease) of capital	<b>3026</b>	18,000	(43,555)	25,555					
2. Conversion of financial liabilities in net liabilities	<b>3027</b>								
3. Distribution of dividends	<b>3028</b>		(15,500)						(15,500)
4. Operations with company's own shares (net)	<b>3029</b>			(7,936)					(7,936)
5. Increase (Decrease) by business combination	<b>3030</b>								
6. Other operation with shareholders	<b>3032</b>								
<b>III. Other changes in equity</b>	<b>3035</b>		30,556		(30,629)	124			51
1. Payment based in equity instruments	<b>3036</b>								
2. Transfers between items of net equity	<b>3037</b>								
3. Other changes	<b>3038</b>		30,556		(30,629)	124			51
<b>Closing Balance at 31/12/17</b>	<b>3040</b>	80,000	109,781	(13,372)	36,315	603	138	389	213,854

**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			
<b>OPENING BALANCE AT 01/07/2017</b>	<b>3050</b>	62,000	125,256	(21,483)	30,231	356		263	196,713
Adjustments for change in accounting principle	<b>3051</b>								
Adjustments by mistake	<b>3052</b>								
<b>Opening balance adjusted</b>	<b>3055</b>	62,000	125,256	(21,483)	30,231	356		263	196,713
<b>I.Total Income / (expenses)</b>	<b>3060</b>		(9)		30,629			(37)	30,583
<b>II. Operations with shareholder</b>	<b>3065</b>		(17,300)	(9,508)					(26,808)
1.Increase (Decrease) of capital	<b>3066</b>								
2.Conversion of financial liabilities in net liabilities	<b>3067</b>								
3.Distribution of dividends	<b>3068</b>		(17,300)						(17,300)
4.Operations with company's own shares (net)	<b>3069</b>			(9,508)					(9,508)
5.Increase(Decrease) by business combination	<b>3070</b>								
6.Other operation with shareholders	<b>3072</b>								
<b>III. Other changes in equity</b>	<b>3075</b>		30,321		(30,321)	123			123
1.Payment based in equity instruments	<b>3076</b>								
2.Transfers between items of net equity	<b>3077</b>								
3.Other changes	<b>3078</b>		30,321		(30,321)	123			123
<b>Closing Balance at 31/12/2018</b>	<b>3080</b>	62,000	138,268	(30,991)	30,629	479		226	200,611

**Comments:**

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

Units: Thousand Euros

		CURRENT YEAR 31/12/2021	PREVIOUS YEAR 31/12/2020
<b>A) CASH FLOWS FROM THE ACTIVITIES OF PROFIT TAX</b>	<b>0435</b>	38,070	46,520
<b>1. Profit before tax</b>	<b>0405</b>	45,499	38,860
<b>2. Adjusts by results</b>	<b>0410</b>	(1,970)	4,240
(+) Depreciation of fixed assets	<b>0411</b>	8,694	8,822
(+/-) Others adjustments results	<b>0412</b>	(10,664)	(4,582)
<b>3. Changes in capital flow</b>	<b>0415</b>	(5,819)	5,465
<b>4. Cash Flow</b>	<b>0420</b>	360	(2,045)
(-) Interest payment	<b>0421</b>	(495)	(497)
(+) Dividend collection	<b>0422</b>	8,136	4,964
(+) Interest collection	<b>0423</b>	1,903	1,812
(+/-) Payment profit tax	<b>0430</b>	(9,184)	(8,324)
(+/-) Other payment in activities of depreciation and amortization	<b>0425</b>		
<b>B) CASH FLOW FROM INVESTMENT (1+2)</b>	<b>0460</b>	(14,118)	(29,786)
<b>1. Payment for investment</b>	<b>0440</b>	(122,969)	(119,179)
(-) Companies Group, associates and business units	<b>0441</b>	(5,581)	(2,023)
(-) Intangible fixed assets and investment property	<b>0442</b>	(11,148)	(11,166)
(-) Other financial assets	<b>0443</b>	(106,240)	(105,990)
(-) Non-current assets and liabilities that have been classified as held for sale	<b>0459</b>		
(-) Other assets	<b>0444</b>		
<b>2. Des-investments by collection</b>	<b>0450</b>	108,851	89,393
(+) Companies Group, associates and business units	<b>0451</b>	3,978	7,347
(+) Intangible fixed assets and investment property	<b>0452</b>	853	72
(+) Other financial assets	<b>0453</b>	104,020	81,924
(-) Non-current assets and liabilities that have been classified as held for sale	<b>0461</b>		
(+ Other assets	<b>0454</b>		
<b>C) CASH FLOW USED IN FINANCIAL ACTIVITIES (1+2+3)</b>	<b>0490</b>	(25,216)	(15,633)
<b>1. Collection and payment for equity instruments</b>	<b>0470</b>	(7,264)	(9,508)
(+) Issue	<b>0471</b>		
(-) Depreciation and amortization	<b>0472</b>		
(-) Acquisition	<b>0473</b>	(7,936)	(9,508)
(+) Disposition	<b>0474</b>		
(+) Grants, donations and bequests received	<b>0475</b>	672	
<b>2. Payment for liability instruments</b>	<b>0480</b>	(2,452)	11,175
(+) Issue	<b>0481</b>	19,662	31,201
(-) Return and redemption	<b>0482</b>	(22,114)	(20,026)
<b>3. Dividend payment and pay other equity instruments</b>	<b>0485</b>	(15,500)	(17,300)
<b>D) EFFECT OF CHANGES IN EXCHANGE RATES</b>	<b>0492</b>		
<b>E) INCREASE/DECREASE IN NET CASH AND EQUIVALENTS</b>	<b>0495</b>	(1,264)	1,101
<b>F) CASH AND EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>0499</b>	7.141	6,040
<b>G) CASH AND EQUIVALENT AT END OF THE PERIOD (E+F)</b>	<b>0500</b>		7,141

COMPONENTS OF THE CASH AND EQUIVALENT AT THE END OF THE PERIOD		CURRENT YEAR 31/12/2021	PREVIOUS YEAR 31/12/2020
(+) Cash and banks	<b>0550</b>	5,877	7,141
(+) Other financial assets	<b>0552</b>		
(-) Less: bank overdrafts repayable in sight	<b>0553</b>		
<b>CASH AND EQUIVALENT AT END OF THE PERIOD</b>	<b>0600</b>	5,877	7,141

Comments:

