

# Public Corporate Entity ENAIRE

Financial Statements for the period ended on 31 December 2019

This document contains the Financial Statements of ENAIRE for the fiscal year ended on 31 December 2019 and also the description of ENAIRE's activity.

The Financial Statements and the notes of the annual accounts of ENAIRE for the fiscal year ended on 31 December 2019, have been originally issued in Spanish. In the event of discrepancy, the Spanish-language version prevails.

---

**PUBLIC CORPORATE ENTITY “ENAIRe”**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31 DECEMBER 2019**

---

**CONTENTS**

<b>Balance .....</b>	<b>1</b>
<b>Income Statement.....</b>	<b>2</b>
<b>Statement of Recognised Income and Expense.....</b>	<b>3</b>
<b>Statement of Total Changes in Net Equity .....</b>	<b>4</b>
<b>Statement of Cash Flows.....</b>	<b>5</b>
<b>Line of Business.....</b>	<b>6</b>

**BALANCE AT 31 DECEMBER 2019**

(Stated in thousands of Euros)

ASSETS	Period 2019	Period 2018
<b>NON-CURRENT ASSETS</b>		
<b>Intangible assets</b>	<b>138,614</b>	<b>108,785</b>
Development	35,339	24,820
Computer software	96,962	80,168
Other intangible assets	6,313	3,797
<b>Property, plant and equipment</b>	<b>449,410</b>	<b>470,181</b>
Land and buildings	122,416	125,511
Technical installations and machinery	155,940	154,233
Other installations, equipment and furnishings	51,349	56,072
Other property, plant and equipment	21,579	19,647
Property, plant and equipment underway	98,126	114,718
<b>Non-current investments in group companies and associates</b>	<b>6,036,309</b>	<b>6,669,220</b>
Equity instruments	1,330,706	1,330,706
Loans to companies	4,705,603	5,338,514
<b>Non-current financial investments</b>	<b>564</b>	<b>564</b>
Equity instruments	564	564
<b>Long term Current tax assets</b>	<b>129,679</b>	<b>118,021</b>
<b>Deferred tax assets</b>	<b>13,744</b>	<b>20,025</b>
<b>Trade and other non-current receivables</b>	<b>3,929</b>	<b>6,494</b>
<b>TOTAL NON-CURRENT ASSETS</b>	<b>6,772,249</b>	<b>7,393,290</b>
<b>CURRENT ASSETS</b>		
<b>Inventories</b>	<b>315</b>	<b>336</b>
<b>Trade and other receivables</b>	<b>277,931</b>	<b>242,130</b>
Trade receivables	113,553	132,688
Trade receivables from group companies and associates	25,900	27,198
Other receivables	5,301	-
Personnel	596	756
Current tax assets	117,210	71,386
Public Entities, other	15,371	10,102
<b>Current investments in group companies and associates</b>	<b>646,423</b>	<b>648,238</b>
Loans to companies	646,423	648,238
<b>Current financial investments</b>	<b>125,008</b>	<b>200,021</b>
Other financial assets	125,008	200,021
<b>Current accruals</b>	<b>1,371</b>	<b>1,296</b>
<b>Cash and cash equivalents</b>	<b>374,237</b>	<b>358,418</b>
<b>TOTAL CURRENT ASSETS</b>	<b>1,425,285</b>	<b>1,450,439</b>
<b>TOTAL ASSETS</b>	<b>8,197,534</b>	<b>8,843,729</b>

