

Bevco Lux S.à r.l.

Interim results, six months
ended June 30, 2021
Supplemental information

November 2, 2021

Disclaimer

This presentation may contain statements about future events and expectations that are forward-looking statements. These statements typically contain words such as "expects" and "anticipates" and words of similar import. Any statement in this presentation that is not a statement of historical fact is a forward-looking statement that involves known and unknown risks, uncertainties and other factors which may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. None of the future projections, expectations, estimates or prospects (if any) in this presentation should be taken as forecasts or promises nor should they be taken as implying any indication, assurance or guarantee that the assumptions on which such future projections, expectations, estimates or prospects have been prepared are correct or exhaustive or, in the case of the assumptions, fully stated in the presentation. The information and opinions contained in this presentation are provided at the date of this presentation and are subject to change without notice. Save as may be required by law, we do not intend to update any information contained herein and do not assume any obligation to do so.

Agenda

- 
- A. Market Update, Key Highlights and Portfolio Overview**
 - B. Strategy
 - C. Presentation of Financial Statements
 - D. Credit Metrics Update
 - E. Closing remarks
 - F. Appendix

2021 H1 in review

- For the six months ended June 30, 2021, Bevco recorded **operating income of €61.1 million** and **other comprehensive income of €768.4 million** as a result of **dividends and fair value changes of its core holding, AB InBev, together with its portfolio of high quality businesses.**
- Throughout H1 2021 Bevco continued to **prudently manage its balance sheet.**
 - In June 2021, **Bevco issued a €600m long 8-year (2030 maturity) bond** and **in July 2021, repaid in full the outstanding balance of its 2023 bonds,** in **debt neutral** transactions
 - Despite equity market volatility, Bevco maintained **LTV ratio at 14.0% (excl. DLOM) as of June 30, 2021**
- Bevco maintains a **diversified portfolio** and a **conservative balance sheet**, and is rated-**BBB (stable outlook) by S&P** last published in April 2021.

Portfolio update

The liquidity and diversification of Bevco's investment portfolio has improved as investees pursued listings and restrictions period expiration fell within a three-month (i.e., the current) period



- In October 2021, **the DLOM on the AB InBev restricted shares lapsed**.
- DLOM lapse is expected to improve the liquidity profile.



- Bevco sold **4.7 million KDP shares** at an average price of USD 32.21 per share for total proceeds of USD 150m or EUR 123m (including a net realized gain of **€19.2 million**).
- **The restrictions on the KDP shares have lapsed** and the KDP shares have a fair value of **€943.1 million** as of June 30, 2021.



- Since 31 December 2020, Bevco's holding in JDE Peet's has been **simplified to a direct holding** by the Issuer of listed shares of JDE Peet's NV, listed on Euronext Amsterdam.

A leading investment company:

As at June 30, 2021

Total AUM €
8.2 billion⁽¹⁾

High-quality
investment
portfolio

Total external
net debt
€1.175 bn⁽²⁾

BBB
credit rating
by S&P

€8.5 billion ex. DLOM

Consistent credit profile:

As at June 30, 2021

LTV
(ex.DLOM)
14.0%⁽³⁾

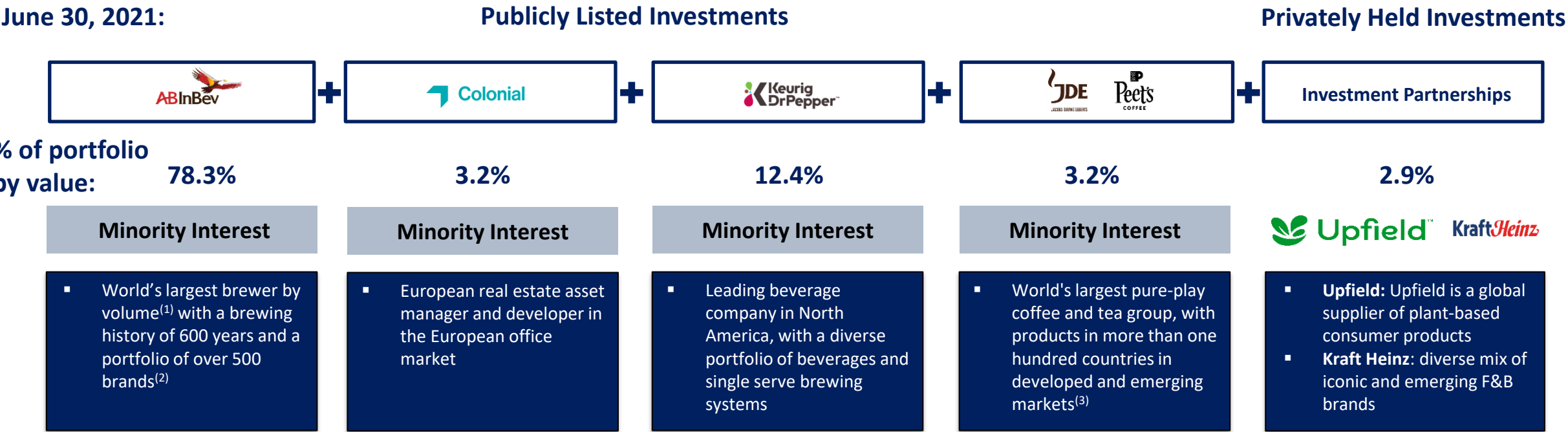
ICR
3.2x⁽³⁾

Leverage
Ratio
12.1x⁽³⁾

- (1) June 30, 2021, excluding discount for lack of marketability ("DLOM") of €277 million on holding of AB InBev restricted shares.
- (2) June 30, 2021, excluding preferred equity certificates held by affiliates of €175 million.
- (3) Bevco Lux S.à r.l. June 30, 2021. See page 19 for details.

