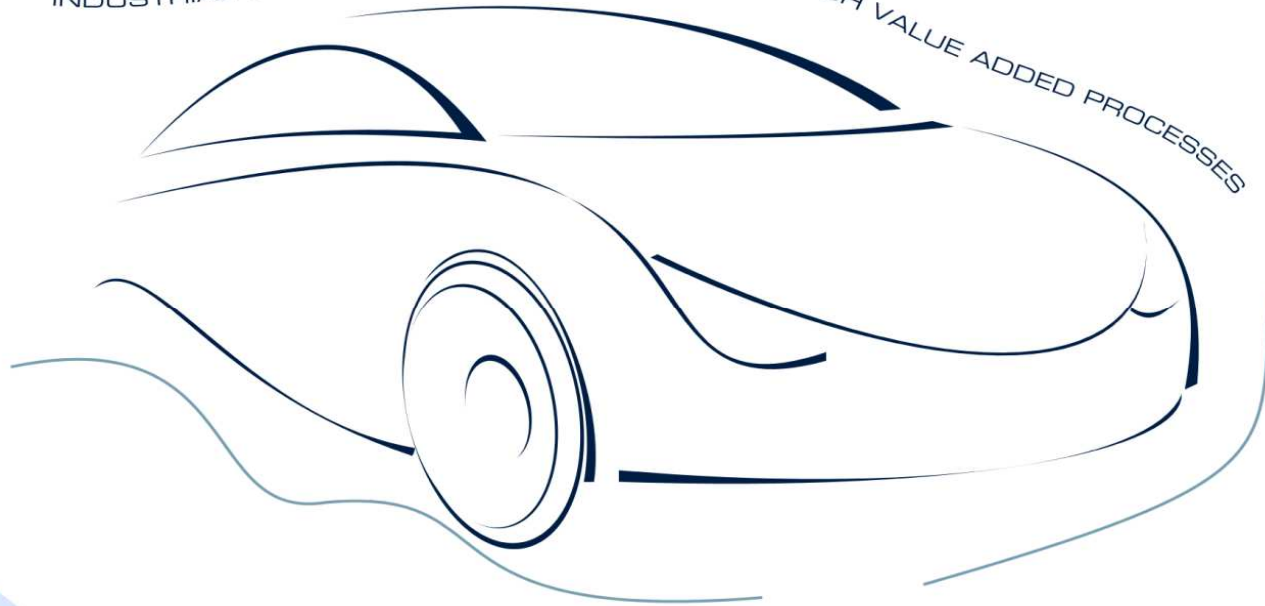




CIE *Automotive*

INDUSTRIAL GROUP SPECIALIZED IN MANAGING HIGH VALUE ADDED PROCESSES

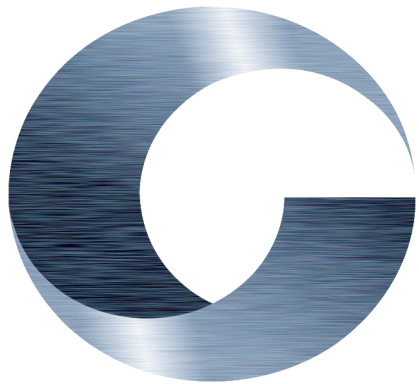


MID TERM FINANCIAL REPORT
1st SEMESTER 2014

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CIE Automotive – Results 30th June 2014



CIE Automotive Group Results 1S2014

(million Euros)	1S2013 (1)	1S2014	
Turnover	849,8	1.058,4	
Adjusted Turnover *	817,5	1.029,7	26,0%
EBITDA	122,0	140,4	15,1%
% EBITDA on Adjusted Turnover	14,9%	13,6%	
EBIT	78,1	87,0	11,4%
% EBIT on Adjusted Turnover	9,5%	8,4%	
EBT	50,1	63,3	
Net Income	32,8	39,5	20,4%

Notes: (1) With the objective of providing clarity and transparency, actual information is compared with information published by CIE on 30/06/2013. See 30/06/2013 Profit and Loss Account reconciliation with comparative information published in abbreviated consolidated interim financial statements for the six month period at 30/06/2014 in Appendix attached. Information is different due to a change in accounting standards, where is said that impact of those investees (jointly control entities) should be eliminated in every line of Profit and Loss account.