EQUITY AND LIABILITIES	Period 2019	Period 2018
<b>EQUITY</b>		
<b>Capital and reserves without valuation adjustments</b>	<b>2,533,327</b>	<b>2,525,760</b>
<b>Capital</b>	<b>1,821,537</b>	<b>1,821,537</b>
<b>Reserves</b>	<b>617,674</b>	<b>519,674</b>
Statutory	517,542	517,542
Other Reserves	100,132	2,132
<b>Profit/(loss) for the period</b>	<b>623,996</b>	<b>681,786</b>
<b>Interim dividend (Payment on Account to the Public Treasury)</b>	<b>(529,880)</b>	<b>(497,237)</b>
<b>Grants, donations and bequests received</b>	<b>15,830</b>	<b>12,650</b>
Grants, donations and bequests received	15,830	12,650
<b>TOTAL EQUITY</b>	<b>2,549,157</b>	<b>2,538,410</b>
<b>NON-CURRENT LIABILITIES</b>		
<b>Non-current provisions</b>	<b>143,403</b>	<b>130,998</b>
Long-term employee benefits	143,403	130,998
<b>Non-current payables</b>	<b>4,702,754</b>	<b>5,375,610</b>
Debt with financial institutions	4,702,754	5,375,469
Other financial liabilities	-	141
<b>Deferred tax liabilities</b>	<b>5,277</b>	<b>4,217</b>
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>4,851,434</b>	<b>5,510,825</b>
<b>CURRENT LIABILITIES</b>		
<b>Current provisions</b>	<b>21,091</b>	<b>19,439</b>
<b>Current debt</b>	<b>667,134</b>	<b>672,804</b>
Debt with financial institutions	648,683	657,501
Other financial liabilities	18,451	15,303
<b>Group companies and associates, current</b>	<b>1,517</b>	<b>1,500</b>
<b>Trade and other payables</b>	<b>107,201</b>	<b>100,751</b>
Other payables	21,662	19,642
Personnel	52,853	53,449
Public Entities, other	30,733	26,213
Advances from customers	1,953	1,447
<b>TOTAL CURRENT LIABILITIES</b>	<b>796,943</b>	<b>794,494</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8,197,534</b>	<b>8,843,729</b>

**INCOME STATEMENT FOR THE PERIOD ENDED ON 31 DECEMBER 2019**  
(Stated in thousands of Euros)

	Period 2019	Period 2018
<b>CONTINUING OPERATIONS</b>		
<b>Revenue</b>	<b>912,834</b>	<b>993,270</b>
<b>Work carried out by the company for assets</b>	<b>1,813</b>	<b>1,813</b>
<b>Supplies</b>	<b>(36,341)</b>	<b>(36,618)</b>
Raw materials and other consumables used	(267)	(302)
Subcontracted work	(36,074)	(36,316)
<b>Other operating income</b>	<b>5,400</b>	<b>6,238</b>
Non-trading and other operating income	4,082	3,595
Operating grants taken to income	1,318	2,643
<b>Personnel expenses</b>	<b>(571,280)</b>	<b>(533,166)</b>
Salaries and wages	(481,110)	(460,265)
Employee benefits expense	(67,852)	(60,791)
Provisions	(22,318)	(12,110)
<b>Other operating expenses</b>	<b>(106,104)</b>	<b>(99,787)</b>
External services	(96,911)	(93,804)
Taxes	(3,852)	(3,882)
Losses, impairment and changes in trade provisions	(3,189)	(78)
Other operating expenses	(2,152)	(2,023)
<b>Amortisation and depreciation</b>	<b>(93,343)</b>	<b>(88,472)</b>
<b>Non-financial and other capital grants</b>	<b>2,209</b>	<b>1,787</b>
<b>Provision surpluses</b>	<b>1</b>	<b>172</b>
<b>Impairment and gains/(losses) on disposal of fixed assets</b>	<b>(1,533)</b>	<b>(561)</b>
<b>Other results</b>	<b>2,044</b>	<b>876</b>
<b>RESULTS FROM OPERATING ACTIVITIES</b>	<b>115,700</b>	<b>245,552</b>
<b>Finance income</b>	<b>576,801</b>	<b>570,750</b>
Dividends	533,720	499,623
- Group companies and associates	533,720	499,623
Marketable securities and other financial instruments	43,081	71,127
- Group companies and associates	42,870	69,588
- Of third parties	211	1,539
<b>Finance expenses</b>	<b>(45,231)</b>	<b>(76,316)</b>
Group companies and associates	-	(1,029)
Other	(45,231)	(75,287)
<b>Exchange gains/(losses)</b>	<b>(1)</b>	<b>-</b>
<b>NET FINANCE INCOME/(EXPENSES)</b>	<b>531,569</b>	<b>494,434</b>
<b>PROFIT/(LOSS) BEFORE INCOME TAX</b>	<b>647,269</b>	<b>739,986</b>
Income tax expense	(23,273)	(58,200)
<b>PROFIT/(LOSS) FROM CONTINUING OPERATIONS</b>	<b>623,996</b>	<b>681,786</b>
<b>PROFIT/(LOSS) FOR THE PERIOD</b>	<b>623,996</b>	<b>681,786</b>

