

# **BBVA SENIOR FINANCE, S.A. UNIPERSONAL**

Comisión Nacional del Mercado de Valores  
División de Mercados e Inversores

Attn: Enrique López Estebanz

C/ Marqués de Villamagna, 3  
MADRID

D. Juan Isusi Garteiz Gogearcoa, en su condición de apoderado de BBVA Senior Finance, S.A. Unipersonal y en relación con la emisión denominada Notas Eestructuradas 5 de BBVA Senior Finance S.A.U.,

## **CERTIFICA**

1. Que el contenido del CD ROM adjunto se corresponde con el folleto informativo de admisión ("FINAL TERMS") de la emisión de Notas Eestructuradas 5 presentado a la Comisión Nacional del Mercado de Valores e inscrito en sus Registros Oficiales el 25 de noviembre de 2008.
2. Que se autoriza a la Comisión Nacional del Mercado de Valores a la difusión del CD ROM en su web.

Y para que así conste, se expide el presente certificado, en Madrid a 25 de noviembre de dos mil ocho.

## FINAL TERMS

### NOTAS ESTRUCTURADAS 5

21 November 2008

**BBVA Senior Finance, S.A. Unipersonal**

**Issue of EUR 950,000 Index Linked Redemption Notes due October 2011**

**Guaranteed by Banco Bilbao Vizcaya Argentaria, S.A.**

**under the €2,000,000,000**

#### **Structured Medium Term Note Programme**

The Base Prospectus referred to below (as completed by these Final Terms) has been prepared on the basis that any offer of Notes in any Member State of the European Economic Area which has implemented the Prospectus Directive (2003/71/EC) (each, a **Relevant Member State**) will be made pursuant to an exemption under the Prospectus Directive, as implemented in that Relevant Member State, from the requirement to publish a prospectus for offers of the Notes. Accordingly any person making or intending to make an offer in that Relevant Member State of the Notes may only do so in circumstances in which no obligation arises for the Issuer or the relevant Dealer to publish a prospectus pursuant to Article 3 of the Prospectus Directive or supplement a prospectus pursuant to Article 16 of the Prospectus Directive, in each case, in relation to such offer. Neither the Issuer nor the relevant Dealer has authorised, nor do they authorise, the making of any offer of Notes in any other circumstances.

#### **PART A – CONTRACTUAL TERMS**

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Base Prospectus dated 13 May 2008 which constitutes a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the **Prospectus Directive**). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Base Prospectus. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus is available for viewing at the office of the Issuer at Gran Vía, 1, Bilbao, Spain and Paseo de la Castellana, 81, 28046, Madrid, Spain.

- |    |     |                                   |                                       |
|----|-----|-----------------------------------|---------------------------------------|
| 1. | (a) | Issuer:                           | BBVA Senior Finance, S.A. Unipersonal |
|    | (b) | Guarantor:                        | Banco Bilbao Vizcaya Argentaria, S.A. |
| 2. | (a) | Series Number:                    | 5                                     |
|    | (b) | Tranche Number:                   | 1                                     |
| 3. |     | Specified Currency or Currencies: | Euro (“EUR”)                          |
| 4. |     | Aggregate Nominal Amount:         |                                       |

(a)	Series:	EUR 950,000
(b)	Tranche:	EUR 950,000
5.	Issue Price of Tranche:	100.00% of the Aggregate Nominal Amount
6.	(a) Specified Denominations:	EUR 50,000
	(b) Calculation Amount:	Not Applicable
7.	(a) Issue and Settlement Date:	24 October 2008
	(b) Interest Commencement Date:	Not Applicable
8.	Maturity Date:	24 October 2011, subject to adjustment in accordance with the Modified Following Business Day Convention
9.	Interest Basis:	Not Applicable
10.	Redemption/Payment Basis:	Index Linked Redemption
11.	Change of Interest Basis or Redemption/Payment Basis:	Not Applicable
12.	Put/Call Options:	Not Applicable
13.	(a) Status of the Notes:	Senior
	(b) Status of the Guarantee:	Senior
	(c) Date of approval for issuance of Notes and Guarantee obtained:	Issuance of the Notes was approved by Mr. Juan Isusi Garteiz Gogeoasca on 22th October 2008, according to the decisions of the General Shareholders and Board of Directors meetings of 25th January 2008 and Board of Directors meeting of 6th October 2008. Additionally, issuance of the Notes is guaranteed by Mr. Pedro Urresti Laca, according to the decision of the Board of Directors of BBVA, S.A. meeting of 19th December 2007.
14.	Method of distribution:	Non-syndicated

