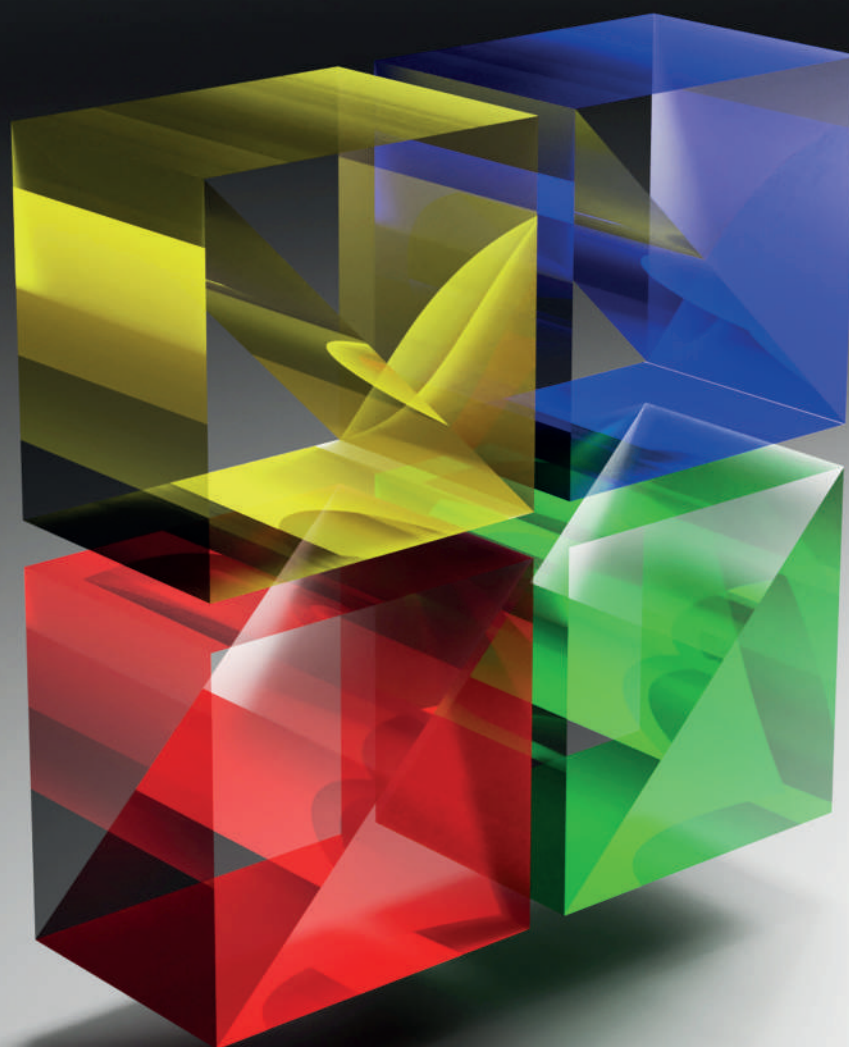


Corretaje e Información Monetaria y de Divisas  
Sociedad de Valores S.A.

Annual Accounts as at 31 December, 2020

Auditor's Report

Directors' Report





**Corretaje e Información Monetaria  
y de Divisas, Sociedad de Valores, S.A.**

Auditor's Report,  
Annual accounts as at 31 December, 2020  
and Director's Report 2020

**INITIALLED FOR PURPOSES  
PRICEWATERHOUSE COOPERS, S.L.**

*Translation of a report originally issued in Spanish based on our work performed in accordance with generally accepted auditing standards in Spain and of financial statements originally issued in Spanish and prepared in accordance with generally accepted accounting principles in Spain (Notes 2 and 27. In the event of a discrepancy, the Spanish-language version prevails.*



*This version of our report is a free translation of the original, which was prepared in Spanish. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.*

## Independent auditor's report on the annual accounts

To the shareholders of Corretaje e Información Monetaria y de Divisas, Sociedad de Valores, S.A.:

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### Opinion

We have audited the consolidated annual accounts of Corretaje e Información Monetaria y de Divisas, Sociedad de Valores, S.A. (the Company), which comprise the balance sheet as at 31 December 2020, and the income statement, statement of changes in equity, cash flow statement and related notes, for the year then ended.

In our opinion, the accompanying annual accounts present fairly, in all material respects, the equity and financial position of the Company as at 31 December 2020, as well as its financial performance and cash flows, for the year then ended, in accordance with the applicable financial reporting framework (as identified in note 2 of the notes to the annual accounts), and in particular, with the accounting principles and criteria included therein.

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### Basis for opinion

We conducted our audit in accordance with legislation governing the audit practice in Spain. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the annual accounts* section of our report.

We are independent of the Company in accordance with the ethical requirements, including those relating to independence, that are relevant to our audit of the annual accounts in Spain, in accordance with legislation governing the audit practice. In this regard, we have not rendered services other than those relating to the audit of the accounts, and situations or circumstances have not arisen that, in accordance with the provisions of the aforementioned legislation, have affected our necessary independence such that it has been compromised.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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### Most relevant aspects of the audit

The most relevant aspects of the audit are those that, in our professional judgment, were considered to be the most significant risks of material misstatement in our audit of the annual accounts of the current period. These risks were addressed in the context of our audit of the annual accounts as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these risks.

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Tel.: +34 915 684 400 / +34 902 021 111, Fax: +34 915 685 400, [www.pwc.es](http://www.pwc.es)



Most relevant aspects of the audit	How our audit addressed the most relevant aspects of the audit
<p data-bbox="272 477 734 544"><b>Recognition of income from brokerage commissions</b></p> <p data-bbox="272 595 823 696">The recording of brokerage commissions for the purchase and sale of financial instruments is the Company's main source of income.</p> <p data-bbox="272 730 815 831">The processing of orders in foreign and national markets where European public debt operations stand out is especially relevant.</p> <p data-bbox="272 864 804 999">The Company's business is focused on the intermediation of the following products: deposits, repos, public debt, derivatives, and OTCs.</p> <p data-bbox="272 1032 812 1167">The intermediation process carried out by the Company is highly automated, involving different computer applications and different departments.</p> <p data-bbox="272 1200 826 1368">The Company's clients are institutional clients, so the applied rates are agreed between the parties. These commissions vary depending on the type of product, as well as the volume of intermediated operations.</p> <p data-bbox="272 1402 788 1559">We consider the recognition of income from brokerage commissions to be the most relevant aspect of the audit due to the representativeness of the balance of the heading on the profit and loss account.</p> <p data-bbox="272 1592 767 1659">See Note 18 of the Annual Accounts as of December 31, 2020.</p>	<p data-bbox="861 477 1453 566">Our work has focused on the analysis, evaluation and verification of internal control, as well as on detailed tests.</p> <p data-bbox="861 595 1442 719">Regarding the internal control system, we have proceeded to understand the intermediation process of the main types of financial operations with which the Company works.</p> <p data-bbox="861 752 1418 808">Additionally, we have carried out detailed tests consisting of:</p> <ul data-bbox="845 842 1461 1402" style="list-style-type: none"><li data-bbox="845 842 1436 898">• Confirmation of the balances held in cash accounts in financial entities.</li><li data-bbox="845 931 1461 1032">• Verification of bank reconciliations prepared by Management for cash accounts related to own and customer activity.</li><li data-bbox="845 1066 1458 1189">• Verification of the correct accounting record of income for a sample of transactions, verifying the accuracy, existence and accrual of these.</li><li data-bbox="845 1223 1422 1279">• Verification of settlement for a sample of invoices issued.</li><li data-bbox="845 1312 1422 1402">• Re-execution of the calculation of provisions for insolvency of those clients that present defaults.</li></ul> <p data-bbox="861 1435 1434 1525">Our work also included checking the absence of unusual entries on the accounting accounts in which this income is recorded.</p> <p data-bbox="861 1559 1442 1671">No differences, above a reasonable range, have been identified in the tests described above, regarding the recognition of brokerage income in the Company.</p>



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### Other information: Management report

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Other information comprises only the management report for the 31 December, 2020 financial year, the formulation of which is the responsibility of the Company's directors and does not form an integral part of the annual accounts.

Our audit opinion on the annual accounts does not cover the management report. Our responsibility regarding the management report, in accordance with legislation governing the audit practice, is to evaluate and report on the consistency between the management report and the annual accounts as a result of our knowledge of the Company obtained during the audit of the aforementioned financial statements, as well as to evaluate and report on whether the content and presentation of the management report is in accordance with applicable regulations. If, based on the work we have performed, we conclude that material misstatements exist, we are required to report that fact.

On the basis of the work performed, as described in the previous paragraph, the information contained in the management report is consistent with that contained in the annual accounts for the 31 December, 2020 financial year, and its content and presentation are in accordance with the applicable regulations.

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### Responsibility of the Company's directors for the annual accounts

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The Company's directors are responsible for the preparation of the accompanying annual accounts, such that they fairly present the equity, financial position and financial performance of the Company, in accordance with the financial reporting framework applicable to the Company in Spain, and for such internal control as the aforementioned determine necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Company's directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the aforementioned directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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### Auditor's responsibilities for the audit of the annual accounts

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Our objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with legislation governing the audit practice in Spain will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts.

As part of an audit in accordance with legislation governing the audit practice in Spain, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.





Corretaje e Información Monetaria y de Divisas, Sociedad de Valores, S.A.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Company's directors.
- Conclude on the appropriateness of the Company's directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the annual accounts. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

We communicate with the Company's directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

From the significant risks communicated with the directors of the Company, we determine those risks that were of most significance in the audit of the annual accounts of the current period and are, therefore, considered to be the most significant risks.

We describe these risks in our auditor's report unless law or regulation precludes public disclosure about the matter.

PricewaterhouseCoopers Auditores, S.L. (S0242)

Javier Pato Blázquez (22313)

15 April 2021

**INITIALLED FOR PURPOSES**

**PRICEWATERHOUSE COOPERS. S.L.**

**CORRETAJE E INFORMACION MONETARIA DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**BALANCE SHEET AT 31 DECEMBER 2020**  
**(Expressed in Euros)**

Assets	<u>2020</u>	<u>2019 (*)</u>
<b>Treasury</b> (Note 5)	9 059,31	28 743,80
<b>Trading portfolio</b>	<u>3 672 970,75</u>	<u>3 661 991,57</u>
Debt securities	-	-
Equity instruments (Note 6)	3 672 970,75	3 661 991,57
Derivatives	-	-
Other financial assets	-	-
<i>Pro notes to accounts: Lent or under guarantee</i>	-	-
<b>Other financial assets at fair value through profit or loss</b>	-	-
Debt securities	-	-
Other equity instruments	-	-
Other financial assets	-	-
<i>Pro notes to accounts: Lent or under guarantee</i>	-	-
<b>Available-for-sale financial assets</b>	<u>1 000,00</u>	<u>1 000,00</u>
Debt securities	-	-
Equity instruments (Note 6)	1 000,00	1 000,00
<i>Pro notes to accounts: Lent or under guarantee</i>	-	-
<b>Loans and receivables</b>	<u>9 272 826,45</u>	<u>8 950 955,17</u>
Loans and advances to financial intermediaries (Note 7)	4 621 179,43	4 310 395,47
Loans and advances to customers (Note 8)	4 651 647,02	4 640 559,70
Other financial assets	-	-
Held-to-maturity investments	-	-
<i>Pro notes to accounts: Lent or under guarantee</i>	-	-
Hedging derivatives	-	-
<b>Non-current assets held for sale</b>	<u>305,00</u>	<u>305,00</u>
Debt securities	-	-
Equity instruments	305,00	305,00
Tangible assets	-	-
Other	-	-
<b>Investments</b>	<u>322,60</u>	<u>316,60</u>
Group entities (Note 16)	322,60	316,60
Jointly-controlled entities	-	-
Associates	-	-
Insurance contracts linked to pensions	-	-
<b>Tangible assets</b> (Note 9)	<u>129 029,90</u>	<u>151 516,58</u>
For own use	129 029,90	151 516,58
Investment properties	-	-
<b>Intangible assets</b> (Note 10)	<u>161 947,91</u>	<u>2 033,29</u>
Goodwill	-	-
Other intangible assets	161 947,91	2 033,29
<b>Tax assets</b>	-	-
Current	-	-
Deferred	-	-
<b>Other assets</b> (Note 12)	<u>253 319,84</u>	<u>177 868,37</u>
<b>Total assets</b>	<u><b>13 500 781,76</b></u>	<u><b>12 974 730,38</b></u>

(\*)They are presented, only and exclusively, for comparative purposes



**CORRETAJE E INFORMACION MONETARIA DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**BALANCE SHEET AT 31 DECEMBER 2020  
(Expressed in Euros)**

Liabilities and equity	<u>2020</u>	<u>2019(*)</u>
<b>Financial liabilities held for trading</b>	-	-
<b>Other financial liabilities at fair value through profit or loss</b>	-	-
<b>Financial liabilities at amortised cost</b>	<u>2 300 851.11</u>	<u>1 395 145.53</u>
Financial intermediaries debts (Note 11)	79 226.50	134 494.90
Customer debts (Note 11)	2 221 624.61	1 260 650.63
Loans and subordinated liabilities	-	-
Other financial liabilities	-	-
<b>Hedging derivatives</b>	-	-
<b>Liabilities associated with non-current assets held for sale</b>	-	-
<b>Provisions</b>	-	-
Provisions for pensions and similar obligations	-	-
Provisions for taxes and other legal contingent	-	-
Other provisions	-	-
<b>Tax liabilities</b>	-	-
Current	-	-
Deferred	-	-
<b>Other liabilities (Note 12)</b>	<u>3 201 552.02</u>	<u>3 668 699.13</u>
<b>Total liabilities</b>	<u><b>5 502 403.13</b></u>	<u><b>5 063 844.66</b></u>
<b>Shareholders' equity (Note 13)</b>		
<b>Capital</b>	<u>3 005 000.00</u>	<u>3 005 000.00</u>
Registered	3 005 000.00	3 005 000.00
<i>Less: Capital non-demanded</i>	-	-
<b>Share Premium</b>	-	-
<b>Reserves</b>	4 905 885.72	4 564 583.24
<b>Other equity instruments</b>	-	-
<i>Less: Treasury shares</i>	-	-
<b>Profit or loss for the period (Notes 13 and 14)</b>	2 987 492.91	3 241 302.48
<i>Less: Dividends and remuneration (Notes 13 and 14)</i>	(2 900 000.00)	(2 900 000.00)
<b>Valuation adjustments</b>	-	-
Available-for-sale financial assets	-	-
Cash-flow Hedges	-	-
Hedges of net investments in foreign operations	-	-
Exchange differences	-	-
Other valuation adjustments	-	-
<b>Grants, donations and legacy</b>	-	-
<b>Total equity</b>	<u><b>7 998 378.63</b></u>	<u><b>7 910 885.72</b></u>
<b>Total liabilities and equity</b>	<u><b>13 500 781.76</b></u>	<u><b>12 974 730.38</b></u>

