

# 2023

REPSOL Group

Alternative  
Performance  
Measures  
reconciliations  
1st Half  
and 2nd Quarter  
2023

*Translation of a report  
originally issued in Spanish.  
In the event of a discrepancy,  
the Spanish language  
version prevails*



The Repsol Commitment  
Net Zero Emissions  
by 2050



**REPSOL**

## ALTERNATIVE PERFORMANCE MEASURES

Repsol's financial information contains indicators and measures prepared in accordance with applicable financial reporting standards and regulations, as well as other measures prepared in accordance with the Group's Reporting Model, defined as Alternative Performance Measures (APMs). APMs are measures that are "adjusted" compared to those presented in accordance with IFRS-EU or with Supplementary Information on Oil and Gas Upstream Activities, and the reader should therefore consider them in addition to, but not instead of, the latter.

Repsol presents its segment performance measures including joint ventures or other companies which are jointly managed in accordance with the Group's investment percentage, considering its operational and economic indicators within the same perspective and degree of detail as those for companies consolidated under the full consolidation method. Thus, the Group considers that the nature of its businesses and the way in which results are analyzed for decision-making purposes is adequately reflected.

In 2023, following the entry of certain non-controlling interests in our Upstream and LCG businesses, Repsol has revised the way it presents its results. As of this year, the "Adjusted income" of the businesses does not include the stakes held by non-controlling interests and therefore reflects solely the results managed by the Company. For the same reason, non-controlling interests are not taken into account either in the "Inventory effect" or in "Special items". The impact of "Non-controlling interests" is shown in a separate line immediately before "Net income". Although the amount of non-controlling interests in previous years was not significant, Repsol has restated the information for 2022 to allow readers to track the figures over time and compare periods. Repsol also updated the definitions of its reporting segments in 2023, in response to the performance of its businesses and changes in its organizational structure. For more information, see Note 2 Segment information of the 1H23 interim financial statements.

APMs are useful for users of financial information as they are the measures employed by Repsol's Management to evaluate its financial performance, cash flows or financial position when making operational or strategic decisions for the Group.

For historical quarterly APM information, see [www.repsol.com](http://www.repsol.com).

### 1. Financial performance measures

#### Adjusted income

Results	First half													
	ADJUSTMENTS													
	Adjusted income		Reclassification of joint ventures		Inventory effect <sup>(2)</sup>		Special items		Non-controlling interest		Total adjustments		EU-IFRS profit/loss	
€ Million	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Operating income	3,934 <sup>(1)</sup>	4,894 <sup>(1)</sup>	(260)	(931)	(679)	1,661	(686)	(1,960)	—	—	(1,625)	(1,230)	2,309	3,664
Financial result	(19)	100	91	105	—	—	—	(95)	—	—	91	10	72	110
Net income of companies accounted for using the equity method - net of tax	18	6	44	544	—	—	(6)	(6)	—	—	38	538	56	544
<b>Adjusted income before tax</b>	<b>3,933</b>	<b>5,000</b>	<b>(125)</b>	<b>(282)</b>	<b>(679)</b>	<b>1,661</b>	<b>(692)</b>	<b>(2,061)</b>	—	—	<b>(1,496)</b>	<b>(682)</b>	<b>2,437</b>	<b>4,318</b>
Income tax	(1,215)	(1,776)	125	282	174	(420)	25	183	—	—	324	45	(891)	(1,731)
<b>Consolidated net income</b>	<b>2,718</b>	<b>3,224</b>	—	—	<b>(505)</b>	<b>1,241</b>	<b>(667)</b>	<b>(1,878)</b>	—	—	<b>(1,172)</b>	<b>(637)</b>	<b>1,546</b>	<b>2,587</b>
Net income attributed to non-controlling interests	—	—	—	—	—	—	—	—	(126)	(48)	(126)	(48)	(126)	(48)
<b>TOTAL NET INCOME ATTRIBUTABLE TO THE PARENT COMPANY</b>	<b>2,718</b>	<b>3,224</b>	—	—	<b>(505)</b>	<b>1,241</b>	<b>(667)</b>	<b>(1,878)</b>	<b>(126)</b>	<b>(48)</b>	<b>(1,298)</b>	<b>(685)</b>	<b>1,420</b>	<b>2,539</b>

<sup>(1)</sup> Net income from operations at current cost of supply (CCS).

