

Renta Corporación achieves 2018 with a net profit of €16.6M

- This result represents a 33% increase on 2017 profit, consolidating the company's path of growth
- Vivenio, the REIT managed by Renta Corporación, consolidated itself in 2018 with its listing on the stock market and the closing of new deals worth €579M
- The Board is to propose adding a €1.9M supplement to the dividend that will be charged to the 2018 earnings at the General Meeting of Shareholders
- Share prices were revaluated last year by over 9%, reaching a price of €3.19 in December

Barcelona, 27 February 2019- Renta Corporación has posted a net profit of €16.6M in 2018, a figure 33% higher than the €12.5M obtained in the previous financial year. The result consolidates the growth pattern experienced by the company over recent years and is in line with the Business Plan.

The 2018 financial year was marked by the consolidation of the Vivenio project, the REIT Renta Corporación launched in mid-2017 together with Dutch pension manager APG. Vivenio has acquired 18 operating residential properties this year, reaching 2,000 housing units under its management and a gross asset value of approximately €524M. This figure includes €49M from the contract signed for the acquisition of a further 1,095 turnkey housing units, with a total value of €265M, that will be incorporated over the next few years in Madrid, Barcelona, Palma and Malaga.

On 31 December, the REIT went public on Spain's Alternative Stock Market (MAB), with a market capitalisation of almost €330M. It is forecast that capital will continue to grow to achieve the €1.5B in residential assets outlined in the 3-year strategic plan.

In terms of transactional business, Renta Corporación closed 2018 with important deals that raised revenue by 102% to €92.4M. Of particular note was the transformation and sale of residential buildings on the streets Mare de Déu de Montserrat, Unió and Diputació in Barcelona. In Madrid, the residential property transactions on the streets Alcalde Sainz de Baranda and Orense, as well as a building on Luchana street, were also significant. Parallel to this, in the tertiary segment, hotel buildings have been transformed and sold, such as those located on the Plaza Isabel II and Méndez Álvarez street in Madrid, as well as office and non-residential buildings in both cities.

The company's business portfolio rose to €133.9M at the end of December, providing good insight into the level of activity over the next 12 months. Assets under management available for sale together with real estate funds of an estimated investment amount of €35M should be added to this figure.

Regarding to the financial strategy, finding an adequate balance between financing operations and debt exposure remains a priority objective. This is indicated by the fact that Renta Corporación closed the financial year with a level of net financial debt of only 26% of the company's total assets.

The positive performance of the business has resulted in a revaluation of Renta Corporación shares by more than 9%, increasing from €2.93 per share in December 2017 to €3.19 at the end of 2018. On the other hand, in October, the company completed an issue of 5-year corporate bonds with a value of €16.5M.

The Board of Directors agreed, in October, to approve the distribution of a €1.1M dividend to be charged to the 2018 earnings and, at the company's General Meeting of Shareholders that will take place on 11 April in Barcelona, it intends to propose the distribution of a complementary €1.9M dividend.

About Renta Corporación

Renta Corporación is a listed real-estate company with over 25 years of experience, specializing in the acquisition of property and its adaptation to the needs of the market for subsequent sale. The group also develops its patrimonial activity participating and managing a REIT specializing in housing units. Most of its business is developed in the most liquid Spanish arenas, with a special focus on Madrid and Barcelona.

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