

BUSINESS PERFORMANCE

First half 2020

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Results

Business units

Financials

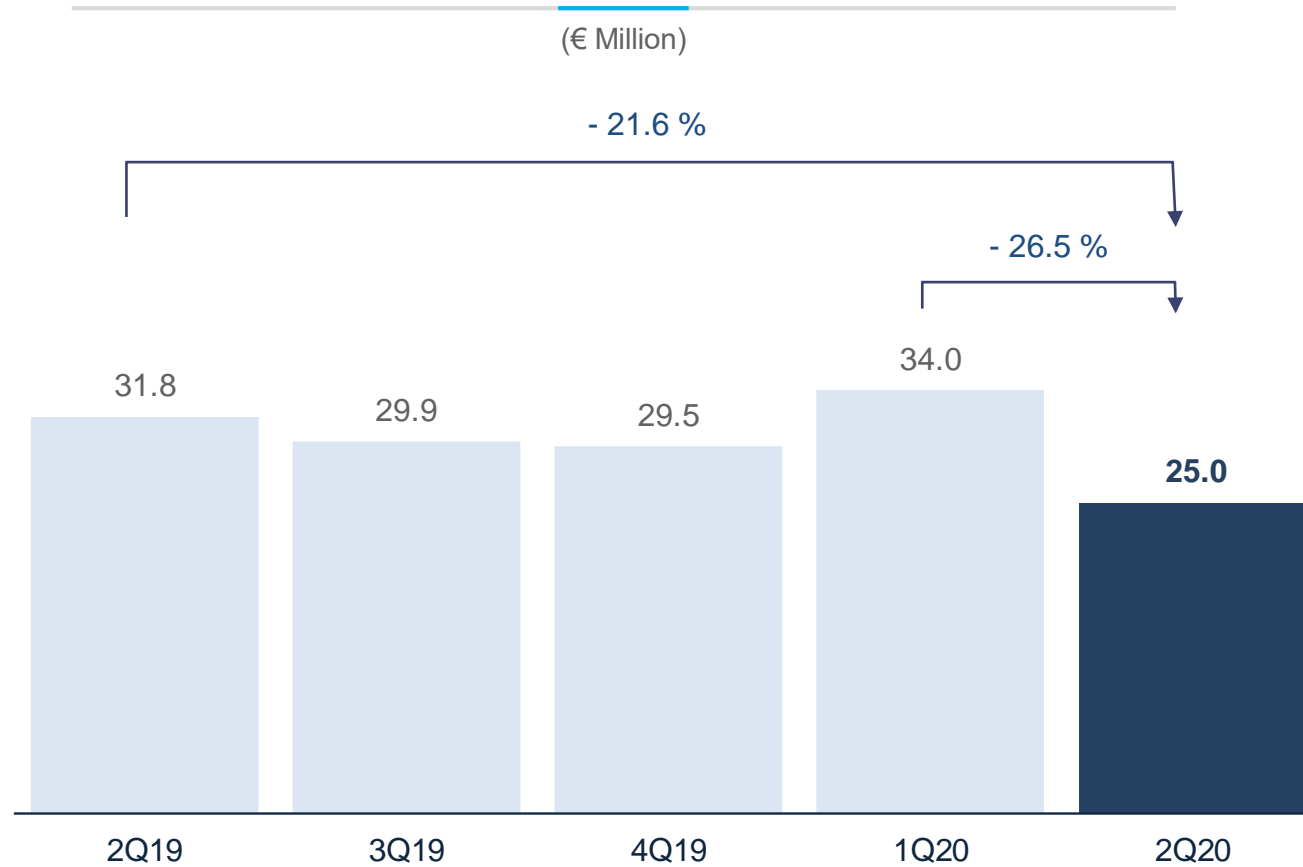
Results

Business units

Financials

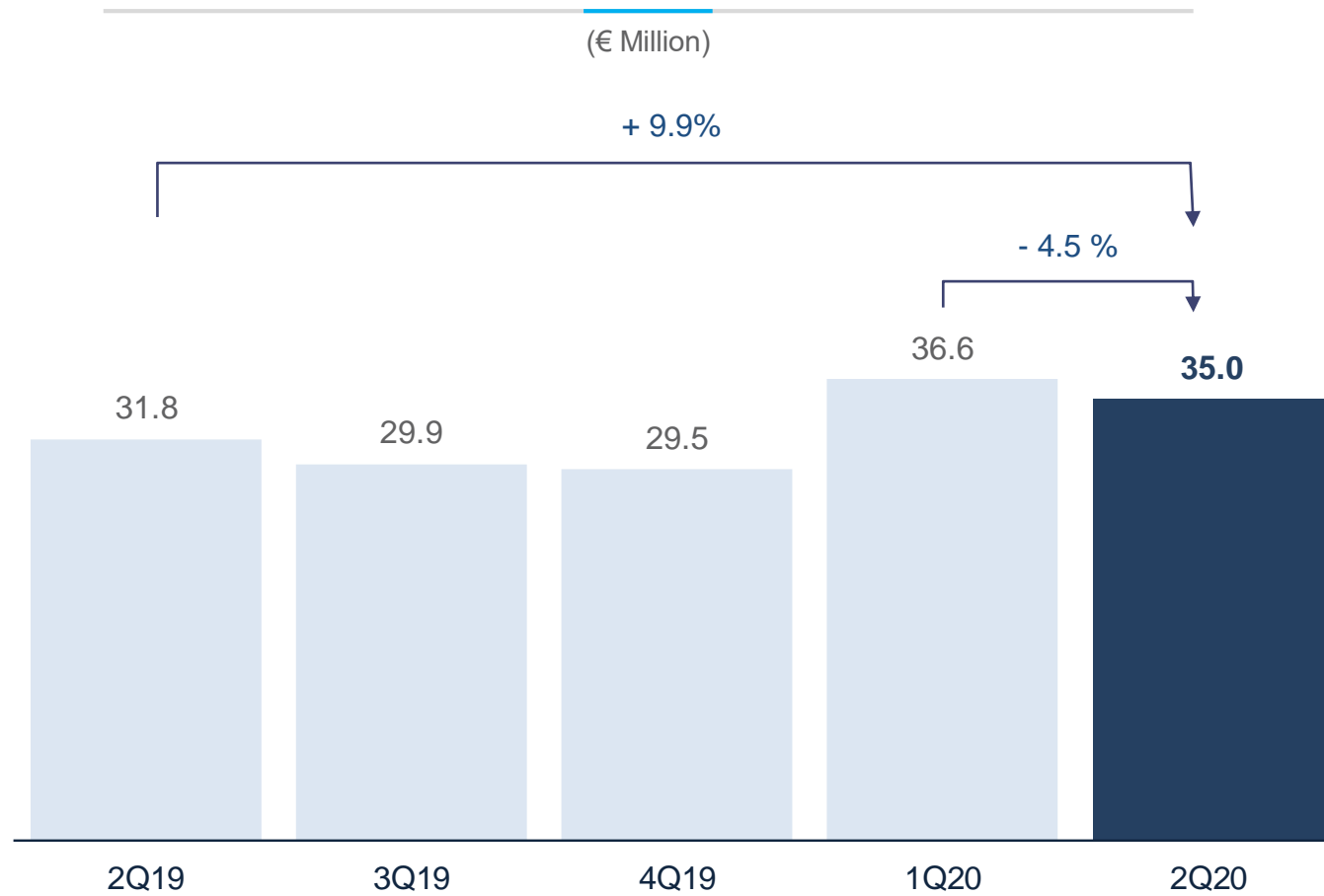
Net profit

RESULTS



Net profit

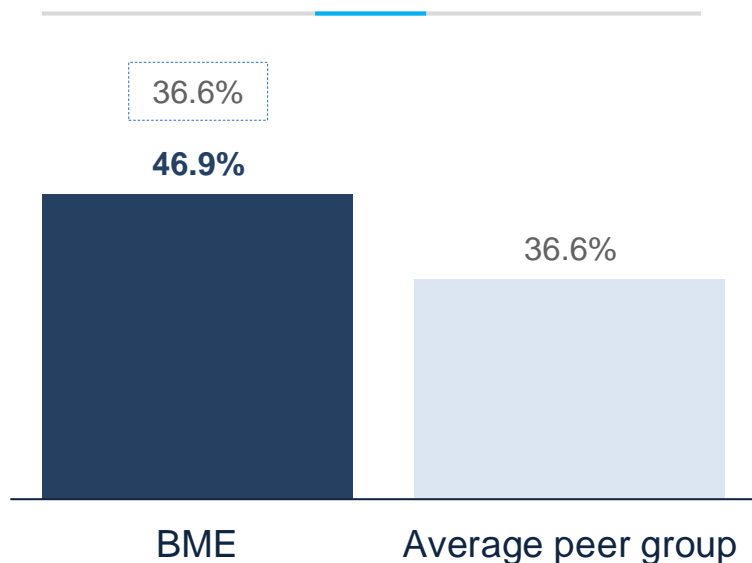
