

ANNEX I

GENERAL

1st

HALF-YEARLY FINANCIAL REPORT FOR FINANCIAL YEAR

2017

REPORTING DATE

30/06/2017

I. IDENTIFICATION DATA

Registered Company Name: ALANTRA PARTNERS, S.A.

Registered Address: Calle de Padilla, 17 - 28006

Tax Identification Number

A81862724

II. SUPPLEMENTARY INFORMATION TO PREVIOUSLY RELEASED PERIODIC INFORMATION

Explanation of key changes with respect to the information published for the previous period (only to be completed in the circumstances established in section B) of the instructions.

III. STATEMENT(S) BY THE PERSON(S) RESPONSIBLE FOR THE INFORMATION

To the best of our knowledge, the accompanying condensed annual financial statements, which have been prepared in accordance with applicable accounting principles, give a true and fair view of the assets, liabilities, financial position and profit or loss of the issuer, or of the undertakings included in the consolidated financial statements taken as a whole, and the interim management report includes a fair review of the information required.

Comments on the above statement(s): *This six month financial report has been approved unanimously by the Board of Directors meeting of 27 July 2017, where all the directors attended, in person or dully represented. The director Mr, Ricardo Portabella Peralta, dully represented, has approved the financial report but, being abroad, has not signed it.*

Person(s) responsible for this information: *In accordance with the power delegated by the board of directors, the board secretary certifies that the half -yearly financial report has been signed by the directors.*

Name/Company name**Position**

D. Santiago Eguidazu Mayor	Chairman
D. Santiago Bergareche Busquet	Vice Chairman
D. Alfred Merton Vinton	Director
D. José Javier Carretero Manzano	Director
D. Luis Carlos Croissier Batista	Director
D. Jorge Mataix Entero	Director
D. José Antonio Abad Zorrilla	Director
D ^a . María Garaña Corces	Director

Signing date of this six month financial report by the corresponding board of directors: 07/27/2017

IV. SELECTED FINANCIAL INFORMATION

1. INDIVIDUAL BALANCE SHEET (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

ASSETS		CURRENT P.	PREVIOUS P.
		30/06/2017	31/12/2016
A) NON-CURRENT ASSETS	0040	106,411	117,416
1. Intangible assets:	0030	96	29
a) Googwill	0031		
b) Other intangible assets	0032	96	29
2. Property, plant and equipment	0033	784	790
3. Investment property	0034		
4. Long-term investments in group companies and associates	0035	78,860	79,867
5. Long-term financial investments	0036	26,016	36,118
6. Deferred tax assets	0037	655	613
7. Other non-current assets	0038		
A) CURRENT ASSETS	0085	69,353	64,282
1. Non-current assets held for sale	0050		0
2. Inventories	0055		0
3. Trade and other receivables:	0060	46,977	27,436
a) Trade receivables	0061	4,129	14,347
b) Other receivables	0062	35,871	3,864
c) Current tax assets	0063	6,977	9,224
4. Short-term investments in group companies and associates	0064		0
5. Short-term financial investments	0070	7,933	8,683
6. Prepayments for current assets	0071		0
7. Cash and cash equivalents	0072	14,443	28,647
TOTAL ASSETS (A+B)	0100	175,764	182,181

EQUITY AND LIABILITIES		CURRENT P. 30/06/2017	PREVIOUS P. 31/12/2016
A) EQUITY (A.1+A.2+A.3)	0195	164,789	157,100
A.1) CAPITAL AND RESERVES	0180	165,462	157,944
1. Capital:	0171	106,611	106,611
a) Registered capital	0161	106,611	106,611
a) <i>Less: Uncalled capital</i>	0162		
2. Share premium	0172	79,761	92,062
3. Reserves	0173	(39,592)	(41,870)
4. <i>Less: Own shares and equity holdings</i>	0174	(1,138)	(1,138)
5. Prior periods' profit and loss	0178		
6. Other shareholders contributions	0179		
7. Profit (loss) for the period	0175	19,820	2,278
8. <i>Less: Interim dividend</i>	0176		
9. Other equity instruments	0177		
A.2) VALUATION ADJUSTMENTS	0188	(673)	(844)
1. Available-for-sale financial assets	0181	(673)	(844)
2. Hedging transactions	0182		
3. Other	0183		
A.3) GRANTS, DONATIONS AND BEQUESTS RECEIVED	0194		
B) NON-CURRENT LIABILITIES	0120	3,102	4,597
1. Long-term provisions	0115		1,587
2. Long-term debts:	0116	2,609	2,615
a) Debt with financial institutions and bonds and other marketable securities	0131	2,609	2,615
b) Other financial liabilities	0132		
3. Long-term payables to group companies and associates	0117		
4. Deferred tax liabilities	0118	494	395
5. Other non-current liabilities	0135		
6. Long-term accrual accounts	0119		
C) CURRENT LIABILITIES	0130	7,872	20,485
1. Liabilities associated with non-current assets held for sale	0121		
2. Short-term provisions	0122		
3. Short-term debts:	0123		
a) Bank borrowings and bonds and other negotiable securities	0133		
b) Other financial liabilities	0134		
4. Short-term payables to group companies and associates	0129	1,894	5,525
5. Trade and other payables:	0124	5,978	14,960
a) Suppliers	0125	106	3,175
b) Other payables	0126	5,872	11,786
c) Current tax liabilities	0127		
6. Other current liabilities	0136		
7. Current accrual accounts	0128		
TOTAL EQUITY AND LIABILITIES (A+B+C)	0200	175,764	182,181

IV. SELECTED FINANCIAL INFORMATION
3. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY
INDIVIDUAL STATEMENT OF RECOGNISED INCOME AND EXPENSE (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units.: Thousands euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) PROFIT (LOSS) FOR THE PERIOD (from the profit and loss account)	0305	19,820	3,213
B) INCOME AND EXPENSE RECOGNISED DIRECTLY IN EQUITY	0310	171	
1. From measurement of financial instruments:	0320	227	
a) Available-for-sale financial assets	0321	227	
b) Other income/(expenses)	0323		
2. From cash flow hedges	0330		
3. Grants, donations and bequests received	0340		
4. From actuarial gains and losses and other adjustments	0344		
5. Other income and expense recognised directly in equity	0343		
6. Tax effect	0345	(57)	
C) TRANSFERS TO PROFIT OR LOSS	0350		
1. From measurements of financial instruments:	0355		
a) Available-for-sale financial assets	0356		
b) Other income/(expenses)	0358		
2. From cash flow hedges	0360		
3. Grants, donations and bequests received	0366		
4. Other income and expense recognised directly in equity	0365		
5. Tax effect	0370		
TOTAL RECOGNISED INCOME/(EXPENSE) (A+B+C)	0400	19,991	3,213

IV. SELECTED FINANCIAL INFORMATION
4. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY (1/2)
INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units.: Thousand euros

CURRENT PERIOD		Capital and reserves					Valuation adjustments	Grants, donations and bequests received	Total Equity
		Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period	Other equity instruments			
Closing balance at 01/01/2017	3010	106,611	50,192	(1,138)	2,278		(844)	157,100	
Adjustments for changes in accounting policy	3011								
Adjustments for errors	3012								
Adjusted opening balance	3015	106,611	50,192	(1,138)	2,278		(844)	157,100	
I. Total recognised income/(expense)	3020				19,820		171	19,991	
II. Transactions with shareholders or owners	3025		(12,301)					(12,301)	
1. Capital increases/(reductions)	3026								
2. Conversion of financial liabilities into equity	3027								
3. Distribution of dividends	3028		(12,301)					(12,301)	
4. Net trading with treasury stock	3029								
5. Increases/(reductions) for business combinations	3030								
6. Other transactions with shareholders or owners	3032								
III. Other changes in equity	3035		2,278		(2,278)				
1. Equity-settled share-based payments	3036								
2. Transfers between equity accounts	3037								
3. Other changes	3038		2,278		(2,278)				
Closing balance at 30/06/2017	3040	106,611	40,169	(1,138)	19,820		(673)	164,789	

(1) The column of **Share Premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. Less Interim dividend

IV. SELECTED FINANCIAL INFORMATION

4. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY (2/2)

INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units.: Thousand euros

PERIODO ANTERIOR	Capital and reserves					Valuation adjustments	Grants, donations and bequests received	Total Equity
	Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period	Other equity instruments			
Closing balance at 01/01/2016	3050	101,011	4,744	(460)	61,756	36		167,086
Adjustments for changes in accounting policy	3051							
Adjustments for errors	3052							
Adjusted opening balance	3055	101,011	4,744	(460)	61,756	36		167,086
I. Total recognised income/(expense)	3060				3,213			3,213
II. Transactions with shareholders or owners	3065							
1. Capital increases/(reductions)	3066							
2. Conversion of financial liabilities into equity	3067							
3. Distribution of dividends	3068		(16,645)	(678)				(17,323)
4. Net trading with treasury stock	3069							
5. Increases/(reductions) for business combinations	3070							
6. Other transactions with shareholders or owners	3072							
III. Other changes in equity	3075		61,756		(61,756)			
1. Equity-settled share-based payments	3076							
2. Transfers between equity accounts	3077							
3. Other changes	3078		61,756		(61,756)			
Closing balance at 30/06/2016	3080	101,011	49,855	(1,138)	3,213	36		152,977

(1) The column of **Share Premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. Less Interim dividend

IV. SELECTED FINANCIAL INFORMATION

5. INDIVIDUAL STATEMENT OF CASH FLOW (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units.: Thousand euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) CASH FLOW FROM OPERATING ACTIVITIES (1+2+3+4)	0435	(1,747)	1,174
1. Profit (loss) before tax	0405	19,163	2,949
2. Adjustments to profit (loss):	0410	94	84
(+) Depreciation and amortisation charge	0411	94	84
(+/-) Other net adjustments to profit (loss)	0412		
3. Changes in working capital	0415	(21,789)	
4. Other cash flows from operating activities:	0420	785	(1,859)
(+) Interest paid	0421		
(+) Dividens received	0422		3,679
(+) Interest received	0423		
(+/-) Income tax recovered /(paid)	0430	35	265
(+/-) Other sums received/(paid) from operating activities	0425	750	(5,803)
B) CASH FLOWS FROM INVESTING ACTIVITIES (1+2)	0460	(156)	(36,356)
1. Payment for investments:	0440	(156)	(38,556)
(-) Group companies, associates and business units	0441		(10,860)
(-) Property, plant and equipment, intangible assets and investment property	0442	(156)	(17)
(-) Other financial assets	0443		(27,679)
(-) Other assets	0444		
2. Proceeds from sale of investment:	0450		2,200
(+) Group companies, associates and business units	0451		
(+) Property, plant and equipment, intangible assets and investment property	0452		
(+) Other financial assets	0453		2,200
(+) Other assets	0454		
C) CASH FLOW FROM FINANCING ACTIVITIES (1+2+3)	0490	(12,301)	(6,278)
1. Sums received / (paid) in respect of equity instruments	0470		(678)
(+) Issuance	0471		
(-) Redemptions	0472		
(-) Acquisitions	0473		(678)
(+) Disposal	0474		
(+) Grants, donations and bequests received	0475		
2. Sums received/ (paid) in respect of financial liability instruments:	0480		11,044
(+) Issuance	0481		11,044
(-) Repayment and redemption	0482		
3. Payment of dividends and remuneration on other equity instruments	0485	(12,301)	(16,645)
D) EFFECT OF FOREIGN EXCHANGE RATE CHANGES	0492		
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)	0495	(14,204)	(41,460)
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	0499	28,647	72,422
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E+F)	0500	14,443	30,962

COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
(+) Cash on hand and at banks	0550	14,443	30,960
(+) Other financial assets	0552		1
(-) Less: Bank overdrafts repayable on demand	0553		
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	0600	14,443	30,962

IV. SELECTED FINANCIAL INFORMATION

6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (1/2)

Units.: Thousand euros

ASSETS		CURRENT P. 30/06/2017	PREVIOUS P. 31/12/2016
		A) NON-CURRENT ASSETS	1040
1. Intangible assets:	1030	33,286	35,260
a) Goodwill	1031	32,064	34,034
b) Other intangible assets	1032	1,222	1,226
2. Property, plant and equipment	1033	2,315	2,356
3. Investment property	1034		
4. Investments accounted for using the equity method	1035	15,312	16,117
5. Non-current financial assets	1036	31,755	47,237
6. Deferred tax assets	1037	2,860	2,869
7. Other non-current assets	1038		
A) CURRENT ASSETS	1085	149,187	150,960
1. Non-current assets held for sale	1050		
2. Inventories	1055		
3. Trade and other receivables:	1060	45,054	40,005
a) Trade receivables	1061	35,352	26,538
b) Other receivables	1062	8,676	4,154
c) Current tax assets	1063	1,025	9,312
4. Other current financial assets	1070	7,934	8,683
5. Other current assets	1075	703	660
6. Cash and cash equivalents	1072	95,497	101,612
TOTAL ASSETS (A+B)	1100	234,715	254,799

IV. SELECTED FINANCIAL INFORMATION
6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (2/2)

Units.: Thousand euros

EQUITY AND LIABILITIES		CURRENT P. 30/06/2017	PREVIOUS P. 31/12/2016
A) EQUITY (A.1+A.2+A.3)	1195	191,280	189,862
A.1) CAPITAL AND RESERVES	1180	186,934	182,743
1. Capital:	1171	106,611	106,611
a) Registered capital	1161	106,611	106,611
<i>a) Less: Uncalled capital</i>	1162		
2. Share premium	1172	79,761	92,062
3. Reserves	1173	(14,848)	(39,850)
4. <i>Less: Own shares and equity holdings</i>	1174	(1,138)	(1,138)
5. Prior periods' profit and loss	1178		
6. Other shareholder contributions	1179		
7. Profit (loss) for the period attributable to the parent company	1175	16,548	25,057
8. <i>Less: Interim dividend</i>	1176		
9. Other equity instruments	1177		
A.2) ACCUMULATED OTHER COMPREHENSIVE INCOME	1188	(256)	3,616
1. Items that are not reclassified to profit or loss	1181	1,213	2,806
2. Hedging transactions	1182		
3. Translation differences	1184	(1,470)	810
4. Others	1183		
EQUITY ATTRIBUTABLE TO THE PARENT COMPANY (A.1+A.2)	1189	186,677	186,359
A.3) NON-CONTROLLING INTERESTS	1193	4,603	3,503
B) NON-CURRENT LIABILITIES	1120	12,370	15,732
1. Grants	1117		
2. Long-term provisions	1115	242	1,843
3. Long-term financial liabilities:	1116	10,732	11,970
a) Debt with financial institutions and bonds and other marketable securities	1131	8,123	2,616
b) Other financial liabilities	1132	2,609	9,354
4. Deferred tax liabilities	1118	1,395	1,917
5. Other non-current liabilities	1135	2	2
C) CURRENT LIABILITIES	1130	31,065	49,206
1. Liabilities associated with non-current assets held to sale	1121		
2. Short-term provisions	1122		
3. Short-term liabilities:	1123	1,095	1,257
a) Debt with financial institutions and bonds and other marketable securities	1133		
b) Other financial liabilities	1134	1,095	1,257
4. Trade and other payables:	1124	29,717	47,725
a) Suppliers	1125	4,402	5,667
b) Other payables	1126	22,935	40,149
c) Current tax liabilities	1127	2,379	1,909
5. Other current liabilities	1136	253	223
TOTAL EQUITY AND LIABILITIES (A+B+C)	1200	234,715	254,799

IV. SELECTED FINANCIAL INFORMATION
7. CONSOLIDATED PROFIT AND LOSS ACCOUNT (ADOPTED IFRS)

Units.: Thousand euros

		PRESENT CURR. PERIOD (2nd HALF YEAR)		PREVIOUS CURR. PERIOD (2nd HALF YEAR)		CURRENT CUMULATIVE 30/06/2017		PREVIOUS CUMULATIVE 30/06/2016	
		Amount	%	Amount	%	Amount	%	Amount	%
		(+) Revenue	1205					58,720	100.00
(+/-) Change in inventories of finished products and work in progress	1206								
(+) Own work capitalised	1207								
(-) Suppliers	1208								
(+) Other operating revenue	1209					3	0.01		
(+) Personnel expenses	1217					(30,248)	(51.51)	(15,170)	(49.16)
(+) Other operating expenses	1210					(11,222)	(19.11)	(8,334)	(27.01)
(+) Depreciation and amortisation charge	1211					(351)	(0.60)	(190)	(.61)
(+) Allocation of grants for non-financial assets and other grants	1212								
(+) Impairment and gain (loss) on disposal of fixed	1214								
(+/-) Other profit (loss)	1215								
= OPERATING PROFIT	1245					16,902	28.78	7,164	23.22
(+) Finance income	1250					196	0.33	40	0.13
(-) Finance costs	1251					(34)	(0.06)	(3)	(0.01)
(+/-) Changes in fair value of financial instruments	1252								
(+/-) Exchange differences	1254					(735)	(1.25)	(594)	(1.92)
(+/-) Impairment and gain (loss) on disposal of financial instruments	1255					4,955	8.44	(23)	(.08)
= NET FINANCE INCOME (COSTS)	1256					4,382	7.46	(581)	(1.88)
(+/-) Profit (loss) of equity-accounted investees	1253					1,648	2.81	827	2.68
= PROFIT (LOSS) BEFORE TAX	1265					22,933	39.05	7,410	24.01
(+/-) Income tax expenses	1270					(4,832)	(8.23)	(1,803)	(5.84)
= PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING ACTIVITIES	1280					18,100	30.82	5,607	18.17
(+/-) Profit (loss) from discontinued operations, net of tax	1285								
= CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD	1288					18,100	30.82	5,607	18.17
a) Profit (loss) for the period attributable to the parent company	1300					16,548	28.18	4,636	15.02
b) Profit (loss) for the period attributable to non-controlling interests	1289					1,552	2.64	971	3.15
EARNINGS PER SHARE		Amount (X,XX euros)		Amount (X,XX euros)		Amount (X,XX euros)		Amount (X,XX euros)	
Basic	1290					0.47		0.14	
Diluted	1295					0.47		0.14	