#### **PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE**

15.	<b>Fixed Rate Note Provisions</b>	Not Applicable
16.	<b>Floating Rate Note Provisions</b>	Not Applicable
17.	<b>Zero Coupon Note Provisions</b>	Not Applicable

#### **PROVISIONS RELATING TO STRUCTURED NOTES**

18.	<b>Equity Linked Note Provisions:</b>	Not Applicable
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19.	<b>Index Linked Note Provisions</b>	Applicable
	(a) Index or Indices:	Standard & Poor's 500 Index (Bloomberg page 'SPX<Index>')
	<ul style="list-style-type: none"> <li>• Description:</li> </ul>	Standard and Poor's 500 Index is a capitalization-weighted index of 500 stocks. The index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. The index was developed with a base level of 10 for the 1941-43 base period.
	<ul style="list-style-type: none"> <li>• Sponsor:</li> </ul>	Standard & Poor's
	<ul style="list-style-type: none"> <li>• Exchange:</li> </ul>	As per Condition 4
	<ul style="list-style-type: none"> <li>• Option Exchange:</li> </ul>	As per Condition 4
	(b) Formula to be used to determine principal, Index Linked Interest Amount and/or Index Linked Redemption Amount:	See paragraph 26
	(c) Market Disruption Events:	As per Conditions 4, 5.2 and 8.13 of the Base Prospectus dated 13 May 2008 and paragraph 23 below.
	(d) Specified Periods/Specified Interest Payment Dates:	Not Applicable
	(e) Business Day Convention:	Modified Following Business Day Convention
	(f) Additional Business Centre(s):	TARGET and New York
	(g) Minimum Rate of Interest:	Not Applicable
	(h) Maximum Rate of Interest:	Not Applicable
	(i) Day Count Fraction:	Not Applicable
	(j) Knock-in/out Level:	Means 150% of Index <sub>0</sub> (the "Call Knock-out Level") and 70% of Index <sub>0</sub> (the "Put Knock-out Level")
	(k) Such other additional terms or provisions as may be required:	Not Applicable
20.	<b>Fund Linked Note Provisions:</b>	Not Applicable
21.	<b>Dual Currency Interest Note Provisions</b>	Not Applicable
22.	<b>Other provisions relating to Structured Notes:</b>	Applicable

- (a) Initial Valuation Date: 10 October 2008: **899,22**
- (b) Initial Value: The Closing Price of the Index on the Initial Valuation Date
- (c) Valuation Dates: Each Scheduled Trading Day, from and including 13 October 2008 up to and including 10 October 2011, or, if such date is not a Scheduled Trading Day, the next following Scheduled Trading Day.  
  
where:  
"Scheduled Trading Day" means any day on which each Exchange and each Related Exchange are scheduled to be open for trading for their respective regular trading sessions.
- (d) Valuation Time: The closing time of the Exchange on each Valuation Date
- (e) Final Valuation Date: 10 October 2011
- (f) Final Value: The Closing Price on the Final Valuation Date

23. **Market Disruption Event:** Applicable  
  
The Calculation Agent may determine that a market disruption event has occurred or exists at a relevant time. Any such determination may affect the value of the Notes, and/or delay settlement in respect of the Notes.

- (a) Fall-back provisions for determining Rate of Interest: Not Applicable
- (b) Fall-back provisions for determining Redemption Amount: If on a the Final Valuation Date and on each of the three scheduled trading days immediately following the Final Valuation Date there is a Market Disruption Event, that three scheduled trading day shall be deemed to be the Final Valuation Date notwithstanding the Market Disruption Event, and the Calculation Agent shall determine its good faith estimate of the price of the Index.

