



FCC REFINANCING – FCC AQUALIA BOND ISSUE

Madrid, 8 June, 2017. In compliance with the provisions of Article 228 of the consolidated text of the Spanish Securities Market Law approved by Legislative Royal Decree 4/2015, of 23 October, Fomento de Construcciones y Contratas, S.A. ("**FCC**" or the "**Company**") hereby releases the following Regulatory Disclosure:

As we previously informed in Regulatory Disclosure nº 249540, last 28 February, 2017, FCC concluded the process of signing the Group's syndicated debt refinancing contracts (the "**Refinancing documents**" and the "**Refinancing**"). The process engaged all of the financial creditor entities and entails the complete novation of the existing financing structure with a new long-term credit facility for the FCC Group, where the group of companies headed by FCC Aqualia is no longer a joint obligor.

The Company wishes to inform that the conditions precedent have been complied with today, which implied the effectiveness of the Refinancing Documents. Amongst the latter, the 1,100,000,000 euro early repayment of the existing refinancing (including the total cancellation of the convertible tranche into FCC shares and associated warrants) from the funds received from FCC Aqualia, S.A. Bond Issues ("**FCC Aqualia**") that are described hereafter and that were published to the market through Regulatory Disclosure nº 252662 on 1 June, 2017.

Within the context of the Refinancing, FCC Aqualia has successfully completed two bond issues amounting to 700 million euro with a 1.413% annual return and maturity date 2022; and 650 million euro with a 2.629% annual return and maturity date 2027 respectively. Both issues have effectively been issued today (the "**Bonds**" and the "**Issues**"). Both bond issues count with security packages that include certain FCC Aqualia group assets. The Bonds have been officially listed in the non-regulated Global Exchange Market in the Irish Stock Exchange.





The main features of the Refinancing are as follows:

1. Amount

The total amount due is set at 2,168,568,006.31€.

2. Tranches

- Tranche A amounting to 288,088,506.07€, which is a commercial loan.
- Tranche B amounting to 1,455,479,500.24€, which is commercial loan.
- Tranche C amounting to 125,000,000€, which is a commercial loan.
- Tranche D amounting to 300,000,000€, which is a revolving loan.

3. Interest Rate

Euribor Interest Rate plus 2.30% spread, that can be reduced to 2% depending on the leverage ratio.

4. Maturity

Tranches A, B and D have a five year maturity and Tranche C has an 18 month maturity.

5. Security

The Refinancing Documents count with personal guarantees from a significant part of companies within the refinanced perimeter and maintains its collaterals over the main part of the assets and credit rights of the Group.