(\*)They are presented, only and exclusively, for comparative purposes

**CORRETAJE E INFORMACION MONETARIA DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**BALANCE SHEET AT 31 DECEMBER 2020**  
**(Expressed in Euros)**

<b>Off-balance sheet</b>	<b>2020</b>	<b>2019(*)</b>
Bank and granted guarantees	-	-
Other contingent liabilities	-	-
Financial asset forward purchase commitments	-	-
Own values assigned as lendings	-	-
Payouts engaged by issues ensured	-	-
Financial derivatives	-	-
Other risks accounts	-	-
<b>Total risk and commitment accounts</b>	<b>-</b>	<b>-</b>
Security deposits.	-	-
Managed portfolios	-	-
Other off-balance sheet items (Note 20)	<u>1 737 413.64</u>	<u>1 786 276.47</u>
<b>Total other off-balance sheet accounts</b>	<b><u>1 737 413.64</u></b>	<b><u>1 786 276.47</u></b>

(\*)They are presented, only and exclusively, for comparative purposes

## CORRETAJE E INFORMACION MONETARIA DE DIVISAS, SOCIEDAD DE VALORES, S.A.

### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2020 (Expressed in Euros)

	<u>2020</u>	<u>2019(*)</u>
Interest and similar income	56 040.88	55 601.30
Interest expense and similar charges	( 4 462.60)	( 290.53)
<b>Interest margin (Note 17)</b>	<u>51 578.28</u>	<u>55 310.77</u>
Return on equity instruments (Note 16)	-	-
Commissions received (Note 18)	17 009 035.68	17 897 715.60
Fees and commissions expense (Note 19)	( 753 696.39)	( 671 230.53)
Gains and losses on financial assets and liabilities (net) (Note 20)	( 43 062.98)	( 31 633.62)
Held for trading	( 43 062.98)	( 31 633.62)
Other financial instruments at fair value through profit or loss	-	-
Financial instruments not valued at fair value through profit and loss	-	-
Others	-	-
Foreign currencies differences (net)	( 20 064.70)	( 16 237.50)
Other operating income	-	-
Other operating charges (Note 22)	( 22 500.00)	( 23 176.86)
<b>Gross margin</b>	<u>16 221 289.89</u>	<u>17 210 747.86</u>
Personnel expenses (Note 21)	(8 833 867.21)	( 9 169 922.45)
General expenses (Note 22)	(3 361 830.61)	( 3 658 761.48)
Depreciation (Notes 9 and 10)	( 49 765.67)	( 54 710.48)
Provisioning expenses (net)	-	-
Impairment losses (net)	1 027.53	311.37
Loans and receivables (Note 7)	1 027.53	311.37
Other financial instruments not valued at fair value through profit and loss	-	-
<b>Operating profits (net)</b>	<u>3 976 853.93</u>	<u>4 327 664.82</u>
Impairment losses from other assets (net)	-	-
Tangible assets	-	-
Intangible assets	-	-
Other	-	-
Gains / (Losses) on assets dropped not classified as not current on sales	-	-
Loss difference on combinations of businesses	-	-
Profits / (Losses) from non-current asset held for sales not classified as interrupted operations	-	-
<b>Profit or loss before income tax</b>	<u>3 976 853.93</u>	<u>4 327 664.82</u>
Income tax (Note 15)	( 989 361.02)	(1 086 362.34)
<b>Profit for the year from continuing operations</b>	<u>2 987 492.91</u>	<u>3 241 302.48</u>
Profit from discounted operations (net)	-	-
<b>Profit or loss for the period (Note 14)</b>	<u>2 987 492.91</u>	<u>3 241 302.48</u>
<b>Earnings per share</b>		
Basic	59.749858	64.826050
Diluted	59.749858	64.826050

(\*)They are presented, only and exclusively, for comparative purposes

**CORRETAJE E INFORMACION MONETARIA DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2020  
(Expressed in Euros)**

**a) Statement of recognised income and expense**

	<u>2020</u>	<u>2019(*)</u>
<b>Profit or loss for the year</b>	2 987 492.91	3 241 302.48
<b>Other recognised income and expense</b>	-	-
<b>Available-for-sale financial assets</b>	-	-
Revaluation gains / (losses)	-	-
Amounts transferred to profit and loss account	-	-
Other reclassifications	-	-
<b>Cash flow hedge</b>	-	-
Revaluation gains / (losses)	-	-
Amounts transferred to profit and loss account	-	-
Amounts transferred to the initial carrying amount of hedged items	-	-
Other reclassifications	-	-
<b>Hedges of net investments in foreign operations</b>	-	-
Revaluation gains/(losses)	-	-
Amounts transferred to profit and loss account	-	-
Other reclassifications	-	-
<b>Exchange differences</b>	-	-
Revaluation gains/(losses)	-	-
Amounts transferred to profit and loss account	-	-
Other reclassifications	-	-
<b>Non-current assets held for sale</b>	-	-
Revaluation gains/(losses)	-	-
Amounts transferred to profit and loss account	-	-
Other reclassifications	-	-
<b>Actuarial gains/(losses) on pension plans</b>	-	-
<b>Other recognised income and expense</b>	-	-
<b>Income tax</b>	-	-
<b>Total recognised incomes and expenses</b>	<u>2 987 492.91</u>	<u>3 241 302.48</u>

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**CORRETAJE E INFORMACION MONETARIA DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED AT 31 DECEMBER 2020  
(Expressed in Euros)**

**b) Total statement of changes in equity**

	<u>Capital</u>	<u>Reserves</u>	<u>Interim dividend</u>	<u>Profit or loss for the year</u>	<u>Total Equity</u>	<u>Valuation adjustments</u>	<u>Total Net Equity</u>
<b>Balance at 2018(*) year end</b>	<b>3 005 000.00</b>	<b>4 526 575.39</b>	<b>(3 260 000.00)</b>	<b>3 298 007.85</b>	<b>7 569 583.24</b>	<b>-</b>	<b>7 569 583.24</b>
Adjustments due to criteria changes 2018	-	-	-	-	-	-	-
<b>Adjusted balance, beginning 2019(*)</b>	<b>3 005 000.00</b>	<b>4 526 575.39</b>	<b>(3 260 000.00)</b>	<b>3 298 007.85</b>	<b>7 569 583.24</b>	<b>-</b>	<b>7 569 583.24</b>
Total recognised income and expense	-	-	-	3 241 302.48	3 241 302.48	-	3 241 302.48
<b>Other movements in equity</b>							
Increase of the equity	-	-	-	-	-	-	-
Reduction of the equity	-	-	-	-	-	-	-
Dividend payment / shareholders' remuneration	-	-	3 260 000.00	(3 260 000.00)	-	-	-
Transfer between equity amounts	-	38 007.85	(2 900 000.00)	( 38 007.85)	(2 900 000.00)	-	(2 900 000.00)
Other increase / (decrease) in equity	-	-	-	-	-	-	-
Other variations	-	-	-	-	-	-	-
<b>Balance at 2019 year end (*)</b>	<b>3 005 000.00</b>	<b>4 564 583.24</b>	<b>(2 900 000.00)</b>	<b>3 241 302.48</b>	<b>7 910 885.72</b>	<b>-</b>	<b>7 910 885.72</b>
Adjustments due to criteria changes 2019	-	-	-	-	-	-	-
<b>Adjusted balance, beginning 2020</b>	<b>3 005 000.00</b>	<b>4 564 583.24</b>	<b>(2 900 000.00)</b>	<b>3 241 302.48</b>	<b>7 910 885.72</b>	<b>-</b>	<b>7 910 885.72</b>
Total recognised income and expense	-	-	-	2 987 492.91	2 987 492.91	-	2 987 492.91
<b>Other movements in equity</b>							
Increase of the equity	-	-	-	-	-	-	-
Reduction of the equity	-	-	-	-	-	-	-
Dividend payment / shareholders' remuneration	-	-	(2 900 000.00)	-	(2 900 000.00)	-	(2 900 000.00)
Transfer between equity amounts	-	341 302.48	2 900 000.00	(3 241 302.48)	-	-	-
Other increase / (decrease) in equity	-	-	-	-	-	-	-
Other variations	-	-	-	-	-	-	-
<b>Balance at 2020 year end</b>	<b>3 005 000.00</b>	<b>4 905 885.72</b>	<b>(2 900 000.00)</b>	<b>2 987 492.91</b>	<b>7 998 378.63</b>	<b>-</b>	<b>7 998 378.63</b>

(\*)They are presented, only and exclusively, for comparative purposes

**CORRETAJE E INFORMACION MONETARIA DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**CASH FLOW STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020  
(Expressed in Euros)**

	<u>2020</u>	<u>2019(*)</u>
<b>Cash flows from operating activities (+/-)</b>	<b><u>3 522 701.61</u></b>	<b><u>4 944 804.39</u></b>
Profit or loss for the year (+/-)	2 987 492.91	3 241 302.48
Adjustment to achieve cash flow from operating activities (+/-)	( 142 949.07)	94 113.56
Depreciation (Notes 9 and 10)	49 765.67	54 710.48
Losses (net) by assets impairment (+/-)(Note 7)	( 1 027.53)	( 311.37)
Other items (+/-)	( 191 687.21)	39 714.45
Adjusted profit or loss for the year (+/-)	<u>2 844 543.84</u>	<u>3 335 416.04</u>
Net increase (decrease) operating assets (+/-)	<u>239 599.30</u>	<u>1 216 356.42</u>
Loans and receivables (+/-) (Notes 7 and 8)	315 050.77	216 210.65
Held for Trading (+/-) (Note 6)	-	543 688.50
Other financial assets at fair value through profit or loss	-	433 664.24
Available-for-sale financial assets (+/-)	-	-
Other operating assets (+/-)(Note 12)	( 75 451.47)	22 793.03
Net increase (decrease) operating liabilities (+/-)	<u>438 558.47</u>	<u>393 031.93</u>
Amortised cost financial liabilities (+/-) (Note 11)	905 705.58	697 330.51
Held for trading (+/-)	-	-
Other financial liabilities at fair value through profit or loss(+/-)	-	-
Other operating liabilities (+/-)(Note 12)	( 467 147.11)	( 24 993.76)
Collections / payments for income tax (+/-)	-	( 279 304.82)
<b>Cash flows from financing activities (+/-)</b>	<b><u>( 25 528.75)</u></b>	<b><u>( 23 663.95)</u></b>
Payments (-)	<u>( 25 528.75)</u>	<u>( 23 663.95)</u>
Held-to-maturity investments (-)	-	-
Shares (-)	-	-
Tangible assets (-) (Note 9)	( 25 528.75)	( 23 663.95)
Intangible assets (-) (Note 10)	-	-
Other business' units (-)	-	-
Non-current assets and sales' liabilities (-)	-	-
Other payments related to investment activities (-)	-	-

(\*)They are presented, only and exclusively, for comparative purposes



**CORRETAJE E INFORMACION MONETARIA DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**CASH FLOW STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020**  
**(Expressed in Euros)**

	<u>2020</u>	<u>2019(*)</u>
Collections (+)	-	-
Held-to-maturity investments (+)	-	-
Shares (+)	-	-
Tangible assets (+)	-	-
Intangible assets (+)	-	-
Other business units (+)	-	-
Non-current assets and sales liabilities (+)	-	-
Other collections related to investment activities (+)	-	-
	-	-
<b>Cash flows from financing activities (+/-)</b>	<b>(2 900 000.00)</b>	<b>(3 110 000.00)</b>
	-	-
Payments (-)	-	-
Equity instruments amortizations (-)	-	-
Own equity instruments purchased (-)	-	-
Return and amortizations of bonds and others marketable securities (-)	-	-
Return and amortization of subordinated liabilities. loans and other finances received (-)	-	-
	-	-
Collections (+)	-	-
Equity instruments issues (+)	-	-
Issue and disposal own equity instruments (+)	-	-
Bonds and other marketable securities issue (+)	-	-
Issue of subordinated liabilities. loans and other finances (+)	-	-
	-	-
Dividends paid and other equity instruments remuneration (-) (Notes 13 and 14)	(2 900 000.00)	(3 110 000.00)
	-	-
<b>Effect of exchange rate fluctuations (+/-)</b>	<b>20 064.70</b>	<b>16 237.50</b>
	-	-
<b>Net increase/decrease in cash or cash equivalents</b>	<b>617 237.56</b>	<b>1 827 377.94</b>
Cash or cash equivalents at the beginning of the year (+/-) (Note 5)	2 679 629.13	852 251.19
Cash or cash equivalents at the end of the year (+/-) (Note 5)	3 296 866.69	2 679 629.13

(\*)They are presented, only and exclusively, for comparative purposes

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

#### **1. Activity and information of a general nature**

Corretaje e Información Monetaria y de Divisas, Sociedad de Valores, S.A. (hereinafter, the Company) was established on January 29, 1988 with the name Corretaje e Información Monetaria y de Divisas, Mediador de Deuda, S.A. In January 1991, the Company was transformed into a Securities Agency. On January 2, 1991, the Company entered in the Investment Services Firms Register of the National Securities Market Commission (hereinafter, "CNMV") with number 125. On February 23, 2010, the Ministry of Finance authorised the Company to take the form of a Securities Company, maintaining the registry number 125 in the CNMV registry.

The Company is currently located at Calle Príncipe de Vergara, nº 131, floor 3ª, Madrid.

The Company's exclusive corporate purpose is the development of all the activities permitted to investment services companies by articles 140 and 141 of Royal Legislative Decree 4/2015, of October 23, which approves the Consolidated Text of the Law of the Stock Market. The aforementioned investment services and activities and auxiliary services will be provided on the financial instruments referred to in article 2 of the aforementioned Law. Likewise, it may carry out the activities provided above, referring to instruments not contemplated in article 2 of the aforementioned Law. or other ancillary activities that involve the prolongation of your business, when this does not detract from the corporate purpose. These activities can be carried out both nationally and internationally.

In particular, the Company is authorized by the CNMV to provide the following services in accordance with its program of activities:

#### Investment Services:

- Receiving and transmitting orders on behalf of third parties.
- Execution of these orders on behalf of third parties.
- Dealing on own account limited to the scope of the purchase / sale of the instruments listed in section a) item 2 and section b) of the Annex to Royal Legislative Decree 4/2015, of October 23, which approves the revised text of the Securities Market Law, issued by States of the European Union, the US and Japan, as well as those issued by Private Entities and guaranteed by the corresponding State.
- Management of organized trading facilities.

#### Secondary activities:

- Receiving and transmission of orders by third and execution of that orders over bank deposits and commodities (Electricity, natural gas, fuel oil and other energy).

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- Management of organized trading facilities on wholesale energy products that must be physically settled not admitted to trading on regulated markets or Multilateral Negotiation Systems and that, therefore, do not have the consideration of financial instruments.