RESULTS EXCLUDING NON-RECURRING COSTS



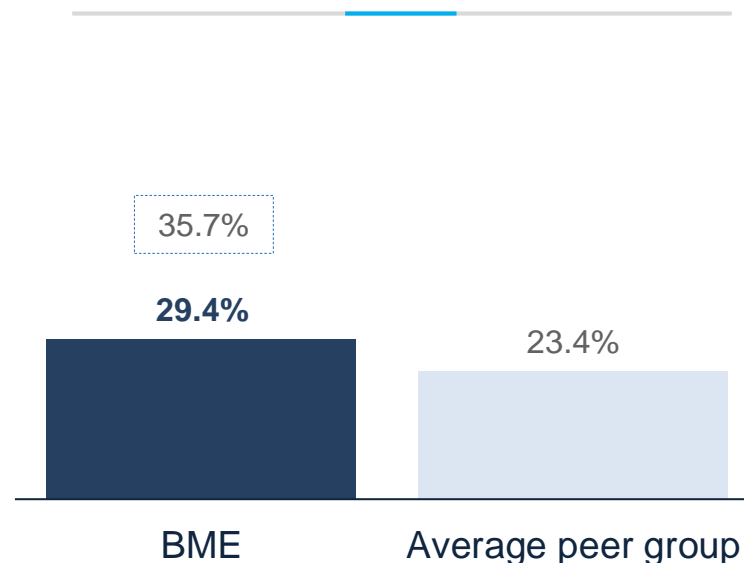
Key ratios vs. benchmark

RESULTS

Efficiency



ROE



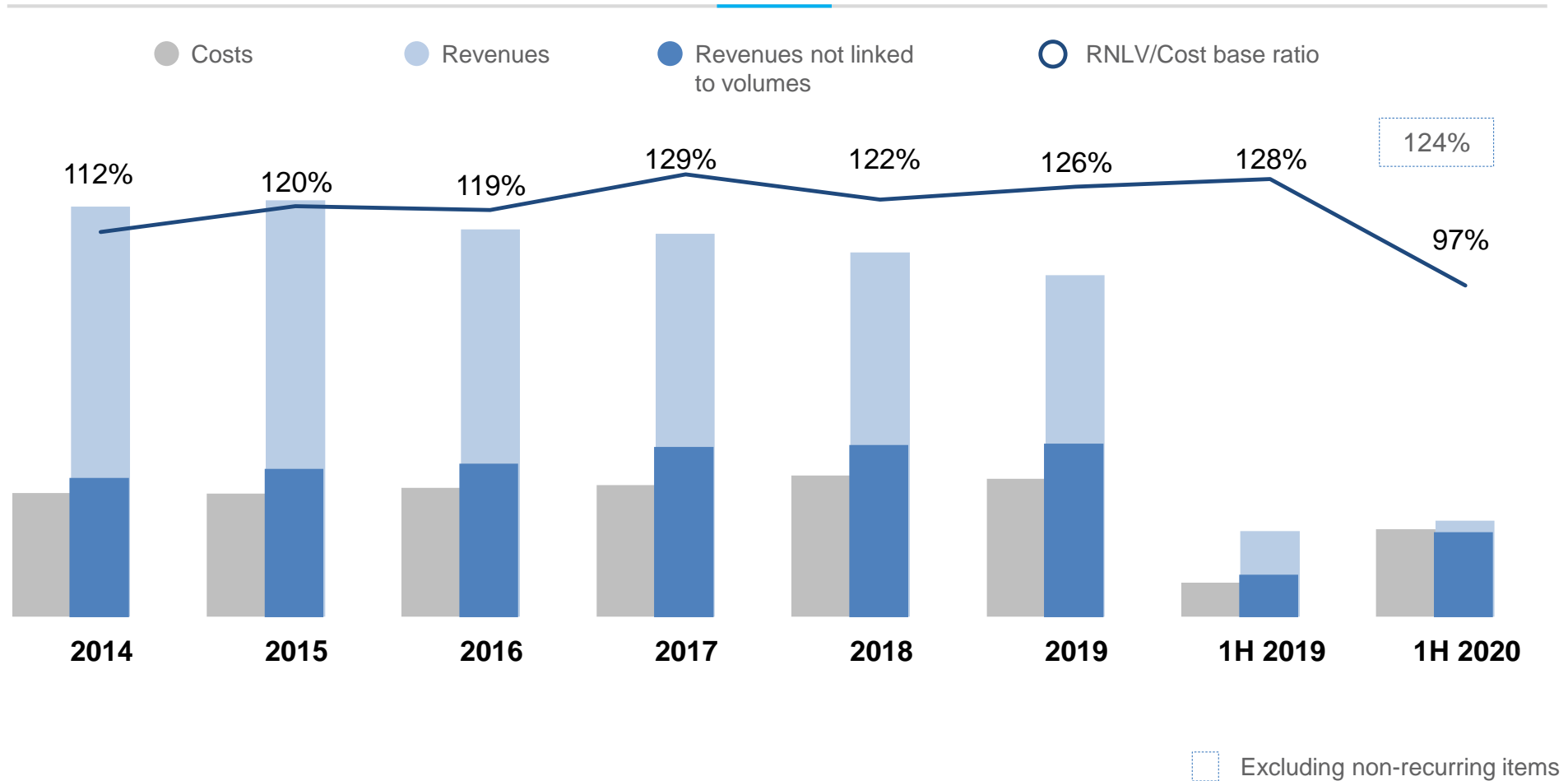
BME's data as of 30/06/2020

Average peer Group has been calculated using latest results published and do not take into account goodwill impairment charges

