

**INTERNATIONAL CONSOLIDATED AIRLINES GROUP, S.A.**

**NOTICE OF RELEVANT FACT**

Madrid, May 13, 2019.

Further to our notice of relevant fact dated May 9, 2019, we hereby attach the call notice of the Shareholders' Meeting of INTERNATIONAL CONSOLIDATED AIRLINES GROUP, S.A. published today in the *Boletín Oficial del Registro Mercantil* and on the corporate website of the company ([www.iairgroup.com](http://www.iairgroup.com)), to be held in Madrid, at Edificio Mutua Madrileña, Paseo de la Castellana, nº 33, on June 19, 2019 at 12 noon (CET), on first call, and on the following day, June 20, 2019 at 12 noon (CET), at the same venue, on second call. As it was stated in the above referred relevant fact of May 9, 2019, since it is unlikely that the quorum required will be met on first call, the Shareholders' Meeting will be held on second call.

The proposed resolutions prepared by the Board of Directors, together with the remaining documentation relating to the Shareholders' Meeting (in particular, the individual and consolidated annual accounts and management reports, including the corporate governance report and the statement of non-financial information, together with the auditor reports and the mandatory reports from the directors and the committees regarding the proposed resolutions that require such report), are available to the shareholders at the registered office (El Caserío, Iberia Zona Industrial nº 2 (La Muñoza), Camino de La Muñoza, s/n, 28042 Madrid), at the Shareholder Office (IAG) (open for such purpose at calle Martínez Villergas, 49, 28027 Madrid) and on the corporate website of the company ([www.iairgroup.com](http://www.iairgroup.com)).

\* \* \*

Álvaro López-Jorrín Hernández  
Secretary of the Board of Directors

**INTERNATIONAL CONSOLIDATED AIRLINES GROUP, S.A.**  
Shareholders' Meeting

Pursuant to a resolution by the Board of Directors, the **Shareholders' Meeting of International Consolidated Airlines Group, S.A.** (the "Company") is called to be held in **Madrid, at Edificio Mutua Madrileña, Paseo de la Castellana, nº 33**, on June 19, 2019 at 12 noon (CET), on first call, and on the following day, **June 20, 2019 at 12 noon (CET)**, at the same venue, on second call. In light of the fact that the quorum required by law and the Corporate Bylaws for the Shareholders' Meeting may not be met on first call, shareholders are informed that the Shareholders' Meeting will be held on second call.

The Shareholders' Meeting is called in accordance with the following:

**AGENDA**

***Annual accounts, corporate management and auditor***

- 1.- Approval of the 2018 financial statements and management reports of the Company and of its consolidated group.
- 2.- Approval of the non-financial information statement for financial year 2018.
- 3.- Approval of the management of the Board of Directors during the 2018 financial year.
- 4.- Re-election of Ernst & Young, S.L. as auditor for the 2019 financial statements of the Company and of its consolidated group and delegation of powers.

***Shareholders' remuneration***

- 5.- Approval of the proposal for the allocation of 2018 results.
- 6.- 2018 final dividend approval.
- 7.- Special dividend approval.

***Directors' reelection and appointment and annual report on directors' remuneration***

- 8.- Re-election and appointment of directors for the Corporate Bylaws mandated one-year term:
  - a) To re-elect Mr. Antonio Vázquez Romero as non-executive independent director.
  - b) To re-elect Mr. William Walsh as executive director.

- c) To re-elect Mr. Marc Bolland as non-executive independent director.
- d) To re-elect Ms. Deborah Kerr as non-executive independent director.
- e) To re-elect Ms. María Fernanda Mejía Campuzano as non-executive independent director.
- f) To re-elect Mr. Kieran Poynter as non-executive independent director.
- g) To re-elect Mr. Emilio Saracho Rodríguez de Torres as non-executive independent director.
- h) To re-elect Ms. Nicola Shaw as non-executive independent director.
- i) To re-elect Mr. Alberto Terol Esteban as non-executive independent director.
- j) To appoint Ms. Margaret Ewing as non-executive independent director.
- k) To appoint Mr. Francisco Javier Ferrán Larraz as non-executive independent director.
- l) To appoint Mr. Stephen Gunning as executive director.

9.- Consultative vote on the 2018 annual report on directors' remuneration.