Portfolio Overview

- Long-term constructive investor and partner
- Highly professional investment teams with a consumer focus globally
- Value-adding shareholder for its investees, supporting management teams over the long term



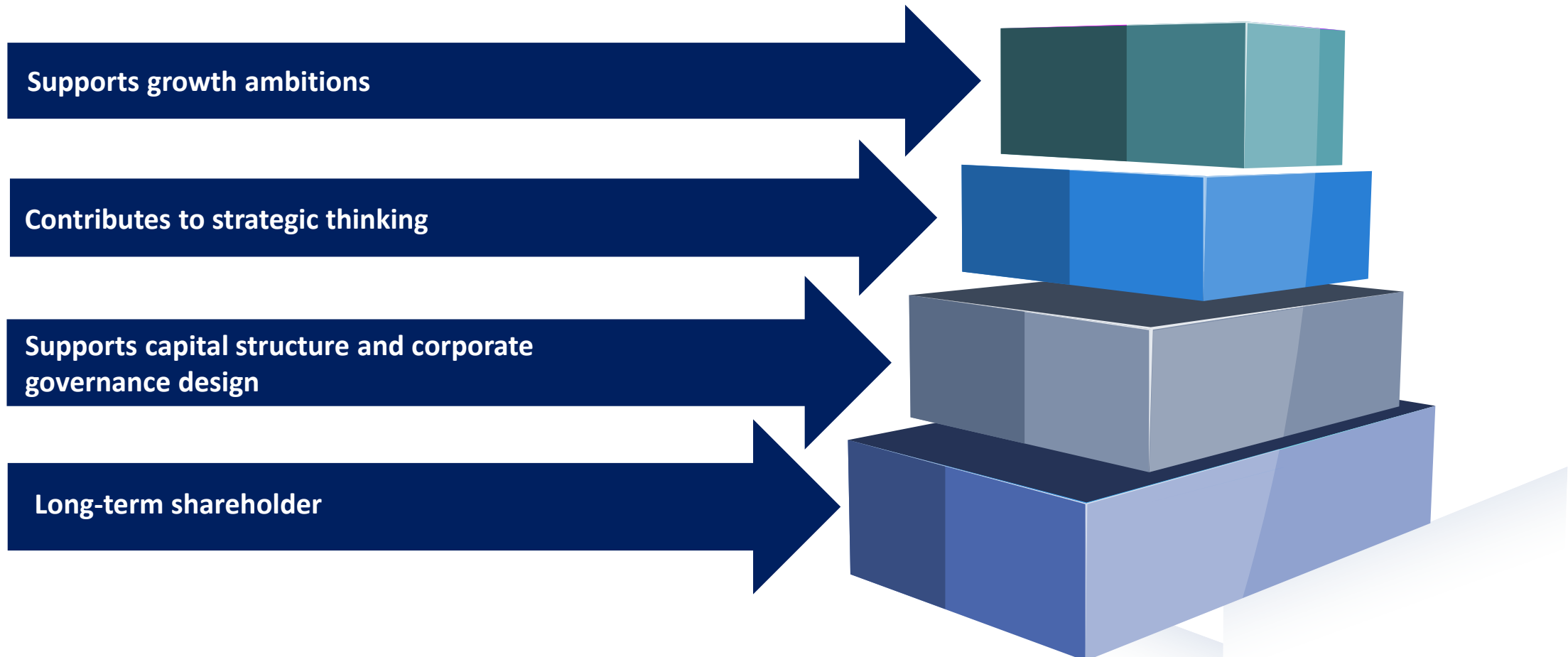
(1) Source: Global Data.
(2) Source: ABI 2020 Annual Report
(3) Source: JDE Peet's FY20 Results Release
Percentages may not add to 100% due to rounding.

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- 
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Long term, Value added

SDG seeks to build and benefit from constructive, long term relationships with its investees built on mutual trust



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Bevco Lux Financial Summary as of June 30, 2021

Bevco Lux Balance Sheet

Assets	Jun 30, 2021 <i>unaudited</i> € millions	Dec 31, 2020 € millions	Liabilities and Equity	Jun 30, 2021 <i>unaudited</i> € millions	Dec 31, 2020 € millions
Fair Value of Restricted ABI Shares (96.9 million shares) ^{(1) (2)}	5,613	4,978	Loans and Borrowings ⁽⁷⁾	1,439	1,324
Fair Value of Common ABI Shares (6.0 million shares) ⁽¹⁾	365	342	Other Current Liabilities	2	7
Fair Value of investment in Inmobiliaria Colonial, SOCIMI, S.A.	246	231	Equity	6,781	6,103
Fair Value of Restricted KDP Shares ⁽³⁾	-	552	Total liabilities and equity	8,222	7,434
Fair Value of Common KDP Shares ^{(1) (3)}	943	357			
Fair Value of JDE Peet's Shares (7.9 million shares) ⁽¹⁾	241	-			
Fair Value of of private equity securities and partnerships	225	527			
Loans Granted ⁽⁴⁾	499	316			
Other Assets ⁽⁵⁾	1	2			
Cash & Cash Equivalents	89	129			
Total Assets	8,222⁽⁶⁾	7,434			

Note: Totals may not match because of rounding adjustments.