Excluding non-recurring items

Solid operating leverage

RESULTS



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Results

Business units

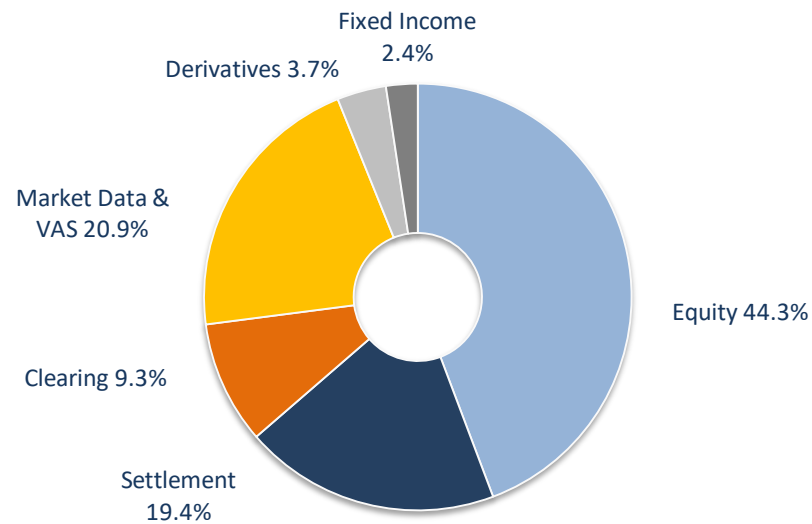
Financials

Business units

BUSINESS UNITS EVOLUTION

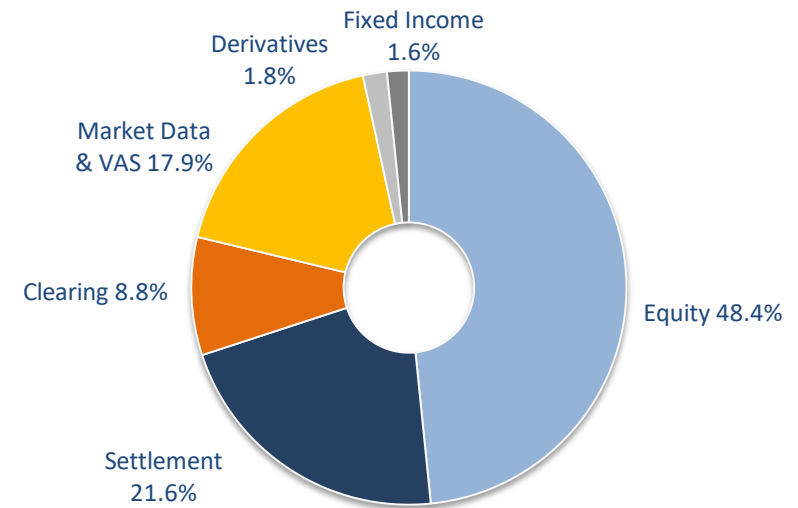
Consolidated net revenues

1H 2020 - %



EBITDA

1H 2020 - %

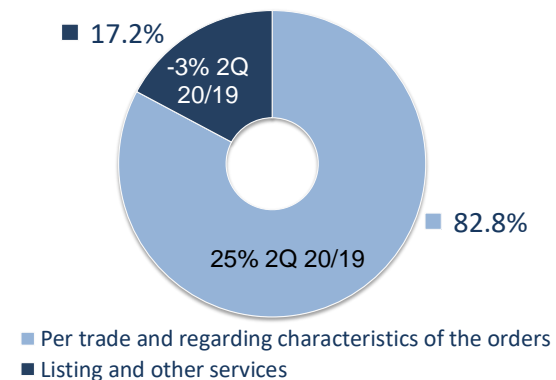


Equity Market

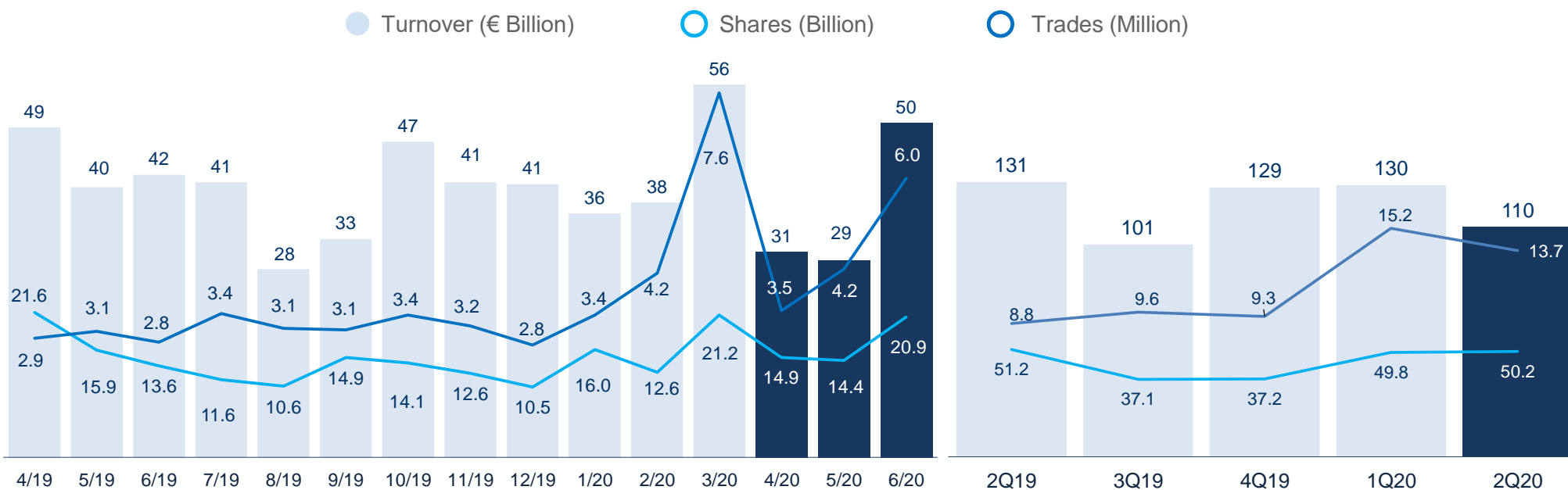
BUSINESS UNITS EVOLUTION

Thousand €	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Net Revenue	33,174	27,835	19.2%	68,273	56,920	19.9%
Operating Costs	(8,906)	(9,201)	-3.2%	(18,044)	(18,593)	-3.0%
EBITDA	24,268	18,634	30.2%	50,229	38,327	31.1%

Net revenues



Equity (Turnover, number of trades and number of shares traded)

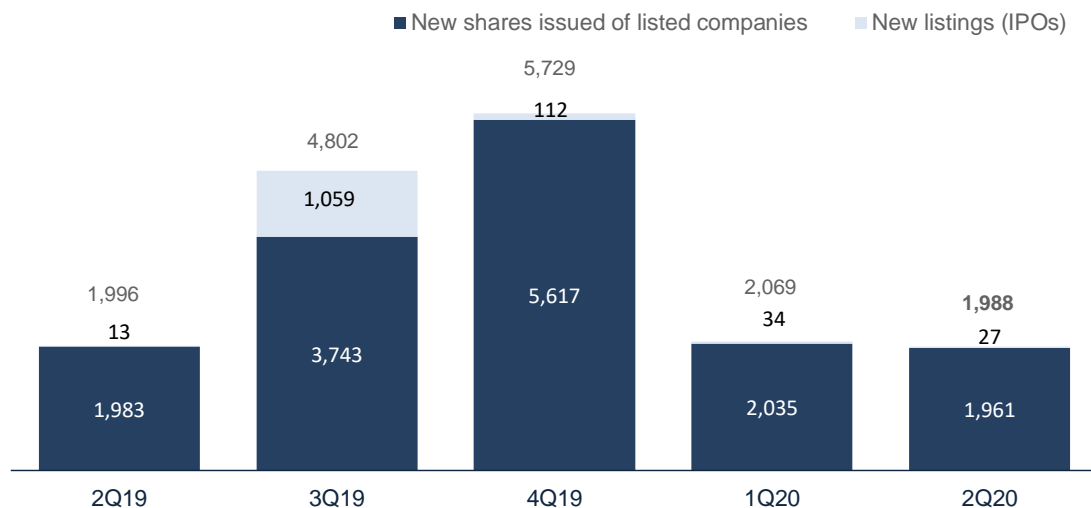


The sum of monthly data may not match quarterly data due to rounding differences.

Equity Market

BUSINESS UNITS EVOLUTION

Listing activity



- During the first half of 2020, the market turmoil and high volatility did not result in any IPOs or financing operations by listed companies.