***Authorisations for the acquisition of own shares, for the issuance of shares and convertible or exchangeable securities and for the exclusion of pre-emptive rights***

- 10.- Authorisation for the derivative acquisition of the Company's own shares by the Company itself and/or by its subsidiaries.
- 11.- Authorisation to the Board of Directors, with the express power of substitution, to increase the share capital pursuant to the provisions of Article 297.1.b) of the Companies Law.
- 12.- Authorisation to the Board of Directors, with the express power of substitution, to issue securities (including warrants) convertible into and/or exchangeable for shares of the Company. Establishment of the criteria for determining the basis for and terms and conditions applicable to the conversion or exchange. Authorisation to the Board of Directors, with the express power of substitution, to develop the basis for and terms and conditions applicable to the conversion or exchange of such securities, as well as to increase the share capital by the required amount on the conversion.
- 13.- Authorisation to the Board of Directors, with the express power of substitution, to exclude pre-emptive rights in connection with the capital increases and the

issuances of convertible or exchangeable securities that the Board of Directors may approve under the authorities given under Resolutions 11 and 12.

### ***Call of Extraordinary General Meetings and delegation of powers***

- 14.- Approval, for a term ending at next year's Annual Shareholders' Meeting, of the reduction to fifteen days of the notice period for calling Extraordinary General Meetings, in accordance with the provisions of article 515 of the Companies Law.
- 15.- Delegation of powers to formalise and execute all resolutions adopted by the Shareholders' Meeting.

### **BOARD RECOMMENDATION**

The Board of Directors considers that the resolutions that are proposed to the Shareholders' Meeting for approval under each of the items on the agenda are in keeping with the corporate interest and recommends the shareholders to vote in favour of all resolutions.

### **SUPPLEMENT TO THE CALL NOTICE AND PROPOSED RESOLUTIONS**

Shareholders representing at least three per cent. of the share capital may (a) request the publication of a supplement to this call notice, including one or more items on the agenda, provided they are accompanied by a justification or, as appropriate, a justified proposed resolution; and (b) submit reasoned proposals for resolutions on items already included or to be included on the agenda. This right must be exercised by serving duly authenticated notice (including the relevant documentation evidencing shareholder status) which must be received at the registered office (El Caserío, Iberia Zona Industrial nº 2 (La Muñoza), Camino de La Muñoza, s/n, 28042 Madrid), marked for the attention of the Shareholder Office (IAG) within five days after the publication of this call notice.

### **RIGHT TO INFORMATION**

Under the applicable legislation and, in particular, Article 272 and related provisions of the Companies Law (*Ley de Sociedades de Capital*), shareholders have the right to examine and obtain at the registered office (El Caserío, Iberia Zona Industrial nº 2 (La Muñoza), Camino de La Muñoza, s/n, 28042 Madrid) or at the Shareholder Office (IAG) (calle Martínez Villergas, 49, 28027 Madrid), Monday to Friday, from 0900 to 1600 (CET), or to make a request to the Company that a copy of the following documents be delivered or sent to them, immediately and free of charge:

- the financial statements and management reports (which include the annual corporate governance report) of the Company and of its consolidated group as well as the statement of non-financial information, together with the related auditors' reports, and the proposed allocation of results, all of the above in relation to the 2018 financial year;

- the complete wording of the proposed resolutions prepared by the Board of Directors in relation to the items on the agenda and the reports issued by the Board in relation to items 8 (which contain the professional profile and biography and other particulars of the directors whose re-election or appointment is proposed), 11, 12 and 13 on the agenda; and
- the 2018 annual report on directors' remuneration.

All of the documents mentioned above are also available on the Company's website ([www.iairgroup.com](http://www.iairgroup.com)) both in Spanish and English.

Until the fifth day before the scheduled date for holding the Shareholders' Meeting, that is, until June 15, 2019, considering that the Shareholders' Meeting will be held on second call, shareholders may request any information or clarification they consider necessary, or submit in writing any questions they consider should be asked, concerning the items on the agenda or any publicly available information provided by the Company to the CNMV (the Spanish Securities Market Commission) since the holding of the last Shareholders' Meeting, i.e. since June 14, 2018, and concerning the auditor's report.

Any requests for information or clarification and the submission of questions must be sent in writing and handed in directly at the registered office (El Caserío, Iberia Zona Industrial nº 2 (La Muñoza), Camino de La Muñoza, s/n, 28042 Madrid) or at the Shareholder Office (IAG) (calle Martínez Villergas, 49, 28027 Madrid), Monday to Friday, from 0900 to 1600 (CET) or sent by post (to the above addresses) or by e-mail (to the e-mail address: [shareholder.services@iairgroup.com](mailto:shareholder.services@iairgroup.com) (English) or [accionistas@iairgroup.com](mailto:accionistas@iairgroup.com) (Spanish)), mentioning the name of the shareholder making the request, together with their DNI or passport number or shareholder reference number, and the address for the purpose of replying.

