



Alcobendas, 8 October 2013

SPANISH SECURITIES MARKET COMMISSION
(COMISIÓN NACIONAL DEL MERCADO DE VALORES)

Pursuant to the provisions of Article 82 of Spanish Securities Market Law ("*Ley del Mercado de Valores*") and its implementing regulations, Indra hereby notifies and announces the following

RELEVANT EVENT

Further to the notification of relevant event no. 193626 published today in relation to the issue by Indra Sistemas S.A. ("Indra") of bonds convertible into and/or exchangeable for ordinary shares in Indra (the "**Bonds**"), excluding the preferred subscription right held by the shareholders (the "**Issue**"), Indra, upon the conclusion of the bookbuilding process being carried out today by Citigroup Global Markets Limited, J.P. Morgan Securities Plc, Banco Santander, S.A. and Natixis (the "**Placement Entities**"), has finalised the outstanding terms and conditions of the Bonds:

- (a) The total amount of the Issue is established at the nominal amount of two hundred and fifty million euros (250,000,000€), maturing five (5) years from the Issue Date (as this term is defined below), i.e. 17th of October 2018.
- (b) The Bonds will bear a nominal annual fixed interest of 1.75% payable every six (6) months in arrears, on 17 April and 17 October each year, with the first payment date being 17th October 2014.
- (c) The initial conversion price of the Bonds is 14.290 euros per share in Indra, which represents a premium of 30% over the weighted average per volume of the trading price of said shares on the Spanish Stock Exchanges, since the announcement of the Issue this morning until the time the price was set.

The shares underlying the Bonds initially represent approximately 10.7% of Indra's share capital prior to the offering.

Today, Indra has signed, together with the Placement Entities, the subscription agreement for the Bonds (the "**Subscription Agreement**"), subject to English law.

The subscription and redemption of the Bonds is expected to take place on 17th October 2013 (the "**Issue Date**"), provided that the applicable conditions established in the Subscription Agreement are fulfilled.

The Bonds are expected to be listed on the non-regulated market (multilateral trading platform) known as the "*Freiverkehr*" of the Frankfurt Stock Exchange.

Juan Carlos Baena

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