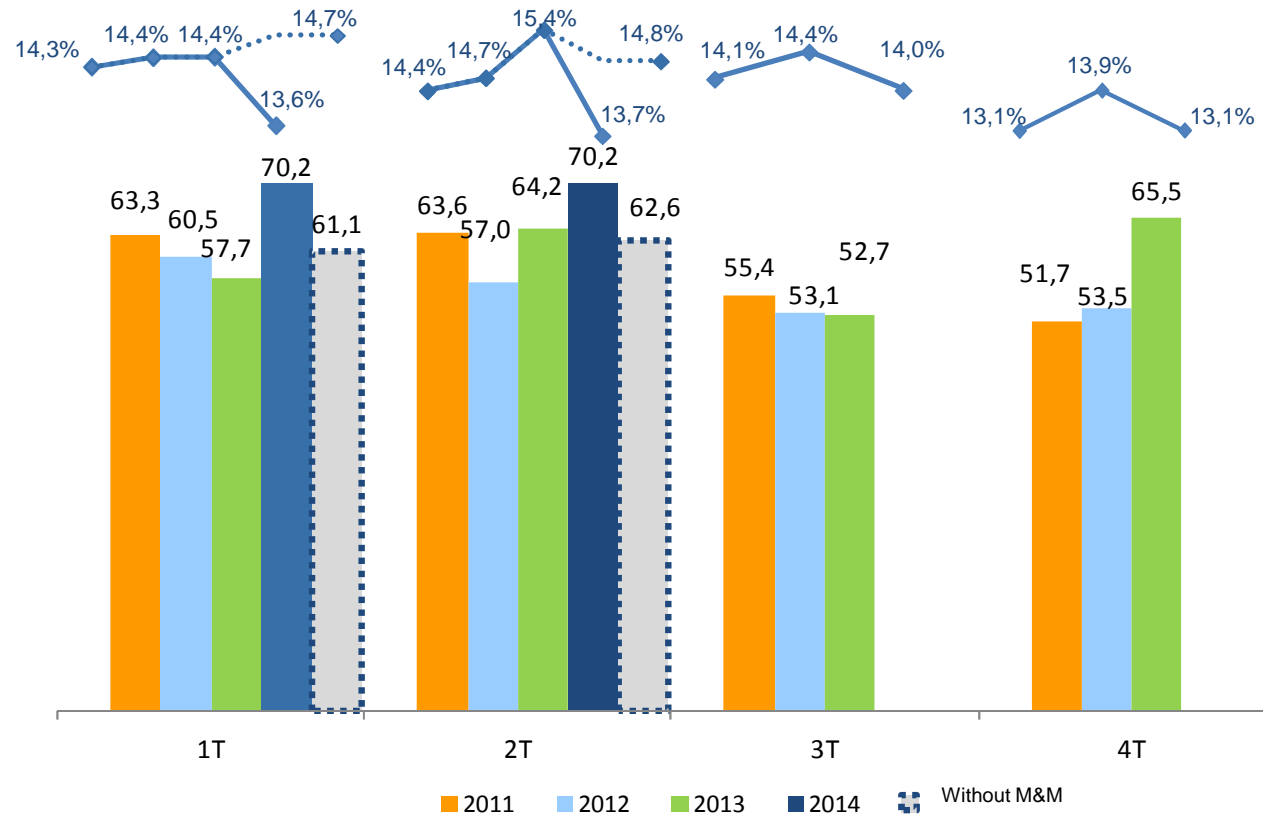
(*) Proforma value calculated by deducting turnover of diesel oil used for blending

EBITDA: Net Operating Income+ Depreciation, EBIT: Net Operating Income; EBT: Profit before taxes from continuous activities; Net Income: Profit attributable to the company's shareholders

- **Excellent results with turnover, Ebitda, and Net Income historical record.**
- **Such Net Income is, basically, the recurrent of the Group, given that in 1S2014 non recurrent positive and negative effects have been compensated in profit and loss account.**
- **Net Income considering same exchange rate would have reached euro 40 million**

