

**COMISIÓN NACIONAL DEL
MERCADO DE VALORES**

Market Division
Paseo de la Castellana, 19
28046 MADRID

Madrid, 19 June 2012

Dear Sir,

In accordance with the provisions of article 82 of the Spanish Securities Markets Act, we hereby notify you of the following relevant event in relation to Red Eléctrica Corporación, S.A.:

Red Eléctrica de España, S.A.U and the European Investment Bank (EIB) have agreed a €175 million loan to fund the Spanish portion of the Spain-France power interconnection, the first trans-European direct current link using innovative converter technology.

The loan has been granted for 25 years with a four-year grace period. The money will be disbursed in one or more tranches and in euros.

This loan follows the undertaking signed by the EIB last October to finance this project up to €350 million through the provision of funds to the Spanish and French TSOs, Red Eléctrica de España and Réseau de Transport d'Électricité, respectively.

Yours sincerely,

Signed: Esther Rituerto Martínez