## IV.- SELECT FINANCIAL INFORMATION

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

Units: Thousand Euros

ASSETS		CURRENT YEAR 31/12/2021	PREVIOUS YEAR 31/12/2020
<b>A) TOTAL NON-CURRENT ASSETS</b>	<b>1040</b>	221,816	211,937
1. Intangible fixed assets	1030	3,132	3,030
a) Goodwill	1031		
b) Other intangible assets	1032	3,132	3,030
2. Tangible Fixed assets	1033	176,398	171,666
3. Investment property	1034		
4. Investments in group companies and associated long-term	1035		
5. Non-current Financial assets	1036	38,226	32,410
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	22,865	10,813
of which "designated at the initial moment"	1043		
c) at amortized cost	1044	15,361	21,597
6. Non-current Derivative	1039		
a) hedging derivative	1045		
b) Others	1046		
7. Deferred tax assets	1037	2,350	3,121
8. Other non-current assets	1038	1,710	1,710
<b>B) CURRENT ASSET</b>	<b>1085</b>	231,861	204,982
1. Non-Current Assets Classified as held for sale	1050		
2. Stocks	1055	89,174	81,565
3. Trade debtors and other accounts receivable	1060	56,510	41,886
a) Customers by sales and services	1061	56,270	41,635
b) Other debtors	1062	240	251
c) Current tax asset	1063		
4. Non-current Financial assets	1070	74,809	70,911
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	74,809	70,911
5. Non-current Derivative	1076		
c) hedging derivative	1077		
d) Others	1078		
6. Other Current Assets	1075	4,935	2,885
7. Cash and cash equivalent	1072	6,433	7,735
<b>TOTAL ASSETS (A+B)</b>	<b>1100</b>	453,677	416,919

Comments:

## V.- SELECT FINANCIAL INFORMATION

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

Units: Thousand Euros

LIABILITIES AND EQUITY		CURRENT YEAR	PREVIOUS YEAR
		31/12/2021	31/12/2020
<b>A) NET EQUITY</b>	<b>1195</b>	322,897	293,627
A.1) Common Stocks	<b>1180</b>	328,616	301,158
1. Capital	<b>1171</b>	80,000	62,000
a) Subscribed capital	<b>1161</b>	80,000	62,000
b) Less: uncalled capital	<b>1162</b>		
2. Share premium	<b>1172</b>		40
3. Reserves	<b>1173</b>	218,994	234,953
<b>4. Minus: Own shares and equity instruments</b>	<b>1174</b>	(13,373)	(30,992)
5. Results of previous year	<b>1178</b>		
6. Other contributions from shareholders	<b>1179</b>		
7. Equity attributable to results of the Parent	<b>1175</b>	50,792	44,878
8. Minus: Interim dividends	<b>1176</b>	(8,400)	(10,200)
9. Other equity instruments	<b>1177</b>	603	479
<b>A.2) Valuation adjustments</b>	<b>1188</b>	(5,719)	(7,531)
1. Items that are not reclassified to the result of the period	<b>1186</b>	(884)	(1,452)
a) Equity instruments with changes in other comprehensive income	<b>1185</b>	(884)	(1,452)
b) Others	<b>1190</b>		
2. Items that are reclassified to the result of the period	<b>1187</b>	(4,835)	(6,079)
a) hedging transactions	<b>1182</b>		
b) conversion differences	<b>1184</b>	(4,835)	(6,079)
c) Investments in other comprehensive income for investments in joint ventures and other	<b>1192</b>		
d) debt instruments at fair value with changes in other comprehensive income	<b>1191</b>		
e) Non-Current Other liabilities	<b>1183</b>		
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>	<b>1189</b>	322,897	293,627
<b>A.3) MINORITY INTERESTS</b>	<b>1193</b>		
<b>B) NON-CURRENT LIABILITIES</b>	<b>1120</b>	47,132	55,537
1. Grants	<b>1117</b>	1,271	1,042
2. Long-Term provisions	<b>1115</b>	414	1,828
3. Long-Term debt	<b>1116</b>	41,564	49,145
a) Issue of Debentures and Other Marketable Securities	<b>1131</b>	41,564	49,145
b) Other financial liabilities	<b>1132</b>		
4. Deferred tax liabilities	<b>1118</b>	2,756	2,520
5. Non-current Derivative	<b>1145</b>		
f) hedging derivative	<b>1146</b>		
g) Others	<b>1147</b>		
6. Current Other liabilities	<b>1135</b>	899	1,002
<b>C) CURRENT LIABILITIES</b>	<b>1130</b>	83,648	67,755
1. Liabilities Directly Associate with Non-Current Assets classified as held for sale	<b>1121</b>		
2. Short-term provisions	<b>1122</b>	2,256	3,038
3. Short-term financial debt	<b>1123</b>	16,467	18,582
a) Borrowing with banks and bonds and other securities	<b>1133</b>	16,467	18,582
b) Other financial liabilities	<b>1134</b>		
4. Trade creditors and other accounts payable	<b>1124</b>	43,255	31,750
a) Suppliers	<b>1125</b>	42,219	31,213
c) Other creditors	<b>1126</b>		
c) Current earning tax liabilities	<b>1127</b>	1,036	537
5. Current Derivative	<b>1145</b>		
h) hedging derivative	<b>1146</b>		
i) Others	<b>1147</b>		
6. Other current liabilities	<b>1136</b>	21,670	14,385
<b>TOTAL LIABILITY AND SHAREHOLDER'S EQUITY (A+B+C)</b>	<b>1200</b>	453,677	416,919

Comments:

