

**COMISIÓN NACIONAL DEL
MERCADO DE VALORES**

Área de Mercados
Édison, 4
28006 MADRID

Madrid, 27 February 2018

Dear Sir,

In accordance with the provisions of article 228 of the consolidated text of the Spanish Securities Markets Act, we hereby notify you of the following **SIGNIFICANT EVENT**:

Red Eléctrica Corporación, through its subsidiary, Red Eléctrica Financiaciones, S.A.U., carried out, under its *Euro Medium Term Note Programme* (Programa EMTN), registered at the *Commission de Surveillance du Secteur Financier* (CSSF) in Luxembourg, 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 has a nine (9) year maturity and the payment and closing is scheduled to take place on 13th March 2018. The issue has an annual coupon of 1.25% and an issue price of 99.443%, which represents a yield of 1.316%.

Yours sincerely,

Fdo.: Teresa Quirós Álvarez

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.