



TO THE SPANISH SECURITIES AND EXCHANGE COMMISSION
DISCLOSURE OF A RELEVANT EVENT

Following article 17 of EU Regulation 596/2014 on Market Abuse, article 228 of the Royal Legislative Decree Law 4/2015, dated October 23, on the Securities' Market and applicable legislation, CIE Automotive, S.A. (the "**Company**") discloses the signature of a stock purchase agreement for the acquisition of the entire outstanding share capital of the US company Newcor, Inc. ("**Newcor**").

The transaction, upon its closing and execution, shall entail an estimated investment by CIE Automotive of 106 million US dollars (approximately 100 million euros), as regards the payment of the price of the transaction (to be paid in cash). Such investment amount entails an enterprise value equivalent to five times the EBITDA of Newcor for financial year 2016.

The purchase price shall be initially financed through the available ordinary financial resources of CIE Automotive Group.

Newcor is a company specialised in the design and manufacture of high precision machined engine, powertrain and transmission components for the automotive sector.

Newcor develops its activities through three (3) manufacturing facilities in Michigan (USA). Annual turnover reaches 150 million US dollars. Customers include automotive manufacturers and Tier 1 groups, with a significant footprint in the United States of America.

The completion of the transaction is conditioned to the customary antitrust and regulatory clearances, and it is expected during the first quarter of 2017.

Bilbao, February 7, 2017.
Roberto Alonso Ruiz.
Secretary to the Board of Directors.

Press Release

CIE AUTOMOTIVE SIGNS THE ACQUISITION OF US-COMPANY NEWCOR

Strengthening its footprint in the US market with three new manufacturing facilities

Bilbao, 7.2.2017— CIE Automotive has signed the acquisition of Newcor, Inc., a company specialised in the design and manufacture of high precision machined products for the automotive sector, including engine, powertrain and transmission components.

Headquartered in Rochester Hills, Michigan, Newcor Newcor operates three manufacturing facilities located in Clifford, Corunna and Owosso, Michigan (USA). Customers include automotive OEMs and Tier 1 suppliers, with a significant footprint in the US.

The transaction enables CIE Automotive to extend its technological and product portfolio in the United States of America, as well as to reinforce its footprint with strategic customers, all pursuant to the announced increased in automotive investments in such territory.

Jesús María Herrera, CIE Automotive CEO, “Newcor helps to strengthen CIE Automotive in the machining technology, which is a high demand technology in the NAFTA region and specially in the United States of America, an area with special growth potentialities”.

The transaction fits into the growth and diversification strategy of CIE Automotive as outlined in the Strategic Plan 2016-2020.

Antón Pradera, CIE Automotive Chairman, “CIE Automotive believes in NAFTA as a whole and will use its investment flexibility to optimise resources and to offer the best possible solutions to our customers worldwide.”