WORLD LEADERSHIP ALLIANCE CLUB DE MADRID

Independent audit report
on the abbreviated annual accounts
for the year ended December 31, 2020.

This version of our report is a free translation of the original, which was prepared in Spanish. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation or information, views opinions, the original language version of our report takes precedence over this translation.

INDEPENDENT AUDITOR'S REPORT ON THE ABBREVIATED ANNUAL ACCOUNTS

To the members of WORLD LEADERSHIP ALLIANCE CLUB DE MADRID

Opinion

We have audited the abbreviated annual accounts of WORLD LEADERSHIP ALLIANCE CLUB DE MADRID (the Entity), which comprise the balance sheet as at December 31, 2020, the income statement and related notes, all abbreviated, for the year then ended.

In our opinion, the accompanying abbreviated annual accounts present fairly, in all material respects, the equity and financial position of the Entity as at December 31, 2020, as well as its financial performance for the year then ended, in accordance with the applicable financial reporting framework (as identified in Note 2 of the notes to the abbreviated annual accounts), and in particular, with the accounting principles and criteria included therein.

Basis for opinion

We conducted our audit in accordance with legislation governing the audit practice in Spain. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the abbreviated annual accounts section of our report.

We are independent of the Entity in accordance with the ethical requirements, including those relating to independence, that are relevant to our audit of the abbreviated annual accounts in Spain, in accordance with legislation governing the audit practice. In this regard, we have not rendered services other than those relating to the audit of the accounts, and situations or circumstances have not arisen that, in accordance with the provisions of the aforementioned legislation, have affected our necessary independence such that it has been compromised.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

AUREN AUDITORES SP, S.L.P. Inscrita en el R.M. de Madrid. Tomo 33.829. Sección 8 Folio 89 Hoja M-608799. Inscripción 1 C.I.F. B/87352357 Avda. General Perón 38 - 28020 Madrid.

Significant matters of the audit

The significant matters of the audit are those that, in our professional judgment, were considered to be the most significant risks of material misstatement in our audit of the abbreviated annual accounts of the current period. These risks were addressed in the context of our audit of the abbreviated annual accounts as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these risks.

Allocation of grants and donations to the result of the year

Description The allocation of grants and donations to the result of the year is a significant matter subject to material misstatement, particularly at the end of the year, due to the impact of that said allocation on the result of the year.

Our answer We have documented our understanding and our review of the process of allocating the grants and the donations to the result of the year, as well as its internal control.

We have carried out, among others, certain procedures for analyzing the extracountable documentation of the entity, in which all the grants and donations are detailed, the period for which they are granted, their allocation to the income statement and the outstanding amount of charge at the end of the year.

Additionally, we have carried out certain substantive procedures such as circularization and an analysis of supporting documentation of a representative sample of grants and donations received to assess the adequacy of their assessment and classification.

Finally, we have verified that the attached abbreviated annual accounts include all the related information disclosures required by the applicable financial information framework.

Responsibility of the directors for the abbreviated annual accounts

The Entity´s directors are responsible for the preparation of the accompanying abbreviated annual accounts, such that they fairly present the equity, financial position and financial performance of WORLD LEADERSHIP ALLIANCE CLUB DE MADRID, in accordance with the financial reporting framework applicable to the entity in Spain, and for such internal control as the directors determine is necessary to enable the preparation of abbreviated annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the abbreviated annual accounts, the Entity´s directors are responsible for assessing the Entity´s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Entity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the abbreviated annual accounts

Our objectives are to obtain reasonable assurance about whether the abbreviated annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor´s report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with legislation governing the audit practice in Spain will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these abbreviated annual accounts.

As part of an audit in accordance with legislation governing the audit practice in Spain, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the abbreviated annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity´s internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Entity´s directors.

- Conclude on the appropriateness of the directors´ use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity´s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor´s report to the related disclosures in the abbreviated annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor´s report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the abbreviated annual accounts, including the disclosures, and whether the abbreviated annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Entity´s directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

From the significant risks communicated with the Entity´s directors, we determine those matters that were of most significance in the audit of the abbreviated annual accounts of the current period and are, therefore, considered to be the most significant risks.

We describe these risks in our auditor´s report unless law or regulation precludes public disclosure about the matter.

AUREN AUDITORES SP, S.L.P.
Registered in ROAC under Nº S2347

Original signed in Spanish by
Juan José Jaramillo
Registered in ROAC under Nº 15631