IV. SELECTED FINANCIAL INFORMATION

8. CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE (ADOPTED IFRS)

Units.: Thousand euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD (from the profit and loss account)	1305	18,100	5,607
B) OTHER COMPREHENSIVE INCOME - ITEMS THAT ARE NOT RECLASSIFIED TO PROFIT OR LOSS:	1310		
1. From revaluation/(reserval of revaluation) of property, plant and equipment and intangible assets	1311		
2. From actuarial gains and losses	1344		
3. Share in other comprehensive income of investments in joint ventures and associates	1342		
4. Other income and expenses that are not reclassified to profit or loss	1343		
5. Tax effect	1345		
C) OTHER COMPREHENSIVE INCOME - ITEMS THAT MAY SUBSEQUENTLY BE RECLASSIFIED TO PROFIT OR LOSS:	1350	(3,876)	(576)
1. Available-for-sale financial assets:	1355	(2,124)	520
a) Valuation gains/(losses) taken to equity	1356	214	520
b) Amounts transferred to profit or loss	1357	(2,338)	
c) Other reclassifications	1358		
2. Cash flow hedges:	1360		
a) Valuation gains/(losses) taken to equity	1361		
b) Amounts transferred to profit or loss	1362		
c) Amounts transferred at initial carrying amount of hedged items	1363		
d) Other reclassifications	1364		
3. Foreign currency translation:	1365	(2,280)	(537)
a) Valuation gains/(losses)	1366	(2,280)	(537)
b) Amounts transferred to profit or loss	1367		
c) Other reclassifications	1368		
4. Share in other comprehensive income of investments in joint ventures and associates:	1370		(496)
a) Valuation gains/(losses) taken to equity	1371		(496)
b) Amounts transferred to profit or loss	1372		
c) Other reclassifications	1373		
5. Other income and expenses that may subsequently be reclassified to profit or loss	1375	(4)	
a) Valuation gains/(losses) taken to equity	1376	(4)	
b) Amounts transferred to profit or loss	1377		
c) Other reclassifications	1378		
6. Tax effect	1380	532	(63)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (A+B+C)	1400	14,224	5,031
a) Attributable to the parent company	1398	12,676	5,155
a) Attributable to non-controlling interests	1399	1,548	(125)

IV. SELECTED FINANCIAL INFORMATION

9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (1/2)

Units.: Thousand euros

CURRENT PERIOD	Equity attributable to the parent company					Valuation adjustments	Non-controlling interests	Total equity
	Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period attributable to the parent company	Other equity instruments			
Closing balance at 01/01/2017	3110	106,611	52,213	(1,138)	25,057	3,616	3,503	189,862
Adjustments for changes in accounting policy	3111							
Adjustments for errors	3112							
Adjusted opening balance	3115	106,611	52,213	(1,138)	25,057	3,616	3,503	189,862
I. Total comprehensive income / (expense) for the period	3120				16,548	-3,872	1,548	14,224
II. Transactions with shareholders or owners	3125		(12,301)				(448)	(12,749)
1. Capital increases/(reductions)	3126							
2. Conversion of financial liabilities into equity	3127							
3. Distribution of dividends	3128		(12,301)					(12,301)
4. Purchase /sale of treasury stock	3129							
5. Equity increase / (decrease) resulting from business combinations	3130							
6. Other transactions with shareholders or owners	3132						(448)	(448)
III. Other changes in equity	3135		25,001		(25,057)			(56)
1. Equity-settled share-based payment	3136							
2. Transfers among components of equity	3137							
3. Other changes	3138		25,001		(25,057)			(56)
Closing balance at 30/06/2017	3140	106,611	64,912	(1,138)	16,548	(256)	4,603	191,280

(1) The column of **Share Premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. *Less: Interim dividend*

IV. SELECTED FINANCIAL INFORMATION

9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (2/2)

Units.: Thousand euros

PREVIOUS PERIOD	Equity attributable to the parent company					Valuation adjustments	Non-controlling interests	Total equity	
	Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period attributable to the parent company	Other equity instruments				
Closing balance at 01/01/2016	3150	101,011	9,431	(460)	65,684		3,429	4,817	183,912
Adjustments for changes in accounting policy	3151								
Adjustments for errors	3152								
Adjusted opening balance	3155	101,011	9,431	(460)	65,684		3,429	4,817	183,912
I. Total comprehensive income / (expense) for the period	3160				4,636		520	(125)	5,031
II. Transactions with shareholders or owners	3165		(16,645)	(678)					(17,323)
1. Capital increases/(reductions)	3166								
2. Conversion of financial liabilities into equity	3167								
3. Distribution of dividends	3168		(16,645)						(16,645)
4. Purchase /sale of treasury stock	3169			(678)					(678)
5. Equity increase / (decrease) resulting from business combinations	3170								
6. Other transactions with shareholders or owners	3172								
III. Other changes in equity	3175		66,232		(65,684)				548
1. Equity-settled share-based payment	3176								
2. Transfers among components of equity	3177								
3. Other changes	3178		66,232		(65,684)				548
Closing balance at 30/06/2016	3180	101,011	59,018	(1,138)	4,636		3,949	4,692	172,168

(1) The column of **Share Premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. *Less: Interim dividend*

IV. SELECTED FINANCIAL INFORMATION

10.A. CONSOLIDATED STATEMENT OF CASH FLOWS (INDIRECT METHOD) (ADOPTED IFRS)

Units: Thousand euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) CASH FLOWS FROM OPERATING ACTIVITIES (1+2+3+4)	1435	11,438	(10,705)
1. Profit (loss) before tax	1405	22,933	7,410
2. Adjustments to profit (loss):	1410	(4,604)	(611)
(+) Depreciation and amortisation charge	1411	351	190
(+/-) Other net adjustments to profit (loss)	1412	(4,955)	(801)
3. Changes in working capital	1415	(12,491)	(17,421)
4. Other cash flows from operating activities:	1420	5,600	(82)
(+) Interest paid	1421		
(-) Payment of dividends and remuneration on other equity instruments	1430		
(+) Dividends received	1422		
(+) Interest received	1423		
(+/-) Income tax recovered/(paid)	1424	5,600	(82)
(+/-) Other sums received/(paid) from operating activities	1425		
B) CASH FLOWS FROM INVESTING ACTIVITIES (1+2+3)	1460	3,535	(34,192)
1. Payments for investments:	1440	(1,614)	(40,086)
(-) Group companies, associates and business units	1441	(81)	(18,007)
(-) Property, plant and equipment, intangible assets and investment property	1442	(527)	(384)
(-) Other financial assets	1443	(1,006)	(2,461)
(-) Other assets	1444		(19,234)
2. Proceeds from sale of investments:	1450	5,148	5,895
(+) Group companies, associates and business units	1451		
(-) Property, plant and equipment, intangible assets and investment property	1452		
(-) Other financial assets	1453	3,729	
(-) Other assets	1454	1,420	5,895
3. Other cash flows from investing activities:	1455		
(+) Dividends received	1456		
(+/-) Interest received	1457		
(+/-) Other sums received/(paid) from investing activities	1458		
C) CASH FLOWS FROM FINANCIAL ACTIVITIES (1+2+3+4)	1490	(21,088)	41
1. Sum received/(paid) in respect of equity instruments	1470		(678)
(+) Issuance	1471		
(-) Redemption	1472		
(-) Acquisition	1473		(678)
(+) Disposal	1474		
2. Sums received/(paid) in respect of financial liabilities instruments:	1480		17,364
(+) Issuance	1481		17,364
(-) Repayment and redemption	1482		
3. Payment of dividends and remuneration on other equity instruments	1485	(21,088)	(16,645)
4. Other cash flow from financing activities	1486		
(+) Interest paid	1487		
(-) Other sums received/(paid) from financing activities	1488		
D) EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD	1492		
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)	1495	(6,116)	(44,856)
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1499	101,612	113,345
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E+F)	1500	95,497	68,489

COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
(+) Cash and banks	1550	95,497	68,488
(+) Other financial assets	1552		1
(-) Less: banks overdrafts repayable on demand	1553		
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	1600	95,497	68,489

This template of the consolidated statement of cash flow (indirect method) allows the alternatives for classifying interest and dividends, both received and paid, provided for in the adopted IFRS. Each of the above items shall be classified in a single consistent manner in each period, as operating, investing or financing activities.

IV. SELECTED FINANCIAL INFORMATION

10.B. CONSOLIDATED STATEMENT OF CASH FLOWS (DIRECT METHOD) (ADOPTED IFRS)

Units: Thousand euros

		PERIODO ACTUAL 30/06/2016	PERIODO ANTERIOR 30/06/2015
A) CASH FLOW FROM OPERATING ACTIVITIES (1+2+3+4)		8435	
(+) Proceeds from operating activities		8410	
(-) Payments to suppliers and to personnel for operating expenses		8411	
(-) Interest paid		8421	
(-) Payment of dividends and remuneration on other equity instruments		8422	
(+) Dividends received		8430	
(+) Interest received		8423	
(+/-) Income tax recovered / (paid)		8424	
(+/-) Other sums received / (paid) from operating activities		8425	
B) CASH FLOW FROM INVESTING ACTIVITIES (1+2+3)		8460	
1. Payments for investments:		8440	
(-) Group companies, associates and business units		8441	
(-) Property, plant and equipment, intangible assets and investment property		8442	
(-) Other financial assets		8443	
(-) Other assets		8444	
2. Proceeds from sale of investments:		8450	
(-) Group companies, associates and business units		8451	
(-) Property, plant and equipment, intangible assets and investment property		8452	
(-) Other financial assets		8453	
(-) Other assets		8454	
3. Other cash flows from investing activities		8455	
(+) Dividends received		8456	
(+) Interest received		8457	
(+/-) Other sums received/(paid) from investing activities		8458	
C) CASH FLOW FROM FINANCING ACTIVITIES (1+2+3+4)		8490	
1. Sums received/(paid) in respect of equity instruments:		8470	
(+) Issuance		8471	
(-) Redemption		8472	
(-) Acquisition		8473	
(+) Disposal		8474	
2. Sums received/(paid) in respect of financial liabilities instruments:		8480	
(+) Issuance		8481	
(-) Repayment and redemption		8482	
3. Payment of dividends and remuneration on other equity instruments		8485	
4. Other cash flow from financing activities		8486	
(+) Interest paid		8487	
(-) Other sums received/(paid) from financing activities		8488	
D) EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD		8492	
E) NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENTS (A+B+C+D)		8495	
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		8499	
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E+F)		8500	

COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2015
(+) Cash and banks		8550	
(+) Other financial assets		8552	
(-) Less: banks overdrafts repayable on demand		8553	
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		8600	

This template of the consolidated statement of cash flow (indirect method) allows the alternatives for classifying interest and dividends, both received and paid, provided for in the adopted IFRS. Each of the above items shall be classified in a single consistent manner in each period, as operating, investing or financing activities.

IV. SELECTED FINANCIAL INFORMATION
11. CHANGES IN THE COMPOSITION OF THE GROUP

Table 1:

BUSINESS COMBINATIONS AND OTHERS ACQUISITIONS OR INCREASE IN HOLDINGS IN SUBSIDIARIES, JOINT VENTURES AND/OR INVESTMENTS IN ASSOCIATES (CURRENT PERIOD)						
Name of company (or business line) acquired or merged	Category	Effective date of transaction (dd-mm-yyyy)	(Net) cost of the combination (a) + (b) (thousand euros)		% of voting rights acquired	% of total voting rights in the company after acquisition
			(Net) amount paid in the acquisition + other cost directly attributable to the combination (a)	Fair value of equity instruments issued for the acquisition of the company (b)		
Alantra Ireland Corporate Finance Limited	Controlled	15/05/2017	0	0	100.00	100.00
Alantra Belgium NV	Controlled	17/05/2017	61	61	99.99	99.99
Landmark Capital, S.A.	Associate	09/06/2017	17	17	0.95	30.95
Brooklin Buy-Out Ltd	Controlled	22/06/2017	3	3	100.00	100.00

Table 2:

REDUCTION IN HOLDINGS IN SUBSIDIARIES, JOINT VENTURES AND/OR INVESTMENTS IN ASSOCIATES OR OTHER TRANSACTIONS OF A SIMILAR NATURE (CURRENT PERIOD)					
Name of company (or business line) sold, spin off or retired	Category	Effective date of transaction (dd/mm/yyyy)	% of voting rights sold or retired	% of voting rights in the company after disposal	Profit/(Loss) generated (thousand euros)

IV. SELECTED FINANCIAL INFORMATION

12. DIVIDENDS PAID

		CURRENT PERIOD			PREVIOUS PERIOD		
		% of nominal value	Euros per share (XXX)	Amount (thousand euros)	% of nominal value	Euros per share (XXX)	Amount (thousand euros)
Ordinary shares	2158	0.12	0.35	12,301	0.17	0.50	16,645
Other shares (non-voting shares, redeemable shares, etc)	2159						
Total dividends paid	2160	0.12	0.35	12,301	0.17	0.50	16,645
a) Dividends charged to profit and loss	2155						
b) Dividends charged to reserves or share premium	2156	0.12	0.35	12,301	0.17	0.50	16,645
c) Dividends in kind	2157						

IV. SELECTED FINANCIAL INFORMATION

13. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY (1/2)

Units: thousand euros

FINANCIAL ASSETS: NATURE/CATEGORY		CURRENT PERIOD				
		Financial assets held for trading	Other financial assets at FVTPL	Available-for-sale financial assets	Loans and receivables	Held-to-maturity investments
Equity instruments	2061			21,880		
Debt securities	2062					
Derivatives	2063					
Other financial assets	2064				4,136	
Long-term/non-current	2065			21,880	4,136	
Equity instruments	2066					
Debt securities	2067					
Derivatives	2068					
Other financial assets	3069				7933	
Short-term/current	2070				7933	
INDIVIDUAL TOTAL	2075			21,880	12,069	
Equity instruments	2161		681	26,201		
Debt securities	2162					
Derivatives	2163					
Other financial assets	2164				4,873	
Long-term/non-current	2165		681	26,201	4,873	
Equity instruments	2166					
Debt securities	2167					
Derivatives	2168					
Other financial assets	2169				7933	
Short-term/current	2170				7933	
CONSOLIDATED TOTAL	2175		681	26,201	12,806	

FINANCIAL LIABILITIES: NATURE/CATEGORY		CURRENT PERIOD			
		Financial liabilities held for trading	Other financial liabilities at FVTPL	Debts and payables	Hedging derivatives
Bank borrowings	2076			2,609	
Bonds and other negotiable securities	2077				
Derivatives	2078				
Other financial liabilities	2079				
Long-term debts/Non-current financial liabilities	2080			2,609	
Bank borrowings	2081				
Bonds and other negotiable securities	2082				
Derivatives	2083				
Other financial liabilities	2084				
Short-term debts/Current financial liabilities	2085				
TOTAL INDIVIDUAL	2090			2,609	
Bank borrowings	2176			2,609	
Bonds and other negotiable securities	2177				
Derivatives	2178				
Other financial liabilities	2179			8,123	
Long-term debts/Non-current financial liabilities	2180			10,732	
Bank borrowings	2181				
Bonds and other negotiable securities	2182				
Derivatives	2183				
Other financial liabilities	2184			1,095	
Short-term debts/Current financial liabilities	2185			1,095	
CONSOLIDATED TOTAL	2190			11,827	

IV. SELECTED FINANCIAL INFORMATION

13. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY (2/2)

Units: thousand euros

FINANCIAL ASSETS: NATURE/CATEGORY		PREVIOUS PERIOD					
		Financial assets held for trading	Other financial assets at FVTPL	Available-for-sale financials assets	Loans and receivables	Held-to-maturity investments	Hedging derivatives
Equity instruments	5061			22,245			
Debt securities	5062						
Derivatives	5063						
Other financial assets	5064		1,627		13,064		
Long-term/non-current	5065		1,627	22,245	13,064		
Equity instruments	5066						
Debt securities	5267				7,933		
Derivatives	5068						
Other financial assets	5069						
Short-term/current	5070				7,933		
INDIVIDUAL TOTAL	5075		1,627	22,245	20,997		
Equity instruments	5161			32,096			
Debt securities	5162						
Derivatives	5163						
Other financial assets	5164		1,484		13,657		
Long-term/non-current	5165		1,484	32,096	13,657		
Equity instruments	5166						
Debt securities	5167				8,683		
Derivatives	5168						
Other financial assets	5169						
Short-term/current	5170				8,683		
CONSOLIDATED TOTAL	5175		1,484	32,096	22,341		

FINANCIAL LIABILITIES: NATURE/CATEGORY		PREVIOUS PERIOD			
		Financial liabilities held for trading	Other financial liabilities at FVTPL	Debts and payables	Hedging derivatives
Bank borrowings	5076			2,616	
Bonds and other negotiable securities	5077				
Derivatives	5078				
Other financial liabilities	5079				
Long-term debts/Non-current financial liabilities	5080			2,616	
Bank borrowings	5081				
Bonds and other negotiable securities	5082				
Derivatives	5083				
Other financial liabilities	5084				
Short-term debts/Current financial liabilities	5085				
TOTAL INDIVIDUAL	5090			2,616	
Bank borrowings	5176			2,616	
Bonds and other negotiable securities	5177				
Derivatives	5178				
Other financial liabilities	5179			9,354	
Long-term debts/Non-current financial liabilities	5180			11,970	
Bank borrowings	5181				
Bonds and other negotiable securities	5182				
Derivatives	5183				
Other financial liabilities	5184			1,257	
Short-term debts/Current financial liabilities	5185			1,257	
CONSOLIDATED TOTAL	5190			13,227	

IV. SELECTED FINANCIAL INFORMATION
14. Segment information

Units: thousand euros

Table 1:

GEOGRAPHIC AREA		Distribution of revenue by geographic area			
		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Domestic market	2210	26,889	6,906	38,411	22,235
Exports:	2215			20,308	8,624
a) European Union	2216			12,470	7,190
b) O.E.C.D. countries	2217			787	39
c) Other countries	2218			7,052	1,395
TOTAL	2220	26,889	6,906	58,720	30,859

Table 2:

SEGMENTOS		Ordinary revenue					
		CONSOLIDATED					
		Ordinary revenue from foreign customers		Ordinary revenue between segments		Total ordinary revenue	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Investment Banking	2221	37,645	21,383	474	114	38,120	21,497
Asset Management	2222	20,504	8,552	747	729	21,251	9,281
Structure	2223	570	924	2,336	2,091	2,906	3,015
Portfolio	2224						
	2225						
	2226						
	2227						
	2228						
	2229						
	2230						
(-) Adjustments and elimination of ordinary revenue between segments	2231			(3,557)	(2,934)	(3,557)	(2,934)
TOTAL	2235	58,720	30,859			58,720	30,859

Table 3:

SEGMENTS		Resultado	
		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD
Investment Banking	2250	13,977	5,820
Asset Management	2251	7,883	3,247
Structure	2252	(2,270)	(1,074)
Portfolio	2253	4,020	
	2254		
	2255		
	2256		
	2257		
	2258		
	2259		
Total profit (loss) of segments reported	2260	23,611	7,993
(+/-) Unallocated profit (loss)	2261	(678)	(583)
(+/-) Elimination of internal profit (loss) (between segments)	2262		
(+/-) Other profit (loss)	2263		
(+/-) Income tax and/or profit (loss) from discontinued activities	2264		
PROFIT (LOSS) BEFORE TAX	2270	22,933	7,410

IV. SELECTED FINANCIAL INFORMATION

15. AVERAGE WORKFORCE

		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
AVERAGE WORKFORCE	2295	39	36	319	260
Men	2296	17	16	234	189
Women	2297	22	20	85	71

IV. SELECTED FINANCIAL INFORMATION

16. REMUNERATION RECEIVED BY DIRECTORS AND MANAGING DIRECTORS

DIRECTORS:

		Amount (thousand euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Type of remuneration:			
Fixed remuneration	2310	184	185
Variable remuneration	2311		
Attendance fees	2312	92	103
Directors' fees	2313		
Options on shares and/or other financial instruments	2314		
Others	2315	10	10
TOTAL	2320	286	298

Other benefits:

Advances	2326		
Loans granted	2327		
Pension funds and plans: Contributions	2328		
Pension funds and plans: Contracted obligations	2329		
Life insurance premiums	2330		
Guarantees granted to directors	2331		

MANAGING DIRECTORS:

		Amount (thousand euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Type of remuneration:			
Total remuneration paid to managing directors	2325	2,788	1,175

IV. SELECTED FINANCIAL INFORMATION
17. RELATED-PARTY TRANSACTIONS (1/2)

RELATED-PARTY TRANSACTIONS EXPENSES AND REVENUES		CURRENT PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
1) Finance costs	2340					
2) Management and cooperation contracts	2341					
3) R&D transfers and licence agreements	2342					
4) Leases	2343					
5) Receipt of services	2344			94	4	97
6) Purchase of goods (finished or in progress)	2345					
7) Allowance for bad and doubtful debts	2346					
8) Losses on retirement or disposal of assets	2347					
9) Other expenses	2348					
EXPENSES (1+2+3+4+5+6+7+8+9)	2350			94	4	97
10) Finance income	2351			12		12
11) Management and cooperation contracts	2352					
12) R&D transfers and licence agreements	2353					
13) Dividends received	2354					
14) Leases	2355			6		6
15) Provisions of services	2356			557		557
16) Sale of goods (finished or in progress)	2357					
17) Gains on retirement or disposal of assets	2358					
18) Other revenues	2359					
REVENUE (10+11+12+13+14+15+16+17+18)	2360			575		575

OTHER TRANSACTIONS		CURRENT PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
Purchase of property, plant and equipment, intangible assets and other assets	2371					
Financing agreements: loans and capital contributions (lender)	2372					
Finance lease arrangements (lessor)	2373					
Repayment or cancellation of loans and less arrangements (lessor)	2377					
Sale of property, plant and equipment, intangible assets and other assets	2374					
Financing agreements: loans and capital contributions (borrower)	2375					
Finance lease arrangements (lessee)	2376					
Repayment or cancellation of loans and lease agreements (lessee)	2378					
Collateral and guarantees given	2381					
Collateral and guarantees received	2382					
Commitments assumed	2383					
Commitment/Guarantees cancelled	2384					
Dividends and other earnings distributed	2386					
Other transactions	2385					

IV. SELECTED FINANCIAL INFORMATION
17. RELATED-PARTY TRANSACTIONS (2/2)

Units: Thousand euros

RELATED-PARTY TRANSACTIONS EXPENSES AND REVENUES		PREVIOUS PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
1) Finance costs	6340					
2) Management and cooperation contracts	6341					
3) R&D transfers and licence agreements	6342					
4) Leases	6343					
5) Receipt of services	6344			263		263
6) Purchase of goods (finished or in progress)	6345					
7) Allowance for bad and doubtful debts	6346					
8) Losses on retirement or disposal of assets	6347					
9) Other expenses	6348					
EXPENSES (1+2+3+4+5+6+7+8+9)	6350			263		263
10) Finance income	6351					
11) Management and cooperation contracts	6352					
12) R&D transfers and licence agreements	6353			2		2
13) Dividends received	6354			1,643		1,643
14) Leases	6355			83		83
15) Provisions of services	6356			458		458
16) Sale of goods (finished or in progress)	6357					
17) Gains on retirement or disposal of assets	6358					
18) Other revenues	6359					
REVENUE (10+11+12+13+14+15+16+17+18)	6360			2,186		2,186

OTHER TRANSACTIONS		PREVIOUS PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
Purchase of property, plant and equipment, intangible assets and other assets	6371					
Financing agreements: loans and capital contributions (lender)	6372				178	178
Finance lease arrangements (lessor)	6373					
Repayment or cancellation of loans and less arrangements (lessor)	6377					
Sale of property, plant and equipment, intangible assets and other assets	6374					
Financing agreements: loans and capital contributions (borrower)	6375					
Finance lease arrangements (lessee)	6376					
Repayment or cancellation of loans and lease agreements (lessee)	6378					
Collateral and guarantees given	6381					
Collateral and guarantees received	6382					
Commitments assumed	6383					
Commitment/Guarantees cancelled	6384					
Dividends and other earnings distributed	6386	10,002	841		2	10,845
Other transactions	6385					

**Alantra Partners, S.A.
(formerly Nmás1 Dinamia,
S.A.) and companies
comprising the Alantra
Group (formerly N+1 Group)**

Condensed Interim Consolidated Financial
Statements for the half-year period from 1
January to 30 June 2017

*Translation of a report originally issued in Spanish and prepared in
accordance with the regulatory financial reporting framework applicable
to the Group in Spain. The English version is only a translation of the
original in Spanish for information purposes. In case of discrepancy, the
Spanish version shall prevail.*

**Alantra Partners, S.A. (formerly Nmás1 Dinamia, S.A.)
and companies comprising the Alantra Group (formerly N+1 Group)**

CONSOLIDATED BALANCE SHEETS AT 30 JUNE 2017 AND 31 DECEMBER 2016

(Thousand euros)

ASSETS	30/06/2017 (Unaudited)	31/12/2016 (*)	LIABILITIES AND EQUITY	30/06/2017 (Unaudited)	31/12/2016 (*)
NON-CURRENT ASSETS	85,528	103,837	EQUITY	191,280	189,860
Intangible Assets -	33,286	35,260	OWN FUNDS-	186,934	182,742
Goodwill	32,064	34,034	Capital -	106,611	106,611
Other intangible assets	1,222	1,226	Registered capital	106,611	106,611
Property, plant and equipment	2,315	2,356	<i>Less: Uncalled capital</i>	-	-
Investments accounted for using the equity method	15,312	16,117	Share Premium	79,761	92,062
Non-current financial assets	31,755	47,235	Reserves	(14,848)	(39,848)
Deferred tax assets	2,860	2,869	<i>Less: Treasury stock and own equity holdings</i>	(1,138)	(1,138)
			Profit (loss) for the period attributable to the parent company	16,548	25,055
			<i>Less: Interim dividend</i>	-	-
			Other equity instruments	-	-
			ACCUMULATED OTHER COMPREHENSIVE INCOME		
			Items that are not classified to profit or loss		
			Items that may subsequently be reclassified to profit or loss -	(257)	3,615
			Available-for-sale financial assets	1,213	2,806
			Translation differences	(1,470)	809
			EQUITY ATTRIBUTABLE TO THE PARENT COMPANY	186,677	186,357
			NON-CONTROLLING INTEREST	4,603	3,503
			NON-CURRENT LIABILITIES	12,371	15,733
			Long-term provisions	242	1,844
			Long-term financial liabilities -	10,732	11,970
			Debt with financial institutions and bonds and other marketable securities	2,609	2,616
			Other financial liabilities	8,123	9,354
			Deferred tax liabilities	1,395	1,917
			Other non-current liabilities	2	2
CURRENT ASSETS	149,187	150,961	CURRENT LIABILITIES	31,064	49,205
Trade and other receivables -	45,053	40,006	Short-term financial liabilities	1,095	1,258
Trade receivables	35,352	26,539	Trade and other payables -	29,716	47,724
Other receivables	8,676	4,154	Suppliers	5,143	5,668
Current tax assets	1,025	9,313	Other payables	22,194	40,147
Other current financial assets	7,934	8,683	Current tax liabilities	2,379	1,909
Other current assets	703	660	Other current liabilities	253	223
Cash and cash equivalents	95,497	101,612			
TOTAL ASSETS	234,715	254,798	TOTAL EQUITY AND LIABILITIES	234,715	254,798

(*) Presented solely and exclusively for comparison purposes

**Alantra Partners, S.A. (formerly Nmás1 Dinamia, S.A.)
and companies comprising the Alantra Group (formerly N+1 Group)**

**CONSOLIDATED PROFIT AND LOSS ACCOUNTS
FOR THE SIX MONTHS PERIODS ENDED
30 JUNE 2017 AND 2016**

(Thousand euros)

	30/06/2017 (Unaudited)	30/06/2016 (Unaudited)
Revenue	58.720	30.859
Other operating revenue	3	-
Other current revenues	3	-
Personnel expenses	(30.248)	(15.170)
Other operating expenses	(11.222)	(8.337)
Depreciation and amortisation charge	(351)	(190)
Impairment and gain (loss) on disposal of fixed assets	-	-
Other profit (loss)	-	-
OPERATING PROFIT (LOSS)	16.902	7.162
Finance income	196	40
Finance cost	(34)	(3)
Changes un fair value of financial instruments	-	-
Exchange differences	(735)	(594)
Impairment and gain (loss) on disposal of financial instruments	4.955	(23)
NET FINANCE INCOME (COSTS)	4.382	(580)
Profit (loss) of equity-accounted investees	1.648	827
PROFIT (LOSS) BEFORE TAX	22.932	7.409
Income tax expense	(4.832)	(1.802)
PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING ACTIVITIES	18.100	5.607
Profit (loss) from discontinued operations, net of tax	-	-
CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD	18.100	5.607
Profit (loss) for the period attributable to the parent company	16.548	4.636
Profit (loss) for the period attributable to non-controlling interests	1.552	971
EARNINGS PER SHARE		
Basic	0,47	0,14
Diluted	0,47	0,14

(*) Presented solely and exclusively for comparison purposes

**Alantra Partners, S.A. (formely Nmás1 Dinamia, S.A.)
and companies comprising the Alantra Group (formely N+1 Group)**

**CONSOLIDATED STATEMENTS OF RECOGNISED INCOME AND EXPENSE
FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2017 AND 2016**

(Thousand euros)

	30/06/2017 (Unaudited)	30/06/2016 (*) (Unaudited)
CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD (from the profit and loss account)	18,100	5,607
OTHER COMPREHENSIVE INCOME - ITEMS THAT ARE NOT RECLASSIFIED TO PROFIT OR LOSS:		
- From revaluation / (reversal of revaluation) of property, plant and equipment and intangible assets	-	-
- From actuarial gains and losses	-	-
- Share in other comprehensive income of investments in joint ventures and associates	-	-
- Other income and expenses that are not reclassified to profit or loss	-	-
- Tax effect	-	-
OTHER COMPREHENSIVE INCOME - ITEMS THAT MAY SUBSEQUENTLY BE RECLASSIFIED TO PROFIT OR LOSS:	(3,876)	(574)
- Available-for-sale financial assets:	(2,124)	521
Valuation gains/ (losses) taken to equity	214	521
Amounts transferred to profit or loss	(2,338)	-
Other reclassifications		
- Cash Flow Hedges:	-	-
Valuations gains/ (losses) taken to equity		
Amounts transferred to profit or loss		
Amounts transferred at initial carrying amount of hedged items		
Other reclassifications		
- Foreign currency translation:	(2,280)	(537)
Valuation gains/ (losses) taken to equity	(2,280)	(537)
Amounts transferred to profit or loss		
Other reclassifications		
- Share in other comprehensive income of investments in joint ventures and associates:	-	(496)
Valuation gains/ (losses) taken to equity		(496)
Amounts transferred to profit or loss		
Other reclassifications		
- Other income and expenses that may subsequently be reclassified to profit or loss:	(4)	
Valuation gains/ (losses) taken to equity	(4)	
Amounts transferred to profit or loss		
Other reclassifications		
- Tax effect	532	(62)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	14,224	5,033
Attributable to the parent	12,676	5,157
Attributable to non-controlling interests	1,548	(124)

(*) Presented solely and exclusively for comparison purposes

**Alantra Partners, S.A. (formerly Nmás1 Dinamia, S.A.)
and companies comprising the Alantra Group (formerly N+1 Group)**

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2017 AND 2016

(Thousand euros)

	Equity attributable to the parent									Non-controlling interest	Total Equity
	Capital and reserves								Valuation adjustments		
	Capital	Share premium	Reserves	Less: Treasury shares and own equity instruments	Profit (loss) for the period	Less: Interim dividends	Other equity instruments	Total own funds			
CLOSING BALANCE AT 31 DECEMBER 2016 (*)	106,611	92,062	(39,848)	(1,138)	25,055	-	-	-	3,615	3,503	189,860
Adjustments for changes in accounting policy	-	-	-	-	-	-	-	-	-	-	-
Adjustments for errors	-	-	-	-	-	-	-	-	-	-	-
ADJUSTED OPENING BALANCE AT 1 JANUARY 2017 (*)	106,611	92,062	(39,848)	(1,138)	25,055	-	-	-	3,615	3,503	189,860
Total comprehensive income/(expense) for the period	-	-	-	-	16,548	-	-	-	(3,872)	1,548	14,224
Transactions with shareholders or owners	-	-	-	-	-	-	-	-	-	-	-
- Capital increases / (reductions)	-	-	-	-	-	-	-	-	-	-	-
- Conversion of financial liabilities into equity	-	-	-	-	-	-	-	-	-	-	-
- Distribution of dividends	-	(12,301)	-	-	-	-	-	-	-	-	(12,301)
- Purchase / sale of treasury stock	-	-	-	-	-	-	-	-	-	-	-
- Equity increase / (decrease) resulting from business combinations	-	-	-	-	-	-	-	-	-	-	-
- Other transactions with shareholders or owners	-	-	-	-	-	-	-	-	-	(448)	(448)
Other changes in equity	-	-	-	-	-	-	-	-	-	-	-
- Equity-settled share-based payment	-	-	-	-	-	-	-	-	-	-	-
- Transfers among components of equity	-	-	-	-	-	-	-	-	-	-	-
- Other changes	-	-	25,000	-	(25,055)	-	-	-	-	-	(55)
CLOSING BALANCE AT 30 JUNIO 2017 (*) (**)	106,611	79,761	(14,848)	(1,138)	16,548	-	-	-	(257)	4,603	191,280

(*) Presented solely and exclusively for comparison purposes

(**) Unaudited

	Equity attributable to the parent									Non-controlling interest	Total Equity
	Capital and reserves								Valuation adjustments		
	Capital	Share premium	Reserves	Less: Treasury shares and own equity instruments	Profit (loss) for the period	Less: Interim dividends	Other equity instruments	Total own funds			
CLOSING BALANCE AT 31 DECEMBER 2015 (*)	101,011	105,492	(93,207)	(460)	65,686	(2,855)	-	-	3,428	4,817	183,912
Adjustments for changes in accounting policy	-	-	-	-	-	-	-	-	-	-	-
Adjustments for errors	-	-	-	-	-	-	-	-	-	-	-
ADJUSTED OPENING BALANCE AT 1 JANUARY 2016 (*)	101,011	105,492	(93,207)	(460)	65,686	(2,855)	-	-	3,428	4,817	183,912
Total comprehensive income/(expense) for the period	-	-	-	-	4,636	-	-	-	521	(124)	5,033
Transactions with shareholders or owners	-	-	-	-	-	-	-	-	-	-	-
- Capital increases / (reductions)	-	-	-	-	-	-	-	-	-	-	-
- Conversion of financial liabilities into equity	-	-	-	-	-	-	-	-	-	-	-
- Distribution of dividends	-	(16,645)	-	-	-	-	-	-	-	-	(16,645)
- Purchase / sale of treasury stock	-	-	-	-	-	-	-	-	-	-	-
- Equity increase / (decrease) resulting from business combinations	-	-	-	(678)	-	-	-	-	-	-	(678)
- Other transactions with shareholders or owners	-	-	-	-	-	-	-	-	-	-	-
Other changes in equity	-	-	-	-	-	-	-	-	-	-	-
- Equity-settled share-based payment	-	-	-	-	-	-	-	-	-	-	-
- Transfers among components of equity	-	-	-	-	-	-	-	-	-	-	-
- Other changes	-	-	63,377	-	(65,686)	2,855	-	-	-	-	546
CLOSING BALANCE AT 30 JUNIO 2016 (*) (**)	101,011	88,847	(29,830)	(1,138)	4,636	-	-	-	3,949	4,693	172,168

(*) Presented solely and exclusively for comparison purposes

(**) Unaudited

**Alantra Partners, S.A. (formely Nmás1 Dinamia, S.A.)
and companies comprising the Alantra Group (formely N+1 Group)**

**CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTH PERIODS ENDED 30 JUNE 2017 AND 2016**

(Thousand euros)

	30/06/2017 (Unaudited)	30/06/2016 (Unaudited) ^(*)
A) CASH FLOWS FROM OPERATING ACTIVITIES:	11,437	(10,706)
Profit (loss) before tax	22,932	7,409
Adjustments to profit (loss):	(4,604)	(611)
- Depreciation and amortisation charge	351	190
- Other net adjustments to profit (loss)	(4,955)	(801)
Changes in working capital	(12,491)	(17,422)
Other cash flows from operating activities:	5,600	(82)
- Interest paid	-	-
- Payment of dividends and remuneration on other equity instruments	-	-
- Dividends received	-	-
- Interest received	-	-
- Income tax recovered/(paid)	5,600	(82)
- Other sums received/(paid) from operating activities	-	-
B) CASH FLOWS FROM INVESTING ACTIVITIES:	3,536	(34,191)
Payments for investments:	(1,612)	(40,086)
- Group companies, associates and business units	(80)	(18,007)
- Property, plant and equipment, intangible assets and investment property	(526)	(384)
- Other financial assets	(1,006)	(2,461)
- Other assets	-	(19,234)
Proceeds from sale of investments:	5,148	5,895
- Group companies, associates and business units	-	-
- Property, plant and equipment, intangible assets and investment property	-	-
- Other financial assets	5,148	-
- Other assets	-	5,895
Other cash flows from investing activities:	-	-
- Dividends received	-	-
- Interest received	-	-
- Other sums received/(paid) from investing activities	-	-
C) CASH FLOWS FROM FINANCIAL ACTIVITIES	(21,088)	41
Sum received/(paid) in respect of equity instruments	-	(678)
- Issuance	-	-
- Redemption	-	-
- Acquisition	-	(678)
- Disposal	-	-
Sums received/(paid) in respect of financial liabilities instruments:	-	17,364
- Issuance	-	17,364
- Repayment and redemption	-	-
Payment of dividends and remuneration on other equity instruments	(21,088)	(16,645)
Other cash flows from financing activities:	-	-
- Interest paid	-	-
- Other sums received/(paid) from financing activities	-	-
D) EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD	-	-
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)	(6,115)	(44,856)
Cash and equivalents, opening balances	101,612	113,345
Cash and equivalents, closing balances	95,497	68,489

(*) Presented solely and exclusively for comparison purposes

Alantra Partners, S.A. (formerly Nmás1 Dinamia, S.A.) and companies comprising the Alantra Group (formerly N+1 Group)

Notes to the Condensed Interim Consolidated Financial Statements for the half-year period from 1 January to 30 June 2017

1. Description of the Alantra Group

Alantra Partners, S.A. (hereinafter, the Company) was incorporated on 11 November 1997 as Dinamia Capital Privado, Sociedad de Capital Riesgo, S.A. The deed for the takeover of N Más Uno IBG, S.A. (hereinafter, N+1 IBG) by the Company was entered in the Madrid Companies Register on 20 July 2015. This transaction (hereinafter, the Merger or Takeover) resulted in N Más Uno IBG, S.A. ceasing to exist and the Company changing its name to the current one and also losing its status as a private equity firm. On 4 January 2017, as a result of the change to the Group's name, the Company changed its name to the present one.