The fundamental aspects of investment services companies' legal regime are defined in the following legislation:

- Royal Legislative Decree 4/2015, of October 23, approving the revised text of the Securities Market Law by the Royal Legislative Decree 14/2018 of September 28.
- Royal Decree 217/2008, of 15 February, on the legal regime of investment services companies and other entities that provide investment services, which modifies the Regulation of the Law 35/2003 of 4 November, on Collective Investment, approved by Royal Decree 1309/2005, of November 4.

Additionally, these companies are affected by various provisions that, among others, regulate the following aspects:

- They must take the form of public limited companies and operate exclusively in the types of activities inherent to investment services companies.
- They must have a minimum share capital of 2,000 thousand euros.
- They should comply with the minimum capital, liquidity and solvency requirements, in accordance with current legislation. On 28 June 2014 was published Circular 2/2014, 23 June 2014 of the CNMV on the exercising of sundry regulatory solvency options for investment service companies and their consolidable groups in accordance with Regulation (EU) 575/2013 of the European Parliament on the prudential requirements applicable to credit institutions and investment companies, and repealing previous legislation.

Regulation (EU) No 575/2013 includes reserved prudential information, which investment firms should send ad hoc to the CNMV This information is the same information required under the framework of the single market since it is the result of the process of convergence between the member states of the European Union.

As at 31 December 2020, the solvency ratio amounts to 14.66% (14.51% at 31 December 2019), representing an excess of 3,521 thousand euros (3,396 thousand euros at 31 December 2019). This ratio corresponds entirely to "Tier 1 equity ordinary".

- They must join an Investment Guarantee Fund (called Sociedad Gestora del Fondo General de Garantía de Inversiones, S.A.) under the terms established by Royal Decree 948/2001, a fund which, in general terms, guarantees that all investors are able to recover the monetary value of their creditor position against the Company, up to a quantitative limit of 100,000 euros.

## CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.

### ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020

- They may only obtain financing from the financial institutions registered for this purpose with the CNMV, the Bank of Spain or the General Directorate for Insurance or in similar registers kept within other European Union countries, or from other sources only in the case of:
  - Issues of shares.
  - Subordinated financing.
  - Issue of listed securities on an official secondary market.
  - Instrumental and transitional accounts opened for customers with respect to the execution of transactions carried out on their behalf.

The Company belongs to CIMD Group. The parent company, Corretaje e Información Monetaria y de Divisas, S.A. (hereinafter, CIMD, SA) is set up in Madrid and holds 99.99% of the Company' shares.

a) Relevant events taking place during the year

There have been no relevant events during 2020.

b) The date of preparation of these consolidated financial statements

On March 11, 2021 the Company's Board of Directors prepared the annual accounts and Directors' report for the year ended December 31, 2020.

At the date of preparation of these annual accounts, the members of the Board of Directors are:

Mr. Rafael Bunzl Csonka	Chairman
Mr. Iñigo Trincado	Member of the Board
Mrs. Beatriz Senís Gilmartín	Member of the Board

c) Staff:

By categories, the average number of staff employed by the Group during the years 2020 and 2019 is as follows:

	2020			2019		
	Males	Females	Total	Males	Females	Total
Management	1	0	1	1	0	1
Staff	47	17	64	50	17	67
	<u>48</u>	<u>17</u>	<u>65</u>	<u>51</u>	<u>17</u>	<u>68</u>

During the 2020 and 2019 fiscal years, there were no persons employed in the Company with a disability equal to or greater than 33%.

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

d) Branches and Representatives:

As at 31 December 2020 and 2019 the Company has no branches or representatives.

**2. Basis of presentation of the financial statements**

a) Fair image of the company

The accompanying annual accounts, prepared by the Administrators of the Company, were elaborated based on the accounting records and all current mercantile legislation and rules established in the Circular 7/2008, of November 26, on accounting rules, financial statements and reserved information statements of Investment Services Companies, Collective Investment Institutions Management Companies and Venture Capital Firms Management Entities, issued by the CNMV, which was published in the B.O.E. (Official Gazette) on December 29, 2008, with the aim of showing a true image of its equity, of the financial situation as at 31 December 2020, and the results of its operations, the changes in equity and its cash flows statements corresponding for the year then ended.

These annual accounts were prepared in euros.

b) Non-mandatory accounting principles

The Company has not applied any non-mandatory accounting principles through the years ending as at 31 December 2020 and 2019.

There is no accounting principle or standard or mandatory valuation rule that has a significant effect that has not been applied when preparing these accounts. Set out in Note 3 is a summary of the most significant accounting principles and standards and the valuation rules applied in these annual accounts. The information contained in these annual accounts is the responsibility of the Board Members of the Company.

c) Judgements and estimates

Judgements or estimates that may have a significant effect on the annual accounts have not been included in their preparation.

d) Critical measurement issues and estimates of uncertainty

As at 31 December 2020 and 2019, there are no uncertainties deriving from significant risks that may entail a material change in the value of assets or liabilities in the following year.

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

e) Changes in accounting estimates

As at 31 December 2020 and 2019, there are no changes in accounting estimates which are significant and which affect the present year or which are expected to affect future years are reported.

f) Consolidation

The Company forms part of the Group, whose parent company is Corretaje e Información Monetaria y de Divisas, S.A. (hereinafter CIMD, S.A.), set up in Madrid and which owns at 31 December 2020 and 2019 99.99% of the shares of the Company in both years, which will prepare its consolidated financial statements at 29 March 2021. Said consolidated financial statements will be filed with the Madrid Mercantile Registry once they have been approved.

From 2008, the parent company prepares its financial statements in accordance with the Circular 7/2008, of November 26, on accounting rules, by the CNMV, about accounting standards, financial statements and reserved information statements of Investment Services Companies, Collective Investment Institutions Management Companies and Venture Capital Firms Management Entities, and was published in the B.O.E. (Official Gazette) of 29 December 2008.

g) Comparativeness of information

The Directors of the Company, present, for comparative purposes, each items of the balance sheet, the profit and loss account, the statement of changes in equity and the statement of changes in equity and the statement of cash flows, furthermore the financial statements of fiscal year 2020 with prior year financial statements.

**3. Accounting criteria**

The most significant accounting principles and valuation rules applied when preparing the financial statements are those set out below:

**a) Financial assets**

Financial assets are classified in the balance sheet as follows:

i) Trading Portfolio

This heading includes financial assets that have been acquired for short-term sale and are part of a portfolio of financial instruments identified and managed jointly, with respect to which recent actions have been carried out in order to obtain short-term gains. Alternatively, they are derivative instruments not designated as accounting hedges.



**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted on an active market. They are included in current assets, except for maturities greater than 12 months from the date of the balance sheet. These are classified as non-current assets.

Financial assets are initially carried at fair value, including directly attributable transaction costs, and are subsequently measured at amortised cost. Accrued interest is recognised at the effective interest rate, which is the discount rate that brings the instrument's carrying amount into line with all estimated cash flows to maturity.

ii) Other financial assets at fair value through profit or loss

This heading includes financial assets that, while not forming part of the trading portfolio, are considered hybrid financial assets and are measured in their entirety at fair value, also records assets which are managed jointly with liabilities under insurance contracts measured at fair value or through financial derivatives that aim to ensure and result in a significant decrease in exposure to variations in fair value or which are managed jointly with financial liabilities and derivatives in order to significantly reduce overall exposure to the interest rate risk.

As at 31 December 2020 and 2019 the Company has no financial instruments on this category.

iii) Available-for-sale financial assets

Corresponds to debt securities not classified as held-to-maturity investments, such as other financial assets at fair value profit or loss, loans and receivables, financial assets held for trading equity instruments in companies that are not dependent or jointly-controlled companies or associates and have not been included in the categories of financial assets held for trading, other non-current assets held for sale and other assets at fair value through profit or loss.

iv) Loans and receivables

Loans and receivables are financial assets not derivatives, with cash flows of a fixed or determinable amounts, in which all the disbursement made by the Company will be substantially recovered, excluding reasons imputable to debtor's insolvency, which will not be valued at fair value, and the Company will necessarily have the intention of holding until maturity.

A financial asset which is negotiated on an active market, such as a debt instrument on a quoted debt, does not comply with the requisites to be classified in this category. Nor does a participation acquired in a group of assets that are not credit or accounts receivable, such as a participation in an investment fund.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

Nonetheless, trade receivables maturing in less than one year are carried at the amount receivable less any necessary value adjustments, 25% being appropriated for invoices 6 months past due, 50% for invoices 12 months past due, 75% for invoices 18 months past due and 100% for invoices over 24 months past due.

At least at the year end, in cases where collection is evidently impossible or in the event of the suspension of payment, the necessary value adjustments are made for impairment and provision is made for 100% of the receivable irrespective of the time that has elapsed.

#### v) Non current assets-held for sale

Held-to-maturity financial assets are debt securities with fixed maturities and determinable cash flows in relation to which the Company has the intention and ability to hold to maturity, by having, basically, the financial ability to do so, or because they have access to related financing.

#### vi) Investments

Shares in subsidiaries, jointly-controlled entities and associates are stated at cost and are adjusted for any impairment losses if there is evidence. For the calculation of impairment losses the Entity compares the recoverable value (this being the higher of fair value less necessary costs to sell and value in use) with its carrying value.

Impairment losses, as well as value recoveries which arise through this valuation, are recognised immediately in the Entity's income statement.

### Accounting and measurement of financial assets

These financial assets are initially stated at fair value, which is normally the transaction price, unless there is evidence to the contrary. At the end of each reporting period they are measured on the basis of the following criteria:

- Financial assets will be valued at their fair value except for loans and receivables, investments held to maturity, equity instruments when their fair value cannot be determined in sufficiently objective manner, subsidiaries companies, multi-group and associated companies and financial derivatives that have as a subjacent asset these equity instruments and are settled through the surrender of the same.
- The fair value of a financial asset is understood to be the amount at which it may be delivered between duly informed interested parties in an arm's length transaction. The best evidence of fair value is the quote on an active market that is an organised, transparent and deep market.

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- Where there is no market price for a specific financial asset, fair value is estimated on the basis of the value of recent transactions involving analogous instruments and, alternatively, using sufficiently verified valuation models. Similarly, the specific characteristics of the asset to be measured are taken into account and in particular, the different types of risks associated with the financial asset. Nonetheless, the own limitations of the measurement models developed and the possible inaccuracies in the assumptions required by these models may mean that the fair value thus estimated of a financial asset does not exactly agree with the price at which it could be bought or sold at the measurement date.
- The fair value of the financial derivatives listed on an active market is the daily quoted price. If for exceptional reasons, it is not possible to establish the price on a given date, methods similar to those employed to value OTC financial derivatives are used. The fair value of OTC financial derivatives is the sum of the future cash flows originating in the instrument and discounted at the valuation date using methods recognised by financial markets.
- Loans and receivables and held-to-maturity investments are carried at amortised cost, determined using the effective interest rate method. Amortised cost is understood to refer to the acquisition cost of a financial asset, adjusted by repayments of the principal and the part allocated to the income statement, using the effective interest rate method, of the difference between the initial cost and the relevant repayment value at maturity, less any decline in value owing to impairment recognised directly as a decrease in the amount of the asset or through a value adjustment account. In the event that such items are hedged through fair value hedges, changes in fair value related to the risk or risks hedged through such hedges are reflected.
- The effective interest rate is the discount rate that brings the value of a financial instrument exactly into line with the estimated cash flows over the instrument's expected life, on the basis of the relevant contractual conditions, such as early repayment options, not taking into account future losses on credit exposure.
- For fixed rate financial instruments, the effective interest rate agrees with the contractual interest rate set at the time of their acquisition, increased, where appropriate, by the commissions that, because of their nature, may be likened to an interest rate. For variable interest financial instruments, the effective interest rate agrees with the current rate of return on all items through to the first review of the reference interest rate set to take place.

Variations in the carrying value of financial assets are generally reflected with a balancing entry in the income statement and a distinction is made between those resulting from the accrual of interest and similar, that are carried under interest and similar income, and those due to other reasons, that are carried at the net amount involved, under Gains/losses on financial transactions in the income statement.

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

Nonetheless, changes in the carrying value of the instruments included in Available-for-sale financial assets are provisionally carried under Equity Measurement Adjustments unless they result from exchange differences. The amounts included in Valuation adjustments continue to form part of Equity until the related asset is written off the balance sheet, at which time they are written off against the income statement.

Similarly, changes in the carrying value of the assets included in Non-current assets held for sale are reflected against Adjustments for the valuation of equity.

The valuation differences in financial assets designated as hedged items and accounting hedging items are recorded having regard to the following criteria:

- In fair value hedges the differences arising both in the hedging elements and in the hedged elements, as regards the type of risk hedged, are recognized directly in the income statement under the Gains or losses on financial assets and liabilities (net) caption.
- The valuation differences relating to the ineffective portion of cash flow and net investment hedges in foreign operations are taken directly to the income statement under the Gains or losses on financial assets and liabilities (net) caption.
- In cash flow hedges, the valuation differences arising in the effective hedge portion of the hedged elements are recorded temporarily in the equity valuation adjustments caption, net of the tax effect.
- In hedges of net investments in foreign operations, the valuation differences arising in the effective portion of the hedge elements are recorded temporarily in the equity valuation adjustments caption, net of the tax effect.

In these two latter cases, the valuation differences are not recognized in income until the gains or losses on the hedged element are recorded in the income statement or until the maturity of the element hedged.

- For fair value hedges of the interest rate risk on a portfolio of financial instruments, the gains or losses arising on measuring the hedge are recognised directly in equity while the gains or losses resulting from variations in the fair value of the amount hedged, with respect to the hedged risk, are recognised in the income statement using the heading changes in fair value of the hedged item in portfolio hedges of interest rate risk as a balancing entry.
- In cash flow interest rate hedges in a portfolio of financial instruments, the effective portion of the variation in the value of the hedging instrument is recorded temporarily in the equity valuation adjustments caption, until the forecast transactions take place and then are recorded in the consolidated income statement. The variation in the value of the hedging derivatives for the ineffective portion of the hedge is recorded directly in the consolidated income statement.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- Monetary items held for sale are recognised at cash value.

#### Impairment losses

The carrying value of financial assets is generally adjusted against the profit and loss accounts when there is objective evidence that there are impairment losses. This is the case where:

- For debt instruments, understood as loans and debt securities, when, following their initial recognition, there is an event or combined effect of various events which have a negative impact on the relevant future cash flows.
- For equity instruments, when following their initial recognition, there is an event or the combined effect of various events, making it impossible to recover their carrying value.

As a general rule, the carrying value of financial instruments due to impairment is adjusted against the income statement for the period in which such impairment arises and the recovery of previously recorded impairment losses, if any, is recognised in the income statement for the period in which such impairment is eliminated or reduced. When the recovery of any amount is considered remote due to the impairment registered, this will be eliminated from the balance sheet, although the Company may take the actions needed to try to achieve collection until its rights have disappeared due to expiry of the right, write-off or other causes.

For debt instruments measured at amortised cost, the amount of impairment losses incurred is equal to the negative difference between their carrying value and the present value of estimated future cash flows. In the case of quoted debt instruments the market value may be used, in substitution of the current value of future cash flows, when this is sufficiently reliable to be considered as the representative of the value that the Company could recover.

