



TALGO, S.A. (“Talگو” or the “Company”) pursuant to the article 226 of the restated Spanish Securities Market Act (*Ley del Mercado de Valores*) approved by *Real Decreto Legislativo 4/2015, de 23 de octubre*, hereby discloses the following

RELEVANT FACT:

The Southern California Regional Rail Authority (SCRRA) has issued the Notice to Proceed for the contract awarded last May 2019 to Talگو-SYSTRA joint venture to rebuild up to 121 rail vehicles.

This Relevant Fact refers to the one issued on May 13, 2019 to CNMV with registry number 278098, and its objective is to provide deeper information related to the contract.

With all required documents duly presented and in accordance with the deadlines established within the award and signing process, SCRRA has issued on June 28, 2019 the Notice To Proceed (NTP) on the contract.

The project awarded by SCRRA to the joint venture formed by the companies Talگو Inc. and SYSTRA Consulting Inc. comprise the execution of a program to rebuild up to 121 rail vehicles, out of which:

- 50 vehicles are included in an initial phase for an approximate total value amounting 64 \$m, where Talگو's scope amounts approximately 35 \$m.
- 71 additional vehicles are subject to options that can be executed by the client throughout a period of 5 years for an approximate total value amounting 75 \$m, where Talگو's scope amounts approximately 43 \$m.

The works will be undertaken at the Talگو facilities located in Milwaukee (Wisconsin) and the first units are expected to be delivered within 450 days from the Notice to Proceed.

Madrid, June 1, 2019

Talگو, S.A.

José María Oriol Fabra
Consejero Delegado