

International Consolidated Airlines Group, S.A. (“**IAG**” or the “**Issuer**”), pursuant to article 17 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council on Market Abuse and article 226 of the Restated Text of the Spanish Securities Market Act approved by Royal Legislative Decree 4/2015, of 23 October and related provisions, hereby communicates the following privileged information:

RELEVANT EVENT

BOND LAUNCH

IAG announces today the issue of two tranches of senior unsecured bonds (the “**Offering**”).

- The first tranche has a proposed initial principal amount of approximately EUR 500 million due 4 July 2023 (the “**Series A Bonds**”).
- The second tranche has a proposed initial principal amount of approximately EUR 500 million due 4 July 2027 (the “**Series B Bonds**” and, together with the Series A Bonds, the “**Bonds**”).

In any event, the aggregate principal amount of the Bonds shall not exceed EUR 1 billion.

The final terms of the Bonds are expected to be determined and announced shortly and settlement is expected to take place on or about 4 July 2019.

The Bonds shall bear a fixed rate of interest of which shall be determined as part of the bookbuilding process. The Bonds will be issued at 100 per cent. of their principal amount and, unless previously redeemed, purchased or cancelled, will be redeemed at 100 per cent. of their principal amount on the respective maturity dates of the Bonds.

IAG will have the option to redeem all of the Bonds according to their terms and conditions.

As anticipated in the relevant events numbers 279458 and 279600, the net proceeds from the Offering will be used by IAG for general corporate purposes, including (without limitation) to fund the repurchase of any or all of the Issuer’s outstanding EUR 500,000,000 0.25 per cent. Convertible Bonds due 2020.

An application will be made for the Bonds to be admitted to trading on the regulated market of the Irish Stock Exchange trading as Euronext Dublin.

BNP Paribas and J.P. Morgan Securities plc act as Joint Global Co-ordinators and, together with Merrill Lynch International, as Joint Lead Bookrunners. Banco Santander, S.A. and Credit Agricole Corporate and Investment Bank act as Passive Bookrunners. Banco Bilbao Vizcaya Argentaria, S.A., Barclays Bank plc, Deutsche Bank AG, London Branch, HSBC Bank plc, NatWest Markets plc and Standard Chartered Bank act as Co-Lead Managers.

Ends

Madrid, 28 June 2019

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Each of the Managers is acting on behalf of the Issuer and no one else in connection with the offering of the Bonds and will not be responsible to any other person for providing the protections afforded to clients of such Managers or for providing advice in relation to the Bonds or any transaction, matter or arrangement referred to in this announcement.

In connection with the offering of the Bonds, the Managers and any of their affiliates, acting as investors for their own accounts or for the accounts of others, may subscribe for or purchase bonds and in that capacity may retain, purchase, sell, offer to sell or otherwise deal for their own accounts or for the accounts of others in such bonds and any other securities of the Issuer or related investments

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