- During the first semester, 3 new companies have joined the Alternative Stock Market (MAB), two of them REITs.

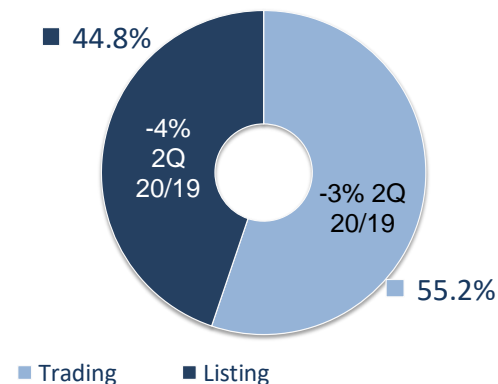
Source: FESE (Federation of European Stock Exchanges)

Fixed Income

BUSINESS UNITS EVOLUTION

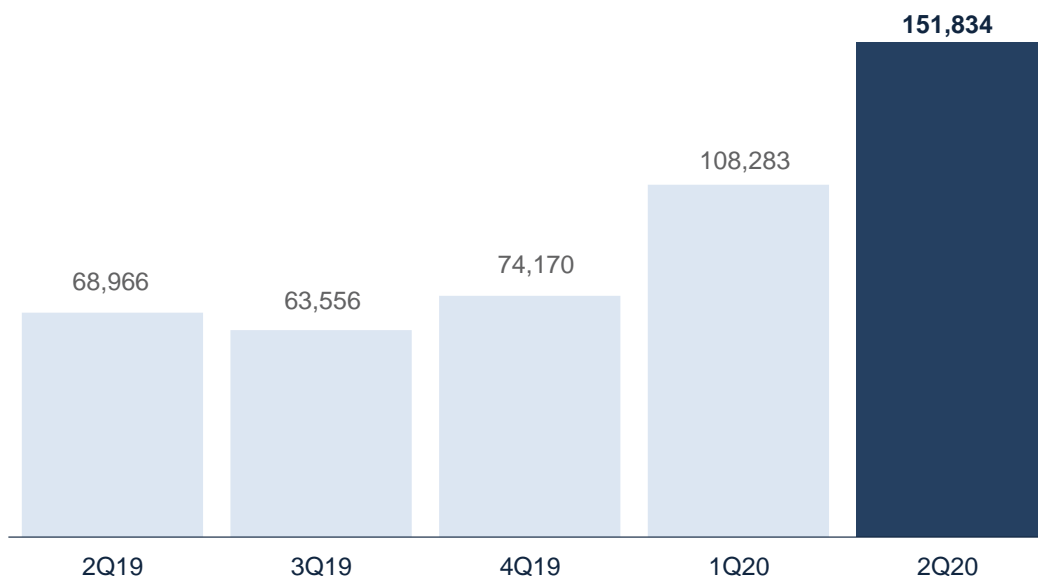
Thousand €	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Net Revenue	1,924	1,995	-3.6%	3,688	3,911	-5.7%
Operating Costs	(1,055)	(954)	10.6%	(2,018)	(1,998)	1.0%
EBITDA	869	1,041	-16.5%	1,670	1,913	-12.7%

Net revenues



AIAF. Volume admitted

(€ Million)



- Total admissions to trading between April and June 2020 reached €151.8 billion, a 40.2% increase on the previous quarter and up 120.2% year-on-year.
- The Alternative Fixed Income Market (MARF) has recovered the issuance rate with a total volume of €4.6 billion in the semester, 3.1% more than in the same period last year. The total outstanding balance at the end of June stood at €4.6 billion, 12.1% more.

