



Auditor's Report on Auriga Global Investors, Sociedad de Valores, S.A.

**(Along with the Annual Accounts and Directors'
Report of Auriga Global Investors, Sociedad de
Valores, S.A. for the year ended 31 December 2021).**



KPMG Auditores, S.L.
P° de la Castellana, 259 C
28046 Madrid (Spain)

Auditor's Report on the Annual Accounts issued by an Independent Auditor

To the shareholders of Auriga Global Investors, Sociedad de Valores, S.A.:

Opinion

We have audited the annual accounts of Auriga Global Investors, Sociedad de Valores, S.A. (the "Company"), which comprise the balance sheet at 31 December 2021, the income statement, statement of changes in equity and statement of cash flows for the year then ended, and notes.

In our opinion, the accompanying Annual Accounts give a true and fair view, in all material respects, of the equity and financial position of the Company at 31 December 2021 and its financial performance and cash flows for the year then ended in accordance with the applicable financial reporting framework (identified in note 2 of the report) and, in particular, with the accounting principles and criteria set forth therein.

Grounds for our opinion

We conducted our audit in accordance with prevailing legislation regulating the audit of accounts in Spain. Our responsibilities according to those regulations are described below in the section *Responsibility of the Auditor with regard to the auditing of the Annual Accounts* in our report.

We are independent from the Company as required by standards of ethics, including those for independence, which are applicable to our auditing of annual accounts in Spain, as required by the regulations governing the auditing of accounts. In this respect, we have not provided any services other than those of auditing accounts, nor have any situations or circumstances arisen which, under the provisions of those rules, could affect the required independence in such a way as to have been compromised.

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



Most relevant aspects of the audit

The most relevant aspects of the audit are those which, in our professional opinion, were considered as the most significant risks of material misstatement in our audit of the Annual Accounts for the current period. Those risks were treated in the context of our audit of the annual accounts taken as a whole and in the forming of our opinion on the accounts, and we do not express any separate opinion on those risks.

Recognition of income from commissions (see note 21 of the Notes to the Annual Accounts)

The recognition of income from fees is a relevant heading of the Company's income statement. It mainly comprises the fees arising from the processing and implementation of customers instructions for buying and selling securities and sales commissions. This income is calculated on the transactions completed and the assets sold. As part of our procedures, in the context of our audit, we have assessed the design and implementation of the Company's monitoring methods in respect of the integrity, existence and accuracy of the securities transactions and the assets sold.

Furthermore, the main tests of detail carried out on the recognition of income from fees were as follows:

- We have recalculated the income from commissions for a sample of clients and for that sample we checked that the rates used correspond with those established in the contracts signed with the customers.
- For a sample we verified the proper recording of income from fees in the corresponding period.
- For a sample, we verified that income from sales commissions has been recorded according to the assets sold and to the conditions set out in the contracts.
- For all the banks with which the Company operates we have asked for confirmation of the assets that the Company has deposited in them at 31 December 2021, on behalf of its customers.
- We checked the reconciliations made by the Company between the customers' balances deposited according to its accounting records and those confirmed by the banks.
- We have assessed whether the information in the Annual Accounts relating to income from fees and commissions meets the requirements under the regulatory framework applicable for financial reporting.



Other information: Directors' Report

Other information comprises exclusively the director's report for 2021, the preparation of which is the responsibility of the directors of the Company and does not form an integral part of the annual accounts.

Our opinion for the audit of the Annual Accounts does not extend to the director's report. In accordance with the regulations governing the auditing of accounts, our responsibility in respect of the directors' report consists of evaluating and informing on whether the directors' report is consistent with the Annual Accounts, while also evaluating and informing on whether the content and presentation of the directors' report is in accordance with applicable regulations. If, on the basis of our work, we conclude that there is material misstatement, we are bound to inform on this.

On the basis of the work carried out, as described in the preceding paragraph, the information contained in the director's report is consistent with that in the Annual Accounts for the year 2021 and its content and presentation are in accordance with applicable regulations.

Directors' Responsibility for the Annual Accounts

The directors of the Company are responsible for drawing up the attached annual accounts in such a way as to express a true and fair image of the equity, the financial position and the profit/(loss) of the Company in accordance with the financial reporting framework applicable to the Company in Spain, and for such internal control as they deem necessary to permit the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In the preparation of the Annual Accounts, the directors of the Company are responsible for assessing the Company's ability to continue operating as a going concern, disclosing, as appropriate, the issues related to a going concern, and using the accounting principle of a "going concern", except if the directors intend to wind up the Company or to cease operations, or if there is no realistic alternative.

Responsibilities of the auditor in relation to the auditing of the Annual Accounts

Our objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement due to fraud or error, and to issue an auditor's report expressing our opinion. Reasonable assurance is a high degree of assurance but does not guarantee that an audit made in accordance with the regulations on the auditing of accounts in force in Spain will always identify a material misstatement if it exists. Misstatements can be due to fraud or error and are considered to be material if, individually or in aggregate, they can be reasonably expected to influence economic decisions that are taken by users on the basis of the Annual Accounts.



As part of an audit performed in accordance with the regulations on the auditing of accounts in force in Spain, we use our professional judgement and maintain an attitude of professional scepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement in the Annual Accounts, due to fraud or error, we design and use auditing procedures to respond to those risks and obtain sufficient appropriate audit evidence to provide a reasonable basis for our opinion. The risk of not identifying a material misstatement due to fraud is higher than in the case of material misstatement due to error, as the fraud can involve collusion, falsification, deliberate omissions, intentionally inaccurate statements or the avoidance of internal control.
- We obtain knowledge from the relevant internal control for our 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.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made, and the information disclosed by the directors of the Company.
- We conclude whether it is appropriate for the Company directors to use the principle of a going concern and, based on the audit evidence gathered, we conclude whether or not there is any material uncertainty related to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern. If we conclude that material uncertainty does exist, we are required to draw attention in our report to the relevant information disclosed in the Annual Accounts or, if those disclosures are not appropriate, to express a modified opinion. Our conclusions are based on the audit evidence gathered up until the date of our auditor's report. However, any future events or conditions could be the reason for the Company ceasing to operate as to going concern.
- We evaluate the overall presentation, the structure and content of the annual accounts, including the information disclosed, and whether the annual accounts represent the underlying transactions and facts so as to present a true and fair view.

We are in communication with the directors of the Company in relation to, amongst other issues, planning the scope and the moment for carrying out the audit and the significant findings of the audit, as well as any significant shortcoming in the internal control that we may identify during the course of the audit.



Amongst the significant risks which we have communicated to the Directors of Auriga Global Investors, Sociedad de Valores, S.A., we indicate those which had most significance on the audit of the annual accounts for the current year and which are therefore the risks considered to be most significant.

We describe those risks in our report, unless legal or regulatory provisions prohibit public disclosure of the issue.

KPMG Auditores, S.L.

Registered in the Official Registry of Auditors with no. S0702

Fernando Renedo Avilés

Registered in the Official Registry of Auditors with no. 22.478

29 April 2022

AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.

Balance Sheets

31 December 2021 and 2020

(Expressed in Euros to two decimal places)

ASSETS	Note	31.12.2021	31.12.2020
1. Cash		764.76	670.16
1.1 Cash at hand		764.76	670.16
2. Receivables from financial intermediaries	7	12,390,816.55	12,467,599.95
2.1 Demand deposits		11,993,037.47	10,972,091.43
2.2 Receivables from transactions performed by the Company for its own account pending settlement		2,140.11	1,022,458.30
2.5 Other receivables		395,638.97	473,050.22
3. Customer receivables	8	1,833,158.66	5,010,712.49
3.2 Loans and advances for securities transactions		37,574.02	87,128.96
3.3 Other loans and advances		1,795,584.64	4,923,583.53
4. Debt securities	5	649,308.00	575,245.11
4.2 Other fixed income securities in the internal portfolio		71,672.20	66,275.72
4.3 Fixed income securities in the external portfolio		537,350.84	169,531.21
4.6 Valuation Adjustments		40,284.96	339,438.18
5. Matured investments pending collection		-	-
6. Shares and equity investments	6	4,585,303.85	2,380,220.70
6.1 Shares and equity investments in the internal portfolio		1,115,423.03	1,444,998.74
6.2 Shares and equity investments in the external portfolio		292.59	321,770.95
6.3 Equity investments		3,469,588.23	613,451.01
7. Derivatives		-	-
8. Property, Plant and Equipment	9	28,904.47	24,807.26
8.1 For own use		44,752.54	98,464.43
8.4 Impairment of Property, Plant and Equipment		(15,848.07)	(73,657.17)
9. Intangible assets	10	33,243.34	11,306.25
9.2 Computer software		45,020.90	148,535.93
9.4 Impairment of intangible assets		(11,777.56)	(137,229.68)
10. Tax assets	12	135,376.41	187,481.67
10.2 Deferred assets		135,376.41	187,481.67
11. Prepayments	13	235,906.20	111,884.23
11.1 Fees and commissions and prepaid expenses		235,906.20	111,884.23
12. Other assets	13	860,138.98	1,681,986.88
12.3 Other assets		860,138.98	1,681,986.88
TOTAL ASSETS		20,752,921.22	22,538,043.66

The accompanying notes form an integral part of the annual accounts for 2021.

AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.

Balance Sheets

31 December 2021 and 2020

(Expressed in Euros to two decimal places)

EQUITY AND LIABILITIES	Note	31.12.2021	31.12.2020
1. Due to financial intermediaries	14	5,385,140.66	6,563,538.05
1.1 Loans and credits		4,389,328.43	5,230,395.92
1.3 Repurchase agreements		995,812.23	1,333,142.13
2. Customer payables	14	7,867,726.55	8,649,483.32
2.2 Temporary balances arising from securities transactions		7,867,726.55	8,649,483.32
3. Cash guarantees		-	-
4. Securities loaned to the market for deferred cash sales		-	-
5. Short sales and securities borrowed		-	-
6. Other liabilities at fair value through equity		-	-
7. Derivatives		-	-
8. Borrowings		-	-
9. Subordinated liabilities		-	-
10. Provisions for risks		-	-
11. Tax liabilities	12	22,352.87	22,352.87
11.2. Deferred		22,352.87	22,352.87
12. Liabilities associated with non-current assets held for sale		-	-
13. Prepayments	13	215,708.01	395,238.17
7.2. Accrued expenses		215,708.01	395,238.17
14. Other liabilities	13	1,222,121.16	797,488.55
14.1. Public entities		431,346.59	146,877.77
14.4. Other payables unrelated to securities transactions		790,774.57	650,610.78
15. Capital in the form of financial liabilities		-	-
TOTAL LIABILITIES		14,713,049.25	16,428,100.96
16. Equity	15	6,000,504.34	6,070,575.07
16.1. Capital		3,000,000.00	3,000,000.00
16.3. Reserves		3,653,966.77	3,653,966.77
16.5. Profit/(loss) of prior years (+/-)		(583,391.70)	(1,729,796.19)
16.7. Profit/(loss) for the year (+/-)		(70,070.73)	1,146,404.49
17. Valuation adjustments in equity (+/-)	16	39,367.63	39,367.63
17.1. Financial assets at fair value through equity (±)		39,367.63	39,367.63
18. Grants, gifts and legacies received		-	-
TOTAL EQUITY		6,039,871.97	6,109,942.70
TOTAL LIABILITIES AND EQUITY		20,752,921.22	22,538,043.66

The accompanying notes form an integral part of the annual accounts for 2021.

**AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.**

Balance Sheets

31 December 2021 and 2020

(Expressed in Euros to two decimal places)

RISK AND COMMITMENT ACCOUNTS	Note	31.12.2021	31.12.2020
1. Bank and other guarantees extended	17	10,351.81	10,351.81
1.1. Participation in collective guarantee		10,351.81	10,351.81
2. Other contingent liabilities		-	-
3. Own securities on loan		-	-
4. Forward securities purchase commitments	17	34,188.02	1,043,610.27
4.3. Shares and equity investments		34,188.02	1,043,610.27
5. Forward securities sale commitments	17	36,328.14	2,066,068.56
5.3. Shares and equity investments		36,328.14	2,066,068.56
6. Disbursements pledged for underwriting issues		-	-
7. Own orders on securities pending execution		-	-
8. Financial derivatives		-	-
9. Market securities lending		-	-
10. Loans to customers for securities transactions		-	-
11. Assets acquired in own name on behalf of third parties		-	-
12. Other risk and commitment accounts		-	-
TOTAL RISK AND COMMITMENT ACCOUNTS		80,867.97	3,120,030.64

The accompanying notes form an integral part of the annual accounts for 2021.

AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.

Balance Sheets

31 December 2021 and 2020

(Expressed in Euros to two decimal places)

OTHER OFF-BALANCE SHEET ITEMS	Note	31.12.2021	31.12.2020
1. Credit facilities unconditionally available for drawdown	17	18,880.67	3,667.49
2. Customer securities purchase orders pending settlement	17	108,694.50	511,931.38
2.3. With other financial intermediaries		108,694.50	511,931.38
3. Customer securities sale orders pending settlement	17	36,753.32	611,817.89
3.3. With other financial intermediaries		36,753.32	611,817.89
4. Deposit of financial instruments (market value)	17	-	-
5. Own and third-party securities held by other entities (market value)	17	295,973,201.07	245,175,950.63
5.1. Own		728,926.43	666,278.56
5.2. Third-party		295,244,274.64	244,509,672.07
6. Securities received on loan			
7. Portfolios managed	18	7,149.14	7,149.14
7.7. Cash with financial intermediaries		7,149.14	7,149.14
8. Guarantees deposited by third parties with other financial institutions for market credit		-	-
9. Regularised suspense accounts		-	-
10. Past due and uncollected non-performing assets		-	-
11. Guarantees received from customers on credit to individuals		-	-
12. Other off-balance sheet items	17	4,318,171.07	3,854,697.98
TOTAL OTHER OFF-BALANCE SHEET ITEMS		300,462,849.77	250,165,214.51
TOTAL OFF-BALANCE SHEET ITEMS		300,543,717.74	253,285,245.15

The accompanying notes form an integral part of the annual accounts for 2021.

**AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.**

Income statements for the years ended 31 December 2021 and 2020
(Expressed in Euros to two decimal places)

DEBIT	Note	31.12.2021	31.12.2020
1. Interest and similar charges on financial liabilities	20	296,744.78	662,382.90
1.1. Financial intermediaries		296,744.78	662,382.90
2. Commissions and brokerage fees paid	21	1,371,119.15	1,071,695.73
2.1. Securities transactions		-	7,188.17
2.4. Fees and commissions paid to markets and clearing and settlement systems		692,199.00	359,261.78
2.5. Guarantees for collective market guarantee fund		972.92	144.92
2.6. Fees and commissions paid to representatives and other entities		46,336.13	36,389.94
2.7. Other fees and commissions		631,611.10	668,710.92
3. Losses on finance operations	5 and 6	993,487.30	807,500.20
3.1. Monetary assets and government debt		7.32	500.00
3.2. Other fixed income securities in the internal portfolio		141,735.98	128,347.97
3.3. Other fixed income securities in the external portfolio		493,971.21	187,488.06
3.4. Shares and equity investments in the internal portfolio		44,669.60	441,183.42
3.5. Shares and equity investments in the external portfolio		313,103.19	49,980.75
4. Loss due to impairment of financial assets		-	3,083,147.59
5. Exchange losses		443,334.39	801,334.22
6. Personnel expenses	23	4,092,530.89	4,140,424.61
6.1 Salaries and bonuses		3,417,786.71	3,431,599.19
6.2. Social Security contributions		535,647.11	517,838.45
6.6. Termination benefits		21,751.24	78,321.03
6.6. Training expenses		15,104.86	5,611.49
6.8. Other personnel expenses		102,240.97	107,054.45
7. Overheads	24	2,547,263.35	2,206,351.30
7.1. Rental of buildings and facilities		520,087.26	367,216.47
7.2. Communications		976,375.32	978,595.08
7.3. IT Systems		87,449.69	73,001.70
7.4. Utilities		73,537.83	33,923.03
7.5. Repairs and maintenance		271,341.63	246,919.14
7.6. Advertising and publicity		24,609.50	32,291.98
7.7. Entertainment and travel expenses		51,193.61	38,880.65
7.9. Outsourced administrative services		5,943.23	56,782.35
7.10. Other independent professional services		341,994.91	323,669.05
7.11. Other expenses		194,730.37	55,018.87
8. Other operating expenses	22	246,262.22	135,410.53
8.1. Contributions to the Investment Guarantee Fund		51,546.14	54,165.80
8.2. Other items		194,716.08	81,244.73
9. Contributions and taxes	24	243,919.70	77,242.14
9.1 Municipal rates		36,843.41	40,054.03
9.2 Tax on Economic Activities		37,035.49	37,605.25
9.4 Negative adjustments in VAT		170,040.80	(417.14)
10. Depreciation and amortisation	9 and 10	22,347.08	46,005.88
10.1 Property, plant and equipment for own use		8,740.58	29,442.10
10.3 Intangible Assets		13,606.50	16,563.78
11. Loss due to impairment of assets		-	-
12. Provisions for risks		-	-
13. Other losses		-	-
14. Income tax in the period		(206,420.12)	(491,086.59)
15. Profit/(loss) on discontinued operations		-	-
16. Net profit/(loss) in the period. Profit.		-	1,146,404.49
TOTAL DEBIT		10,050,588.74	13,686,813.00

The accompanying notes form an integral part of the annual accounts for 2021.

**AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.**

**Income statements for the years ended 31 December 2021 and 2020
(Expressed in Euros to two decimal places)**

CREDIT	Note	31.12.2021	31.12.2020
1. Interest, dividends and similar income from financial assets	19	272,461.82	4,777,390.77
1.2. Financial intermediaries		-	10,107.07
1.3. Resident individuals		19,259.84	41,010.24
1.4. Non-resident individuals		-	1,105,587.50
1.6. Other fixed income securities		-	452,653.88
1.8. Dividends on shares and equity investments		253,201.98	3,168,032.08
2. Fee and commission income	21	1,933,175.56	1,410,143.37
2.1. Processing and execution of customer securities sale and purchase orders		1,423,344.60	811,397.18
2.3. Marketing of collective investment undertakings		193,339.21	313,656.28
2.4. Securities held on deposit and book entries		64,767.27	53,883.20
2.12. Other fees and commissions		251,724.48	231,206.71
3. Income on financial investments	5 and 6	5,867,469.69	5,839,226.07
3.1. Monetary assets and government debt		84,986.02	203,132.55
3.2. Other fixed income securities in the internal portfolio		507,430.13	1,657,667.27
3.3. Other fixed income securities in the external portfolio		4,297,386.25	2,848,660.89
3.4. Shares and equity investments in the internal portfolio		977,667.29	906,619.62
3.5. Shares and equity investments in the external portfolio		-	223,145.74
4. Recoveries of impaired financial assets		-	-
5. Exchange gains		752,300.38	567,580.76
6. Other operating income		1,155,110.56	1,092,472.03
7. Recoveries of impaired assets		-	-
8. Recoveries of provisions for risks		-	-
9. Other gains		-	-
10. Income on discontinued operations.		-	-
11. Net profit/(loss) in the period. Loss.		70,070.73	-
TOTAL CREDIT		10,050,588.74	13,686,813.00

AURIGA GLOBAL INVESTORS, SOCIEDAD DE VALORES, S.A.U.

Statements of Changes in Equity for the years

ended 31 December 2021 and 2020

(Expressed in Euros to two decimal places)

A) Statements of Recognised Income and Expense for the years ended 31 December 2021 and 2020

	<u>2021</u>	<u>2020</u>
Profit/(loss) for the year	(70,070.73)	1,146,404.49
Other recognised income/(expense)	-	-
Available-for-sale financial assets		
Valuation gains/(losses)	-	-
Amounts transferred to the income statement	-	-
Income tax	<u>-</u>	<u>-</u>
Total recognised income and expense	<u>(70,070.73)</u>	<u>1,146,404.49</u>

The accompanying notes form an integral part of the annual accounts for 2021.

**AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.**

Statements of Changes in Equity for the years
ended 31 December 2021 and 2020

(Expressed in Euros to two decimal places)

B) Statements of Changes in Equity for the year ended 31 December 2021

	Capital Registered	Reserves	Profit/(loss) for the year	Total shareholders' equity	Valuation adjustments	Total equity
Balance at 31 December 2020	3,000,000.00	1,924,170.58	1,146,404.49	6,070,575.07	39,367.63	6,109,942.70
Other movements	-	-	-	-	-	-
Adjusted balance at 1 January 2021	3,000,000.00	1,924,170.58	1,146,404.49	6,070,575.07	39,367.63	6,109,942.70
Total recognised income and expense			(70,070.73)	(70,070.73)		(70,070.73)
Other changes in equity						
Distribution of dividends	-	-	-	-	-	-
Other changes in equity		1,146,404.49	(1,146,404.49)	-	-	-
Balance at 31 December 2021	3,000,000.00	3,070,575.07	(70,070.73)	6,000,504.34	39,367.63	6,039,871.97

The accompanying notes form an integral part of the annual accounts for 2021.

AURIGA GLOBAL INVESTORS, SOCIEDAD DE VALORES, S.A.U.

Statements of Changes in Equity for the years

ended 31 December 2021 and 2020

(Expressed in Euros to two decimal places)

B) Statements of Changes in Equity for the year ended 31 December 2020

	Capital Registered	Reserves	Profit/(loss) for the year	Total shareholders' equity	Valuation adjustments	Total equity
Balance at 31 December 2019	3,000,000.00	10,811,877.64	(1,729,796.19)	12,082,081.45	39,367.63	12,121,449.08
Other movements	-	-	-	-	-	-
Adjusted balance at 1 January 2020	3,000,000.00	10,811,877.64	(1,729,796.19)	12,082,081.45	39,367.63	12,121,449.08
Total recognised income and expense	-	-	1,146,404.49	1,146,404.49	-	1,146,404.49
Other changes in equity	-	-	-	-	-	-
Distribution of dividends	-	(7,157,910.87)	-	(7,157,910.87)	-	(7,157,910.87)
Other changes in equity	-	(1,729,796.19)	1,729,796.19	-	-	-
Balance at 31 December 2020	3,000,000.00	1,924,170.58	1,146,404.49	6,070,575.07	39,367.63	6,109,942.70

The accompanying notes form an integral part of the annual accounts for 2021.

AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.

Statements of Sash Flows for the years ended 31 December 2021 and 2020

(Expressed in Euros to two decimal places)

	2021	2020
1. Cash flows from (used in) operating activities		
Profit/(loss) for the year before tax	(276,490.85)	655,317.90
Total adjustments		
Depreciation and amortisation (+)	22,347.08	46,005.88
Impairment adjustments (+/-)	-	-
Changes in provisions (+/-)	-	-
Profit/(loss) on asset retirements and disposals (+/-)	-	-
Finance income (-)	-	-
Finance expense (+)	-	-
Exchange gains/(losses) (+/-)	308,965.99	233,753.46
	<u>331,313.07</u>	<u>279,759.34</u>
Changes in working capital	-10696046.91	5,672,691.87
Trade and other receivables (+/-)	(390,533.18)	(470,685.09)
Financial liabilities held for trading	(3,199,165.62)	(223,397.24)
Available-for-sale financial assets (+/-)	(39,589.54)	1,720,914.71
Other current assets (+/-)	(414,741.15)	1,849,986.60
Trade and other payables (+/-)	(497,287.95)	-594913.66
Other current liabilities (+/-)	(880,433.86)	57,481.59
Other non-current assets and liabilities (+/-)	(5,274,295.61)	3,390,560.99
Other cash flows from (used in) operating activities	<u>19,259.84</u>	<u>(524,568.17)</u>
Interest received (+)	19,259.84	(524,568.17)
Cash flows from (used in) operating activities	-10621964.85	6,607,769.11
2. Cash flows from/(used in) investing activities		
Payments on investments (-)		
Group companies and associates	-	-
Intangible assets	(40,917.75)	(1,866.30)
Property, Plant and Equipment	(73,418.63)	(15,952.61)
Proceeds from divestments (+)		
Group companies and associates	543,100.14	-
Intangible assets	5,374.16	-
Property, Plant and Equipment	60,580.84	-
Non-current assets held for sale	-	1,708,087.50
Cash flows from/(used in) investing activities	<u>494,718.76</u>	<u>1,690,268.59</u>
3. Cash flows from/(used in) investing activities		
Dividends	<u>-</u>	<u>(7,157,910.87)</u>
Cash flows from/(used in) investing activities	<u>-</u>	<u>(7,157,910.87)</u>
Effect of foreign exchange rate fluctuations	<u>(308,965.99)</u>	<u>(175,503.43)</u>
Net increase/decrease in cash and cash equivalents	<u>1,021,040.64</u>	<u>964,623.40</u>
Cash and cash equivalents at beginning of year	<u>10,972,761.59</u>	<u>10,007,467.96</u>
Cash and cash equivalents at end of year	<u>11,993,802.23</u>	<u>10,972,091.36</u>

The accompanying notes form an integral part of the annual accounts for 2021.

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31 December 2021

(1) Nature and principal activities

Auriga Global Investors, Sociedad de Valores, S.A. Sociedad Unipersonal (hereinafter, the Company) was incorporated on 23 March 2007 as Auriga Securities, Sociedad de Valores, S.A. through a public deed before the Madrid notary Mr Fernando de Roda Lamsfus. The Company's registered office is at Cuesta del Sagrado Corazón, 6- 8 in Madrid. The Company adopted its current name on 27 February 2012.

The Company engages in the activities that stock exchange broker companies, as investment firms, are permitted to carry out in accordance with articles 140 and 141 of the Revised Securities Market Law. The Company can therefore render the following investment services:

- Receipt and transmission of orders on behalf of third parties.
- Execution of such orders on behalf of third parties.
- Trading on its own behalf.
- Personalised and discretionary management of investment portfolios, as authorised by the investors. This portfolio management activity also entails the authorised management of stocks and financial assets comprising hedge fund portfolios.
- Placement of financial instruments without a firm commitment basis.
- Underwriting of financial instruments or placement on a firm commitment basis.
- Investment advisory services.

The Company can also render the following ancillary services:

Custody and administration, on behalf of customers, of the instruments listed in article 2 of Royal Legislative Decree 4/2015 of 23 October 2015 approving the Revised Securities Market Law.

- Granting of credit facilities or loans to investors to carry out operations involving one or more of the instruments listed in the aforementioned article 2, provided that the company granting these credit facilities or loans intervenes in these operations.
- Services associated with the underwriting or placement of financial instruments.

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Stock exchange broker companies are regulated by Royal Decree 4/2015 of 23 October 2015, which approves the Revised Securities Market Law, Law 44/2002 of 22 November 2002 and Royal Decree 217/2008 of 15 February 2008, governing the legal framework for investment firms, as amended through Royal Decree 1820/2009 of 27 November 2009 and Royal Decree 358/2015 of 8 May 2015, as well as by the Spanish National Securities Market Commission (CNMV) Circulars. These regulations stipulate, inter alia, the following minimum requirements for authorisation to operate as a stock exchange broker company:

- (a) The Company should have a minimum share capital of Euros 730 thousand.
- (b) The Company should comply with the solvency ratio stipulated in the CNMV Circulars.
- (c) The Company should meet a specific liquidity ratio. To this end, it should maintain a certain volume of investments in low-risk, high-liquidity assets amounting to 10% of the liabilities that could require settlement within one year, excluding instrumental or transitory creditor accounts available to customers.
- (d) Financing may only be obtained from financial institutions entered into the pertinent registers of the CNMV, Banco de España or the Spanish insurance authorities, or equivalent European Union registers. However, public funds may also be received for the following:
 - Share issues.
 - Subordinated financing.
 - Issues of securities traded on official secondary markets.

The Company is part of the Auriga Capital Ibroker, S.L. Group and its direct Parent is Auriga Capital Ibroker, S.L., the holding company of the consolidated group in Spain. The registered office of Auriga Capital Markets, S.L. is located at Cuesta del Sagrado Corazón, 7, in Madrid.

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Notes to the Annual Accounts

(2) Basis of presentation of the Annual Accounts

(a) True and fair view

The 2021 annual accounts were prepared on the basis of the accounting records of Auriga Global Investors, Sociedad de Valores, S.A. (Sociedad Unipersonal).

The annual accounts for the financial year 2021 have been prepared in accordance with current mercantile legislation and with the rules established in National Securities Market Commission (CNMV) Circular 1/2021 of 25 March concerning accounting standards, annual accounts and financial statements of investment services companies and its consolidable groups, management companies of collective investment undertakings and management companies of closed-end entities and subsequent amendments thereto (hereinafter, CNMV Circular 1/2021), in the Spanish Chart of Accounts, approved by Royal Decree 1514/2007, of 16 November and subsequently amended by Royal Decree 1159/2010, of 17 September, Royal Decree 602/2016, of 2 December and Royal Decree 1/2021, of 12 January and all other applicable Spanish accounting regulations, so as to give a true and fair view of the Company's equity and financial position at 31 December 2021 and of the results of its operations and the changes in equity and cash flows for the year ended 31 December 2021.

These annual accounts have been prepared in accordance with the accounting principles and standards and the measurement criteria provided in the Spanish Chart of Accounts, approved by Royal Decree 1514/2007 of 16 November and subsequently amended by Royal Decree 1159/2010 of 17 September, Royal Decree 602/2016 of 2 December and Royal Decree 1/2021 of 12 January, which are summarised in Note 4. There are no mandatory accounting principles or measurement criteria which, having a material effect on the annual accounts, are no longer applied.

The annual accounts were authorised for issue by the Company's board of directors on 31 March 2022.

The board of directors considers that the annual accounts for 2021 will be approved with no significant changes.

(b) Comparative information

The balance sheet, income statement, statement of changes in equity, statement of cash flows and the notes thereto for 2021 include comparative figures for 2020, which formed part of the annual accounts approved at the annual general meeting held on 04 June 2021.

On 31 December 2020, the Company prepared its annual accounts mainly in accordance with the criteria set out in National Securities Market Commission Circulars 7/2008 and 3/2017 of 26 November. On 16 April 2021, the National Securities Market Commission issued Circular 1/2021 of 25 March, repealing Circular 7/2008 of 26 November, from which date the Company began applying the criteria provided in the Spanish Chart of Accounts approved in 2007. The balances for the financial year 2020 have been adapted for comparative purposes due to the enactment of CNMV Circular 1/2021.

AURIGA GLOBAL INVESTORS,
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Issues arising from the transition to the new accounting standards

The accounting principles and the main measurement criteria used by the Company in preparing these annual accounts are the same as those applied in the previous year, except for the adoption of Royal Decree 1/2021, of 12 January, amending the Spanish Chart of Accounts approved by Royal Decree 1514/2007, of 16 November, as well as the adoption of the Spanish Accounting and Audit Institute Resolution of 10 February 2021, which provides standards for the recording, measurement and preparation of annual accounts for the recognition of income from the delivery of goods and services and for the recognition of financial instruments.

The Company has not made any adjustments to the carrying amount of financial assets and liabilities in reserves as at 1 January 2021 as a result of the application of the new accounting standards.