## IV.- SELECT FINANCIAL INFORMATION

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

Units: Thousand Euros

		CURRENT YEAR (2 <sup>ND</sup> HALF)	PREVIOUS YEAR (2 <sup>ND</sup> HALF)	CURRENT ACCUMULATED 31/12/2021	PREVIOUS ACCUMULATED 31/12/2020
(+) Net Turnover	1205	143,106	134,533	301,286	274,151
(+/-) Variation in stocks of finished goods and work in progress	1206	5,074	(4,050)	1,271	(8,945)
(+) Work done by the company for its active	1207	589	592	1,189	1,198
(+) Supplies	1208	(50,153)	(41,598)	(99,986)	(85,194)
(+) Other operating income	1209	4,378	1,698	6,113	2,912
(+) Personnel costs	1217	(21,813)	(21,116)	(46,814)	(44,733)
(-) Other operating expenses	1210	(44,968)	(32,419)	(80,518)	(64,738)
09(-) Depreciation of fixed assets	1211	(8,675)	(9,370)	(17,658)	(18,113)
(+) Imputation of capital grants and others	1212	1,343	746	1,343	1,760
(+/-) Impairment losses	1214				
(+/-) Result from disposals of fixed asset	1216	153	1	26	1
(+/-) Other results	1215	7	8	24	9
<b>= OPERATING RESULTS</b>	<b>1245</b>	<b>29,041</b>	<b>29,025</b>	<b>66,446</b>	<b>58,308</b>
(+) Financial income	1250	822	620	1,674	1,338
a) Interest income calculated according to the effective interest rate method	1262	822	561	1,674	1,079
b) Others	1263		59		259
(-) Financial expenses	1251	(149)	(196)	(165)	(460)
(+/-) Variation in fair value of financial instruments	1252			(228)	
(+/-) 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	(377)	(742)	(678)	(948)
(+/-) 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				
<b>= FINANCIAL RESULTS</b>	<b>1256</b>	<b>296</b>	<b>(318)</b>	<b>603</b>	<b>(70)</b>
Other Results / Loss	1253	5	19	9	24
<b>= PROFITS BEFORE TAX</b>	<b>1265</b>	<b>29,342</b>	<b>28,726</b>	<b>67,058</b>	<b>58,262</b>
(+/-) Profit Tax Expenses	1270	(7,421)	(6,548)	(16,266)	(13,384)
<b>= PROFITS / (LOSS) FOR THE PERIOD OF CONTINUING OPERATIONS</b>	<b>1280</b>	<b>21,921</b>	<b>22,178</b>	<b>50,792</b>	<b>44,878</b>
(+/-) Result after discontinued Operations Tax (net)	1285				
<b>= CONSOLIDATED RESULTS OF YEAR</b>	<b>1288</b>	<b>21,921</b>	<b>22,178</b>	<b>50,792</b>	<b>44,878</b>
a) Result attributable to the parent entity	1300	21,921	22,178	50,792	44,878
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	0.56	0.56	1.30	1.12
Diluted	1295	0.56	0.56	1.29	1.12

## Comments:

Earnings per share reported in 2020 have been adjusted (for comparison purposes) to reflect the impacts of the capital increase and reduction carried out in 2021.

## IV.- SELECT FINANCIAL INFORMATION

## 7.- OTHER CONSOLIDATED COMPREHENSIVE RESULT (IFRS ADOPTED)

Units: Thousand Euros

		CURRENT YEAR (2 <sup>ND</sup> HALF)	PREVIOUS YEAR (2 <sup>ND</sup> HALF)	CURRENT ACCUMULATED	PREVIOUS ACCUMULATED
<b>A) PROFIT/LOSS FOR THE YEAR</b>		21,921	22,178	50,792	44,878
<b>B) INCOME AND EXPENSES CHARGED DIRECTLY TO EQUITY</b>	<b>1310</b>	189	(1,209)	620	(4,662)
1. Revaluation of tangible and intangible assets	1311				
2. Actuarial gains and losses and other adjustments	1344	69	(13)	69	(13)
3. Entities rated by the method of participation	1342				
4.	1346	137	(1,199)	568	(4,652)
5. Other income and expenses charged directly to equity	1343				
6. Tax Rate Effect	1345	(17)	3	(17)	3
<b>C) OTHER GLOBAL RESULTS - ITEMS THAT CAN BE RECLASSIFIED AFTER THE RESULTS OF THE PERIOD</b>	<b>1350</b>	1,244	(481)	1,244	(481)
<b>1. Cash flow hedges</b>	<b>1360</b>				
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				
<b>2. Conversion differences</b>	<b>1365</b>	1,244	(481)	1,244	(481)
a) Valuation profit / losses	1366	1,244	(481)	1,244	(481)
b) Amounts transferred to the profit and loss account	1367				
c) Other classifications	1368				
<b>3. Participation in other comprehensive income recognized by investments in joint and associated businesses</b>	<b>1370</b>				
a) Valuation profit / losses	1371				
b) Amounts transferred to the profit and loss account	1372				
c) Other classifications	1373				
<b>4. Debt instruments at fair value with changes in other comprehensive income</b>	<b>1381</b>				
d) Valuation profit / losses	1382				
e) Amounts transferred to the profit and loss account	1383				
f) Other classifications	1384				
<b>5. Other income and expenses that may be reclassified after the period result</b>	<b>1375</b>				
g) Valuation profit / losses	1376				
h) Amounts transferred to the profit and loss account	1377				
i) Other classifications	1378				
<b>6. Tax Effect</b>	<b>1380</b>				
<b>TOTAL INCOME (A+B+C)</b>	<b>1400</b>	23,354	20,488	52,656	39,735
a) Attributable to the dominant entity	1398	23,354	20,488	52,656	39,735
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				
<b>OPENING BALANCE 01/07/2016</b>	<b>3110</b>	62,000	224,793	(30,992)	44,878	479	(7,531)	293,627	
Adjustments for change in accounting principle	<b>3111</b>								
Adjustments by mistake	<b>3112</b>								
<b>Opening balance adjusted</b>	<b>3115</b>	62,000	224,793	(30,992)	44,878	479	(7,531)	293,627	
Total Income	<b>3120</b>		52		50,792	1,812		52,656	
Operations with shareholder	<b>3125</b>	18,000	(59,055)	17,619				(23,436)	
Increase/( Decrease) of capital	<b>3126</b>	18,000	(43,555)	25,555					
Conversion of financial liabilities in net liabilities	<b>3127</b>								
Distribution of dividends	<b>3128</b>		(15,500)					(15,500)	
Operations with company's own shares (net)	<b>3129</b>			(7,936)				(7,936)	
Increase/ (Decrease) by business combination	<b>3130</b>								
Other operation with shareholders	<b>3132</b>								
Other changes in equity	<b>3135</b>		44,804		(44,878)	124		50	
Payment based in equity instruments	<b>3136</b>								
Transfers between items of net equity	<b>3137</b>								
Other changes	<b>3138</b>		44,804					50	
<b>Closing Balance 31/12/2016</b>	<b>3140</b>	80,000	210,594	(13,373)	50,792	603	(5,719)	322,897	