**PROVISIONS RELATING TO REDEMPTION**

- 24. **Issuer Call** Not Applicable
- 25. **Investor Put** Not Applicable
- 26. **Final Redemption Amount of each Note:** The Notes shall be redeemed by the Issuer on the Maturity Date at the Final Redemption Amount determined by the Calculation Agent as follows:
  - (a) As long as the Calculation Agent determines that a Put Knock-Out Event has occurred, and no Call Knock-Out Event has previously occurred, the

Notes shall be redeemed and paid by the Issuer on the Maturity Date at an amount (the “Final Redemption Amount”) calculated by the Calculation Agent as follows:

**Specified Denomination \* 100%**

- (b) As long as the Calculation Agent determines that a Call Knock-Out Event has occurred, and no Put Knock-Out Event has previously occurred, the Notes shall be redeemed and paid by the Issuer on the Maturity Date at an amount (the “Final Redemption Amount”) calculated by the Calculation Agent as follows:

**Specified Denomination \* 120%**

- (c) Otherwise, the Notes shall be redeemed and paid by the Issuer on the Maturity Date at an amount (the “Final Redemption Amount”) calculated by the Calculation Agent as follows:

$$\left[ \text{Specified Denomination} * \left( 1 + \text{Max} \left( \frac{\text{Index}_f - \text{Index}_0}{\text{Index}_0}, \frac{\text{Index}_0 - \text{Index}_f}{\text{Index}_0} \right) \right) \right]$$

In any case, the minimum amount to be received will be 100% of the principal amount of the Notes.

**Definitions:**

The “Definitions” as established in the Base Prospectus will be used.

Also, for the purpose of these Final Terms, the following definitions will apply:

“**Call Knock-Out Event**” means that the Closing Price of the Index on any Knock-out Determination Day is greater than or equal to the Call Knock-out Level.

“**Index<sub>0</sub>**” means the Closing Price of the Index on the Initial Valuation Date.

“**Index<sub>f</sub>**” means the Closing Price of the Index on the Final Valuation Date.

“**Knock-out Determination Day**” means each Scheduled Trading Day during the Knock-out Determination Period.

“**Knock-out Determination Period**” means the period which commences on, and includes, 13 October 2008 and ends on, and includes, 10 October 2011, or, if such date is not a Scheduled Trading Day, the next following Scheduled Trading Day.

“**Put Knock-Out Event**” means that the Closing Price of

the Index on any Knock-out Determination Day is lower than or equal to the Put Knock-out Level.

**“Related Exchange”** means in respect of the Index, each exchange or quotation system where trading has a material effect (as determined by the Calculation Agent) on the overall market for futures and options contracts relating to the Index.

**“Scheduled Trading Day”** means any day on which each Exchange and each Related Exchange are scheduled to be open for trading for their respective regular trading sessions.

27. **Early Redemption Amount of each Note payable on redemption for taxation reasons or on event of default and/or the method of calculating the same.** As in Condition 8.7 of the Base Prospectus dated 13 May 2008.
28. **Protection Amount:** Principal Protected

#### GENERAL PROVISIONS APPLICABLE TO THE NOTES

29. **Form of Notes:** Book-entry Notes:  
  
Book-entry form notes (*anotaciones en cuenta*) registered with IBERCLEAR.  
  
As stated in Condition 21.1 of the Base Prospectus dated 13 May 2008, the issuance of the Book-entry form notes, including their legal nature (obligaciones), the Status of the Book-entry Notes and the status of the Guarantee in respect of them, the capacity of the Issuer and of the Guarantor, the relevant corporate resolutions, the appointment of the Representative of the Syndicate and the constitution of the Syndicate of Noteholders will be governed by Spanish Law.
30. **New Global Note (NGN):** No
31. **Additional Financial Centre(s) or other special provisions relating to Payment Days:** Not Applicable
32. **Talons for future Coupons or Receipts to be attached to Definitive Bearer Notes (and dates on which such Talons mature):** No
33. **Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and** Not Applicable

consequences of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment:

34. Details relating to Instalment Notes:
- (a) Instalment Amount(s): Not Applicable
  - (b) Instalment Date(s): Not Applicable
35. Redenomination applicable: Redenomination not applicable
36. Agents: Banco Bilbao Vizcaya Argentaria, S.A. to act as Agent (and carry out all relevant agency functions, including payment agent for IBERCLEAR) through its specified office at Vía de los Poblados s/n, 28033 Madrid, Spain
37. Other final terms: The Calculation Agent shall be Banco Bilbao Vizcaya Argentaria, S.A.
38. Home Member State: Spain

#### **DISTRIBUTION**

39. (a) If syndicated, names of Managers: Not Applicable
- (b) Date of Subscription Agreement: Not Applicable
- (c) Stabilising Manager (if any): Not Applicable
40. If non-syndicated, name of relevant Dealer: Banco Bilbao Vizcaya Argentaria, S.A.
41. Total commission and concession: None
42. Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable: TEFRA D
43. Additional selling restrictions: The Dealer shall only offer the Notes to investors who acquire the Notes for a total consideration of at least €50,000 (or its equivalent) per investor
44. Condition 19 applies: Yes

#### **SYNDICATE REGULATIONS**

The form of the regulations of the syndicate of the holders of the Notes issued under this Programme are scheduled to the Agency Agreement and are attached to these Final Terms as Annex 1. The Syndicate of Noteholders is hereby constituted, being Ms. Raquel Galán Martínez hereby appointed as provisional Representative of the same.