<sup>(2)</sup> The Inventory effect represents an adjustment to "Procurements" and "Changes in inventory of finished goods and work in progress" on the IFRS-EU income statement.

Results	Second quarter													
	ADJUSTMENTS													
	Adjusted income		Reclassification of joint ventures		Inventory effect <sup>(2)</sup>		Special items		Non-controlling interest		Total adjustments		EU-IFRS profit/loss	
€ Million	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Operating income	1,132 <sup>(1)</sup>	3,080 <sup>(1)</sup>	(139)	(624)	(314)	733	(222)	(1,486)	—	—	(675)	(1,377)	457	1,703
Financial result	(19)	84	58	33	—	—	25	(66)	—	—	83	(33)	64	51
Net income from companies accounted for using the equity method - net of tax	17	5	78	389	—	—	(6)	(1)	—	—	72	388	89	393
<b>Adjusted income before tax</b>	<b>1,130</b>	<b>3,169</b>	<b>(3)</b>	<b>(202)</b>	<b>(314)</b>	<b>733</b>	<b>(203)</b>	<b>(1,553)</b>	<b>—</b>	<b>—</b>	<b>(520)</b>	<b>(1,022)</b>	<b>610</b>	<b>2,147</b>
Income tax	(303)	(1,005)	3	202	80	(187)	(22)	16	—	—	61	31	(242)	(974)
<b>Consolidated net income</b>	<b>827</b>	<b>2,164</b>	<b>—</b>	<b>—</b>	<b>(234)</b>	<b>546</b>	<b>(225)</b>	<b>(1,537)</b>	<b>—</b>	<b>—</b>	<b>(459)</b>	<b>(991)</b>	<b>368</b>	<b>1,173</b>
Net income attributed to non-controlling interests	—	—	—	—	—	—	—	—	(60)	(26)	(60)	(26)	(60)	(26)
<b>TOTAL NET INCOME ATTRIBUTABLE TO THE PARENT COMPANY</b>	<b>827</b>	<b>2,164</b>	<b>—</b>	<b>—</b>	<b>(234)</b>	<b>546</b>	<b>(225)</b>	<b>(1,537)</b>	<b>(60)</b>	<b>(26)</b>	<b>(519)</b>	<b>(1,017)</b>	<b>308</b>	<b>1,147</b>

<sup>(1)</sup> Net income from operations at current cost of supply (CCS)

<sup>(2)</sup> The Inventory effect represents an adjustment to "Procurements" and "Changes in inventory of finished goods and work in progress" on the IFRS-EU income statement.

### Special items

Special Items	First half		Second quarter	
	2023	2022	2023	2022
Million euros				
Divestments	—	8	(16)	2
Workforce restructuring	(23)	(16)	(11)	(13)
Impairment of assets <sup>(1)</sup>	354	(1,262)	(7)	(1,094)
Provisions and others	(998)	(608)	(191)	(432)
<b>TOTAL</b>	<b>(667)</b>	<b>(1,878)</b>	<b>(225)</b>	<b>(1,537)</b>

<sup>(1)</sup> The difference with the heading "(Charges for)/reversal of impairment provisions" in the IFRS-EU income statement is largely down to the fact that the latter includes impairment of credit risk and dry wells and impairment of exploratory wells in the normal course of business and excludes the tax effect of impairment, impairment of deferred tax assets and impairment of joint ventures.

### EBITDA

EBITDA	First half					
	Group Reporting Model		Reclassifications of joint ventures		IFRS-EU <sup>(2)</sup>	
	2023	2022	2023	2022	2023	2022
Million euros						
Upstream	2,318	3,689	(731)	(1,256)	1,587	2,433
Industrial	1,951	3,933	(2)	(34)	1,949	3,899
Costumer	539	457	(16)	(11)	523	446
LCG	108	139	—	—	108	139
Corporate and others	(613)	(199)	31	48	(582)	(151)
<b>EBITDA</b>	<b>4,303</b>	<b>8,019</b>	<b>(718)</b>	<b>(1,253)</b>	<b>3,585</b>	<b>6,766</b>
Upstream	—	—	—	—	—	—
Industrial	605	(1,587)	(11)	9	594	(1,578)
Costumer	74	(74)	—	—	74	(74)
LCG	—	—	—	—	—	—
Corporate and others	—	—	—	—	—	—
<b>Inventory effect<sup>(1)</sup></b>	<b>679</b>	<b>(1,661)</b>	<b>(11)</b>	<b>9</b>	<b>668</b>	<b>(1,652)</b>
<b>CCS EBITDA</b>	<b>4,982</b>	<b>6,358</b>	<b>(729)</b>	<b>(1,244)</b>	<b>4,253</b>	<b>5,114</b>

<sup>(1)</sup> Before tax.