Moreover, in 2021, the Balance Sheet, Income Statement, Statement of Changes in Equity and Cash Flow Statement models were changed in compliance with CNMV Circular 1/2021, and the figures for 2020 were adapted in keeping with these new models.

(c) Functional and presentation currency

The figures disclosed in the annual accounts are expressed in Euros, the Company's functional and presentation currency, rounded off to two decimal places.

(d) Critical issues regarding the valuation and estimation of relevant uncertainties and judgements used when applying accounting principles

There have been no changes in the judgements and accounting estimates used by the Company in 2021 compared to the prior year.

Relevant accounting estimates and judgements, and other estimates and assumptions have to be made when applying the Company's accounting principles to prepare the annual accounts. A summary of the items requiring a greater degree of judgement or which are more complex, or where the assumptions and estimates made are significant to the preparation of the annual accounts, is as follows:

The most significant estimates used in the preparation of these annual accounts are as follows:

- Estimates to calculate the fair value of the financial instruments held by the Company (see notes 5, 6 and 8).
- Estimates to calculate the bonus payable to Company employees (see note 13).
- Estimates for calculating Corporate Income Tax (see note 25).

Although estimates are calculated by the Company's directors based on the best information available at 31 December 2021, future events may require changes to these estimates in subsequent years. Any effect on the annual accounts of adjustments to be made in subsequent years would be recognised prospectively.

AURIGA GLOBAL INVESTORS,
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(3) Approval/Distribution of profit/(loss)

The board of directors will propose to the sole shareholder for approval that the loss for the year ended 31 December 2021 be transferred to prior periods' losses.

On 17 May 2021, the sole shareholder resolved to take profit/(loss) for the year ended 31 December 2020 to prior periods' losses.

Details of non-distributable reserves at 31 December 2021 and 2020 are as follows:

	Euros	
	31.12.21	31.12.20
Non-distributable reserves:		
Legal reserve	799,730.28	799,730.28

Distributable reserves and profit for the year are not subject to any distribution limitations.

(4) Significant accounting policies

(a) Foreign currency transactions, balances and cash flows

Foreign currency transactions are translated into Euros using the exchange rates prevailing at the transaction date.

Monetary assets and liabilities denominated in foreign currencies have been translated into Euros at the closing rate, while non-monetary assets and liabilities measured at historical cost have been translated at the exchange rate prevailing at the transaction date. Non-monetary assets measured at fair value have been translated into Euros at the exchange rate at the date that the fair value was determined.

In the statement of cash flows, cash flows from foreign currency transactions have been translated into Euros at the exchange rates prevailing at the dates the cash flows occur. The effect of exchange rate fluctuations on cash and cash equivalents denominated in foreign currencies is recognised separately in the statement of cash flows as effect of exchange rate fluctuations on cash and cash equivalents.

Exchange gains and losses arising on the settlement of foreign currency transactions and the translation into Euros of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss. However, exchange gains or losses arising on monetary items forming part of a net investment in a foreign operation are recognised as translation differences in equity.

The Company uses the exchange rates published by the European Central Bank when translating foreign currency balances into Euros.

Exchange gains or losses on monetary financial assets or liabilities denominated in foreign currencies are also recognised in profit/(loss).

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Foreign exchange gains or losses relating to non-monetary assets and liabilities are recognised in conjunction with the change in fair value. Nevertheless, the currency risk component of non-monetary financial assets denominated in foreign currencies classified as available-for-sale and as hedged items in fair value hedges of the component is recognised in the income statement.

(b) Financial instruments

i) Definition

A financial instrument is a contract that gives rise to a financial asset at one entity and, simultaneously, a financial liability or equity instrument at another entity.

An equity instrument is any legal arrangement that evidences, or reflects, a residual interest in the assets of the issuing company after deducting all of its liabilities.

A financial derivative is a financial instrument whose value changes in response to changes in underlying variables (such as interest rates, prices of financial instruments and traded commodities, exchange rates, credit ratings and indices thereof) which, when not financial variables, need not be specific to a party to the contract, require no or less initial investment than other contracts that would be expected to have a similar response to changes in market conditions and are settled at a future date.

ii) Classification of financial assets

Financial assets are presented under the following headings on the asset side of the balance sheet:

- Cash: cash balances and, where applicable, immediately available balances with the Bank of Spain and other central banks.

Receivables from financial intermediaries or individual customers: This category includes, where applicable, demand and term deposits, fees and commissions receivable, reverse repurchase agreements (repo transactions) and balances receivable from Group companies. Each of the assets included are detailed in the balance sheet according to its nature, including, where applicable, accrued interest not yet due and loan impairment allowances under the heading "Valuation adjustments". All these assets are included for measurement purposes in the category "Financial assets at amortised cost".

- Shares and equity investments:

- Internal/external portfolio shares and equity investments: includes, where applicable, financial instruments issued by other entities, such as shares and equity investments or interests in mutual funds and collective investment undertakings, which for the issuer are equity instruments, unless they are holdings in subsidiaries, jointly controlled companies and associates. All of these assets are included, where appropriate, for measurement purposes in the categories "Financial assets at fair value through profit or loss" and/or "Financial assets at cost".

AURIGA GLOBAL INVESTORS,
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- **Investments:** includes, where applicable, the Company's investments in subsidiaries, jointly controlled companies or associates. For measurement purposes, all of these assets are included in the category "Financial assets at cost". Group companies are those related to the Company by a controlling relationship, and associates are those over which the Company exercises significant influence. In addition, the category of jointly controlled companies includes companies over which, pursuant to an agreement, joint control is exercised with one or more shareholders.
- **Financial assets at fair value through equity:** including, where applicable, financial instruments issued by other entities, such as shares and equity investments or interests in mutual funds and collective investment undertakings, which for the issuer are equity instruments, unless they are holdings in subsidiaries, jointly controlled companies and associates. All these assets are included for measurement purposes in the category "Financial assets at fair value through equity".
- **Debt securities:** includes, where applicable, investments in debentures, bonds or other debt securities, including those whose yield is linked to indices or similar systems and other securities which represent a debt for their issuer and which accrue remuneration in the form of an implicit or explicit contractual rate of interest. Each of the assets included are detailed in the balance sheet according to its nature, including, where applicable, accrued interest not yet due and impairment allowances for debt instruments under the heading "Valuation adjustments". All of these assets are included, where appropriate, for measurement purposes in the categories "Financial assets at amortised cost", "Financial assets at fair value through profit or loss" and/or "Financial assets at fair value through equity".
- **Derivatives:** includes, where applicable, transactions involving financial derivatives with a favourable valuation for the Company. In particular, this caption includes, where applicable, premiums paid on options transactions, as well as, where applicable, generally, changes in the fair value of financial derivative assets with which the Company operates: options, futures, swaps, forward foreign currency sale-purchase, etc. All these assets are included, for measurement purposes, in the category "Financial assets at fair value through profit or loss". The Company had no derivatives at 31 December 2021 and 2020.

iii) Classification of financial liabilities

Financial liabilities are presented under the following headings on the liabilities side of the balance sheet:

- **Payables to financial intermediaries or individual customers:** includes, where applicable, balances payable in respect of outstanding obligations to financial intermediaries and individuals, such as unpaid commissions, payables to Group companies, if applicable, outstanding staff remuneration and other payables. Each of the liabilities included are detailed in the balance sheet according to its nature, including accrued interest not yet due, where applicable, under the heading "Valuation adjustments: accrued interest not yet due". All these liabilities are included, for measurement purposes, under "Financial liabilities at amortised cost".

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- Derivatives: includes, where applicable, transactions involving financial derivatives with an unfavourable valuation for the Company. In particular, this caption includes, where applicable, premiums collected on options transactions, as well as, where applicable, generally, changes in the fair value of financial derivative liabilities with which the Company operates: options, futures, swaps, forward foreign currency sale-purchase, etc. All these liabilities are included, for measurement purposes, in the category "Financial liabilities at fair value through profit or loss". The Company had no derivatives at 31 December 2021 and 2020.

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Measurement of financial instruments:

i) Measurement of financial assets

Financial assets are classified for measurement purposes in the following categories:

- a) **Financial assets at amortised cost:** includes financial assets, including those admitted to trading in an organised market, for which the Company holds the investment with the objective of receiving cash flows as a result of executing the contract, and whose contractual terms give rise, on specified dates, to cash flows that are solely collections of principal and interest on the outstanding principal amount.
- b) **Financial assets at fair value through equity:** this category includes financial assets whose contractual terms give rise, on specified dates, to cash flows that are solely collections of principal and interest on the outstanding principal amount, and are not held for trading or classified in the previous category. Investments in equity instruments irrevocably designated by the Company on its initial recognition are also included in this category, provided that they are not held for trading and do not have to be measured at cost.
- c) **Financial assets at cost:** this category includes the following investments, where applicable: a) equity instruments of Group companies, jointly controlled entities and associates; b) equity instruments with no reliable fair value measurement, and the derivatives indexed to such instruments; c) hybrid financial assets whose fair value cannot be reliably estimated, unless the requirements for recognition at amortised cost are met; d) contributions to joint account agreements and similar contracts; e) participating loans with contingent interest; f) financial assets that should be classified in the following category (financial assets at fair value through profit or loss) but whose fair value cannot be reliably estimated.
- d) **Financial assets at fair value through profit or loss:** includes financial assets held for trading and financial assets that have not been classified in any of the above categories. Also included in this category are financial assets that are optionally so designated by the Company at initial recognition, that would otherwise have been included in another category, since said designation removes or significantly reduces a measurement inconsistency or accounting mismatch that would otherwise arise.

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Initial measurement

Financial assets are generally initially measured at the fair value of the consideration delivered, plus any directly attributable transaction costs. However, transaction costs directly attributable to assets included for measurement purposes in the category "Financial assets at fair value through profit or loss" are recognised in the income statement for the year.

Likewise, in the case of equity investments in Group companies that afford control over the subsidiary, fees paid to legal advisers or other professionals in connection with the acquisition of the investment are taken directly to the income statement.

Subsequent measurement

- Financial assets at amortised cost: financial assets classified in this category are measured at amortised cost, with accrued interest taken to income using the effective interest method. However, payables maturing within one year and initially measured at its nominal value shall continue to be measured at that amount, unless they are impaired.

The amortised cost of a financial instrument is the amount at which a financial asset or financial liability was initially measured, less any principal repayments, plus or minus, as appropriate, the portion recognised in the income statement, using the effective interest method, of the difference between the initial amount and the redemption value at maturity and, for financial assets, less any impairment loss recognised either directly as a reduction in the carrying amount of the asset or by means of a valuation adjustment.

The effective interest rate is the rate that exactly equates the carrying amount of a financial instrument to the estimated future cash flows through the expected life of the instrument, based on its contractual terms and without regard to future credit risk losses, including any financial fees charged in advance when the financing is granted.

- Financial assets at fair value through equity: for measurement purposes, financial assets classified in this category are measured at fair value, without deducting any transaction costs that might be incurred upon its disposal. Changes in fair value are recognised, net of the related tax effect, directly in equity under "Valuation adjustments in equity" until the financial asset is derecognised or impaired, at which time the amount so recognised is taken to the income statement under "Gains on financial operations" or "Losses on financial operations", depending on whether the result is positive or negative, respectively.
- Financial assets measured at cost: Investments classified, for measurement purposes, in this category are measured at its cost, less any cumulative amount of impairment adjustments. Said adjustments are calculated as the difference between the carrying amount and the recoverable amount, which is the higher of the fair value less costs to sell and the present value of the future cash flows from the investment. Unless better evidence of the recoverable amount of the investment in equity instruments is available, the investee's equity is taken into consideration, corrected for any unrealised gains existing at the measurement date, net of the tax effect.

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- Financial assets at fair value through profit or loss: financial assets classified for measurement purposes in this category are measured at fair value and the result of changes in said fair value is recognised under "Gains on financial operations" or "Losses on financial operations" in the income statement, depending on whether the result is positive or negative, respectively.

Impairment

The Company tests those of its financial assets that are not carried at fair value through profit or loss for impairment at least at the end of each financial year. If the recoverable amount of the financial asset is lower than its carrying amount, objective evidence of impairment is deemed to exist.

- Financial assets at amortised cost: the amount of the impairment loss of these assets is equal to the difference between its carrying amount and the present value of the future cash flows they are likely to generate, including, as the case may be, those resulting from executing real and personal guarantees, discounted at the effective interest rate calculated at the time of the initial recognition of the asset. For financial assets bearing floating interest rates, the effective interest rate on the balance sheet date as per the contractual terms will be used.

Impairment losses and reversals of impairment losses when the amount of the impairment loss decreases due to a subsequent event shall be recognised as an expense or income, respectively, and under the appropriate heading depending on the nature of the asset, as "Impairment losses on financial assets" or "Impairment recoveries on impaired financial assets" in the income statement, with a balancing entry under "Valuation adjustments" on the assets side of the balance sheet. Impairment losses can only be reversed up to the limit of the carrying amount of the asset that would have been disclosed at the reversal date had the impairment not been recognised.

Nevertheless, the market value of the instrument may be used as a proxy for the present value of future cash flows, provided it is sufficiently reliable to be considered representative of the value that could be recovered by the company.

In particular, with regard to the valuation adjustments relating to these financial assets, the process for assessing possible impairment losses on these assets is conducted individually for all financial assets measured at amortised cost.

- Financial assets at fair value through equity: for equity instruments classified, for valuation purposes, in this category, impairment is presumed to exist if the market value of the asset has declined over a period of one and-a-half years or by 40% without the value having recovered. For debt instruments classified for measurement purposes in this category, impairment is presumed to exist when there has been a reduction or delay in the estimated future cash flows, which may be caused by the debtor's insolvency.

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Cumulative losses recognised in equity due to a decline in fair value, provided that there is objective evidence of impairment in the value of the asset, will be recognised in the income statement under "Impairment losses on financial assets", with a balancing entry under "Valuation adjustments" on the assets side of the balance sheet (in the case of debt instruments) or under "Impairment allowances on shares and equity instruments" on the assets side of the balance sheet (in the case of equity instruments). If the fair value increases in subsequent years, the impairment loss recognised in prior years shall be reversed with a credit to the income statement for the year, under the heading "Impairment recoveries on impaired financial assets". However, in the event of an increase in the fair value of an equity instrument, the adjustment recognised in prior periods shall not be reversed through profit or loss and the increase in fair value shall be recognised directly in equity under "Valuation adjustments in equity".

- Financial assets measured at cost: The amount of the valuation adjustment will be the difference between its carrying amount and the recoverable amount, the latter being the higher of its fair value less costs to sell and the present value of the future cash flows from the investment, which, in the case of equity instruments, will be calculated either by estimating those expected to be received as a result of the distribution of dividends by the investee and the disposal or derecognition of the investment in the investee, or by estimating its share of the cash flows expected to be generated by the investee from its ordinary activities and from the disposal or derecognition of the investment.

Unless better evidence of the recoverable amount of the investment in equity instruments is available, the estimated impairment of these types of assets will be calculated as a function of the investee's equity and any unrealised gains existing at the measurement date, net of the tax effect. In determining this value, and provided that the investee has itself invested in another company, the net assets included in the consolidated annual accounts prepared in accordance with the criteria set forth in the Commercial Code and its implementing regulations must be taken into account.

Impairment losses and, where applicable, its reversal, shall be recognised as an expense or income, respectively, under "Impairment losses on financial assets" or "Impairment recoveries on impaired financial assets" in the income statement, with a balancing entry under "Impairment allowances on shares and other equity investments" on the assets side of the balance sheet. Impairment losses can only be reversed up to the limit of the carrying amount of the investment that would have been disclosed at the reversal date had the impairment not been recognised.

ii) Measurement of financial liabilities

Financial liabilities are classified for measurement purposes into one of the following categories:

- a. Financial liabilities at amortised cost: The Company classifies all financial liabilities in this category, except in those cases when they must be measured at fair value through profit or loss in accordance with the criteria in the following paragraph.

