



Research

Crédit Andorra Financial Group

At a Glance 2017

English



Crèdit Andorrà Financial Group

Crèdit Andorrà Group is the leading financial group in Andorra. We offer services of commercial banking, private banking and asset management on an international scale, supplemented with other Group business lines, such as the insurance activity, and a relevant social activity through Fundació Crèdit Andorrà.

Crèdit Andorrà is made up of more than 800 professionals, distributed over a broad geography, the fruit of an important expansion plan developed in recent years, which has led to our presence in the principal financial centres: Spain, Luxembourg, Switzerland, United States (Miami), Mexico, Panama, Peru and Chile, as well as the Principality of Andorra, the headquarters of our activity.



Headquarter Andorra la Vella, Principality of Andorra
Year of foundation 1949
Business areas Private banking and asset management
 Commercial banking (Corporate & Retail)
 Insurance group



Ratings (Fitch) BBB long term and F3 short term



Awards and Recognition

Bank of the year in Andorra 2017 (The Banker)
 Best private bank in Andorra 2017*
 Best private bank and best bank in Andorra CSR 2017**
 1st Andorran bank in capitalisation 2017***



Employees 840 (475 in Andorra) / 35 nationalities



Corporate Social Responsibility

Fundació Crèdit Andorrà
 Crèdit Andorrà Chair of Markets, Organisations and Humanism at IESE
 Company signatory of the Global Compact
 Company adhering to the Sustainable Development Goals (SDG's) (UN 2030 Agenda)



Process and management quality control

ISO 9001

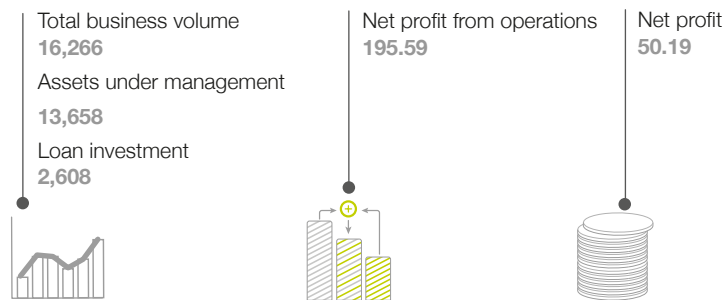
Crèdit Andorrà Asset Management
 Departments of Treasury and Capital Market,
 and Market Administration and Control

GIPS Certificate Crèdit Andorrà Asset Management

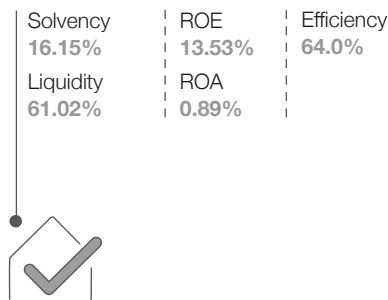
*The Banker / PWM (Financial Times Group)
 **Global Banking and Finance Review (ed. 2013, 2014, 2015, 2016, 2017)
 ***Rànquing Top 1000, magazine The Banker (Financial Times Group)

Significant figures 2017

Balance Sheet and Results (millions of euro)



Ratios



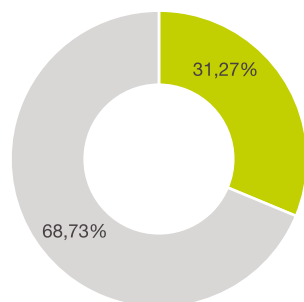
Comparative rating



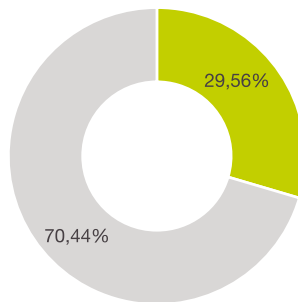
Crèdit Andorrà in the Andorran financial sector

(figures in million euro)