(1) Fair value of shares as of June 30, 2021

(2) Fair value of restricted shares includes DLOM (Discount for lack of marketability) of €277 million as of June 30, 2021 (€544 million as of December 31, 2020), representing a 4.70% (9.85 %) discount applied to the restricted shares. The fair value of restricted shares excluding DLOM is €5,890 million as of June 30, 2021 (€5,522 million as of December 31, 2020)

(3) The restriction on the KDP shares have ceased for the period ended June 30, 2021 (December 31, 2020: DLOM of 5.42% or EUR 12,884K discount for six-month period restricted shares and 8.24% or EUR 29,381K discount for twelve-month period restricted shares). There were 31.8 million KDP shares owned by Bevco as of June 30, 2021.

(4) Includes loan to affiliate Aguila Ltd.

(5) Includes intercompany, Luxembourg wealth tax advances, other foreign taxes and deferred charges

(6) Excluding DLOM, total Assets would be equal to €8.5 billion

(7) Includes Eurobonds and drawn component of revolver loans

Bevco Lux Financial Summary as of June 30, 2021

Bevco Lux Consolidated Profit and Loss

	For six months ended June 30, 2021 <i>unaudited</i> € millions	For six months ended June 30, 2020 <i>unaudited</i> € millions
Total net income	62	58
Expenses		
Administrative expenses	(1)	(1)
Operating income	61	57
Finance cost & Other losses	(34)	(15)
Profit before tax	27	42
Taxes	-	-
Profit for the period	27	42

Source: Bevco Lux S.à r.l. Consolidated financial statements for the six months ended June 30, 2021.

Note: Totals may not match because of rounding adjustments

Bevco Lux Financial Summary as of June 30, 2021

Bevco Lux Segment Reporting

	For six months ended June 30, 2021 <i>unaudited</i> € millions					For six months ended June 30, 2020 <i>unaudited</i> € millions			
	Beverages	Real Estate	Private equity securities and Partnerships	Total		Beverages	Real Estate	Private equity securities and Partnerships	Total
Total net income	61	-	1	62	Total net income	52	-	6	58
Expenses					Expenses				
Administrative expenses	(1)	-	-	(1)	Administrative expenses	(1)	-	-	(1)
Operating income	60	-	1	61	Operating income	51	-	6	57
Finance cost & Other losses (IFRS 9)				(34)	Finance cost & Other losses (IFRS 9)				(15)
Profit before tax				27	Profit before tax				42
Taxes				-	Taxes				-
Profit for the period				27	Profit for the period				42

Source: Bevco Lux S.à r.l. Consolidated financial statements for the six months ended June 30, 2021.

Note: Totals may not match because of rounding adjustments

Bevco Lux Financial Summary as of June 30, 2021

Bevco Lux Consolidated Statement of Comprehensive Income

	For six months ended June 30, 2021 <i>unaudited</i> € millions	For six months ended June 30, 2020 <i>unaudited</i> € millions
Profit for the period	27	42
Other comprehensive income		
Net gain/(loss) on investment securities at fair value through other comprehensive income	863	(3,243)
Net realised (loss) / gain on its privately held investment	(114)	154
Net realised gain from disposal of equity securities	19	-
Other comprehensive income / (loss) for the period, net of tax	768	(3,089)
Total comprehensive income / (loss) for the period	795	(3,047)

Bevco Lux Financial Summary as of June 30, 2021

Bevco Lux Consolidated Cash Flow Statement Page 1 of 2

	For six months ended June 30, 2021 <i>unaudited</i> € millions	For six months ended June 30, 2020 <i>unaudited</i> € millions
Cash flows from operating activities		
Profit before tax for the year	27	42
<i>Adjustments for:</i>		
Interest income	(3)	(1)
Dividend income	(59)	(57)
Finance costs & Other losses	34	15
	(1)	(1)
<i>Changes in:</i>		
Other current assets	(1)	-
Other current liabilities	1	-
Cash (used in) operating activities	(1)	(1)
Taxes paid	(4)	-
Net cash (used in) operating activities	(5)	(1)

Bevco Lux Financial Summary as of June 30, 2021

Bevco Lux Consolidated Cash Flow Statement Page 2 of 2

	For six months ended June 30, 2021 <i>unaudited</i> € millions	For six months ended June 30, 2020 <i>unaudited</i> € millions
Cash flows from investing activities		
Additional capital contribution to a private investee	(1)	(1)
Loans granted	(183)	(200)
Reimbursement of loans and other advances	-	100
Interest received	3	1
Dividend received	58	57
Proceeds from disposal of investment securities	124	-
Net cash generated from / (used in) investing activities	1	(43)
Cash flows from financing activities		
Share premium reimbursement	(117)	-
Proceeds from bond issuance	594	-
Bonds redemption	(476)	-
Proceeds from borrowings (credit institutions)	-	361
Repayment of borrowings (credit institutions)	-	(261)
Finance costs paid	(37)	(20)
Net cash (used in) / generated from financing activities	(36)	80
Net (decrease) / increase in cash and cash equivalents	(40)	36
Cash and cash equivalents at the beginning of the period	129	22
Cash and cash equivalents at the end of the period	89	58

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- 
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Credit Metrics Update

Key H1 2021 events

In H1 2021, Bevco undertook a liability management (LM) exercise, **extending its debt maturity profile** meaningfully

- In June 2021, Bevco issued a **€600m 2030 bond**, using the proceeds towards a tender offer followed by a make whole redemption of the **€600m 2023 bond** outstanding
- The new 2030 long 8-year new issue carries a **coupon of 1.00%** payable annually in arrears and was issued at a **yield of 1.124%**

Also in H1 2021 Bevco renewed the term of one of its facility agreements and **extended the maturity date** of the credit facility for a period of **two years**.