Future cash flows estimated for a debt instrument are all those amounts, principal and interests, the Company estimates to obtain during the life of the instrument. This estimate takes into account all significant information available at the date of preparation of the financial statements concerning the possible future collection of contractual cash flows. Similarly, the estimate of future cash flows from instruments secured by real guaranteed, takes into account the flows that would be obtained on realisation, less the amount of the necessary costs for their obtainment and subsequent sale, irrespective of the probable enforcement of the guarantee.

When calculating the present value of estimated future cash flow, the original effective interest rate of the instrument is used as the discount rate, if the contractual rate is a fixed rate. Alternatively, the effective interest rate at the date to which the financial statements refer, determined in accordance with the contract terms, is used when a variable rate is involved.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

Debt instrument portfolios, contingency risks and contingent commitments, no matter who is the holder, instrumentation or guarantee, will be analysed to determine the credit risk to which the Company is exposed and to estimate the need for coverage due to impairment of its value. In preparing the financial statements, the Company classifies its operations in function of their credit risk analysing, separately, the insolvency risk chargeable to the client and the country risk to which, if applicable, they are exposed.

Objective evidence of impairment is individually determined for all significant debt instruments and individually or collectively for groups of debt instruments which are not individually significant. If a specific instrument cannot be included in any group of assets with similar risk characteristics, it is analyzed exclusively on an individual basis in order to determine whether it is impaired and, if appropriate, to estimate the loss for impairment.

The collective assessment of a group of financial assets to estimate impairment losses is as follows:

- Debt instruments are included in groups with similar credit risk characteristics, indicative of debtor capacity to pay all amounts, principal and interest, in accordance with contractual terms. The characteristics of credit risk which are taken into account in order to group together assets are, inter alia, the type of instrument, the debtor's sector of activity, geographical area of activity, type of guarantee, age of amounts overdue and any other factor that may be relevant when estimating future cash flows.
- The future cash flows of each group of debt instruments is estimated on the basis of experience of historic losses by the Company for instruments with similar credit risk characteristics to those of the respective group, once the necessary adjustments have been made to adapt the historic data to the current market conditions.
- Impairment losses in each group are the difference between the carrying value of all the group's debt instruments and the present value of its estimated future cash flows.

Debt instruments not valued at fair value with changes in the profit and loss account, contingent risks and the contingent commitments are classified, in function of the insolvency risk imputable to the client or to the operation, in the following categories: normal risk, substandard risk, doubtful risk for other reasons than due to the arrears by the client and bad debt risk. For debt instruments not classified as normal risk the specific coverage for impairment needed is estimated on the basis of the Company's experience and that of the sector, specific coverage necessary for impairment, bearing in mind the aging of the unpaid amounts, the guarantees given and the economic situation of the client and, if applicable, of guarantors. This estimate is made, in general, based upon the arrears calendar prepared on the basis of the Company's experience and on the information available in the sector.

Similarly, debt instruments not measured at fair value through the income statement and contingent risks, irrespective of the customer, are analysed to determine the credit risk by reason of country risk. Country risk is understood as the risk attached to a customers' residency in a specific country due to circumstances other than the habitual business risk.



## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

The recognition in the income statement of the accrual of interest on the basis of the contractual terms is interrupted for all debt instruments classified individually as impaired and for those for which impairment losses have been calculated collectively because the amounts involved are more than three months past due.

The amount of impairment losses incurred in debt securities and equity instruments included under Available-for-sale financial assets is equal to the positive difference between their acquisition costs, net of any repayment of the principal, and their fair value less any impairment loss previously recognised in the profit and loss accounts.

When there is objective evidence that the decline in fair value is attributable to impairment, the latent losses recognised directly under Equity Measurement adjustments are recorded immediately in the income statement. If subsequently all or part of the impairment losses are recovered, the amount involved is recognised, in the case of debt securities, in the income statement for the recovery period, and, in the case of equity instruments, under Equity Measurement Adjustments.

For debt and equity instruments classified under non-current assets held for sale, the losses recorded previously under equity are considered to be realised and are recognised in the income statement at the date of their classification.

Losses due to impairment of capital instruments valued at their acquisition cost correspond to the differences between the carrying value and the current value of the future cash flows expected, updated to the profitability rate on the market for other similar securities. Such impairment losses are recorded in the income statement for the period in which they arise by directly reducing the cost of the financial asset. The amount involved may not be recorded except in the event of a sale.

#### Removal of financial assets from the balance sheet

The Company only removes financial assets from its balance sheet under one of the following circumstances:

- a) When the contractual rights to the cash flows generated by the financial asset have expired.
- b) When the Company transfers financial assets according to the terms established below and does not retain a substantial portion of the inherent risks or benefits and does not transfer the control over the transferred assets. A financial asset is only transferred when the transferring Company:
  - transfers all of the contractual rights to the cash flows generated by the asset, or:

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- conserves the contractual rights to the cash flows from the financial asset but assumes the contractual obligation to reimburse the assignee in full without delay, including the interest on the reinvestment of such cash flows in highly liquid financial instruments. In addition, the transfer agreement prohibits the company from selling or pledging the original financial asset except to guarantee the payment of cash flows to the assignees and does not obligate the Company to pay any sum whatsoever not previously received from the transferred asset.

Financial asset transfers are evaluated to determine the extent to which the risks and benefits inherent to the ownership of the financial asset are transferred to third parties. The evaluation consists of comparing the exposure of the assignor company, before and after the transfer, to the variation in the amounts and maturities of the net cash flows generated by the transferred asset:

- a) The assignor is understood to have transferred the material risks and benefits inherent to the ownership of the transferred asset if the exposure to the variation in the current value of future net cash flows – i.e., future profit and loss – decreases considerably as a result of the assignment.

The risks and benefits related to the financial assets are materially transferred to third parties in the following cases, among others:

- (i) Unconditional sale of a financial asset.
- (ii) Sale of a financial asset with a buyback clause or a call or put option for fair value on the buyback date.
- (iii) Sale of a financial asset with an out-of-the-money call or put option that is not likely to be in-the-money before the expiration of the contract.
- (iv) Transfer of a financial asset along with an interest rate swap (IRS) in which the Company is the counterparty, providing that they swap payments are not contingent upon the credit risk or anticipated return of the financial asset.

- b) The assignor is understood to have retained the material risks and benefits inherent to the ownership of the transferred asset if the exposure to the variation in the current value of future net cash flows does not change in any significant way as a result of the assignment.

The material risks and benefits associated with the ownership of the financial asset are retained in the following cases, among others:

- (i) Sale of financial assets with a buyback clause for an equivalent or substantially similar asset with the same fair value for a fixed price plus interest. Companies are prohibited from making temporary assignments for amounts higher than the market or fair value of the assigned financial asset, since the difference could be considered unauthorised direct financing of the assignee.

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- (ii) A loan agreement in which the borrower is obligated to return the same securities or substantially similar ones with the same fair value.
- (iii) The sale of accounts receivable for their fair value or discounted commercial paper when the assigning company guarantees that the assignee will be compensated for any credit loss.
- iv) The sale of a financial asset at fair value along with a financial swap when the assigning Company assumes the market risk of the transferred asset.
- v) Sale of a financial asset with an in-the-money call or put option that is not likely to be out-of-the-money before the expiration of the contract.

**b) Tangible assets**

The tangible assets are registered at their acquisition costs. The provision for amortisation is calculated applying the straight-line method for component of this heading, based on the estimated useful life of these assets.

The amortisation rates applied in calculating the depreciation of the items included into the tangible assets are as follows:

Technical installations	11%
Data processing equipment	25%
Furniture and fittings	10%-13%
Telephone equipment	10%-25%

Repairs and maintenance expenses that do not imply improvements or prolongement of the useful life are charged to the consolidated profit and loss account of the year in which they were incurred.

**c) Intangible assets**

Computer programs are recorded at their acquisition cost, amortising them on a straight-line basis over four years.

Licences for IT programs acquired from third parties are capitalised on the basis of the costs incurred to acquire them and prepare them for use in a specific application.

Intangible assets prepared employing the Company's own resources are valued at production cost, including, in particular, direct personnel costs for the project developed.

In accordance with the current accounting norm, the development costs are recorded as an asset if they comply with all of the following conditions:

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- A specific and individualised project exists for each research and development activity;
- The assignment, charge and time distribution of each project's costs should be clearly established;
- Justified motives must always exist to expect the technical success of the R & D project;
- The economic-commercial profitability of the project should be reasonably assured;
- The financing of the various R & D projects should be reasonably assured to be able to complete these.

**d) Financial liabilities**

The standards for classifying financial liabilities on the balance sheet are as follows:

i) Financial liabilities at amortised cost

These financial liabilities are valued, both initially and in subsequent valuations, at their fair value, by imputing the changes that occur in said value in the profit and loss account for the year. Transaction costs directly attributable to the issue are recognized in the profit and loss account for the year in which they arise.

ii) Trading portfolio

This heading includes financial liabilities that have been acquired for short term sale and are part of a portfolio of financial instruments, identified and managed jointly, with respect to which recent actions have been carried out in order to obtain short-term gains. They may be derivative instruments not designated as accounting hedges or arising from the firm sale of financial assets acquired under repos or loans.

At 31 December 2020 and 2019 the Company held no financial instruments of this kind.

iii) Other financial liabilities at fair value through profit or loss

These are financial liabilities which are hybrid financial instruments in respect of which it is not possible to reliably determine the fair value of the embedded derivative which they contain.

At 31 December 2020 and 2019 the Company held no financial instruments of this kind.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

#### iv) Other financial liabilities at fair value with changes in equity

This includes the liabilities associated with financial assets classified as available for sale that have been transferred but do not fulfill the requirements to be written off the balance sheet. The financial liabilities associated with such assets are measured, like the assets themselves, at fair value with changes in equity.

At 31 December 2020 and 2019 the Company held no financial instruments of this kind.

#### Registration and valuation of financial liabilities

Financial liabilities are registered at amortised cost except in the following cases:

- Financial liabilities included under the heading “Business Portfolio”, as “Other financial liabilities” at fair value with changes in the profit and loss account and “Other financial liabilities” with changes in net equity that are valued at fair value. Financial liabilities hedged through fair value hedges are adjusted by recording those variations in fair value in relation to the risk hedged in the hedging transaction.
- Financial derivatives that have as an underlying capital instrument the fair value which cannot be determined in a sufficiently objective manner and that are settled through the liquidity of their exchange are valued at their cost.

Variations in the carrying value of financial liabilities are generally recorded with the balancing entry in the consolidated income statement, differentiating between those arising on the accrual of interest and similar charges, which are recorded under Interest and similar charges, and those which relate to other causes, which are carried at net value under Gains/ losses on financial transactions in the profit and loss account.

Nonetheless, variations in the carrying value of the instruments included under financial liabilities at fair value with changes in equity are temporarily recorded under Equity Measurement Adjustments. The amounts included under Measurement Adjustments continue to form part of equity until the relevant liability is written off the balance sheet at which time they are written off against the profit and loss account.

#### Removal of financial liabilities from the balance sheet

A financial liability, or part of it, should be removed from the balance sheet when the specific obligation in the contract has extinguished, because it has been paid, cancelled or has expired.

The difference between the carrying amount of an extinguished financial liability, or part of this, and the consideration paid, including any asset transferred other than cash, less any liability assumed, will be recognised immediately in the profit and loss account.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

A financial liability liquidated by the Company to a third party, in order make this third party assume the amount of the transferred debt, shall not be extinguished, despite the fact that this circumstance has been communicated to the creditor, unless the Company becomes legally released from its obligation, by contractual agreement with the creditor or by judicial or arbitral decision.

When the Company is liberated by a creditor of its obligation to settle a debt, because it has been assumed by a third party, but guarantees its payment in the new supposition of non-compliance by the new creditor, the Company should:

- Remove the amount of the original debt from its balance sheet and recognise a new financial liability for the fair value of the obligation assumed by the guarantee.
- Record immediately, in the profit and loss account, the difference between: the carrying amount in books of the original financial liability less the fair value of the new liability recognised; and any consideration delivered.

A swap of a financial liability between the Company and its creditors, or a modification in its conditions, will be treated in the accounts applying the following criteria:

- A significant modification in the conditions of a swap agreement, meaning a substantial change in the conditions of the debt instrument, the entity should remove it from the balance sheet and recognise a new financial liability. The expenses or commissions incurred by the entity in the transaction will be registered immediately in the profit and loss account.
- When the swap or modification does not mean a substantial change in the conditions of the debt instrument, the entity will not remove it from the balance sheet and will recognise the amount of the expenses and commissions as an adjustment to the value in the accounts of the financial liability, determining these on the basis of the new conditions.

For these purposes, the contract conditions will be considered as substantially different when the current value of the cash flows of the new financial liability, including the net commissions collected or paid, differs in at least 10% from the current value of the cash flows remaining from the original liability, discounting both at the effective interest rate of the latter.

#### **e) Current and deferred taxes**

The Company forms part of the Group whose main shareholder is the parent company. Similarly, the Company files consolidated tax returns with other Group companies and its main shareholder is responsible for the application of the consolidation tax regime.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

Corporate income tax is recognised as an expense in each year, calculated on the basis of the profits before taxes detailed in the annual accounts, corrected for tax criteria differences of a permanent nature and taking into account the applicable bonifications and deductions. The deferred or advanced taxes that arise as a consequence of the temporal differences derived from the application of tax criteria in the recognition of income and expenses are reflected on the balance sheet until they are reversed.

The deferred taxes are calculated, based upon the liability method, on the temporal differences that arise between the tax bases and the assets and liabilities and their value in the accounts. However, if the deferred taxes arise from the initial recognition of an asset or a liability in a transaction different to a business combination that at the time of the transaction does not affect either the accounting results or the taxable base it will not be recognised. The deferred tax is determined applying the norms and the approved tax rates or on the point of being approved on the balance sheet date and that are expected to be applicable when the corresponding asset from deferred taxes is settled or the liability for deferred taxes is paid.

Assets from deferred taxes are recognised to the extent that it is probable that future tax earnings will arise against which to compensate the temporal differences.

Deferred taxes arising from the temporal differences that arise from investments in dependent, associated or joint venture companies, except in those cases in which the Company can control the moment when the reversal of the temporal differences will occur and moreover it is probable that these will not revert in the foreseeable future.

#### **f) Leases**

##### Finance leases

Leases are presented on the basis of the economic substance of the transaction irrespective of its legal form and are classified at inception as finance or operating leases.

A lease is considered a finance lease when a substantial portion of the risks and rewards inherent in ownership of the leased asset is transferred.

When the Company acts as lessor, the sum of the current values the payments it will receive from the lessee plus the guaranteed residual value, normally the price of exercising the purchase option at the end of the contract, will be recorded as third party financing and therefore included under the heading of “credit investments” on the balance sheet, in accordance with the nature of the lessee.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

When the Company acts as lessee, the cost of the leased asset is recorded on the balance sheet, depending on the type of asset involved, and a liability for the same amount is recorded, which is either the fair value of the leased asset or the sum of the current value of all amounts payable to the lessor plus the price of exercising the purchase option, whichever is lower. These assets are depreciated using similar criteria to those applied to property, plant and equipment for own use as a whole.