Quarterly Ebitda Evolution 2011/2012/2013/2014

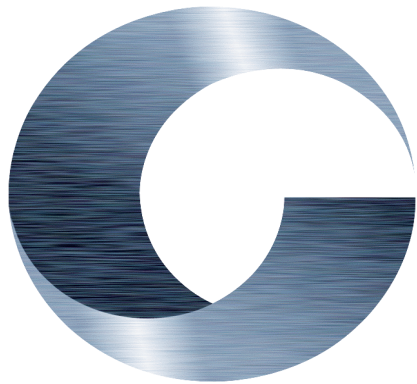
Quarterly Ebitda Margin Evolution



◆ % EBITDA o/ Adjusted Turnover
 - - - % EBITDA o/ Adjusted Turnover without Mahindra

- ***Incorporation of Mahindra Group in 2013 October, despite having positive results, significantly mitigates the improvement of global EBITDA margin. Comparable margin would be 14.9%***
- ***Maintaining good situation in each market and CIE plant, in relation to margins***
- ***These competitiveness improvements allow to face future development from a solid business situation***

Automotive: Market and margins improvement in Europe and good behavior in NAFTA



Automotive Results 1S2014

(million Euros)	1S2013	1S2014	
Turnover	717,3	928,5	29,4%
EBITDA	117,0	133,0	13,7%
% EBITDA on Turnover	16,3%	14,3%	
EBIT	76,6	84,4	10,2%
% EBIT on Turnover	10,7%	9,1%	

Note: EBITDA: Net Operating Income + Depreciation, EBIT: Net Operating Income

- **Sales increase with global margins affected by 4Q2013 incorporations and Brazilian market behaviour**
- **EBIT above 9%**
- **Automotive, with € 133,0 million EBITDA and 14,3% EBITDA margin, represents 94,7% of Group's EBITDA**

Automotive Results 1S2014

Ex - Autometal

(million Euros)	1S2013	1S2014
Turnover	347,2	316,4
EBITDA	55,7	55,3
% EBITDA	16,1%	17,5%
EBIT	27,6	32,4
% EBIT	8,0%	10,3%

- Volume drop due to exit of CIE Forging companies from the scope of consolidation in 2S2013
- Sales level increase by 12,4% compared to 2013 same period and same scope of consolidation above market behavior
- Growing margins continue due to operating improvement and productivity. EBITDA and EBIT significant improvements vs. 2013
- European plants in a high operating profitability level ready to face market recovery