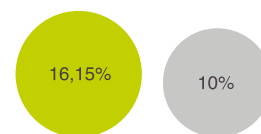
Total Business Volume



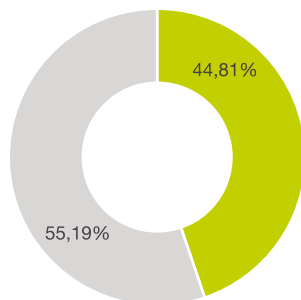
Assets under Management



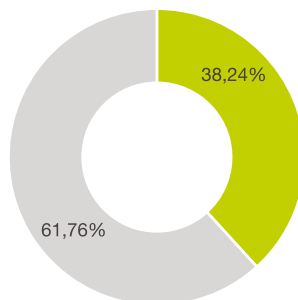
Solvency Ratio vs. Legal Minimum



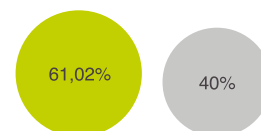
Loan Investment



Net Profits



Liquidity Ratio vs. Legal Minimum



● Crèdit Andorrà ● Other Banks

Source: Annual Report 2017 (Andbank, Morabanc, BancSabadell Andorra, Vallbanc and Crèdit Andorrà)

Awards and certificates

Awards



Bank of the year in Andorra 2017
The Banker (Financial Times Group)



Best Private Bank in Andorra 2017
Global Banking & Finance Review



Best Private Bank Andorra 2017
The Banker / PWM
(Financial Times Group)



Best Bank in Andorra CSR 2017
Global Banking & Finance Review



Top Andorran bank in the Top 1000 World
The Banker (Financial Times Group)



**“Innovation of the month”
Diciembre 2017 Merkaat**
Digital Advisory EFMA & Accenture

Certificates



Quality management ISO 9001
Crèdit Andorrà Asset Management
Departments of Treasury and Capital
Market, and Market Administration
and Control



Global Investment Performance Standards (GIPS)
Crèdit Andorrà Asset Management

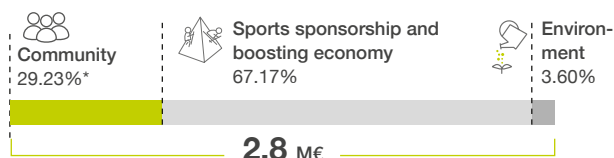
Corporate social responsibility

Crèdit Andorrà Group understands social action as a commitment of service to the country and to people.

In 2016 we allocated 2.67 million euros to investment in initiatives for society.

In 2016 we raised our commitment to an international level on signing the UN global Agreement and adopting the UN Sustainable Development Goals, within the framework of the 2030 Agenda.

Consolidated global investment



*Chart Investment by the Foundation per field of activity

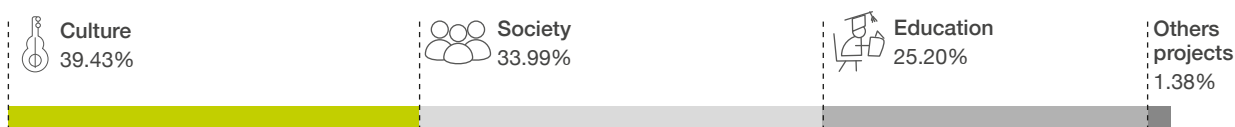


The Fundació Crèdit Andorrà

The Crèdit Andorrà Foundation was founded in 1987 with the goal of contributing to the social and cultural development of the Principality of Andorra. With this in mind, it offers the general community actions and tools aimed at promoting culture, improving the well-being and personal growth of citizens and promoting social progress.

It is one of the main private foundations in the country, both in terms of the number of programs it runs and the resources it allocates. Its endeavor is focused on three main areas of action: education and knowledge, social support, and creation and culture.

Investment by the Foundation per field of activity



Crèdit Andorrà IESE Chair of Markets, Organisations and Humanism

Created in November 2006, the Crèdit Andorrà Chair of Markets, Organisations and Humanism seeks to promote interaction between the business and university worlds, and to encourage an exchange of experiences and ideas in order to contribute to social progress, under the direction of Prof. Josep Maria Rosanas.

Crèdit Andorrà Global Forum is a cycle of lectures on an analysis of economic, educational, health, energy and tourist realities, among others, with the aim of generating debate and exchanging opinions with leading speakers in each of these ambits.