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			
<b>OPENING BALANCE 01/07/2016</b>	<b>3150</b>	62,000	202,888	(21,483)	39,218	355	(2,398)	280.580	
Adjustments for change in accounting principle	3151								
Adjustments by mistake	3152								
<b>Opening balance adjusted</b>	<b>3155</b>	62,000	202,888	(21,483)	39,218	355	(2,398)	280.580	
Total Income	3160		(10)		44,878			39,735	
Operations with shareholder	3165		(17,300)	(9,509)				(26,809)	
Increase/( Decrease) of capital	3166								
Conversion of financial liabilities in net liabilities	3167								
Distribution of dividends	3168		(17,300)					(17,300)	
Operations with company's own shares (net)	3169							(9,509)	
Increase/ (Decrease) by business combination	3170								
Other operation with shareholders	3172								
<b>Other changes in equity</b>	<b>3175</b>		39,215		(39,218)	124		121	
Payment based in equity instruments	3176								
Transfers between items of net equity	3177								
Other changes	3178		39,215		(39,218)	124		121	
<b>Closing Balance 31/12/2016</b>	<b>3180</b>	62,000	224,793	(30,992)	44,878	479	(7,531)	293,627	

Comments:



## IV.- SELECT FINANCIAL INFORMATION

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

Units: Thousand Euros

		CURRENT YEAR 31/12/2021	PREVIOUS YEAR 31/12/2020
<b>A) CASH FLOWS FROM THE ACTIVITIES OF PROFIT TAX</b>	<b>1435</b>	64,142	72,887
<b>1. Profit before tax</b>	<b>1405</b>	67,058	58,262
<b>2. Adjusts by results</b>	<b>1410</b>	16,861	19,811
(+) Depreciation of fixed assets	1411	17,658	18,113
(+/-) Others adjustments results	1412	(797)	1,698
<b>3. Changes in capital flow</b>	<b>1415</b>	(6,526)	5,200
<b>4. Cash Flow</b>	<b>1420</b>	(13,251)	(10,386)
(-) Interest payment	1421	(408)	(475)
(+)dividend payments and pay other equity instruments	1430		
(+) Dividend collection	1422	1,625	218
(+) Interest collection	1423	(14,415)	1,260
(+/-) Payment / collect profit tax	1424	47	(11,389)
(+/-) Other payment in activities of depreciation and amortization	1425		
<b>B) CASH FLOW FROM INVESTMENT (1+2)</b>	<b>1460</b>	(32.705)	(42.652)
<b>1. Payment for investment</b>	<b>1440</b>	(136,712)	(124,706)
(-) Companies Group, associates and business units	1441	(9)	(25)
(-) Intangible fixed assets and investment property	1442	(23,609)	(17,760)
(-) Other financial assets	1443	(113,094)	(106,921)
(-) Other assets	1444		
<b>2. Des-investments by collection</b>	<b>1450</b>	104,007	82,054
(+) Companies Group, associates and business units	1451	68	69
(+) Intangible fixed assets and investment property	1452		73
(+) Other financial assets	1453	109,939	81,912
(+)Non-current assets and liabilities that have been classified as held for sale	1461		
(+) Other assets	1454		
<b>3. Other streams assets in investing activities</b>	<b>1455</b>		
(+) Dividends collect	1456		
(+) Investments collect	1457		
(+/-) Others payments / collects in activities of investments	1458		
<b>C) CASH FLOW USED IN FINANCIAL ACTIVITIES (1+2+3)</b>	<b>1490</b>	(32,739)	(29,447)
<b>1. Collection and payment for equity instruments</b>	<b>1470</b>	(7,935)	(9,508)
(+) Issue	1471		
(-) Depreciation and amortization	1472		
(-) Acquisition	1473	(7,935)	(9,508)
(+) Disposition	1474		
<b>2. Payment for liability instruments</b>	<b>1480</b>	(9,687)	(2,626)
(+) Issue	1481	25,086	26,476
(-) Return and redemption	1482	(34,773)	(29,102)
<b>3. Dividend payment and pay other equity instruments</b>	<b>1485</b>	(15,500)	(17,300)
<b>4. Other cash-flows in financial activities</b>	<b>1486</b>	383	(13)
(-) Interest payment	1487		
(+/-) Others payments /collect in financial activities	1488	383	(13)
<b>D) EFFECT OF CHANGES IN EXCHANGE RATES</b>	<b>1492</b>		
<b>E) INCREASE/DECREASE IN NET CASH AND EQUIVALENTS</b>	<b>1495</b>	(1,302)	788
<b>F) CASH AND EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>1499</b>	7,735	6,947
<b>G) CASH AND CASH EQUIVALENT AT END OF THE PERIOD (E+F)</b>	<b>1500</b>	6,433	7,735

Comments:

<b>IV.- SELECT FINANCIAL INFORMATION</b>
<b>9. A.- STATE OF CONSOLIDATED CASH FLOWS (INDIRECT METHOD)2/2</b>

Units: Thousand Euros

COMPONENTS AND CASH EQUIVALENTS AT END OF PERIOD		CURRENT YEAR 31/12/2021	PREVIOUS YEAR 31/12/2020
(+) Cash and banks	1550	6,433	7,735
(+) Other financial assets	1552		
(-) Less: bank overdrafts repayable in sight	1553		
<b>CASH AND EQUIVALENT AT END OF THE PERIOD</b>	<b>1600</b>	6,433	7,735

Comments:

## IV.- SELECT FINANCIAL INFORMATION

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

Units: Thousand Euros

		CURRENT YEAR 31/12/2021	PREVIOUS YEAR 31/12/2020
<b>A) CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>8435</b>		
(+) 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>B) CASH FLOWS FROM INVESTING ACTIVITIES (1+2+3)</b>	<b>8460</b>		
<b>1. Payment for investment</b>	<b>8440</b>		
(-) Companies Group, associates and business units	8441		
(-) Intangible fixed assets and investment property	8442		
(-) Other financial assets	8443		
	8459		
(-) Other assets	8444		
<b>2. Des-investments by collection</b>	<b>8450</b>		
(+) 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		
<b>3. Other streams assets in investing activities</b>	<b>8455</b>		
(+) Dividends collect	8456		
(+) Investments collect	8457		
(+/-) Others payments / collects in activities of investments	8458		
<b>C) CASH FLOW USED IN FINANCIAL ACTIVITIES (1+2+3)</b>	<b>8490</b>		
<b>1. Collection and payment for equity instruments</b>	<b>8470</b>		
(+) Issue	8471		
(-) Depreciation and amortization	8472		
(-) Acquisition	8473		
(+) Disposition	8474		
<b>2. Payment for liability instruments</b>	<b>8480</b>		
(+) Issue	8481		
(-) Return and redemption	8482		
<b>3. Dividend payment and pay other equity instruments</b>	<b>8485</b>		
<b>4. Other cash-flows in financial activities</b>	<b>8486</b>		
(-) Interest payment	8487		
(+/-) Others payments /collect in financial activities	8488		
<b>D) EFFECT OF CHANGES IN EXCHANGE RATES</b>	<b>8492</b>		
<b>E) INCREASE/DECREASE IN NET CASH AND EQUIVALENTS (A+B+C+D)</b>	<b>8495</b>		
<b>F) CASH AND EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>8499</b>		
<b>G) CASH AND CASH EQUIVALENT AT END OF THE PERIOD (E+F)</b>	<b>7500</b>		

