

COMISIÓN NACIONAL DEL MERCADO DE VALORES

**Dirección de Mercados Secundarios
Calle Edison 4
28006 Madrid**

27th July 2017

Ref. Meeting of the Board of Directors of Distrito Castellana Norte, S.A. held today.

Dear Sirs,

In compliance with Article 228 of the Securities Market Law, GRUPO EMPRESARIAL SAN JOSÉ, S.A. reports to the Comisión Nacional del Mercado de Valores the following relevant information:

This morning has been held the meeting of the Board of Directors of the company Distrito Castellana Norte, S.A., where the members of the Board of Directors have been informed on the status of the real estate project, pursuant to the following terms:

The Ministry of Public Works, the City Hall of Madrid and the Company Distrito Castellana Norte are planning to report today on the understanding they have reached on the basic guidelines for the future urban planning of the space renamed "Madrid, Nuevo Norte." The basic foundations of this understanding will be presented in a joint presentation addressed by the above-mentioned entities in an act to be held in the Ministry of Public Works.

These basic guidelines shall be duly developed and specified in the coming months in a Specific Modification of the General Urban Development Plan of Madrid, distinguishing five areas of action: Chamartín Station, Business Centre, Fuencarral-Malmea, Fuencarral-Tres Olivos and Fuencarral-Las Tablas

Likewise, according to these guidelines, total development potential of the project amounts, excluding the station, to 2,680,000 square meters. Total foreseen residential area shall amount to 1,100,000 square meters, what involves about 11,000 housing units, 20% of them shall be social homes.

The main use shall be, to the south of the M-30, in the tertiary sector, office, with the aim of establishing a Business Centre in the surroundings of the Chamartin station. To the north of the M-30, use of land shall mainly be residential.

Development costs shall be independent in each area, and those corresponding to transversal connections shall be allocated proportionally to each area. DCN shall assume development costs of properties in its possession.

Yours sincerely,

Fernando Calbacho
Secretary and Legal Adviser to the Board