**EL FUTUR
ET PARLA**
VINE A ESCOLTAR-LO
CRÈDIT ANDORRÀ GLOBAL FORUM

Andorra



Area
468 km²



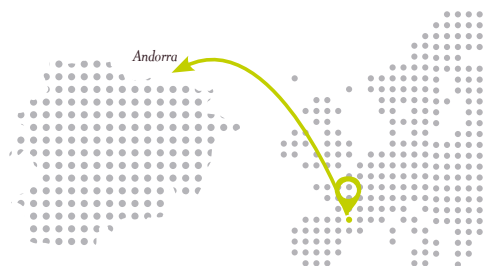
Population
80.209 (2017)*



Official currency
Euro



Official language
Catalan (other languages used: Spanish & French)



Political environment

Founded in 1278 and with more than 700 years of independence and neutrality, in 1993 the Principality of Andorra approved its Constitution, thus attaining full international recognition as a state of law.

The country is established as a parliamentary democracy, with a head of government elected by the Consell General (Parliament). The State is structured in the form of a parliamentary co-principality, with two heads of State (the president of the French Republic and the bishop of Urgel) who hold the post jointly and indivisibly.

Andorra has been a member of the UNO and of the Council of Europe since 1993. Although not a member of the EU, through a monetary agreement with the EU the euro is the official currency.

Socio-economic environment

Andorra offers an advanced economy, based on free market, open and flexible. GDP per capita is more than €35,000, higher than the European average and Spain and France.

The economic activity is directed principally to services, a sector which concentrates 90% of the country's businesses and 83% of the labour market. Trade and tourism represent close to half the total employment in the service sector, principally dealing with the more 8 million tourists who come to the Principality every year, attracted by an offer centred, in essence, on skiing and similar activities, and on shopping.

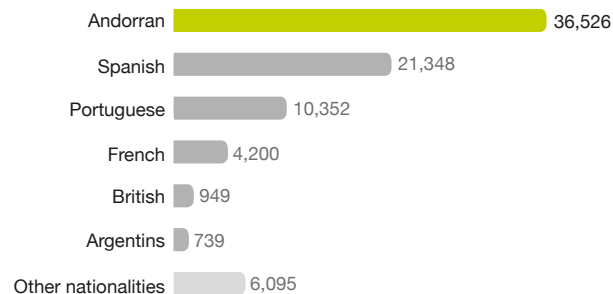
Another of the strategic sectors of the Andorran economy is the financial sector, which is going through a transformation in order to adapt to the standards established by the EU and the OECD.

Source: Andorran Chamber of Commerce, Industry and Services

Cosmopolitan population



Cosmopolitan population: 60% foreign population, more than 100 nationalities*



High quality of life



12th longest life expectancy in the world (>83 years).



Low rate of criminality



Best health system in the world and 4th healthiest country in the world **

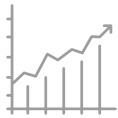


Public and free educational system, with 3 models of teaching (Andorran, Spanish and French)

*Registered population, December 2017. Source: Department of Statistics. Andorran Government

**The Lancet

Economy of services



35,747 € GDP per capita
2.6% CPI

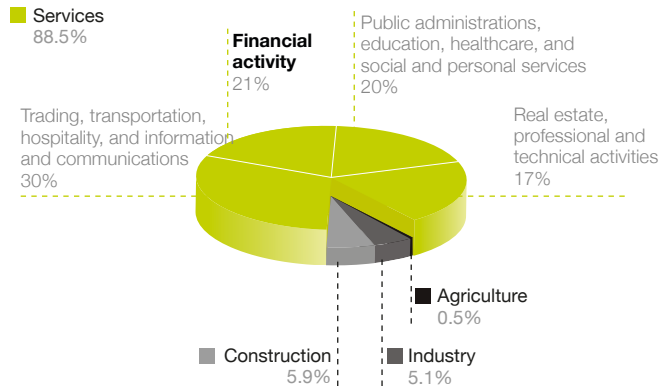


2,071 € Average Monthly Salary
1,017 € Minimum Salary

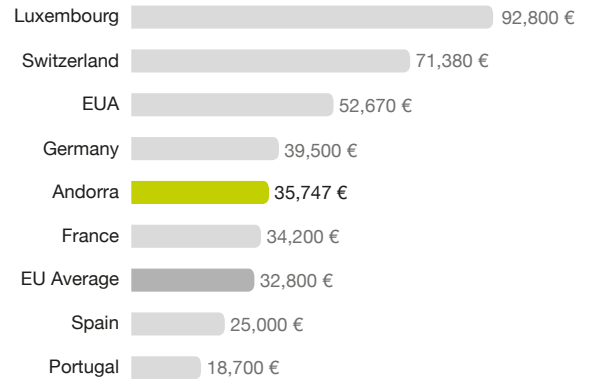


37,705 Employees (+3.02%)
12,024 Companies (+3.37%)

