

The bulk of the funding of the CNMV comes from the fees collected from supervised entities in accordance with the items and tariffs established in Law 16/2014, of 30 September, regulating CNMV fees. The income from fees increased by 2.9% in 2018, mainly as a result of the increase in fees from the authorisation and registration of entities and from the supervision of foreign UCITS. To a lesser extent, ordinary expenses also increased, with a rise in their largest component: staff costs. The CNMV generated a surplus of 21.0 million euros, an increase of 1.1% on the previous year.

### 12.1 Revenue and expenses

In 2018, the CNMV obtained 65.3 million euros in revenue and incurred 44.3 million euros in expenses. Therefore, the surplus for the year amounted to 21.0 million euros.

The surplus for ordinary activities amounted to 19.4 million euros. Ordinary revenue, which mostly came from fees received, amounted to 63.4 million euros, 2.6% up on 2017.

Ordinary expenses amounted to 43.9 million euros, 2.9% up on the previous year. Those corresponding to staff costs, which accounted for 70.5% of ordinary expenses, grew by 4.0% largely as a result of the increase in remuneration established in Law 6/2018, of 3 July, on the General State Budget for 2018 and the addition of new staff to the CNMV in accordance with the approved public employment offer.

Other ordinary expenses grew by 0.3% on 2017. This increase was concentrated in the headings of transfers and grants given, taxes and depreciation/amortisation and was partially offset by the decline in the item of external supplies and services.

Transfers and grants given grew by 7.2% as a result of the increase in the annual payment the CNMV is required to make as a member of ESMA, while taxes – which mainly includes the amount corresponding to property tax on the CNMV headquarters – rose by 5.4%. The depreciation/amortisation expense rose by 2.0% as a result of the increase in the depreciable value of property, plant and equipment (computer hardware, following the acquisition of new data storage devices). The item of external supplies and services, which amounted to 8.3 million euros, recorded a decrease of 1.8%.

The profit from financial operations amounted to 1.5 million euros.

On 24 August 2018, the government, upon a proposal from the CNMV, agreed to distribute the profit obtained in 2017, with revenue to the Public Treasury of 20,741,431.70 euros.

## 12.2 Fee structure

As shown in Table 12.2.1, which shows the different types of fees established for the different services provided by CNMV, fee revenue increased in 2018 by 2.9% on the previous year.

This increase can mainly be explained by the increase in fees from the authorisation and registration of entities (22.3%) and from the supervision of foreign UCITS (19.7%).

**CNMV fee revenues**

TABLE 12.2.1

Activity or service	2017	2018	% change 18/17
<b>Registration of prospectuses and market participants</b>	<b>9,274.4</b>	<b>9,531.3</b>	<b>2.8</b>
Prospectus registration	4,365.5	3,334.5	-23.6
Issue prospectuses	309.6	273.9	-11.5
Listing prospectuses	4,056.0	3,060.7	-24.5
Securitisation funds and bank asset funds	74.1	31.2	-57.9
Authorisation and registration of entities	4,267.2	5,217.2	22.3
Authorisation of takeover bids	567.6	948.4	67.1
<b>Market supervision</b>	<b>20,921.5</b>	<b>21,031.2</b>	<b>0.5</b>
Stock market and MTF members	7,896.9	6,954.7	-11.9
MEFF members	152.2	161.4	6.0
Sociedad de Sistemas members	4,992.9	4,823.9	-3.4
CCP clearing members	255.6	1,698.4	564.5
Market governing companies	1,434.2	1,441.4	0.5
Listed issuers	6,189.8	5,951.4	-3.9
<b>Market participant supervision</b>	<b>30,063.0</b>	<b>31,472.3</b>	<b>4.7</b>
CIS solvency supervision	12,808.5	12,804.8	0.0
Solvency supervision of CIS and securitisation fund management companies	142.2	157.5	10.7
CIS management companies	126.2	142.5	12.9
Securitisation fund management companies	16.0	15.0	-6.5
Investment firm solvency supervision	492.2	491.7	-0.1
Venture capital solvency supervision	447.0	464.6	3.9
Management companies of closed-ended collective investment entities	83.8	89.8	7.1
Close-ended collective investment entities	363.1	374.8	3.2
Supervision of CIS and venture capital vehicle depositories	2,977.7	3,041.8	2.2
Supervision of conduct of business rules of investment firms, credit institutions and CIS management companies	8,782.4	9,229.5	5.1
Marketing foreign UCITS	4,413.0	5,282.3	19.7
<b>Issuance of certificates</b>	<b>25.2</b>	<b>21.0</b>	<b>-16.5</b>
<b>Total</b>	<b>60,284.1</b>	<b>62,055.9</b>	<b>2.9</b>

Source: CNMV.