The Company's corporate purpose therefore encompasses the following activities:

1. Provision of financial advisory services.
2. Management of any property or assets, in accordance with any prevailing legal requirements.
3. Acquisition and holding of shares and equity stakes in other companies whose corporate purpose is, pursuant to any prevailing legal requirements, financial brokerage, management of any type of asset including investment funds or portfolios of any type, and provision of all types of investment services.
4. Acquisition, holding and disposal of shares or equity stakes in any type of company; granting participating loans or other forms of finance to any type of company; investment in any securities or financial instruments, assets, movable property or real estate, or rights, in accordance with any prevailing legal requirements, in order to generate a return on said shares or equity stakes in companies and investments.

The activities comprising the corporate purpose may be performed by the Company in whole or in part, or indirectly through ownership of shares or equity stakes in companies with an identical or similar corporate purpose.

The Company carries out its business in Spain from its offices at calle Padilla, 17 in Madrid. The Bylaws and other public information may be consulted at the Company's registered office and on its website (www.alantra.com).

The Company is the parent of a group (hereinafter, the Group or the N+1 Group) comprising various companies carrying out financial advisory and consultancy services to businesses and institutions in Spain and abroad. They also provide investment and associated services; advice on asset management; advice, administration and management for private equity firms, collective investment schemes (hereinafter, CISs) and companies involved in acquiring direct stakes in companies.

On 26 September 2016 the Company issued a material disclosure (*hecho relevante*) to the Spanish securities exchange authority, the Comisión Nacional del Mercado de Valores (CNMV), regarding the change in the trademark of the Group it heads. Since that date, the subsidiaries in the Alantra Group have approved the respective changes to their corporate names in order to replace "N+1", "Nmás1" or "Nplusone" with "Alantra". Appendix details the name changes for each company in the Alantra Group. With respect to the Company, on 4 January 2017 there was entered in the Companies Registry the change of name from Nmás1 Dinamia, S.A. to

Alantra Partners, S.A., previously approved by the General Meeting of 13 December 2016. With this new trademark (and registered corporate name), the Alantra Group (formerly known as the N+1 Group) has set the goal of creating a single distinctive mark that identifies a new stage in its development as a company with a strong international focus.

On 29 July 2015, the Company's 17,390,984 new shares were admitted to trading on the Madrid and Barcelona stock exchanges through the Spanish electronic trading platform (Sistema de Interconexión Bursátil). These shares were issued for exchange in the Takeover and added to the shares that the Company already had in circulation. Since that date, the Alantra Group's (formerly N+1 Group) activity described in the paragraph above is therefore performed within a group whose parent is a listed company.

As of June 30, 2017, the Alantra Group continues to be a Consolidated Group of Investment Services Companies and the Company became the parent thereof.

Details of subsidiaries, jointly-controlled entities and associates at 30 June 2017, and relevant information thereon, are provided below:

Present name	Registered office	Activity	%	
			Investee	Investee
Controlling Company: Alantra Partners, S.A.	Madrid	Financial advisory and consultancy services	n/a	n/a
Subsidiaries				
Alantra International Corporate Advisory, S.L. (5)	Madrid	Holding, usufruct and disposal of shares and stakes in non-listed companies	95.30	-
Alantra Corporate Finance, S.A.U. (5) (9)	Madrid	Financial advisory and consultancy services	-	95.30
Alantra Corporate Portfolio Advisors, S.L. (9)	Madrid	Financial advisory and consultancy services	-	66.71
Alantra s.r.l. (5)	Milan	Financial advisory and consultancy services	-	81.01
Alantra Deutschland GmbH (5)	Frankfurt	Financial advisory services	-	95.30
Alantra France Corporate Finance SAS (5)	Paris	Financial advisory services	-	57.18
Alantra U.S. Corporation LLC (5) (10)	Wilmington	Financial advisory services	-	95.30
Alantra, LLC (2) (10) (11)	Boston	Financial advisory services	-	95.30
Downer & Company, S.A.S. (2) (11)	Paris	Financial advisory services	-	95.30
C.W. Downer & Co. India Advisors LLP (2) (11)	Mumbai	Financial advisory services	-	94.35
Partnersalantra Portugal, LDA (1) (2) (5)	Lisbon	Financial advisory services	-	81.01
Alantra Nordics AB (1) (2) (5)	Stockholm	Financial advisory services	-	76.24
Alantra Corporate Finance, B.V. (5)	Amsterdam	Financial advisory services	-	95.30
Alantra Greece Corporate Advisors, S.A. (1) (5)	Athens	Financial advisory services	-	83.39
Alantra Chile SPA (1) (5) (12)	Santiago de Chile	Financial advisory services	-	95.30
Alantra Investment Managers, S.L.U. (7)	Madrid	Financial advisory services	100	-
Alantra Private Equity Advisor, S.A.U. (7)	Madrid	Financial advisory and consultancy services	-	100
Nmás1 Private Equity International S.à.r.l (7)	Luxembourg	General Partner of private equity investment firms	-	100
Alantra Capital Privado, S.G.E.I.C., S.A.U. (3) (7)	Madrid	Administration and management of venture capital firms	-	100
Alantra Private Equity Servicios, S.L.U. (3)	Madrid	Financial advisory and consultancy services	-	100
Mercapital Private Equity, S.G.E.I.C., S.A.U. (7) (8)	Madrid	Administration and management of venture capital firms	-	100
Paulonia Servicios de Gestión, S.L.U. (8)	Madrid	Financial advisory services	-	100
Partilonia Administración, S.L.U. (8)	Madrid	Financial advisory services	-	100
Mideslonia Administración, S.L.U. (8)	Madrid	Financial advisory services	-	100
Flenox, S.L.U. (8)	Madrid	Financial advisory services	-	100
EQMC GP LLC (7)	Wilmington	General Partner of investment vehicles	-	100
Alteralia Management S.à.r.l. (7)	Luxembourg	General Partner of investment vehicles	-	100
Alantra Asset Management, S.G.I.I.C., S.A.U. (6)	Madrid	Administration and management of CISs	100	-
QMC Directorship, S.L.U. (6)	Madrid	Acquisition, holding, usufruct and disposal of shares and stakes of all kinds	-	100
Baruch Inversiones, S.L.	Madrid	Holding, usufruct and disposal of shares and stakes in non-listed companies	46.56	-
Alantra Equity and Credit Management, S.A.U.	Madrid	Financial advisory and consultancy services	100	-
Alantra Debt Solutions, S.L.	Madrid	Financial advisory and consultancy services	75	-
Alantra Infrastructure, S.L.U.	Madrid	Holding, usufruct and disposal of shares and stakes in non-listed companies	100	-
Alantra Equities, Sociedad de Valores, S.A.	Madrid	Investment and associated services	50.01	-
Alantra REIM, S.L.U.	Madrid	Acquisition, holding, lease, operation and disposal of real estate	100	-
Alantra Dinamia Portfolio II, S.L.	Madrid	Holding, usufruct and disposal of shares and stakes in non-listed companies	100	-
Alantra Capital Markets, Sociedad de Valores, S.A.U. (1)	Madrid	Investment and associated services	100	-
Alantra Wealth Management, Agencia de Valores, S.A. (4)	Madrid	Investment and associated services	50.01	-
Alantra Wealth Management Gestión, S.G.I.I.C., S.A. (4)	Madrid	Administration and management of CISs	50.01	-
Alantra Belgium, NV (5) (13)	Antwerp	Financial advisory and consultancy services	-	95.29
Alantra Ireland Corporate Finance Limited (5) (13)	Dublin	Financial advisory and consultancy services	-	95.30
Brooklin Buy-Out Limited (7) (14)	Dublin	General Partner of investment vehicles	-	100

(1) Companies incorporated in 2016.

(2) Companies acquired in 2016.

(3) Alantra Capital Privado, S.G.E.I.C., S.A.U. is sole shareholder of Alantra Private Equity Servicios, S.L.U.

(4) Additional 27% acquired in 2016.

(5) Alantra International Corporate Advisory, S.L. is sole shareholder of Alantra Corporate Finance, S.A.U., Alantra Deutschland GmbH, Alantra Corporate Finance B.V., Alantra U.S. Corporation, Alantra Ireland Corporate Finance Limited and Alantra Chile SPA. It also holds 99.99% of the capital of Alantra Belgium, N.V., 85% of Alantra, s.r.l., 60% of Alantra France Corporate Finance SAS, 85% of Partnersalantra Portugal, LDA, 80% of Alantra Nordics AB, 87.5% of Alantra Greece Corporate Advisors, S.A., 27.24% of Nplus1 Signer Ltd, 35% of Nplus1 Daruma Finansal Danışmanlık Hizmetleri A.Ş and Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık Hizmetleri A.Ş and 25% of Alantra AG.

(6) Alantra Asset Management, S.G.I.I.C., S.A.U. is sole shareholder of QMC Directorship, S.L.U.

(7) Alantra Investment Managers, S.L.U. is sole shareholder of Alantra Capital Privado S.G.E.I.C., S.A.U., Mercapital Private Equity S.G.E.I.C., S.A.U., Nmás1 Private Equity International S.à.r.l., Alantra Private Equity Advisor, S.A.U., EQMC GP LLC, Alteralia Management, S.à.r.l. and Brooklin Buy-Out Limited.

(8) Mercapital Private Equity S.G.E.I.C., S.A.U. is sole shareholder of Paulonia Servicios de Gestión, S.L.U., Partilonia Administración, S.L.U., Mideslonia Administración, S.L.U. and Flenox, S.L.U.

(9) Alantra Corporate Finance, S.A.U., has a 70% stake in Alantra Corporate Portfolio Advisors, S.L.

(10) Alantra U.S. Corporation LLC is sole shareholder of Alantra, LLC.

(11) Alantra, LLC is sole shareholder of Downer & Company, S.A.S. and it also holds 99% of the capital of C.W. Downer & Co. India Advisors LLP.

(12) Alantra Chile Spa holds 30.95% of the capital of Landmark Capital, S.A.

(13) Companies incorporated in 2017.

(14) Sociedades adquiridas en 2017.

El detalle de las sociedades dependientes al 30 de junio de 2017, junto con la información relevante relacionada con las mismas, se muestra a continuación:

	Registered office	Activity	%	
			Investee	Investee
Holdings in jointly controlled enterprises				
Alpina Real Estate GP I, S.A.	Luxembourg	Silent Partner of a limited joint-stock partnership	50	-
Alpina Real Estate GP II, S.A.	Luxembourg	Silent Partner of a limited joint-stock partnership	50	-
Alpina Real Estate GP, S.A.	Luxembourg	Silent Partner of a limited joint-stock partnership	50	-
Phoenix Recovery Management, S.L.	Madrid	Acquisition, administration and management of movable assets and securities and investment portfolios	50	-
Holdings in associates				
Nplus1 Singer Ltd (2) (3)	London	Holding, usufruct and disposal of shares and stakes in non-listed companies	-	25.96
Nplus1 Singer Advisory LLP (3)	London	Financial advisory and consultancy services	-	25.96
Nplus1 Singer Capital Markets Ltd (3)	London	Investment and associated services	-	25.96
Alantra AG (2)	Zurich	Financial advisory and consultancy services	-	23.83
Landmark Capital, S.A. (1) (4) (5)	Santiago de Chile	Financial advisory services	-	29.50
Landmark Capital Asesoría Empresarial Ltda. (1) (5)	Sao Paulo	Financial advisory services	-	29.50
Landmark Capital Argentina SRL (1) (5)	Buenos Aires	Financial advisory services	-	29.48
Landmark Capital Colombia SAS (1) (5)	Bogotá	Financial advisory services	-	29.50
Nplus1 Daruma Finansal Danışmanlık Hizmetleri A.Ş. (2)	Istanbul	Financial advisory and consultancy services	-	33.36
Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık Hizmetleri A.Ş. (2) (6)	Istanbul	Financial advisory and consultancy services	-	33.36
Nplus 1 Daruma Turizm Yatırım Finansal Dan.Hiz.A.Ş (6)	Istanbul	Financial advisory and consultancy services	-	26.68

(1) Companies acquired in 2016.

(2) Alantra International Corporate Advisory, S.L. is sole shareholder of Alantra Corporate Finance, S.A.U., Alantra Deutschland GmbH, Alantra Corporate Finance B.V., Alantra U.S. Corporation, Alantra Ireland Corporate Finance Limited and Alantra Chile SPA. It also holds 99.99% of the capital of Alantra Belgium, N.V., 85% of Alantra, s.r.l., 60% of Alantra France Corporate Finance SAS, 85% of Partners Alantra Portugal, LDA, 80% of Alantra Nordics AB, 87.5% of Alantra Greece Corporate Advisors, S.A., 27.24% of Nplus1 Signer Ltd, 35% of Nplus1 Daruma Finansal Danışmanlık Hizmetleri A.Ş and Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık Hizmetleri A.Ş and 25% of Alantra AG.

(3) Nplus1 Singer Ltd is sole shareholder of Nplus1 Singer Advisory LLP and Nplus1 Singer Capital Markets Ltd.

(4) Alantra Chile Spa holds 30% of the capital of Landmark Capital, S.A.

(5) Landmark Capital, S.A. is sole shareholder of Landmark Capital Asesoría Empresarial Ltda. and Landmark Capital Colombia SAS. It also holds 99.96% of the capital of Landmark Capital Argentina SRL.

(6) Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık Hizmetleri A.Ş. has an 80% stake in Nplus 1 Daruma Turizm Yatırım Finansal Dan.Hiz.A.Ş

Details of subsidiaries, jointly-controlled entities and associates at 31 December 2016, and relevant information thereon, are provided below:

Present name	Registered office	Activity	%	
			Investee	Investee
Controlling Company: Alantra Partners, S.A.	Madrid	Financial advisory and consultancy services	n/a	n/a
Subsidiaries:				
Alantra International Corporate Advisory, S.L. (5)	Madrid	Holding, usufruct and disposal of shares and stakes in non-listed companies	95.30	-
Alantra Corporate Finance, S.A.U. (5) (9)	Madrid	Financial advisory and consultancy services	-	95.30
Alantra Corporate Portfolio Advisors, S.L. (9)	Madrid	Financial advisory and consultancy services	-	66.71
Alantra s.r.l. (5)	Milan	Financial advisory and consultancy services	-	81.01
Alantra Deutschland GmbH (5)	Frankfurt	Financial advisory services	-	95.30
N+1 France Corporate Finance SAS (15) (5)	Paris	Financial advisory services	-	57.18
N+1 U.S. Corporation LLC (5) (10) (14)	Wilmington	Financial advisory services	-	95.30
Alantra, LLC (2) (10) (11)	Boston	Financial advisory services	-	95.30
Downer & Company, S.A.S. (2) (11)	Paris	Financial advisory services	-	95.30
C.W. Downer & Co. India Advisors LLP (2) (11)	Mumbai	Financial advisory services	-	94.35
Másuno Portugal Corporate Finance, Unipessoal LDA (1) (2) (5)	Lisbon	Financial advisory services	-	81.01
Alantra Nordics AB (1) (2) (5)	Stockholm	Financial advisory services	-	76.24
Alantra Corporate Finance, B.V. (5) (14)	Amsterdam	Financial advisory services	-	95.30
Alantra Greece Corporate Advisors, S.A. (1) (5)	Athens	Financial advisory services	-	83.39
Nmás1 Chile SPA (1) (5) (13)	Santiago de Chile	Financial advisory services	-	95.30
Alantra Investment Managers, S.L.U. (7)	Madrid	Financial advisory services	100	-
Alantra Private Equity Advisor, S.A.U. (7)	Madrid	Financial advisory and consultancy services	-	100
Nmás1 Private Equity International S.à.r.l (7) (12)	Luxembourg	General Partner of private equity investment firms	-	100
Alantra Capital Privado, S.G.E.I.C., S.A.U. (3) (7)	Madrid	Administration and management of venture capital firms	-	100
Alantra Private Equity Servicios, S.L.U. (3)	Madrid	Financial advisory services y consultoría	-	100
Mercapital Private Equity, S.G.E.I.C., S.A.U. (7) (8)	Madrid	Administration and management of venture capital firms	-	100
Paulonia Servicios de Gestión, S.L.U. (8)	Madrid	Financial advisory services	-	100
Partilonia Administración, S.L.U. (8)	Madrid	Financial advisory services	-	100
Mideslonia Administración, S.L.U. (8)	Madrid	Financial advisory services	-	100
Flenox, S.L.U. (8)	Madrid	Financial advisory services	-	100
EQMC GP LLC (14) (7)	Wilmington	General Partner of investment vehicles	-	100
Alteralia Management S.à.r.l. (15) (7)	Luxembourg	General Partner of investment vehicles	-	100
Alantra Asset Management, S.G.I.I.C., S.A.U. (6)	Madrid	Administration and management of CISs	100	-
QMC Directorship, S.L.U. (6)	Madrid	Acquisition, holding, usufruct and disposal of shares and stakes of all kinds	-	100
Baruch Inversiones, S.L.	Madrid	Holding, usufruct and disposal of shares and stakes in non-listed companies	46.56	-
Alantra Equity and Credit Management, S.A.U.	Madrid	Financial advisory and consultancy services	100	-
Alantra Debt Solutions, S.L.	Madrid	Financial advisory and consultancy services	75	-
Alantra Infrastructure, S.L.U.	Madrid	Holding, usufruct and disposal of shares and stakes in non-listed companies	100	-
Alantra Equities, Sociedad de Valores, S.A.	Madrid	Investment and associated services	50.01	-
Alantra REIM, S.L.U.	Madrid	Acquisition, holding, lease, operation and disposal of real estate	100	-
Alantra Dinamia Portfolio II, S.L. (14)	Madrid	Holding, usufruct and disposal of shares and stakes in non-listed companies	100	-
Alantra Capital Markets, Sociedad de Valores, S.A.U. (1)	Madrid	Investment and associated services	100	-
Alantra Wealth Management, Agencia de Valores, S.A. (4)	Madrid	Investment and associated services	50.01	-
Alantra Wealth Management Gestión, S.G.I.I.C., S.A. (4)	Madrid	Administration and management of CISs	50.01	-

(1) Companies incorporated in 2016.

(2) Companies acquired in 2016.

(3) Alantra Capital Privado, S.G.E.I.C., S.A.U. is sole shareholder of Alantra Private Equity Servicios, S.L.U.

(4) Additional 27% acquired in 2016.

