

MELIA HOTELS INTERNATIONAL, S.A. (the “Company”), in compliance with article 82 of the Securities Markets Act, communicates the following:

SIGNIFICANT EVENT

Further to the Significant Event communicated on December 5, 2014 with registry number 215085, in relation to the Issue of Convertible/Exchangeable Notes of Sol Meliá, S.A., 2009, of €200,000,000 (ISIN Code: XS0469533631) and due today, December 18, 2014 (the “Issue”), the Company announces its decision of acting upon the totality of the conversion requests received through the last conversion period by delivering a combination of existing shares (kept by the Company in treasury) and newly-issued shares, in an approximate proportion of 21% and 79%, respectively.

In this way and pursuant to the Terms and Conditions of the Issue, in the following days the Company will deliver to the note holders who have exercised their conversion right during the last conversion period, 3,794,942 existing shares and 14,276,271 newly-issued shares, each of them worth €0.20 of nominal value, together with the corresponding cash payments to each note holder, deriving from the impossibility of delivering fractions of shares.

For the opportune purposes it is stated that on today’s date the relevant public deed has been executed to grant to public record the corresponding capital increase for an amount of €2,855,254.20, representative of 7.17% of the Company’s share capital after the increase of capital. Said public deed has been filed for its registration to the corresponding Commercial Registry.

Finally, it is hereby announced that on today’s date, December 18, 2014, the Company has made the cash payment of the 589 Notes whose conversion had not been exercised during the conversion period, together with the corresponding interest. Consequently, the Issue is completely redeemed.

A Significant Event will be published when due, informing on the registration of the public deed of capital increase and the estimated date for admission to trading of the new shares.

In Palma de Mallorca, December 18, 2014

Gabriel Escarrer Jaume
Managing Director
Melia Hotels International, S.A.