<sup>(2)</sup> Corresponds to "Income before tax" and "Adjustments to income" on the consolidated statement of cash flows under IFRS-EU.

EBITDA	First half					
	Group Reporting Model		Reclassifications of joint ventures		IFRS-EU <sup>(1)</sup>	
	2023	2022	2023	2022	2023	2022
<i>Million euros</i>						
<b>Net income before tax</b>	<b>2,562</b>	<b>4,601</b>	<b>(125)</b>	<b>(283)</b>	<b>2,437</b>	<b>4,318</b>
(-) Financial result	20	(5)	(92)	(105)	(72)	(110)
(-) Net income from investments accounted for using the equity method	(13)	(1)	(43)	(543)	(56)	(544)
<b>Operating income</b>	<b>2,569</b>	<b>4,595</b>	<b>(260)</b>	<b>(931)</b>	<b>2,309</b>	<b>3,664</b>
<b>Depreciation of property, plant and equipment</b>	<b>1,449</b>	<b>1,388</b>	<b>(275)</b>	<b>(275)</b>	<b>1,174</b>	<b>1,113</b>
<b>Operating provisions</b>	<b>264</b>	<b>2,028</b>	<b>(182)</b>	<b>(46)</b>	<b>82</b>	<b>1,982</b>
(Provision for) / Reversal of impairment	(182)	1,862	(140)	(132)	(322)	1,730
(Provision for) / Reversal of provisions for risks	446	166	(42)	86	404	252
<b>Other items</b>	<b>21</b>	<b>8</b>	<b>(1)</b>	<b>(1)</b>	<b>20</b>	<b>7</b>
<b>EBITDA</b>	<b>4,303</b>	<b>8,019</b>	<b>(718)</b>	<b>(1,253)</b>	<b>3,585</b>	<b>6,766</b>

<sup>(1)</sup> Corresponds to "Income before tax" and "Adjustments to income" on the consolidated statement of cash flows under IFRS-EU.

EBITDA	Second quarter					
	Group Reporting Model		Reclassifications of joint ventures		IFRS-EU <sup>(2)</sup>	
	2023	2022	2023	2022	2023	2022
<i>Million euros</i>						
Upstream	1,007	2,004	(320)	(743)	687	1,261
Industrial	388	2,501	(1)	(20)	387	2,481
Costumer	251	212	(9)	(7)	242	205
LCG	44	87	—	—	44	87
Corporate and others	(83)	(169)	2	49	(81)	(120)
<b>EBITDA</b>	<b>1,607</b>	<b>4,635</b>	<b>(328)</b>	<b>(721)</b>	<b>1,279</b>	<b>3,914</b>
Upstream	—	—	—	—	—	—
Industrial	271	(685)	(3)	8	268	(677)
Costumer	43	(48)	—	—	43	(48)
LCG	—	—	—	—	—	—
Corporate and others	—	—	—	—	—	—
<b>Inventory effect <sup>(1)</sup></b>	<b>314</b>	<b>(733)</b>	<b>(3)</b>	<b>8</b>	<b>311</b>	<b>(725)</b>
<b>CCS EBITDA</b>	<b>1,921</b>	<b>3,902</b>	<b>(331)</b>	<b>(713)</b>	<b>1,590</b>	<b>3,189</b>

<sup>(1)</sup> Before tax.

<sup>(2)</sup> Corresponds to "Income before tax" and "Adjustments to income" on the consolidated statement of cash flows under IFRS-EU.