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b. Financial liabilities at fair value through profit or loss: includes, where appropriate, financial liabilities held for trading. Also included in this category are financial liabilities that are optionally so designated by the Company at initial recognition since said designation removes or significantly reduces a measurement inconsistency or accounting mismatch that would otherwise arise.

Initial measurement

Financial liabilities are generally initially recognised at the fair value of the consideration delivered, plus any directly attributable transaction costs. However, transaction costs directly attributable to liabilities included for measurement purposes in the category "Financial Liabilities at fair value through profit or loss" are recognised in the income statement for the year.

Subsequent measurement

- Financial liabilities at amortised cost: financial liabilities classified in this category are measured at amortised cost (as defined in b.1 above), with accrued interest taken to income using the effective interest method (as defined in b.i above). However, payables maturing within one year and initially measured at its nominal value shall continue to be measured at that amount.
- Financial liabilities at fair value through profit or loss: financial liabilities classified for measurement purposes in this category are measured at fair value and the result of changes in said fair value is recognised under "Gains on financial operations" or "Losses on financial operations" in the income statement, depending on whether the result is positive or negative, respectively.

iii) Valuation techniques

To estimate the fair value of financial instruments measured at fair value, a fair value hierarchy is established, which allows estimates to be classified into three levels:

- a) Level 1: estimates using unadjusted quoted prices in active markets for identical assets or liabilities that the Company can access at the measurement date.
- (b) Level 2: estimates using quoted prices in active markets for similar instruments or other valuation methodologies where all significant inputs are based on directly or indirectly observable market data.
- c) Level 3: estimates where one or more significant input is not based on observable market data.

A fair value estimate is classified in the same level of the fair value hierarchy as the lowest level input that is significant to the result of the measurement. For this purpose, a significant input is an input that has a decisive influence on the estimation result. The assessment of the significance of a particular input for the estimate shall take into account the specific conditions of the asset or liability being measured.

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With regard to financial instruments measured at fair value, the Company classifies interests in collective investment undertakings and private equity vehicles as level 2 and debt securities and equity instruments as level 1, with no transfers between levels taking place during the year.

The valuation technique applied by the Company to financial instruments measured at fair value is the net asset value in the case of interests in collective investment undertakings and private equity vehicles, and the quoted prices in active markets in the case of debt securities and equity instruments.

(c) Criteria for calculating the fair value of financial instruments

Fair value is the amount for which an asset can be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The Company applies the following systematic criteria to determine the fair value of financial assets and financial liabilities:

- The Company first applies the quoted market price in the most advantageous active market to which it has immediate access, adjusted to reflect any difference in the credit risk between instruments traded in that market and the one being valued. The bid price is used for assets purchased or liabilities to be issued and the asking price is used for assets to be purchased or liabilities issued. If the Company has assets and liabilities with offsetting market risks, it uses mid-market prices for the offsetting risk positions and applies the bid or asking price to the net position, as appropriate.
- Where market prices are not available, the Company uses recent transaction prices adjusted to market conditions.
- Otherwise, for most derivatives the Company applies generally accepted valuation techniques that make maximum use of market inputs and rely as little as possible on entity-specific inputs.

(d) Transfers of financial assets

Financial asset transfers are measured as follows:

- When substantially all risks and rewards are transferred, the financial asset is derecognised and any right or obligation retained or created in the transfer is recognised.
- When substantially all risks and rewards are retained, the financial asset is not derecognised and a financial liability is recognised for an amount equal to the consideration received, which is subsequently measured at amortised cost.
- When substantially all risks and rewards are neither transferred nor retained and the Company does not retain control, the financial asset is derecognised and any right or obligation retained or created through the transfer is recognised. Where the Company retains control, the financial asset is not derecognised but remains on the balance sheet.

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(e) Equity investments

This item reflects equity instruments in subsidiaries, which are recognised at cost of acquisition, adjusted to take into account any impairment losses when there is objective evidence that the carrying amount of an investment is not recoverable.

The impairment loss reflects the difference between the carrying amount and the recoverable amount, which is the higher of the fair value less costs to sell and the present value of the future cash flows from the investment. Unless better evidence of the recoverable amount of the investment is available, when estimating the impairment of these types of assets, the investee's equity is taken into consideration, corrected for any unrealised gains existing at the measurement date.

Impairment and reversals of impairment are recognised as an expense or income, respectively, in the income statement. Impairment losses can only be reversed up to the limit of the carrying amount of the investment that would have been disclosed at the reversal date had the impairment not been recognised.

Subsidiaries are investees that constitute a decision-making unit with the Parent. A decision-making unit is presumed to exist when an entity is a shareholder of another entity and is related to the latter in one of the following situations:

- a) It holds the majority of voting rights.
- b) It has the power to appoint or remove a majority of the members of the governing body.
- c) It can avail of the majority of voting rights by virtue of agreements with other shareholders.
- d) It has, with its votes alone, appointed most of the members of the governing body in office at the date the consolidated annual accounts must be prepared and during the two immediately prior years.

A decision-making unit is also presumed to exist when one or more companies are, in any other way, under the same management. In particular, this occurs when most members of the governing body of the controlled entity are members of the governing body or senior management of the parent or of another company controlled by the latter.

(f) Fees and commissions, interest and dividend income

• Fees and commissions

Fees and commissions from activities and services rendered during a specific period of time are recognised in the income statement over the duration of the activities or services.

Fees and commissions from activities and services rendered during a period of time that is not specific are recognised in the income statement in line with the stage of completion.

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Fees and commissions from a service rendered in a single act are recognised in the income statement when the single act is carried out.

Variable management fees and commissions are recognised based on the best estimate at any given time. The Company adjusts these fees and commissions, retrospectively if appropriate, when it has access to information on trends in the calculation bases.

- Interest and dividend income

Interest is recognised using the effective interest method.

Dividends from investments in equity instruments are recognised when the Company is entitled to receive them. If the dividends are clearly derived from profits generated prior to the acquisition date because amounts higher than the profits generated by the investment since acquisition have been distributed, the carrying amount of the investment is reduced.

- (g) Coverage of credit risk

Valuation allowances are calculated individually for overdue or doubtful debt instruments not measured at fair value through profit or loss, based on ageing, guarantees extended and recovery expectations for these balances.

- (h) Financial futures and forward sale and purchase transactions

Financial futures and forward sale and purchase transactions are recognised in the relevant commitment account when arranged and until the position closes or the contract expires, at the effective amount arranged or the nominal amount committed, distinguishing between hedging and non-hedging transactions. Funds deposited in respect of the initial margin and additional guarantees are accounted for under assets in ("Receivables from financial intermediaries").

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(i) Options and warrants

Options and warrants over securities are recognised in commitment accounts when arranged and until the position closes or the contract expires, at the committed nominal amount of the underlying items in the sale and purchase agreements, distinguishing between hedging and non-hedging transactions. Funds deposited in respect of the initial margin and additional guarantees are accounted for under assets in ("Receivables from financial intermediaries"). Premiums for options and warrants purchased, and premiums deriving from options issued or warrants sold, are recognised in derivatives under assets or liabilities, respectively, at the date the transaction is arranged.

(j) Swaps

Swap transactions are recognised in the relevant commitment account when arranged and until the position closes or the contract expires, at the nominal amount committed, distinguishing between hedging and non-hedging transactions.

(k) Hedging transactions to reduce risks: Hedge accounting

The Company presents and measures individual hedges (distinguishing between hedged instruments and hedging instruments) based on their classification, using the following criteria:

- Fair value hedges: hedges of the exposure to changes in fair value. The gains or losses attributable to both the hedging instrument and the hedged risk are recognised immediately in the income statement.
- Cash flow hedges: hedges of the exposure to variations in cash flows that is attributable to a particular risk associated with an asset or liability or a forecast transaction. The gain or loss attributable to the portion of the hedging instrument that qualifies as an effective hedge is recognised temporarily under valuation adjustments in equity at the lower of the cumulative gain or loss on the hedging instrument from the inception of the hedge and the cumulative change in the present value of expected future cash flows of the hedged item from the inception of the hedge.
- Hedges of a net investment in a foreign operation: hedges of currency risk of a subsidiary, associate or branch that operates in a different country or currency to that of the Company. The gain or loss attributable to the hedging instruments that qualify as effective hedges is recognised temporarily in equity, until the disposal or derecognition of the instruments, whereupon it is recognised in the income statement. The remaining gain or loss is immediately recognised in profit or loss.

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The cumulative gains or losses on each hedge are taken to the income statement in the periods in which the designated hedged items affect the income statement, unless the hedge relates to a forecast transaction that results in the recognition of a non-financial asset or liability, in which case the gains or losses are included in the cost of that asset or liability.

(l) Property, plant and equipment

Property, plant and equipment for own use are measured at cost, less any accumulated depreciation and impairment.

Depreciation is provided on a straight line basis over the estimated useful lives of the assets as follows:

	Years of useful life
Fixtures	5
IT equipment	3
Furniture	5
Motor vehicles	3
Other property, plant and equipment	5

Depreciation methods and useful lives of each item of property, plant and equipment are reviewed at least at each year end.

Repair and maintenance costs that do not improve the related assets or extend their useful lives are recognised in profit and loss when incurred. Only those costs likely to generate future profits are capitalised, provided that the amount of such costs can be estimated reliably.

(m) Intangible assets

Intangible assets are carried at cost less any accumulated amortisation and impairment.

Repair and maintenance costs that do not improve the related assets or extend their useful life are recognised in profit and loss when incurred.

The Company assesses whether the useful life of each intangible asset acquired is finite or indefinite. An intangible asset is regarded as having an indefinite useful life when there is no foreseeable limit to the period over which the asset will generate net cash inflows.

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Intangible assets with indefinite useful lives are not amortised, but are instead tested for impairment on an annual basis or whenever there is an indication that the intangible asset may be impaired.

Intangible assets with finite useful lives are amortised by allocating the depreciable amount of an asset on a systematic basis over its useful life, applying the following criteria:

	Method of amortisation	Estimated years of useful life
Computer software	Straight-line	3
Other intangible assets	Straight-line	3

The depreciable amount of intangible assets is measured as the cost of the asset, less any residual value.

The Company reviews the residual value, useful life and amortisation method for intangible assets at each financial year end. Changes to initially established criteria are accounted for as a change in accounting estimates.

(n) Leases

The Company has rights to use certain assets through lease contracts.

Leases in which the Company assumes substantially all the risks and rewards incidental to ownership are classified as finance leases, otherwise they are classified as operating leases.

- Finance leases

At the commencement of the lease term, the Company recognises finance leases as assets and liabilities at the lower of the fair value of the leased asset and the present value of the minimum lease payments. Initial direct costs are added to the asset's carrying amount. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. Interest is expensed using the effective interest method. Contingent rents are recognised as an expense when it is probable that they will be incurred.

The accounting policies applied to the assets used by the Company under finance lease contracts are the same as those set out in section l) of this note. However, if there is no reasonable certainty at the commencement of the lease that the Company will obtain ownership by the end of the lease term, the assets are fully depreciated over the shorter of the lease term and their useful lives.

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• Operating leases

Lease payments under an operating lease, net of incentives received, are recognised as an expense on a straight-line basis over the lease term, unless another systematic basis is more representative of the time pattern of the lease's benefit.

(o) Security deposits

Security deposits paid in relation to lease contracts are measured using the same criteria as for financial assets. The difference between the amount extended and the fair value is classified as a prepayment and recognised in profit and loss over the lease term.

(p) Termination benefits

Termination benefits are recognised as a liability when the Company has a detailed formal plan for the termination and there is a valid expectation among the affected employees that termination will arise either because the plan has already started to be implemented or because its main characteristics have been published.

When termination benefits fall due more than 12 months after the reporting date, they are discounted based on the market yield on high quality corporate bonds.

Termination benefits for voluntary redundancy are recognised when the Company has made an offer it cannot realistically withdraw, and are measured based on the number of employees expected to accept the offer.

(q) Provisions

Provisions are recognised when the Company has a present obligation (legal or implicit) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period, taking into account all risks and uncertainties surrounding the amount to be recognised as a provision and, where the time value of money is material, the financial effect of discounting provided that the expenditure to be made each period can be reliably estimated. The discount rate is a pre-tax rate that reflects the time value of money and the specific risks for which future cash flows associated with the provision have not been adjusted.

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(r) Income tax

The income tax expense or tax income for the year comprises current tax and deferred tax.

Current tax is the amount of income taxes payable or recoverable in respect of the taxable profit or tax loss for a period.

Deferred tax liabilities are the amounts of income taxes payable in future periods in respect of taxable temporary differences, while deferred tax assets are the amounts of income taxes recoverable in future periods in respect of deductible temporary differences, tax loss carryforwards and unused tax credits. Temporary differences are differences between the carrying amount of an asset or liability and its tax base.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the years when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantially enacted. The tax consequences that would follow from the manner in which the Company expects to recover or settle the carrying amount of its assets or liabilities are also reflected in the measurement of deferred tax assets and liabilities.

At 31 December 2018, the Company was a member of the Auriga Capital Investments Group, whose assigned tax group is 298/12. The Company formed part of this consolidated tax group.

As a result of the spin-off detailed in note 1, on 20 May 2019, the Auriga Capital Markets Group submitted an application to the Spanish Ministry of Economy and Finance, notifying the taxation authorities of its decision to avail itself of the special consolidated tax regime. On 18 July 2019 the taxation authorities notified the Group that it had been assigned tax group number 585/19. Moreover, the taxation authorities issued notification that the tax group was constituted retroactively as from 1 January 2019. The Company forms part of this consolidated tax group created in 2019.

The amount of the debt (credit) vis-à-vis the Parent is recognised with a credit (debit) to payables (receivables) to/from Group companies and associates.

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(s) Contributions to the Investment Guarantee Fund

The Company forms part of the Investment Guarantee Fund and makes annual contributions to this fund in compliance with Royal Decree 948/2001 of 3 August 2001 governing investor indemnity systems, amended by Law 53/2002 of 30 December 2002 governing tax, administrative and social measures.

In 2021 and 2020 the Company accrued contributions to the fund of Euros 51,546.14 and Euros 54,165.80, respectively, recognised as other operating expenses in the income statement (see note 22).

(t) Off-balance sheet customer funds

The Company recognises off-balance sheet customer funds, notably the following, in off-balance sheet items:

- Securities and other financial instruments held on deposit: own or third-party securities and other financial instruments, measured at market value at the reporting date or relevant statement date, for which the Company assumes the custody risk, except for the amount of assets entrusted to other entities for the purposes of custody, management or administration.
- Own or third-party securities and other instruments held by other entities: securities and financial instruments held by the Company or received on deposit from third parties, measured at market value at the reporting date or relevant statement date, for which the Company retains responsibility as custodian and which are entrusted to other entities for the purposes of custody, management or administration.
- Managed portfolios: third-party securities and financial instruments managed by the Company under the terms of the contract signed with each customer, measured at market value at the reporting date or relevant statement date.

(u) Related party transactions

Transactions with Group companies and related parties are recognised at the fair value of the consideration given or received. The difference between this value and the amount agreed is recognised in line with the underlying economic substance of the transaction.

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(v) Statement of cash flows

The Company reports its cash flows using the indirect method, using the following expressions and classification criteria:

- Cash flows: inflows and outflows of cash and cash equivalents, the latter being short-term, highly liquid investments subject to a low risk of changes in value.
- Operating activities: typical activities of investment firms and other activities that cannot be classified as investing or financing.
- Investing activities: the acquisition, sale or disposal by other means of long-term assets and other investments not included in cash and cash equivalents.
- Financing activities: activities that result in changes in the size and composition of equity and of liabilities that do not form part of operating activities.

