

RED
ELÉCTRICA
CORPORACIÓN

Results 1H2017

27 July 2017



Results 1H2017

Significant events 1H2017

Financial profit/loss

- Net profit €340.1M, a 5.1% rise year-on-year.
- Interim dividend payment for 2016 of €0.8587 per share, 7% up on 2015.
- €200m euromarket bond issue with maturity of 9 years and a 1.065% cost.
- S&P ratifies a 'A-' credit rating with a stable outlook.

Investments

- Group investments €198.2m.
- Acquisition of 45% of Redesur.
- Awarding of a new project in Chile. Estimated project investment \$96m.
- Progress in the Soria – Chira hydroelectric plant construction project.

Sustainability

- Update of the Climate Change Action Plan in line with the Paris Agreement.
- New Biodiversity Action Plan 2017-2021.

Highlights

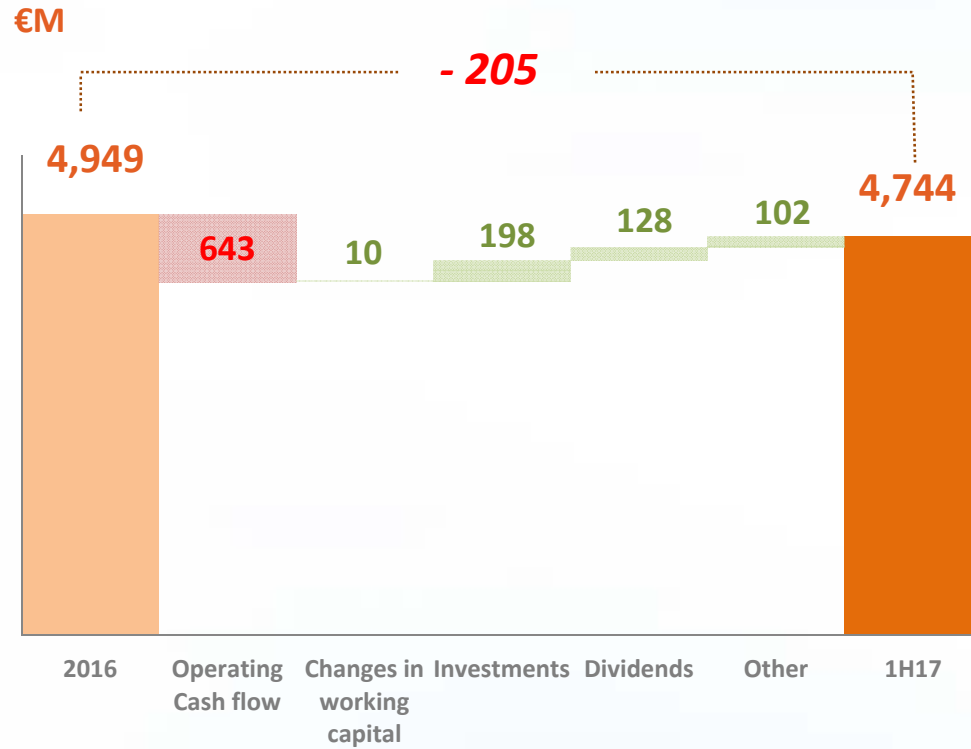
€M	1H16	1H17	2016-17
Revenue	968	987	2.0%
EBITDA	754	770	2.0%
Profit before tax	437	454	3.9%
Profit for the period	323	340	5.1%
Total investment	365¹	198	

¹ Includes €199.8m for the acquisition of 50% of TEN, which materialised in January 2016 following approval by the European Commission.

Profit for the year has risen by 5.1%
Result in line with the growth target of the strategic plan 2014-19

Financial structure

Performance of net financial debt



Average debt maturity
5.7 years
2.83% cost of debt 1H17 vs.
3.00% in 1H216
88% of debt at fixed rate

Financial Structure

Solvency ratios

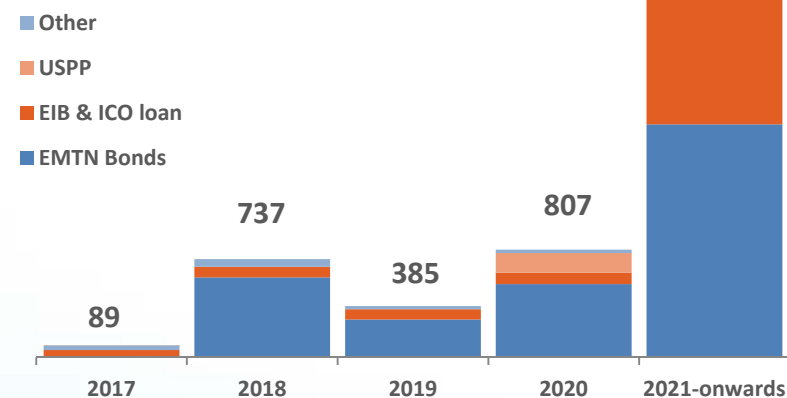
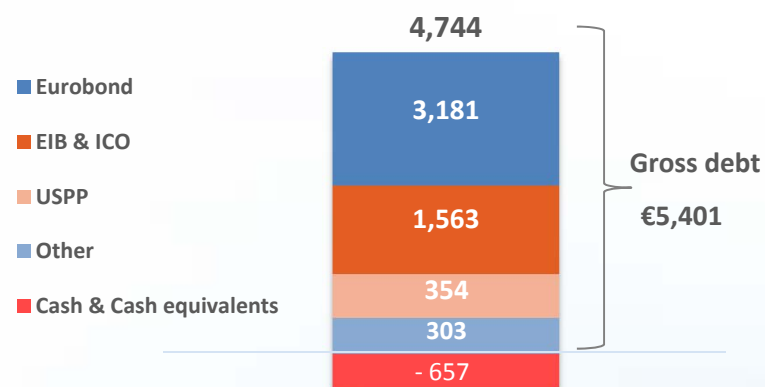
€M	1H16	1H17
EBITDA / Interest (*)	9.5x	10.6
FFO / Debt	22.4 %	24.4%
Debt / EBITDA	3.4x	3.2x

(*) EBITDA / Net finance cost excluding capitalisations

Maturities

Liquidity sources
€2,422M

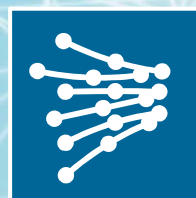
Debt structure by instrument. 1H2017



€200m euromarket bond issue with maturity of 9 years and 1.065% cost

Conclusions

- Results for the first half of the year are in line with targets of the Strategic Plan 2014/2019.
- Solid cash flow evolution and positive performance by financial indicators. Standard & Poor's has confirmed an A- rating with a stable outlook.
- Investment in the transmission network in Spain amounted to €144.5 million. Investment for the year is expected to reach a higher level to that of 2016.
- International bolstering of Red Eléctrica. (i) in Peru, after the acquisition of 45% of Redesur; (ii) in Chile, after being awarded the execution and operation of 258 Km of lines and of the Nuevo Pozo Almonte substation on the Norte Grande power system.
- High visibility of the shareholder remuneration policy: 7% dividend growth CAGR in 2014-2019.



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Presentation available at:

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Shareholders and investors



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