(5) Alantra International Corporate Advisory, S.L. is sole shareholder of Alantra Corporate Finance, S.A.U., Alantra Deutschland GmbH, Alantra Corporate Finance B.V., N+1 U.S. Corporation and Nmás1 Chile SPA. It also holds 85% of the capital of Alantra, s.r.l., 60% of N+1 France Corporate Finance SAS, 85% of Másuno Portugal Corporate Finance, Unipessoal LDA, 80% of Alantra Nordics AB, 87,5% of Alantra Greece Corporate Advisors, S.A., 27,24% of Nplus1 Signer Ltd, 35% of Nplus1 Daruma Finansal Danışmanlık Hizmetleri A.Ş and Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık Hizmetleri A.Ş and 25% of Alantra AG.

(6) Alantra Asset Management, S.G.I.I.C., S.A.U. is sole shareholder of QMC Directorship, S.L.U.

(7) Alantra Investment Managers, S.L.U. posee una participación del 100% en Alantra Capital Privado S.G.E.I.C., S.A.U., Mercapital Private Equity S.G.E.I.C., S.A.U., Nmás1 Private Equity International S.à.r.l., Alantra Private Equity Advisor, S.A.U., EQMC GP LLC y en Alteralia Management, S.à.r.l.

(8) Mercapital Private Equity S.G.E.I.C., S.A.U. is sole shareholder of Paulonia Servicios de Gestión, S.L.U., Partilonia Administración, S.L.U., Mideslonia Administración, S.L.U. and Flenox, S.L.U.

(9) Alantra Corporate Finance, S.A.U., has a 70% stake in Alantra Corporate Portfolio Advisors, S.L.

(10) N+1 U.S. Corporation LLC is sole shareholder of Alantra, LLC.

(11) Alantra, LLC is sole shareholder of Downer & Company, S.A.S. and it also holds 99% of the capital of C.W. Downer & Co. India Advisors LLP.

(12) On 28 December 2016 the relocation of the Company's registered office from Jersey to Luxembourg was approved.

(13) Nmás1 Chile Spa holds 30% of the capital of Landmark Capital, S.A.

(14) Companies incorporated in 2015.

(15) Companies acquired in 2015.

Listed below are the jointly controlled and associate companies at 31 December 2016, together with the key information on those entities:

	Registered office	Activity	%	
			Investee	Investee
Holdings in jointly controlled enterprises				
Alpina Real Estate GP I, S.A.	Luxembourg	Silent Partner of a limited joint-stock partnership	50	-
Alpina Real Estate GP II, S.A.	Luxembourg	Silent Partner of a limited joint-stock partnership	50	-
Alpina Real Estate GP, S.A.	Luxembourg	Silent Partner of a limited joint-stock partnership	50	-
Phoenix Recovery Management, S.L. (7) (8)	Madrid	Acquisition, administration and management of movable assets and securities and investment portfolios	50	-
Holdings in associates				
Nplus1 Singer Ltd (2) (3)	London	Holding, usufruct and disposal of shares and stakes in non-listed companies	-	25.96
Nplus1 Singer Advisory LLP (3)	London	Financial advisory and consultancy services	-	25.96
Nplus1 Singer Capital Markets Ltd (3)	London	Investment and associated services	-	25.96
Alantra AG (2)	Zurich	Financial advisory and consultancy services	-	23.83
Landmark Capital, S.A. (1) (4) (5)	Santiago de Chile	Financial advisory services	-	28.59
Landmark Capital Assesoria Empresarial Ltda. (1) (5)	Sao Paulo	Financial advisory services	-	28.59
Landmark Capital Argentina SRL (1) (5)	Buenos Aires	Financial advisory services	-	28.58
Landmark Capital Colombia SAS (1) (5)	Bogotá	Financial advisory services	-	28.59
Nplus1 Daruma Finansal Danışmanlık Hizmetleri A.Ş. (2)	Istanbul	Financial advisory and consultancy services	-	33.36
Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık Hizmetleri A.Ş. (2) (6)	Istanbul	Financial advisory and consultancy services	-	33.36
Nplus1 Daruma Turizm Yatırım Finansal Dan.Hiz.A.Ş (6)	Istanbul	Financial advisory and consultancy services	-	26.68

(1) Companies acquired in 2016.

(2) Alantra International Corporate Advisory, S.L. is sole shareholder of Alantra Corporate Finance, S.A.U., Alantra Deutschland GmbH, Alantra Corporate Finance B.V., N+1 U.S. Corporation and Nmás1 Chile SPA. It also holds 85% of the capital of Alantra, s.r.l., 60% of N+1 France Corporate Finance SAS, 85% of Másuno Portugal Corporate Finance, Unipessoal LDA, 80% of Alantra Nordics AB, 87,5% of Alantra Greece Corporate Advisors, S.A., 27,24% of Nplus1 Signer Ltd, 35% of Nplus1 Daruma Finansal Danışmanlık Hizmetleri A.Ş and Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık Hizmetleri A.Ş and 25% of Alantra AG.

(3) Nplus1 Singer Ltd is sole shareholder of Nplus1 Singer Advisory LLP y en Nplus1 Singer Capital Markets Ltd.

(4) Nmás1 Chile Spa holds 30% of the capital of Landmark Capital, S.A.

(5) Landmark Capital, S.A. is sole shareholder of Landmark Capital Assesoria Empresarial Ltda. and Landmark Capital Colombia SAS. It also holds 99.96% of the capital of Landmark Capital Argentina SRL.

(6) Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık Hizmetleri A.Ş. has an 80% stake in Nplus1 Daruma Turizm Yatırım Finansal Dan.Hiz.A.Ş

(7) Companies incorporated in 2015.

(8) Companies acquired in 2015.

2. Basis of presentation of the summarized consolidated interim financial statements and other information

2.1 Basis of presentation of the summarized consolidated interim financial statements

These condensed interim consolidated financial statements for the six months to 30 June 2017 have been prepared in accordance with the guidance in IAC 34 - Interim financial reporting on the preparation of condensed interim financial statements. The consolidated balance sheet, income statement, statement of recognised income and expenses, statement of cash flows and the statement of total changes in net equity presented in these condensed interim consolidated financial statements were prepared, generally speaking, using the general model contained in CNMV Circular 1/2008, of 30 January, on periodic reports submitted by issuers of securities admitted to trading on regulated markets in connection with half-yearly financial reports, interim management statements and, where applicable, quarterly financial reports.

In accordance with IAC 34, interim financial information is prepared purely for the purpose of providing an update on the most recent annual financial statements. Accordingly, it focuses on new activities, events and circumstances, and does not duplicate information previously reported. These interim financial statements do not, therefore, contain all the information required in full consolidated financial statements prepared in accordance with International Financial Reporting Standards. For a full understanding of these condensed interim consolidated financial statements, therefore, they must be read together with the Group's consolidated annual financial statements for the year ended 31 December 2016.

The consolidated annual financial statements of the Alantra Group for the year ended 31 December 2016 were prepared by the Company's directors at the Board meeting on 24 March 2017 and approved by shareholders at the General Meeting held on 25 April 2017.

The directors of the Group's parent company are responsible for the information contained in these condensed interim consolidated financial statements.

These condensed interim consolidated financial statements were prepared from the Company's accounting records and the individual records of the companies that comprise the Group and are presented in accordance with the financial reporting framework applicable to the Group.

2.2 Comparison of information

As required by corporate law, the information relating to 2016 (audited) contained in these notes to the summarized consolidated interim financial statements is presented for comparison purposes only with the information relating to 2017.

2.3 Non-mandatory accounting policies applied

No non-mandatory accounting principles have been applied. Furthermore, these condensed interim consolidated financial statements were prepared from the Company's accounting records and the individual records of the companies that comprise the Group taking into account all the mandatory accounting principles and standards with a significant effect thereon. No mandatory accounting principle has been omitted.

2.4 Main regulatory changes taking place between 1 January and 30 June 2017

New standards, amendments and interpretations that came into effect in the year from 1 January 2017 pending adoption by the European Union at the date on which these condensed interim consolidated financial statements were prepared:

- Amendment to IAS 7 "Disclosure initiative". Introduces additional disclosure requirements on financing activities to improve the information provided to the users of financial statements.

This amendment will be applied prospectively for annual reporting periods beginning on or after 1 January 2017, with early application permitted.

- Amendment to IAS 12 "Recognition of deferred tax assets for unrealised losses". Clarification of the principles established for the recognition of deferred tax assets for unrealised losses, based on the following points:
 - Unrealised losses on debt instruments measured at fair value but whose tax base is cost can give rise to deductible temporary differences regardless of whether the holder expects to recover the carrying amount by holding the debt instrument to maturity or selling it.
 - When estimating taxable profit of future periods, an entity can assume that an asset will be recovered for more than its carrying amount if that recovery is probable and the asset is not impaired. All relevant facts and circumstances should be assessed when making this assessment, and entities must have sufficient evidence to support it.
 - For the purposes of assessing if these temporary differences are recoverable and comparing them with future taxable profits, the latter excludes tax deductions resulting from the reversal of those deductible temporary differences.

These amendments will be applied retrospectively for annual reporting periods beginning on or after 1 January 2017, with early application permitted.

- IFRS Annual improvements cycle for 2014–2016. Amendment to IFRS 1 First-time adoption of international financial reporting standards and clarifications to IFRS 12 Disclosure of interests in other entities and IAS 28 Investments in associates and joint ventures.

The amendments to IFRS 1 and IAS 28 will apply to periods beginning on or after 1 January 2018, and the amendments to IFRS 12 will apply to periods beginning on or after 1 January 2017, although early application is allowed in all cases.

Principal standards, amendments to existing standards and interpretations of standards not mandatorily applicable until reporting periods starting after the six months ended 30 June 2017:

Standards, amendments and interpretations approved for use in the European Union:

- IFRS 15 “Revenue from contracts with customers”. IFRS 15 specifies the principles entities must apply to account for revenue and cash flows from contracts for sales of goods or services to their customers.

According to this new standard, entities will recognise revenue from a contract with customers when they have satisfied their performance obligations by transferring goods or services to their customers, in accordance with the terms of the contract. A good or service is considered to have been transferred or performed when its control passes to the customer. The amount to be recognised will reflect the payment which the entity expects to be entitled for the goods or services transferred.

IFRS 15 replaces IAS 18 – “Revenue”, IAS 11 – “Construction contracts”, IAS 13 – “Customer loyalty programmes”, IFRIC 15 – “Agreements for the construction of real estate”, IFRIC 18 – “Transfers of assets from customers” and SIC 31 – “Revenue-Barter transactions involving advertising services”.

This standard will apply to periods beginning on or after 1 January 2018, although it may be applied earlier.

- IFRS 9 “Financial instruments”: on 24 July 2014, the IASB issued IFRS 9 which will replace IAS 39 in the future and includes requirements for the classification and measurement of financial assets and liabilities, impairment of financial assets and hedge accounting.

Classification and measurement of financial assets and liabilities

The classification of financial assets will depend on the entity's business model for management of those assets and on the characteristics of the contractual cash flows, and will result in the financial assets being measured at amortised cost, at fair value through equity or at fair value through profit or loss. The combined effect of the business model test and contractual cash flow characteristics test could give rise to differences in the population of financial assets measured at amortised cost or at fair value in comparison with IAS 39.

The categories for classifying financial liabilities proposed by IFRS 9 are similar to the ones already existing in IAS 39, so any differences should not be very significant except, perhaps, for the requirement to record changes in the fair value associated with the related credit risk as a component of equity, in the case of financial liabilities measured at fair value.

Impairment of financial assets

The impairment requirements will apply for financial assets measured at amortised cost and at fair value through equity, and for leases and certain loan commitments and collateral contracts.

At initial recognition, a provision is required for the expected losses from the impairment events that may possibly occur in the next 12 months ("expected loss at 12 months").

In the event of significant increase in credit risk, a provision is required for all possible impairment events expected over the life of the financial instrument ("expected loss over the entire life of the operation").

The assessment as to whether the credit risk has increased significantly since initial recognition must be done, for each reporting period, considering the risk of default over the remaining life of the financial instrument. The measurement of credit risk and estimation of expected losses must be performed so as to provide an unbiased and probability-weighted estimate, and should draw on all available information of relevance for the measurement, including information on past events, current conditions and reasonable and supportable forecasts of future events and economic conditions at the reporting date.

The end goal is for recognition and measurement of impairment to be done more prospectively than under the current IAS 39 loss model.

Hedge accounting

Hedge accounting will also undergo changes, as the new standard takes a different approach than the current IAS 39, by trying to align the accounting treatment with the economic management of the risk. IFRS 9 will also allow hedge accounting for a greater variety of risks and hedging instruments. The standard does not address accounting for so-called macro hedge strategies. In order to avoid conflict between current macro hedge accounting and the new general hedge accounting scheme, IFRS 9 includes an accounting policy option of continuing to apply the IAS 39 hedge accounting approach.

The IASB has set 1 January 2018 as date of mandatory application of IFRS 9, while allowing earlier implementation.

The Group has been analysing the new IFRS 9 criteria on recognition, measurement and impairment of financial assets and their implications for 2018:

- The ones on hedge accounting will not apply as the Group does not have accounting hedges.
- In particular, analysis is being conducted with respect to loans to third parties with variable remuneration and to current equity holdings (basically, investment funds and close-ended venture capital firms) to determine if there are cases where measurement at fair value through profit or loss should be applied, and in the case of assets that qualify as equity instruments, to determine if the fair value through equity option (irrevocable) should be taken.

No quantitative information is disclosed concerning the impact of the transition to IFRS 9 and IFRS 15 on these condensed interim consolidated financial statements, as the changes are not expected to have a material impact on the Group's consolidated financial statements.

Standards, amendments and interpretations not approved for use in the European Union:

- IFRS 15 “Clarifications to IFRS 15 Revenue from contracts with customers”. The amendments made to IFRS 15 clarify how some of the principles of the new standard should be applied. They specifically clarify:
 - How to identify a performance obligation (promise to transfer a good or service to a customer) in a contract;
 - How to determine if an entity is acting as principal (provider of a good or service) or agent (representative of the organisation for which the good or service is transferred); and
 - How to determine if revenue from grant of a licence should be recognised at a point in time or over a period of time.

Two other amendments are also included to reduce the cost and complexity of first-time application of the new standard. The amendments will apply at the same time as IFRS 15, that is, for the periods beginning on or after 1 January 2018, although they may be applied earlier.

- IFRS 16 “Leases”. On 13 January 2016, the IASB issued IFRS 16, which replaces IAS 17. The new standard provides a single lessee accounting model, requiring the lessee to recognise assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. The lessee must recognise a right-of-use asset that represents its right to utilise the leased asset, and a lease liability that represents its obligation to make the lease payments.

As regards accounting by lessors, IFRS 16 substantially maintains the accounting requirements of IAS 17. Consequently, the lessor will continue classifying each lease as an operating lease or a finance lease, with a different accounting treatment for each.

This standard will apply to years beginning on or after 1 January 2019, although it may be applied earlier if IFRS 15 is applied as well.

- IFRS 17 “Insurance contracts”. Replaces IFRS 4. Addresses the recognition, measurement, presentation and disclosure requirements for insurance contracts to ensure the entity discloses relevant and reliable information that allows users to determine the effect that these insurance contracts have on the financial statements.

This standard will be effective for periods beginning on or after 1 January 2021 (date of initial application), and it will be mandatory to disclose information for the purposes of comparison (transition date 1 January 2020). Early application is allowed provided IFRS 15 and IFRS 9 are also applied at the date of initial application.

- IFRS 2 “Classification and measurement of share based payment transactions”. The amendments to IFRS 2 specify the requirements to be applied in three aspects:
 - In measuring the fair value of a cash-settled share-based payment, non-market vesting conditions will only be taken into account to adjust the number of shares to be included in the transaction amount.
 - When, in a transaction that would be classified as an equity-settled share-based payment, an entity retains a number of equity instruments equal to the monetary value of the legal tax withholding obligation, the transaction as a whole will be classified as an equity-settled share-based payment.
 - When a cash-settled share-based payment is classified as an equity-settled share-based payment, the modification will be accounted for by derecognising the original liability and recognising in equity

the fair value of the equity instruments awarded as consideration for goods or services at the date of the modification; the differences will be immediately recognised in the income statement.

The amendments will apply to years beginning on or after 1 January 2018, although they may be applied earlier.

- IFRS 4 “Insurance contracts”. The amendments to IFRS 4 address the accounting implications arising from applying IFRS 9 before the future standard on insurance contracts, introducing two solutions of optional application:
 - The deferral or temporary exemption approach allows entities whose activities are predominantly connected with insurance to defer the application of IFRS 9 and continue applying IAS 39 until 2021.
 - The overlay approach allows any entity that writes insurance contracts to recognise in equity, rather than in profit or loss, any additional accounting volatility that may arise from applying IFRS 9 in comparison to IAS 39 prior to the application of the future standard on insurance contracts.

These amendments will apply to years beginning on or after 1 January 2018, although they may be applied earlier.

- Amendments to IFRS 10 and IAS 28 “Sale or contribution of assets between an investor and its associate or joint venture”. These amendments provide clarification regarding the gain or loss from such transactions, in view of an inconsistency currently existing between the two standards. If the transaction subject matter constitutes a business, there will be full gain or loss recognition; if the subject matter of the transaction consists of assets, full recognition will not apply. The effective date is yet to be determined.
- IFRIC 22 - Foreign currency transactions and advance consideration. This interpretation refers to how to determine the transaction date and hence the exchange rate to be used to convert an asset, expense or income on initial recognition, in circumstances where a non-monetary prepayment asset or non-monetary deferred income liability arising from payment or receipt of advance consideration, and provides that the transaction date will be the date on which the entity initially recognises the non-monetary asset or the non-monetary liability.

If there are several payments or receipts of advance consideration, the entity will determine a transaction date for each payment or receipt of advance consideration.

The interpretation will apply to years beginning on or after 1 January 2018, although they it be applied earlier.

- IFRIC 23 “Uncertainty over Income Tax Treatments”. Clarifies how to apply IAS 12 recognition and measurement criteria when there is uncertainty over whether the tax authority will accept a tax treatment used by the entity. An entity is required to determine whether each tax treatment should be considered independently or whether some tax treatments should be considered together. The decision should be based on which approach provides better predictions of the resolution of the uncertainty and an examination of the effect of the uncertainty on the financial statements.

An entity has to consider whether it is probable that the relevant authority will accept each tax treatment, assuming that the authority will examine those amounts and will have full knowledge of all relevant information when doing so.

The judgements and estimates applied to deferred tax liabilities and deferred tax assets must be consistent and reassessed if facts and circumstances change. The effect of such changes must be recorded as a change in accounting estimates.

This interpretation will be effective for periods beginning on or after 1 January 2019, and early application is allowed.

2.5 Basis of consolidation

2.5.1. Subsidiaries

Subsidiaries are defined as entities over which the Group has the capacity to exercise control; control is, in general but not exclusively, presumed to exist when the Company owns directly or indirectly 50% or more of the voting rights of the investee or, even if this percentage is lower or zero, when, for example, there are other circumstances or agreements that give the Company control. A company has control over another investee when it is exposed, or has rights to variable returns from its involvement with the investee, and when it has the ability to use its power to affect its returns, even if the aforesaid percentage stake is not held.

