

**ENCE ENERGÍA Y CELULOSA, S.A.** (the “**Company**”), in accordance with section 226 of the Spanish Securities Market Act (*Ley del Mercado de Valores*), communicates the following:

### **PRIVILEGED INFORMATION**

As a complement to the information communicated last November 12, the Company informs that its subsidiary Ence Energía S.L.U. (“**Ence Energía**”) has signed today an agreement with a Company controlled by Q-Energy Private Equity, S.G.E.I.C., S.A. under which it has agreed to sell shares representing 100% of Ence Energía Solar, S.L.U. share capital (the “**Transaction**”).

Ence Energía Solar holds 90% of Ence Energía Termollano, S.A. shares, which owns 50 MW thermosolar power plant located in Puertollano acquired in November 2018.

The closing of the Transaction, scheduled for December, is subject to certain condition precedent of corporate and contractual nature.

As compensation for 100% of Ence Energía Solar share capital, Ence Energía will receive a fixed Price of 82.5 million euros which will be received at the closing of the Transaction and a deferred price of up to 4 million euros which are conditional upon future actions related to the plant's electrical connection facilities. The company's net debt, which will be assumed by the buyer, amounted to 81.5 million euros on September 30, 2020. The agreed Price will entail a capital gain of up to 39 million euros, 35 million of which will be generated at the closing of the Transaction.

Madrid, 20 November 2020