

Renta Corporación obtains a full year net profit of 8.2 million euros in 2015 and increases its business portfolio by 58%

- The company started in 2016 a new strategic plan, and hopes will achieve a profit of 20 million euros in 2020.
- During 2015 they have closed major operations such as the sale of the Hotel Covadonga and the headquarters of Carbueros Metálicos in Barcelona.
- The value of the company stock is up 50% in 2015, closing the year at 1.75 euros per share.
- Baldomero Falcones, who became shareholder with 5% of capital, will be proposed new member of the Board of Directors at the General Meeting of Shareholders

Renta Corporación obtained a full year net profit of 8.2 million euros in 2015, difficult to compare with the benefit of the previous year by the existence of exceptional items. Excluding these items, EBITDA for the year 2015 amounts to 8.1 million euros, increasing by 39% the figure for 2014, which stood at 5.8 M €.

The business portfolio of the company in December 2015, understood as investment rights and stocks for sale, amounted to 214 million euros, representing an increase of 58% over the figure last year. In addition, Renta Corporation manages assets for sale in partnership with real estate funds with an estimated investment amount of 55 million euros.

2015 was characterized by the containment of overheads and a progressive increase in sales activity of the company. In 2015 they have closed major operations such as the sale of the Hotel Covadonga located in the Diagonal 596 and the building in Aragón 300 in Barcelona (Carbueros Metálicos Headquarters); or residential buildings in Postigo de San Martín, Santísima Trinidad and Puerta del Sol in Madrid. These transactions were carried out with the real estate fund Kennedy Wilson.

The good evolution of Renta Corporación, with this scenario of gradual recovery in the housing market has made the Board of Directors approved the entry into force of a new business plan for the years 2016-2020. This new plan expects an increase in operating margin due to the increase in the number of operations and the size thereof, and the promotion of asset management with third parties and especially real estate investment funds.

With all these measures, the company expects to generate 80 million of operating cash flow and double the annual net profit in the next five years, reaching 20 million euros. All this without neglecting the fulfillment of the agreements and the creation of shareholder value and liquidity for the stock, which in 2015 increased in value by 50% ending the year at 1.75 euros per share, compared with 1,16 where it ended 2014.

Another important facts for Renta Corporación in 2015 has been the confidence of Baldomero Falcones last December, becoming shareholder with a 5% stake. Falcones, who accumulated a wealth of experience in business and investment, will be proposed as new member of the Board at the next General Meeting Shareholders of the company.

About Renta Corporación

Renta Corporación is a listed real estate company with a differentiated business model based on creating value through the acquisition of real estate assets to transform and adapt them to the market needs, and then resale them to third parties. Renta Corporation focuses its business on the Madrid and Barcelona markets, the two most liquid and busiest locations in Spain.

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