The financial statements of the Group's subsidiaries are fully consolidated as per prevailing accounting standards. The following criteria, inter alia, were therefore adopted during consolidation:

1. All material balances and results of transactions carried out between consolidated companies, along with the material results of internal transactions that did not involve third parties were eliminated on consolidation.
2. Minority shareholders' shares in the equity and results of consolidated subsidiaries are shown under "Noncontrolling interests" in the consolidated balance sheet and under "Profit (loss) attributable to noncontrolling interests" in the consolidated income statement, respectively.
3. On acquisition, the assets, liabilities and contingent liabilities of a subsidiary are recognised at their fair value at the date of acquisition. Any excess of the cost of acquisition over the fair value of the identifiable net assets acquired is recognised as goodwill. Any negative differences are taken to income on the acquisition date
4. Any changes in the equity of consolidated subsidiaries as from the date of acquisition that are not due to changes in the percentages of capital held or percentage share of results, or to changes in their valuation adjustments are recognised under "Reserves" in the consolidated balance sheet.

Loss of control over a subsidiary

When control over a subsidiary is lost, for consolidation purposes only, the profit or loss recognised in the separate financial statements of the company reducing its equity interest must be adjusted as per the following criteria:

- a) The amount relating to the reserves in consolidated companies generated since acquisition is taken to reserves in the company, reducing its equity interest.
- b) The amount relating to income and expenses generated by the subsidiary during the year until the date control is lost is presented based on its substance.
- c) The amounts relating to income and expenses recognised directly in the subsidiary's equity since the acquisition date that have not been taken to consolidated profit or loss are reclassified based on their

substance. Associated translation differences are recognised under “Exchange differences” in the consolidated income statement.

- d) Any profit or loss existing after such adjustments have been made is recognised in the consolidated income statement.

If control is lost without divestment of the equity interest in the subsidiary, the result of the transaction is also presented in the consolidated income statement.

On the other hand, if the subsidiary in question becomes a jointly-controlled entity or associate, it is consolidated using the equity method on initial recognition at the fair value of the shareholding retained at said date. The balancing entry of the adjustment needed to measure the new equity interest at fair value is recognised as per the criteria described in the previous points.

Lastly, and for consolidation purposes only, an adjustment must be recognised in the consolidated income statement to recognise minority shareholders’ share of income and expenses generated by the subsidiary during the year until the date control is lost, and in the income and expenses recognised directly in Equity transferred to profit and loss.

2.5.2. Jointly-controlled entities

A jointly-controlled entity is an entity which, not being a subsidiary, is jointly controlled by the Group and one or more companies not related to the Group. This heading includes joint ventures. Joint ventures are contractual arrangements whereby two or more entities (“venturers”) undertake an economic activity or hold assets so that any strategic financial or operating decisions affecting them requires the unanimous consent of all venturers, and those operations and assets are not part of any financial structure other than those of the venturers. Jointly-controlled entities are measured using the equity method, as defined in prevailing accounting standards and below.

2.5.3. Associates

Associates are defined as companies over which the Company is in a position to exercise significant influence, but not control or joint control. This influence is usually evidenced by a direct or indirect holding of 20% or more of the investee’s voting rights, unless it can be clearly demonstrated that such influence does not exist. Associates are measured using the equity method, as defined in prevailing accounting standards.

On acquisition, associates are recognised at fair value under “Investments accounted for using the Equity method” in the consolidated balance sheet. Fair value is equal to the share of the investee’s equity held, excluding any treasury shares. Goodwill generated due to any excess of the cost of acquisition over the fair value of the identifiable net assets acquired is recognised as part of the value of the equity interest held under “Investments accounted for using the equity method” and not separately under “Intangible assets – Goodwill”.

Associates were consolidated using the equity method. Investments in associates were therefore measured for an amount equivalent to the Group’s share of the associates’ capital, after taking into account the dividends received and other equity eliminations. The profit or loss of associates is recognised for an amount equal to the percentage of equity held under “Share of profit (loss) of companies accounted for using the equity method” in the consolidated income statement. If, as a result of losses incurred by an associate, its equity were negative, the investment would be presented in the Group’s consolidated balance sheet with a zero value, unless the Group is obliged to give it financial support.

Pursuant to prevailing accounting rules, when there is evidence of impairment of investments in associates, the amount of the impairment is estimated as the negative difference between the recoverable amount (calculated as the higher of fair value of the investment less costs to sell and value in use; value in use is

defined as the present value of the cash flows expected to be received on the investment in the form of dividends and those from its sale or other disposal) and the carrying amount. Unless there is better evidence of the recoverable amount of the investment, the estimate of impairment of this asset class is based on the equity of the investee (consolidated where applicable) adjusted for unrealised gains at the date of measurement. Losses due to impairment of these investments are recognised under "Impairment losses and gains (losses) on disposal of financial instruments" in the consolidated income statement. The reversal of any impairment loss is limited to the carrying amount of the investment that would have been recognised at the reversal date had no impairment loss been recognised.

In accordance with IAS 28, any investments in associates held indirectly through private equity firms, investment funds, unit trusts or similar entities are not accounted for using the equity method. Since Alantra Dinamia Portfolio II, S.L. is considered to be an "investment firm" for the purposes defined in IFRS 10, this entity is classified in this group and therefore the investees over which the Group has significant influence through the subsidiary Alantra Dinamia Portfolio II, S.L. are excluded from the requirement to be accounted for using the equity method. These investees are measured at fair value through profit and loss and recognised under "Non-current financial assets" in the consolidated balance sheet.

2.5.4 CISs and private equity firms

Where the Group incorporates entities or holds stakes in them in order to provide its customers with access to certain investments, consideration is given pursuant to internal criteria and procedures and considering IFRS 10 as to whether the Group controls them and therefore, whether or not they should be consolidated. These methods and procedures take into consideration, inter alia, the risks and rewards retained by the Group, including all material items such as guarantees given or losses associated with the collection of receivables retained by the Group. These entities include CISs and private equity firms managed by the Group, which are not consolidated as the stipulations on the Group's control over them are not met. Specifically, the Group acts as an agent not a principal because it does so in the name of and to the benefit of investors or parties concerned (the principal or principals) and therefore, does not control said undertakings or vehicles when it exercises its decision-making powers.

In the case of both subsidiaries and jointly-controlled entities and associates, the results of companies acquired during the year are included in the consolidated income statement from the date of acquisition to year-end. Similarly, the results of subsidiaries disposed of during the year are included in the consolidated income statement from the beginning of the year to the date of disposal.

In the case of Group companies whose accounting and measurement methods differ from those of the parent, adjustments based on the Group's criteria were made upon consolidation in order to present the consolidated financial statements on a like-for-like basis.

2.6. Foreign currency transactions

The Group's functional currency and presentation currency in its consolidated financial statements is the euro. Therefore, transactions in currencies other than the euro are deemed to be foreign currency transactions and are recognised by applying the exchange rates prevailing at the date of the transaction.

Exchange differences arising on translating foreign currency balances into the functional currency are generally recognised at their net value in the consolidated income statement under "Exchange differences". As an exception to this rule, exchange differences affecting the value of financial instruments measured at fair value through profit or loss are recognised in the consolidated income statement together with all other changes that may affect the fair value of the instrument, and exchange differences affecting exchange differences arising on non-monetary items measured at fair value through equity under "Items that can be subsequently reclassified to profit and loss for the period – Translation differences" in the consolidated balances sheet. Also, the exchange differences arising in financial instruments classified as available for sale are recorded under "Items that can be

subsequently reclassified to profit and loss for the period – Available-for-sale financial assets” in the consolidated balance sheet, without differentiating them from the rest of the changes that may be recorded in their fair value.

At the reporting date, monetary assets and liabilities denominated in foreign currencies are translated to euros at the rates then prevailing. Any resulting gains or losses, where applicable, are recognised directly in the consolidated income statement in the year in which they arise.

The exchange rates used by the Company in translating the foreign currency balances to euros for the purpose of preparing the financial statements, taking into account the criteria mentioned above, were the official rates published by the European Central Bank.

Translation of financial statements denominated in foreign currencies

The financial statements of subsidiaries with a functional currency other than the presentation currency (the euro) were translated to euros as follows:

- The assets and liabilities in their balance sheets were translated at the exchange rates prevailing at the end of the reporting period.
- Equity items were translated at historical exchange rates.
- Income statement items and the corresponding reserves were translated at the cumulative average exchange rates for the period in which they arose. Pursuant to that policy, the Group considers that during the year there were significant variations in exchange rates which, due to their relevance for the accounts as a whole, required application of the exchange rate prevailing at the transaction date instead of the aforesaid average exchange rates.
- Any resulting exchange differences were recognised as a separate component of equity under “Items that can be subsequently reclassified to profit and loss for the period – Translation differences” or “Non-controlling interests”.

When control, joint control or a significant influence over a company with a functional currency other than the euro is lost, the translation differences recognised as a component of equity relating to that company are recognised in profit or loss at the same time as the gain or loss on the disposal is recognised. If the investee with a functional currency other than the euro is a jointly-controlled entity or associate and it is partially disposed of, without giving rise to a change in its classification as an investee or the jointly-controlled entity becomes an associate, only the proportional part of the translation differences is recognised in profit or loss. If an ownership interest in a subsidiary with these characteristics is disposed of without losing control over said company, this proportional part of the cumulative translation difference is attributed to the share of non-controlling interests.

The functional currency of the equity-accounted companies Nplus1 Singer Ltd, Alantra AG and Landmark Capital, S.A. is the Pound sterling, Chilean peso and Swiss franc, respectively. Also the functional currency of the fully-consolidated companies Alantra, LLC, Alantra US Corporation, LLC and EQMC GP, LLC is the US Dollar. Finally the functional currency of the fully-consolidated companies Alantra Chile SPA and Alantra Nordics, AB is the Chilean peso and Swedish Krona, respectively.

The effect of translating values in the functional currencies of the foreign companies to the Company’s functional currency is recognised under “Translation differences”. The breakdown of this line item by company at 30 June 2017 and 31 December 2016 is as follows:

	Thousand €		Currency
	30/06/2017	31/12/2016	
Nplus1 Singer Ltd (1)	(531)	(382)	Pound sterling
Alantra AG (1)	13	32	Swiss franc
Alantra US Corporation, LLC (2)	(883)	1,116	US Dollar
Alantra Chile SPA (3)	(60)	49	Chilean Peso
EQMC GP	(1)	(1)	US Dollar
Alantra Nordics, AB	(8)	(5)	Swedish Krona
	(1,470)	809	

(1) Companies consolidated using the equity method

(2) Includes effect of unifying treatment of consolidated Alantra, LLC

(3) Includes the effect of unifying treatment of consolidated Landmark Capital, S.A., which is consolidated by equity method.

3. Main transactions during the period

In the six months ended 30 June 2017 the main changes in the Alantra Group's scope of consolidation were:

- On 15 May 2017 the Group acquired Alantra Ireland Corporate Finance Limited for €1. An Irish company whose corporate purpose is the provision of financial advisory services, its sole shareholder is Alantra International Corporate Advisory, S.L.
- On 17 May 2017 the Belgian company Alantra Belgium NV was incorporated. Its corporate purpose is the provision of financial advisory services and its majority shareholder is Alantra International Corporate Advisory, S.L., which holds 99.99% of the share capital by means of a capital contribution of €61 thousand.
- On 9 June 2017 Alantra Chile SPA acquired 10 additional shares in Landmark Capital, S.A. for 12,564 thousand Chilean pesos, increasing its holding in said company to 30.95%.
- On 22 June 2017 Alantra Investment Managers, S.L.U. acquired 100% of the share capital of Brooklin Buy-Out Ltd for €3 thousand.

The Alantra Group's subsidiaries and associates at 31 December 2016 and the main changes to the scope of consolidation during 2016 are disclosed in the annual financial statements of the Company and its subsidiaries for the year ended 31 December 2016.

4. Segment reporting

In line with IFRS 8, which establishes the obligation to apply and disclose segment reporting for those companies whose equity or debt securities are quoted on public markets, or for companies which are in the process of issuing securities for quotation on public securities market, the Group presented this information in five segments in the accompanying consolidated financial statements.

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses and whose operating results are regularly reviewed by the Group's most senior operating decision-maker (Board of Directors) to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

The Group's segment reporting forms the basis for internal management and oversight of the performance of the different business areas. The Board of Directors is ultimately responsible for said information and for taking operating decisions concerning each of these business areas. The Group's management segments its activity pursuant to the nature of the services provided and they correspond with the business units for which accounting and management information is available:

a) Business segments

- *Financial Advisory ("Investment Banking")*

Alantra business segment that covers the provision of financial advisory services to companies or entities in corporate finance operations and the provision of stock market brokerage and analysis services to institutional investors.

- *Asset management*

Alantra business segment that according to the Prospectus, covers management and advising in respect of assets of different types for institutional investors, high net-asset families and other professional investors and provided through specialised investment funds or through customer investment portfolios.

- *Structural*

Alantra business segment that includes revenues and expenses related to the governance structure and development of the Alantra Group (corporate governance, strategic coordination, corporate and business development, and corporate services, such as accounting and reporting, risk control, IT systems, human resources management and legal services, amongst others) and which, because they refer to the parent company of the Group (as listed company) or to the overall management thereof, are not directly attributable to the Financial Advisory or Asset Management or Portfolio segments. The Structural segment also includes invoicing of services in respect of Alantra Group companies that are classified as associates, that is, that are not fully consolidated. In Alantra's current growth phase, both in corporate and business terms, the importance of services classified as Structural justifies its consideration as an independent segment.

These three segments are identified in aggregate as the **Fee Business**. It consists of the grouping or aggregation of the Financial Advisory, Asset Management and Structural segments, and is defined as a whole as the service provision activity, be they advisory or management services, the revenue from which is in the form of remuneration or fees and the expenses of which are those needed for its pursuit, mainly personnel expenses. Specifically excluded from the Fee Business are losses or gains originating from investments of the Group's parent company in the companies that carry on said activities (for example, from the sale of interests in companies or businesses, impairment of goodwill or net financial income from foreign currency), where such is the case, which are included in the Rest segment.

The reason for attributing 100% of the activity of the Structural segment to the Fee Business is that the greater part of time and/or funds invested in Structure are used to manage the growth and complexity from the activity classified in the Financial Advisory and Asset Management segments. This concept is especially significant because several alternative performance measures (APMs) are constructed on it.

- *Portfolio*

This Alantra business segment is defined as consisting in obtaining capital gains by investing and subsequently selling stakes in companies or in investment funds or vehicles managed by the Alantra

Group management teams. The current investment portfolio has a dual origin: (i) in the companies invested in by the Company as venture capital firm before the Merger and which, at the date of the Merger, had not yet been disposed of or sold; and (ii) investments of the Alantra Group in vehicles managed or advised by the Group itself. This is the Group's own portfolio investment activity.

- *Rest.*

This is a residual category that includes all activities that do not belong in any of the four previous business segments (that is, neither Financial Advisory, nor Asset Management, nor Structural, nor Portfolio).

The segments and other alternative performance measures used by the Alantra Group are defined in attached **Glossary of Terms**.

The table below contains the Group's consolidated income statement by segment at 30 June 2017 and 30 June 2016 (both periods are unaudited)

	Investment Banking		Asset Management		Structure		Portfolio		Rest		Consolidation adjustments		Total for Group	Total for Group
	30/06/2017	30/06/2016	30/06/2017	30/06/2016	30/06/2017	30/06/2016	30/06/2017	30/06/2016	30/06/2017	30/06/2016	30/06/2017	30/06/2016	30/06/2017	30/06/2016
Revenue	37,645	21,383	20,504	8,552	570	924	-	-	-	-	-	-	58,720	30,859
Ordinary income among segments	474	114	747	729	2,336	2,091	-	-	-	-	(3,557)	(2,934)	-	-
Other operating income	-	-	-	-	-	-	-	-	3	-	-	-	3	-
Personnel expenses	(18,476)	(10,590)	(9,529)	(3,035)	(1,934)	(1,545)	(309)	-	-	-	-	-	(30,248)	(15,170)
Other operating expenses	(6,891)	(4,682)	(1,183)	(1,195)	(3,148)	(2,460)	-	-	-	-	-	-	(11,222)	(8,337)
Other operating expenses among segments	(1,050)	(1,144)	(2,507)	(1,790)	-	-	-	-	-	-	3,557	2,934	-	-
Depreciation and amortisation	(96)	(89)	(161)	(17)	(94)	(84)	-	-	-	-	-	-	(351)	(190)
Impairment losses and gains (losses) on disposal of non-current assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other income (expense)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating profit (loss)	11,608	4,992	7,870	3,244	(2,270)	(1,074)	(309)	-	3	-	-	-	16,902	7,162
Finance income	-	1	-	-	-	-	106	-	90	39	-	-	196	40
Finance income among segments	-	-	-	-	-	-	-	-	558	-	(558)	-	-	-
Finance costs	-	-	-	-	-	-	-	-	(34)	(3)	-	-	(34)	(3)
Finance costs among segments	-	-	-	-	-	-	-	-	(558)	-	558	-	-	-
Changes in fair value of financial instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange differences	-	-	-	2	-	-	-	-	(735)	(596)	-	-	(735)	(594)
Impairment losses and gains (losses) on disposal of financial instruments	734	-	-	-	-	-	4,224	-	(3)	(23)	-	-	4,955	(23)
Net finance income (expense)	734	1	-	2	-	-	4,329	-	(681)	(583)	-	-	4,382	(580)
Share of profit (loss) of companies accounted for using the equity method	1,635	826	13	1	-	-	-	-	-	-	-	-	1,648	827
Profit (loss) before tax	13,977	5,819	7,883	3,247	(2,270)	(1,074)	4,020	-	(678)	(583)	-	-	22,933	7,409
Income tax	(2,738)	(1,585)	(2,107)	(694)	616	331	(773)	-	170	146	-	-	(4,832)	(1,802)
Consolidated profit (loss) for the period	11,239	4,234	5,776	2,553	(1,654)	(743)	3,247	-	(508)	(437)	-	-	18,100	5,607
Net profit (loss) attributable	9,783	3,723	5,680	2,093	(1,654)	(743)	3,247	-	(508)	(437)	-	-	16,548	4,636
Non-controlling interests	1,456	511	96	460	-	-	-	-	-	-	-	-	1,552	971

Note: The Group has broken down its segment information into greater detail since the end of the 2016 reporting period. Some of the figures reported for the six months to 30 June 2016 have therefore been reclassified for the purposes of comparison with those for the same period in 2017.

b) Geographical segment reporting

The following table provides a summary of ordinary income from each of the Group's assets, broken down by geographical area. Trading volume is considered to be equivalent to the net turnover reported in the Group's consolidated income statement for the six months ended 30 June 2017 and 30 June 2016 (both periods are unaudited):

