



NATIONAL SECURITIES MARKET COMMISSION

Pursuant to Article 17 of Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse and Article 226 of the restated text of the Securities Market Law approved by the Royal Legislative Decree 4/2015 of 23 October (*texto refundido de la Ley del Mercado de Valores aprobado por el Real Decreto Legislativo 4/2015, de 23 de octubre*), Banco de Sabadell, S.A. (Banco Sabadell), informs the National Securities Market Commission (*Comisión Nacional del Mercado de Valores*) of the following

RELEVANT FACT

Banco Sabadell has received the communication from Bank of Spain, as preventive national resolution authority, of the decision adopted by the Single Resolution Board (SRB) on the determination of the minimum requirement for own funds and eligible liabilities (MREL). This decision is based on the current legislation and could be subject to subsequent changes by the resolution authorities.

The minimum MREL requirement on a consolidated basis established for Banco Sabadell is of 8.31 percent of the Total Liabilities and Own Funds (TLOF), of which 5.99 percent of TLOF shall be met with subordinated instruments taking into account an allowance of 2.2 percent of the Total Risk Exposure Amount (TREA).

The decision establishes that the requirement shall be reached by 1 January 2020 and from that date shall be met at all times. Banco Sabadell currently meets this MREL requirement, which matches the expectations of Banco Sabadell and is in line with its funding plans.

María José García Beato
Secretary General

Alicante, 19 November 2019