Cash and cash equivalents include cash on hand and demand deposits in financial institutions. They also include other short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. An investment normally qualifies as a cash equivalent when it has a maturity of less than three months from the date of acquisition.

The Company recognises cash payments and receipts for financial assets and financial liabilities in which turnover is quick on a net basis in the statement of cash flows. Turnover is considered to be quick when the period between the date of acquisition and maturity does not exceed six months.

In the statement of cash flows, bank overdrafts that are repayable on demand and do not form an integral part of the Company's cash management are not included as a component of cash and cash equivalents. Bank overdrafts are recognised in the balance sheet as financial liabilities arising from loans and borrowings.

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(x) Statement of total changes in equity

This statement therefore shows a reconciliation of the opening and closing carrying amounts of all items that make up equity, grouping movements according to their nature, as follows:

- Reclassifications, reflecting changes in equity due to the adjustment of balances in the financial statements as a result of changes in accounting principles or corrections of errors.
- Income and expenses recognised during the year, comprising the aggregate amount of the items recognised in the statement of recognised income and expense.
- Other changes in equity, comprising the remaining items recognised in equity, such as distribution of profit or application of losses, transactions with own equity instruments, equity-settled payments, transfers between equity line items and any other increases or decreases in equity.

(5) Debt securities

Details of the heading “Debt securities” in the balance sheet at 31 December 2021 and 2020 are as follows:

	Euros	
	31.12.21	31.12.20
Debt securities		
Other fixed income securities in the internal portfolio	71,672.20	66,275.72
Fixed income securities in the external portfolio	537,350.84	169,531.21
Valuation adjustments	40,284.96	339,438.18
	<u>649,308.00</u>	<u>575,245.11</u>
Debt securities		
Financial assets at fair value through profit or loss	<u>649,308.00</u>	<u>575,245.11</u>
In Euros	309,321.86	415,754.07
In foreign currency	339,986.14	159,491.04
	<u>649,308.00</u>	<u>575,245.11</u>

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Details of the effect on the 2021 and 2020 consolidated income statements of changes in the fair value of these assets, depending on the valuation method used, are as follows:

Valuation method	Euros	
	31.12.21	31.12.20
Listed prices in active markets	40,284.96	(69,658.19)

Details of effective interest rates on debt securities at 31 December 2021 and 2020 are as follows:

	Percentage	
	2021	2020
Debt securities	3.28%	3.74%

Interest and profit/(loss) on financial transactions (net) with debt securities recognised in the income statements for 2021 and 2020 are as follows:

	Euros			
	2021		2020	
	Interest	Profit/(loss) on financial transactions (net)	Interest	Profit/(loss) on financial transactions (net)
Monetary assets and government debt	-	84,978.70	219,730.85	202,632.55
Other fixed income securities in the internal portfolio	-	365,694.15	-	1,529,319.30
Other fixed income securities in the external portfolio	-	3,803,415.04	232,923.03	2,661,172.83
		4,254,087.89	452,653.88	4,393,124.68
	(note 19)		(note 19)	

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(6) Shares and equity investments

a) Shares

Details of this heading is as follows:

	Euros	
	31.12.21	31.12.20
Shares		
Internal portfolio		
Listed	1,113,357.03	1,442,732.74
Unlisted	2,066.00	2,266.00
External portfolio		
Listed	292.59	282,381.41
Unlisted	-	39,389.54
	<u>1,115,715.62</u>	<u>1,766,769.69</u>
Shares		
Financial assets at fair value through equity	119,903.39	433,627.56
Financial assets at fair value through profit or loss	<u>995,812.23</u>	<u>1,333,142.13</u>
	<u>1,115,715.62</u>	<u>1,766,769.69</u>
In Euros	1,115,428.88	1,448,144.17
In foreign currency	<u>286.74</u>	<u>318,625.52</u>

As at 31 December 2021, the company holds 7,049 thousand shares in the listed company Amper, S.A., representing a 0.64% ownership interest in that company (3,150 thousand shares, 0.66% ownership interest in 2020), which have been measured at fair value through profit or loss. At 31 December 2021, these shares are in asset assignments (see note 14 (b)).

Unlisted shares in both the internal and external portfolios are carried at acquisition cost as it is not possible to determine its fair value due to insufficient reliable information or market data.

Details of said unlisted shares at 31 December 2021 and 2020 and movement in the years then ended are as follows:

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• 31 December 2021

	Euros				
	31.12.20	Additions	Disposals	Valuation adjustments	31.12.21
Collective investment undertakings	39,389.54	-	(39,389.54)	-	-
Equity instruments	266.00	-	-	-	266.00
Gestora del Fondo General de Garantía de Inversiones, S.A.	2,000.00	-	(200.00)	-	1,800.00
	<u>41,655.54</u>	<u>-</u>	<u>(39,589.54)</u>	<u>-</u>	<u>2,066.00</u>

• 31 December 2020

	Euros				
	31.12.19	Additions	Disposals	Valuation adjustments	31.12.20
Collective investment undertakings	1,760,104.25	135,000.00	(1,855,714.71)	-	39,389.54
Equity instruments	266.00	-	-	-	266.00
Gestora del Fondo General de Garantía de Inversiones, S.A.	2,200.00	-	(200.00)	-	2,000.00
	<u>1,762,570.25</u>	<u>135,000.00</u>	<u>(1,855,914.71)</u>	<u>-</u>	<u>41,655.54</u>

Disposals of unlisted shares in 2021 mainly relate to the disposal of the equity interest in Solar Credits Opportunities Fund CL.

At 31 December 2020, the change in disposals of collective investment undertakings relates mainly to the disposal of the Class A equity interests of Sherpa Capital II, FCR. These equity interests were transferred at fair value to the Sole Shareholder through the distribution of a dividend of Euros 1,708,087.50, which resulted in gains on financial transactions of Euros 1,105,587.50 (note 15).

At 31 December 2021, in its capacity as a broker dealer, the Company holds 9 shares (10 shares at 31 December 2020) in Gestora del Fondo General de Garantía de Inversiones, S.A.

At 31 December 2021 and 2020 the Company recognised accumulated net changes in this fair value since designation of the financial assets at fair value through equity of Euros 39,367.63 (positive) (net of tax effect) (see note 16). This amount is recognised under "Equity-Valuation adjustments" at 31 December 2021 and 2020. The relevant tax effect is recognised under "Deferred tax liabilities" (see note 12).

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All sales in 2020 and 2021 of financial assets classified under this category were settled prior to the end of the year.

At 31 December 2021 and 2020 the Company has not recognised impairment for any of the assets recorded under this balance sheet item.

At 31 December 2021 and 2020, the Company had no pledged assets classified under this heading to secure a credit facility.

At 31 December 2021 and 2020 the Company has no lent or borrowed assets in this line heading.

The following table details information related to the income statement of equity instruments for the last two financial years:

	Euros			
	2021		2020	
	Yields	Profit/(loss) on financial transactions (net)	Yield	Profit/(loss) on financial transactions (net)
Shares in internal portfolio	17,006.71	932,997.69	9,720.77	465,436.20
Shares in external portfolio	136,295.27	(313,103.19)	24,786.76	173,164.99
	<u>153,301.98</u>	<u>619,894.50</u>	<u>34,507.53</u>	<u>638,601.19</u>
	(note 19)		(note 19)	

(b) Equity investments

Details of this heading at 31 December 2021 and 2020 are as follows:

	Euros	
	31.12.21	31.12.20
Group entities		
Xzerta Mesa Spain, LLC	3,791.01	3,791.01
Associates		
Auriga Sherpa I, S.L.	66,559.86	609,660.00
Ibroker Global Markets, S.V., S.A.	3,399,237.36	-
Total financial assets at cost	<u>3,469,588.23</u>	<u>613,451.01</u>
	(note26(a))	(note26(a))

Details of investments in Group companies and Associates at 31 December 2021 and 2020, the Company's percentage ownership and the registered office and activities of these Group companies are provided in Appendix I, which forms an integral part of this note.

Details of the cost of investments at 31 December 2021 and 2020, their recoverable amount, the Company's percentage ownership at that date, and equity are provided in Appendix II, which forms an integral part of this note.

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During the financial year 2021, Auriga Capital Markets, S.L. (The "parent company") made a partial repayment of a loan with the Company through the delivery of 399,600 shares in Ibroker Global Markets, S.V., S.A. (an investee of Auriga Capital Markets S.L.), equivalent to 9.99% of the capital, the fair value of which amounted to Euros 3,399,237.36 (see note 8 (a)).

On 27 July and 4 November 2021, the Company received from the investee Ibroker Global Markets, S.V., S.A. two dividend payments for a total of Euros 99,900 (notes 19 and 26).

In 2021, Auriga Sherpa I, S.L. agreed to reduce its share capital by a total of Euros 1,892,328 by redeeming 1,892,328 shares, each with a nominal value of Euro 1, with the result that the share capital amounted to Euros 210,672. As a result, Auriga Sherpa I, S.L. reimbursed to the company the liquid amount corresponding to its contribution in the two capital reductions for a total of Euros 543,100.14.

(7) Receivables from financial intermediaries

Details of "Receivables from Financial Intermediaries" in the years ended on 31 December 2021 and 2020 are as follows:

	Euros	
	31.12.21	31.12.20
Receivables from financial intermediaries		
Demand deposits	11,993,037.47	10,972,091.43
Receivables from transactions performed by the Company for its own account pending settlement		
With the System Company	2,140.11	1,022,458.30
Other receivables	395,638.97	473,050.22
	<u>12,390,816.55</u>	<u>12,467,599.95</u>
Receivables from financial intermediaries		
Financial assets at amortised cost	<u>12,390,816.55</u>	<u>12,467,599.95</u>
In Euros	11,986,765.21	13,228,564.63
In foreign currency	1,399,863.57	572,177.45
	<u>13,386,628.78</u>	<u>13,800,742.08</u>

(a) Demand deposits

At 31 December 2021 and 2020, this line item comprised current account balances held with credit institutions at year end, which accrue interest at rates of around 0.00%.

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At 31 December 2021 and 2020 this heading includes balances that the Company has deposited with financial intermediaries on behalf of customers, totalling Euros 10,443,542.17 and Euros 9,391,126.91, respectively.

In 2021, the company did not earn any income from demand deposits (Euros 10,107.07 in 2020) (note 19).

Customer deposits with the Company for these transactions are recognised in “Customer payables” (see note 14).

(b) Receivables from transactions performed by the Company for its own account pending settlement

Balances in respect of transactions performed by the Company for its own account pending settlement were settled in early January of the subsequent year.

(c) Other receivables

The change under this heading is due in large part to a decrease of Euros 163,473.09 in the guarantees deposited with BME for normal operations.

(8) Customer receivables

Details at 31 December 2021 and 2020 are as follows:

	Euros	
	31.12.21	31.12.20
Loans and advances for securities transactions	37,574.02	87,128.96
Other loans and advances		
Loans to related parties (note 26 (a))	608,821.20	4,263,699.96
Shareholders and senior management personnel (note 26 (a) and 26 (b))	123,187.48	151,180.68
Income tax receivables from Group companies (note 25 and 26 (a))	722,043.82	447,831.85
Other	341,532.14	148,000.00
	<u>1,833,158.66</u>	<u>5,010,712.49</u>
Euros	<u>1,833,158.66</u>	<u>5,010,712.49</u>
Financial assets at amortised cost	<u>1,833,158.66</u>	<u>5,010,712.49</u>

At 31 December 2021, the Company had no asset impairments recognised under this heading. At 31 December 2020, the Company recognised an impairment amounting to Euros 3,083,147.59, which was booked under “Impairment losses on financial assets” in the income statement.

(a) Related-party loans

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The change under this heading between 2021 and 2020 is mainly due to the partial repayment of a loan to the Company from Auriga Capital Markets, S.L. (parent company) through a transfer of shares in Ibroker Global Markets, S.A., S.V. (an investee of Auriga Capital Markets, S.L.) at a fair value of Euros 3,654,878.76.

(b) Shareholders and senior management personnel

At 31 December 2021, this item primarily comprises balances receivable from a shareholder of the Parent.

At 31 December 2021, Euros 123,187.48 are receivable from shareholders and members of senior management (Euros 151,180.68 at 31 December 2020) (see note 26 (a) and (b)).

(c) Income tax receivables from Group companies

At 31 December 2021 and 2020, this heading included receivables generated by the tax effect of calculating tax on consolidated profit (note 25 and 26 (a)).

(d) Other

At 31 December 2021, this heading mainly includes loans with private individuals amounting to Euros 311,486.48.

In addition, this heading included remuneration advances to employees in the amount of Euros 15,501.44.

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(9) Property, plant and equipment

Details at 31 December 2021 and 2020 and movement in the years then ended are as follows:

2021	Euros			31.12.21
	31.12.20	Additions	Disposals	
Fixtures	41,513.87	-	(30,385.96)	11,127.91
IT equipment	42,430.06	44,313.95	(69,976.43)	16,767.58
Furniture	3,787.13	-	(3,454.23)	332.90
Other property, plant and equipment	10,733.37	29,104.68	(23,313.90)	16,524.15
Total property, plant and equipment	98,464.43	73,418.63	(127,130.52)	44,752.54
Fixtures	(39,651.42)	(2,253.46)	34,310.61	(7,594.27)
IT equipment	(31,157.46)	(1,810.33)	28,086.18	(4,881.61)
Furniture	(2,357.05)	(66.01)	2,194.29	(228.77)
Other property, plant and equipment	(491.24)	(4,610.78)	1,958.60	(3,143.42)
Total accumulated depreciation	(73,657.17)	(8,740.58)	66,549.68	(15,848.07)
Net property, plant and equipment	24,807.26	64,678.05	(60,580.84)	28,904.47
2020	Euros			31.12.20
	31.12.19	Additions	Disposals	
Fixtures	72,307.45	-	(30,793.58)	41,513.87
IT equipment	115,234.97	5,219.13	(78,024.04)	42,430.06
Furniture	3,787.13	-	-	3,787.13
Other property, plant and equipment	7,149.89	10,733.48	(7,150.00)	10,733.37
Total property, plant and equipment	198,479.44	15,952.61	(115,967.62)	98,464.43
Fixtures	(63,990.29)	(7,454.71)	30,793.58	(39,651.42)
IT equipment	(87,401.16)	(21,780.34)	78,024.04	(31,157.46)
Furniture	(2,146.46)	(210.59)	-	(2,357.05)
Other property, plant and equipment	(7,407.75)	(1,233.49)	7,150.00	(491.24)
Total accumulated depreciation	(159,945.66)	(29,679.13)	115,967.62	(73,657.17)
Net property, plant and equipment	38,533.78	(13,726.52)	-	24,807.26

All of the Company's property, plant and equipment for own use are denominated in Euros at 31 December 2021 and 2020.

In 2021 and 2020, disposals of property, plant and equipment include fully depreciated items derecognised during the year.

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The Company did not recognise any gains or losses on disposals of property, plant and equipment in 2021 or 2020.

At 31 December 2021, the Company has fully depreciated items of PPE amounting to Euros 97,938.54. At 31 December 2020, the Company has fully depreciated items of PPE amounting to Euros 115,967.62.

The Company has taken out insurance policies to cover the risk of damage to its property, plant and equipment. The cover provided by these policies is considered sufficient.

