



In accordance with the provisions of Article 227 of the Revised Text of the Securities Market Act approved by Royal Legislative Decree 4/2015, dated 23 October, Talgo, S.A. (“**Talgo**” or the “**Company**”) communicates the following:

#### **OTHER RELEVANT INFORMATION**

The Board of Directors of the Company, at its meeting held on 27 February 2020 and in exercise of the authority delegated by the Ordinary General Shareholders’ Meeting held on 21 May 2019, as the ninth item on the agenda, agreed to execute within the maximum amount established in the aforementioned agreement of the General Shareholders Meeting and in accordance with the terms and conditions foreseen in it, a capital reduction agreed by the General Shareholders Meeting and to establish the amount of that reduction at 2,877,373.98 euros, through the redemption of 9,559,382 shares, each with a nominal value of 0.301 euros, representing 7.00% of the Company’s share capital. Furthermore, the Chief Executive Officer of the Company, in his/her exercise of the authority granted by the Board of Directors under the scope of the delegation conferred by the aforementioned Ordinary General Shareholders’ Meeting, has decided to carry out the aforementioned share capital reduction, once all of the mandatory formalities have been performed.

Therefore, the share capital of the Company resulting from the capital reduction shall amount to 38,227,968.02 euros, represented by 127,003,216 shares, each with a nominal value of 0.301 euros.

The purpose of the capital reduction is the redemption of own shares, whereby contributing to the Company’s shareholder remuneration policy by increasing the profit per share.

The capital reduction does not imply the refund of contributions to shareholders given that the Company is the owner of the shares that are redeemed. The capital reduction is performed with a charge against the freely available reserves, through the provision of a reserve for an amount equal to the nominal value of the redeemed shares (2,877,373.98 euros), which may only be drawn down in accordance with the same requirements as those demanded for the share capital reduction, in accordance with the provisions of Article 335.c) of the Capital Companies Act.

Thus, in accordance with the provisions of that obligation, there shall be no right to opposition from the creditors as set forth in Article 334 of the Capital Companies Act in relation to the capital reduction.

The mandatory capital reduction announcements shall be published in the following days in the Official Gazette of the Mercantile Registry and on Talgo’s corporate website ([www.talgo.com](http://www.talgo.com)).

Following the issuance of the corresponding capital reduction deed and its subsequent registration in the Mercantile Registry of Madrid, a request shall be made to exclude the 9,559,382 shares to be redeemed from trading on the Stock Exchanges of Madrid, Barcelona, Bilbao and Valencia.

Madrid, 9 March 2020.