### **RIGHT TO ATTEND AND RIGHT OF REPRESENTATION**

Shareholders who have shares entered in their name on the relevant record of book entries at least five days before the date scheduled for the Shareholders' Meeting, that is, not later than June 15, 2019, considering that the Shareholders' Meeting will be held on second call, and evidence this by producing the appropriate attendance, proxy and remote vote card or certificate issued by one of the participating entities of the agency which manages said accounting register or in any other manner permitted by legislation in force, will be entitled to attend the Shareholders' Meeting in a speaking and voting capacity.

Holders of CREST Depository Interests (CDI) representing shares in the Company will not be entitled to attend or vote or exercise other shareholder rights at the Shareholders' Meeting unless they have been appointed as a proxy to attend and speak at the Shareholders' Meeting and to vote the underlying shares to which such holder is entitled. Further information on the requirements for CDI holders to appoint proxies is set out in this notice.

All shareholders authorised to attend the Shareholders' Meeting may appoint any other person to represent them by fulfilling the requirements and formalities required to this end.

Attendance, proxy and remote vote cards will be issued and sent out by the Company to the addresses of the shareholders, as they appear on the Company's share register book. Attendance, proxy and remote vote card will be available on the Company's website ([www.iairgroup.com](http://www.iairgroup.com)) in both Spanish and English.

In order for the proxy to be valid, it must be accepted by the proxy-holder. Save for the provisions regarding remote proxies, proxy-holders must record their acceptance on the attendance, proxy and remote vote card that has been signed as required by the proxy-holder. Notwithstanding this, all of the Board members have stated their personal decision to accept and carry out all proxies conferred on them, meaning that it will not be necessary for them to sign each individual attendance, proxy and remote vote card appointing them as proxies in order to leave record of their acceptance.

#### **PROXIES AND VOTING BY REMOTE MEANS**

Shareholders may appoint proxies or cast their vote prior to the Shareholders' Meeting using the following remote means of communication:

- a) By post: by sending their original attendance, proxy and remote vote card, with the relevant section duly completed and signed, to the Shareholder Office (IAG) (calle Martínez Villergas, 49, 28027 Madrid).
- b) Electronically: on the Company's website ([www.iairgroup.com](http://www.iairgroup.com)), by following the instructions given and using their electronic DNI (DNIe) or their digital signature based on a recognised and valid certificate issued by the Spanish Public Certification Entity (CERES) attached to *Fábrica Nacional de Moneda y Timbre*.

Proxies appointed or remote votes cast using any of the remote means set out above must be received by the Company not later than midnight on the day immediately preceding the date scheduled for the Shareholders' Meeting that is, not later than midnight June 19, 2019, considering that the Shareholders' Meeting will be held on second call. Otherwise, proxies will be considered not to have been appointed for the meeting or remote votes will be considered not issued.

Attendance at the Shareholders' Meeting by the represented shareholder, whether in person or by having voted using remote means, will revoke the appointment of a proxy, regardless of the date of the appointment.

The Company will not be liable for any loss caused to shareholders as a result of malfunctions, overloads, line failures, connection failures or any other contingency of the same or a similar nature, beyond the control of the Company, that prevent the use of electronic mechanisms. The Company also reserves the right to modify, suspend, cancel

or restrict the procedures for electronic voting and/or proxies where technical or security reasons make this necessary or obligatory. It is exclusively the responsibility of shareholders to keep their electronic certificates safe. The Company will not be liable for any loss caused to shareholders as a result of failures or delays caused by deficiencies in the postal service beyond the control of the Company.

CDI holders may issue instructions for the appointment of proxies in accordance with the instructions set out in this notice.

### **CDI HOLDERS**

CDI holders who wish to attend the Shareholders' Meeting and vote the underlying shares to which such holder is entitled must complete and return a proxy form to Computershare Investor Services PLC ("**Computershare**"), by 1700 (BST) on June 13, 2019, to be granted as proxy for such shares. Persons who hold an interest in CDIs through the IAG Nominee Service operated by Computershare Company Nominees Limited and who wish to attend the Shareholders' Meeting must complete and return a proxy form to Computershare, by 1100 (BST) on June 13, 2019, to be granted a proxy. Computershare shall send the form to the registered address held by Computershare for each person who holds CDIs or an interest in CDIs through the IAG Nominee Service. Further information is available for CDI holders or persons who hold an interest in CDIs through the IAG Nominee Service from Computershare on + 44 (0) 370 702 0110, Monday to Friday, from 0900 to 1700 (BST).