**LISTING AND ADMISSION TO TRADING APPLICATION**

These Final Terms comprise the final terms required to list and have admitted to trading the issue of Notes described herein pursuant to the €2,000,000,000 Medium Term Note and Structured Note Programme of the Issuer.

**RESPONSIBILITY**

The Issuer and the Guarantor accept responsibility for the information contained in these Final Terms.

Signed on behalf of the Issuer:

Signed on behalf of the Guarantor:

By: .....

By: .....

*Duly authorised*

*Duly authorised*

## PART B – OTHER INFORMATION

### 1. LISTING

- (a) Listing: Madrid
- (b) Admission to trading: Application has been made for the Notes to be admitted to trading on AIAF Mercado de Renta Fija, S.A., with effect from the Issue Date
- (c) Estimate of total expenses related to admission to trading: 47,5 €

### 2. RATINGS

- Ratings: The Notes to be issued have not been rated; The rating of the Guarantor is:
- Aa1 by Moody's, AA by S&P and AA- by Fitch

### 3. NOTIFICATION

Not Applicable.

### 4. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE

Save for any fees payable to the Dealers, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer.

If any commissions or fees relating to the issue and sale of these Notes have been paid or are payable by the Dealer to an intermediary, then such intermediary may be obliged to fully disclose to its clients the existence, nature and amount of any such commissions or fees (including, if applicable, by way of discount) as required in accordance with laws and regulations applicable to such intermediary, including any legislation, regulation and/or rule implementing the Markets in Financial Instruments Directive (2004/39/EC) ("MiFID"), or as otherwise may apply in any non-EEA jurisdictions and in any case in accordance with Article 26 of Directive 2006/73/EC ("Level 2 Directive") implementing MiFID. Potential investors in these Notes intending to purchase Notes through an intermediary (including by way of introducing broker) should request details of any such commission or fee payment from such intermediary before making any purchase hereof.

### 5. REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES\*\*

- (a) Reasons for the Offer: As specified in the section of the Base Prospectus entitled "*Use of Proceeds*"
- (b) Estimated net proceeds: EUR 950,000
- (c) Estimated total expenses: EUR 672

6. **YIELD** (*Fixed Rate Notes only*)

Indication of yield: Not Applicable

7. **HISTORIC INTEREST RATES** (*Floating Rate Notes only*)\*\*

Not Applicable

8. **PERFORMANCE OF UNDERLYING, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING** (*Structured Notes, including Index Linked Notes, Fund Linked Notes, Equity Linked Notes and Dual Currency Notes*)

The past and future prices in respect of the Index and background information can be obtained from the relevant Exchange, and from their corresponding Bloomberg Screen Page.

The Issuer does not intend to provide post-issuance information in respect of the Index, except if required to do so by applicable laws and regulations.

9. **OPERATIONAL INFORMATION**

- (a) Intended to be held in a manner which would allow Eurosystem eligibility: No
- (b) ISIN Code: ES0325467043
- (c) Common Code: 032546704
- (d) Clearing systems: Iberclear
- (e) Book-Entry Depository: None
- (f) Delivery: Delivery against payment
- (g) Names and addresses of additional Paying Agent(s) (if any): Not Applicable

10. **ADDITIONAL SPANISH TAX PROVISIONS** Not Applicable

11. **ADDITIONAL RISK FACTORS**

The attention of potential purchasers of the Notes is drawn to the Risk Factors set out in the Base Prospectus and they should note that the return of principal in respect of the Notes described herein is linked to the value of one equity index. Movements in the value of the equity Index may adversely affect the value of the Notes and could result in the Noteholders receiving, upon final redemption, an amount that may be the principal amount of the Notes (the minimum amount to be received will be 100% of the principal amount of the Notes).

