



Julián Martínez-Simancas
General Secretary and Secretary of the Board of Directors

Bilbao, March 9, 2010

To the National securities Market Commission

SUBJECT: Issuance of notes in the Euromarket

Dear Sirs,

We are pleased to inform you that Iberdrola, S.A., through its subsidiary Iberdrola Finanzas, S.A., has closed as of the date hereof an issuance of notes in the euromarket guaranteed by Iberdrola, S.A., out of its Euro Medium Term Note Programme, for an amount of 500 million Euros.

Specifically, the issuance of notes for an amount of 500 million Euros with a 10-year maturity has an annual coupon of 4.125%, the new notes being issued at a price of 99.262% of their nominal value.

The issuance of the notes has been managed and distributed by Banco Bilbao Vizcaya Argentaria, S.A., BNP Paribas, Crédit Suisse and JP Morgan.

Yours faithfully,

IBERDROLA, S.A.

General Secretary and Secretary of the Board of Directors

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