

Renta Corporación obtains profits in the fourth quarter and closes 2013 with an accumulated negative result of 5.4 million euros

- The real estate group is in a voluntary insolvency process since March 2013. The creditors meeting is appointed for the 21st March and would allow to overcome the insolvency process.
- Renta Corporación managed the sale of several assets by 105 million during the last months. This increase enabled to have benefits in the last quarter.

Barcelona, 26th February 2014. The year 2013 was highlighted by the submission of the insolvency process of the company which is in its final stage, after the implementation of the viability plan that ensures the continuity of the company. In fact, the implementation of this plan has given its first results in the fourth quarter of last year.

Negative result of 5.4 million. Renta Corporación closed 2013 with a loss of 5.4 million compared with a profit of 3.6 million earned during the previous year. Both exercises are not comparable, as the result of 2012 included the sales of 36 million to financial entities as part of the financial debt agreement. It's also important to note that the 2013 result includes the extraordinary expenses of the insolvency process.

Income of 17 million. The ordinary income of group amounted 17 million euros. In the last month of 2013 Renta Corporación negotiate the sale of some buildings amounting to 105 million. This significant growth in activity has allowed the company to get into profits in the last quarter.

Difficult context. The real estate market remains one of the most depressed although in the last quarter of 2013 it was recorded an increase in the investment coming from the international funds. It's also affected by a serious lack of credit and a significant lack of activity. The interest of international funds focuses on residential and office market, while the land market remains paralyzed and records only opportunistic or compensation transactions with financial entities.

Viability Plan. Renta Corporación is implementing the viability plan initiated after the submission of the voluntary insolvency process last March. The creditors meeting is appointed for the 21st March and would allow the Group to overcome the insolvency process. Once this process is closed, Renta Corporación plans to request restarting the company share quotation.

Net debt of 160.6 million. Renta Corporación net debt stood at 160.6 million, representing an increase of 0.7 million compared to that recorded at the end of 2012, due to the interests generated by the company debt.

Building sales management. Among the operations performed by Renta Corporación during the past year we underline the sale of the **modernist building “Casa Heribert Pons”**, located in Rambla Catalunya in Barcelona and current headquarters of the “*Departament de Economia de la Generalitat*”. In Madrid, the outstanding operation was managing the sale of Recoletos to a group of Latin American investors. This building will be set aside for luxury apartments.

Changes in the Board of Directors and in the financial management. Renta Corporación Board of Directors’ has approved the reclassification of Javier Carrasco’s position as director who changes from “executive director” to “other external directors”. He leaves his executive position in Renta Corporación to undertake a new professional project. However, Javier Carrasco will remain as a director and will continue as secretary of the board and as a member of the audit committee.

At the same time, David Sagarra, who has developed his professional career in Neinver, joins Renta Corporación to assume the CFO role, which was included under the corporate managing responsibilities assumed by Javier Carrasco to the date.

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