The reference to Issue Price is not an expression of market value and does not imply that transactions in the market will not be executed at prices above or below such Issue Price to reflect prevailing market conditions.

The Issuer has made no investigation into the treatment of the Notes by the tax authorities of any country, including the United States of America.

Investors are strongly advised to take their own tax advice.

## ANNEX 1

*(This Annex forms part of the Final Terms to which it is attached)*

### SYNDICATE REGULATIONS

#### PART 1

#### ORIGINAL SPANISH VERSION

### ESTATUTOS APLICABLES AL SINDICATO DE TENEDORES DE OBLIGACIONES

#### CAPITULO I

##### **Constitución, Objeto, Domicilio y Duración.**

**Artículo I. Constitución.-** Quedará constituido el Sindicato de Obligacionistas de la Emisión de Valores de Renta Fija Estructurados “Notas Estructuradas 5”, entre los adquirentes de la misma una vez se hayan practicado las correspondientes anotaciones.

**Artículo II. Objeto** – El objeto y fin de este Sindicato es la defensa de los derechos y legítimos intereses de los obligacionistas ante la Entidad Emisora, de acuerdo con la legislación vigente.

**Artículo III. Domicilio** – El domicilio del Sindicato será Paseo de la Castellana, 81, 28046 – MADRID-.

**Artículo IV. Duración** – Subsistirá mientras dure el empréstito y, terminado este, hasta que queden cumplidas por Banco Bilbao Vizcaya Argentaria, S.A. sus obligaciones ante los Obligacionistas.

#### CAPITULO II

**Artículo V. Asamblea General de Obligacionistas** – El órgano supremo de representación lo integra la Asamblea de Obligacionistas, con facultad para acordar lo necesario para la mejor defensa de los legítimos intereses de los obligacionistas frente a la sociedad emisora, modificar, de acuerdo con la misma, las garantías establecidas; destituir o nombrar al comisario, ejercer cuando proceda, las acciones judiciales correspondientes y aprobar los gastos ocasionados por la defensa de los intereses comunes.

El Comisario, tan pronto como quede suscrita la emisión, convocará a la Asamblea General de Obligacionistas, que deberá aprobar o censurar su gestión, confirmarle en el cargo o designar la persona que ha de sustituirle y establecer el Reglamento definitivo interno del Sindicato.

**Artículo VI. Acuerdos** – Todos los acuerdos se tomarán por mayoría absoluta con asistencia de las dos terceras partes de los bonos en circulación, y vincularán a todos los Obligacionistas, incluso a los no asistentes y a los disidentes. Cada bono dará derecho a un voto, teniendo carácter decisivo el del Presidente, en caso de empate, si fuera Obligacionista. Cuando no se lograra la concurrencia de las dos terceras partes de los bonos en circulación, podrá ser nuevamente convocada la Asamblea un mes después de su primera reunión, pudiendo entonces tomarse los acuerdos por mayoría absoluta de los asistentes. Estos acuerdos vincularán a los Obligacionistas en la misma forma establecida anteriormente.

Los acuerdos de la Asamblea podrán, sin embargo, ser impugnados por los Obligacionistas en los mismos casos establecidos por la Ley.

**Artículo VII. Delegaciones** – Los tenedores de los bonos podrán delegar su representación en otra persona, sea Obligacionista o no, mediante carta firmada y especial para cada reunión.

**Artículo VIII. Convocatoria** – La Asamblea General de Obligacionistas podrá ser convocada por los Administradores de la Sociedad o por el Comisario, siempre que lo estime útil para la defensa de los derechos de los Obligacionistas o para el examen de las proposiciones que emanen del Consejo de Administración de la Sociedad.

El Comisario la convocará cuando sea requerido por el Consejo de Administración de la Entidad Emisora o lo soliciten los Obligacionistas que representen, por lo menos, la vigésima parte de los bonos emitidos y no amortizados. El Consejo podrá requerir la asistencia de los Administradores de la Sociedad y éstos asistir, aunque no hubieran sido convocados.

La convocatoria habrá de hacerse mediante su publicación en un medio de difusión nacional con una antelación mínima de 10 días. Cuando la Asamblea haya de tratar o resolver asuntos relativos a la modificación de las condiciones de la emisión u otros de trascendencia análoga, a juicio del Comisario, deberá ser convocada en los plazos y con los requisitos que establece el artículo 97 de la Ley de Sociedades Anónimas para la Junta General de Accionistas.