Financial income and expenses resulting from these contracts are credited and charged, respectively, to the profit and loss account in such a way that the return remains consistent over the term of the lease.

As at 31 December 2020 and 2019 the Company held no leases of this kind.

#### Operating lease

The rental contracts which are not considered financial lease are classified as operating lease.

Whenever the Company acts as a lessor, the cost of acquisition of the assets is recorded under leasing on the epigraph "Tangible assets". Those assets will be depreciated according to policies adopted by the tangible asset for own use and the incomes originated by the leasing contracts will be recognized on the profit and loss account under linear basis.

Whenever the Company act as a lessee, the expenses of the leasing, including incentives granted, will be registered under linear basis on the profit and loss account.

#### **g) Recognition of income and expenses**

Income is registered at the fair value of the considerations to be received and represents the amounts to be collected in the ordinary course of business of the Company, less returns, reductions, discounts and value added tax.

The Company recognises income when the amount of this can be valued reliably, and it is probable that future economic benefits will flow to the Company and the specific conditions for each one of the activities is met as is detailed below. It is believed that the amount of income cannot be reliably valued until all the contingencies related to the sale have been solved. The Company bases its estimates on historic results, bearing in mind the type of client, the type of transaction and the concrete terms of each agreement.

Income derived from contracts at a fixed price for the supply of advisory services, studies, analysis and divulgation in the monetary markets area are generally recognised in the period in which the services are rendered on a lineal base during the length of the contract.



**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

If circumstances arise that modify the initial ordinary income estimates, costs or degrees of compliance, the estimates are revised. The revisions may cause increases or decreases in the estimated income and costs and will be reflected in the profit statement for the period in which the circumstances that motivated these revisions are known by management.

Incomes from dividends are recognised as income in the profit and loss account when the right to receive the collection is established. Notwithstanding this, if the dividends distributed arise from profits generated prior to the date of acquisition they are not recognised as income, reducing the carrying cost in books of the investment.

Non-financial income and expenses are registered in the accounts applying the accrual principle. Collections and payments deferred in time are registered in the accounts at the amount resulting from updating financially the cash flows foreseen at the market rate.

g.1) Commissions paid and income

Commissions paid or received for financial services, irrespective of how they are referred to contractually, are classified in the following categories which in turn determine the manner in which they are allocated in the profit and loss account:

- Financial commissions

Are those that are an integral part of the yield or effective cost of a financial operation and are charged to the profit and loss account over the expected life of the operation as an adjustment to the effective cost or yield of this.

- Non-financial commissions

Are those derived from the rendering of services and may arise in the execution of a service that is performed during a period of time and in the rendering of a service that is executed as a single act.

Income and expense in respect of fees and similar items are recorded in the income statement generally in accordance with the following:

- Those linked to financial assets and liabilities valued at fair value with changes in the profit and loss account and are recorded at time of collection.
- Those that relate to transactions or services which are carried out over a period of time are recorded in the period in which such transactions or services take place.
- Those that relate to a transaction or service which is carried out in a single act are recorded when the relevant act takes place.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

#### **g.2) Recognition of financial expenses and trading ordinary losses**

The financial expenses are the interests and other costs incurred by an entity in relation to financing received.

Financial expenses are registered in the profit and loss account as expenses in the period in which they accrue. However, entities will capitalise financial expenses that were accrued before the assets were put into operational condition, that are directly attributable to the acquisition, construction or production of qualified assets, and are part of the carrying amount in books, when it is probable that they will generate future profits and can be valued with sufficient reliability.

Extraordinary trading losses that have to be assumed as a result of incidents in the negotiation derived from differences between the conditions in the orders received from the financial intermediates and those of the negotiation and liquidation of the operation performed, such as errors in the contracting process or in the terms of this, or other similar causes, when the result of the liquidation implies an economic prejudice imputable to the mediator of the operation, and not to those issuing the orders, and will be recognised in the consolidated profit and loss account at the time they occur or are known, independently of the time they are liquidated.

#### **h) Personnel Expenses**

##### Short-term retribution

They are the remunerations whose payment must be attended within the twelve months following the end of the year in which the employees have rendered their services.

They will be valued at the amount that has to be paid for the services received, registering then in the annual accounts as: a liability for the expense incurred, after deducting any amount already settled and as an expense for the period in which the employees had supplied their services.

##### Remuneration based on equity instruments

When an entity delivers equity instruments on its own capital to its employees, as the consideration for the services received, it should apply the following accounting treatment:

- If the delivery of equity instruments is done immediately without demanding from them a specific period of services to acquire the title on these, the entity will recognise, on the concession date, an expense for the full services received, crediting the amount to net equity.

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- If the employees obtain the right to receive the equity instruments once a specific period of service has expired, the expense will be recognised for the services received and the corresponding increase in net equity, in the measure that these supply services during that said period.

Retirement benefit commitments

The collective agreement applicable to the employees of securities firms and the Madrid Stock Market establishes certain social welfare obligations. The Company records these benefits as an expense in the fiscal year in which they are paid. Adhering to this criterion rather than an accrual criterion does not have a significant effect on the annual accounts as a whole.

At 31 December 2020 and 2019 the Company had no significant obligations of this kind towards its employees.

Termination benefits

These are recognised as a liabilities and expenses only when the Company has made a firm commitment to terminate the contract of an employee or group of employees before the retirement date or when the Company pays termination benefits to employees after reaching agreements on the voluntary resignation of those employees.

**i) Balances offsetting**

The debtor and creditor balances originating in transactions that, contractually or because of a legal norm, contemplate the possibility of compensation and it is the intention to settle them by the net amount or to dispose of an asset or to pay a liability simultaneously, will be shown on the balance sheet at their net amount.

**j) Functional currency**

The functional currency of the Company is the euro. Therefore, all balances and transactions denominated in currencies other than the euro are considered denominated in foreign currency.

## CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.

### ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020

#### k) Measurement of foreign currency accounts

The exchange value in euros of the total assets and liabilities in foreign currencies held by the Company as at 31 December 2020 and 2019 is as follows:

	<u>2020</u>	<u>Euros 2019</u>
US Dollars	47 674.30	(104 817.92)
Sterling Pounds	( 44 955.03)	( 35 383.05)
	<u>( 2 719.27)</u>	<u>(140 200.97)</u>

The equivalent value in euros of the assets and liabilities in foreign currency, classified by their nature, held by the Company as of December 31, 2020 and 2019 is as follows:

	<u>2020</u>	<u>Euros 2019</u>
Current accounts in foreign currency (Notes 5 and 7)	211 850.77	45 558.79
Foreign currency customers	1 783.84	15 692.13
Cash in foreign currency (Note 5)	7 499.07	9 029.29
Miscellaneous suppliers (Note 12)	( 223 852.95)	(210 481.18)
	<u>( 2 719.27)</u>	<u>(140 200.97)</u>

When initially recognised, debtor and creditor balances denominated in foreign currency are translated to the functional currency using the spot exchange rate at the date of recognition, understood as the exchange rate for immediate delivery. After initial recognition, the following rules are applied to translate balances denominated in foreign currency to the functional currency:

- Monetary assets and liabilities are translated at the yearend exchange rate, understood as the average spot exchange rate at the date to which the financial statements refer.
- Non-monetary items measured at cost are translated at the exchange rate on the date of acquisition.
- Non-monetary items measured at fair value are translated at the exchange rate ruling on the date on which fair value is determined.
- Incomes and expenses are translated by applying the exchange rate on the transaction date.

Nonetheless, the average exchange rate for the period is used for all transactions carried out in that period, unless there have been significant fluctuations. Depreciation/ amortisation are translated at the exchange rate applied to the relevant asset.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

Exchange differences arising on translation of debtor and creditor balances denominated in foreign currency are generally recorded in the consolidated profit and loss account. Nonetheless, in the case of exchange differences that arise on non-monetary items measured at fair value, for which the fair value adjustment is recorded under Equity Measurement Adjustments, the component of the exchange rate relating to the revaluation of the non-monetary element is broken down.

#### **l) Discontinued activities**

A discontinued activity is a component of the Company, the operations and cash flows of which are clearly distinguishable from the rest, which had been sold or it had been disposed of by other means or it had been classified as a non-current asset held for sale, and moreover, it complies with some of the following conditions:

- It represents a business line or geographic operations areas, which are important and independent.
- It is part of an individual and coordinated plan to sell or dispose by other means of a business line or a geographic operations area, which are important and independent.
- It is dependent entity acquired for the sole purpose of reselling it.

The after tax results that arise through the valuation at fair value less the costs of the sale, or through the disposal by other means, of a component of the entity that has been classified as interrupted activities are presented in the consolidated profit and loss account as a single amount, within a separate heading from the rest of the income and expenses originated by the uninterrupted activities.

#### **m) Provisions and contingent liabilities**

The current obligations of the Company arising as a result of past events, will be considered as provisions, when these are clearly specified in terms of the nature on the date of the financial statements, but are indeterminate in terms of their amount or the moment of cancellation, on the maturity of these and to cancel them, the Company expects to liberate resources that incorporate economic benefits. Such obligations may arise due to the following:

- A legal or contractual provision.
- An implicit or tacit obligation, the origin of which is located in a valid expectation created by the Company towards third parties related to the assumption of certain types of responsibilities. These expectations are created when the Company publically accepts responsibilities; these are derived from past behaviour or from company policies in public domain.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- The practically sure evolution of the regulation in certain aspects, in particular, norm projects of which the Company will not be able avoid.

Contingent liabilities are possible obligations resulting from past events, the existence of which is contingent upon the occurrence of one or more future events independent of the Company's intentions. Contingent liabilities include the Company's current obligations, the settlement of which is unlikely to result in a decrease in resources including economic benefits or the amount of which, in extremely rare cases, may not be quantified with sufficient reliability.

Provisions and contingent liabilities are classified as probable when the likelihood of occurrence is greater than that of not occurrence, possible when the likelihood of occurrence is less than that of not occurrence, and remote when their occurrence is extremely rare.

The Company includes in the consolidated annual accounts all the significant provisions where the probability that it will have to meet the obligation is greater than the contrary. Contingent liabilities are not recognised in the annual accounts but rather are reported unless the possibility of an outflow of funds including economic benefits is considered remote.

Provisions are quantified taking into account the best available information concerning the consequences of the event that originated them and are estimated at each accounting close. They are used to address the specific obligations for which they were recognised and may be reversed in full or in part when such obligations no longer exist or decrease.

#### **n) Corporate Income Tax**

Corporate income tax is considered an expense and is registered under the heading of corporate income tax on the profit and loss statement except when the tax arises as a consequence of a transaction carried directly to equity, in which case the tax is recorded directly in equity, or when the tax arises from a business combination in which case the deferred tax is recorded as just another equity item.

The expense recorded as corporate income tax is determined by the amount of tax payable on the taxable base for the year, after considering any variations arising during the year as a result of temporary difference and after deducting any tax credits, deductions, bonuses and tax loss carryforwards. The taxable base for the year may be different than the net profit (loss) for the year shown on the profit and loss statements since it excludes the taxable or deductible income and expenses from other fiscal years and the items which are never tax deductible.

#### **4. Risks management**

The Company, due to the activity it carries out, and its consolidable group are bound by current legislation - Royal Legislative Decree 4/2015, of October 23, approving the consolidated text of the Securities Market Law; Law 10/2014, of June 26, on the management, supervision and solvency of credit institutions; Royal Decree 217/2008 of 15 February; And Circular 2/2014, of June 23, of CNMV- to have adequate policies and procedures for risk management.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

Consequently, the Board of Directors of CIMD, S.A. (the Group parent company) approved a *Risk Management Policy* (RMP) which applies to all Group companies.

This policy lays down that risk management, understood as risk management, control and monitoring, is the responsibility of three bodies, each of which has independent functions: Board of Directors of CIMD, S.A., the Company's Board of Directors and the Risk Management Unit.

Risk management is based on the following:

- 1st. appropriate planning of equity;
- 2nd. identifying, assessing and measuring risks;
- 3rd. establishing risk tolerance limits;
- 4th. establishing a system of risk control and follow-up; and
- 5th. analyze the result on the balance between equity and risks before stress situations.

In accordance with Circular 2/2014 and Capital Requirements Regulation (EU) 575/2013, concerning the level of exposure and the quality of each kind of risk, the risks identified as significant for the company are the credit, concentration, market, operational and liquidity risks.

In order to value exposure, for each of these risks and in order to quantify the requirements, the guidance contained in both the *Guide on Capital Self-Assessment for Investment Services Companies (hereinafter, GCA)*, published by the CNMV, has been applied. The *Risk Management Policy* lays down the following calculation methods:

- Credit risk: Standard method
- Concentration risk: Simplified option of GCA.
- Market risk: Option 1 of GCA.
- Operational risk: Basic Indicator Method.
- Liquidity risk: Simplified option of GCA.
- Other risks: Simplified option of GCA.

The tolerance level relates to the limits established by the competent bodies for each risk at individual level or for all risks as a whole.

On the basis of the nature and characteristics of each risk and the activity affected, the respective limits are determined in either absolute terms or as percentages. Where appropriate, the weightings to which such limits are subject are determined.

The following tables show an analysis of the Company's financial liabilities as at 31 December 2020 and 2019 that are settled by the net amount grouped by maturity in line with the pending time on the date of the balance sheet until the due date stipulated in the contract. The amounts that are shown in the table correspond to the cash flows in the contract without discounting. The balances payable within 12 months are equivalent to the carrying cost in books of these, since the effect of discounting is not significant.

## CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.

### ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020

The detail of the financial liabilities as at 31 December 2020 is as follows:

	Euros			
	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	No set maturity
<b>As at December 31, 2020</b>				
Accrued personnel costs (Note 12)	1 694 759.70	-	-	-
Group companies creditors (Notes 11 and 16)	2 221 624.61	-	-	-
Payable to miscellaneous suppliers (Note 12)	356 970.67	-	-	-
Creditors, invoices pending to be received (Note 12)	314 899.84	-	-	-
Public Administration creditor (Note 12)	834 921.81	-	-	-
Items pending to be allocated (Note 11)	79 226.50	-	-	-

The detail of the financial liabilities as at 31 December 2019 is as follows:

	Euros			
	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	No set maturity
<b>As at December 31, 2019</b>				
Accrued personnel costs (Note 12)	2 870 816.50	-	-	-
Group companies creditors (Notes 11 and 16)	1 277 437.87	-	-	-
Payable to miscellaneous suppliers (Note 12)	282 464.43	-	-	-
Creditors, invoices pending to be received (Note 12)	261 558.63	-	-	-
Public Administration creditor (Note 12)	253 859.57	-	-	-
Items pending to be allocated (Note 11)	117 707.66	-	-	-

#### Estimation of fair value

The fair value of the financial instruments that are commercialised on active markets (such as the securities maintained to negotiate and those available for sale) are based upon market prices at the balance sheet date. The quoted market price used for the financial assets is the current buyer price.

