



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

Following article 17 of Regulation (EU) 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. (hereinafter, the "**Company**") releases the acquisition, on the date hereof and in the Indian stock exchange, of an additional 5% of the share capital of its subsidiary Mahindra CIE Automotive Ltd.

The shares have essentially been purchased from Mahindra & Mahindra Ltd. The consideration for such acquisition has been around 60 million euros.

After this acquisition, CIE Automotive S.A. holds approximately 56% of the shares of Mahindra CIE Automotive Ltd.

A press release is attached.

Bilbao, June 29, 2018.
Roberto Alonso Ruiz
Secretary to the Board of Directors.

Press release

CIE AUTOMOTIVE STRENGTHENS ITS POSITION IN INDIA

An additional 5% of its Indian subsidiary is acquired for around 60 million euros

Bilbao, June 29, 2018 — CIE Automotive has released the acquisition of an additional 5% in Mahindra CIE Automotive Ltd from Mahindra & Mahindra for an amount of approximately 60 million euros. Its stake in the company increases to above 56%.

In 2013, the agreement with Mahindra & Mahindra fore the creation of the Mahindra CIE Automotive project meant a great step for CIE Automotive, both for entering into the Indian market -final aim of the transaction- and for the creation of a worldwide forging unit, within the world top 5.

Once again, as it had happened before in other geographies such as Brazil, Mexico, Russia or the US, CIE Automotive entered into a joint venture with a local partner to open ways in a new country with a new culture.

CIE Automotive has always held above 50% of the company with a clear aim to being a long term majority shareholder, and has contributed to growth by increasing its investment in different corporate transactions.

India is both an attractive manufacturing hub and a heavy vehicle and industrial vehicle exporter, which is an additional attractive to 4,5 million passenger vehicles and 20 million 2 and 3 wheelers.

Jesus Maria Herrera, CEO: *“we strengthen our position in India, an attractive market which has become the fifth largest market worldwide (after China, US, Japan and Germany) and which reserves a huge potential, by duplicating its capacity in less than a decade, pursuant to double digit growth”*

Further information Gonzalo Garrido (GSM +34 606.988.826)