



ANNUAL BANKING REPORT 2020

a) Name, nature and geographic situation of the activity

Aresbank, S.A. (hereinafter “the Bank”) was incorporated on April 1st, 1975. The main purpose of the Bank is to contribute to the development of financial cooperation between Spain and the MENA area by funding foreign trade transactions, promoting investment and fund raising from the MENA area, and from the international financial markets in general. Apart from the above, the corporate purpose of the Bank includes all the activities associated to the banking transactions allowed by Spanish law, except the receipt of funds from individuals, which is limited to those individuals involved in foreign trade transactions with the Bank.

The registered address is Paseo de la Castellana no. 257, Madrid, where the main office is located. The Bank also has a branch in Barcelona, located at Paseo de Gracia, 103 - 1st floor, and a representing office in Bilbao at the end of 2020. The shareholders of the Bank are Libyan Foreign Bank (99.86%), with registered office at Dat El Imad, Administrative Complex Tower II - Tripoli, Libya; and Credit Populaire d'Algerie (0.14%), with registered office at Colonel Amirouche Street, 411 - Algiers, Algeria.

b) Business turnover and Full-time equivalent employees

The business turnover for tax purposes amounted to 28,537 thousand euros for 2020. The average number of employees has been 74, in full-time equivalent terms.

c) Result before tax and Corporate Income Tax

The result before corporate income tax for 2020 amounts € 12,322 thousand euros. The Bank has offset negative tax results for the 50% of the results of the year, based on the *Royal Decree-Law 3/2016, from December 2nd, adopting measures in the tax field aimed at consolidating public finances and other urgent social measures*. The entity has amortized the whole tax credit pending to be applied and has updated its deferred taxes. As a result, the tax burden through P&L amounted to € 1,310 thousand euros for the year 2020.

d) Subsidies or public grants received

The Bank has not received subsidies or public grants in 2020.

e) Return on average assets: 1.06%