H1 2021 resulted in a **reduction of consolidated LTVs (incl. USD Bevco) from 13.0% to 12.6%⁽¹⁾**, with an ICR of 3.0x⁽²⁾ and a leverage ratio of 10.7x⁽³⁾

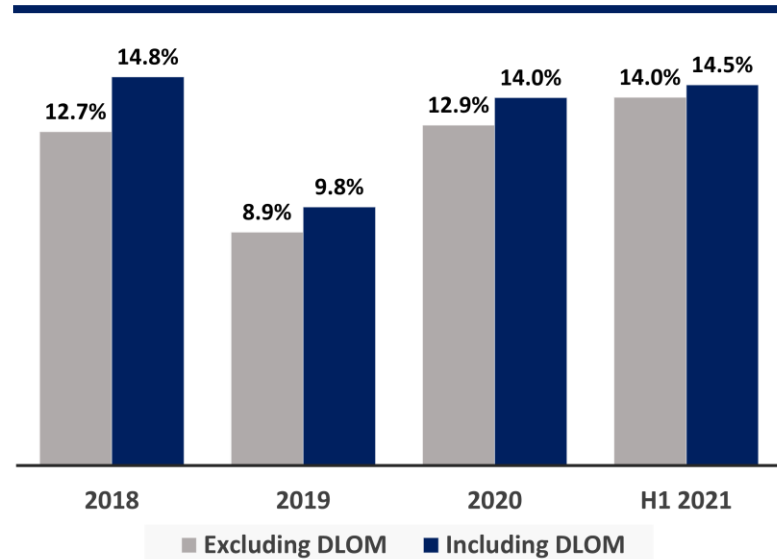
(1) Based on USD Bevco S.à r.l. consolidated financials statements as of June 30, 2021. LTV defined as gross debt minus cash at hand, divided by Total Assets minus cash at hand and excluding DLOM.

(2) The H1 2021 Interest Coverage Ratio calculated using dividend income from ABI of EUR 51.4 million, Keurig Dr Pepper of EUR 14.6 million, Inmobiliaria Colonial of EUR 5.8 million, Private equity securities and partnerships of € 22.3 million, other interest receivables and similar income of €6.9 million, and less administrative costs of €2.2 million divided by interest expense including coupon on Eurobond, interest on other borrowings and excluded tender offer buyback expenses in the amount of EUR 24.54 million (2020 EUR 6.64 million)) of €32.8 million p.a. includes unused commitment fees and breakage fees. For June 30, 2021, US dollar amounts corresponding to P&L items are translated at the average of the trailing 6/12 month exchange rate of USD/EUR 1.2053; For June 30, 2021, US dollar amounts corresponding to balance sheet items are translated into Euro using the spot rate as at June 30, 2021 (December 31, 2020) of USD/EUR 1.1884 (1.2271).

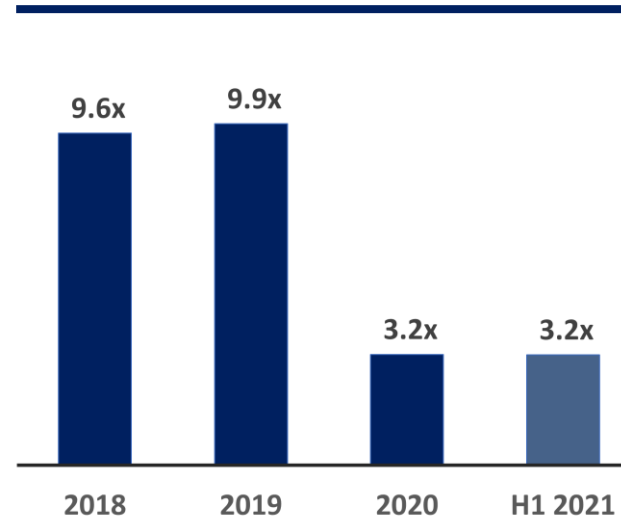
(3) Calculated as net debt / (total income less operating expenses)

Bevco Lux Core Ratios⁽¹⁾

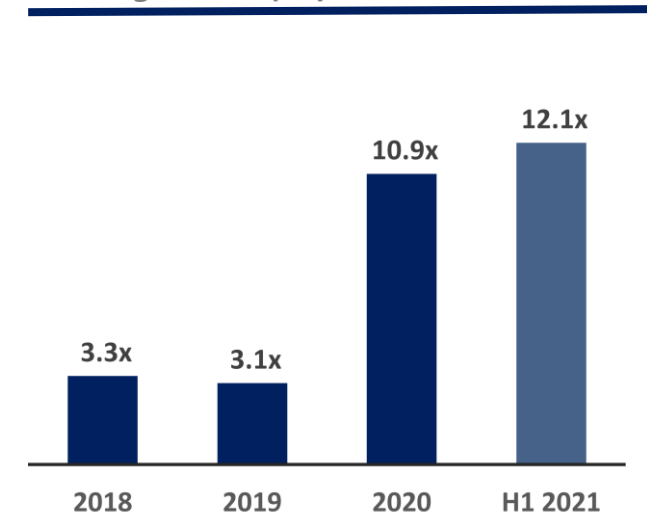
Loan To Value (LTV) ⁽¹⁾



Interest Coverage Ratio (ICR) ⁽²⁾



Leverage Ratio (LR) ⁽³⁾



Source: Company filings.