(10) Intangible Assets

Details at 31 December 2021 and 2020 and movement in the years then ended are as follows:

2021	Euros			31.12.21
	31.12.20	Additions	Disposals	
Computer software	148,535.93	40,917.75	(144,432.78)	45,020.90
Total intangible assets	<u>148,535.93</u>	<u>40,917.75</u>	<u>(144,432.78)</u>	<u>45,020.90</u>
Computer software	(137,229.68)	(13,606.50)	139,058.62	(11,777.56)
Total accumulated depreciation	<u>(137,229.68)</u>	<u>(13,606.50)</u>	<u>139,058.62</u>	<u>(11,777.56)</u>
Net intangible assets	<u>11,306.25</u>	<u>27,311.25</u>	<u>(5,374.16)</u>	<u>33,243.34</u>

2020	Euros			31.12.20
	31.12.19	Additions	Disposals	
Computer software	159,918.44	2,103.33	(13,485.84)	148,535.93
Total intangible assets	<u>159,918.44</u>	<u>2,103.33</u>	<u>(13,485.84)</u>	<u>148,535.93</u>
Computer software	(134,151.74)	(16,563.78)	13,485.84	(137,229.68)
Total accumulated depreciation	<u>(134,151.74)</u>	<u>(16,563.78)</u>	<u>13,485.84</u>	<u>(137,229.68)</u>
Net intangible assets	<u>25,766.70</u>	<u>(14,460.45)</u>	<u>-</u>	<u>11,306.25</u>

All of the Company's intangible assets are stated in Euros at 31 December 2021 and 2020.

In 2021 and 2020 disposals of intangible assets include fully amortised items derecognised during the year.

At 31 December 2021, the Company had fully amortised items amounting to Euros 5,409.00 (Euros 622.25 at 31 December 2020).

(11) Operating leases - Lessee

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At 31 December 2021 and 2020 the Company had leased the two buildings in which it carries out its activities under operating leases.

Details of the most relevant lease contracts at 31 December 2021 and 2020 are as follows:

Leases	Expiry/ Renewal	Penalties
C/ Cuesta del Sagrado Corazón, 6-8 Madrid	31/12/2022	Payment of full amount due under the contract until expiry date (*)
C/ Gobelas, 19, La Florida, Madrid	01.11.2022	No penalty with one month's notice

(*) *In the event of early termination of the contract subsequent to 1 December 2015, no penalties will be charged if 6 months' prior notice is given and all the contract terms are met.*

Operating lease instalments recognised as expenses amount to Euros 520,087.26 and Euros 367,216.47 in 2021 and 2020 (note 24).

Future minimum payments under non-cancellable operating leases are as follows:

	Euros	
	2021	2020
Minimum lease payments	139,790.00	139,790.00

At 31 December 2021 and 2020, the Company recognised Euros 46,000.00 relating to lease security deposits, under "Other assets" (see note 13).

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(12) Tax assets and liabilities

Details at 31 December 2021 and 2020 are as follows:

	Euros			
	31.12.21		31.12.20	
	Current	Deferred	Current	Deferred
<u>Tax assets</u>				
Public entities				
Temporary differences (note 25)	-	135,376.41	-	187,481.67
		(note 25)		(note 25)
<u>Tax liabilities</u>				
Public entities				
Revaluation of financial instruments (note 6)	-	22,352.87	-	22,352.87

These assets and liabilities are denominated in Euros at 31 December 2021 and 2020.

Movement in deferred tax assets and liabilities arising from the revaluation of financial instruments in 2021 and 2020 is as follows:

	Euros	
	Assets	Liabilities
Balance at 31 December 2019	-	22,352.87
Additions	-	-
Disposals	-	-
Balance at 31 December 2020	-	22,352.87
Additions	-	-
Disposals	-	-
Balance at 31 December 2021	-	22,352.87

Deferred tax assets and liabilities arising from the revaluation of financial instruments reflect the effect on the Company's equity of the measurement of available-for-sale financial assets.

At 31 December 2021 and 2020, the Company belongs to the consolidated tax group described in note 4 (s). Consequently, at 31 December 2021 and 2020, current corporate income tax assets are recognised with the Group's parent company (see note 25 and note 26 (a)).

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(13) Accruals, other assets and liabilities

Details at 31 December 2021 and 2020 are as follows:

Other assets	Euros	
	31.12.21	31.12.20
Accruals – Fees and commissions and prepaid expenses	235,906.20	111,884.23
Other assets		
Security deposits	51,989.64	50,658.35
Other	808,149.34	1,631,328.53
	<u>860,138.98</u>	<u>1,793,871.11</u>

All the rest of the Company's assets are stated in Euros at 31 December 2021 and 2020.

Other liabilities	Euros	
	31.12.21	31.12.20
Accruals – Accrued expenses	215,708.01	395,238.17
Public entities		
Taxation authorities, tax withholdings on salaries	171,073.40	96,587.24
Taxation authorities, tax payable on financial transactions	180,104.12	-
Taxation authorities, VAT	29,201.50	-
Social Security contributions payable	50,967.57	50,290.53
Other payables unrelated to securities transactions	790,774.57	650,610.78
	<u>1,437,829.17</u>	<u>1,192,726.72</u>
In Euros	1,404,239.00	1,183,267.06
In foreign currency	4,388.67	9,459.66
	<u>1,408,627.67</u>	<u>1,192,726.72</u>

At 31 December 2021 and 2020, "Other assets" comprises amounts receivable from Group companies amounting to Euros 554,480.33 and Euros 527,793.34, respectively (see note 26 (a)). Furthermore, at 31 December 2021 and 2020, this heading comprises amounts receivable from other related parties amounting to Euros 101,860.13 and Euros 597,769.39, respectively (see note 26 (a)).

At 31 December 2021 and 2020, "Other payables unrelated to securities transactions" comprises amounts receivable from Group companies amounting to Euros 700,858.51 and Euros 325,602.97, respectively (see note 26 (a)). Furthermore, at 31 December 2021 and 2020, this item comprises amounts receivable from other related parties amounting to Euros 2,500 and Euros 2,500, respectively (note 26 (a)).

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(14) Payables to financial intermediaries and to individual customers

Details at 31 December 2021 and 2020 are as follows:

	Euros	
	31.12.21	31.12.20
Due to financial intermediaries		
Loans and credits	4,331,892.12	5,075,090.57
Other payables to financial intermediaries	53,182.08	147,904.87
Other intermediaries	4,254.23	7,400.48
Repurchase agreements	995,812.23	1,333,142.13
	5,385,140.66	6,563,538.43
Customer payables		
Temporary balances arising from securities transactions	7,867,726.55	8,649,483.32
	13,252,867.21	15,213,021.37
Financial liabilities at amortised cost	13,252,867.21	15,213,021.37

All balances in this item are denominated in Euros.

(a) Loans and credits

Loans and credits mainly reflect drawdowns on credit facilities arranged in 2021 and 2020 and bank loans obtained in 2021 and 2020 with the following terms:

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Credit facilities

At 31 December 2021:

Bank	Date of maturity	Interest rate	Euros	
			Limit	Amount drawn down
Banca March	20/01/2022	12-month Euribor + 1.90%	1,500,000.00	1,481,119.33
Cecabank (*)	Indefinite	Eonia + 2.5%	7,000,000.00	2,681,828.93
				4,162,948.26

(*) This policy is not freely available.

At 31 December 2020:

Bank	Date of maturity	Interest rate	Euros	
			Limit	Amount drawn down
Banca March	21/01/2021	12-month Euribor + 1.90%	1,500,000.00	1,497,332.51
Cecabank (*)	Indefinite	Eonia + 2.5%	7,000,000.00	3,145,302.02
				4,641,634.53

(*) This policy is not freely available.

• Loans

At 31 December 2021:

Bank	Maturity	Interest rate	Amount 31.12.21	Maturity 2022
Banco Santander	05.09.2022	3.50%	168,943.86	168,943.86
			168,943.86	168,943.86

At 31 December 2020:

Bank	Maturity	Interest rate	Amount 31.12.20	Maturity	
				2021	2022
Banco Santander	12.05.2021	2.95%	46,033.11	46,033.11	-
Banco Santander	05.09.2022	3.50%	387,422.93	228,556.20	158,866.73
			433,456.04	274,589.31	158,866.73

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At 31 December 2021 and 2020 the interest expense and similar charges amount to Euros 85,013.34 and Euros 73,964.22, respectively (note 20).

(b) Repurchase agreements

At 31 December 2021, the Company arranged repos on shares in Amper, S.A. totalling Euros 995,812.23 (Euros 1,333,142.13 at 31 December 2020).

At 31 December 2021 and 2020 the interest expense and similar charges amount to Euros 59,235.60 and Euros 68,329.28, respectively (note 20).

(c) Temporary balances arising from securities transactions

The majority of temporary balances arising from securities transactions at 31 December 2021 and 2020 were settled in the following year.

(15) Equity

Details of equity and movement during the year are shown in the statement of changes in equity.

(a) Registered capital

At 31 December 2021 and 2020 the capital of the Company is represented by 300,000 registered shares of Euros 10 par value each, numbered consecutively from 1 to 300,000 inclusive, subscribed and fully paid. These shares have the same voting and profit-sharing rights.

At 31 December 2021 and 2020 the capital of the Company is held as follows:

Sole shareholder	Number of shares	Percentage of ownership
Auriga Capital Markets, S.L.	300,000	100.00%

At 31 December 2021 and 2020 neither the Company nor any third party operating on its behalf holds any own shares.

The Company's shares are not listed on the stock exchange.

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(b) Reserves

(i) Legal reserve

In accordance with article 274 of the Spanish Companies Act, companies are obliged to transfer 10% of the profits for the year to a legal reserve until this reserve reaches an amount equal to 20% of the share capital. This reserve is not distributable to shareholders and may only be used to offset losses if no other reserves are available.

At 31 December 2021 and 2020 the Company has appropriated to the legal reserve the minimum amount required by law.

(ii) Capitalisation reserve

The capitalisation reserve has been appropriated in accordance with articles 25 and 62 of the Spanish Income Tax Law, which require that an amount equal to the reduction in the tax group's taxable income for the year be appropriated to the reserve. The amount by which the tax group is entitled to reduce taxable income is equal to 10% of the increase in its equity, as defined in the aforementioned article. In no case may this reduction exceed 10% of the tax group's taxable income for the tax period prior to the reduction, before the integration referred to in article 11.12 of the Law and before offsetting tax loss carryforwards.

However, if the reduction cannot be applied because the tax group does not generate sufficient taxable income, the outstanding amounts may be applied in the tax periods ending in the two years immediately after the end of the tax period in which the tax group became entitled to the reduction, together with any reduction applicable in that period, subject to the limit indicated. The reserve is restricted and the increase in the tax group's equity must be maintained for a five-year period from the end of the tax period in which the group became entitled to the reduction, unless accounting losses are incurred.

(iii) Voluntary reserves

These reserves are freely distributable.

(c) Distributions to the Sole Shareholder

Dividends, whether in cash or in kind, are recognised as a reduction in equity when they are approved by the Sole Shareholder.

No dividends were distributed to the Sole Shareholder in 2021.

On 30 December 2020, the Company's Sole Shareholder approved the distribution of a dividend of Euros 3,133,524.55 that was distributed with a charge to the Company's voluntary reserves.

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On 30 December 2020, the Company's Sole Shareholder approved the distribution of a dividend of Euros 269,346.48 that was distributed with a charge to the Company's voluntary reserves, by way of the assignment of a credit right with respect to Auriga Sherpa I S.L.

On 30 December 2020, the Company's Sole Shareholder approved the distribution of a dividend of Euros 1,708,087.50 charged to the Company's voluntary reserves, by way of the assignment of 60,250 Class A equity interests in Sherpa Capital II, FCR.

On 31 December 2020, the Company's Sole Shareholder approved the distribution of a dividend of Euros 1,283,332.97 that was distributed with a charge to the Company's voluntary reserves, by way of allocation of a credit right.

On 31 December 2020, the Company's Sole Shareholder approved the distribution of a dividend of Euros 178,619.37 that was distributed with a charge to the Company's voluntary reserves, by way of allocation of a credit right to a shareholder of the Parent.

(d) Capital adequacy: Capital management

Regulation (EU) No. 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms, and Spanish National Securities Market Commission (CNMV) Circular 2/2014 of 23 June 2014, on the solvency of investment firms and their consolidable groups, regulate the capital requirements of these companies and their consolidable groups, how capital should be determined, the different capital self-assessment processes to be implemented by entities and the public information these entities should submit to the market.

Company management has drawn up the following strategic objectives in relation to its capital management:

- Consistently comply with applicable legislation on minimum capital requirements, at both individual and consolidated level.
- Seek maximum capital management efficiency in order for capital consumption to be considered, alongside other return and risk variables, as a fundamental variable in analyses associated with the Company's decision-making.
- Reinforce the proportion of Tier I capital with respect to the Company's capital as a whole.

The Company has implemented a number of capital management policies and processes to meet these objectives. The main guidelines of these policies are as follows:

- The company carries out monitoring and controls that continuously analyse levels of compliance with capital regulations and are equipped with alerts to guarantee, at any given time, compliance with applicable legislation and the consistency of decisions made by the different areas and units of the Company with the objectives set, to ensure that minimum capital requirements are met. Contingency plans are also in place to ensure that limits stipulated in applicable legislation are respected.

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Details of these contingency plans are provided in the Capital Consumption Procedures Manual.

- The impact of the Company's decisions on its capital base and the consumption-return- risk ratio are considered a key decision-making factor in strategic and commercial planning and in the analysis and monitoring of Company transactions. The Company has parameters to serve as guidelines for its decision-making on minimum capital requirements or decisions affecting such requirements.

The company therefore considers capital and the capital requirements established by the aforementioned legislation as a fundamental management aspect.

Regulation (EU) No. 2019/2033 of the European Parliament and of the Council of 27 November 2019 on prudential requirements for credit institutions and investment firms and CNMV Circular 2/2014 of 23 June 2014 stipulate which items should be considered as shareholders' equity and the requirements that should be met at all times with respect to shareholders' equity. The Company must meet the following requirements with respect to shareholders' equity:

- A Common Equity Tier 1 capital ratio of 56%
- A Tier 1 capital ratio of 75%
- A total capital ratio of 100%

The Company must calculate its capital ratios as follows:

- The Common Equity Tier 1 capital ratio must be equal to the entity's Common Equity Tier 1 capital expressed as a percentage of the total shareholders' equity required.
- The Tier 1 capital ratio must be equal to the entity's Tier 1 capital expressed as a percentage of the total shareholders' equity required.
- The total capital ratio must be equal to the entity's shareholders' equity expressed as a percentage of the total shareholders' equity required.

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The Company's capital management follows the conceptual definitions provided in Regulation (EU) No. 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment services firms and CNMV Circular 2/2014 of 23 June 2014. The minimum capital requirements stipulated in Regulation (EU) No. 575/2013 of the European Parliament and of the Council, of 26 June 2013, are calculated on the basis of the Company's exposure to credit, counterparty and dilution risks, free deliveries, settlement and delivery risks, position, currency, commodities and operational risks, and risks associated with large exposures in the trading book. The Company is also required to comply with the risk concentration limits set out in the Regulation and the capital self-assessment and interest rate risk measurement obligations, as well as obligations regarding public information to be issued to the market, also specified in this Regulation. To guarantee that these objectives are met, the Company has implemented an integrated risk management process based on the above-mentioned policies.

The Company is compliant with the solvency ratios required by applicable legislation.

(16) Valuation Adjustments

Valuation adjustments comprise the net amount of changes in the fair value of assets classified as financial assets at fair value through equity, which should be included in the Company's equity, in accordance with note 4 (b). These changes are taken to the income statement when the related assets are sold.

