



TO THE SPANISH SECURITIES MARKET 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 “**CIE Automotive**” or the “**Company**”), announces the execution of an agreement for the acquisition of the entire share capital of the Mexican entities Maquinados de Precisión de México S. de R.L. de C.V. and Cortes de Precisión de México S. de R.L. de C.V..

The rationale of this acquisition entails the use of the productive assets of the acquired entities to complement the industrial activities of the CIE Automotive group in Mexico as well as to enable the forthcoming physical and commercial expansion in Mexico.

The value to be paid for the acquired entities (*enterprise value*) amounts to 65,5 million US dollars (approximately 58 million euros) and shall be adjusted at closing pursuant to the financial debt as customary in this type of transactions.

The Price shall be paid in cash at closing by CIE Automotive and will be financed through available cash lines.

The expected EBITDA in 2019 of the acquired assets is estimated to reach 18 million US dollars (approximately 16 million euros).

The closing of the transaction remains subject to fulfilment of customary conditions in this kind of transactions, including the approval of the relevant Mexican antitrust authorities.

A press release is attached, which has been publicly released simultaneously.

Bilbao 24 June 2019.
Roberto Alonso Ruiz.
Secretary of the Board of Directors



Press Release

CIE AUTOMOTIVE REINFORCES ITS MACHINING PRODUCTIVE CAPACITY IN MEXICO

The integrated companies are specialized in machining components for the automotive sector

Bilbao, 24.6.2019 - CIE Automotive today announced the acquisition of 100% of the share capital of the companies Maquinados de Precisión de México S. de R.L de C.V. and Cortes de Precisión de Mexico S. de R.L de C.V..

The value of the transaction (enterprise value) amounts 65.5 million US dollars (approximately 58 million Euros) and will be adjusted upon the closing date based on its indebtedness, as usual in this type of transactions. The price of the transaction will be paid by CIE Automotive in cash upon the closing date and will be financed through currently available cash.

The acquired facilities are located in Celaya, in the Mexican state of Guanajuato - the largest automobile corridor in Mexico - and are a key supplier for Tier I companies within the automotive sector, to which they supply a wide range of machining components.

In 2019 its EBITDA - gross operating margin – is expected to reach 18 million US dollars (approximately 16 million Euros).

According to Jesús María Herrera, CEO of CIE Automotive, "The rationale of this integration is mainly the use of the productive assets, which complement the Group's machining activities in Mexico and which will allow us an important future physical and commercial expansion in this and other technologies. This transaction also reinforces CIE Automotive's commitment with the Mexican automotive market."

The closing of the transaction is subject to the fulfillment of the usual conditions in this type of transactions, including the authorization of the antitrust Mexican authorities.

For more information, contact Gonzalo Garrido (mobile 606.988.826)