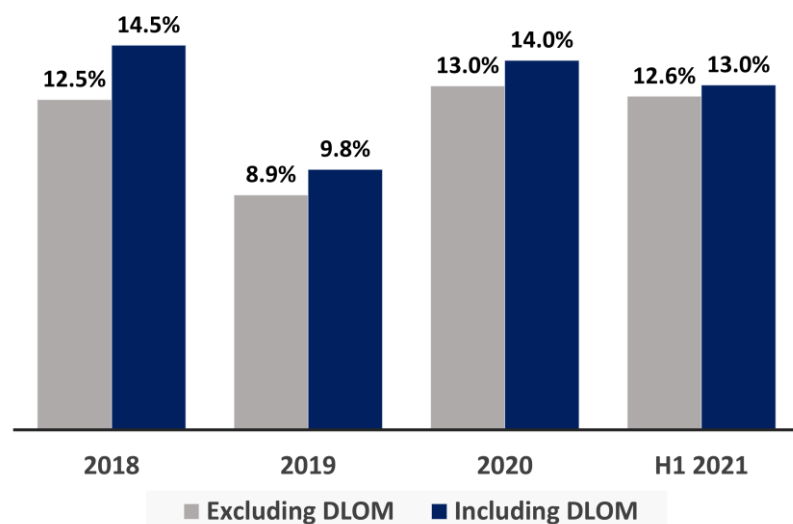
(1) Based on Bevco Lux S.à r.l. consolidated financials statements as of June 30, 2021. Figures presented do not include USD Bevco. LTV defined as gross debt minus cash at hand, divided by Total Assets minus cash at hand and excluding DLOM.

(2) The June 30 Interest Coverage Ratio calculated using dividend income from ABI of EUR 51.4 million, Keurig Dr Pepper of EUR 14.6 million, Inmobiliaria Colonial of EUR 5.8 million, Private equity securities and partnerships of €22.3 million, other interest receivables and similar income of €5.1 million, and less administrative costs of €1.9 million divided by interest expense (including coupon on Eurobond, interest on other borrowings and excluded tender offer buyback expenses in the amount of EUR 24.54 million (2020 EUR 6.64 million) of EUR 30.4 million p.a. includes unused commitment fees and breakage fees on a LTM basis (Last Twelve Months).

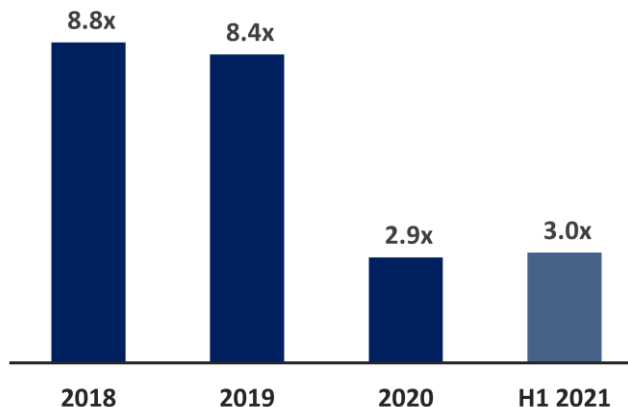
(3) Calculated as net debt / (total income less operating expenses)

Bevco Lux and USD Bevco Core Ratios⁽¹⁾

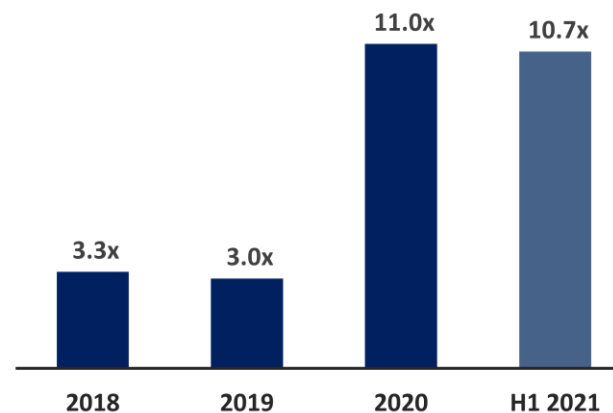
Consolidated LTV⁽¹⁾



Consolidated ICR⁽²⁾



Consolidated LR⁽³⁾



Source: Company filings

(1) Based on USD Bevco S.à r.l. consolidated financials statements as of June 30, 2021. LTV defined as gross debt minus cash at hand, divided by Total Assets minus cash at hand and excluding DLOM.

