

BOARD OF DIRECTORS REPORT

MODIFICATION TO THE ASSETS, LIABILITIES, AND EQUITY ACCOUNTS.

Variations of the Balance of Administradora de Fondos de Pension Habitat S.A, occurred between June 30th and August 23rd of 2021.

AFP HABITAT S.A

(M = Thousand Chilean Pesos)

STATEMENT OF FINANCIAL SITUATION

ASSETS	Individual AFP Habitat S.A.		Variation
	30-06-2021	23-08-2021	
	M\$	M\$	M\$
Cash and Equivalents	75.198.166	93.566.856	18.368.690
Financial Assets at fair value (with changes in net results)	239.453	-	-239.453
Commercial Debtors and Accounts Receivables, Net	5.767.604	5.562.387	-205.217
Accounts Receivable From Related Parties	159.943	312.020	152.077
Advanced Payments	991.693	1.174.475	182.782
Accounts Receivable for current taxes	-	-	-
Total Current Assets	82.356.859	100.615.738	18.258.879
Obligatory Reserve	403.092.175	399.817.886	-3.274.289
Other financial assets	-	-	-
Accounts receivable from related entities	148.029.550	148.029.550	-
Investment in Associated Companies Accounted by the Equity Method	35.485.365	42.583.697	7.098.332
Intangible Assets, Net	15.340.868	15.631.175	290.307
Properties, Plant and Equipment, Net	29.845.819	29.660.879	-184.940
Deferred tax assets	6.828	6.060	-768
Total Non-Current Assets	631.800.605	635.729.247	3.928.642
Total Assets	714.157.464	736.344.985	22.187.521

LIABILITY AND EQUITY	Individual AFP Habitat S.A.		Variation
	30-06-2021	23-08-2021	
	M\$	M\$	M\$
Interest Bearing Loans Payable	1.515.373	1.454.738	-60.635
Accounts Payable	37.372.024	40.233.984	2.861.960
Accounts Payable to Related Entities	333.206	7.891.908	7.558.702
Provisions	303.506	274.614	-28.892
Accounts Payable for current taxes	2.067.554	1.728.802	-338.752
Accrued Liabilities	6.615.395	6.694.008	78.613
Total Current Liabilities	48.207.058	58.278.054	10.070.996
Interest-Bearing Loans Payable	102.865.841	102.810.845	-54.996
Deferred Taxes	71.616.526	72.184.394	567.868
Post-employment benefits	587.774	574.610	-13.164
Total Non-Current Liabilities	175.070.141	175.569.849	499.708
Paid-in Capital	1.763.918	1.763.918	-
Other Capital Reserves	-41.055.047	-28.852.097	12.202.950
Retained Earnings (retained gains and losses)	530.171.394	529.585.261	-586.133
TOTAL EQUITY	490.880.265	502.497.082	11.616.817
TOTAL EQUITY AND LIABILITY	714.157.464	736.344.985	22.187.521

ASSETS

Current Assets

The current assets from AFP Habitat S.A increased in M\$ 18,258,879, which the principal component is the Cash and Cash Equivalents which increased by M\$18,368,690. This is related to the loan received in the first days of July from its indirect subsidiary AFP Habitat S.A in Peru for a total of M\$ 7,564,120, for net sales quotas of the obligatory reserve for M\$ 2,505,921, and M\$ 8,298,649 produced by the cash generation of the company's normal operation.

The remaining items of the current assets, as a whole, decreased by M\$ 109,811, among them, the Financial Assets at fair value with changes in net results, and Commercial Debtors and Accounts Receivables, decreased by M\$ 239,453 and M\$ 205,217 respectively. On the other hand, the accounts Receivable from Related Parties and Advanced Payments increased in M\$ 152,077 and M\$ 182,782 respectively.

Non-Current Assets

AFP Habitat S.A non-current assets increased in M\$ 3,928,642, which main component is Investment in Associated Companies Accounted by the Equity Method, which increased in M\$ 7,098,332. This is due to an increase of the investments on the subsidiary AFP Habitat Andina S.A f by M\$ 6,820,825 and an increase of M\$ 277,507 between Inversiones DCV S.A and Servicios de Administración Previsional S.A. Conversely, the obligatory reserve decreased by M\$ 3,274,289 mainly due to the redemption of quotas originated by the 10% withdrawals.

The remaining items of the non-current assets, as a whole, increased in M\$ 104,599, which of the Intangible Assets showed an increase of M\$ 290,307, while Properties, Plant and Equipment decreased in M\$ 184,940 produced by depreciation.

LIABILITIES AND EQUITY

Current Liabilities

AFP Habitat S.A current liabilities increased in M\$ 10,070,996, where the main variation occurs in the accounts payable to related entities, increasing in M\$ 7,558,702, mainly due to the loan received in the first days of July from its indirect subsidiary AFP Habitat S.A in Peru for a total of M\$ 7,564,120, follow by an increase on the Accounts Payable for M\$ 2,861,960, mainly due by an increase on the recognition of the minimum interim dividends for M\$ 2,824,160.

The remaining items of current liabilities, as a whole, decreased by M\$ 349,666, mainly due to a decrease of Accounts Payable for current taxes for M\$ 338,752.

Non-Current Liabilities

The non-current liabilities from AFP Habitat S.A increased in M\$ 499,708, mainly due to an increase of the Deferred Taxes by M\$ 567,868, while the Interest Bearing Loans Payable in the long term, and Post-employment benefits decreased in M\$ 68,160 and M\$ 13,164 respectively.

Equity

The Company's shareholders equity experienced an increase of M\$ 11,616,817, explained by a decrease in the Retained Earnings for M\$ 586,133 related to a net effect between the increase of the business profits for M\$ 9,413,867 and a decrease of M\$ 10,000,000 for the provisional dividend approved by the board on August 18th. The others reserves showed a decrease of M\$ 12,202,950 related to minimum dividends reserve, where we have a decrease of M\$ 10,000,000 due to the committed dividend, a decrease of M\$ 5,027,110 by the foreign subsidiaries conversion, and an increase of M\$ 2.824.160 for the 30% on the variation of the result.