

TALGO, S.A.'s Audit Committee comprised by the following members as of 31 December 2020:

Name	Position	Category
MR EMILIO NOVELA BERLÍN	CHAIRMAN	Independent
MR IGNACIO MATAIX ENTERO	MEMBER	Independent
PEGASO TRANSPORTATION INTERNATIONAL, S.C.A.	MEMBER	Dominical

TALGO, S.A.'s Audit Committee has met on six occasions during 2020, on the following dates: (i) 5 February; (ii) 22 February; (iii) 4 May, (iv) 20 July, (v) 29 October and (vi) 11 November. Representatives from the external audit firm Deloitte attended four out of the six meetings and the members of the Company's internal audit team were present in all of them.

During the exercise of the duties attributed to it by both the Law and the rules that comprise the Company's Corporate Governance System, the Audit Committee carried out the activities described below in the corresponding areas or fields:

1. Internal Audit Area:

- Annual Evaluation of activity area.
- Approval of the department's annual internal Audit and budget plan.
- Follow-up reports and recommendations.

2. Internal control and risk management systems:

- Supervision of the Internal Control System over financial information.
- Supervision of the Group's Risk Control System.
- Continuous review of the internal control system.
- Implementation of new computer tools of Internal Control.
- Supervision of the activity of the Compliance Unit.
- Supervision of the Group's tax policy and strategy: and more detailed monitoring of the Group's tax inspection.

3. External auditor:

- Proposal for the re-election of the external auditor and contracting conditions.
- Prior approval of other audit and verification services by the external auditor.
- Confirmation of the degree of collaboration and transparency with which the company collaborates and works with the external auditor.

- Report on the independence of the external audit firm.
- Appearances of the auditor of accounts at the Committee meetings.

4. Supervision process of the elaboration of financial and economic information:

- Talgo S.A.'s individual and consolidated annual accounts for 2020.
- Talgo S.A.'s consolidated financial statements for the first and third quarter of 2020.
- Talgo S.A.'s consolidated summary financial statements of the first semester of 2020.
- Adaptation of the individual and consolidated annual reports to the ESED reporting format required by the European Securities and Markets Authority “*Autoridad Europea de Mercados y Valores (ESMA)*”.

5. Supervision process of the elaboration of the state of non-financial information:

- Statement of non- financial information included in the management report of the consolidated annual accounts for 2020 of Talgo S.A.
- Analysis of the reform of the Good Governance Code of Listed Companies announced on June 26, 2020. This reform is based on four axes: (i) encouraging the presence of women on boards of directors; (ii) greater relevance of non-financial information and sustainability; (iii) greater attention to reputational and generally non-financial risks; and (iv) clarification of aspects relating to directors’ remuneration.

Most of the Audit Committee’s activity during 2020 was focused on issues relating to the internal and external audits, risk monitoring and the process of developing economic and financial information. The staff of the Internal Audit Area attends the Committee meetings on a regular basis, which is part of the competences of the area, in support of the Committee, for the proper exercise of its powers and as a communication channel between the Audit Committee and the company and its Group. They have also appeared as senior managers from diverse areas and departments of the Talgo Group in order to give an overview to the members of the Audit Committee.