	Thousands of euros					
	Revenue		Share of profit (loss) of companies accounted for using the equity method		Total	
	30/06/2017	30/06/2016 ^(*)	30/06/2017	30/06/2016 ^(*)	30/06/2017	30/06/2016 ^(*)
Domestic market	38,411	22,235	13	4	38,424	22,239
European Union-						
UK	-	-	1,117	583	1,117	583
Italy	760	1,306	-	-	760	1,306
Germany	4,636	5,319	-	(3)	4,636	5,316
France	4,865	507	-	-	4,865	507
Greece	81	50	-	-	81	50
Netherlands	2,033	8	-	-	2,033	8
Portugal	70	-	-	-	70	-
Sweden	25	-	-	-	25	-
OECD countries-						
Luxembourg	787	39	-	-	787	39
Switzerland	-	-	518	211	518	211
Turkey	-	-	-	-	-	-
Other countries -						
United States	6,931	1,353	-	-	6,931	1,353
India	51	23	-	-	51	23
China	70	19	-	-	70	19
Chile	-	-	-	32	-	32
Total	58,720	30,859	1,648	827	60,368	31,686

^(*) Presented solely and exclusively for comparison purposes

The Group's headcount (for the Company and subsidiaries), for the six-month period ended June 30, 2017 and the six-month period ended June 30, 2016 and by professional category and gender at said reporting closes, was as follows:

Individual

	30 June 2017			Average headcount	30 June 2016			Average headcount
	Male	Female	Total		Male	Female	Total	
General Management	2	1	3	3	2	1	3	3
University graduates	14	12	26	23	12	9	21	20
Clerical staff	2	9	11	13	2	12	14	13
	18	22	40	39	16	22	38	36

Consolidated

	30 June 2017			Average headcount	30 June 2016			Average headcount
	Male	Female	Total		Male	Female	Total	
General Management	27	1	28	28	24	1	25	23
University graduates	200	56	256	254	162	34	196	209
Clerical staff	2	33	35	35	2	27	29	28
	229	90	319	319	188	62	250	260

5. Intangible assets

a. Goodwill

At 30 June 2017 and 31 December 2016, "Intangible assets – Goodwill" on the assets side of the consolidated balance sheet included goodwill generated from the acquisition of shares conferring control of the following companies:

	Thousands of euros		Year control taken	Currency
	30/06/2017	31/12/2016		
Alantra Equities, Sociedad de Valores, S.A.	2,999	2,999	2010	Euro
Alantra Deutschland GmbH	416	416	2013	Euro
Alantra Investment Managers, S.L.U.	47	47	2013	Euro
Alantra Corporate Portfolio Advisors, S.L.	31	31	2014	Euro
Alantra France Corporate Finance, S.A.S.	141	141	2015	Euro
Alantra Nordics, AB	100	100	2016	Euro
Partnersalantra Portugal, LDA	23	23	2016	Euro
Alantra, LLC	23,844	25,814	2016	US Dollar
Alantra Wealth Management	4,463	4,463	2016	Euro
Total	32,064	34,034		

b. Other intangible assets

The balance of this heading on the assets side of the consolidated balance sheet at 30 June 2017 and 31 December 2016 records software acquired by the Group for 204 and 153 thousand of euros, respectively, and the contractual rights arising from relations with customers from the acquired businesses for a net 1.018 and 1.073 thousand of euros, respectively.

	Thousands of euros		
	Software	List of customers	Total
Cost:			
Balance at January 1, 2017	1,326	1,100	2,426
Additions	186	-	186
Other changes	(93)	-	(93)
Balance at June 30, 2017	1,419	1,100	2,519
Accumulated amortisation:			
Balance at January 1, 2016	(1,173)	(27)	(1,200)
Additions	(52)	(55)	(107)
Other changes	10	-	10
Balance at June 30, 2016	(1,215)	(82)	(1,297)
Intangible assets, net	204	1,018	1,222

At 30 June 2017 and 2016 there were no intangible assets acquired or transferred under a finance lease.

6. Property and equipment

The changes in "Property and equipment" on the assets side of the consolidated balance sheet for the six-month period ended June 30, 2017 and the six-month period ended June 30, 2016, entirely comprising property and equipment for own use, were as follows:

	Thousands of euros				
	Fixtures	Computer hardware	Furniture	Other items of property and equipment	Total
Cost:					
Balances at 1 January 2016	1,868	898	298	147	3,211
Additions	156	85	150	58	449
Disposals	-	-	-	-	-
Other changes	-	-	-	-	-
Balances at 30 June 2016	2,024	983	448	205	3,660
Accumulated depreciation:					
Balances at 1 January 2016	(593)	(629)	(136)	(89)	(1,447)
Additions	(89)	(61)	(14)	(11)	(175)
Disposals	-	-	-	-	-
Other changes	(26)	-	(42)	-	(68)
Balances at 30 June 2016	(708)	(690)	(192)	(100)	(1,690)
Property and equipment, net					
Balances at 30 June 2016	1,316	293	256	105	1,970

	Thousands of euros				
	Fixtures	Computer hardware	Furniture	Other items of property and equipment	Total
Cost:					
Balances at 1 January 2017	2,922	1261	678	248	5,109
Additions	9	244	80	7	340
Disposals	-	-	-	-	-
Other changes	-	-	-	-	-
Balances at 30 June 2017	2,931	1,505	758	255	5,449
Accumulated depreciation:					
Balances at 1 January 2017	(1,311)	(928)	(357)	(157)	(2,753)
Additions	(129)	(78)	(25)	(12)	(244)
Disposals	-	-	-	-	-
Other changes	4	(60)	(81)	-	(137)
Balances at 30 June 2017	(1,436)	(1,066)	(463)	(169)	(3,134)
Property and equipment, net					
Balances at 30 June 2017	1,495	439	295	86	2,315

7. Investments accounted for using the equity method

This line item comprises the equity/capital instruments issued by Alantra Group investees, which are associated and jointly-controlled entities accounted for using the equity method.

Details of this line item on the assets side of the consolidated balance sheet at 30 June 2017 and 31 December 2016, contractual currency and whether or not investees' securities are listed or non-listed (all of them non-listed) are as follows:

	Thousands of euros		Currency
	30/06/2017	31/12/2016	
Nplus1 Singer Ltd	8,767	9,072	Pound sterling
Alpina Real Estate GP I, S.A.	24	24	Euro
Alpina Real Estate GP II, S.A.	72	72	Euro
Alpina Real Estate GP, S.A.	126	126	Euro
Alantra AG	3,063	3,056	Swiss franc
Phoenix Recovery Management, S.L.	127	140	Euro
Landmark Capital, S.A.	3,133	3,627	Chilean pesos
Total	15,312	16,117	

8. Financial assets

The breakdown of this line item at 30 June 2017 and 31 December 2016 is as follows:

30 June 2017

	Thousands of euros				
	Other financial assets at fair value through profit or loss	Available-for-sale financial assets	Loans	Other financial assets	Total
Non-current financial assets					
Equity instruments	682	26,199	-	-	26,881
Debt securities	-	-	-	-	-
Other financial assets	-	-	3,833	1,041	4,874
Current financial assets					
Equity instruments	-	-	-	-	-
Debt securities	-	-	-	-	-
Other financial assets	-	-	-	7,934	7,934
Total	682	26,199	3,833	8,975	39,689

31 December 2016

	Thousands of euros				
	Other financial assets at fair value through profit or loss	Available-for-sale financial assets	Loans	Other financial assets	Total
Non-current financial assets					
Equity instruments	1,483	32,096	-	-	33,579
Debt securities	-	-	-	-	-
Other financial assets	-	-	4,104	9,552	13,656
Current financial assets					
Equity instruments	-	-	-	-	-
Debt securities	-	-	-	-	-
Other financial assets	-	-	750	7,933	8,683
Total	1,483	32,096	4,854	17,485	55,918

9. Financial liabilities

The breakdown of this line ítem at 30 June 2017 and 31 December 2016 is as follows:

30 June 2017

	Thousands of euros				
	Financial liabilities held for trading	Other financial liabilities at fair value through profit or loss	Debits and receivables	Hedging derivatives	Total
Non-current financial liabilities					
Debt to financial institutions	-	-	2,609	-	2,609
Debt certificates including bonds	-	-	-	-	-
Derivatives	-	-	-	-	-
Other financial liabilities	-	-	8,123	-	8,123
Current financial liabilities					
Debt to financial institutions	-	-	-	-	-
Debt certificates including bonds	-	-	-	-	-
Derivatives	-	-	-	-	-
Other financial liabilities	-	-	1,095	-	1,095
Total	-	-	11,827	-	11,827

31 December 2016

	Thousands of euros				
	Financial liabilities held for trading	Other financial liabilities at fair value through profit or loss	Debits and receivables	Hedging derivatives	Total
Non-current financial liabilities					
Debt to financial institutions	-	-	2,616	-	2,616
Debt certificates including bonds	-	-	-	-	-
Derivatives	-	-	-	-	-
Other financial liabilities	-	-	9,354	-	9,354
Current financial liabilities					
Debt to financial institutions	-	-	-	-	-
Debt certificates including bonds	-	-	-	-	-
Derivatives	-	-	-	-	-
Other financial liabilities	-	-	1,258	-	1,258
Total	-	-	13,228	-	13,228

10. Cash and cash equivalents

The breakdown of this line item at 30 June 2017 and 31 December 2016 is as follows:

	Thousands of Euros	
	30/06/2017	31/12/2016
Current accounts (euros)	81,782	92,259
Current accounts (foreign currency)	13,610	9,267
Deposit accounts at credit institutions	-	-
Cash	105	86
	95,497	101,612

Income generated from current accounts for the six-month period ended June 30, 2017 (together with the six-month period ended June 30, 2016) was not material for the Group.

11. Equity

The changes in this line item in the consolidated balance sheet for the six-month period ended June 30, 2017 (together with the six-month period ended June 30, 2016):

	Thousands of euros											
	Capital	Share premium	Reserves				Less: Treasury shares and own equity investments	Profit (loss) for the year attributable to the parent	Interim dividend	Other equity instruments	Total	Dividends
			Legal and statutory reserve	Other reserves	Reserves at consolidated companies	Reserves in companies accounted for using the equity method						
Balances at 31 December 2016	106,611	92,062	20,215	(58,151)	(2,684)	772	(1,138)	25,055	-	-	182,742	-
Distribution of profit for 2016	-	-	1,120	29,091	(5,315)	159	-	(25,055)	-	-	-	-
Purchase/sale of treasury shares	-	-	-	-	-	-	-	-	-	-	-	-
Profit for period ended 30 June 2017	-	-	-	-	-	-	-	16,548	-	-	16,548	-
Dividends	-	(12,301)	-	-	-	-	-	-	-	-	(12,301)	-
Transaction with shareholders or owners	-	-	-	-	-	-	-	-	-	-	-	-
Other changes	-	-	-	(55)	-	-	-	-	-	-	(55)	-
Balances at 30 June 2017	106,611	79,761	21,335	(29,115)	(7,999)	931	(1,138)	16,548	-	-	186,934	-

	Thousands of euros											
	Capital	Share premium	Reserves				Less: Treasury shares and own equity investments	Profit (loss) for the year attributable to the parent	Interim dividend	Other equity instruments	Total	Dividends
			Legal and statutory reserve	Other reserves	Reserves at consolidated companies	Reserves in companies accounted for using the equity method						
Balances at 31 December 2015	101,011	105,492	70	(91,378)	(583)	(1,316)	(460)	65,686	(2,855)	-	175,667	-
Distribution of profit for 2015	-	-	20,145	42,437	(235)	484	-	(65,686)	2,855	-	-	-
Purchase/sale of treasury shares	-	-	-	-	-	-	(678)	-	-	-	(678)	-
Profit for period ended 30 June 2016	-	-	-	-	-	-	-	4,636	-	-	4,636	-
Dividends	-	(16,645)	-	-	-	-	-	-	-	-	(16,645)	-
Transaction with shareholders or owners	-	-	-	-	-	-	-	-	-	-	-	-
Other changes	-	-	-	546	-	-	-	-	-	-	546	-
Balances at 30 June 2016	101,011	88,847	20,215	(48,395)	(818)	(832)	(1,138)	4,636	-	-	163,526	-

Capital

At 30 June 2017 and 31 December 2016 the share capital stood at €106,610,880 euros, represented by 35,536,960 shares each with a nominal value of €3. All shares are of the same class and carry the same economic and political rights. These shares are listed on the electronic trading platforms of the Madrid and Barcelona stock exchanges.

At 30 June 2017 and 31 December 2016, the Company held 153.941 treasury shares.

Share premium

The Spanish Corporate Enterprises Act expressly permits the use of the share premium to increase capital and establishes no specific restrictions as to its use.

The Spanish Corporate Enterprises Act expressly permits the use of the share premium to increase capital and establishes no specific restrictions as to its use.

On 31 December 2016 the General Meeting of the Company approved a distribution of €8,787 thousand to shareholders against the share premium, the equivalent of a gross €0.25 per share, which was paid out to shareholders on 31 January 2017. The amount pending payment is recorded under "Trade and other payables – Other payables" on the liabilities side of the consolidated balance sheet at 31 December 2016.

Additionally, on 25 April 2017 a distribution of €12,301 thousand to shareholders against the share premium, the equivalent of a gross €0.35 per share, was paid out to shareholders on 8 May 2017.

Reserves

The breakdown, by type, of this line item in the consolidated balance sheets at 30 June 2017 and 31 December 2016 is as follows:

	Thousands of euros	
	30/06/2017	31/12/2016
Legal reserve	21,322	20,202
Statutory reserve	13	13
Other reserves	(29,115)	(58,151)
Reserves in consolidated companies	(7,999)	(2,684)
Reserves in companies accounted for using the equity method	931	772
	(14,848)	(39,848)

Legal and statutory reserve

Pursuant to the revised text of the Spanish Corporate Enterprises Act, companies posting a profit in a financial year must transfer 10% of profit to the legal reserve until the balance of this reserve reaches at least 20% of the share capital, except when losses from previous years reduced the Company's equity to less than its share capital. In the latter case, profit shall be allocated to offset such losses until equity equals share capital, and will transfer 10% of the remaining profit to the corresponding legal reserve.

The legal reserve may be used to increase capital, provided that the remaining reserve balance does not fall below 10% of the increased share capital. Otherwise, until the legal reserve exceeds 20% of share capital, it can only be used to offset losses, provided that sufficient other reserves are not available for this purpose.

Other reserves

“Other reserves” includes freely distributable reserves.

Reserves in consolidated Group companies and jointly-controlled entities

The breakdown of this line item in the consolidated balance sheets at 30 June 2017 and 31 December 2016 is as follows:

	Thousands of euros	
	30/06/2017	31/12/2016
Alantra International Corporate Advisory (*)	(4,495)	(667)
Alantra Equity and Credit Management , S.A.U.	123	(246)
Alantra Investment Managers, S.L.U. (*)	(1,668)	890
Alantra Infraestructure, S.L.U. (*)	571	1,189
Alantra Equities, Sociedad de Valores, S.A.	(674)	(1,590)
Alantra Asset Management, S.G.I.I.C., S.A.U. (*)	679	500
Baruch Inversiones, S.L.	43	43
Alantra Debt Solutions, S.L.	-	(196)
Alantra Reim, S.L.U.	(773)	(627)
Alantra Wealth Management Gestión, S.G.I.I.C., S.A.	(500)	(427)
Alantra Wealth Management A.V., S.A.	(1,441)	(1,553)
Alantra Dinamia Portfolio II, S.L.	20	-
Alantra Capital Markets, S.V., S.A.	116	-
	(7,999)	(2,684)

(*) Corresponds to the reserves contributed to the Alantra Group by each of the consolidated sub-groups therein.

Reserves in companies accounted for using the equity method

The breakdown, by company, of this line item in the consolidated balance sheets at 30 June 2017 and 31 December 2016 is as follows:

	Thousands of euros	
	30/06/2017	31/12/2016
Nplus1 Singer Ltd.	983	632
Alpina Real Estate GP, S.A.	110	106
Alpina Real Estate GP I, S.A.	30	42
Alpina Real Estate GP II, S.A.	55	62
Alantra AG	(53)	(54)
Phoenix Recovery Management, S.L.	12	12
Nplus1 Daruma Finansal Danışmanlık Hizmetleri A.Ş.	41	41
Nplus1 Daruma Gayrimenkul Kurumsal Finansman Danışmanlık	(69)	(69)
Landmark Capital, S.A.	(178)	-
	931	772

Dividends pay-out

On 31 December 2016 the General Meeting of the Company approved a distribution of €8,787 thousand to shareholders against the share premium, the equivalent of a gross €0.25 per share, which was paid out to shareholders on 31 January 2017. The amount pending payment is recorded under "Trade and other payables – Other payables" on the liabilities side of the consolidated balance sheet at 31 December 2016

Additionally, on 25 April 2017 a distribution of €12,301 thousand to shareholders against the share premium, the equivalent of a gross €0.35 per share, was paid out to shareholders on 8 May 2017.

12. Non-controlling interests

The balance of this line item in the consolidated balance sheet comprises the value of the ownership interests of minority shareholders and partners in the subsidiaries. The balance under "Profit (loss) attributable to noncontrolling interests" in the consolidated income statement represents the share of subsidiaries' profit or loss to which these minority shareholders and partners are entitled.

"Non-controlling interests" in the consolidated balance sheet at 30 June 2017 related to the ownership interests in the following companies:

	Thousands of euros						
	Capital	Reserves	Valuation adjustments	Translation differences	Profit (loss) for the year	Interim dividends	Total
Alantra s.r.l.	15	139	-	-	2	-	156
Alantra Equities, Sociedad de Valores, S.A.	1,000	413	-	-	271	-	1,684
Alantra Corporate Portfolio Advisors, S.L.	3	32	-	-	783	-	818
Baruch Inversiones, S.L.	148	54	763	-	-	-	965
Alantra France Corporate Finance. S.A.S.	374	28	-	-	498	-	900
Alantra Debt Solutions, S.L.	1	1	-	-	49	-	51
Alantra Greece Corporate Advisors, S.A.	6	(27)	-	-	(14)	-	(35)
Partnersalantra Portugal, LDA	5	56	-	-	(33)	-	28
Alantra Nordics, AB	5	97	-	(2)	(51)	-	49
C.W.Downer & Co. India Advisors LLP	-	(12)	-	-	(1)	-	(13)
	1,557	781	763	(2)	1,504	-	4,603

- (1) in connection with the acquisition of the additional 27.01% of Alantra Wealth Management Gestión, S.G.I.I.C., S.A. and Alantra Wealth Management, A.V., S.A., a put option was agreed over all shares of said companies owned from time to time by the minority shareholder, and a financial liability was therefore recognised for the fair value of the best estimate of the amount payable under "Non-current financial liabilities" in the consolidated balance sheet at 30 June 2017 which amounts €5,801 thousand (€5,729 thousand at 31 December 2016). As a result, "Non-controlling interests" in the consolidated balance sheet did not record the amounts attributable to non-controlling interests in 2016, which are instead recognised in profit or loss attributable to non-controlling interests in the consolidated income statement for a total of €48 thousand.

