

SPANISH SECURITIES MARKET COMMISSION

Area de Mercados
Edison, 4
28046 MADRID

Madrid, 20th December 2016

Dear Sirs,

Pursuant to the provisions of Article 228 of the Securities Market Law, please see the following event regarding Red Eléctrica Corporación, S.A:

The Company's Board of Directors, on December 20th 2016, has proposed to distribute a gross interim dividend on 2016 annual results on the following terms:

- Type of Operation: Payment of gross interim dividend
- ISIN Code: ES0173093024
- Payment Date: 5th January 2017
- Record Date: 4th January 2017
- Ex-Date: 3rd January 2017
- Gross interim dividend per share: 0.2382 Euros^(*)

The dividend will be paid on 5th January 2017, according to the current regulation related to the Spanish Central Securities Depository (IBERCLEAR), being Banco Bilbao Vizcaya the agent on dividend payments, and it will be subject to the related withholding tax at the moment of payment.

Yours sincerely,

Signed. Teresa Quirós