EBITDA	Second quarter					
	Group Reporting Model		Reclassifications of joint ventures		IFRS-EU <sup>(1)</sup>	
	2023	2022	2023	2022	2023	2022
<i>Million euros</i>						
<b>Net income before tax</b>	<b>614</b>	<b>2,350</b>	<b>(4)</b>	<b>(203)</b>	<b>610</b>	<b>2,147</b>
(-) Financial Result	(5)	(18)	(59)	(33)	(64)	(51)
(-) Net Income from Investments Accounted for using the Equity Method	(12)	(5)	(77)	(388)	(89)	(393)
<b>Operating Income</b>	<b>597</b>	<b>2,327</b>	<b>(140)</b>	<b>(624)</b>	<b>457</b>	<b>1,703</b>
<b>Depreciation of property, plant and equipment</b>	<b>738</b>	<b>683</b>	<b>(141)</b>	<b>(140)</b>	<b>597</b>	<b>543</b>
<b>Operating provisions</b>	<b>249</b>	<b>1,618</b>	<b>(48)</b>	<b>43</b>	<b>201</b>	<b>1,661</b>
(Provision for) / Reversal of impairment	82	1,600	(32)	(29)	50	1,571
(Provision for) / Reversal of provisions for risks	167	18	(16)	72	151	90
<b>Other items</b>	<b>23</b>	<b>7</b>	<b>1</b>	<b>—</b>	<b>24</b>	<b>7</b>
<b>EBITDA</b>	<b>1,607</b>	<b>4,635</b>	<b>(328)</b>	<b>(721)</b>	<b>1,279</b>	<b>3,914</b>

<sup>(1)</sup> Corresponds to "Income before tax" and "Adjustments to income" on the consolidated statement of cash flows under IFRS-EU.

## ROACE

NUMERATOR (Million euros)	1H 2022	1H 2021
<b>Operating income IFRS-EU</b>	<b>2,309</b>	<b>3,664</b>
Reclassification of joint ventures	260	931
Income tax <sup>(1)</sup>	(1,035)	(1,990)
Net income of companies accounted for using the equity method - net of tax	12	—
<b>I. ROACE result at weighted average cost</b>	<b>1,546</b>	<b>2,605</b>
<b>DENOMINATOR (Million euros)</b>	<b>1S 2023</b>	<b>1S 2022</b>
Total equity	28,098	25,346
Net financial debt	797	5,031
<b>Capital employed at period-end</b>	<b>28,895</b>	<b>30,377</b>
<b>II. Average capital employed <sup>(2)</sup></b>	<b>28,561</b>	<b>29,467</b>
<b>ROACE (I/II) <sup>(3)</sup></b>	<b>5.4%</b>	<b>8.8%</b>

<sup>(1)</sup> Does not include income tax corresponding to financial results.

<sup>(2)</sup> Corresponds to the average balance of capital employed at the beginning and end of the period.

<sup>(3)</sup> ROACE on CCS (without taking into account the Inventory Effect) amounts to 7.3%.

## 2. Cash flow measurements

### Free cash flow and Cash generation

Cash flow measurements	First half					
	Adjusted cash flow		Reclassification of joint ventures and others		IFRS-EU statement of cash flow	
Million euros	2023	2022	2023	2022	2023	2022
I. Cash flows from / (used in) operating activities (cash flow from operations)	3,522	2,930	(268)	(598)	3,254	2,332
II. Cash flows from / (used in) investing activities	(3,054)	(1,476)	(395)	89	(3,449)	(1,387)
<b>Free cash flow (I+II)</b>	<b>468</b>	<b>1,454</b>	<b>(663)</b>	<b>(509)</b>	<b>(195)</b>	<b>945</b>
<b>Cash generation</b>	<b>1,299</b>	<b>472</b>	<b>(642)</b>	<b>(487)</b>	<b>657</b>	<b>(15)</b>
III. Cash flows from / (used in) financing activities and others <sup>(1)</sup>	(1,826)	(2,634)	760	426	(1,066)	(2,208)
<b>Net increase / (decrease) in cash and cash equivalents (I+II+III)</b>	<b>(1,358)</b>	<b>(1,180)</b>	<b>97</b>	<b>(83)</b>	<b>(1,261)</b>	<b>(1,263)</b>
Cash and cash equivalents at the beginning of the period	6,945	5,906	(433)	(311)	6,512	5,595
Cash and cash equivalents at the end of the period	5,587	4,726	(336)	(394)	5,251	4,332

<sup>(1)</sup> Includes payments for dividends and returns on other equity instruments, interest payments, other proceeds from / (payments for) financing activities, proceeds from / (payments for) the issue / (return) of equity instruments, proceeds from / (payments for) financial liabilities and the exchange rate fluctuations effect.