It is assumed that the carrying cost in the accounts of the credits and debits from commercial operations approximates to their fair value.

#### COVID-19

Since December 2019 and during financial year 2020, COVID-19 has spread throughout the world. As of the date of preparation of these annual accounts, this event continues to significantly affect economic activity worldwide and, as a result, could affect the operations and financial results of the Company. The extent to which the Coronavirus could impact the results will depend on the evolution of the actions that are being taken to contain the pandemic. This evolution cannot be predicted reliably.



**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

**5. Treasury**

The details of the caption titled “Treasury” as at 31 December 2020 and 2019 is as follows:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Cash in foreign currency (Note 3.k)	7 499.07	9 029.29
Cash in euros	1 560.24	19 714.51
	<b>9 059.31</b>	<b>28 743.80</b>

On cash flow statement effects, the heading “Cash or cash equivalents at the end of the year” as at 31 December 2020 and 2019 includes:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Banks, current accounts in euros (Note 7)	3 075 956.61	2 605 326.54
Banks, current accounts in foreign currency (Notes 3.k and 7)	211 850.77	45 558.79
Treasury	9 059.31	28 743.80
	<b>3 296 866.69</b>	<b>2 679 629.13</b>

**6. Trading portfolio and Available-for-sale financial assets**

The amounts included under the heading “Trading portfolio” as at 31 December 2020 and 2019 is as follows:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Investment Funds managed by the Group:		
IMDI FUNDS, F.I. - VERDE	1 100 598.80	1 076 398.65
IMDI FUNDS, F.I. - AZUL	1 026 687.69	1 019 192.81
IMDI FUNDS, F.I. - OCRE	814 369.97	786 662.92
Intermoney Variable Euro, F.I.	611 637.21	665 077.29
IMDI FUNDS, F.I. - ROJO	119 677.08	114 659.90
	<b>3 672 970.75</b>	<b>3 661 991.57</b>

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

The movements in Investment funds during the years ended as at 31 December 2020 and 2019 is as follows:

	Euros					
	31.12.19	Increase	Decrease	Gains/ (Losses)	Gains/ (Losses) (Note 20)	31.12.20
Investment Funds:						
IMDI FUNDS, F.I. - VERDE	1 076 398.65	-	-	-	24 200.15	1 100 598.80
IMDI FUNDS, F.I. - AZUL	1 019 192.81	-	-	-	7 494.88	1 026 687.69
IMDI FUNDS, F.I. - OCRE	786 662.92	-	-	-	27 707.05	814 369.97
Intermoney Variable Euro, F.I.	665 077.29	-	-	-	( 53 440.08)	611 637.21
IMDI FUNDS, F.I. - ROJO	114 659.90	-	-	-	5 017.18	119 677.08
	<b>3 661 991.57</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10 979.18</b>	<b>3 672 970.75</b>

	Euros					
	31.12.18	Increase	Decrease	Gains/ (Losses)	Gains/ (Losses) (Note 20)	31.12.19
Investment Funds:						
IMDI FUNDS, F.I. - VERDE	982 610.11	-	-	-	93 788.54	1 076 398.65
IMDI FUNDS, F.I. - AZUL	981 492.28	-	-	-	37 700.53	1 019 192.81
IMDI FUNDS, F.I. - OCRE	686 476.42	-	-	-	100 186.50	786 662.92
Intermoney Variable Euro, F.I.	1 459 521.23	-	(931 286.56)	(14 432.56)	151 275.18	665 077.29
IMDI FUNDS, F.I. - ROJO	95 580.03	-	-	-	19 079.87	114 659.90
	<b>4 205 680.07</b>	<b>-</b>	<b>(931 286.56)</b>	<b>(14 432.56)</b>	<b>402 030.62</b>	<b>3 661 991.57</b>

The details of the value of current short-term financial investments as at 31 December 2020 and 2019 are as follows:

	Euros			
	Number of securities	Cost value	Market Value at 31 December 2020	Gains/ (Losses)
Investment Funds:				
IMDI FUNDS, F.I. - VERDE	101 468.14	1 000 000.00	1 100 598.80	100 598.80
IMDI FUNDS, F.I. - AZUL	101 449.41	1 000 000.00	1 026 687.69	26 687.69
IMDI FUNDS, F.I. - OCRE	71 298.94	700 000.00	814 369.97	114 369.97
Intermoney Variable Euro, F.I.	4 479.56	741 504.96	611 637.21	( 129 867.75)
IMDI FUNDS, F.I. - ROJO	10 009.82	100 000.00	119 677.08	19 677.08
		<b>3 541 504.96</b>	<b>3 672 970.75</b>	<b>131 465.79</b>

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

	Euros			
	Number of securities	Cost value	Market Value at 31 December 2019	Gains/ (Losses)
Investment Funds:				
IMDI FUNDS, F.I. - VERDE	101 468.14	1 000 000.00	1 076 398.65	76 398.65
IMDI FUNDS, F.I. - AZUL	101 449.41	1 000 000.00	1 019 192.81	19 192.81
IMDI FUNDS, F.I. - OCRE	71 298.94	700 000.00	786 662.92	86 662.92
Intermoney Variable Euro, F.I.	4 479.56	741 504.96	665 077.29	(76 427.67)
IMDI FUNDS, F.I. - ROJO	10 009.82	100 000.00	114 659.90	14 659.90
		<u>3 541 504.96</u>	<u>3 661 991.57</u>	<u>120 486.61</u>

The fair value of the items included under the heading of “Trading portfolio” has been calculated based on the liquid value of the investment funds in which the Company had invested as at 31 December 2020 and 2019.

The benefits obtained from the valuation transactions of the Trading Portfolio during the year ended December 31, 2020 and 2019 have amounted to an amount of 10,979.18 euros and 402,030.62 euros, respectively. Both amounts are recorded under “Results of financial operations (net) - Trading portfolio”, in the profit and loss account (Note 20).

The breakdown of the heading “Available-for-sale financial assets” as at 31 December 2020 is as follows:

Equity Instruments	Number of securities	Percentage Securities	Euros
<b>As at December 31, 2020</b>			
Sociedad Gestora del Fondo General de Garantía de Inversiones, S.A.	5	0.43%	<u>1 000.00</u>
			<u>1 000.00</u>

The breakdown of the heading “Available-for-sale financial assets” as at 31 December 2019 is as follows:

Equity Instruments	Number of securities	Percentage Securities	Euros
<b>As at December 31, 2019</b>			
Sociedad Gestora del Fondo General de Garantía de Inversiones, S.A.	5	0.43%	<u>1 000.00</u>
			<u>1 000.00</u>

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

**7. Loans and advances to financial intermediaries**

The amounts included under the heading “Loans and advances to financial intermediaries” as at 31 December 2020 and 2019, is as follows:

	<u>2020</u>	<u>Euros 2019</u>
Banks, current accounts in euros (Nota 5)	3 075 956.61	2 605 326.54
Customers financial intermediaries	1 079 541.44	1 476 195.42
Intercompany guarantees (Note 16)	218 588.38	183 134.61
Banks, current accounts in foreign currency (Notes 3.k and 5)	211 850.77	45 558.79
Loans to Group companies (Note 16)	<u>35 242.23</u>	<u>180.11</u>
	<u>4 621 179.43</u>	<u>4 310 395.47</u>

The details of "Banks, current accounts in euros" and "Banks, current accounts in foreign currency" are at 31 December 2020 and 2019 are as follows:

	<u>2020</u>	<u>Euros 2019</u>
Banco de Crédito Social Cooperativo, S.A.	1 502 109.03	-
Banco Sabadell, S.A.	786 856.69	176 893.60
Banco Santander, S.A.	522 531.49	1 583 772.98
BBVA, S.A.	143 448.88	269 172.43
Bankinter, S.A.	112 693.77	107 886.40
Credit Suisse	103 356.52	-
Caixabank, S.A.	61 623.65	382 785.16
Rest	<u>55 187.35</u>	<u>130 374.76</u>
	<u>3 287 807.38</u>	<u>2 650 885.33</u>

Both 2020 and 2019 those current accounts bore an average interest rate of between (0.50%) and 0.00%, and (0.65%) and 0.50%, respectively.

The breakdown of the heading “Customers financial intermediaries” as at 31 December 2020 and 2019 is a follows:

	<u>2020</u>	<u>Euros 2019</u>
Customers	1 024 696.32	1 308 842.45
Doubtful receivables	115 574.08	232 247.06
Sundry debtors	-	-
Impairment of trade receivables	<u>( 60 728.96)</u>	<u>( 64 894.09)</u>
	<u>1 079 541.44</u>	<u>1 476 195.42</u>

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

The movement under the heading "Impairment of trade receivables" as at 31 December 2020 is a follow:

	<u>31.12.19</u>	<u>Increase</u>	<u>Decrease</u>	<u>Write-off</u>	<u>Euros</u> <u>31.12.20</u>
Impairment of trade receivables	(64 894.09)	( 18 192.09)	19 219.62	3 137.60	( 60 728.96)
	<u>(64 894.09)</u>	<u>( 18 192.09)</u>	<u>19 219.62</u>	<u>3 137.60</u>	<u>( 60 728.96)</u>

The movement under the heading "Impairment of trade receivables" as at 31 December 2019 is a follow:

	<u>31.12.18</u>	<u>Increase</u>	<u>Decrease</u>	<u>Write-off</u>	<u>Euros</u> <u>31.12.19</u>
Impairment of trade receivables	(65 210.43)	(14 590.09)	14 901.46	4.97	(64 894.09)
	<u>(65 210.43)</u>	<u>(14 590.09)</u>	<u>14 901.46</u>	<u>4.97</u>	<u>(64 894.09)</u>

At December 31, 2020, the heading "Loans to Group companies" mainly includes an amount of 35,242.23 euros, corresponding to debit balances held with Intermoney Valores, S.V., S.A. for different concepts related to the intermediation operations (Note 16).

At December 31, 2020 and 2019, the heading "Intercompany guarantees" mainly includes an amount of 218,588.38 euros and an amount of 183,134.61 euros, respectively, corresponding to a bond set up with Intermoney Valores, SV, SA for operations in the derivatives market (Note 16).

**8. Loans and advances to customers**

The breakdown of the heading "Loans and advances to customers" as at 31 December 2020 and 2019 is as follows:

	<u>2020</u>	<u>Euros</u> <u>2019</u>
Group companies (Note 16)	4 009 779.51	4 010 804.91
Debtors, services rendered	641 867.51	629 754.79
	<u>4 651 647.02</u>	<u>4 640 559.70</u>

On April 28, 2015 the extraordinary Company's Board of Directors unanimously agreed to grant a loan to its parent company (CIMD, S.A.) for 4,000,000 euros for this company's payment of the purchase of BCP Millennium Gestão de Activos, S.G.F.I., S.A. The main terms and conditions of this loan were as follows:

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

- Duration/period of amortisation: The loan's amortisation period is six (6) years.
- Arm's length interest rate: At the one-year annual Euribor reference rate published by the Bank of Spain plus 1.5%. At the end of the year 2020 and 2019 the reference rate was 1.39% annual in both exercises.

The interest rate will be reviewed annually, applying the one-year Euribor reference rate published by the Bank of Spain every 18 May.

- Interest payment period: The loan will be amortised and its interest paid on an annual basis. The lender may repay the loan early without incurring any penalty charges.
- Late payment interest applicable: Six percent (6%).

During 2020 and 2019, the loans have accrued interest totalling 55,745.23 euros and 55,599.98 euros, respectively, for the Company. This interest is recorded in "Interest receivable and similar income – Group Companies" (Notes 16 and 17), of which a total of 9,292.05 euros is both outstanding at 31 December 2020 and at 31 December 2019, respectively. Both amounts were registered correctly in the current heading in the balance sheet.

**9. Tangible assets**

The breakdown of the heading "Tangible assets" as at 31 December 2020 and 2019 is as follows:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Own use:		
Technical Installations	76 633.87	102 271.63
Data processing equipments	40 254.13	33 516.12
Furniture and fittings	12 141.90	14 144.77
Tangible assets in progress	-	1 584.06
Telephone equipments	-	-
	<b>129 029.90</b>	<b>151 516.58</b>

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

The movement under this heading during the years 2020 and 2019 is as follows:

	<b>31.12.19</b>	<b>Increase</b>	<b>Decrease</b>	<b>Euros 31.12.20</b>
<b>Acquisition cost</b>				
Technical Installations	231 722.42	-	-	231 722.42
Data processing equipments	1 021 354.91	25 528.75	-	1 046 883.66
Furniture and fittings	171 283.35	-	-	171 283.35
Tangible assets in progress	1 584.06	-	( 1 584.06)	-
Telephone equipments	2 012 571.33	-	-	2 012 571.33
	<b>3 438 516.07</b>	<b>25 528.75</b>	<b>( 1 584.06)</b>	<b>3 462 460.76</b>
<b>Accumulated depreciation</b>				
Technical Installations	( 129 450.79)	( 25 637.76)	-	( 155 088.55)
Data processing equipments	( 987 838.79)	( 18 790.74)	-	( 1 006 629.53)
Furniture and fittings	( 157 138.58)	( 2 002.87)	-	( 159 141.45)
Telephone equipments	(2 012 571.33)	-	-	(2 012 571.33)
	<b>(3 286 999.49)</b>	<b>( 46 431.37)</b>	<b>-</b>	<b>( 3 333 430.86)</b>
<b>Net tangible assets</b>	<b>151 516.58</b>	<b>( 20 902.62)</b>	<b>( 1 584.06)</b>	<b>129 029.90</b>

	<b>31.12.18</b>	<b>Increase</b>	<b>Decrease</b>	<b>Euros 31.12.19</b>
<b>Acquisition cost</b>				
Technical Installations	231 722,42	-	-	231 722,42
Data processing equipments	998 944,91	22 410,00	-	1 021 354,91
Furniture and fittings	170 029,40	1 253,95	-	171 283,35
Tangible assets in progress	1 584,06	-	-	1 584,06
Telephone equipments	2 012 571,33	-	-	2 012 571,33
	<b>3 414 852,12</b>	<b>23 663,95</b>	<b>-</b>	<b>3 438 516,07</b>
<b>Accumulated depreciation</b>				
Technical Installations	( 103 813,03)	(25 637,76)	-	( 129 450,79)
Data processing equipments	( 963 459,97)	(24 378,82)	-	( 987 838,79)
Furniture and fittings	( 155 060,44)	( 2 078,14)	-	( 157 138,58)
Telephone equipments	(2 012 489,22)	( 82,11)	-	(2 012 571,33)
	<b>(3 234 822,66)</b>	<b>(52 176,83)</b>	<b>-</b>	<b>(3 286 999,49)</b>
<b>Net tangible assets</b>	<b>180 029,46</b>	<b>(28 512,88)</b>	<b>-</b>	<b>151 516,58</b>

At 31 December 2020 and 2019 fully depreciated items of property, plant and equipment amount to 3,132,982.24 euros and 3,128,589.62 euros, respectively.