Derivatives

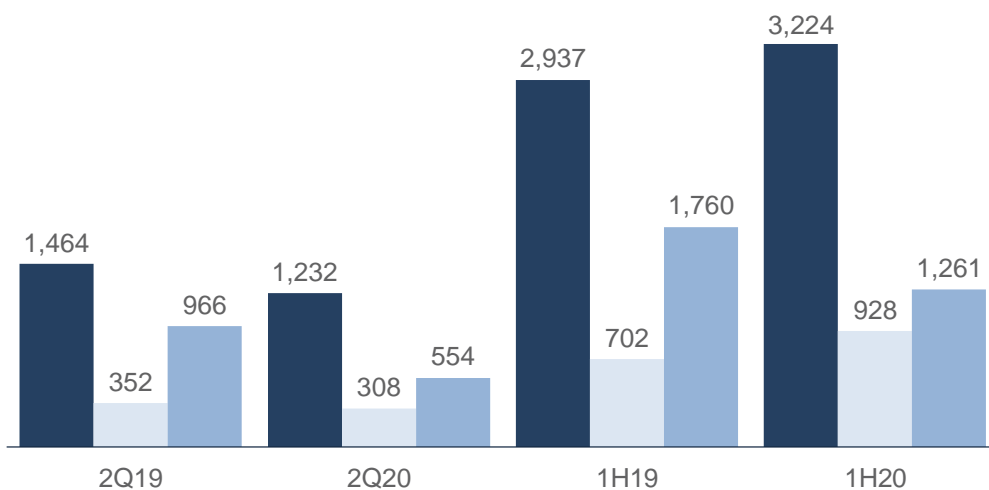
BUSINESS UNITS EVOLUTION

Thousand €	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Net Revenue	2,423	2,809	-13.7%	5,734	5,580	2.8%
Operating Costs	(2,007)	(1,837)	9.3%	(3,879)	(3,715)	4.4%
EBITDA	416	972	-57.2%	1,855	1,865	-0.5%

Index derivatives contracts traded

(Thousand contracts)

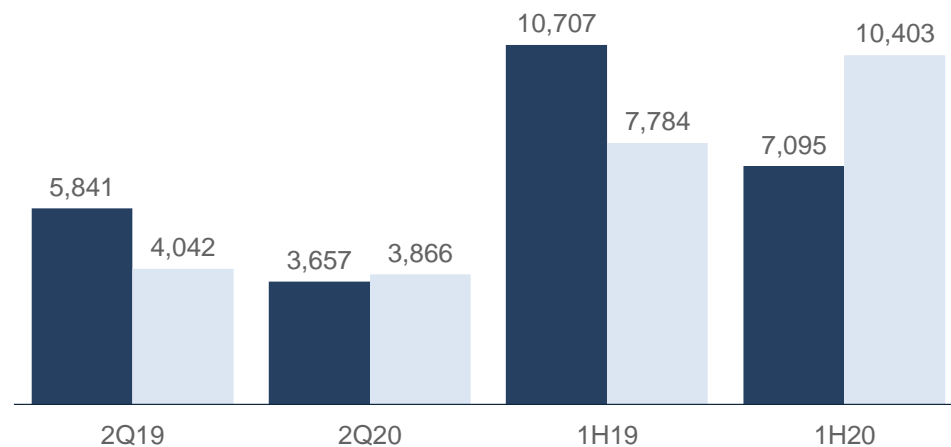
- Futures IBEX 35®
- Futures Mini and Micro IBEX®
- Options IBEX 35®



Stock derivatives contracts traded

(Thousand contracts)

- Stock Futures
- Stock Options



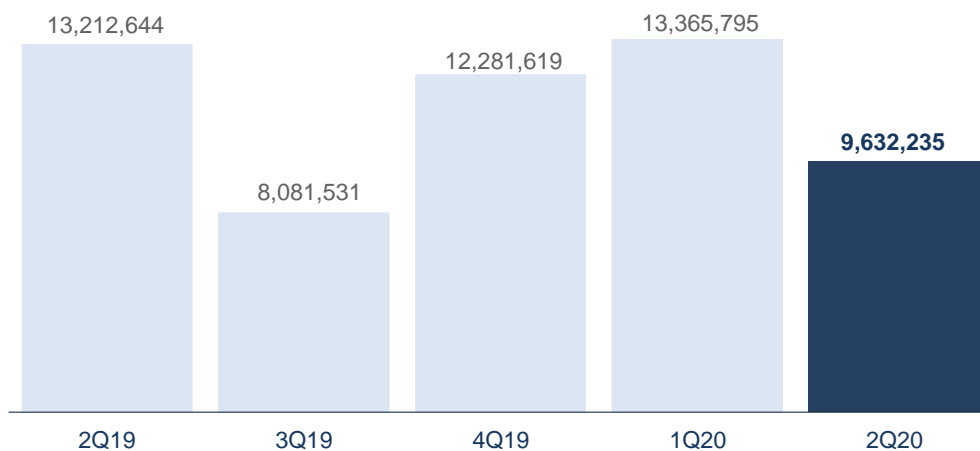
Clearing

BUSINESS UNITS EVOLUTION

<i>Thousand €</i>	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Net Revenue	6,471	6,478	-0.1%	14,359	12,493	14.9%
Operating Costs	(2,726)	(2,719)	0.3%	(5,243)	(5,419)	-3.2%
EBITDA	3,745	3,759	-0.4%	9,116	7,074	28.9%

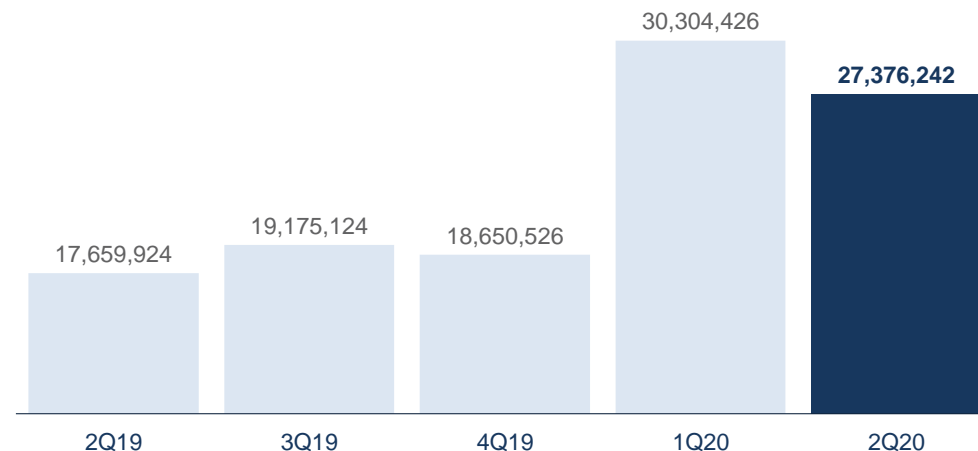
Financial Derivatives

(Number of contracts)



