

**Proposed application of results and of the distribution of the dividend for the year 2017.**

To distribute, chargeable with the results of fiscal year 31 December 2017 and to voluntary reserves, a dividend of €0.10 (ten cents of euro) for each share of NH HOTEL GROUP, S.A. with the right to perceive such dividend and is in circulation at the date on which the payment is due; this in accordance with the following calendar:

- *Last trading date:* 24 Julio 2018
- *Ex date:* 25 de Julio de 2018
- *Record date:* 26 de Julio de 2018
- *Payment date:* 27 de Julio de 2018

The distribution of the dividend will be done through the participating entities in "Sociedad de Gestión de los Sistemas de Registro, Compensación y Liquidación de Valores, S.A. Unipersonal" (IBERCLEAR). The Board of Directors, after due verification of compliance of all obligations assumed under the finance agreements signed by NH HOTEL GROUP, S.A., shall be empowered to appoint the payment entity and to take all other measures that may be necessary for the payment. The base of the distribution (euros) is the following:

**BASE OF THE DISTRIBUTION:**

- Benefits of fiscal year 2017: EUR 28,171,916.61
- Voluntary reserves subject to distribution EUR 13,837,861.05

**DISTRIBUTION:**

- To Legal reserve: EUR 2,817,191.66
- To dividend (maximum distributable amount corresponding to a dividend of EUR 0.10 gross per share of the totally of the 392,525,864 ordinary shares of NH HOTEL GROUP, S.A. that, as a maximum, will be circulating at that date, in the event of exercise of the conversion right by all of the holders of convertible bonds in issued shares of NH HOTEL GROUP, S.A.): EUR 39,192,586.

**TOTAL: EUR 42,009,777.66**