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

The Company has taken out an insurance policy to cover risks relating to property, plant and equipment. The coverage provided by these policies is considered to be sufficient.

CIMD, S.A. (the Group's Parent Company) has lease contracts for the offices in which it operates, together with the other Group companies. It charges the Group entities for the expense relating to the lease of such offices (Notes 16 and 22).

On December 31, 2020 and 2019 the forecast of the amounts payable under the concept of lease to the the parent company of the Group, in accordance with the existing contracts, without regard the future increases in the Consumer Price Index (CPI), or future updates of contractually agreed revenues are the following:

Costs	Euros	
	2020	2019
In one year	198 083.42	210 444.29
Between 1 and 3 years	495 208.56	736 555.02
<b>Total</b>	<b>693 291.98</b>	<b>946 999.31</b>

**10. Intangible assets**

The movement under the heading "Intangible assets" as at 31 December 2020 and 2019 is as follows:

					Euros
	31.12.19	Altas	Bajas	Reclasificaciones	31.12.20
<b>System applications</b>					
Acquisition cost	156 172.97	163 248.92	-	-	319 421.89
Accumulated depreciation	(154 139.68)	( 3 334.30)	-	-	( 157 473.98)
	<u>2 033.29</u>	<u>159 914.62</u>	<u>-</u>	<u>-</u>	<u>161 947.91</u>

					Euros
	31.12.18	Increase	Decrease	Reclassification	31.12.19
<b>System applications</b>					
Acquisition cost	156 172.97	-	-	-	156 172.97
Accumulated depreciation	(151 606.03)	( 2 533.65)	-	-	(154 139.68)
	<u>4 566.94</u>	<u>( 2 533.65)</u>	<u>-</u>	<u>-</u>	<u>2 033.29</u>

The amount of the fully amortized intangible asset as of December 31, 2020 and 2019 amounts to 151,311.79 euros and 151,090.78 euros, respectively.



**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

**11. Financial intermediaries debts and Customers debts**

The heading “Financial intermediaries debts” as at 31 December 2020 and 2019 is as follows:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Items pending to be allocated	79 226.50	117 707.66
Payable to Group companies (Note 16)	-	16 787.24
	<b>79 226.50</b>	<b>134 494.90</b>

The breakdown of the heading "Customer debts" as at 31 December 2020 and 2019 is as follows:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Tax credit – CIMD, S.A. (Note 16)	2 148 844.18	1 159 483.16
Payables to Group companies (Note 16)	72 780.43	101 167.47
	<b>2 221 624.61</b>	<b>1 260 650.63</b>

**12. Other assets and Other liabilities**

The breakdown of the headings “Other assets” and “Other liabilities” as at 31 December 2020 and 2019 are as follows:

	<b>Euros</b>			
	<b>Assets</b>		<b>Liabilities</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Accrual and prepayment accounts	203 604.24	168 793.97	2 051 730.37	3 132 375.13
Credit and advances for employees	49 394.08	8 710.25	-	-
Payable to miscellaneous suppliers	321.52	364.15	91 046.89	71 983.25
Payable to miscellaneous suppliers in foreign currency	-	-	223 852.95	210 481.18
Taxes payable	-	-	834 921.81	253 859.57
	<b>253 319.84</b>	<b>177 868.37</b>	<b>3 201 552.02</b>	<b>3 668 699.13</b>

The heading “Accrual and prepayment accounts” referred to assets includes the expenses accrued and unpaid expenses incurred in the course of the company’s operations. The heading “Accrual and prepayment accounts” referred to liabilities as at 31 December 2020 and 2019 refers primarily to the accrued personnel costs amounting to 1,694,759.70 euros and amounting to 2,870,816.50 euros, respectively, and the balances of invoices pending to be received as at 31 December 2020 and 2019 amounting to 356,970.67 euros and amounting to 261,558.63 euros, respectively.

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

As at 31 December 2020 and 2019, heading “Payables to miscellaneous suppliers” includes several amounts payable for services and supplies received. The most significant balances recorded under this heading include the following items:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Bloomberg LP	170 293.87	161 128.96
The Derivatives Service Boureau (DSB), Ltd	43 925.00	-
Trayport, Ltd.	41 162.76	45 169.68
IPC Network Services, Ltd.	18 382.08	-
IPC Information System, Ltd.	10 970.10	-
Anadat Consulting, S.L.	3 445.91	-
IMarket Communications Limited, Inc.	3 155.00	-
Colt Technology Services, S.A.U.	-	7 054.30
Distribuidora de Primeras Marcas, S.A.	-	5 392.49
Others	23 565.12	63 719.00
	<b>314 899.84</b>	<b>282 464.43</b>

The details of the caption titled “Taxes payable” as at 31 December 2020 and 31 December 2019 are as follows:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Personal Income Tax (I.R.P.F.)	725 198.77	133 717.43
Social Security	92 120.18	91 949.60
V.A.T	17 602.86	28 015.40
Others	-	177.14
	<b>834 921.81</b>	<b>253 859.57</b>

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

**13. Equity**

The breakdown of the Shareholder's equity as at 31 December 2020 and movements during the year are as follows:

	Euros				
	<u>31.12.19</u>	<u>Distribution of Profit/Loss 2019</u>	<u>Other movements</u>	<u>Profit of the year</u>	<u>31.12.20</u>
Share capital	3 005 000.00	-	-	-	3 005 000.00
	3 005 000.00	-	-	-	3 005 000.00
Legal Reserve	601 012.10	-	-	-	601 012.10
Voluntary Reserves	3 963 571.14	341 302.48	-	-	4 304 873.62
	4 564 583.24	341 302.48	-	-	4 905 885.72
Profit of the year (Note 14)	3 241 302.48	(3 241 302.48)	-	2 987 492.91	2 987 492.91
Interim dividend (Note 14)	(2 900 000.00)	2 900 000.00	(2 900 000.00)	-	(2 900 000.00)
	<u>7 910 885.72</u>	<u>-</u>	<u>(2 900 000.00)</u>	<u>2 987 492.91</u>	<u>7 998 378.63</u>

The breakdown of the Shareholder's equity as at 31 December 2019 and movements during the year are as follows:

	Euros				
	<u>31.12.18</u>	<u>Distribution of Profit/Loss 2018</u>	<u>Other movements</u>	<u>Profit of the year</u>	<u>31.12.19</u>
Share capital	3 005 000.00	-	-	-	3 005 000.00
	3 005 000.00	-	-	-	3 005 000.00
Legal Reserve	601 012.10	-	-	-	601 012.10
Voluntary Reserves	3 925 563.29	38 007.85	-	-	3 963 571.14
	4 526 575.39	38 007.85	-	-	4 564 583.24
Profit of the year (Note 14)	3 298 007.85	(3 298 007.85)	-	3 241 302.48	3 241 302.48
Interim dividend (Note 14)	(3 260 000.00)	3 260 000.00	(2 900 000.00)	-	(2 900 000.00)
	<u>7 569 583.24</u>	<u>-</u>	<u>(2 900 000.00)</u>	<u>3 241 302.48</u>	<u>7 910 885.72</u>

As at 31 December 2020 and 2019 the share capital is represented by 50,000 shares of 60.10 euros each, fully subscribed and paid up is as follows:

	<u>Shares number</u>	<u>Percentage of shares</u>
CIMD, S.A.	49 999	99.998%
Intermoney, S.A.	1	0.002%
	<u>50 000</u>	<u>100.000%</u>

## CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.

### ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020

The legal reserve will be registered in accordance to the article 274 of the Law on Capital Companies, which establishes that, in any case, an equal number to the 10% of the benefit of the exercise will be destined to this one, until it reaches, at least, the 20% of the share capital. This reserve cannot be distributed and if it is used to compensate losses, in case other sufficient reserves available for such aim do not exist, it must be answered with future benefits.

#### 14. Results distribution proposed

The distribution of results for the year ended 31 December 2020, which is subject to the approval of the General Shareholders' Meeting and the distribution of results for year ended 31 December 2019 which was approved by the General Shareholders' Meeting on April 16, 2020, are as follows:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
<b>Profit / Loss of the year</b>	<b>2 987 492.91</b>	<b>3 241 302.48</b>
<b>Distribution</b>		
To voluntary reserves	87 492.91	341 302.48
Interim dividends	2 900 000.00	2 900 000.00
	<b>2 987 492.91</b>	<b>3 241 302.48</b>

During 2020 period, under the resolutions adopted by the relevant Boards of Directors on December 9, 2020 an interim dividend was distributed to the Company's shareholders on account of profits for that year amounting to 2,900,000.00 euros.

These amounts did not exceed profits obtained at 30 November 2020 less estimated corporate income tax payable on such profits, in accordance with Article 277 of the Law on Capital Companies.

The provisional financial statements prepared in accordance with legal requirements and that reveal the existence of sufficient liquidity for the distribution of such dividends are set out below:

	<b>Euros</b>
	<b>30.11.2020</b>
Profit or Loss	3 200 956.00
Interim dividends proposed previously	-
Distributable results	3 200 956.00
Proposed interim dividends	2 900.000.00
Liquidity Statements	
Banks and Cash, current accounts	4 212 597.00
Temporary Financial Investment	3 875 278.00
	<b>8 087 875.00</b>

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

During 2019 period, under the resolutions adopted by the relevant Boards of Directors on December 3, 2019 an interim dividend was distributed to the Company's shareholders on account of profits for that year amounting to 2,900,000 euros.

These amounts did not exceed profits obtained at 30 November 2019 less estimated corporate income tax payable on such profits, in accordance with Article 277 of the Law on Capital Companies.

The provisional financial statements prepared in accordance with legal requirements and that reveal the existence of sufficient liquidity for the distribution of such dividends are set out below:

	<u>Euros</u>
	<u>30.11.2019</u>
Profit or Loss before income tax	<u>3 153 072.00</u>
Interim dividends proposed previously	<u>-</u>
Distributable results	<u>3 153 072.00</u>
Proposed interim dividends	<u>2 900.000.00</u>
Liquidity Statements	
Banks and Cash, current accounts	2 310 899.00
Temporary Financial Investment	<u>3 626 969.00</u>
	<u>5 937 868.00</u>

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

**15. Tax situation**

The Company presents a consolidated tax return with CIMD, S.A., Intermoney Valores, S.V., S.A., Intermoney, S.A., Intermoney Gestión, S.G.I.I.C., S.A., Wind to Market, S.A. and Intermoney Valora Consulting, S.A.

The reconciliation of the differences between the consolidated profit for the years 2020 and 2019 and the books and the taxable income is as follows:

	<b>Euros</b>	
	<b>2020</b>	<b>2019</b>
Profits before taxes	3 976 853.93	4 327 664.82
Permanent differences	<u>134 215.72</u>	<u>227 291.08</u>
Taxable income	<u>4 111 069.65</u>	<u>4 554 955.90</u>
Tax quote	<u>1 027 767.41</u>	<u>1 138 738.98</u>
Deductions and rebates	<u>(38 406.39)</u>	<u>( 52 376.64)</u>
Tax quote	<u>989 361.02</u>	<u>1 086 362.34</u>
Withholdings and payments on account	<u>-</u>	<u>( 279 304.82)</u>
Income tax (Note 16)	<u>989 361.02</u>	<u>807 057.52</u>

The total tax applicable, by the tax authorities, applicables to the entity of the legal years, are still open to inspection.

Due to the different interpretations of which tax legislation is applicable to certain transactions, there could be contingent tax liabilities. However, in the opinion of the Parent Company's tax advisors, the likelihood of these liabilities arising is remote and, in any event, the tax debt that could arise from them would not have a significant effect on the accompanying annual accounts.

## CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.

### ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020

#### 16. Balances and transactions with Group companies

The breakdown of creditor intercompany balances as at 31 December 2020 and 2019 is as follows:

	<u>2020</u>	<u>Euros</u> <u>2019</u>
<b>Loans and advances to financial intermediaries (Note 7)</b>	<u>253 830.61</u>	<u>183 314.72</u>
Intermoney Valores, S.V, S.A.	253 830.61	183 134.61
Intermoney Gestión, S.G.I.I.C., S.A.	-	174.25
Intermoney Titulización, S.G.F.T.,S.A.	-	5.86
<b>Loans and advances to customers (Note 8)</b>	<u>4 009 779.51</u>	<u>4 010 804.91</u>
Corretaje e Información Monetaria y de Divisas, S.A.	4 009 292.05	4 009 292.05
Wind to Market, S.A.	487.46	1 509.15
Intermoney Valora Consulting, S.A.	-	3.71
<b>Investments</b>	<u>322.60</u>	<u>316.60</u>
Intermoney Valores, S.V, S.A.	200.80	200.80
Intermoney S.A.	73.07	67.07
Intermoney Valora Consulting, S.A.	48.73	48.73

The breakdown of debtor intercompany balances as at 31 December 2020 and 2019 is as follows:

	<u>2020</u>	<u>Euros</u> <u>2019</u>
<b>Customer debts (Note 11)</b>	<u>2 221 624.61</u>	<u>1 260 650.63</u>
CIMD, S.A., - Corporate Tax 2020 (Note 15)	989 361.02	-
CIMD, S.A., - Corporate Tax 2019 (Note 15)	807 057.52	807 057.52
CIMD, S.A., - Corporate Tax 2018	352 425.64	352 425.64
CIMD, S.A.	<u>72 780.43</u>	<u>101 167.47</u>
<b>Debts with financial intermediaries (Note 11)</b>	<u>-</u>	<u>16 787.24</u>
Intermoney Valores, S.V., S.A.	-	16 787.24

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

The breakdown of income and expenses with Group companies as at 31 December 2020 and 2019 is as follows:

	<u>2020</u>	<u>Euros</u> <u>2019</u>
<b>Interest and similar income (Notes 8 y 17)</b>	55 745.23	55 599.98
Corretaje e Información Monetaria y de Divisas, S.A.	55 745.23	55 599.98
<b>Commissions received (Note 18)</b>	3 851.04	5 764.00
Wind to Market, S.A.	3 847.08	2 123.04
Intermoney Valores, S.V., S.A.	3.96	32.20
CIMD (Dubai), Ltd.	-	3 608.76
<b>Commission expense (Note 19)</b>	36 000.00	38 935.38
Intermoney Valores, S.V., S.A.	36 000.00	38 935.38
<b>Personal expenses</b>	-	1 800.00
Intermoney Valora Consulting, S.A.	-	1 800.00
<b>General expenses (Note 22)</b>	414 339.85	466 433.04
Rentals - CIMD, S.A.	302 579.88	299 284.65
Services of independent professionals - CIMD, S.A.	60 400.00	108 120.00
Communications - CIMD, S.A.	12 978.08	17 395.98
Supplies - CIMD, S.A.	19 742.32	23 935.51
Insurances - CIMD, S.A.	17 239.29	16 296.62
Other services - CIMD, S.A.	1 400.28	1 400.28

During 2020 and 2019 the Company has not carried out transactions with other related parties.

