

In accordance with the provisions of article 17 of Regulation (EU) 596/2014 of the European Parliament and of the Council of April 16, 2014, on market abuse, and article 226 of Royal Legislative Decree 4/2015, of October 23, which approves the revised text of the Securities Market Law ("LMV"), **ZARDOYA OTIS, S.A.** (the "**Company**") hereby notifies the National Securities Market Commission of the following

## **PRIVILEGED / INSIDE INFORMATION**

### **Subject: Treasury Share Purchase Plan**

Dear Sirs,

Further to our relevant event dated December 12, 2018 (official register number 272403), amended by our relevant event dated December 14, 2018 (official register number 272541), regarding our Treasury Share Purchase Plan, approved by the Company's Board of Directors at its meeting of December 11, 2018, under the authorization granted by the General Shareholders' Meeting of May 23, 2018, we hereby inform you that, during a period of 12 months, the Company will proceed to purchase treasury shares, within the framework of said Treasury Share Purchase Plan, in order for the shares thus acquired to be used in company acquisition transactions (or to comply with existing acquisition agreements) in the conditions below included:

The Company does not intend to transfer the treasury shares it acquires on the market, but rather its intention is to use them as consideration in transactions to acquire companies and increase its participation in subsidiaries that the Company habitually carries out via the exchange of shares, as well as to comply with existing acquisition agreements of this type.

Given the volume of shares that are expected to be acquired by the Company and the long period of time during which said acquisition will take place, in the interests of greater transparency and security in the market, the publication and knowledge throughout the market for this information has been decided.

Approval under the authorization granted by the General Shareholders' Meeting of May 23, 2018 is subject to the following conditions, being the present treasury shares purchase compliant with them:

1. up to a maximum of 2% of the Company's shares;
2. with an lower price limit of two (2) euros per share and an upper limit of twenty five (25) euros per share; and
3. during a term of five years as from the date on which said General Shareholders' Meeting was held (May 23<sup>rd</sup> 2018)

Considering the operations planned, over the next 12 months, it is intended to dedicate approximately 18,000,000 euros to acquire the shares, which would represent around 0.7% of the Company's shares.

We inform you of the foregoing for the appropriate legal purposes.

Madrid, September 10<sup>th</sup>, 2020

Yours faithfully,

Lorea García Jáuregui  
Secretary of the Board of Directors of Zardoya Otis, S.A.