**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 31 DECEMBER 2019**

**A) STATEMENT OF RECOGNISED INCOME AND EXPENSE**

(Stated in thousands of Euros)

	Period 2019	Period 2018
<b>A) Profit/(loss) for the period</b>	<b>623,996</b>	<b>681,786</b>
<b>Income and expense recognised directly in equity</b>		
Grants, donations and bequests received	6,449	7,114
Tax effect	(1,612)	(1,779)
<b>B) Total income and expense recognised directly in equity</b>	<b>4,837</b>	<b>5,335</b>
<b>Amounts transferred to the income statement</b>		
Grants, donations and bequests received	(2,209)	(1,787)
Tax effect	552	447
<b>C) Total amounts transferred to the income statement</b>	<b>(1,657)</b>	<b>(1,340)</b>
<b>TOTAL RECOGNISED INCOME AND EXPENSE (A + B + C)</b>	<b>627,176</b>	<b>685,781</b>

**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 31 DECEMBER 2019**

**B) STATEMENT OF TOTAL CHANGES IN NET EQUITY**

(Stated in thousands of Euros)

	Capital	Statutory Reserves	Other Reserves	Prior periods' losses	Interim dividend	Profit/ (Loss) for the period	Grants, donations and bequests received	Total Equity
<b>BALANCE AT 31 DECEMBER 2017</b>	<b>1,821,537</b>	<b>517,542</b>	<b>2,132</b>	<b>(66,052)</b>	<b>(292,003)</b>	<b>446,058</b>	<b>8,655</b>	<b>2,437,869</b>
Adjustments for changes in criteria 2017 and prior periods	-	-	-	-	-	-	-	-
<b>ADJUSTED BALANCE AT 1 JANUARY 2018</b>	<b>1,821,537</b>	<b>517,542</b>	<b>2,132</b>	<b>(66,052)</b>	<b>(292,003)</b>	<b>446,058</b>	<b>8,655</b>	<b>2,437,869</b>
Total recognised income and expense	-	-	-	-	-	681,786	3,995	<b>685,781</b>
Application of results from previous year	-	-	-	66,052	292,003	(358,055)	-	-
Distribution of dividends (Payment to the Public Treasury)	-	-	-	-	(497,237)	(88,003)	-	<b>(585,240)</b>
<b>BALANCE AT 31 DECEMBER 2018</b>	<b>1,821,537</b>	<b>517,542</b>	<b>2,132</b>	<b>-</b>	<b>(497,237)</b>	<b>681,786</b>	<b>12,650</b>	<b>2,538,410</b>
Adjustments for changes in criteria 2018 and prior periods	-	-	-	-	-	-	-	-
<b>ADJUSTED BALANCE AT 1 JANUARY 2019</b>	<b>1,821,537</b>	<b>517,542</b>	<b>2,132</b>	<b>-</b>	<b>(497,237)</b>	<b>681,786</b>	<b>12,650</b>	<b>2,538,410</b>
Total recognised income and expense	-	-	-	-	-	623,996	3,180	<b>627,176</b>
Application of results from previous year	-	-	98,000	-	497,237	(595,237)	-	-
Distribution of dividends (Payment to the Public Treasury)	-	-	-	-	(529,880)	(86,549)	-	<b>(616,429)</b>
<b>BALANCE AT 31 DECEMBER 2019</b>	<b>1,821,537</b>	<b>517,542</b>	<b>100,132</b>	<b>-</b>	<b>(529,880)</b>	<b>623,996</b>	<b>15,830</b>	<b>2,549,157</b>

**STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED ON 31 DECEMBER 2019**

(Stated in thousands of Euros)

	Period 2019	Period 2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES (I)</b>	<b>700,483</b>	<b>719,750</b>
Profit/(loss) for the period before tax	647,269	739,986
Adjustments for:	(409,223)	(395,190)
Amortisation and depreciation (+)	93,343	88,472
Valuation allowances for impairment losses (+/-)	3,189	78
Change in provisions (+/-)	27,976	13,701
Grants recognised in the income statement (-)	(2,209)	(1,787)
Proceeds from disposals of fixed assets (+/-)	1,533	561
Finance income (-)	(576,801)	(570,750)
Finance expenses (+)	45,231	76,316
Exchange gains/losses (+/-)	1	-
Other income and expenses (-/+)	(1,486)	(1,781)
<b>Changes in operating assets and liabilities</b>	<b>3,622</b>	<b>34,698</b>
Inventories (+/-)	21	141
Trade and other receivables (+/-)	11,076	33,330
Other current assets (+/-)	(75)	(1)
Trade and other payables (+/-)	(7,410)	3,937
Other current liabilities (+/-)	-	(833)
Other non-current assets and liabilities (+/-)	10	(1,876)
<b>Other cash flows from operating activities</b>	<b>458,815</b>	<b>340,256</b>
Interest paid (-)	(44,465)	(78,171)
Dividends received (+)	533,680	499,592
Interest received (+)	44,075	75,019
Income tax received (paid) (+/-)	(74,475)	(156,184)
<b>CASH FLOWS FROM INVESTING ACTIVITIES (II)</b>	<b>608,563</b>	<b>760,617</b>
<b>Payments for investments (-)</b>	<b>(225,714)</b>	<b>(487,442)</b>
Intangible assets	(48,907)	(44,142)
Property, plant and equipment	(51,807)	(43,300)
Other financial assets	(125,000)	(400,000)
<b>Proceeds from sale of investments (+)</b>	<b>834,277</b>	<b>1,248,059</b>
Group companies and associates: loans	633,744	798,059
Intangible assets	127	-
Property, plant and equipment	406	-
Other financial assets	200,000	450,000
<b>CASH FLOWS FROM FINANCING ACTIVITIES (III)</b>	<b>(1,293,227)</b>	<b>(1,452,299)</b>
<b>Proceeds from and payments for equity instruments</b>	<b>3,702</b>	<b>2,658</b>
Grants, donations and bequests received (+)	3,702	2,658
<b>Proceeds from and payments for financial liability instruments</b>	<b>(680,499)</b>	<b>(869,717)</b>
a) Issue	-	11,090
Debt with financial institutions (+)	-	10,949
Other payables (+)	-	141
b) Redemption and repayment of	(680,499)	(880,807)
Debt with financial institutions (-)	(680,499)	(880,807)
<b>Dividends and interest on other equity instruments paid</b>	<b>(616,430)</b>	<b>(585,240)</b>
Dividends (-)	(616,430)	(585,240)
<b>EFFECT OF EXCHANGE RATE FLUCTUATIONS (IV)</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (I+II+III+IV)</b>	<b>15,819</b>	<b>28,068</b>
Cash and cash equivalents at beginning of period	358,418	330,350
Cash and cash equivalents at end of period	374,237	358,418



## Line of Business

The Public Corporate Entity ENAIRe, hereafter referred to as ENAIRe or the Company, was constituted under article 82 of Act 4/1990, of 29 June, on General State Budgets for 1990. It was effectively incorporated on 19 June 1991, once its Articles of Association came into force, approved by Royal Decree 905/1991 of 14 June.

Until the publication of Act 18/2014, of 15 October, its name was Entidad Pública Empresarial Aeropuertos Españoles y Navegación Aérea (Aena).

This Public Corporate Entity is organised as a body governed by public law attached to the Spanish Ministry of Transport, Mobility and Urban Agenda, with its own legal status and separate from that of the State, and carries out its business within the scope of the Government's general transport policy.

