

REGULATORY DISCLOSURE

Madrid, November 20th 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:

FCC Aqualia, S.A. ("Aqualia") has agreed to buy back from Mitsui for €92.5 million its 49% stake Aqualia's water business in the Czech Republic. This way Aqualia recovers the ownership of 100% of Aqualia's water business in the Czech Republic and indirectly from the Czech subsidiary SmVak. The effectiveness of the transaction is subject to the approval of the antitrust authorities of the Czech Republic.

In 2013, Aqualia sold the abovementioned stake to Mitsui. Since the 2013 deal, Aqualia has continued running the day-to-day operations of the Czech business, with Mitsui as a relevant minority partner. As the acquisition is of a minority stake, such acquisition has no significant impact in the Income Statement of Aqualia.