



Report issued by the Board of Directors of Applus Services, S.A. to justify the appointment of Mr. Scott Cobb as Proprietary Director in the Company

NOTICE. This document is a translation of a duly approved Spanish-language document, and is provided for informational purposes only. In the event of any discrepancy between this translation and the text of the original Spanish-language document, the text of the original Spanish-language document shall prevail.

I. Introduction and purpose of the report

This Report is issued and approved by the Board of Directors of Applus Services, S.A. (hereinafter, “**Applus**” or the “**Company**”), in accordance with the provisions of article 529 decies of the Spanish Companies Act and article 14.1 of the Regulations of the Board of Directors of Applus, to justify the appointment of Mr. Scott Cobb as new member of the Board of Directors of the Company, qualifying as Proprietary Director.

The appointment of Mr. Scott Cobb has been approved by the Board of Directors at its meeting of today, 21 July 2016, at the request of the main shareholder of the Company, Southeastern Asset Management Inc. (owner as of this date of a 15.63% stake in Applus share capital) in order to cover one of the three vacancies created on 9 May 2016 as a result of the resignation of the former proprietary directors representing Carlyle. The Appointments and Compensation Committee issued yesterday, 20 July 2016, a favourable report on the appointment proposal.

It is expressly noted that the appointment of Mr. Cobb will be submitted to the next General Shareholders’ Meeting for ratification. To this effect, and as provided for in article 518 of the Spanish Companies Act and article 8 of the Regulation of the General Shareholders’ Meeting of Applus, this Report will be made available to the shareholders at the Company’s registered office and published uninterruptedly in the corporate website of the Company, together with the above-mentioned report from the Appointments and Compensation Committee, as from the date of the announcement of the calling until the holding of said General Shareholders’ Meeting.

II. Profile of the director and assessment of his circumstances

Mr Cobb holds a B.A. in History from the University of Memphis (USA) and an M.A. in Theological Studies from Covenant Theological Seminary in St Louis, Missouri (USA). He is a Managing Partner at Southeastern Concentrated Value, Head of Europe for Southeastern Asset Management, Inc. and a portfolio manager for the Longleaf International Fund.

In view of Mr. Cobb's experience and professional career, the Board of Directors considers that he is an appropriate candidate to become a member of the Company Board, inasmuch as he meets the conditions of impartiality, objectivity, professional reputation, competence and experience required to this effect.

In addition, the Appointments and Compensations Committee has verified that Mr. Cobb has sufficient time available to properly perform his duties as Director in Applus.

III. Category of the director

As discussed under section I above, the appointment of Mr. Scott Cobb has been requested by the main shareholder of Applus, Southeastern Asset Management Inc., in order to have their interests defended in the Company's Board of Directors. Therefore, Mr. Cobb must be qualified as Proprietary Director representing Southeastern Asset Management Inc.

For all appropriate purposes, it is expressly noted that Mr. Cobb has confirmed that he is not affected by any incompatibility for the exercise of the position of Director, as provided for in Act 3/2015, of March 30th, and other applicable state and regional regulations.

In Bellaterra, Cerdanyola del Vallès (Barcelona), on 21 July 2016