

Lorca JVCo. Financial Statements 1H21

1. Statement of Income of the Company 1H21 (Limited Audit review)

<i>Figures in EUR Million</i>	30/06/2020 MMI (*)	30/06/2021 Lorca JVCo. (**)
Revenue	897	1.054
Other operating income	27	31
Merchandise, raw materials and consumables used	(401)	(401)
Employee benefits expenses	(34)	(45)
Depreciation and amortisation expense	(154)	(263)
Impairment and benefit for disposals of fixed assets	(8)	227
Other operating expenses	(232)	(277)
Other results	-	-
Results from operating activities	95	327
Finance income	2	1
Finance costs	(88)	(94)
Change in fair value of financial instruments	0	(3)
Exchange differences	(0)	(0)
Gain/(lose) on bargain purchase	1	-
Impairment and result from disposals of financial instruments	-	-
Net finance cost	(84)	(96)
Results from equity-consolidated investments	(6)	4
Income/(Loss) for the period from continuing operations, before income tax	5	235
Income tax	(4)	(50)
Income/Loss for the period from continuing operations	1	184
Income/Loss for the period	1	184
Loss for the period attributable to:		
Equity holders of the Parent	1	185
Third-party shareholders	-	(1)
Income/Loss for the period	1	184

(*) Consolidated Masmovil Ibercom S.A. perimeter

(**) Consolidated Lorca JVCo Ltd. perimeter

2. Balance Sheet of the Company 1H21(Limited Audit review)

Figures in EUR Million	30/06/2020 MMI (*)	30/06/2021 Lorca JVCo.(**)
Assets		
Goodwill and Intangible assets	1.960	5.375
Property, plant and equipment	711	810
Other Non Current Assets	348	437
Deferred tax assets (1)	293	-
Total non-current assets	3.312	6.622
Inventories	7	2
Trade and other receivables	258	309
Other current assets	184	180
Cash and cash equivalents	248	92
Total current assets	696	583
Total assets	4.008	7.205
Share Capital	3	19
Additional paid in Capital	836	1.832
Retained earnings and other reserves	(734)	120
Own shares	(5)	-
Non-controlling interests	2	3
Total equity	101	1.973
Liabilities		
Long Term Debt (including financial leases) (1)	2.250	2.264
Other financial liabilities (2)	17	833
Other Payables	19	218
Debts with Group Companies	-	179
Provisions	52	45
Deferred tax liabilities (3)	83	8
Other non-current liabilities	173	217
Total non-current liabilities	2.593	3.764
Short Term Debt (including fin. Leases) (4)	420	330
Other current financial liabilities (5)	205	261
Debts with Group Companies	-	4
Trade and other payables	536	859
Provisions	153	15
Total current liabilities	1.314	1.468
Total liabilities	3.907	5.232
Total equity and liabilities	4.008	7.205

(*) Consolidated Masmovil Ibercom S.A. perimeter

(**) Consolidated Lorca JVCo Ltd. perimeter

(1) Financial Leases €165MM on 30 June 2020 and €160MM on 30 June 2021.

(2) Mainly Issued Notes accounted at amortized cost of debt, according to IFRS-EU rules

(3) Deferred Tax Assets and Deferred Tax Liabilities are presented Net at Lorca JVCo

(4) Financial Leases €46MM on 30 June 2020 and €36MM on 30 June 2021.

(5) Includes, among other, Commercial paper (€170MM on 30 June 2020 and €198MM on 30 June 2021) and M&A liabilities (€30MM on 30 June 2020 and €47MM on 30 June 2021)

3. Statement of Cash (Limited Audit review)

<i>Figures in EUR Million</i>	YTD 30/06/2020 MMI (*)	YTD 30/06/2021 Lorca JVCo. (**)
Profit/(Loss) from continuing operations	1	184
Depreciation and amortisation	154	263
Impairment losses from trade receivables	23	19
Other Income and Expenses	(11)	(1)
Net Financial (Income)/Expenses	85	92
Impairment and benefit for disposals of fixed assets	8	(227)
Results from investments accounted for using the equity method		(4)
Changes in working capital and adjustments	(26)	(112)
Income tax income/(expense)	4	50
Cash flow from operating activities	238	266
Interest paid	(27)	(68)
Income tax received/(paid)	(5)	(7)
Net cash flow from operating activities	207	191
Net Capex & Other non current assets/liabilities	(743)	(113)
Net cash flow from/(used in) financing activities	720	(67)
Net increase/(decrease) in cash and cash equivalents	184	11
Cash and cash equivalents at 1 January	63	81
Cash and cash equivalents at 30 June	248	92

(*) Consolidated Masmovil Ibercom S.A. perimeter

(**) Consolidated Lorca JVCo Ltd. perimeter