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
		31/12/2021	31/12/2020
(+) Cash and banks	8550		
(+) Other financial assets	8552		
(-) Less: bank overdrafts repayable in sight	8553		
<b>CASH AND EQUIVALENT AT END OF THE PERIOD</b>	<b>8600</b>		

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		15,500		17,300		
Other shares	2159						
<b>TOTAL DIVIDENDS PAY</b>	<b>2160</b>		15,500		17,300		
a) dividends from results	2155		15,500		17,300		
b) dividends from premium account	2156						
c) dividends in kind	2157						

Comments:

## 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	33,001	23,672	35,271	28,615
Export	2215	154,283	144,973	266,015	245,536
a) European Union	2216	57,707	53,587	90,901	83,824
b) Countries: OCDE	2217	32,292	28,257	58,908	51,716
c) Other Countries	2218	25,415	25,330	31,993	32,108
b) Rest	2219	96,576	91,386	175,114	161,712
TOTAL	2220	187,284	168,645	301,286	274,151

Comments:

SEGMENTS		CONSOLIDATED			
		Ordinary income coming from external customers		Results	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Tobacco Industries	2221	185,433	176,616	51,069	46,830
Industrial Products	2222	93,332	79,447	13,034	9,915
Others	2223	22,521	18,088	997	1,547
	2224				
	2225				
	2226				
	2227				
	2228				
	2229				
	2230				
TOTAL	2235	301,286	274,151	65,100	58,292

Comments:

The result included under the heading "Total segments to report" (Cells 2235 C and D) differs from the result before taxes of the consolidated Group (Cells 1265 C and D) as the consolidation adjustments are not assigned to any specific segment, IFRS adjustments and financial results.

**IV.- SELECT FINANCIAL INFORMATION**  
**12.- PERSONAL AVERAGE**

		INDIVIDUAL		CONSOLIDATED	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
<b>AVERAGE WORKFORCE</b>	<b>2295</b>	518	530	904	893
<b>Men</b>	<b>2296</b>	350	347	658	639
<b>Women</b>	<b>2297</b>	168	183	246	254

Comments:

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

		INDIVIDUAL	
		CURRENT YEAR	PREVIOUS YEAR
<b>Administrators</b>			
<b>Salary / Wages fixed</b>	<b>2310</b>	1,816	1,517
<b>Variable Salary</b>	<b>2311</b>	1,083	1,086
<b>Expenses</b>	<b>2312</b>	1,458	1,007
<b>Statutory attentions</b>	<b>2313</b>		
<b>Compensations</b>	<b>2314</b>		
<b>Operations on actions and financial instruments</b>	<b>2315</b>	325	
<b>Others</b>	<b>2316</b>	4	3
<b>TOTAL</b>	<b>2320</b>	4,686	3,613

		INDIVIDUAL	
		CURRENT YEAR	PREVIOUS YEAR
<b>MANAGEMENT</b>			
<b>Total remuneration received by management</b>	<b>2325</b>	3,002	1,530

Comments:

1. With regard to the executive Directors, the variable remuneration in cash (c.2312) for the 2021 financial year includes, in an extraordinary manner, the amount accrued from compliance with the 2019-2021 Triannual Plan and the long-term savings systems (c. 2315) correspond to the 2019 – 2021 Social Security Plan whose accrual and consolidation occurs in 2021 as this is the one with which the triennium ends. As for the directors (c.325), the total amount of remuneration corresponding to the current Period also includes the amounts corresponding to the two aforementioned three-year plans.
2. In the current period, the number of directors amounts to 9, increasing by 3, compared to the previous period.

## 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					
<b>EXPENSES (1+2+3+4+5)</b>	<b>2350</b>					
6) Income financial	2351					
7) Dividends received	2354					
8) Provide service	2356					
9) Sale of assets	2357					
10) Other expenses	2359					
<b>INCOME (6+7+8+9+10)</b>	<b>2360</b>					

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	3,338	7,486			10,824
Other operations	2385				1	1

		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					
<b>TOTAL DEBTS BALANCE</b>	<b>2347</b>					
4) Suppliers and Commercial Creditors	2352					
5) Loans and credits received	2353					
6) Other payment obligations	2355					
<b>TOTAL CREDITORS BALANCE (4 + 5 + 6)</b>	<b>2358</b>					

Comments:



## IV.- SELECT FINANCIAL INFORMATION

## 14.- OPERATED RELATED PARTY 2/2

Units: Thousand Euros

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

OTHER COMUNICATIONS		PREVIOUS YEAR				Total
		Relevant shareholders	Administrators and managements	Individuals, companies or entities of the group	Other related parties	
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	3,223	8,412			11,635
Other operations	6385				1	1

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

Comments:

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

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

## INTERMEDIATE FINANCIAL STATEMENTS

## INTERMEDIATE FINANCIAL STATEMENTS

The consolidated accumulative results the second half of 2020 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. In both cases the data are comparative with those of the same period of the previous year except for what is stated in the explanatory notes to the interim financial statements (presentation bases).

### **CONSOLIDATED RESULTS**

Despite the exceptionality of the semester, derived from the spread and subsequent outbreaks of COVID-19 in the markets in which the Group operates, the rigorous application of the Group's internal protocols has managed to prevent and minimize risks to people and operations, actions that have allowed the work centres to maintain their activities in the normal course of business and, with this, have fulfilled their commitments with the different interest groups.