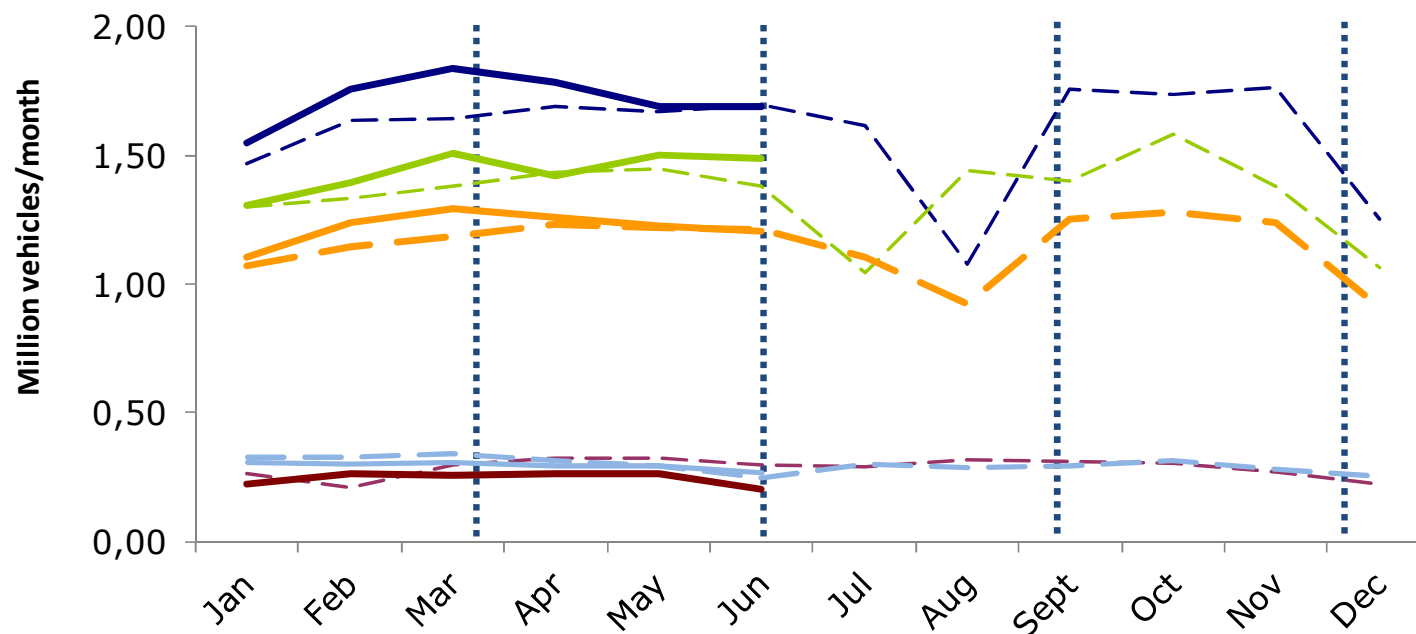
Autometal

(million Euros)	1S2013	1S2014
Turnover	370,1	612,0
EBITDA	61,3	77,7
% EBITDA	16,6%	12,7%
EBIT	49,0	52,0
% EBIT	13,2%	8,5%

- Excellent behavior of NAFTA market with an increase in both turnover and margins
- Brazilian market weakness, specially in second quarter of the year, and new mix due to last incorporations made in 2013 with growing margins but still below of company's standards, makes global margin to be lower
- Exchange rate to Euro has a negative impact in the comparison of this period of €3,8 mill approximately in EBITDA, but a decreasing effect is expected along the year

Vehicle production evolution 2013/2014

MONTHLY VEHICLE PRODUCTION BY GEOGRAPHIC AREA



2014 vs. 2013 YTD Production

Europe +5%
 Brazil -15%
 NAFTA +4%
 India -5%

2014 vs. 2013 YTD Sales

Europe +3%
 Brazil -8%
 NAFTA +4%
 India -6%

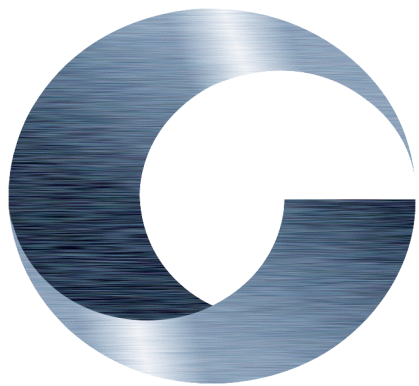
Source: IHS June 2014

Europe — **Brazil** — **NAFTA** — **India** — **Mix CIE** —

(Year 2013 figures in dotted lines)

- **Brazil:** Total market recovery is not expected until 2016
- **NAFTA:** For 2014 growth expected from 3% to 4% vs. 2013
- **Europe:** In 2014 we are feeling European economy regeneration
- **India:** For 2014 a 3% growth level is expected vs. 2013

Dominion and Biofuels



Dominion Results 1S2014

(million Euros)	1S2013	1S2014	
Turnover	67,6	78,8	+16,5%
EBITDA	3,4	6,1	+79,5%
% EBITDA on Turnover	5,1%	7,8%	
EBIT	1,8	3,0	
% EBIT on Turnover	2,7%	3,8%	

EBITDA: Net Operating Income + Depreciation, EBIT: Net Operating Income

- **Sales improvement by 16,5% and EBITDA improvement by 79,5%, continue based mainly on Latin American growth. Specially worthy mentioning organic growth in Mexico and in EPC's integration in Honduras and Chile**
- **Latin America (México, Brazil, Perú, Chile, Honduras) reforzes its position as business engine representing a percentage higher than 85% of Contribution Margin of total Dominion**

Biofuels Results 1S2014

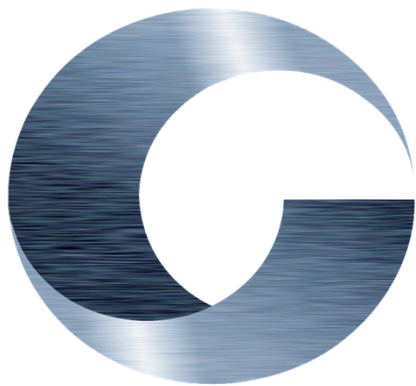
(million Euros)	1S2013	1S2014
Turnover	64,8	51,2
Adjusted Turnover *	32,6	22,5
EBITDA	1,5	1,2
EBIT	(0,3)	(0,4)