**17. Interest margin**

The breakdown of the heading “Interest margin” as at 31 December 2020 and 2019 is as follow:

	<u>2020</u>	<u>Euros</u> <u>2019</u>
<b>Interest and similar income</b>	56 040.88	55 601.30
Income Corretaje e Información Monetaria y de Divisas, S.A. (Notes 8 and 16)	55 745.23	55 599.98
Other financial income	295.65	1.32
<b>Interest expense and similar charges</b>	( 4 462.60)	( 290.53)
Banking services	( 4 462.60)	( 290.53)
	<u>51 578.28</u>	<u>55 310.77</u>



**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

**18. Commissions received**

The detail of the caption titled “Commissions received” as at 31 December 2020 and 2019 is as follows:

Commissions received	Euros	
	2020	2019
Transactions processed or executed	16 269 264.72	16 852 664.02
Other commissions	735 919.92	1 039 287.58
Group company commissions (Note 16)	3 851.04	5 764.00
	<u>17 009 035.68</u>	<u>17 897 715.60</u>

The details of the income earned on transactions with securities as at 31 December 2020 and 2019 is as follows:

	Euros	
	2020	2019
On other domestic markets	14 621 481.11	15 400 734.46
On foreign markets	2 189 530.30	2 367 250.18
On official secondary markets	174 924.27	129 730.96
On other services	23 100.00	-
	<u>17 009 035.68</u>	<u>17 897 715.60</u>

**19. Fees and commissions expense**

The breakdown of the heading “Fees and commissions expense” as at 31 December 2020 and 2019 is as follow:

	Euros	
	2020	2019
Commissions paid to representatives and other entities	396 837.86	387 656.02
Transactions with securities	300 787.03	239 632.59
Commissions paid to Group companies (Note 16)	36 000.00	36 000.00
Trading losses	20 071.50	7 941.92
	<u>753 696.39</u>	<u>671 230.53</u>

The breakdown of the heading “Trading losses” incurred by the Company during the period 2020 and 2019 is as follows:

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

Market	2020		2019	
	Number of cases	Euros	Number of cases	Euros
Derivatives	12	20 933.06	9	3 541.76
Fixed Income	1	( 861.56)	2	2 596.57
Deposits	-	-	1	1 803.59
	<b>13</b>	<b>20 071.50</b>	<b>12</b>	<b>7 941.92</b>

**20. Gains and losses on financial assets and liabilities (net)**

The breakdown of the heading "Gains and losses on financial assets and liabilities (net)" as at 31 December 2020 and 2019 is as follow:

	Euros	
	2020	2019
Change in value of Investment Funds (Note 6)	10 979.18	402 030.62
Valuation for operations with futures (net)	( 54 042.16)	(433 664.24)
	<b>( 43 062.98)</b>	<b>( 31 633.62)</b>

The nominal value of the futures arranged by the Company at 31 December 2020 and 2019, amounting to 1,737,413.64 euros and 1,786,276.47 euros, respectively, are recognised in "Other off-balance sheet items" under the Company's off-balance sheet.

**21. Personnel expenses**

The breakdown of the heading "Personnel expenses" as at 31 December 2020 and 2019 is as follows:

	Euros	
	2020	2019
Salaries and wages	7 692 568.27	7 689 021.57
Social Security	866 105.12	923 826.79
Severance pay by dismissals	43 148.53	281 116.24
Other personnel costs	232 045.29	275 957.85
	<b>8 833 867.21</b>	<b>9 169 922.45</b>

The variable remuneration for bonuses and extra payments at 31 December 2020 and 2019 had a total amount of 2,915,688.00 euros and 2,657,000.00 respectively, are recorded under the heading "Salaries and wages" under the heading "Personnel expenses" with 1,684,786.00 euros and 2,861,323.00 euros pending payment at that date, respectively. The pending payment are recorded under the heading of the balance sheet "Trade creditors and other accounts payable" (Note 12). The variable remuneration has been paid during February 2021 and February 2020, respectively.

## CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.

### ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020

#### 22. General expenses and Other operating charges

The breakdown of the heading "General expenses" as at 31 December 2020 and 2019 is as follows:

	Euros	
	2020	2019
Communication	2 400 027.02	2 293 222.93
Representation and displacements	115 991.83	465 548.77
Rental (Note 16)	302 579.88	299 993.80
Other services of independent professionals	126 391.06	189 831.23
Conservation and repair	157 710.09	153 758.29
Donations	109 192.60	149 396.11
Other expenses	76 864.73	80 433.49
Tax and contributions	53 632.20	2 698.99
Supplies (Note 16)	19 441.20	23 877.87
	<u>3 361 830.61</u>	<u>3 658 761.48</u>

The caption "Other operating expenses" includes at 31 December 2020 and 2019, an amount of 22,500.00 euros and 23,176.86 euros, respectively, corresponding to fees with CNMV

#### 23. Other information

The members of the Company's governing body and senior management personnel have accrued salaries and remuneration during 2020 and 2019 amounting to 453 thousand euros and amounting to 428 thousand euros, respectively. During fiscal years 2020 and 2019, the Company paid a total amount of 2 thousand euros in both years for life insurance premiums and 4 thousand euros and 3 thousand euros, respectively, for civil liability insurance premiums.

As at 31 December 2020 and 2019, there are no payments in advance or credits made to the members of the Board of Directors.

As at 31 December 2020 the Board of Directors of the Group consists of two men and one woman.

The external auditors' fee corresponding to the audit of the Company for the year ended 31 December 2020 and 2019, amounting to 32 thousand euros both years. There are not other fees for services provided by PricewaterhouseCoopers during the years 2020 and 2019.

The Company's overall operations are subject to laws related to environmental protection ("environment laws") and the health and safety of the workers ("safety at work laws"). The Company considers that the requirements of these laws are substantially met and that they have procedures designed to promote and guarantee compliance therewith.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

The Company has adopted the appropriate measures in relation to the protection and improvement of the environment and to minimize, if applicable, any environmental impact, thus complying with current legislation in this respect. During 2020 and 2019, the Company made no major environmental investments and nor did it consider it necessary to record any provision for environmental risks and charge.

There are no significant contingencies related to the protection or improvement of the environment.

At 31 December 2020 the Company's directors and persons related to them, as described in Article 231 of the Spanish Companies Act 2010 declare that they are not involved in any situations of conflicts of interest which should have been reported in accordance with Article 229 of said Act.

#### **24. Client attention department**

In accordance with Order ECO 734/2004, of March 11, the head of the Customer Service Department has received three inquiries from customers during the year 2020, not considered complaints or claims but having been resolved through said Department at have been received by this channel. The Company did not receive complaints or claims from any client during the 2019 financial year.

#### **25. Subsequent events**

There have been no significant subsequent events from the close of the 2020 financial year to the date of formulation of these Annual Accounts.

#### **26. Information on the average payment period for trade payables. Third additional provisions "Duty of information" of Law 15/2010, of 5 July 2010.**

Under the second final provisions of Law 31/2014, of 3 December, which amends the third additional provisions of Law 15/2010, of 5 July, amending Law 3/2004, of 29 December, on combating late payment in commercial transactions, and in relation to the information to be stated in notes to annual accounts regarding deferrals of trade payables in commercial transactions calculated on the basis of the Decision of the Spanish Accounting and Auditing Institute ("ICAC") dated 29 January 2016, the average payment period for trade payables made by the Company in 2020 and 2019 is as follows:

**CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENT SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

	<u>2020</u>	<u>2019</u>
	<u>Días</u>	<u>Días</u>
Average payment period for trade payables	21.89	19.83
Ratio paid operations	<u>22.58</u>	<u>20.66</u>
Ratio of pending payment transactions	15.30	9.67
	<u>Euros</u>	<u>Euros</u>
Total payments	<u>3 221 637.90</u>	<u>3 175 930.89</u>
Total pending payments	<u>338 361.04</u>	<u>257 821.25</u>

**27. Explanation added for translation to English**

These financial statements are presented on the basis of accounting principles generally accepted in Spain. Certain accounting practices applied by the Company that conform with generally accepted accounting principles in Spain may not conform with generally accepted accounting principles in other countries. In the event of a discrepancy, the Spanish-language version prevails.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **DIRECTOR'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2020**

#### **Faithful exposition of the business and main activities**

The year 2020 has been a complicated year for the CIMD Group broker as for all companies in the world. Above the income statement, the main objective was to try to safeguard employees from COVID-19. By our management of an OTF we were considered essential workers, and therefore we had to balance to achieve that main objective.

Already on March 9, two work teams were established, as an initial precaution, in addition to establishing much wider distances between the jobs. Throughout the months, many other measures were taken, such as the acquisition of tests for employees and check-ups on a recurring basis, or the creation of bubbles distributed by different spaces so that employees were as safe as possible in the execution of their responsibilities.

The complicated work of human resource management in the pandemic was tried to reconcile as much as possible with the achievement of proposed objectives before learning about the existence of COVID-19. Thus, despite not achieving our objectives, we are very satisfied that we have only remained at 5% of the revenue objective, and 4.7% of the operating margin objective.

The volatility of the month of March, which also had to be managed with few human resources as a result of the creation of two teams, was not enough to compensate for the activity of the European Central Bank (ECB) that affects the markets so much in the areas of intermediation. Even with that handicap, we think that a very good work has been done in the areas of Brokerage and Monetary Information and of Divisas, Sociedad de Valores, SA (hereinafter, CIMD, S.V.), work with which we have reaffirmed our leadership in practically all the services we offer.

We should also highlight the growth of our OTF, maintaining us as one of the few trading centers whose headquarters are not in London, and which places us as a benchmark in institutional trading in continental Europe.

The financial crisis and a very strict regulation continue to limit the activity of European banks. In addition, the interest rates at historical lows have reduced the activity of taking positions in banks. And this is confirmed by the income and results of the whole of our competition, to the extent we acknowledge these data.

We continue with very high presence and billing quotas, which has allowed us to achieve our goals in 2020.

The evolution of interest rates close to zero set by the ECB (and negative in the repo market), as well as a limited interbank business activity, makes growth in short-term areas impossible, even though we maintain a market share significant market and we continue to improve in the markets in which we were worse off.

We also continue betting on a greater presence in the OTC derivatives market, where the incorporation of experienced personnel to try to compete at a European level continuously still crucial, which is not easy.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **DIRECTOR'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2020**

Our maintenance in volume and revenue in the public debt market is due to our commitment to incorporate talented personnel to try to intermediate European bonds, where part of our growth has taken place. And this, despite the QE, since the intervention of the ECB has led to greater illiquidity in the market. Our policy of transparency of counterparties and commissions charged believe that it remains one of the keys that has led us to a good relative situation with respect to our competition, reaching maximum historical quotas.

As for the area of energy derivatives, it has had a somewhat greater operation than in recent years, opening new markets and new products.

Lastly, the area of interest rate derivatives has maintained its level of activity, highlighting the capacity of our futures terminal in terms of speed of execution and flexibility, seeking presence with new clients and with differential services.

We do not expect any of these situations to reverse in the short term, so our growth will continue to come from possible increases in new European clients. Beyond the traditionally domestic product, towards the most European product, we have to be able to attract European talent to Madrid, although it is not easy given that we are comparatively a small financial market, and that Brexit can cause problems when it comes to obtaining work permits for British experts, who are the most likely to seek new job opportunities.

In addition, in 2020, we have created an area that encompasses new business lines, called Business Innovation, with which we intend to be closer to our clients in terms of technological developments and support in the needs they may have.

Likewise, we should highlight the launch planned for the year 2021 of the electronic platform CIMD e-pit, our first foray into electronic markets, as a complement to voice, which we see as a great support for the electronic world.

The Profit after Tax for the year 2020 was 2,987 thousand euros, 8% less than the 2019 financial year. During fiscal year 2020, an interim dividend of 2,900 thousand euros was payed, with the difference of 87 thousand euros that were distributed to Voluntary Reserves.

For the year 2021, our expectations for a changing environment are difficult to predict, but our inertia has led us to budget for growth compared to 2020, based on growth in international clients that compensates for a lower operation in some products and a quota improvement, although it is very difficult to increase these figures are already very high. The main uncertainties stem from the impact of the adaptable interest politic of ECB.

We are not a company that has a significant environmental impact, but at Group level we have wanted to contribute voluntarily to the reduction of greenhouse gas emissions through the compensation of indirect emissions produced by the activity of companies and employees of the Group in the exercise of its functions, coming from the electrical consumption and of paper in the offices, use of transport to and from the company and business trips.

## **CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

### **DIRECTOR'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2020**

#### **Own Shares**

During the year 2020, no transactions were carried out with own shares.

#### **Research and development and the environment**

In the course of 2020, no investment in R&D has been made and the Company has also not made any environmental investments. Likewise, it has not been considered necessary to record any provision for environmental risks and expenses, since there are no contingencies related to the protection and improvement of the environment.

#### **Report on risk management**

Considering its activity, the use of financial instruments by the Company is intended to achieve its social object, adjusting its objectives and policies for managing market, credit and liquidity risks in accordance with current legislation.

#### **Average Supplier Payment Period Information**

During the 2020 financial year, the Company has not made payments that would accumulate deferments greater than those legally established other than those described in the annual accounts report. In addition, at the end of 2020, the Company has no outstanding balance accumulating a deferment greater than the statutory period established.

#### **Subsequent events after the reporting period**

As detailed in Note 25 of the Annual Report, there have been no significant subsequent events from the close of the 2020 financial year to the date of formulation of these Annual Accounts.



**CORRETAJE E INFORMACION MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**PRESENTATION OF THE ANNUAL ACCOUNTS AND DIRECTOR'S REPORT FOR THE YEAR ENDED  
DECEMBER 31, 2020**

In compliance with the provisions of Article 192 "Annual Report of Investment Services Companies", of Royal Legislative Decree 4/2015 of 23 October, approving the revised text of the Securities Market Act, this document presents the information required at December 31, 2020.

Description: CORRETAJE E INFORMACIÓN MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.

Nature: Investment services Company

Location: Madrid (Spain)

Turnover: 17,009 thousand euros

Number of full time employees<sup>1</sup>: 65

Gross profit before tax: 3,977 thousand euros

Tax on profit: 989 thousand euros

Subsidies or public aid received: None

Return on assets: 22,12%

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<sup>1</sup> It does not include interns.

**CORRETAJE E INFORMACION MONETARIA Y DE DIVISAS, SOCIEDAD DE VALORES, S.A.**

**ANNUAL REPORT OF INVESTMENTS SERVICES COMPANIES FOR THE YEAR ENDED DECEMBER 31, 2020**

The Board of Directors of Corretaje e Información Monetaria y de Divisas, Sociedad de Valores, S.A., presented the annual accounts and Director's report for the year ended December 31, 2020 in its meeting held on March 11, 2021, which were signed by the Board Members.

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Mr. Rafael Bunzl Csonka

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Mr. Iñigo Trincado Boville

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Mrs. Beatriz Senís Gilmartín





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