

RELEVANT EVENT

Pursuant to article 228 of the consolidated text of the Securities Market Law, approved by Legislative Royal Decree 4/2015, of 23 October, it is hereby notified that yesterday saw the resolution of the arbitration process between Sociedad de Gestión de Activos Procedentes de la Reestructuración Bancaria, S.A. (“Sareb”) and, on the other hand, other entities, including Bankia (jointly referred to as the “Entities”), arising from the bonds issued by Sareb to deal with the payment of certain assets that the Entities transferred to Sareb in compliance with the obligation imposed by Law 9/2012, of 14 November.

The discrepancy submitted to arbitration concerning the possibility of the quarterly coupon of the bonds corresponding to the Senior Emissions for 2017 and 2018 may be negative and the Entities would be obliged to pay Sareb the amount of the negative coupon.

The Decision concludes that the quarterly coupon of the Senior Bonds of the Emissions 2017-3 and 2018-1 cannot be negative and must be limited to 0%; a limitation that extends to future emissions of Sareb Bonds when the calculation formula yields a negative result.

The above is notified as a relevant event for all pertinent purposes.

Madrid, 31st October 2018

BANKIA, S.A.