Cash flow measurements	Second quarter					
	Adjusted cash flow		Reclassification of joint ventures and others		IFRS-EU statement of cash flow	
	2023	2022	2023	2022	2023	2022
<i>Million euros</i>						
I. Cash flows from / (used in) operating activities (cash flow from operations)	1,695	1,839	(49)	(212)	1,646	1,627
II. Cash flows from / (used in) investing activities	(1,303)	(754)	(66)	178	(1,369)	(576)
<b>Free cash flow (I+II)</b>	<b>392</b>	<b>1,085</b>	<b>(115)</b>	<b>(34)</b>	<b>277</b>	<b>1,051</b>
<b>Cash generation</b>	<b>133</b>	<b>692</b>	<b>(88)</b>	<b>(21)</b>	<b>45</b>	<b>671</b>
III. Cash flows from / (used in) financing activities and others <sup>(1)</sup>	(595)	(1,716)	79	44	(516)	(1,672)
<b>Net increase / (decrease) in cash and cash equivalents (I+II+III)</b>	<b>(203)</b>	<b>(631)</b>	<b>(36)</b>	<b>10</b>	<b>(239)</b>	<b>(621)</b>
Cash and cash equivalents at the beginning of the period	5,790	5,357	(300)	(404)	5,490	4,953
Cash and cash equivalents at the end of the period	5,587	4,726	(336)	(394)	5,251	4,332

<sup>(1)</sup> Includes payments for dividends and returns on other equity instruments, interest payments, other proceeds from / (payments for) financing activities, proceeds from / (payments for) the issue / (return) of equity instruments, proceeds from / (payments for) financial liabilities and the exchange rate fluctuations effect.

## Liquidity

Liquidity	First half					
	Group Reporting Model		Reclassification of joint ventures and others		IFRS-EU	
	Jun 2023	Dec 2022	Jun 2023	Dec 2022	Jun 2023	Dec 2022
<i>Million euros</i>						
Cash and banks	2,911	3,021	(296)	(345)	2,615	2,676
Other cash equivalents	2,676	3,924	(40)	(88)	2,636	3,836
<b>Cash and cash equivalents</b>	<b>5,587</b>	<b>6,945</b>	<b>(336)</b>	<b>(433)</b>	<b>5,251</b>	<b>6,512</b>
Deposits with immediate availability <sup>(1)</sup>	3,214	2,681	—	—	3,214	2,681
Undrawn credit lines	2,639	2,389	(13)	(7)	2,627	2,382
<b>Liquidity</b>	<b>11,441</b>	<b>12,014</b>	<b>(349)</b>	<b>(440)</b>	<b>11,092</b>	<b>11,575</b>

<sup>(1)</sup> Repsol contracts on-demand cash deposits, which are recorded under "Other current financial assets" and which do not meet the accounting criteria for classification as cash and cash equivalents.

## Operating investments (investments)

Investments	First half									
	Operating investments			Reclassification of joint ventures and others			IFRS-EU <sup>(1)</sup>			
	2023		2022	2023		2022	2023	2022		
<i>Million euros</i>										
	Organic	Inorganic	Total	Organic	Inorganic	Total				
Upstream	1,143	129	1,272	746	—	746	(239)	(25)	1,033	721
Industrial	430	—	430	318	54	372	(9)	(6)	421	366
Costumer	132	—	132	77	7	84	(29)	—	103	84
LGC	482	697	1,179	154	40	194	(61)	(72)	1,118	122
Corporate and others	34	—	34	39	—	39	—	(1)	34	38
<b>TOTAL</b>	<b>2,221</b>	<b>826</b>	<b>3,047</b>	<b>1,334</b>	<b>101</b>	<b>1,435</b>	<b>(338)</b>	<b>(104)</b>	<b>2,709</b>	<b>1,331</b>

<sup>(1)</sup> This corresponds to "Payments on investments" on the consolidated statement of cash flows prepared under IFRS-EU, and does not include items corresponding to "Other financial assets."

