

CIRCULAR 1/2019

AMENDMENT TO CIRCULAR 2/2018 OF 24 JULY ON THE REQUIREMENTS AND PROCEDURES APPLICABLE TO THE ADMISSION AND EXCLUSION ON THE ALTERNATIVE EQUITY MARKET OF SHARES ISSUED BY GROWTH COMPANIES AND SPANISH REAL ESTATE INVESTMENT TRUSTS (REITS)

Following past events in the Growth Companies and REITS segments and Regulation (EU) 2017/1129 of the European Parliament and of the Council of 14 June 2017, on the prospectus to be published in the event of a public offer or admission to trading of securities on a regulated market, which recently came into force and which repeals Directive 2003/71/EC, the decision was taken to amend point 2.12.1. of the Annex to Circular 2/2018, of 24 July, on requirements and procedures applicable to the admission and exclusion on the Alternative Equity Market of shares issued by Growth Companies and Listed Spanish Real Estate Investment Trusts (REITS) (hereinafter Circular 2/2018), regarding the financial information that issuers must present in the Informational Document on Admission to the Market. Specifically, the number of years of audited financial reporting that issuers must present is reduced to the past two years. The period allowed between the last year of audited financial information and the date of the application is extended to 18 months, and if this date is more than nine months after the end of the last financial year audited, interim financial information subjected to a limited review no older than six months with respect to the date of the application for admission must be added.

Consequently, the Board of Directors of Bolsas y Mercados Españoles Sistemas de Negociación, SA approves the amendment to Circular 2/2018, in accordance with the details of this Circular.

One. - New wording of point 2.12.1 of the Annex of Circular 2/2018, of 24 July, on the requirements and procedures applicable to the incorporation and exclusion on the Mercado Alternativo Bursátil of shares issued by growth companies and Real Estate Investment Trusts (REITS)

The following wording is given to point 2.12.1 of the Annex of Circular 2/2018:

"2.12.1. Financial information for the last two years (or for the shortest period of activity by the issuer), along with the audit report for each year. The financial statements must be drawn up in accordance with International Financial Reporting Standards (IFRS), national accounting standards or US GAAP, as the case may be, in accordance with the Circular addressing Admission Procedures and Requisites.

In this regard, the last year of audited financial information may not precede the date of the application by more than 18 months and, if this date is more than nine months after the end of the last financial year audited, interim financial information subjected to a limited review at a date no later than six months with respect to the date of the application for admission must be added. This interim financial information must include comparative statements for the same period the previous year, unless the requisite of comparative balance sheet may be met with presentation of the final year-end balance sheet."

Two. - Date of application

This Circular shall be applicable as of the day following its publication in the Market Bulletin.

Madrid, 29 October 2019

THE VICE-SECRETARY

Nuria Patiño de Felipe