

**COMISIÓN NACIONAL DEL
MERCADO DE VALORES**

Att.: D. Rodrigo Buenaventura
Head of Markets
Paseo de la Castellana, 19
28046 MADRID

Madrid, 4 February 2011

Dear Sir,

In accordance with the provisions of article 82 of the Spanish Securities Markets Act, we hereby notify you of the following **SIGNIFICANT EVENT**:

Red Eléctrica Corporación, S.A., through its subsidiary, Red Eléctrica Financiaciones, S.A.U., carried out, under its *Guaranteed Euro Medium Term Note Programme (Programa EMTN)*, registered at the *Luxembourg Commission de Surveillance du Secteur Financier (CSSF)* in Luxemburg, last 17 June 2010, a bond issue in the euro market, backed by the guarantee of Red Eléctrica Corporación, S.A. and Red Eléctrica de España, S.A.U., for a total of six hundred (600) million euros.

This issue, which has a seven (7) year maturity, has an annual coupon of 4.75% and an issue price of 99.861%. The payment and closing of this issue is scheduled to take place on 18 February 2011.

Yours sincerely,

Signed: Esther M^a Rituerto Martínez