The main figures are summarized as follows and compared with the previous year was:

<u>Thousand euros</u>	<u>2021</u>	<u>2020</u>	<u>Variation %</u>
Net turnover amount	301,286	274,151	9.9%
EBITDA <sup>1</sup>	84,104	76,421	10.1%
Operating Profit	66,446	58,308	14.0%
Profit before tax	67,058	58,262	15.1%
Profit after tax	50,792	44,878	13.2%
Cash-flow after tax <sup>2</sup>	68,450	62,991	8.7%

The net turnover consolidated in the exercise 2021 amounted to EUR 301.3 million, representing an increase EUR 27.1 million to the same period last year. By business lines, the line of products for the Tobacco Industry increases its sales by 5% the same period of last year by EUR 8.8 million by an improvement in volumes and, in particular, product mix. The Industrial Products line has experienced growth in its sales of EUR 13.9 million thanks to the good performance of the demand for special papers, products mainly offered by the Terranova and MB companies. Finally, the "Others" line increased turnover by 4.4 million euros compared to last year, recovering the decrease in volume in the publishing and coloured paper markets caused by the COVID-19 pandemic the previous year.

The sales of the parent company in this financial year have reached the figure of 187.3 million euros, which represents an increase of 18.6 million euros with respect to the previous year. It should be noted that 5.5 million euros of said increase correspond to the application of Royal Decree 1/2021 on the PGC, registering under this heading recurring income (provision of services, sale of electricity, etc.) previously registered as other income from exploitation.

Consolidated operating profit was 14.0% higher than in 2020, all of this despite the significant impact in the second half of the high levels of pasta prices and the high increases in the price of pasta. energy, which show a clear upward trend and will continue to have a strong impact on the results of the 2022 financial year.

For its part, the BDI has reached the figure of EUR 50.8 million, exceeding the result obtained in the previous year by 13.2%. The estimated effective tax rate for the period was 24.26%, higher than the rate for the previous year (23.0%) mainly due to the regulatory changes that have reduced the applicable tax deductions and the increase in the tax base.

In the Parent Company the result before tax to EUR 36.6 million, exceeding by 18.6% the one achieved in the same period of the previous year.

### 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>December 2021</u>	<u>December 2020</u>
Net fix assets <sup>3</sup>	179,530	174,697
Working capital requirement <sup>4</sup>	83,853	77,163
Other Net Assets/Liabilities	(1,923)	(1,561)
<b>Capital employed</b>	<b>261,460</b>	<b>250,299</b>
Equity	(322,897)	(293,627)
Net financial debt <sup>5</sup>	61,437	43,328

The capital employed increased by nearly EUR 11.2 million, mainly as a result of the increase in net fixed assets of EUR 4.8 million derived from the Group's investments and the increase in NOF of EUR 6.7 million that this is explained by an increase in inventories and debtors amounting to EUR 7.6 and 16.6 million, respectively, partially offset by an increase in accounts payable and short-term provisions amounting to EUR 17.5 million.

### CONSOLIDATED BALANCE SHEET

The financial situation of the consolidated Group, based on the information prepared in accordance with the International Standards adopted, at the end of the year and compared with that of the same previous period, is explained through the following magnitudes:

<u>Thousand Euros</u>	<u>December 2021</u>	<u>December 2020</u>
Long-term financial debt	(41.564)	(49.145)
Short-term financial debt	(16.467)	(18.582)
Cash and other current financial assets	81.242	78.645
Non-current financial assets	38.226	32.410
Net financial debt <sup>5</sup>	61.437	43.328
Net equity	322.897	293.627
Leverage ratio	n/a	n/a

The net financial debt position to closing the second half, presents a debit balance for EUR 61.4 million, higher than to that of the close of year 2021 in EUR 18.1 million.

In 2021, with the aim of continuing to provide the Group with the necessary flexibility and liquidity in view of the difficult predictability of events linked to COVID-19, the Group has partially restructured its debt with credit institutions, increasing its half-life and obtaining more favourable conditions.

At year-end, cash and current assimilable assets increased by EUR 2.6 million to EUR 81.2 million and non-current assets by EUR 5.8 million, standing at EUR 38.2 million.

The net cash flow during the 2021 of the year amounted to EUR 68.5 million, exceeding by 8.7% obtained in the same period of the previous year. The cash flow of the parent company stood at EUR 45.0 million, higher than to that of the close of year 2020 in EUR 5.6 million.

The main applications of the funds generated have been the investment in tangible and intangible assets, for an amount of EUR 20.3 million, the acquisition of own shares for treasury stock, for a value of EUR 7.9 million, the payment of dividends, for EUR 15.5 million, reduction of debts with credit institutions for a value of EUR 9.7 million, operational needs for funds for a value of EUR 6.9 million, as well as an increase in liquid positions and other assets finances as described above.

### STOCK EXCHANGE SITUATION

The main information on share trading during the second half of 2021 was as follows:

Days of trading	256 days
Number of shares traded	4,928,456
Value of shares traded	€ 72,380,690.54
Maximum price	€ 17.90 per share
Minimum price	€ 11.86 per share
Average price	€ 14.68 per share
Final price	€ 13.10 per share

The stock market activity of the Parent Company during 2021 is reflected in the following figures, which are presented adjusted for the paid-up capital increase carried out in November 2021:

Days of trading	256 days
Number of shares traded(*)	6,192,711
Value of shares traded	€ 72,380,690.1
Maximum price (*)	€ 14.20 per share
Minimum price (*)	€ 9.97 per share
Average price (*)	€ 11.72 per share
Final price	€ 13.10 per share

\* Values adjusted for the free-up capital increase charged to reserves carried out in November 2021.

## TREASURY STOCK

The Parent Company, during the 2021 financial year, using the authorizations for the derivative purchase of its own shares granted by the General Shareholders' Meeting on June 20, 2018 and the new authorization for a term of 5 years, granted by the General Shareholders' Meeting of June 22, 2021, which annulled the previous authorization, within the framework of the share repurchase program reported to the CNMV on November 27, 2020, acquired 373,271 shares on the stock market (equivalent to 509,006 new shares) prior to the capital increase, which took place in November 2021, and 173,864 shares after the increase, of which 93,346 correspond to the Repurchase Program communicated on November 30, 2021, with 1,145,904 being the total number of shares in treasury stock at year-end (representing 2.86% of share capital

## 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 exercise 2020 that would require disclosure as per EHA 3050/2004 of 15th September.

Likewise, in the referred period there is no evidence that relevant operations have been carried out by both the parent company and other companies of the Group and its directors 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.

In the first half of the year, a shareholder contribution worth 3 million euros was made to the company DESVI, S.A. by two of the Group's shareholder companies.