Movement in 2021 and 2020 is as follows:

	Euros	
	31.12.21	31.12.20
Opening balance	39,367.63	39,367.63
Changes in the fair value of collective investments undertakings (note 6)	-	-
Transfers to the income statement due to disposals (note 6)	-	-
Closing balance	<u>39,367.63</u>	<u>39,367.63</u>

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(17) Risk and commitment accounts and other off-balance sheet items

Details at 31 December 2021 and 2020 are as follows:

	Euros	
	31.12.21	31.12.20
Risk and commitment accounts		
Bank and other guarantees extended	10,351.81	10,351.81
Forward securities purchase commitments	34,188.02	1,043,610.27
Forward securities sale commitments	36,328.14	2,066,068.56
Financial derivatives		
Interest rate and securities futures		
Purchased	-	-
Sold	-	-
Total risk and commitment accounts	80,867.97	3,120,030.64
Other off-balance sheet items		
Credit facilities unconditionally available for drawdown (note 14 (a))	18,880.67	3,667.49
Customer purchase orders pending settlement	108,694.50	511,931.38
Customer sale orders pending settlement	36,753.32	611,817.89
Own and third-party financial instruments held by other entities		
Own	728,926.43	666,278.56
Third-party	295,244,274.64	244,509,672.07
	295,973,201.07	245,175,950.63
Managed portfolios (note 18 (a))		
Investments in listed domestic shares and equity holdings	-	-
Investments in listed foreign securities	-	-
Cash with financial intermediaries	7,149.14	7,149.14
	7,149.14	7,149.14
Other off-balance sheet items	4,318,171.07	3,854,697.98
Total other off-balance sheet items	300,462,849.77	250,165,214.51
	300,543,717.74	253,285,245.15

The Company had no “Financial derivatives” recognised at 31 December 2021 and 2020.

Financial instruments held on deposit and own and third-party financial instruments held by other entities reflect the Company’s own securities and customer securities deposited in the Company or with other custodians at 31 December 2021 and 2020, which were recognised at market value at those dates.

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Details of own and third-party securities held by other entities are as follows:

	Euros	
	31.12.21	31.12.20
Variable income securities	178,524,916.94	185,119,496.26
Fixed income securities	117,448,284.13	60,057,454.37
	295,973,201.07	245,175,950.63

(18) Portfolios managed

At 31 December 2021 and 2020 details of managed portfolios, by tranche, are as follows:

Tranche (in thousands of Euros)	Number of contracts	Euros					
		31.12.21			31.12.20		Fees and commissions in December 2020
		Capital	Fees and commissions in December 2021	Number of contracts	Capital	-	
60	8	7,149.14	-	8	7,149.14	-	
61-300	-	-	-	-	-	-	
301-600	-	-	-	-	-	-	
601-1,500	-	-	-	-	-	-	
1,501-7,000	-	-	-	-	-	-	
More than 7,000	-	-	-	-	-	-	
	8	7,149.14	-	8	7,149.14	-	
		(note 17)			(note 17)		

(19) Interest and similar income

Details at 31 December 2021 and 2020, based on the nature of operations, are as follows:

Interest and similar income	Euros	
	2021	2020
Financial intermediaries		
Demand deposits (note 7 (a))	-	10,107.07
Resident individuals. Other	19,259.84	41,010.24
Other fixed income securities (note 5)	-	452,653.88
	19,259.84	503,771.19

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At 31 December 2021, the heading “Resident individuals. Other” included balances with group companies and with other related parties amounting to Euros 8,058.56 and Euros 2,006.80, respectively (note 26(a))

Details of dividend income by type of portfolio are as follows:

	Euros	
	2021	2020
Dividend income		
Shares in internal portfolio (note 6 (a))	17,006.71	9,720.77
Shares in external portfolio (note 6 (a))	136,295.27	24,786.76
Equity investments (notes 6 (b) and 26 (a))	99,900.00	3,133,524.55
	<u>253,201.98</u>	<u>3,168,032.08</u>

(20) Interest expense and similar charges

Details at 31 December 2021 and 2020, based on the nature of operations, are as follows:

<u>Interest expense and similar charges</u>	Euros	
	2021	2020
Financial intermediaries		
Interest on loans and credit facilities (note 14 (a))	85,013.34	73,964.22
Repurchase agreements	59,235.60	68,329.28
Other	152,495.84	131,991.40
Other interest	-	388,098.00
	<u>296,744.78</u>	<u>662,382.90</u>

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(21) Fee and commission income and expense

Details of fee and commission income and expense in 2021 and 2020, by nature, are as follows:

Fee and commission income	Euros	
	2021	2020
Processing and execution of customer orders for securities sales and purchases		
Variable income transactions	1,397,220.41	768,210.94
Fixed income transactions	26,124.19	43,186.24
Marketing of collective investment undertakings	193,339.21	313,656.28
Securities held on deposit and book entries	64,767.27	53,883.20
Underwriting and placement	4,405.00	9,485.00
Other fees and commissions	247,319.48	221,721.71
	<u>1,933,175.56</u>	<u>1,410,143.37</u>

Fee and commission expense	Euros	
	2021	2020
Securities transactions	-	7,188.17
Fees and commissions paid to markets and clearing and settlement systems	692,199.00	359,261.78
Guarantees for collective market guarantee fund	972.92	144.92
Fees and commissions paid to representatives and other entities	46,336.13	36,389.94
Other fees and commissions	631,611.10	668,710.92
	<u>1,371,119.15</u>	<u>1,071,695.73</u>

At 31 December 2021 and 2020, "Fee and commission income - Marketing of collective investment undertakings" included Euros 134,404.26 and Euros 264,750.86 of fees and commissions received from Group companies (see note 26 (a)).

(22) Other operating expenses

At 31 December 2021 and 2020, this heading of the income statement includes other expense linked to the operation of the business, as well as the Euros 51,546.14 and Euros 54,165.80 contribution, respectively, to the Investors Compensation Scheme (note 4 (t)).

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(23) Personnel expenses

Details of personnel expenses for 2021 and 2020 are as follows:

	Euros	
	2021	2020
Salaries and wages	3,417,786.71	3,431,599.19
Employee benefits expense		
Social Security payable by the Company	535,647.11	517,838.45
Termination benefits	21,751.24	78,321.03
Training expenses	15,104.86	5,611.49
Other personnel expenses	102,240.97	107,054.45
	4,092,530.89	4,140,424.61

Distribution of Company employees, by category and gender, is as follows:

	Average average 2021	31 December 2021			Average average 2020	31 December 2020		
		Male	Female	Total		Male	Female	Total
Executives	2	1	1	2	2	1	1	2
Qualified personnel	37	23	14	37	38	23	13	36
	39	24	15	39	40	24	14	38

The average number of Company employees with a disability rating of 33% or higher (or equivalent local rating) in 2021 and 2020, distributed by category, is as follows:

	Number	
	31.12.21	31.12.20
Executives	-	-
Qualified personnel	1	1
	1	1

AURIGA GLOBAL INVESTORS,
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Notes to the Annual Accounts

(24) Overheads

Details at 31 December 2021 and 2020 are as follows:

	Euros	
	2021	2020
Rental of buildings and facilities (note 11)	520,087.26	367,216.47
Communications	976,375.32	978,595.08
IT Systems	87,449.69	73,001.70
Utilities	73,537.83	33,923.03
Repairs and maintenance	271,341.63	246,919.14
Advertising and publicity	24,609.50	32,291.98
Entertainment and travel expenses	51,193.61	38,933.63
Outsourced administrative services	5,943.23	56,782.35
Other independent professional services	341,994.91	323,669.05
Contributions and taxes	243,919.70	77,242.14
Other expenses	194,730.37	55,018.87
	2,791,183.05	2,283,593.44

At 31 December 2021, the heading "Other expenses" includes balances payable to Group companies amounting to Euros 144,291.14.

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(25) Taxation

Earnings are subject to corporate income tax at a rate of 25 percent of the taxable income. Certain deductions may be applicable to the resulting amount.

A reconciliation of the accounting profit for 2021 and 2020 and the taxable income that the Company expects to declare following approval of the annual accounts is as follows:

	Euros	
	2021	2020
Profit before tax	(276,490.85)	655,317.90
Permanent differences	11,773.12	(3,985,765.62)
Taxable accounting income	(264,717.73)	(3,330,447.72)
Temporary differences	(205,804.19)	179,635.81
Taxable income	(470,521.92)	(3,150,811.91)
Tax loss carryforwards applied by the Tax Group	(534,904.21)	1,787,327.40
Individual taxable income	(1,005,426.13)	(1,363,484.51)
Tax at 25%	-	-
Deductions used by the Group	(3,421.84)	-
Net tax payable	-	-
Withholdings and payments on account	-	-
Corporate Income Tax payable	-	-

The calculation of corporate income tax expense is as follows:

	Euros	
	2021	2020
Taxable accounting income applied by the Tax Group at 25%	117,630.48	446,831.85
Tax loss carryforwards from previous years applied by the Tax Group	133,726.05	48,180.00
Reversal of adjustments from prior periods	(48,358.25)	(3,925.26)
Deductions applied	3,747.01	-
	206,420.12	491,086.59

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Notes to the Annual Accounts

Temporary differences reflect the difference between amortisation and depreciation for accounting purposes and tax-deductible amortisation and depreciation. Movement in deferred tax assets and liabilities arising from temporary differences in 2021 and 2020 is as follows:

	Euros						
	31.12.19	Additions	Disposals	31.12.20	Additions	Disposals	31.12.21
<u>Assets</u>							
Monetisation amortisation limit	143,226.93	48,180.00	(3,925.26)	187,481.67	-	(52,105.26)	135,376.41
	(note 12)			(note 12)			(note 12)

In accordance with current legislation, taxes cannot be considered definitive until they have been inspected by the taxation authorities or before the inspection period of four years has elapsed. At 31 December 2021 the Company has open to inspection by the taxation authorities all the main applicable taxes since 1 January 2018. The directors do not expect that any significant additional liabilities would arise in the event of an inspection.

(26) Related parties

(a) Balances and transactions with Group companies

At 31 December 2021 and 2020, in addition to the amounts indicated in note 15 on equity, the Company has the following balances payable to and receivable from Group companies:

	Euros			
	31.12.21			
	Company company	Group companies	Other related parties	Total
<u>Assets</u>				
Equity interests (note 6 (b))	-	-	3,469,588.23	3,469,588.23
Customers receivables (note 8)	1,330,846.85	-	123,187.48	1,454,034.33
Other assets (note 13)	18.17	554,480.33	101,860.13	656,358.63
	1,330,865.02	554,480.33	3,694,635.84	5,579,981.19
<u>Liabilities</u>				
Other liabilities (note 13)	240,588.92	460,269.59	2,500.00	703,358.51

**AURIGA GLOBAL INVESTORS,
SOCIEDAD DE VALORES, S.A.U.**

Notes to the Annual Accounts

	Euros			Total
	31.12.20			
	Company company	Group companies	Other related parties	
Assets				
Equity interests (note 8)	-	613,451.01	-	613,451.01
Other assets (notes 13 and 13 (b))	4,710,531.81	80,961.49	597,769.39	5,389,262.69
	<u>4,710,531.81</u>	<u>694,412.50</u>	<u>597,769.39</u>	<u>6,002,713.70</u>
Liabilities				
Other liabilities (note 13)	8,754.59	315,978.45	2,500.00	328,102.97

Income and expenses deriving from the Company's transactions with related parties are as follows:

	Euros							
	2021			2020				
	Company company	Group companies	Other related parties	Total	Company company	Group companies	Other related parties	Total
Income								
Interest and similar income (note 19)	8,058.56	-	2,006.80	10,065.36	-	-	3,133,524.55	3,133,524.55
Dividends (notes 8 and 19)	-	-	99,900.00	99,900.00	-	-	-	-
Fee and commission income (note 21)	-	134,404.26	-	134,404.26	-	264,750.86	-	264,750.86
Other operating income	-	1,041,757.13	-	1,041,757.13	-	-	-	-
	<u>8,058.56</u>	<u>1,176,161.39</u>	<u>101,906.8</u>	<u>1,286,126.75</u>	<u>264,750.86</u>	<u>3,133,524.55</u>	<u>3,398,275.41</u>	<u>3,398,275.41</u>
Expenses								
Other expenses (note 24)	-	144,291.14	-	144,291.14	-	-	-	-
Other operating expenses (note 22)	-	-	-	-	-	-	1,688,147.59	1,688,147.59
	<u>-</u>	<u>144,291.14</u>	<u>-</u>	<u>144,291.14</u>	<u>-</u>	<u>-</u>	<u>1,688,147.59</u>	<u>1,688,147.59</u>

AURIGA GLOBAL INVESTORS,
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Notes to the Annual Accounts

(b) Information on the Company's directors and senior management personnel

In 2021 and 2020, no payment obligations were accrued in connection with remuneration to the board of directors.

The Company's senior management personnel received remuneration amounting to Euros 531,987.98 in 2021 (Euros 735,334.34 in 2020).

At 31 December 2021 and 2020 there were no balances pending payment to members of the Company's Board of Directors.

At 31 December 2021, Euros 123,187.48 are receivable from shareholders and members of senior management (Euros 151,180.68 at 31 December 2020) (see note 8 (a)). These debts accrue interest at market rates.

At 31 December 2021 and 2020, the Company has no pension obligations with former or current board members.

In 2021 and 2020 the Company did not extend any guarantees on their behalf or pay any civil liability insurance premiums for damage or loss caused by actions or omissions during their tenure in office.

In 2021 and 2020 the Company's directors did not perform any transactions other than ordinary business with the Company or Group companies applying terms that differed from market conditions.

At the date of authorising for issue these annual financial statements, the Board of Directors is comprised of 3 men and 1 woman (4 men in 2020).

(c) Conflicts of interest

The directors of the Company and their related parties have had no conflicts of interest requiring disclosure in accordance with article 229 of the Revised Spanish Companies Act.

(27) Environmental Information

The directors consider that the environmental risks deriving from the Company's activity are minimal and adequately covered and that no additional liabilities will arise therefrom. The Company has not incurred any expense or received subsidies in connection with such risks during the years ended 31 December 2021 and 2020.

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Notes to the Annual Accounts

(28) Audit Fees

KPMG Auditores, S.L., the auditor of the Company's annual accounts, invoiced the following net fees for professional services during the years ended 31 December 2021 and 2020:

	Euros	
	2021	2020
Audit services	62,900.00	62,900.00
Other services	26,900.00	26,900.00
	89,800.00	89,800.00

The above amount includes all fees relating to services provided in 2021 and 2020, regardless of when they were invoiced.

(29) Customer service department

In 2007 the Company implemented the appropriate measures to comply with the requirements and obligations set out in Ministry of Economy Order ECO/734/2004 of 11 March 2004 on customer service departments and the financial institution Ombudsman.

No complaints were received in 2021.

(30) Representatives

Between March and October of 2020, the Company's representatives were deregistered with the CNMV, and were in turn registered with the Group company Quadriga Asset Managers, S.A., S.G.I.I.C.

(31) Risk policy and management

In 2021 risk exposure of the Company's capital has performed as follows in comparison with the prior year:

Increase in the volume of fixed income with more transactions and higher risk exposure than in 2020.

Reduction in variable income operations on the Company's own behalf, with the associated drop in exposure to credit and counterparty risk, and exposure to position risk with respect to variable income instruments.

AURIGA GLOBAL INVESTORS,
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Notes to the Annual Accounts

The measures adopted in 2015 to control the level of risks inherent in fixed income intermediation activity were maintained in 2021 and 2020:

Avoid accumulation of transactions pending settlement with a single counterparty.

Avoid accumulation of transactions pending settlement, depending on the issuer.

Avoid transactions in which the issuer and purchaser are the same institution.