Investments	Second quarter									
	Operating investments						Reclassification of joint ventures and others		IFRS-EU <sup>(1)</sup>	
	2023			2022			2023	2022	2023	2022
Million euros	Organic	Inorganic	Total	Organic	Inorganic	Total				
Upstream	531	—	531	450	—	450	(120)	(135)	411	315
Industrial	273	—	273	206	—	206	(5)	(4)	268	202
Costumer	78	—	78	45	3	48	(13)	—	65	49
LGC	330	88	418	110	18	128	(50)	(67)	368	60
Corporate and others	21	—	21	27	—	27	(1)	(1)	20	26
<b>TOTAL</b>	<b>1,233</b>	<b>88</b>	<b>1,321</b>	<b>838</b>	<b>21</b>	<b>859</b>	<b>(189)</b>	<b>(207)</b>	<b>1,132</b>	<b>652</b>

<sup>(1)</sup> This corresponds to “Payments on investments” on the consolidated statement of cash flows prepared under IFRS-EU, and does not include items corresponding to “Other financial assets.”

### 3. Financial position measures

#### Net debt

Net Debt	Net debt	Reclassification of joint ventures	IFRS-EU Balance sheet
	Jun-2023	Jun-2023	Jun-2023
<i>Million euros</i>			
<b>Non-current assets</b>			
Non-current financial instruments <sup>(1)</sup>	1,386	652	2,038
<b>Current assets</b>			
Other current financial assets	3,776	(164)	3,612
Cash and cash equivalents	5,587	(336)	5,251
<b>Non-current liabilities</b>			
Non-current financial liabilities <sup>(2)</sup>	(9,449)	(544)	(9,993)
<b>Current liabilities</b>			
Current financial liabilities <sup>(2)</sup>	(2,097)	(88)	(2,185)
<b>NET DEBT <sup>(3)</sup></b>	<b>(797)</b>	<b>(480)</b>	<b>(1,277)</b>

<sup>(1)</sup> Amounts included under “Non-current financial assets” in the consolidated balance sheet.

<sup>(2)</sup> Includes net non-current and current leases amounting to €-3,048 and €-619 million, respectively, according to the Reporting model and €-2,449 and €-489 million, respectively, according to the IFRS-EU balance sheet.

<sup>(3)</sup> The reconciliations in previous periods are available at [www.repsol.com](http://www.repsol.com).

#### Gross debt

Gross Debt	Gross debt	Reclassifications of joint ventures	IFRS-EU balance sheet
	Jun-2023	Jun-2023	Jun-2023
<i>Million euros</i>			
Current financial liabilities	(1,937)	(97)	(2,034)
Net mark to market valuation of current exchange rate financial derivatives	(48)		(48)
Current gross debt	<b>(1,985)</b>	<b>(97)</b>	<b>(2,082)</b>
Non-current financial liabilities	(9,449)	(536)	(9,984)
Net mark to market valuation of non-current exchange rate derivatives			—
<b>Non-current gross debt</b>	<b>(9,449)</b>	<b>(536)</b>	<b>(9,984)</b>
<b>GROSS DEBT <sup>(1)</sup></b>	<b>(11,433)</b>	<b>(633)</b>	<b>(12,066)</b>

<sup>(1)</sup> The reconciliations in previous periods for this figure are available at [www.repsol.com](http://www.repsol.com).

### Leverage ratio

Leverage	First half					
	Group Reporting Model		Reclassifications of joint ventures		IFRS - EU balance sheet	
	2023	2022	2023	2022	2023	2022
<i>Million euros</i>						
Net debt	797	5,031	(480)	(325)	1,277	5,356
Capital employed	28,895	30,377	480	325	29,375	30,702
<b>Leverage</b>	<b>2.8%</b>	<b>16.6%</b>			<b>4.3%</b>	<b>17.4%</b>

### Solvency ratio

Solvency	First half					
	Group Reporting Model		Reclassification of joint ventures		IFRS - EU balance sheet	
	2023	2022	2023	2022	2023	2022
<i>Million euros</i>						
Liquidity	11,441	9,380	(349)	(405)	11,092	8,975
Current Gross debt	1,985	2,402	97	1,278	2,082	3,674
<b>Solvency</b>	<b>5.8</b>	<b>3.9</b>			<b>5.3</b>	<b>2.4</b>