No obstante lo anterior, la Asamblea se entenderá convocada y quedará validamente constituida para tratar cualquier asunto, siempre que estando presentes todos los Obligacionistas acepten por unanimidad la celebración de la Asamblea.

**Artículo IV. Derecho de asistencia** – Tendrá derecho de asistencia, con voz y voto, todos los Obligacionistas que acrediten la posesión de sus títulos con cinco días de antelación a la fecha de la Asamblea. La acreditación de la posesión deberá realizarse en la forma y con los requisitos que se señalen en el anuncio publicado con la convocatoria de la Asamblea.

Asimismo, podrán asistir con voz pero sin voto los Administradores de la Sociedad, el Comisario y el Secretario. Estos dos últimos, en caso de ser Obligacionistas, también tendrán derecho a voto.

En el supuesto de cotitularidad de uno o varios bonos los interesados habrán de designar uno entre ellos para que los represente, estableciéndose un turno de defecto de acuerdo en la designación.

En caso de usufructo de bonos, corresponden al usufructuario los intereses y los demás derechos al nudo propietario. Y en el de prenda, corresponde al Obligacionista el ejercicio de todos los derechos, debiendo el acreedor pignoraticio facilitar al deudor su ejercicio mientras no sea ejecutada la prenda.

**Artículo X. Actas** – Las actas de la Asamblea serán firmadas por el Presidente y el Secretario y las copias y certificaciones que de la misma se expidan las firmará el Secretario, con el visto bueno del Presidente.

**Artículo XI. Presidencia** – Presidirá la Junta el Comisario del Sindicato o persona que le sustituya, el cual designará un Secretario que podrá no ser Obligacionista.

**Artículo XII. Comisario del Sindicato** – La presidencia del organismo corresponde al Comisario del Sindicato, con las facultades que le asigna la Ley, el presente Reglamento y las que le atribuya

la Asamblea General de Obligacionistas para ejercitar las acciones y derechos que a la misma correspondan, actuando de órgano de relación entre la Sociedad y el Sindicato.

Sustituirá al Comisario en caso de ausencia o enfermedad el Obligacionista en quien él delegue y, a falta de éste, el que posea mayor número de bonos, hasta que la Asamblea acuerde, en su caso, el nuevo nombramiento.

No obstante lo anterior, en caso de designarse Comisario sustituto, éste le suplirá en los citados casos de enfermedad o ausencia.

**Artículo XIII. Procedimientos** – Los procedimientos o actuaciones que afecten al interés general o colectivo de los Obligacionistas solo podrán ser dirigidos en nombre del Sindicato en virtud de la autorización de la Asamblea General de Obligacionistas, y obligarán a todos ellos, sin distinción, quedando a salvo el derecho de impugnación de los acuerdos de la Asamblea establecido por la Ley.

Todo Obligacionista que quiera promover el ejercicio de una acción de esta naturaleza, deberá someterla al Comisario del Sindicato, quien, si la estima fundada, convocará la reunión de la Asamblea General.

Si la Asamblea General rechazara la proposición del Obligacionista, ningún tenedor de bonos podrá reproducirla en interés particular ante los Tribunales de Justicia, a no ser que hubiese contradicción clara con los acuerdos y reglamentación del Sindicato.

**Artículo XIV. Conformidad de los Obligacionistas** – La suscripción o posesión de las obligaciones implica para cada Obligacionista la ratificación plena del contrato de emisión, su adhesión al Sindicato y el presente Reglamento y la conformidad para que el mismo tenga plena responsabilidad jurídica a todos los efectos.

**Artículo XV. Gastos** – Los gastos que ocasione el funcionamiento del Sindicato serán de cuenta de la Sociedad Emisora, no pudiendo exceder en ningún caso del 2% de los intereses anuales devengados por los bonos emitidos.

**Artículo XVI.** – En los casos no previstos en este Reglamento o en las disposiciones legales vigentes, serán de aplicación como supletorios los Estatutos de la Sociedad Emisora.