"Non-controlling interests" in the consolidated balance sheet at 31 December 2016 related to the ownership interests in the following companies:

	Thousands of euros						
	Capital	Reserves	Valuation adjustments	Translation differences	Profit (loss) for the year	Interim dividends	Total
Alantra s.r.l.	15	3	-	-	136	-	154
Alantra Equities, Sociedad de Valores, S.A.	1,000	398	-	-	915	(900)	1,413
Alantra Corporate Portfolio Advisors, S.L.	3	32	-	-	893	(498)	430
Baruch Inversiones, S.L.	148	54	767	-	-	-	969
Alantra France Corporate Finance. S.A.S.	374	53	-	-	(27)	-	400
Alantra Debt Solutions, S.L.	1	(65)	-	-	72	-	8
Alantra Greece Corporate Advisors, S.A.	6	-	-	-	(27)	-	(21)
Partnersalantra Portugal, LDA	5	85	-	-	(28)	-	62
Alantra Nordics, AB	5	145	-	(2)	(48)	-	100
C.W.Downer & Co. India Advisors LLP	-	(10)	-	-	(2)	-	(12)
	1,557	695	767	(2)	1,884	(1,398)	3,503

13. Tax matters

The Company files consolidated tax returns for the tax group of which it is the parent. The Spanish Corporate Tax Act 27/2014 of 27 November, introduces, *inter alia*, a corporate tax rate at 25% for the years 2017 and 2016.

Companies out of the tax group are taxed at the rates applicable to them.

14. Related parties

Details of transactions with related parties are as follows. All transactions with related parties have been performed under market conditions.

14.1. Transactions with Group companies and shareholders

At 30 June 2017, details of transactions with related parties (excluding investments accounted for using the equity method and investments in the vehicles managed by the Group) are as follows:

Profit and loss

	Thousands of euros				
	Significant shareholders	Key management personnel	Related parties	Other related parties	Total
Services	-	-	94	4	97
Expenses	-	-	94	4	97
Financial income	-	-	12	-	12
Leases	-	-	6	-	6
Services rendered	-	-	557	-	557
Income	-	-	575	-	575

At 30 June 2016, details of transactions with related parties (excluding investments accounted for using the equity method and investments in the vehicles managed by the Group) are as follows:

Profit and loss

	Thousands of euros				
	Significant shareholders	Key management personnel	Related parties	Other related parties	Total
Services	-	-	263	-	263
Expenses	-	-	263	-	263
R&D transfers and licensing agreements	-	-	2	-	2
Dividends received	-	-	1,643	-	1,643
Leases	-	-	83	-	83
Services rendered	-	-	458	-	458
Income	-	-	2,186	-	2,186

Other transactions

	Thousands of euros				
	Significant shareholders	Key management personnel	Related parties	Other related parties	Total
Financing agreement: loans and capital contributions (lender)	-	-	-	178	178
Dividends and other distributed profits	10,002	841	-	2	10,845
Total	10,002	841	-	180	11,023

14.2. Transactions with members of the Board of Directors and key management personnel

Information The remuneration accrued by the boards of directors of the Company for the six-month period ended June 30, 2017 (together with the six-month period ended June 30, 2016) is as follow:

	Thousands of euros	
	30/06/2017	30/06/2016
Fixed remuneration	184	185
<i>Per diem</i>	92	103
Others	10	10
	286	298

The remuneration accrued by the key management personnel of the Company for the six-month period ended June 30, 2017 (together with the six-month period ended June 30, 2016) is as follow:

	Thousands of euros	
	30/06/2017	30/06/2016
Remunerations	2,788	1,175
	2,788	1,175

At 31 June 2017 and 2016, no loans or advances had been granted to the Company's serving and former key management personnel, and no guarantee obligations or pension or life insurance commitments had been assumed on their behalf.

15. Events after the reporting period

Subsequent to half year-end 2017 there has been no significant events.

Appendix 1

Change of names of Alantra Group subsidiaries

Listed in the following table are the name changes approved during 2016 for the subsidiaries of the Alantra Group as a result of the change of the Group's trademark:

Current name	Previous name	Date
Alantra Partners, S.A.	Nmás1 Dinamia, S.A.	04/01/2017
Alantra International Corporate Advisory, S.L.	Nmás1 International Corporate Advisory, S.L.	21/10/2016
Alantra Corporate Finance, S.A.U.	Nmás1 Corporate Finance, S.A.U.	03/10/2016
Alantra Corporate Portfolio Advisors, S.L.	Nmás1 Corporate Portfolio Advisors, S.L.	07/10/2016
Alantra s.r.l.	N+1 s.r.l	10/10/2016
Alantra Deutschland GmbH	N+1 Deutschland GmbH	21/10/2016
Alantra, LLC	Downer & Company, LLC	07/11/2016
Alantra AG	N+1 Swiss Capital AG, Zürich	05/10/2016
Alantra Nordics AB	N+1 Nordics AB	21/10/2016
Alantra Corporate Finance, B.V.	N+1 Corporate Finance, B.V.	13/10/2016
Alantra Greece Corporate Advisors, S.A.	N+1 Greece Corporate Advisors, S.A.	11/10/2016
Alantra Investment Managers, S.L.U.	Nmás1 Investment Managers, S.L.U.	04/10/2016
Alantra Private Equity Advisor, S.A.U.	N Más Uno Advisor, S.A.U.	07/10/2016
Alantra Capital Privado, S.G.E.I.C., S.A.U.	Nmás1 Capital Privado, S.G.E.I.C., S.A.U.	03/10/2016
Alantra Private Equity Servicios, S.L.U.	Nmás1 Capital Privado Servicios, S.L.U.	06/10/2016
Alantra Asset Management, S.G.I.I.C, S.A.U.	Nmás1 Asset Management, S.G.I.I.C., S.A.U.	03/10/2016
Alantra Equity and Credit Management, S.A.U.	Nmás1 Equity and Credit Management, S.A.U.	07/10/2016
Alantra Debt Solutions, S.L.	Nmás1 Debt Solutions, S.L.	27/10/2016
Alantra Infrastructure, S.L.U.	Nmás1 Infrastructure, S.L.U.	04/10/2016
Alantra Equities, Sociedad de Valores, S.A.	Nmás1 Equities, Sociedad de Valores, S.A.	07/12/2016
Alantra REIM, S.L.U.	Nmás1 REIM, S.L.U.	04/10/2016
Alantra Dinamia Portfolio II, S.L.	Nmás1 Dinamia Portfolio II, S.L.	04/10/2016
Alantra Capital Markets, Sociedad de Valores, S.A.	Nmás1 Capital Markets, Sociedad de Valores, S.A.	24/10/2016
Alantra Wealth Management, Agencia de Valores, S.A.	Nmás1 Syz Valores. Agencia de Valores, S.A.	21/10/2016
Alantra Wealth Management Gestión, S.G.I.I.C., S.A.	Nmás1 Syz Gestión, S.G.I.I.C., S.A.	21/10/2016
Alantra US Corporation LLC	N+1 US Corporation LLC	10/03/2016
Alantra France Corporate Finance SAS	N+1 France Corporate Finance SAS	15/01/2017
Alantra Chile SPA	Nmás1 Chile, SPA	20/03/2017
Partnersalantra Portugal, LDA	Másuno Portugal Corporate Finance, Uniperssoal LDA	21/04/2017

Alantra Partners, S.A. (formerly Nmás1 Dinamia, S.A.) and companies comprising the Alantra Group (formerly N+1 Group)

Interim Directors' Report at 30 June 2017

Revenues and expenses

Net turnover for the first six months of 2017 was €58.7 million, an increase of 90.3% on the same period in 2016, when net turnover totalled €30.8 million.

The provision of financial advisory services, which includes both advising companies and entities in corporate finance operations and the provision of stock market brokerage services and analysis to institutional investors, generated revenue of €37.6 million in the first half of 2017 (up 76.1% on the same period in 2016), accounting for 64.1% of the Group's net turnover. The expansion strategy implemented by the Group in recent years is now being reflected in its revenues. The contribution to Group turnover from its activities in the United States through Alantra LLC (parent company of the group included in the Group's scope of consolidation since May 2016) is particularly significant.

Revenues from the asset management business totalled €20.5 million, an increase of 139.8% on the first half of last year, when the revenues generated amounted to €8.6 million. The following developments are of particular note:

- Revenues from performance fees amounted to €5.8 million in the first half of the year. This revenue stream was not significant in 2016.
- Recurring asset management fees totalled €14.7 million in the six months to 30 June 2017, an increase of 75.3%, mainly thanks to fees generated by the venture capital vehicle N+1 Private Equity Fund III, which was created in 2016 and only generated revenues in the last two months of the year.
- In October 2016 the Group increased its shareholding in the private banking business to 50% of the share capital, giving it control of said business. Its turnover, which was not included in the Group's financial statements in the first six months of 2016, was therefore fully consolidated from 1 January 2017.

Operating expenses amounted to €41.8 million, an increase of 76.5% on the same period in 2016. These higher expenses are directly related to the Group's growth, especially in relation to the international development of its financial advisory business and the private banking business, in line with revenues, as detailed above.

Personnel expenses increased significantly from €15.1 million in the first half of 2016 to €30.2 million in the same period this year, an increase of 99.4%. This reflects the appointment of senior personnel who have joined the group in the first six months of 2017 and the remuneration policy for said employees, whose remuneration is closely linked to operating profits.

Net profit

The net profit attributable to the parent company in the first half of 2017 was €16.5 million compared with €4.6 million in the same period last year, an increase of 256.9%.

€ Thousand	30/06/2017	30/06/2016	%
Revenues			
Investment Banking	37,645	21,383	76.1%
Asset Management	20,504	8,552	139.8%
<i>Management fees</i>	14,708	8,391	75.3%
<i>Performance fees</i>	5,796	161	3500.0%
Other	570	924	(38.3%)
Total Revenues	58,720	30,859	90.3%
Other operating income	3	-	-
Personnel expenses	(30,248)	(15,170)	99.4%
Other operating expenses	(11,222)	(8,337)	34.6%
Amortisation	(351)	(190)	84.8%
Impairment losses / gains on disposal of property plants & equipment	-	-	0.0%
Total Operating expenses	(41,820)	(23,697)	76.5%
Other results	-	-	-
Net operating profit	16,902	7,162	136.0%
Financial result attributed to the portfolio	4,329	-	-
Other financial result	53	(580)	(109.1%)
Net financial result	4,382	(580)	(855.6%)
Result of companies registered by the equity method	1,648	827	99.3%
Minority stakes	(1,552)	(971)	59.8%
Taxes	(4,832)	(1,802)	168.2%
NET PROFIT ATTRIBUTED TO THE PARENT COMPANY	16,548	4,636	256.9%
NET PROFIT FROM THE FEE BUSINESS	13,809	5,073	172.2%
NET PROFIT FROM THE PORTFOLIO	3,247	-	-
ORDINARY NET PROFIT	17,056	5,073	236.2%

Earnings per share (€)	30/06/2017	30/06/2016	%
Basic	0.47	0.14	234.1%
Diluted	0.47	0.14	234.1%

Balance sheet

The equity attributable to the parent company stood at €186.7 million at 30 June 2017. This is slightly higher than the €186.4 million reported at 31 December 2016, mainly due to the distribution of a share premium amounting to €12.3 million, the realisation of gains on investments held in the Group's portfolio at 31 December 2016 and the negative impact of exchange rates on the conversion of balances held in foreign currencies and recognised in equity and, conversely, increased profits in the first six months of 2017.

Non-current assets amounted to €85.5 million, down 17.3% from the €103.8 million recognised at 31 December 2016, mainly due to the reclassification of receivables as current and the divestment or repayment of non-current financial assets held in the Group's portfolio.

The reduction in the current asset balance recorded in the Group's consolidated balance sheet mainly reflects receivable balances from public authorities which, at €1 million at 30 June 2017, are considerably lower than the balance at 31 December 2017.

Activity

In the first half of 2017 the Financial Advisory area gave advice on a total of 76 transactions, of which 50% related to mergers and cross-border acquisitions. The Group's growth is reflected in the volume of transactions in the same period of 2016, when it advised on 52 transactions, of which 42% were cross-border operations. The Group has continued moving forward with its growth strategy, and it now operates in 21 countries, having opened new offices in Brussels and Vienna in the months prior to the preparation of this report.

Key developments in the asset management business include:

- The high returns generated on the asset management division's EQMC and QMC II vehicles, of 19.0% and 18.9%, respectively. The Group has begun raising funds for a third Iberian capital vehicle investing in mid-cap listed companies (QMC III).
- The private debt fund division has continued to attract new borrowers and is currently launching a new private debt fund, Alteralia II (target €175 million), having invested 75% of the capital committed in Alteralia I (€140 million).
- The assets under management in the private banking and asset management division have grown by 19.3% since 30 June 2016. The Group has opened two new offices in Seville and La Coruña, increasing its presence in Spain.

The Group's total amount of assets under management was €3,691 million.

GLOSSARY OF TERMS

Business segments identified

- **“Business Segment”** means each operating segment or identified component of Alantra classified as such because (a) it carries on business activities that can generate revenue and incur expenses (including revenues and expenses from transactions with other components of the same entity); (b) its operating results are examined at regular intervals at the highest level of operating decision making in the entity in order to decide the resources that should be allocated to the segment and assess its performance; and (c) differentiated financial information is available in relation to the segment.
- **“Financial Advisory” (Investment Banking)**. Identified business segment in Alantra which includes financial advisory services to companies and entities in corporate finance operations, as well as the provision of stock market brokerage and analytical services to institutional investors.
- **“Asset Management”**. Identified business segment in Alantra which consists in managing and advising assets of different types for institutional investors, wealthy families and other professional investors and which is provided through specialised investment funds or through customer investment portfolios.
- **“Structural”**. Identified business segment in Alantra that includes revenues and expenses related to the governance structure and development of the Alantra Group (corporate governance, strategic coordination, corporate and business development, and corporate services, such as accounting and reporting, risk control, IT systems, human resources management and legal services, amongst others) and which, because they refer to the parent company of the Group (as listed company) or to the overall management thereof, are not directly attributable to the Financial Advisory or Asset Management or Portfolio segments. The Structural segment also includes invoicing of services in relation to Alantra Group companies that are classified as associates, that is, that are not fully consolidated. In Alantra's current growth phase, both in corporate and business terms, the importance of services classified as Structural justifies its consideration as an independent segment.
- **“Portfolio”**. Identified business segment in Alantra that is defined as the activity of obtaining capital gains by investing and subsequently selling stakes in companies or in investment funds or vehicles managed by the Alantra Group management teams. The current investment portfolio has a dual origin: (i) in the companies invested in by the Company as venture capital firm before the Merger and which, at the date of the Merger, had not yet been disposed of or sold; and (ii) investments of the Alantra Group in vehicles managed or advised by the Group itself.
- **“Rest”**. This is a residual category that includes all activities that do not belong in any of the four previous business segments (that is, neither Financial Advisory, nor Asset Management, nor Structural, nor Portfolio).
- **“Fee Business”**. This is the grouping or aggregation of the Financial Advisory, Asset Management and Structural segments, and is defined as a whole as the service provision activity, be it advisory or management services, the revenue from which is in the form of remuneration or fees and the expenses of which are those needed for its pursuit, mainly personnel expenses. Specifically excluded from the Fee Business are losses or gains originating from investments of the Group's parent company in the companies that carry on said activities (for example, from the sale of interests in companies or businesses, impairment of goodwill or net financial income from foreign currency), which are included in the Rest segment.

The reason for attributing 100% of the activity of the Structural segment to the Fee Business is that the greater part of time and/or funds invested in Structure are used to manage the growth and complexity from the activity classified in the Financial Advisory and Asset Management segments. This concept is especially significant because several alternative performance measures (APMs) are constructed on it.
- **“Ordinary Business”**. Grouping or aggregation of segments comprised by the Fee Business (Financial Advisory, Asset Management and Structural) plus the Portfolio segment.

Alternative performance measures

- **“Alternative performance measure”** is a financial measure of past or future financial performance, financial position or cash flows of a company other than the financial measures defined or detailed in the applicable financial reporting framework.
- **“Fee Business Net Profit”** means the profit generated from the provision of advisory and management services of the Fee Business (that is, the Financial Advisory, Asset Management and Structural segments), the revenue from which is in the form of remuneration or fees and the expenses of which are those needed for its pursuit, mainly personnel expenses.

The Fee Business Net Profit is calculated as the sum of the Profit attributable to the parent company in respect of the said three segments.

The distinct nature of the two areas of Alantra's activity (Fee Business and Portfolio) justifies the relevance of specifically identifying the net profit from the Fee Business attributable to the parent company in the information released to the market.

- **“Portfolio Net Profit”** is the profit generated from investment and subsequent sale of holdings in companies, investment funds or investment vehicles managed by the Alantra Group. The Portfolio Net Profit is equal to the profit attributable to the parent company in respect of the Portfolio segment.

The distinct nature of the two areas of Alantra's activity (Fee Business and Portfolio) justifies the relevance of specifically identifying the Portfolio Net Profit attributable to the parent company in the information released to the market.

- **“Ordinary Net Profit”** is the profit generated by the Group's normal or ordinary activity, that is, the activity included in the Financial Advisory, Asset Management and Portfolio segments. Ordinary Net Profit is calculated as the sum of the Fee Business Net Profit and the Portfolio Net Profit.

Ordinary Net Profit is a significant indicator or net profit (or profit attributable to the parent company) and for determining what part of net profit comes from the company's ordinary activity and not from extraordinary items.

- **Financial Indebtedness** is the aggregate volume of the Group's debt to banks, credit institutions and similar entities for the purpose of funding its activity. This does not include debts to employees, suppliers or companies within the scope of consolidation or their shareholders. It likewise does not include liabilities to banks, credit institutions or similar entities if those liabilities have specific associated assets of the same amount.

Financial indebtedness is calculated as the sum of the balance sheet captions grouped under “Debts with financial institutions” that meet the criteria mentioned in the definition of this Measure, which means it does not include the €2,609 thousand recorded under liabilities in the consolidated balance sheet at 30 June 2017.

Financial Indebtedness is a significant indicator in evaluating the Group's consolidated balance sheet.

- **“Pay Out”** means the percentage of the Group's profits that the Company distributes to its shareholders.

It is calculated by dividing the aggregate amount per share distributed by the Company to its shareholders for a given period (whether as dividends or as distribution of reserves or share premium) by the diluted earnings per share generated during that period.

The Pay Out indicates the degree to which shareholder remuneration is paid out of profit for the year (or of the period of reference).

- **Dividends Yield** means the yield obtained by the Company's shareholders from the distribution of dividends.

The Dividend Yield is calculated by dividing the aggregate amount per share distributed by the Company to its shareholders for a given period (whether as dividends or as distribution of reserves or share premium) by the price of the share at a given date (the date that will be indicated when this Measure is mentioned).

Shareholders receive returns from two sources: from the appreciation of the share price and from the remuneration received in the form of distributions of dividends, reserves or share premium. Dividend Yield is the measure or indicator of reference for the latter source.