Notes: (*) Proforma value calculated by deducting turnover of diesel oil used for blending
EBITDA: Net Operating Income + Depreciation, EBIT: Net Operating Income

- ***CIE Automotive environmental commitment; Focusing on recycled oils segments searching for efficiency and profitability through biofuels commercialization, production from recycled oils and oils collection***
- ***Minimum planned investment, associated with growth. EBIT near to nil that will allow assets recovery***



Relevant events of the semester



Relevant events 1S2014

On July 28, 2014 a **new syndicated loan of €450 mio** has been signed with 6 different financial institutions with a repayment period of 5 years and an **average life of 4,7 years**

On June 23, 2014 the Group signed a **new loan with the European Investment Bank (EIB)** in the amount of **€70 mio** with a **repayment term of 7 years**

On June 6, 2014 the Company has performed a **Capital Increase** by means of an accelerated private placement of 10,179,954 shares, representing 7.89% of total share capital, with exclusion of the pre-emptive right of subscription of the shares. This capital increase has led to an income of resources of **over €93 mio**

Relevant events 1S2014

On April 8, 2014 CIE Automotive made public its intention to formalize an **offer for the acquisition of 25,24% of Autometal** at a price of R\$19,11 Brazilian reais per share adjusted at the settlement date by the IPCA. In addition, all shareholders of Autometal has cashed in may a dividend of R\$ 0,2292 per share charged against 2013 results. Transaction is expected to end the third week of august

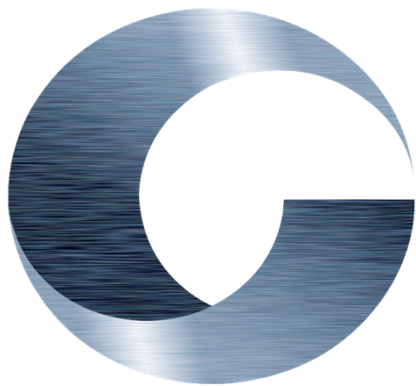
On June 6, 2014, the subsidiary Autometal, S.A. communicated its intention to prepay all the bonds (debentures). The completion of the process occurred on 15 July 2014 with the redemption of all bonds and the total liquidation of the rescue deal. The amount has been brazilina real 264 million, about euro 88 million, corresponding to 25,000 bonds

The new fundraising will be assigned to:

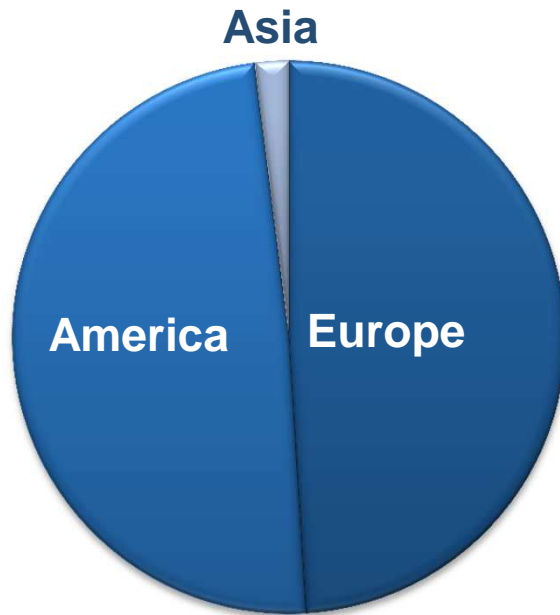
- Early payment of the previous syndicated loan, lengthening the maturity of the debt and improving therefore the structure of balance significantly.
- Finance any payment in favor of non-controlling interest of Autometal caused by the public offer in Autometal
- Prepayment of debentures issued in Brazil
- Other cash needs and investments in the Group.