Number of equity transactions cleared

(Number of transactions)

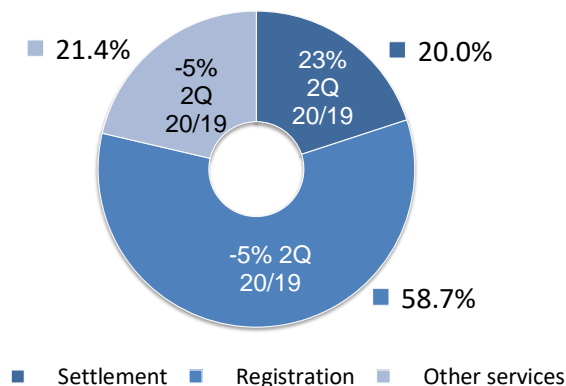


Settlement & Registration

BUSINESS UNITS EVOLUTION

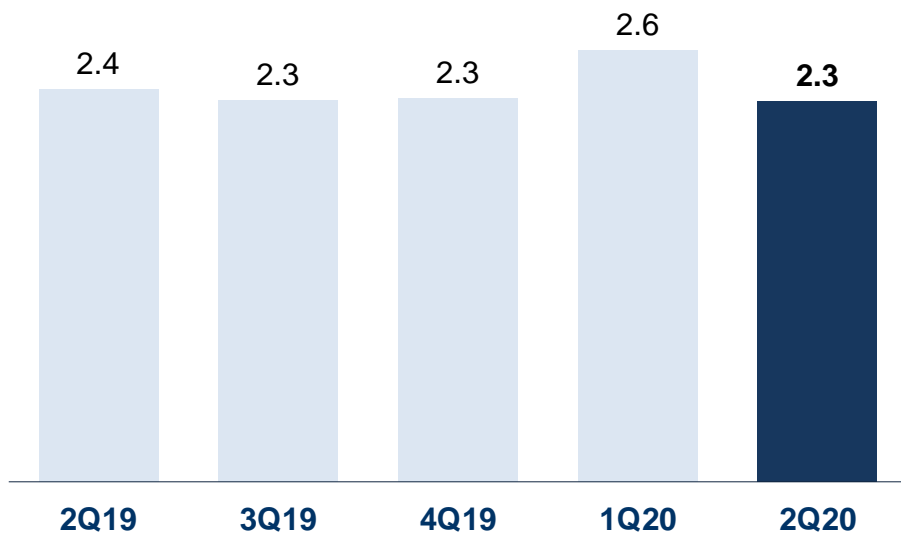
Thousand €	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Net Revenue	14,739	14,859	-0.8%	29,857	29,574	1.0%
Operating Costs	(3,699)	(3,479)	6.3%	(7,464)	(7,254)	2.9%
EBITDA	11,040	11,380	-3.0%	22,393	22,320	0.3%

Net revenues



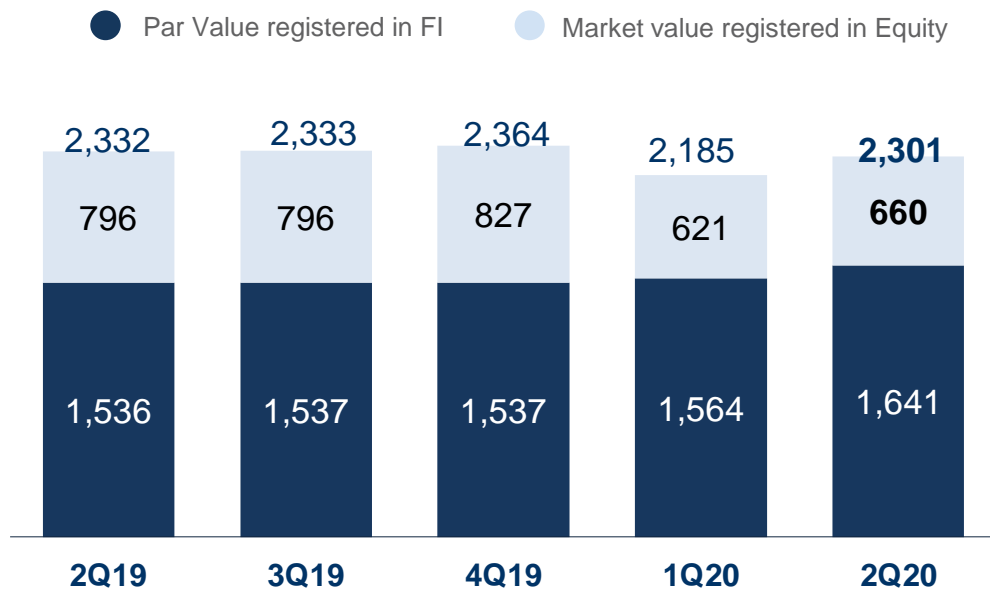
Settlement: Number of trades settled

(Million of trades)



Securities under custody: Volume registered

(€ Billion)



Market Data & VAS

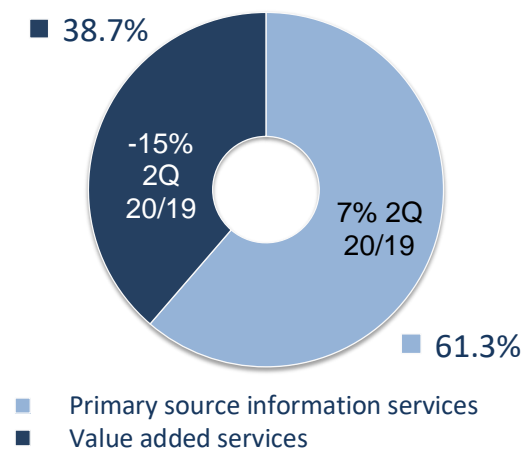
BUSINESS UNITS EVOLUTION

Thousand €	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Net Revenue	16,138	16,558	-2.5%	32,303	32,753	-1.4%
Primary source information services	9,895	9,245	7.0%	19,078	18,521	3.0%
Value added services	6,243	7,313	-14.6%	13,225	14,232	-7.1%
Operating Costs	(6,946)	(6,750)	2.9%	(13,772)	(13,929)	-1.1%
EBITDA	9,192	9,808	-6.3%	18,531	18,824	-1.6%

