

**MANAGEMENT REPORT CORRESPONDING TO
BI-ANNUAL FINANCIAL ENDING 30 JUNE 2014**

During the first six months of the year 2014, the company Sabadell International Equity, Ltd. has carried out no issues of Preference Shares.

On March 26, 2014 the Company's Board of Directors approved and ratified the Repurchase of 5,279 SIE Preference Shares for an aggregate purchase price of €2,639,500 accomplished by Banco de Sabadell, S.A. through 2013, resulting in a corresponding reduction in certificates of deposit.

The only issue in force that the company has carried out is guaranteed by its sole shareholder, Banco de Sabadell, S.A.

a) Profit and Loss Account

The Total Income for the semester ended June 30, 2014 returned earnings of 15,368 euros.

The company's financial revenue during the period totalled 101,782 euros. Financial expenses have been calculated at 71,412 euros.

General expenses totalled 12,842 euros.

Due to the nature of its activity, the company does not incur environment-related expenditure.

Nor does the company incur staff-related expenditure since it has no workforce. The company is managed by external personnel from the company Maples & Calder.

b) Distribution of Earnings

The positive result of 15,368 euros will be assigned to company reserves.

c) Treasury shares and parent company shares

During the first six months of the year 2014 the company has carried out no acquisitions or disposals of its own shares or of those of its parent company Banco de Sabadell, S.A.

In March 2014, due to the repurchase of the Preferred Shares Series A, deposit has been redeemed early by the same amount of the repurchase, leaving and outstanding balance of 18,792,500 euros.

d) Research and Development

During this period the company did not incur any expenditure on Research and Development.

e) Significant events occurring subsequent to the first six month of the year 2014

Subsequent to 30 June 2014, there have been no significant events.

f) Outlook for the year 2014

In the year 2014 the company will maintain its corporate purpose and the company's activities are forecast to evolve in a similar way to that in which they developed in 2013.

c) Approval by the Board of Directors

Company Management Report corresponding to the period 2014, drawn up by the Board of Directors of Sabadell International Equity, Ltd. at its meeting held on 18 July 2014.

Mr. Sergio Palavecino Tomé, in his capacity as Director of the company Sabadell International Equity Ltd., and in representation of the Company's Board of Directors, is the signatory of this Management Report.

Sergio Palavecino Tomé
Director

18 July 2014