Composition of GDP



GDP per capita (in euro, 2017)



Source: Department of Statistics, Andorran Government, Eurostat

Outstanding tourist centre

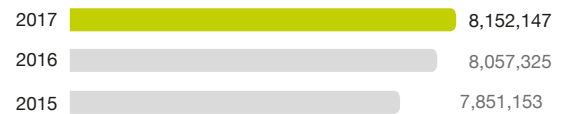


More than **8 million** visitors a year



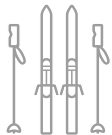
Hotel capacity of around **30,000** beds

Number of tourists



Source: Department of Statistics, Andorran Government

Ski resorts



Season 2016-2017	Number of slopes	Total length of slopes (km)	Skiing area (ha)	Mechanical lifts	Capacity (skiers /hour)	Snow cannons	Artificial snow cover (km)
Grandvalira*	128	210	1,926	71	111,478	-	136
Vallnord**	70	93	1,149	46	56,980	397	46
TOTAL	198	303	3,075	117	168,458	397	182

*Grandvalira groups together the Pas de la Casa-Grau Roig and Soldeu-El Tarter stations.

**Vallnord groups together the Ordino-Arcalis and Pal-Arinsal resorts.

Source: Vallnord and Grandvalira



The Madriu-Perafita-Claror valley declared as **world heritage by UNESCO**



Shopping, free time, health, nature and wellness, are the principal reasons for visiting



Architectural heritage:
60 Romanesque churches

Economic and tax framework

Andorra is immersed in the process of change, with the aim of furthering the country's modernisation, homologation and competitiveness on the international scene. The country has taken a

step forward in recent years towards tax and financial homologation with international standards, in parallel with a process of opening the economy to foreign investment.

Country rating (Fitch)

BBB+

Positive Outlook



Tax framework

10% Corporate tax Profit tax
10% Personal income tax IRPF
4,5% Indirect tax IGI (IVA / VAT)

International relations



8 Double tax conventions*
41 Tax information exchange agreements (TIEA)**

Opening to foreign capital



Banking system

In the context of restructuring the entities on a world scale, the Andorran banking system has adapted to the requirements

of international financial regulations, in tune with the global trend to greater transparency in the sector.

Andorran Financial Sector



21,0% Contribution to GDP

21,74% solvency ratio

65,37% liquidity ratio

Regulation



AFA
Supervisory body for the Andorran financial system



UIFAND
The Financial Intelligence Unit of Andorra



Tax offense (2017)

Transparency



Moneyval: measures in the fight against money laundering and the financing of terrorism

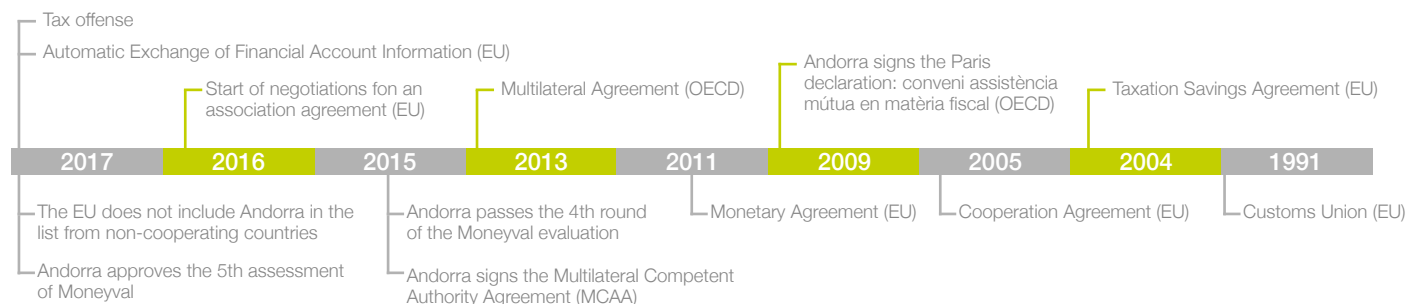


UE: Implementation of the Monetary Agreement with the EU, which homologates the Andorran legislative framework in banking and financial matters



