

ZARDOYA OTIS, S.A.
Alberto Fernández- Ibarburu
Secretary of the Board of Directors

Comisión Nacional del Mercado de Valores
División del Área de Mercados
Paseo de la Castellana, 19
Madrid

Madrid, June 30, 2017

For the attention of the Director General of the Markets Area

In compliance with article 228 of Royal Legislative Decree 4/2015 of October 23, whereby the revised text of the Securities Market Law was approved, Zardoya Otis, S.A. (the "**Company**") hereby informs the National Securities Market Commission (CNMV) as follows:

RELEVANT EVENT
Partial cash distribution of the share premium for
the sum of 0.079 euros per share

The Company's Ordinary General Shareholders' Meeting held on May 24, 2017 on the second call passed a resolution for a partial cash distribution of the share premium to be made for a gross amount of 0.079 euros per share, the withholdings and taxes established by law being payable by the recipient.

The Company will pay up to a maximum of 37,166,680.57 euros, which is the result of multiplying the gross amount of the cash distribution per share by 470,464,311, the total number of shares into which the Company's share capital is divided.

This partial cash distribution of the share premium will be paid through the agent entity BBVAESMMBAG and the relevant dates of this corporate transaction will be as follows:

Date as from which the Company's shares will be traded without the right to receive the partial cash distribution of the share premium (ex date): July 6, 2017

Date on which the shareholders of record that are eligible to receive payment of the partial cash distribution of the share premium from ZARDOYA OTIS are determined (record date): July 7, 2017

Payment date: This partial cash distribution of the share premium will be paid out on July 10, 2017.

The passing of this resolution was previously included in the Relevant Event sent by the Company on May 25, 2017, the purpose of which was to provide a summary of the resolutions passed at the Ordinary General Shareholders' Meeting of Zardoya Otis, S.A. held on May 24, 2017.

We inform you of the foregoing for the pertinent legal purposes.

Yours faithfully,

Alberto Fernández-Ibarburu