

**COMISIÓN NACIONAL DEL  
MERCADO DE VALORES**  
Área de Mercados  
Edison, 4  
28006 MADRID

Madrid, 10<sup>th</sup> April 2015

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**:

The financial terms of an issue of notes by Red Eléctrica through its subsidiary Red Eléctrica Financiaciones, S.A.U. ("**Red Eléctrica Financiaciones**") on the euromarket and with the guarantee of Red Eléctrica Corporación, S.A. and Red Eléctrica de España, S.A.U., for an amount of 500 million euros (respectively, the "**Issue**" and the "**Notes**") in accordance with its Euro Medium-Term Note Programme registered at the *Commission de Surveillance du Secteur Financier* (CSSF) of Luxembourg on 3 June 2014 have been determined today.

This Issue, maturing on 24<sup>th</sup> April 2025, has an annual coupon of 1,125% and an issue price of 99,521%, which represents a yield of 1,176%.

The issue date of the Notes, as well as the date of payment and settlement of the Issue, is expected to be 24<sup>th</sup> April 2015.

Certain of the Notes will be swapped for part of (i) the notes for the amount of EUR 500 million, with a coupon of 3.5%, maturing on 2016 (ISIN XS0545097742); (ii) the notes for the amount of EUR 750 million, with a coupon of 4,75%, maturing on 2018 (ISIN XS0591586788) and (iii) the notes for the amount of EUR 400 million, with a coupon of 2.375%, maturing on 2019 (ISIN XS0935803386) issued by Red Eléctrica Financiaciones and guaranteed by Red Eléctrica Corporación, S.A. and Red Eléctrica de España, S.A.U. (the "**Existing Notes**") which have been acquired by BNP Paribas as a result of the tender offer process to sell the Existing Notes, targeting the holders of the latter and also announced today, in accordance with the terms and conditions established in the corresponding tender offer memorandum ("**Tender Offer Memorandum**") dated 10 April 2015.

Yours sincerely,

Signed: Juan Lasala Bernad

**LEGAL WARNING**

*This announcement is neither an offer to sell nor a solicitation of an offer to buy securities and shall not constitute an offer, solicitation or sale in any jurisdiction in which such offer, solicitation or sale is unlawful –including, but not limited to, the United States of America, Australia, Canada and Japan-*

*The securities mentioned herein have not been and will not be registered under the United States Securities Act of 1933 (the "US Securities Act"), as may be amended at any given time, or under any state securities laws, and cannot be offered or sold in the United States of America unless they have been registered in the United States, or unless an exemption exists from the registration requirements established in the US Securities Act, and according to the applicable state securities laws.*