Market Data

- 16.6% increase in the number of end users
- 0.9% increase in the number of clients

Net revenues



Market Data & VAS

BUSINESS UNITS EVOLUTION

Value Added Services

- Strategic refocus aligned with client needs
- Committed to innovation: DLT/ Analytics/ AI
- Efficiency plan based on digital transformation

Information Services

- *Online broker growth as partners in digital transformation process*

Market Access & Trading Infrastructure

- *Second stage of Colombia MasterTrader project*

RegTech Solutions

- *TCA & BE platform*
- *KYC service*
- *New version SICAM service*
- *Hub of services linked to regulatory compliance*

Wealthtech Solutions

- *Projects in the Spanish banking sector*
- *Projects under development in Mexico & Chile*
- *Renewal and expansion of services*

Infraestructure Services

- *Good performance in Highway service*

Innovation Labs

- *AI: investment algorithms & roboadvisors*
- *Be DLT – Digital Assets*
- *DLT Lab & SofIA Lab*

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Results

Business units

Financials

Net revenues

FINANCIALS

<i>Thousands of €</i>	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Equity	33,174	27,835	19.2%	68,273	56,920	19.9%
Fixed income	1,924	1,995	-3.6%	3,688	3,911	-5.7%
Derivatives	2,423	2,809	-13.7%	5,734	5,580	2.8%
Clearing	6,471	6,478	-0.1%	14,359	12,493	14.9%
Settlement & Registration	14,739	14,859	-0.8%	29,857	29,574	1.0%
Market Data & VAS	16,138	16,558	-2.5%	32,303	32,753	-1.4%

EBITDA

FINANCIALS

<i>Thousands of €</i>	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Equity	24,268	18,634	30.2%	50,229	38,327	31.1%
Fixed income	869	1,041	-16.5%	1,670	1,913	-12.7%
Derivatives	416	972	-57.2%	1,855	1,865	-0.5%
Clearing	3,745	3,759	-0.4%	9,116	7,074	28.9%
Settlement & Registration	11,040	11,380	-3.0%	22,393	22,320	0.3%
Market Data & VAS	9,192	9,808	-6.3%	18,531	18,824	-1.6%

Balance sheet

FINANCIALS

<i>Thousands of €</i>	30-jun-20	30-jun-19
Goodwill	87,725	87,725
Other non-current assets	110,659	112,978
Cash and cash equivalents	317,424	293,992
Current financial assets	7,279	8,338
Non-Group current financial assets	13,350,302	12,958,500
Other current assets	94,235	90,691
Total assets	13,967,624	13,552,224
Owners' Equity	427,431	406,595
External Partners	743	300
Non-current liabilities	66,025	66,723
Current liabilities	13,473,425	13,078,606
Total equity and liabilities	13,967,624	13,552,224

P&L

FINANCIALS

<i>Thousands of €</i>	2Q 2020	2Q 2019	%	1H 2020	1H 2019	%
Net Revenue	76,289	70,971	7.5%	156,416	142,505	9.8%
Expenses	(40,172)	(27,508)	46.0%	(73,349)	(56,034)	30.9%
EBITDA	36,117	43,463	-16.9%	83,067	86,471	-3.9%
EBIT	32,746	41,113	-20.4%	77,314	81,781	-5.5%
Financial results	132	398	-66.8%	(204)	134	-252.2%
Share of profit (loss) of associates	497	752	-33.9%	1,590	1,902	-16.4%
EBT	33,375	42,263	-21.0%	78,700	83,817	-6.1%
Net Profit	24,973	31,848	-21.6%	58,948	63,400	-7.0%

P&L

FINANCIALS EXCLUDING NON-RECURRING COSTS

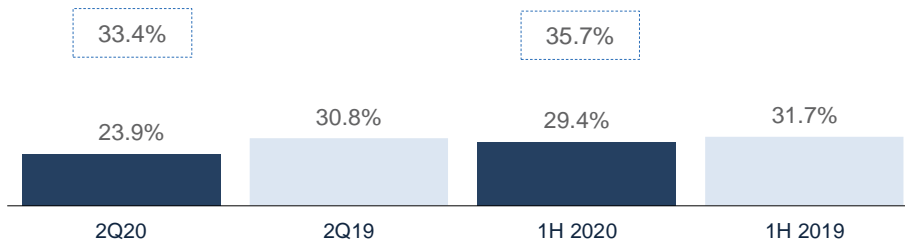
<i>Thousands of €</i>	2Q 2020 *	2Q 2019	%	1H 2020 *	1H 2019	%
Net Revenue	76,289	70,971	7.5%	156,416	142,505	9.8%
Expenses	(27,756)	(27,508)	0.9%	(57,233)	(56,034)	2.1%
EBITDA	48,533	43,463	11.7%	99,183	86,471	14.7%
EBIT	45,162	41,113	9.8%	93,430	81,781	14.2%
Financial results	132	398	-66.8%	(204)	134	-252.2%
Share of profit (loss) of associates	497	752	-33.9%	1,590	1,902	-16.4%
EBT	45,791	42,263	8.3%	94,816	83,817	13.1%
Net Profit	34,990	31,848	9.9%	71,640	63,400	13.0%

Efficiency & profitability

FINANCIALS

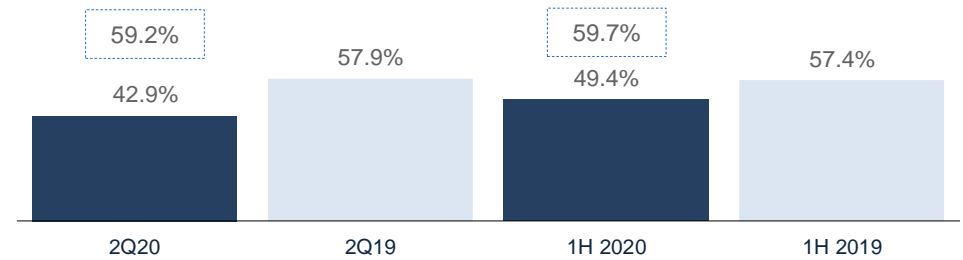
ROE evolution

(% ROE)