With the exception of the aforementioned capital increase and the dividends paid, there have been no operations that may give rise to a conflict of interest between the companies of the Group, other than those carried out in the ordinary course of business activity and concluded under market conditions.

## **ENVIRONMENT INFORMATION**

During the exercise 2020, 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, allocating investments in this area to saving and optimising energy consumption and reducing waste, favouring the development of the circular economy in its productive activity.

In addition to the management effort, for its financing it has applied economic resources amounting to 11.8 million euros, aimed at reducing the consumption of water, energy and the reduction of waste generation, as well as the management of these last.

As a result of its commitment to sustainability and the circular economy, in 2021 the Group has once again obtained, for the second consecutive year, the A- rating, corresponding to "leadership" awarded by the independent CDP body in the CDP categories Climate Change and CDP Water, as well as the B rating corresponding to "Management" in the CDP Forest category (first year in which it is evaluated), being one of the Spanish companies with the best rating and particularly in the industrial sector. Additionally, the rating is of particular importance as it is higher than the regional average for Europe, the average for the paper and forestry sector, and the global average, whose scores are within the range of "Management" and "Awareness" (scores B and C) respectively.

## **R&D+I ACTIVITIES**

During the 2021, the Group has continued its activities and its expansion in R&D+ i, dedicating resources to them amounting to EUR 3.0 million. In this period the activities have continued to focus mainly on the lines of research largely aimed at obtaining new products and technological innovation in the production processes.

## **INFORMATION ON STAFF**

The Group's top priority in the face of the health crisis has been to apply all the measures at its disposal to protect the health and safety of its employees and, in turn, comply in their environment and in particular with their commitments to customers and suppliers.

The management of the situation has been channelled by the Crisis Committee, which was created last March two. The Committee which follows the evolution of the pandemic in real time, taking the necessary measures presided over by the attention to the Group's employees. Additionally, the aforementioned Committee coordinates actions in management matters that preserve the interest of its customers and suppliers and anticipates the actions that ensure supplies and minimize the impacts that the situation is generating. To date, the measures adopted have proven to be effective, preventing the spread of the virus in the workplace and enabling the continuity of operations.

The average workforce in 2021 amounted to 904 people, in line of the exercise 2010. The resources allocated in the period to safety, health and prevention of occupational risks have been EUR 2.0 million and those allocated to the various training programs have been

significantly reduced respect to the previous exercises, as a result of the current health situation derived from the pandemic.

## **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 sales 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 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 the majority of its subsidiaries have a solid balance sheet structure that provides them with strength and funding capacity. When it is considered that there is objective evidence that the value of a financial asset is appropriate to be adjusted, the correction is made to values based on the estimates and judgments arising from the information produced by independent third parties.

The continuous effort in research, development and innovation, essential in a global market and competitive, allows the group apply their knowledge to obtain new products and applications from them as well as to have last generation technology, in many cases exclusive, maintaining and increasing the productivity and the production of its range of products ones that can satisfy the highest demands of quality and enabling it to be consistent and to lay the foundations for the growing needs in the future.

The parent company and the Group maintain litigation and contention in the normal course of business. In 2020 no relevant events have occurred as a result has taken place in addition to the filing of contentious-administrative appeal against the settlement agreement of the Tax Inspection in relation to Corporation Tax. The Administrators, in agreement with their advisers, continue to maintain that, in accordance with current accounting regulations, the parent company must not record any amount in its consolidated Annual Accounts. The events that have taken place from the end of the financial year to the date of issuance of this Report are described in the following section on subsequent events.

Although the Group has adopted all the measures available to it to minimize the impact of COVID-19 both on its workforce and on operations, there is a risk of outbreaks that could affect both the Group's operational activity and demand. That is why the Group has worked and work on potential adverse scenarios in the framework of this pandemic and to maintain active the action plans to minimize its impact.



## **SUBSEQUENT EVENTS**

There is no knowledge of other significant additional subsequent events corresponding to the period reported on the date of issuance of this Report.

## **PROSPECTS**

The Company considers that the excellent results of the year 2021 should be valued with special attention. The current situation poses a very different and complex scenario throughout 2022, with particularly significant volatility.

The Group's objective is focused on continuing in the future with the growth trajectory achieved in recent years, hoping to achieve that the results during the 4th quarter allow it.

All in all, the results of the first quarter will be severely affected by the extraordinary increases in prices, particularly energy prices, which will be especially evident when compared to those of the same period of 2021. Additionally, it should be noted that the aforementioned period of 2021 included non-recurring results.

Prior to the Russia-Ukraine war, the Group expected improvements in the evolution of supply prices from April-May and assuming that the effectiveness of the sales price policy put in place would have reached maturity in the period April-September, it was possible to consider that the aforementioned imbalances in the first quarter would moderate. However, the scenario is more uncertain due to the imposition of international sanctions on Russia, as well as the alteration of international trade in the area, together with the unforeseen consequences on the price of gas in Europe.

In any case, the Group is betting that the last quarter of 2022 may be indicative of its future trajectory, which will fully incorporate the results of the latest and forthcoming investments, regardless of whether the latter require scheduled shutdowns as which will be carried out in one of the machines to carry out an important technological development. The development of the year and its results should allow the start of a new growth cycle, to which the Group remains committed.

## **EXPLANATORY NOTES**

In accordance with the provisions of Circular 3/2018 of June 26 of the National Securities Market Commission, which provides the Instructions for completing the general model of the half-yearly financial report in relation to the Explanatory Notes to the Statements interim financial statements of chapter V and section 16 of IAS 34 in force, the events and transactions are described below, taking into account the principle of relative importance, produced since the date of the last annual report, which are relevant to understand the changes in the financial situation, the performance of the company or the significant changes in the amounts and the comparability with the annual financial statements.

### **1. BASIS OF PRESENTATION**

The Consolidated Intermediate Financial Statements in this included in the second 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 (IFRS 4, IFRS 9, IFRS16 and IAS 39) with effect from January 1 of 2021.

For its part, the results of the individual companies are presented in accordance with the accounting principles and valuation standards contained in the General Accounting Plan (PGC) approved by Royal Decree 1514/2007, together with Royal Decrees 1159/2010 , 602/2016 and 1/2021 by which certain aspects of the PGC and its sectoral adaptations are modified.

The amounts contained in these 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 2021. The change in accounting standards applied this year has not had a significant impact. The data is comparative with that of the same period of the previous financial year, except for the "Net amount of turnover" in the individual companies where in financial year 2021 income classified in previous financial years has been included under the heading "Other operating income" as a result of the first application of Royal Decree 1/2021 of January 12.