## PART 2

### ENGLISH LANGUAGE VERSION

#### BY LAWS APPLICABLE TO THE SYNDICATE OF NOTEHOLDERS

*This is a translation into English of the By-Laws applicable to the Syndicate of Noteholders. The Spanish version of the By-Laws shall prevail in the case of inconsistency.*

#### PART I.

##### Constitution, Object, Domicile and Duration.

**Article I. Constitution** – According to Spanish Legislative Royal Decree 1564/1989, 22nd December, approving the consolidated text of the Spanish Company Act and other additional provisions, once the issue is recorded a Noteholders' syndicate (the **Syndicate**) for the Structured Fixed Rate Note Issue "Notas Estructuradas 5" (the **Notes**) shall be constituted amongst the purchasers of the said Notes, all due annotations having been made.

**Article II. Object** – The object and aim of this Syndicate is to defend Noteholders' legitimate rights and interests before the Issuer, pursuant to prevailing legislation.

**Article III. Domicile** – The Syndicate shall be domiciled at Paseo de la Castellana, 81, 28046 –MADRID – Spain.

**Article IV. Duration** – The Syndicate shall continue to exist throughout the life of the Notes, and once their term expires, until the Issuer has acquitted its obligations towards its Noteholders.

#### PART II.

**Article V. General Noteholders Meeting** – The supreme body of representation shall be the General Noteholders' Meeting, empowered to resolve whatever may be necessary to best defend the Noteholders' legitimate interests vis-à-vis the Issuer; to amend guarantees, in agreement with the Issuer; to appoint and dismiss a Noteholders' representative (the **Representative**); to take due legal action, where applicable, and approve the costs occasioned in defence of common interests.

The Representative, once the issue is subscribed, will convene the General Noteholders' Meeting, which must approve or censure his/her management, confirm him/her in the post or appoint his/her substitute and establish the final internal regulations that will govern the Syndicate according to the provisions of the issue contract.

**Article VI. Resolutions** – All resolutions shall be passed by absolute majority amongst those attending the meeting, as long as they represent two-thirds of the Notes in circulation. The resolutions shall be binding on all Noteholders, including those who do not attend the meeting or voted against the motion. Each Note shall entail the right to one vote. The Chairman shall hold the casting vote in the event of deadlock, should the Chairman be a Noteholder. Should two-thirds of the Notes in circulation not be represented at the meeting, it may be re-convened for one month later, when the resolutions shall be passed by an absolute majority amongst those attending. Said resolutions shall be binding on the Noteholders in the same manner as above.

However, the General Meeting's resolutions may be contested by Noteholders in cases established by Law.

**Article VII. Proxies** – Noteholders may delegate their representation to a proxy, who may or may not be a Noteholder, by a special letter of proxy for each meeting.

**Article VIII. Call to meeting** – The General Noteholders’ Meeting shall be convened by the Issuer’s Directors or the Representative whenever deemed useful for the defence of the Noteholders’ interests or the examination of propositions made by the Issuer’s Board of Directors.

The Representative shall convene the meeting when so required by the Board of Directors of the Issuer or requested by Noteholders representing at least one twentieth of the Notes issued and outstanding. The Board of Directors of the Issuer may require the attendance of the Issuer’s Management which shall attend, even if they have not been convened.

The meeting shall be convened by publishing a notice in the national press or media at least 10 days beforehand. When the General Meeting must deal with or resolve on issues related to the amendment of conditions of issue or others the Representative deems of similar importance, it shall be convened within the time limits and according to the requirements established under article 97 of the Spanish Company Act for General Shareholders Meetings.

The above notwithstanding, the General Meeting shall be deemed to have been validly convened and constituted to deal with any issue provided all the Noteholders are present and unanimously accept it should be held.

**Article IX. Right of attendance** – All Noteholders proving ownership of their Notes five days prior to the date of the General Meeting shall be entitled to attend, speak and vote at the meeting. Ownership must be accredited in the manner and according to the requirements established in the announcement published to convene the General Meeting.

The Directors of the Issuer, the Representative and the secretary (the **Secretary**) may attend with the right to speak but not to vote. Should the Representative and the Secretary be Noteholders, they shall also have the right to vote.

Should there be joint owners of one or various Notes, the joint owners must designate one single person to represent them, establishing whose turn it is by default should no agreement be reached.

Should the Notes be held in usufruct, the usufructuary shall be entitled to the same interests and other rights as the original owner. And should they be held under pledge, the Noteholder shall be entitled to exercise all the rights, the pledgor facilitating their exercise to the pledgee until the pledge be acquitted.

**Article X. Minutes** – The minutes of the General Meeting shall be signed by the Chairman and the Secretary and any copies and certifications issued of the minutes shall be signed by the Secretary with the approval of the Chairman.