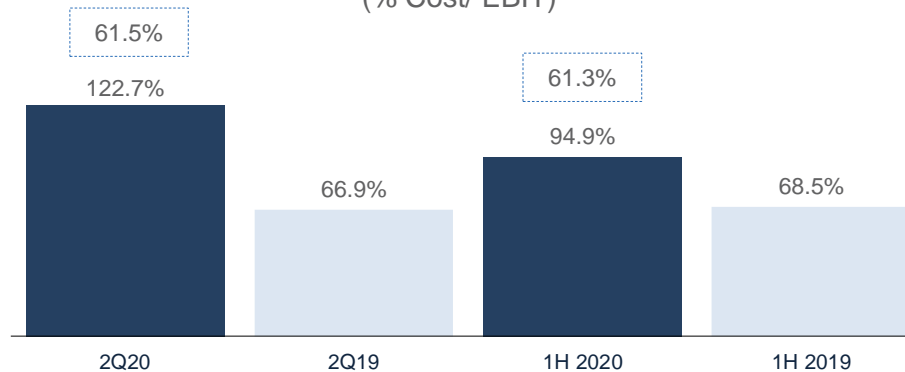
EBIT/ Net revenues ratio evolution

(% EBIT/ Net revenues)



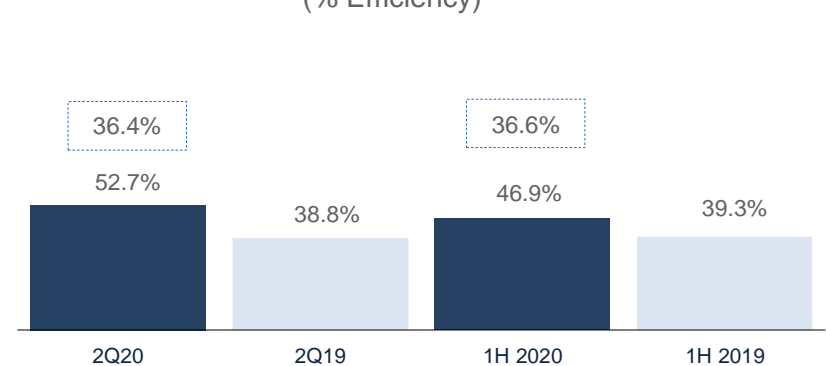
Cost/ EBIT ratio evolution

(% Cost/ EBIT)



Efficiency ratio evolution

(% Efficiency)

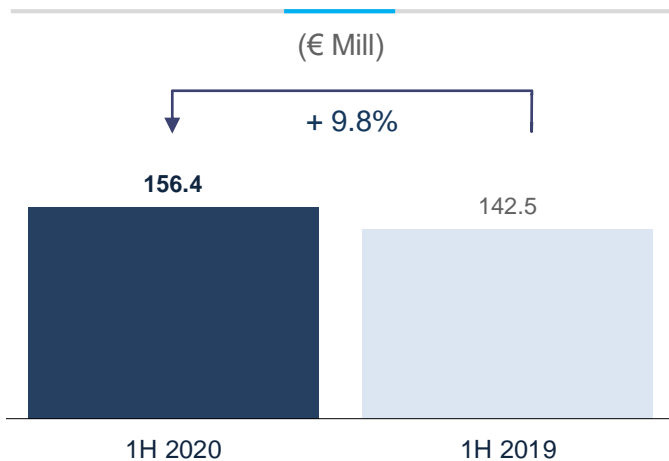


 Excluding non-recurring items

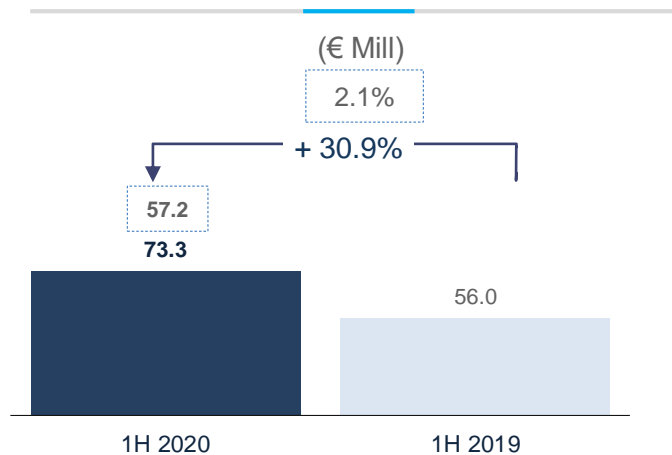
P&L – Main figures vs. 1S 2019

FINANCIALS

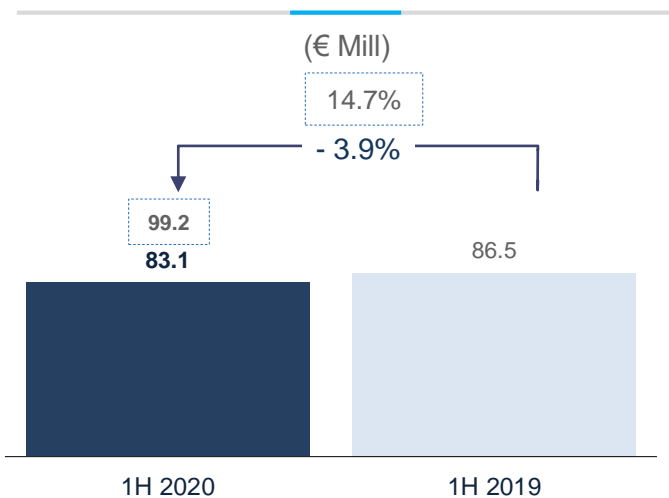
Net revenues



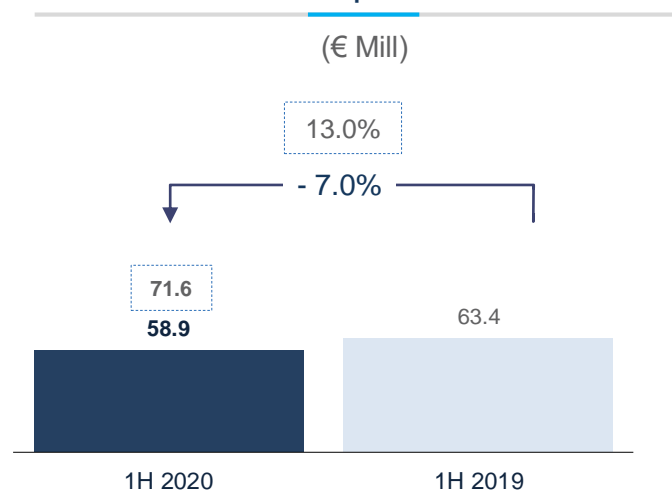
Costs



EBITDA



Net profit



 Excluding non-recurring items