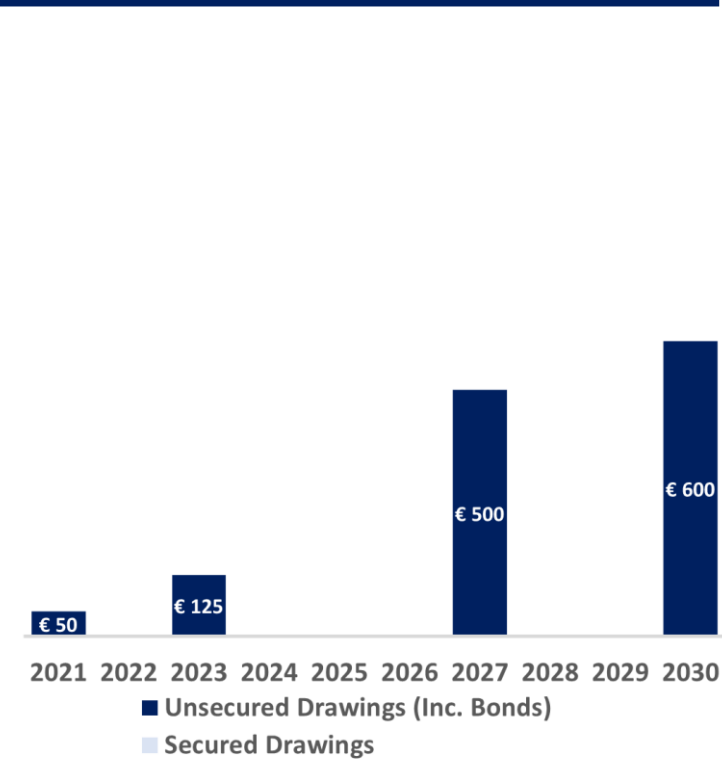
(2) The June 30 Interest Coverage Ratio calculated using dividend income from ABI of EUR 51.4 million, Keurig Dr Pepper of EUR 14.6 million, Inmobiliaria Colonial of EUR 5.8 million, Private equity securities and partnerships of € 22.3 million, other interest receivables and similar income of €6.9 million, and less administrative costs of €2.2 million divided by interest expense including coupon on Eurobond, interest on other borrowings and excluded tender offer buyback expenses in the amount of EUR 24.54 million (2020 EUR 6.64 million)) of €32.8 million p.a. includes unused commitment fees and breakage fees. For June 30, 2021 (2020, 2019, 2018), US dollar amounts corresponding to P&L items are translated at the average of the trailing 6/12 month (12/12 month for 2020, 2019, 2018) exchange rate of USD/EUR 1.2053 (1.1422, 1.1195, 1.1798); For June 30, 2021 (2020, 2019, 2018), US dollar amounts corresponding to balance sheet items are translated into Euro using the spot rate as at June 30, 2021 (December 31, 2020, December 31, 2019, December 31, 2018) of USD/EUR 1.1884 (1.2271, 1.1234, 1.1450).

(3) Calculated as net debt / (total income less operating expenses). FX translations are conducted as per footnote 2

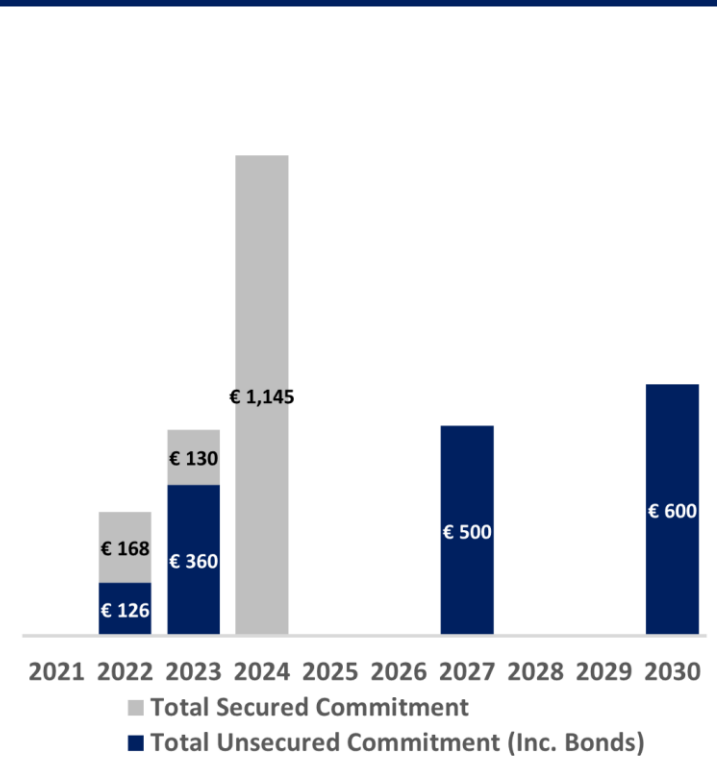
Debt update

Debt maturity profile as at June 30, 2021

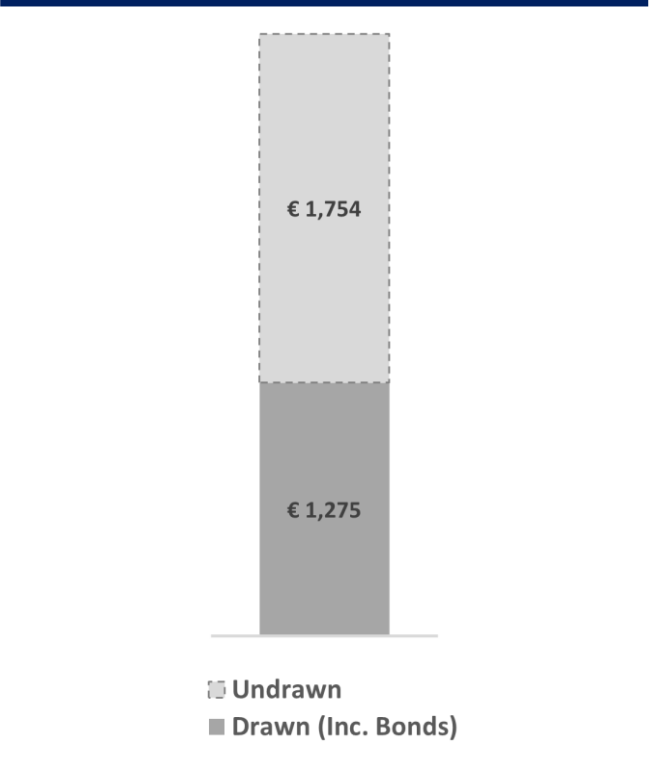
Drawdowns (€ million) ⁽¹⁾



Available facilities (€ million) ⁽¹⁾



Aggregate drawings (€ million) ⁽¹⁾



(1) Profile shown as at June 30, 2021 as per audited financials statements. FX rate used to convert USD to EUR: 1.1884
Please refer to Subsequent Event section in Appendix

