

**COMISIÓN NACIONAL DEL
MERCADO DE VALORES**

Markets Division
Pº de La Castellana, 19
28046 MADRID

Madrid, 19 October 2012

Dear Sir,

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

The ratings agency Moody's has confirmed the rating of Red Eléctrica de España, S.A.U as Baa2, reiterating a negative outlook.

This rating confirmation is a result of the recent action on Spanish sovereign which has been ratified as Baa3, also with a negative outlook.

The strong strategic position of Red Eléctrica, its solid financial profile and its adequate liquidity allow the company to remain one notch above Spanish sovereign rating.

Finally, the agency points out that the fiscal and regulatory changes that have taken place this year have had a moderated impact on the company.

Yours faithfully,

Signed: Esther Rituerto Martínez