Madrid, March 24, 2021

ASOCIACION WORLD LEADERSHIP ALLIANCE CLUB DE MADRID

2020

C.I.F. (Taxpayer Identification Number): G-83378000

ABRIDGED PROFIT AND LOSS ACCOUNT OF THE YEAR ENDED ON DECEMBER 31, 2020

	Note	(Debit) Credit 2020	(Debit) Credit 2019
A) RESULT FOR THE YEAR			
1. Revenue from own activity		**2,029,720.51**	**1,854,996.57**
c) Revenue received from promoters, sponsors and collaborators	10	-	95,000.00
d) Grants, donations and bequests allocated to the year's result	10	2,029,720.51	1,759,996.57
2. Sales and other regular revenue from commercial activity	10	-	**36,967.48**
3. Financial support to other organization and others		**(515,000.00)**	**(15,000.00)**
a) Monetary financial support to other organizations	10	(199,841.06)	(15,000.00)
b) In-kind support to other organizations	10	(315,158.94)	-
d) Repayment of grants, donations and bequests	10	-	-
8. Personnel expenses	10	**(956,880.47)**	**(941,664.23)**
9. Other expenses	10	**(459,950.18)**	**(757,360.24)**
10. Depreciation and amortization of assets	5	**(141,985.72)**	**(140,598.08)**
13. Write-offs and results from the sale of assets		-	-
14. Other results	10	**0.42**	**13,740.61**
A.1) RESULT FROM OPERATIONS (1+2+3+4+5+6+7+8+9+10+11+12+13+14)		**(44,095.44)**	**51,082.11**
15. Financial Revenue	10	-	**27.51**
16. Financial expenses	10	**(122.50)**	-
17. Exchange rate Gains and Losses		**(2,820.24)**	**(1,623.81)**
18. Write-offs and results from the sale of financial instruments	6	**(34,653.88)**	**(23,025.90)**
A.2) FINANCIAL RESULTS (15+16+17+18)		**(37,596.62)**	**(24,622.20)**
A.3) RESULTS BEFORE TAXES (A1+A.2)		**(81,692.06)**	**26,459.91**
19. Corporate Tax			
A.4) Change in net assets recognized in the surplus for the year (a.3+18)		**(81,692.06)**	**26,459.91**
B) REVENUE AND EXPENSES ASSIGNED DIRECTLY TO NET ASSETS		**828,252.21**	**895,370.49**
1. Grants received		**797,339.30**	**844,619.67**
3. Other expenses and revenue assigned directly to net value		**30.912,91**	**50,750.82**
B.1) Change in net assets resulting from revenue and expenses recognized directly under net assets		**828,252.21**	**895,370.49**
C) SURPLUS FOR THE YEAR RECLASSIFICATIONS		**(894,426.19)**	**(973,777.29**
1. Grants received		**(929,080.07)**	**(973,777.29)**
3. Other expenses and revenue assigned directly to net value		**34,653.88**	--
C.1) Change in net assets resulting from revenue and expenses assigned directly to net assets		**(894,426.19)**	**(973,777.29)**
D) CHANGE IN NET ASSETS RESULTING FROM REVENUE AND EXPENSES ASSIGNED DIRECTLY TO NET ASSETS		**(66,173.98)**	**(78,406.80)**
E) ADJUSTMENTS DUE TO CHANGES IN CRITERIA		-	-
F) ADJUSTMENTS FOR ERRORS		-	-
G) CHANGES IN CAPITAL CONTRIBUTION OR SOCIAL FUND		-	-
H) OTHER CHANGES		-	-
I) TOTAL RESULT, CHANGE IN NET ASSETS FOR THE FINANCIAL YEAR (A.4 + D + E + F + G + H)		**(147,866.04)**	**(51,946.89)**

ASOCIACION WORLD LEADERSHIP ALLIANCE CLUB DE MADRID

2020

C.I.F. (Taxpayer Identification Number): G-83378000

ABRIDGED BALANCE SHEET AT 2020 YEAR'S CLOSING DATE

ASSETS	NOTES	2020	2019
A) FIXED AND OTHER NONCURRENT ASSETS		1,611,287.50	1,692,530.52
I. Intangible Fixed Assets	5	144,289.58	274,788.23
III. Tangible Fixed Assets	5	16,856.46	12,039.93
VI. Long-term financial investments	6	1,450,141.46	1,405,702.36
B) CURRENT ASSETS		887,461.29	1,148,676.82
II. Users and other accounts receivable for the Association's own activity	6	128,635.83	53,180.88
V. Short-term financial investments	6	23,935.67	89.00
VII. Cash and other liquid assets	6	734,889.79	1,095,406.94
TOTAL ASSETS (A + B)		2,498,748.79	2,841,207.34

NET WEALTH AND LIABILITIES	NOTES	2020	2019
A) NET WEALTH		2,013,220.81	2,161,086.85
A-1) Equity		1,848,711.40	1,930,403.46
I. Social Fund		1,930,403.46	1,903,943.55
1. Social Fund	8	1,930,403.46	1,903,943.55
III. Previous year's surplus/deficit	3		
IV. Surplus/deficit for the year	3	(81,692.06)	26,459.91
A-2) Adjustments for changes in value	6	33,447.20	(32,119.59)
I. Financial assets held for sale		33,447.20	(32,119.59)
A-3) Grants, donations and bequests	10	131,062.21	262,802.98
B) NONCURRENT LIABILITIES			
C) CURRENT LIABILITIES		485,527.98	680,120.49
I. Short-term provisions			
II. Short-term debt		367,817.34	587,231.02
1. Bank loans and credit	7	1,218.35	12,346.56
3. Other short-term debt	7	366,598.99	574,884.46
V. Suppliers and other creditors		117,710.64	92,889.47
2. Other creditors	7	117,710.64	92,889.47
TOTAL NET WEALTH AND LIABILITIES (A + B + C)		2,498,748.79	2,841,207.34