IOSCO: joins the International Organisation of Securities Commissions

Tax Approval and Transparency

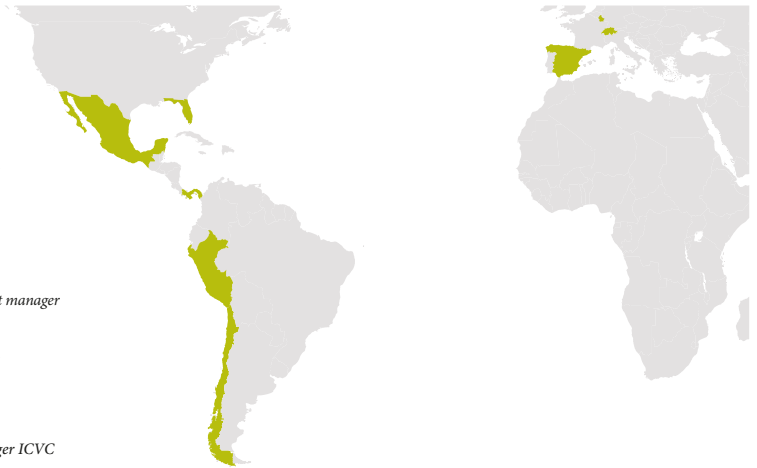


* France, Luxembourg, Spain, Portugal, United Arab Emirates, Malta, Liechtenstein and Cyprus (July 2018)

** Germany, Austria, Belgium, Bulgaria, Croatia, Denmark, Slovakia, Slovenia, Spain, Estonia, Finland, France, Gibraltar, Greece, Hungary, Ireland, Italy, Latvia, Lithuania, Luxembourg, Malta, Netherlands, Poland, Portugal, United Kingdom, Czech Republic, Romania, Sweden, Cyprus***, Liechtenstein, Monaco, San Marino, Argentina, Australia, Faroe Islands, Greenland, Iceland, Norway, South Africa, South Korea and United Arab Emirates.

***The first 29 countries are included in the Agreement on the Automatic Exchange of Information with the EU.

Crédit Andorrà Group in the world



MIAMI (UNITED STATES)

ASSET MANAGEMENT
Beta Capital Wealth Management

MEXICO

ASSET MANAGEMENT
CA México Asesores Patrimoniales,
asset management

PANAMA

BANKING AND FINANCIAL ACTIVITY
Banco Crédito Andorrà (Panamá)

PERU

ASSET MANAGEMENT AND
WEALTH MANAGEMENT
CA Perú Sociedad Agente de Bolsa

CHILE

INSURANCE
CA Vincles Actuarial Consulting,
actuarial advisory company

LUXEMBOURG

BANKING AND FINANCIAL ACTIVITY
Banque de Patrimoines Privés, SA

ASSET MANAGEMENT

Crediinvest Sicav / Investcredit Sicav,
group investment companies
CA Asset Management Luxembourg, *asset manager*

SPAIN

BANKING AND FINANCIAL ACTIVITY
Banco Alcalá

ASSET MANAGEMENT

Gesalcalá, SGIIC, *investment fund manager ICVC*

INSURANCE

ERM Risk Management,
insurance consultant and broker
CA Life Insurance Experts, *life assurance*
CA Vincles Actuarial Consulting

SWITZERLAND

ASSET MANAGEMENT
Private Investment Management,
asset management company

ANDORRA

BANKING AND FINANCIAL ACTIVITY
Crédit Andorrà

ASSET MANAGEMENT

Crédit Andorrà Asset Management / Crediinvest SA,
group investment fund management company

INSURANCE

Crédit Assurances, *life assurance*
Financera d'Assurances, *non-life insurance*
CA Vincles Actuarial Consulting, *actuarial advisory company*

SOCIAL ACTIVITY

Fundació Crédito Andorrà

PART-HELD COMPANIES

Tourist Sector
Grandvalira (snow services)
Caldea / Inúu (leisure services)
Crédit Initiatives, *capital-development company*

Legal advice

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