

REPORT ON THE INTERNAL CONTROL SYSTEM OF THE COMPANY IPOSA PROPERTIES SOCIMI, S.A. (hereinafter, the Company)

The purpose of this report is to describe the Company's internal control system to ensure compliance with the Company's obligations.

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IDENTIFICATION OF THE RESPONSIBLES

The Company has an internal information control system, which has been designed, implemented and put into operation following the approval of the Board of Directors on March 25, 2019, responsible for its existence and maintenance.

In addition to the Board of Directors, the internal manager of the Company who, as of the date of this report, is directly involved with the internal communication procedures, is the following:

- NON-DIRECTOR SECRETARY OF THE BOARD OF DIRECTORS.

There is no externalization for the preparation of public information.

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COMMUNICATION PROCEDURE

Given the need to inform the market of a particular event, news or circumstance that must be assessed as a Relevant Event of the Company in accordance with the applicable regulations, by the Board of Directors of the Company, the precise procedures for communication to the market are initiated of said Relevant Fact.

The person in charge of initiating these procedures will evaluate the need for information and those directly involved.

The Non-Director Secretary shall draft the publication of the Relevant Fact. Once the non-Director Secretary considers the drafted text to be final, it will be sent to the Registered Adviser of the Company, who will validate the final version of the Relevant Event. Until reaching the final version to be published, the person in charge of the Company in charge of writing the Relevant Fact will also participate in the revision of the modifications of the same that, eventually, the Registered Adviser may request.

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**PUBLICATION ON THE WEBSITE OF THE COMPANY OF
RELEVANT FACTS PUBLISHED.**

The Non-Director Secretary duly informs the person in charge of the Company's website of the new publications of Relevant Facts as soon as their inclusion in the EURONEXT website is confirmed, so that they can be published on the page Company's website, thus reinforcing the right to information of the Company's shareholders.

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**MANAGEMENT OF CONFIDENTIALITY IN THE PROCESS OF
DRAFTING A RELEVANT FACT UNTIL IT IS PUBLISHED TO THE
MARKET**

The Non-Director Secretary is fully aware of the sensitivity of the information that is being processed when this Significant Event is drafted, as well as its marked confidentiality.

Likewise, and in relation to the foregoing, the Company safeguards the information that, due to its sensitivity and confidentiality, must be kept reserved within the Company and, specifically in the case of its disclosure to third parties, the Company complies exhaustively with the requirements imposed by the applicable regulations, writing and keeping updated as many lists of initiates as necessary for the above purposes.

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OTHER ADVISORS OR INDEPENDENT EXPERTS

In order to be assisted in the performance of their duties, all directors may obtain from the Company the necessary advice for the performance of their duties. For this, the Company will arbitrate the appropriate channels that, in special circumstances, may include external advice charged to the Company.

The assignment must necessarily deal with concrete problems of a certain relief and complexity that arise in the performance of the position.

The decision to hire must be communicated to the President of the Company and may be vetoed by the Board of Directors if it proves:

- a) that it is not necessary for the full performance of the functions entrusted to external directors;
- b) that its cost is not reasonable in view of the importance of the problem and of the assets and income of the Company; or

c) that the technical assistance that is collected may be adequately provided by experts and technicians of the Company. Any external advisor who does not have a duty of confidentiality due to their profession (external lawyers, for example) must sign a confidentiality agreement as well as a Privileged Information and Communication Policy.