- ***This debt improvement and cash position strengthens the financial position of the Group allowing access to new growth challenges***
- ***The short term fate of the new resources obtained (delisting and prepayment of the debentures), will lead to a significant improvement in Group's Net Income (financial and minority interest) allowing greater return to the shareholders***

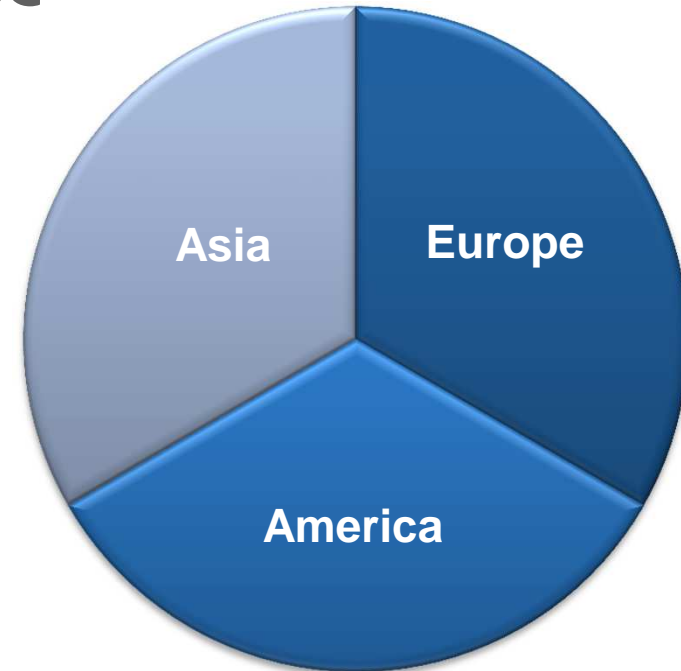
Due to all of the foregoing: we confirm our commitment
2013-2017



Turnover over 3.000 Mio€
CAGR > 15%



Sales 2012

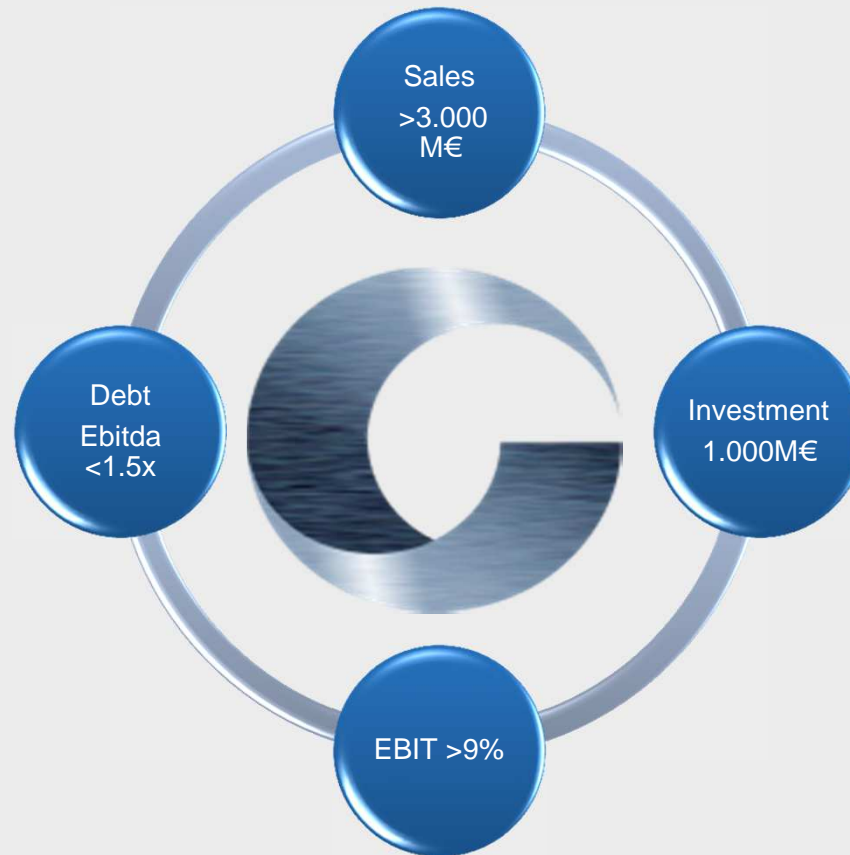


Sales 2017

Consolidating a significant market share in the Asian market, continuing with the strategy of emerging markets growth