In accordance with the European System of Accounts (ESA), this company is classified under the heading "S.11001 Public non-financial corporations: Public Administration", being wholly owned by the Spanish Government. The activities carried out by ENAIRe are classified as "522 Support activities for transportation" according to the CNAE (National Economic Activities Classification Code).

Its Articles of Association, approved by Royal Decree 905/1991, of 14 June, were subsequently amended by Royal Decree 1993/1996, of 6 September, Royal Decree 1711 /1997, of 14 November, and Royal Decree 2825/1998, of 23 December.

The activities carried out by ENAIRe are regulated by Act 18/2014, of 15 October. In accordance with this Act, ENAIRe owns the competences in terms of air navigation and airspace, and also the national and international operational coordination of the national network for managing air traffic and other networks related to the use for the efficient management of airspace taking the needs of its users into consideration.

ENAIRe is the main Air Navigation Service Provider (ANSP) in Spain and one of the four main providers of air navigation services in Europe. Its main purpose is to offer maximum safety, quality and efficiency in the development and operation of the Spanish air navigation system, in addition, it also has a prominent and active involvement in all EU projects related to the implementation of the Single European Sky.

In accordance with the provisions of Act 18/2014, ENAIRe is a resource owned by the Public Administration and its contracting authorities; however, it does not comply with the necessary requirements according to article 32 of the Public Sector Contracts Act 9/2017 since it does not carry out and will not carry out any commissioned activities. As a matter of fact, the Ministry of Transport, Mobility and Urban Agenda is promoting the corresponding change in legislation.

The Governing Bodies of the Company are its Board of Directors and its Chairman, a position held by the Secretary of State for Transport, Mobility and Urban Agenda, while the Management Bodies are the Managing Director, as well as others given this status following the Board of Directors' approval of the Company's management structure, in accordance with the provisions of section b), article 18 of the Articles of Association still in force.

ENAIRe provides services in Spanish airspace, covering an area of over 2.2 million km<sup>2</sup>, divided into two sectors (Peninsula and Canary Islands). It provides air navigation services from five control centres located in Madrid, Barcelona, Seville, Palma de Mallorca and the Canary Islands, and from control towers in 21 airports, including the 4 busiest in terms of air traffic in Spain.

The registered and legal address of the Public Corporate Entity is in Madrid, avenida de Aragón s/n, Bloque 330, portal 2, Parque Empresarial Las Mercedes.

The Entity is the parent body of a group of subsidiaries and in compliance with current legislation, it is required to prepare consolidated financial statements separately. The consolidated financial statements of the Public Corporate Entity ENAIRe and subsidiaries for the financial year ended on 31 December 2019 show a consolidated profit of 1,545,268 thousand Euros and consolidated net equity of 8,002,637 thousand Euros (1,513,120 and 7,650,161 thousand Euros respectively at 31 December 2018) and were submitted by the Managing Director on 26 March 2020.

The Consolidated Financial Statements for 2018 were approved by the Board of Directors of the Entity in its meeting held on 7 June 2019; those financial statements were published in summary form in the B.O.E. (Official State Gazette) of 26 June 2019, along with those of the Company, and are available on the ENAIRe web site.

The main subsidiary of the Entity is Aena S.M.E., S.A., of which it owns 51% of the share capital at 31 December 2019 and 2018.

Aena S.M.E., S.A. began operations on 8 June 2011 (pursuant to Ministerial Order FOM/1525/2011, of 7 June) under the name Aena Aeropuertos, S.A., which was subsequently changed to Aena, S.A. after approval of Act 18/2014, of 15 October.

Aena S.M.E., S.A. was created through the non-monetary contribution of assets, interests, debts and obligations of ENAIRe used for carrying out airport and commercial activities, as well as to other state services related to airport management, including air traffic services in airfields; i.e. since 8 June 2011, Aena S.M.E., S.A. has taken control of the activities included in the Company's Articles of Association in this regard.

ENAIRe was the sole shareholder of Aena S.M.E., S.A. until 11 February 2015. After the IPO for 49% of Aena's shares, the Company is the majority shareholder with 51% of the share capital.