

RELEVANT FACT
CARBURES EUROPE, S.A.
July 13, 2017

In accordance with Article 17 of the Regulation (EU) n° 596/2014 about market abuse and Article 228 of refunded text 228 of Stock Market Law, approved by the Royal Legislative Decree 4/2015, of October 23, and concordant provisions, as well as in Circular 15/2016 of Alternative Stock Market (MAB), we provide the following information:

By means of a relevant fact dated February 22, CARBURES EUROPE, S.A. (hereinafter CARBURES) announced that it had signed a binding letter of intent with the company, of the Aristrain Group, INVERSIONES INDUSTRIALES TXINDOKI S.L.U. (hereinafter referred to as TXINDOKI) through which the latter will finance CARBURES and, in particular, the subsidiary CARBURES AEROSPACE AND DEFENSE GLOBAL S.A.U. (hereinafter CARBURES A & D) with a sum of up to 25,000,000.- € (TWENTY FIVE MILLION EUROS).

Yesterday CARBURES A & D and TXINDOKI signed the definitive financing agreement referred to in the relevant fact. Under the agreement, Carbures A & D may, at its discretion, make the credit effective within a maximum period of twelve months from the date of its signature after the fulfillment of the usual conditions in these operations. The contract provides for two disbursements and a maximum amount of 25,000,000.- €. The operation may be implemented either by a loan or by the issuance of debt documents that Txindoki. The guarantees, as well as the possibility of amortizing the credit through its conversion, are kept under the conditions already informed in the referenced relevant fact. Payment obligations are guaranteed by all companies in the Aerospace and Defense subgroup.

With this financing, CARBURES A & D will be able to execute all of its order book, will have sufficient financial support to carry out the investments planned in the next years and will focus its field of action in the pursuit of new business and commitments in air and defense.

El Puerto de Santa María, 13 July 2017.

CARBURES EUROPE, S.A.
Guillermo Medina Ors
Non-executive Secretary of the Board