Strategic thinking of CIE have as objective

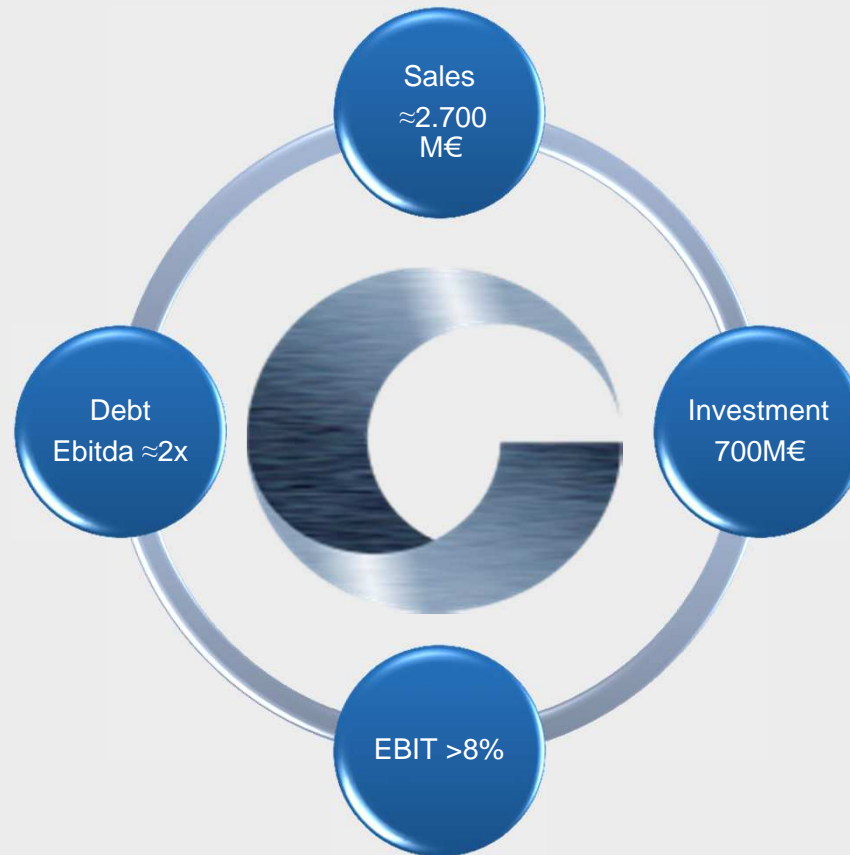
profitable growth of Group creating value for shareholder



As well, this situation allows forecast maintenance of current dividend policy

...we will be very near to 2013-2017 commitment

In a shorter period, in 2015 year...



Key factors for 2015 objectives

1.- European market growth achieving operational excellence

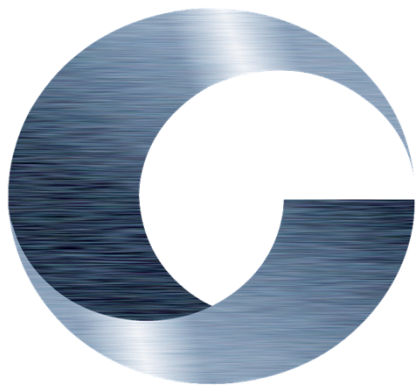
2.- Nafta Greenfields performance

3.- Results of the action plan in Germany and gradual improvement in India

4.- Productive means adaptation in Brazil

5.- Launch of Applied Innovation project

Appendix: Year 2013's Profit and Loss Account reconciliation (Comparing June 2013 figures published in this presentation vs. June 2013 figures in Interim Consolidated Financial Statements 30/06/2014)



P&L Account Reconciliation at 30 June 2014 published in CIE Consolidated Financial Statements

(million Euros)	30/06/2013 P&L Account published in 2013 and used for comparison in this presentation (1)	30/06/2013 P&L Account corresponding to investments carried using the equity method(2)	31/06/2013 P&L Account used in 30/06/2014 Interim Consolidated Financial Statements (3)
Turnover	849,8	(20,5)	829,3
EBITDA	122	(0,9)	121,1
EBIT	78,1	0,5	78,6
Profit on continued activities after taxes	43,2	-	43,2
Loss on discontinued activities after taxes	(0,2)	-	(0,2)
Profit for the year	43	-	43
Attributable to minority interests	(10,2)	-	(10,2)
Net Income (attributable to parent company´s shareholders)	32,8	-	32,8

Notes:

- (1) Information published on 30/06/2013 by CIE Automotive and used for comparison in this Results presentation.
- (2) Investments carried in equity method companies results on 30/06/2013
- (3) CIE P&L Account by 30/06/2013 presented as comparison in Interim Consolidated Financial Statements of 30.06.2014



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