CREST members who wish to appoint a proxy or proxies through the CREST electronic proxy appointment service may do so by using the procedures described in the CREST Manual. CREST personal members or other CREST sponsored members, and those CREST members who have appointed a voting service provider(s), should refer to their CREST sponsor or voting service provider(s), who will be able to take the appropriate action on their behalf.

In order for a proxy appointment or instruction made using the CREST service to be valid, the appropriate CREST message (a *CREST Proxy Instruction*) must be properly authenticated in accordance with Euroclear UK & Ireland Limited's specifications, and must contain the information required for such instruction, as described in the CREST Manual (available at [www.euroclear.com/CREST](http://www.euroclear.com/CREST)). The message, regardless of whether it constitutes the appointment of a proxy or is an amendment to the instruction given to a previously appointed proxy, must, in order to be valid, be transmitted so as to be received by Computershare (ID number 3RA50) by 1700 (BST) on June 13, 2019. For this purpose, the time of receipt will be taken to be the time (as determined by the time stamp applied to the message by the CREST Application Host) from which Computershare is able to retrieve the message by enquiry to CREST in the manner prescribed by CREST. After this time any change of instructions to proxies appointed through CREST should be communicated to the appointee through other means.

## **AFFECTED SHARES**

Since the introduction by the Company of the specified maximum aggregate number of Relevant Non-EU Shares under Article 11.8(b) of the Company's Bylaws (the "**Permitted Maximum**") on 11 February 2019, no acquisitions of shares in the Company by Relevant Non-EU Persons have been permitted. It is reminded that any Relevant Non-EU Persons that have acquired shares in the Company since the introduction of the Permitted Maximum and which have been issued with an Affected Share Notice by the Company are not entitled to vote those particular Affected Shares.

## **SHAREHOLDERS' ELECTRONIC FORUM**

Pursuant to the legislation in force, the Company has set up on its website ([www.iairgroup.com](http://www.iairgroup.com)) a Shareholders' Electronic Forum, which will be used in keeping with its legal purpose and the safeguards and operating rules established by the Company, and may be accessed by all appropriately authorised shareholders and shareholders' associations.

## **DATA PROTECTION**

The Company will process the personal data that shareholders send to the Company or that are provided thereto by the institutions with which their shares are deposited in order to manage the call to and holding of the Shareholders' Meeting, based on compliance with a legal obligation. The data thereof will also be processed in order to manage the development of, compliance with and supervision of the shareholding relationship, based on performance of the underlying contractual relationship. Finally, the image and voice thereof will be processed in order to record them, reproduce them and broadcast them based on the legitimate interest of the Company.

The data will be provided to the notary for the purposes of drawing up the notarised minutes of the Shareholders' Meeting and may be made available to third parties in the exercise of their right to receive information laid down in the law or be made accessible to the public to the extent that they are included in the information available on the corporate website ([www.iairgroup.com](http://www.iairgroup.com)) or are stated at the Shareholders' Meeting, the proceedings of which may be recorded by audio-visual means and broadcast on such website. By attending the Shareholders' Meeting, attendees consent to such recording and broadcast.

In accordance with applicable law, the link to the privacy policy of the Company is the following: <http://www.iairgroup.com/phoenix.zhtml?c=240949&p=privacy>. The rights of access, rectification, objection, erasure, portability and restriction of processing may be exercised in accordance with said policy.



### **ADDITIONAL INFORMATION**

In order to obtain additional information on this Shareholders' Meeting, shareholders may contact the Shareholder Office (IAG) located at calle Martínez Villergas, 49, 28027 Madrid, in person, by phone on +34 915 878 974 between 0900 to 1600 (CET), Monday to Friday, from May 13, 2019 until the conclusion of the Shareholder' Meeting, or by e-mail at the following addresses: institutional investors: investor.relations@iairgroup.com and private shareholders: shareholder.services@iairgroup.com (English) or accionistas@iairgroup.com (Spanish).

### **PRESENCE OF A NOTARY AT THE SHAREHOLDERS' MEETING**

The Board of Directors has requested the presence of a notary to draw up the minutes of the Shareholders' Meeting, in accordance with the provisions of article 203 of the Companies Law.

Madrid, May 9, 2019. The Secretary of the Board of Directors, Mr. Álvaro López-Jorrín Hernández.