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INTERNATIONAL CONSOLIDATED AIRLINES GROUP, S.A. (the “**Company**”), pursuant to article 17 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council on Market Abuse and article 226 of the Restated Text of the Spanish Securities Market Act approved by Royal Legislative Decree 4/2015, of 23 October and related provisions, hereby communicates the following privileged information:

**RELEVANT EVENT**

**REPURCHASE OF THE €500,000,000 0.25% CONVERTIBLE BONDS DUE 2020**

The Company hereby announces an invitation (the “**Invitation**”) to the holders (the “**Bondholders**”) of its €500,000,000 0.25% Convertible Bonds due 17 November 2020, ISIN XS1322536332, (of which €500,000,000 are currently outstanding) (the “**Bonds**”) to tender their Bonds to the Company by way of a reverse bookbuilding process.

The Invitation is targeted at Bondholders that are not persons located or resident in the United States or otherwise U.S. Persons (within the meaning of Regulation S under the U.S. Securities Act of 1933, as amended) or persons acting for the account or benefit of such persons (such Bondholders being the “**Eligible Bondholders**”).

The Company shall be under no obligation to accept any Bonds tendered by Eligible Bondholders for purchase. To the extent that the Company, in its sole discretion, accepts any Bonds tendered by Eligible Bondholders in connection with the Invitation, such Eligible Bondholders will receive an amount in cash per €100,000 of Bonds equal to €100,200 (the “**Repurchase Price**”). In addition, the Company will pay accrued interest on the Bonds from and including 17 May 2019 (the last interest payment date of the Bonds) to but excluding the date the Repurchase Price is paid to the Eligible Bondholders.

Eligible Bondholders wishing to tender any or all of their Bonds to the Company in connection with the Invitation must do so in accordance with the procedures set out in the invitation term sheet that has been prepared by the Company in connection with the Invitation (the “**Invitation Term Sheet**”). The Invitation Term Sheet will be made available to Eligible Bondholders, at their request, by BNP Paribas and J.P. Morgan Securities plc who are acting as dealer managers in respect of the Invitation. Any Bonds repurchased by the Company in connection with the Invitation (if any) will be cancelled in accordance with the terms and conditions of the Bonds.

The Company expressly reserves the right, in its sole discretion, subject to applicable law, at any time, to amend any term of the Invitation in any respect (including, without limitation, any acceptance deadline).

Pursuant to the terms and conditions of the Bonds, the Company may redeem all (but not some only) of the Bonds at their principal amount, together with accrued interest to such date at any time if the Company has purchased (and cancelled) 85 per cent. or more of principal amount of the Bonds originally issued.

The Company is considering a potential issue of euro-denominated senior unsecured bonds (the “**New Bonds**”). For such purpose, a series of fixed income investor meetings to evaluate the potential success of the issue have been arranged. If the Company decides to issue the New Bonds, the proceeds will be used by the Company for general corporate purposes, including (without limitation) the refinancing of the Bonds. The repurchase of any Bonds by the Company in connection with the Invitation is therefore subject to the decision of the Company to issue the New Bonds.

Ends

Contact:

[investor.relations@iairgroup.com](mailto:investor.relations@iairgroup.com)

Madrid, 24 June 2019

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*ITALY*

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