**Article XI. Chairmanship** – The General Meeting shall be chaired by the Representative or whoever may substitute him/her, who shall appoint a Secretary. The Secretary need not be a Noteholder.

**Article XII. Syndicate Representative** – The Meeting shall be chaired by the Representative of the Syndicate, with such powers as established by Law, these Regulations, the Note issue contract and the Noteholders’ General Meeting to exercise the actions and rights to which said Meeting is entitled, acting as liaison between the Issuer and the Syndicate.

In the event of absence or illness, the Representative shall be substituted by the Noteholder that he/she names and, should none be named, the Noteholder with the highest number of Notes, until the General Meeting resolves to name another, should it do so.

The above notwithstanding, should a substitute Representative be appointed, he/she shall stand in as substitute in the event of illness or absence.



**Article XIII. Proceedings** – Proceedings and/or suits affecting the collective or general interest of Noteholders may only be arranged in the Syndicate’s name when the Noteholders’ General Meeting has authorised them, and shall be binding on all Noteholders without distinction. Nonetheless, statutory legal rights to contest the resolutions taken by the General Meeting are sustained.

Any Noteholder wishing to take such suit must put it to the Representative who, should he/she deem that grounds exist for considering the proposal, shall convene the General Meeting.

Should the General Meeting reject the Noteholder’s proposal, no Noteholder may take it as an issue of personal interest to the Courts of Justice, unless there is a clear contradiction with the resolutions and regulations of the Syndicate.

**Article XIV. Noteholders’ Conformity** – Subscription or possession of Notes entails the Noteholder’s full ratification of the issue contract, membership of the Syndicate and acceptance of these regulations and conformity with said Syndicate having full legal liability to all effects.

**Article XV. Expenses** – Expenses incurred in running the Syndicate shall be payable by the Issuer and may never be more than 2 per cent. of the annual interest accruing to the Notes issued.

Should events arise that are not envisaged herein, or under prevailing legal provisions, the bylaws of the Issuer shall be applicable in their place.

## ANNEX 2

*(This Annex forms part of the Final Terms to which it is attached)*

For the information of potential purchasers: the Notes have a financial structure embedded to provide for the Final Redemption Amount. This financial structure can be understood as that of a security for which its implicit interests are used for the buying of a “straddle with double knock-out”, which is a strategy involving the buying of one call option with a knock-out and the buying of one put option with a knock-out which underlying is the Index. The return of the Notes will be a result of the combination of all those options:

**Call Option with knock-out** (relative to Final Redemption Amount): a call option with knock-out bought on the Index, with maturity date the Final Valuation Date, and strike price equal to  $Index_0$  (“Strike”). As long as the option is not de-activated due to a Call Knock-Out Event, the option will only be exercised if  $Index_f$  is higher than or equal to the Strike. In case the option is exercised, the pay-off of the option will be  $\left( \frac{Index_f - Index_0}{Index_0} \right) \times$  EUR 50,000 per Note of EUR 50,000 Specified Denomination. In case this option is

exercised, the redemption of the Notes will be Specified Denomination \*  $\left[ 1 + \left( \frac{Index_f - Index_0}{Index_0} \right) \right]$ .

If the option is de-activated due to a Call Knock-Out Event, the redemption of the Notes will be Specified Denomination \* 120%.

**Put Option with knock-out** (relative to Final Redemption Amount): a put option with knock-out bought on the Index, with maturity date the Final Valuation Date and strike price equal to  $Index_0$  (“Strike”). As long as the option is not de-activated due to a Put Knock-Out Event, the option will only be exercised if  $Index_f$  is lower than or equal to the Strike. In case the option is exercised, the pay-off of the option will be  $\left( \frac{Index_0 - Index_f}{Index_0} \right) \times$  EUR 50,000 per Note of EUR 50,000 Specified Denomination. In case this option is

exercised, the redemption of the Notes will be Specified Denomination \*  $\left[ 1 + \left( \frac{Index_0 - Index_f}{Index_0} \right) \right]$ .

If the option is de-activated due to a Put Knock-Out Event, the redemption of the Notes will be Specified Denomination \* 100%.

The estimated value of the premiums of the above described options is 7.895% (this means EUR 3,947 per Note of EUR 50.000 Specified Denomination).

These premiums are embedded in the Issue Price of the Notes.