However, the above, the previous information, 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 2021 there were no unusual items that significantly affect the assets, liabilities, equity, net income or cash flows of the Group.

In particular:

- No significant adjustment has been made to inventories to their net realizable value after applying the Group's standard valuation criteria.
- 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 first, it is worth highlighting the investments made to improve the Besos plant, with the acquisition of a new winder as well as the reform and start-up of one of the paper machines and the first investments in the reform project of the MB company paper machine for special papers.
- There have been no significant collections arising from litigation.
- It has not been necessary to make significant corrections of errors from previous periods.
- 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, as a result of the Argentine economy's consideration as hyperinflationary.

### 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

On June 20, 2021, the Ordinary and Extraordinary Shareholders' Meeting of Miquel y Costas & Miquel, SA agreed to reduce the share capital of the Company by EUR 3,333,332 through the redemption of 1,666,666 shares of EUR 2.00 of nominal value each one of them, leaving the social capital set at EUR 58,666,668. It is stated that the purpose of the capital reduction was to amortize own shares, previously acquired by the Company. On August 23, 2021, the aforementioned reduction was registered in the Mercantile Registry of Barcelona.

The aforementioned Ordinary and Extraordinary General Shareholders' Meeting also agreed to increase the share capital, from reserves to an amount of EUR 80,000 thousand through the issue and circulation of 10,666,666 new shares, Each of the same series and with the same rights as those currently in circulation, represented by book entries and assigned free of charge to the shareholders of the Company. On November 25, 2021, this extension was registered in the Mercantile Register of Barcelona.

In 2021, the Company acquired, using the authorizations for the derivative purchase of its own shares granted by the General Shareholders' Meeting on June 20, 2018 and the new authorization for a term of 5 years, granted by the General Shareholders' Meeting of June 22, 2021 (which annulled the previous authorization), within the framework of the Share Repurchase Program communicated to the CNMV on November 27, 453,789 shares, under the Share Repurchase Program shares communicated to the CNMV on November 30, 2021, a total of 93,346 shares and on November 28, 2021, due to the capital increase, 243,424 shares were awarded. The final position at year-end amounted to 1,145,904 treasury shares, representing 2.86% of the share capital.

The stock option plan framed in the current staff compensation plan remains in the vesting period.

## **6. PAYMENT DIVIDENDS**

The dividends paid in 2021 have been a total of EUR 15.5 million (EUR 17.3 million euros in 2020, which included the payment of an extraordinary dividend made in December, which added the amount of two interim dividends traditionally distributed), a fact that supposes a nominal DPA of 0.378 euros per share (post reduction and capital increase of the 2021 financial year), and an effective DPA, this is increased by the attribution of the rights of the shares in treasury stock in application of the provisions of Article 148 of the LSC, of 0.397 euros per share (0.434 in 2020).

## **7. SEGMENT INFORMATION**

The financial information by operating segments presented for the year 2021 includes, in accordance with the revised IAS 14, the segments that must be presented separately or that share a significant amount of the factors that define the segment and are combinable. The aforementioned information is comparable with that of the 2020 financial year in classification terms and is detailed in chapter IV "Selected Financial Information", section 11.

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. Said organizational structure is distributed in lines of business (three being those identified as subject to information) from which the general policies are established, and which are the following:

- Tobacco industry
- Industrial products
- Others

## **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 annual or multi-year remuneration accrued or consolidated in the period.

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

It is not known that significant additional events have occurred subsequent to the date of issuance of this Report, except for those that have not been mentioned in the management report.

**10. VARIATIONS IN THE CONSOLIDATION PERIMETER.**

There have been no variations in the scope of consolidation in the exercise 2021.

**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 the interim financial statements.

**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) (-)	Result of compensation of current balance sheet items that complement the capital employed

NAME	DEFINITION	USE
Net Equity	Equity Capital (+) Value adjustments (+)/(-) Others items for the external sources(-)	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.

### 13. ACCOUNTING CONSIDERATIONS AS A CONSEQUENCE OF THE COVID-19 CORONAVIRUS PANDEMIC

The parent company and its subsidiaries have analyzed the possible accounting implications of the pandemic, and to date no significant effect has been detected in the financial information during the second half.

In view of business performance during 2021 compared to the same period in the previous year, the going concern principle is not considered to be at risk, nor is the Group's ability to meet its obligations. Because of Covid-19, no changes have been made to current rental contracts and there is no workforce restructuring plan. The Parent Company has maintained its dividend distribution policy throughout 2021. The Parent Company does not propose any adjustments to the current stock option plan beyond those established by law.

The impact of items such as collectability from customers, net realizable value of inventories, investments in Group entities and associates and the recoverability of tax assets has been assessed and, where necessary, the corresponding valuation adjustment has been made.

At present, is unknown whether future economic impacts will occur derived from the prevalence of the health crisis, which is why the Group continues to pay special attention to the operational plans, in addition to operational resilience, with ongoing monitoring.

### 14. ACCOUNTING CONSIDERATIONS AS A CONSEQUENCE OF THE COVID-19 CORONAVIRUS PANDEMIC

The parent company and its subsidiaries have proceeded to analyze the possible accounting implications as a consequence of the pandemic, not detecting to date any effect that should be significantly highlighted in the financial information for the second half of the year.

In view of the evolution of the business in the first half of 2021 compared to the same period of the previous year, it is not considered that the going concern principle may be at risk, nor is the Group's ability to make against their obligations. Due to Covid-19, no changes have been made to the current rental contracts, nor is there a plan to restructure the workforce. The Parent Company has maintained the plan foreseen in the first half of 2021 in terms of payment of dividends, and does not propose any adjustment to the current stock option plan.

As soon as the assets and liabilities of the balance sheet have been valued, the impact of items such as collectability from customers, the net realizable value of inventories, investments in Group entities and associates or the recoverability of tax assets, proceeding where necessary to provide the corresponding valuation correction, not having detected any case with a significant impact.

The continued application of internal protocols has made it possible to prevent and minimize the risks of the spread of COVID-19 for the people and operations of the Group, a fact that has allowed the work centers to maintain their activities, complying with their commitments.

To date, it is unknown whether there will be future economic impacts derived from the prevalence of the health crisis, which is why the Group continues to pay special attention to plans for continuity of operations, in addition to operational resilience, ongoing monitoring