Agenda

- 
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 - F. Appendix

Summary

Market and portfolio	Bevco has a defensive portfolio of consumer goods companies and prime real estate, which are high-quality companies and diversified across geographies and/or currencies
	Where represented, Bevco has contributed to guiding the Board of Directors of its investees, as each managed recent market conditions
Capital Structure	Bevco's investments remain resilient and are held by Bevco using a prudent capital structure
	Bevco maintained a BBB rating (stable outlook) by S&P and LTV and ICR of 14.0% and 3.2x respectively as of June 30, 2021 ⁽¹⁾
Liquidity	In July 2021, Bevco completed its Liability Management by extending the inaugural Eurobond maturity from 2023 into two equally-weighted bonds with maturities in 2027 and 2030. Additionally, Bevco continues to have significant unused credit facility headroom.

(1) See footnotes (1) and (2) on page 19.

Conservative Capital Structure

**Excellent
financial
disclosures**



**Engaged with
investors &
stakeholders**



**Access to
European Debt
Capital Markets**



**Preserve
investment
grade credit
metrics**



**Continue
transition from
secured to
unsecured
funding model**





Appendix

Bevco Lux Contacts

Name	Contact details
Juan Carlos Garcia Canizares <i>Member, Board of Managers</i> Bevco Lux S.à r.l.	Tel: +1 646-282-2644 Email: JuanCarlos.Garcia@sni-international.lu or: jcgarcia@qcai.com
Dominic Bursucanu <i>Finance Director</i> Bevco Lux S.à r.l.	Tel: +352 2733 5510 Email: dominic.bursucanu@bevcolux.lu

Bevco Lux S.à r.l. – Board of Managers

Name	Background	Principal Outside Activity
Alec R. Anderson	Trust & Corporate Law	Chair & CEO at Quadrant Advisors Ltd.
Ivir Manguilimotan	Accountancy & Corporate Secretary	Senior Manager at alterDomus
Delphine Danhoui	Tax Law	Knowledge Lawyer at CMS Luxembourg
Bruno Bagnouls	Accountancy & Corporate Secretary	Member of the Senior Executive Team at alterDomus Luxembourg
Juan Carlos Garcia Canizares	Financier	Managing Director at Quadrant Capital Advisors Inc.
Carlos Alejandro Perez Davila	Financier	Managing Director at Quadrant Capital Advisors Inc.
Alejandro Santo Domingo	Financier	Managing Director at Quadrant Capital Advisors Inc.
Melanie Wilkin	Accountancy & Corporate Secretary	Senior Manager at alterDomus

Related Party Transactions

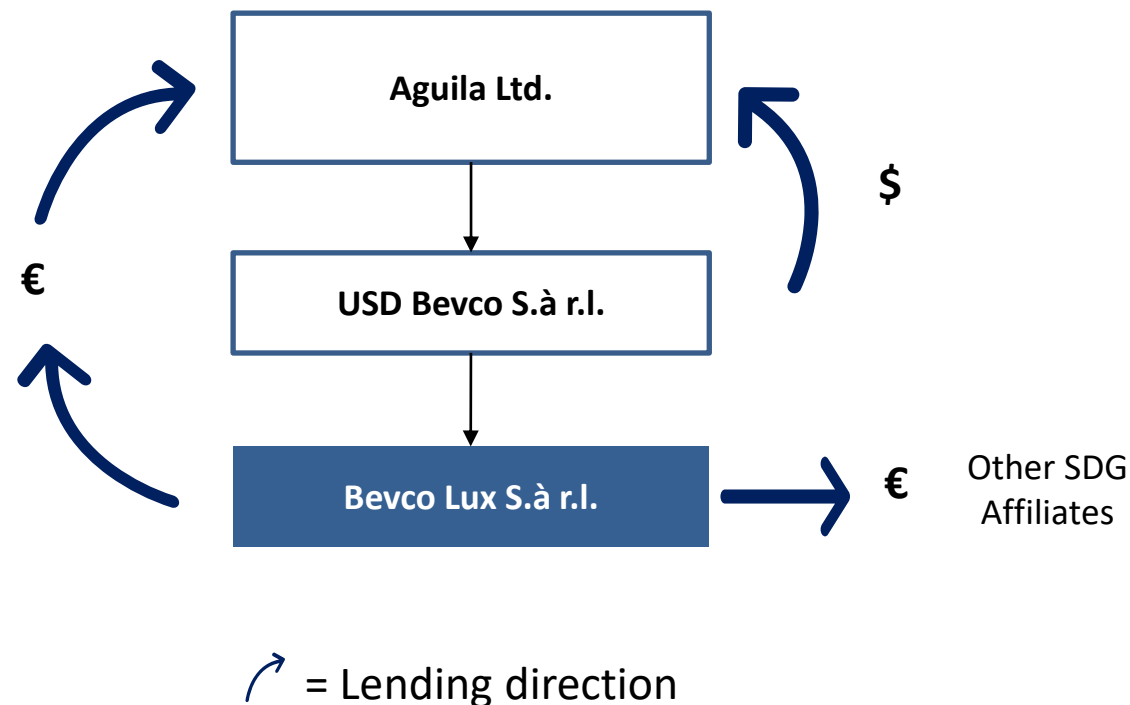
Efficient use of cash

- **Excess USD/EUR cash efficiently used at a group level via transactions between legal entities**
- **All at arm's length basis;**
 - Lending and borrowing between entities treated as separate legal entities within group
 - All transactions are regularly reviewed and approved by respective Board of Managers (Lux entities)/Board of Directors (other entities), as applicable
 - Interest rate set based on independently reviewed transfer pricing analysis by a Big 4 company
- **Aguila, Bevco Lux and USD Bevco have all entered into two-way evergreen Committed Revolver Credit Facilities (CRCF) to manage cash flows**

