REPSOL

JANUARY – JUNE 2018 RESULTS

ADJUSTED NET INCOME	INCREASE HIGHER YEAR-ON-YEAR	REFINING MARGIN INDICATOR	PRODUCTION
1,132 million euros	▲12%	6.90 dollars/barrel	724 thousand boe/d

Upstream

Exploration and Production

ADJUSTED NET INCOME

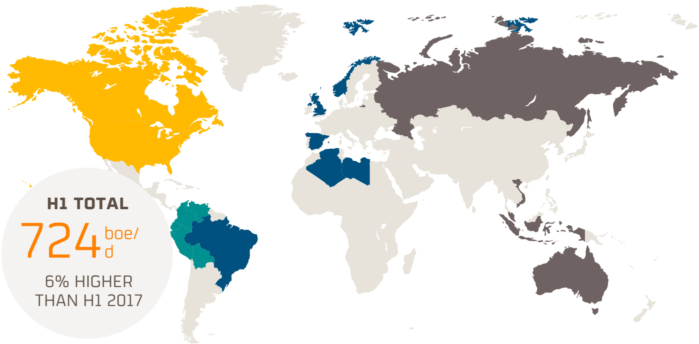
€647MM

Upstream achieved an adjusted net income of €647 MM. This represents an increase of 91%.

- Improved crude price realization.
- Increased production volumes.
- Efficiency measures implemented

PRODUCTION (in thousands of barrels/day)

North America	Europe, Africa, and Brazil	Latin America and the Caribbean	Asia and Russia
176 thousand boe/d	165 thousand boe/d	303 thousand boe/d	80 thousand boe/d



Downstream

Refining, Chemicals, Marketing, Lubricants LPG, Trading and Gas&Power

ADJUSTED NET INCOME

€762MM

REFINING MARGIN

6,9 $/barrel

among the strongest in Europe

Downstream's adjusted net income amounted to €762 MM, mainly due to:

- Higher results of the Trading and Gas & Power, Marketing, and LPG businesses.
- Lower contribution from the Refining and Chemicals businesses due to a less-favorable context and a weak dollar against the euro.
- The maintenance activities in the Puertollano, Tarragona, and Sines (Portugal) industrial complexes.

Financial flexibility

EBITDA AT CSS

▲ 11%

The EBITDA at CSS was **€3,529 MM**, an increase of 11%

NET DEBT

▼ 64%

The Group's net debt at the end of the quarter stood at **€2,706 million**

NET DEBT/CAPITAL

8%

The net debt to capital ratio is 8%.

Increase in Repsol share value

Repsol's share price has gone up 14% in the first of the year, outperforming the Ibex 35 and among the best in the industry in Europe.

SCRIP DIVIDEND

86,7%

of shareholders have opted to receive new shares instead of the 2nd dividend payment

DIVIDEND PAYMENT 1

January 9th

0,388 €/share

DIVIDEND PAYMENT 2

July 10th

0,485 €/share

Agreement with Macquarie and Wren House

Repsol reaches an agreement valued at **750 million** euros. It means:

The purchase of **Viesgo**'s low-emissions electricity generation businesses and its gas and electricity distributor

The acquisition of a low-emissions generating capacity of 2,350 megawatts (MW)

A portfolio of around 750,000 customers strengthens Repsol as a multi-energy provider

The agreement will have economic effects from January 1st, 2018 and is slated for completion in the fourth quarter of the year, once the necessary regulatory authorizations have been granted.

The company carries out a good part of its activities through joint ventures. This means that, when it comes to making decisions on fund allocation or performance assessment, the operating and financial figures of joint ventures are analysed from the same perspective and as thoroughly as those of companies consolidated by global integration. This is the reason why all sector figures include, according to percentage shares, those of joint ventures or companies managed as such. In fiscal year 2014, Repsol decided to take into account the current business environment and use an accounting method for better comparison with the results of other companies in the same industry. Now, Repsol reports its recurring net income based on restocking costs of continued operations (adjusted net income), excluding both discontinued operations and inventory effects.

In October 2015, the European Securities Markets Authority (ESMA) published the Guidelines on Alternative Performance Measures (APM), of mandatory application for the regulated information to be published from 3 July 2016. Information and disclosures related to APM3 used on the present H1 2018 Results Earnings Release are included in Appendix III "Alternative Performance Measures" of the Interim consolidated financial statements for H1 2018 and Repsol's website.

Repsol publish today the Interim consolidated financial statements for H1 2018 available on Repsol´s and CNMV's (Comisión Nacional del Mercado de Valores) websites.