Most transactions are settled by Euroclear on the third day after their arrangement and the counterparties at which this business is aimed are institutional, mainly financial institutions such as Spanish and international credit institutions (primarily banks and savings banks), management companies of collective investment undertakings, pension funds, social welfare mutual companies and insurance firms.

The fixed income trading desk receives orders directly from counterparties and has a telephone recording system in place. This system is managed by a software application which compiles and classifies calls received by or made from each trading desk workstation. From their workstation each operator can, at any time, listen again to calls received or made during the day. In the event of doubt or discrepancy, these calls are made available to the counterparty. Otherwise, for Bloomberg trading, an electronic file of these online communications is kept for a full trading year, and may be kept for 5 years offline.

Identification of the counterparty placing the order is the responsibility of the fixed income trading desk operator who receives or makes the call. As there is ongoing contact, and each trading desk operator has their own assigned customers, identification is usually carried out orally by telephone and with caller line identification. Transactions are confirmed by the Back-Office department.

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Each operator keeps a record of all sale and purchase transactions, including the following data:

- Transaction date
- Time
- Issuer
- Nominal amount
- Cash
- Substance
- Price
- Customer name (counterparty)

The transaction log book is filed in the Back-Office.

The transaction forms completed by the trading desk have a pre-defined format. The form should also include the identification code of the customer requesting the transaction and the operator performing the transaction.

The Company lists reference prices for the sale and purchase of different fixed income assets on the Bloomberg screen, providing market operators with a source of information in markets that, on occasions, lack liquidity.

The Company seeks out entities in the market that are interested in selling or purchasing the same type of fixed income security.

The trading desk operator contacts the counterparty to negotiate the transaction over the telephone. If a price agreement is reached, the transaction is confirmed.

Once the transaction has been agreed, the trading desk operator introduces the details of the transaction into the electronic record book of transactions. There is a single book for the entire trading desk, which constitutes a daily record of all transactions carried out by the fixed income trading desk.

The operator also includes details of the transaction on the form:

- Counterparty
- Code and name of the security
- Date of arrangement and value date
- Nominal, cash and rate
- Transaction number (provided by the seller)
- Transaction code

AURIGA GLOBAL INVESTORS,
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Specific settlement instructions

The form is sent to the Back-Office for the transaction to be confirmed with the counterparty.

The Back-Office is located alongside the fixed income trading desk, enabling “on-site” transaction verification when required.

Whenever a transaction is carried out, the Back-Office operator verifies the accuracy of the data included in the transaction record book and transaction form with the counterparty.

In the event of incomplete, confusing or erroneous data, the Back-Office completes the forms so that these reach the back office with all data confirmed and complete.

Once a transaction has been confirmed, the form is sent to the settlement entity which continuously tracks reconciliation of the transaction. In the event of any differences whereby the order introduced by the counterparty does not reconcile with the order introduced by the settlement entity, the latter contacts the Back-Office to clarify these differences with the counterparty.

The financial gain on these transactions reflects the margin between the purchase and sale of the assets. There are no additional fees or commissions, except those paid to the settlement entity.

The technical equipment the Company uses to carry out its operations basically comprises telephones connected to the central recording device, Bloomberg and micro-computing systems with in-house calculation and valuation tools (using spreadsheets) and, since early 2019, connection to Bloomberg’s MTF for Request for Quote (RFQ) operations, thereby minimising the number of OTC transactions in compliance with the Market Obligation principle set forth in MiFID II. Moreover, also since early 2019, OTC transactions whose purchase commences at the fixed income desk are compliant with the new post-trading transparency obligations, also stipulated in MiFID II, by means of Bloomberg APA.

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Notes to the Annual Accounts

(33) Late payments to suppliers. "Reporting Requirement" under Law 15/2010 of 5 July 2010

Pursuant to final provision two of Law 31/2014 of 3 December 2014, and in accordance with the Spanish Accounting and Auditing Institute (ICAC) Resolution of 29 January 2016, details of the average supplier payment period in 2021 and 2020 are as follows:

	Days	
	2021	2020
Average supplier payment period	23.19	23.19
Transactions paid ratio	23.19	23.19
Transactions payable ratio	-	-
	Amount (Euros)	
	2021	2020
Total payments made	3,896,636.02	2,253,302.39
Total payments outstanding	-	-

(34) Events after the reporting period

After a number of years of tensions between Russia and Ukraine, on 24 February 2022 the Kremlin commenced a military invasion of its western neighbour. In response to this military action, a number of countries announced severe economic sanctions against Russia and an increasing number of major public and private companies unveiled voluntary measures to restrict its commercial activities with Russia. These actions include plans to dispose of assets or halt operations in Russia, reduce imports and exports to and from the country and suspend services to the Russian state and businesses.

The Ukraine conflict is taking place at a time of global economic uncertainty and volatility and its impact is likely to interact with and even compound the current market conditions. The war brought with it a significant number of economic effects, such as higher energy prices, suspended trade relations, equity market volatility, supply chain disruption, etc.

At the date of authorising for issue these annual accounts, the Company has not been affected, nor does it expect to be significantly affected, by this situation.

Regardless of the information included in these notes, between the balance sheet date and the date of authorising for issue these annual accounts, no subsequent event has emerged that significantly affects them and that has not been included herein.

AURIGA GLOBAL INVESTORS, SOCIEDAD DE VALORES, S.A.U.

Details of Investments in Group Companies and Associates

31 December 2021

	Registered office	Percentage of ownership	Main business	Listed company
Xzerta Mesa Spain, LLC	546 Fifth avenue, 9 th Floor, New York	24.94%	Holding of units in a fund that has an indirect investment in a building in Arizona	No
Auriga Sherpa I, S.L.	Cuesta del Sagrado Corazón, 6, Madrid	28.99%	The purchase, subscription, swap and sale of Spanish and foreign real estate and other securities, on its own behalf and without intermediation, for the purpose of administering and managing these investments.	No
Ibroker Global Markets, S.V., S.A.	Calle Caleruega 102-104, planta baja A, Madrid	9.99%	The provision of investment services and ancillary services, such as the receipt and transmission of orders for customers, execution of such orders, trading on its own behalf and discretionary management of investment portfolios.	No

This Appendix forms an integral part of note 8 to the annual accounts for 2020, in conjunction with which it should be read.

GLOBAL INVESTORS,
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Details of Investments in Group Companies and Associates

31 December 2020

	Registered office	Percentage of ownership	Main business	Listed company
Xzerta Mesa Spain, LLC	546 Fifth avenue, 9 th Floor, New York	24.94%	Holding of units in a fund that has an indirect investment in a building in Arizona	No
Auriga Sherpa I, S.L.	Cuesta del Sagrado Corazón, 6, Madrid	28.99%	The purchase, subscription, swap and sale of Spanish and foreign real estate and other securities, on its own behalf and without intermediation, for the purpose of administering and managing these investments.	No

This Appendix forms an integral part of note 8 to the annual accounts for 2021, in conjunction with which it should be read.

AURIGA GLOBAL INVESTORS, SOCIEDAD DE VALORES, S.A.U.

Valuation of Investments in Group Companies and Associates

31 December 2021

	Percentage ownership	Currency	Assets	Liabilities	Net profit/(loss) for the year	Equity
Xzerta Mesa Spain, LLC (*)	24.94%	US Dollars	32,016.37	-	14,878.28	32,016.37
Auriga Sherpa I, S.L. (*)	28.99%	Euros	1,878,730.90	599,492.86	(18,706.87)	682,391.85
Ibroker Global Markets, S.V., S.A. (*)	9.99%	Euros	110,787,624.05	97,793,808.79	3,174,083.57	12,993,815.26

31 December 2020

	Percentage ownership	Currency	Assets	Liabilities	Net profit/(loss) for the year	Equity
Xzerta Mesa Spain, LLC (*)	24.94%	US Dollars	32,016.37	-	14,878.28	32,016.37
Auriga Sherpa I, S.L. (*)	28.99%	Euros	3,134,919.58	599,492.86	11,089,999.54	2,535,426.72

(*) Figures not audited at 31 December 2021 and 2020.

This Appendix forms an integral part of note 8 to the annual accounts for 2021, in conjunction with which it should be read.

**AURIGA GLOBAL INVESTORS,
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**Investment Firms Annual Report
for 2021**

In compliance with article 192 of Royal Legislative Decree 4/2015 of 23 October 2015, which approves the Revised Securities Market Law, the following information at 31 December 2021 is published as an appendix to the audited financial statements:

DETAILS OF THE ENTITY

Auriga Global Investors, Sociedad de Valores, S.A. Sociedad Unipersonal (the Company) was incorporated by public deed under Spanish Law on 23 March 2007, as authorised by the Ministry of Economy and Finance Order dated 22 March 2007.

The Company has been entered into the Register of Stock Exchange Member Brokers of the Spanish National Securities Market Commission (CNMV) with number 224, and carries out its activities from its office in Madrid. The Company is a member of the Madrid, Barcelona and Valencia Stock Exchanges.

The Company's registered office is located at Calle Cuesta del Sagrado Corazón, no. 7, in Madrid.

STATUTORY ACTIVITY

Auriga Global Investors, Sociedad de Valores, S.A. engages in the activities that stock exchange broker companies, as investment firms, are permitted to carry out in accordance with articles 140 and 141 of the Revised Securities Market Law. The Company can therefore render the following investment services:

- Receipt and transmission of orders on behalf of third parties.
- Execution of such orders on behalf of third parties.
- Trading on its own behalf.
- Personalised and discretionary management of investment portfolios, as authorised by the investors. This portfolio management activity also entails the authorised management of stocks and financial assets comprising hedge fund portfolios.
- Placement of financial instruments without a firm commitment basis.
- Underwriting of financial instruments or placement on a firm commitment basis.
- Investment advisory services.

The Company can also render the following ancillary services:

- Custody and administration, on behalf of customers, of the instruments listed in article 2 of Royal Legislative Decree 4/2015 of 23 October 2015 approving the Revised Securities Market Law.

- Granting of credit facilities or loans to investors to carry out operations involving one or more of the instruments listed in the aforementioned article 2, provided that the company granting these credit facilities or loans intervenes in these operations.
- Services associated with the underwriting or placement of financial instruments.

GEOGRAPHICAL LOCATION

The Company mainly carries out its activities in Spain.

TURNOVER

Turnover, measured in terms of fee and commission income, is Euros 1,902,392.96 at 31 December 2021.

NUMBER OF FULL-TIME EMPLOYEES

There are 38 full-time employees at 31 December 2021.

PROFIT/(LOSS) BEFORE TAX

Profit before tax amounts to Euros 276,490.85 at 31 December 2021.

TAX ON PROFIT/(LOSS)

The income tax amounts to zero at 31 December 2021.

RETURN ON ASSETS

The return on total assets is 1.35% (net profit as a percentage of total assets) at 31 December 2021.

PUBLIC GRANTS OR SUBSIDIES RECEIVED

Auriga Global Investors, Sociedad de Valores, S.A. has not received any public grants or subsidies.

AURIGA GLOBAL INVESTORS,
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Directors' Report

2021

The previous year ended against a backdrop of severe economic contraction due to the COVID-19 pandemic, which forced very stringent restrictions to be imposed to contain the health situation. Accordingly, the leading economies posted sharp declines in GDP at year end: -6.6% in the case of the Eurozone, with the southern European countries being the worst affected due to its greater exposure to tourism. GDP shrank by 10.8% in Spain, 8.9% in Italy and 8.1% in France. Meanwhile, Germany, which is highly exposed to the manufacturing sector, and the United States, both held up better with declines of -4.9% and -3.5% respectively.

Conversely, 2021 was the year of economic recovery from the pandemic, underpinned by the mass vaccination drive, with close to 90% of eligible people vaccinated in Spain by the end of the year. As the vaccination progressed, consumer confidence was restored and the economy revived, especially from the second quarter onwards, attaining a strong pace of growth throughout the rest of the year. Thus, Spain's GDP rebounded by 5.1% year-on-year, slightly below the 5.3% of the Eurozone and the 5.6% of the United States.

Furthermore, the aggressive asset purchase programmes introduced by central banks last year remained in place, ensuring very favourable financing conditions and robust liquidity in the system. The Fed had been buying US\$120 billion a month in Treasury bonds and mortgage-backed securities, and commenced tapering in November. The ECB, meanwhile, opted to keep the Pandemic Emergency Purchase Programme (PEPP) in place until March 2022, in addition to its ordinary Asset Purchase Programme (APP). Moreover, policy interest rates remain at historic lows: the ECB refinancing rate at 0% and the Fed Funds rate at 0%-0.25%. Over the course of 2022, the Fed is expected to start monetary policy normalisation, with some increase in policy rates already envisaged.

The economic forecasts for the coming years are upbeat, buoyed by the Next Generation Funds and the European Commission estimates that Spain's GDP will grow by 5.6% in 2022 and 4.4% in 2023; and Eurozone GDP by 4.0% and 2.8%, respectively. However, there are some concerns associated with both the strong monetary stimulus and the post-pandemic recovery, namely public debt at record highs and rising inflation. With regard to inflation, ECB president Christine Lagarde has said it is temporary and linked to the reopening of the economy, supply chain bottlenecks and rising energy prices, which will undermine economic growth in the short term.

With regard to trading, equities built on its performance in the previous, pandemic year, where there was a significant increase in terms of trading volume, mainly due to the high market volatility generated by the atypical global situation.

In Fixed Income trading, the volume of operations surged by 50% on the back of opportunities generated by special situations linked to corporate and governmental issuers where our team provides excellent value to investors, both in terms of analysis and providing liquidity. Last year's recruitments are bearing fruit and new business lines and innovative business opportunities are opening up, contributing positively to the team's overall result. The margin per transaction has risen slightly due to the type of operations currently in focus.

In the trading areas, we have had a relatively quiet year as there has been no significant position taking, and we have continued to profit from various arbitrage activities in different markets.

As in recent years, the Company continues to make a significant effort to increase its presence in both investment and alternative financing businesses, and we continue to grow in this field. The flow of opportunities generated by the Company in this domain is increasing, so we continue to trust that this area will be key to the Company's future activity.

The Company did not carry out any research or development activities during the year, nor did it acquire any own shares.

Significant events occurring subsequent to the end of the year

Nothing to report other than as mentioned in the notes to the Annual Accounts.

Acquisition of own shares

At 31 December 2021, the Company did not hold any own shares, nor did it carry out any own share transactions during the year.

Research and development

There was no research and development activity during the year. The Company's accounts for 2021 do not contain any items that should be included in the separate document on environmental information.

Auditing

By agreement of the Annual General Meeting, the Company's Annual Accounts, which comprise the balance sheet, income statement, statement of changes in equity, cash flow statement and notes to the Annual Accounts for the year 2021, have been audited by KPMG Auditores, S.L.

Information on the average supplier payment period in commercial transactions

At 31 December 2021, the Company's average supplier payment period was 23.19 days.

AUTHORISATION FOR ISSUE

By the Secretary of the Board of Directors of Auriga Global Investors SV, Ms Caridad Bono Landaluce, to certify that all the members of the Board of Directors of the Company have signed this document, which consists of the Annual Accounts (balance sheet, income statement, statement of changes in equity, cash flow statement and notes) and the Directors' Report for the year ended 31 December 2021, signed by each and every one of the Company's Directors, whose names and surnames appear below, to which I bear witness.

Madrid, 31 March 2022

[Signature]

Mr Íñigo Resusta Covarrubias
*Chairman of the Board of Directors and
Director*

[Signature]

Mr Enrique Martinavarró Ferrer
*Deputy Chairman of the Board of Directors
and Director*

[Signature]

Mr Rodrigo Hernando Ortega
Director

[Signature]

Ms Beatriz Egea Pérez-Carasa
Director

[Signature]

Ms Caridad Bono Landaluce
*Secretary (non-Director) to the Board of
Directors*