Upstream Related party transaction

Efficient cash management

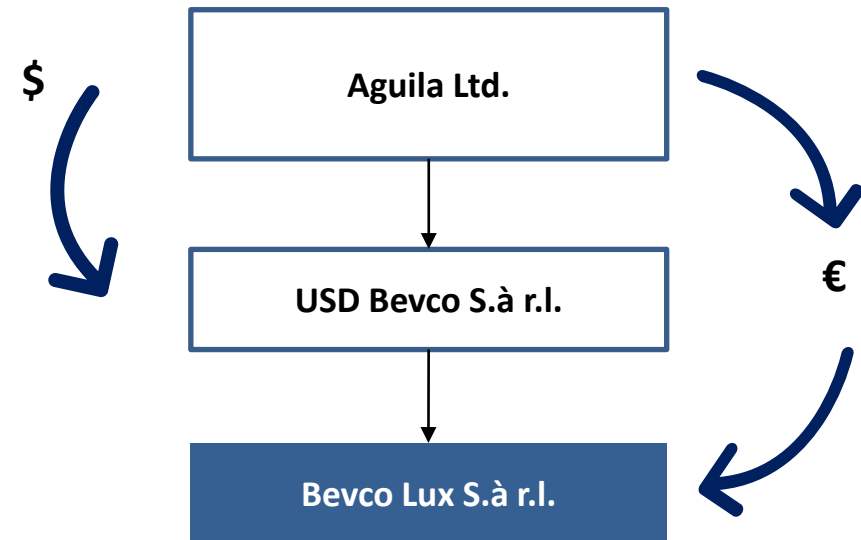
- Bevco Lux, as group financing centre, extends loans on an arm's length basis with a spread to Aguila Ltd. or other SDG affiliate companies
- All transactions are in accordance with the group companies' transfer pricing policy
- Excess cash in EUR held by Bevco Lux is lent to Aguila Ltd. on an arm's length basis
- Excess cash in USD held by USD Bevco is lent to Aguila Ltd. on an arm's length basis



Downstream Related party transaction

Managing intra-year cyclicalality

- Aguila Ltd. has evergreen CRCF in both EUR and USD for the benefit of Bevco Lux and USD Bevco, respectively
- All transactions are in accordance with the group companies' transfer pricing policy
- At year end, dividend is decided to mitigate outstanding balances and preserve credit metrics



↷ = Lending direction

All related party transactions year ended June 30, 2021

Record of all material related party transactions, as of June 30, 2021

Upstream Related Party Transactions:

1. As at June 30, 2021 Bevco Lux acts as lender for loans outstanding of **€499 million** to Aguila Ltd. under the evergreen loan facility at a combination of EURIBOR / applicable financial institutional funding cost + margin
2. In August and December 2018 Bevco issued Preferred Equity Certificates (PECs) to its direct parent USD Bevco. The PECs carry a fixed interest rate and an applicable variable yield. As of June 30, 2021, the PECs amount issued including accrued interest was **EUR 176m**.

Subsequent events in H2 2021

Financing activity

- On July 6, 2021, Bevco repaid **€124.6 million** for the remaining principal amount of the Eurobond 1.
- During the subsequent event period Bevco made **€50.0 million** drawdowns from its unsecured tranches with financial institutions.
- Bevco rolled over two **€50.0 million** unsecured tranche for **additional three months** and maturing on **October 29, 2021** and **January 4, 2022**, respectively.

Investing activity

- Bevco received **€6.4 million** net dividends.
- Bevco received a share premium reimbursement of **€6.4 million** from Immobiliaria Colonial SOCIMI, S.A.
- Aguila Ltd. rolled over its **€498.8 million** outstanding loan facility with Bevco.

Subsidiary

- **Liquidation of Quercus B.V.** is expected to be finalised **by the end of October 2021**. The remaining net asset will be distributed to its direct parent company which is Bevco Lux.

Bond Holder Information

Bond Program to date:

Bevco Lux					
Issue date ⁽¹⁾	Original amount issued	Amount outstanding	Coupon ⁽²⁾	Maturity	ISIN
September 16, 2020	Euro €500 million	Euro €500 million	1.50%	September 16, 2027	XS2231165668
June 16, 2021	Euro €600 million	Euro €600 million	1.00%	January 16, 2030	XS2348703864

Bevco Lux maintains periodic communication with Standard and Poor’s rating services (S&P) to provide historical financials and forward looking developments which may affect Bevco Lux credit metrics

(1) Listed on Luxembourg Stock Exchange
(2) Step up coupon to protect debt investor

Reflective of this credit quality, S&P rates Bevco Lux bonds as 'BBB'

Current S&P Credit Rating:

Entity	Agency	Long-term	Outlook	Last update
Bevco Lux S.à r.l.	S&P	BBB	Stable	April 1, 2021

Bond Credit Rating:

ISIN	Security	Agency	Long-term	Outlook	Last update
XS2231165668	Senior Unsecured Bond	S&P	BBB	-	September 11, 2020
XS2348703864	Senior Unsecured Bond	S&P	BBB	-	June 11, 2021