

Proposed profits distribution

Red Eléctrica de España Proposed profits distribution Year 2007

The year 2007 profit reached Euros 238,682,246.14. The distribution of this profit, as proposed by the Board of Directors to the Annual General Meeting of Shareholders, provides for a gross dividend of Euros 1.0871 per share payable to those entitled to a dividend. Accordingly, an interim dividend of Euros 0.3868 per share has already been paid out. The balance, after the said dividends have been paid, will be transferred to Voluntary Reserves.

	Amounts in euros
VOLUNTARY RESERVES	91,744,398.96
DIVIDEND:	
INTERIM DIVIDEND	52,208,266.18
EXTRA DIVIDEND	94,729,581.00
(computed on the total number of shares)	
Total	238,682,246.14

DECLARATION OF RESPONSIBILITY OF THE ANNUAL FINANCIAL REPORT

The members of the Board of Directors of RED ELECTRICA DE ESPAÑA, S.A., declare that to the best of their knowledge, the individual annual accounts as well as the consolidated ones corresponding to 2007, formulated during the session of 27th March 2008, have been drawn up in accordance with the accounting practises in force and offer a fair view of the net worth, the financial situation and the results for RED, ELECTRICA DE ESPAÑA, S.A., and the companies included in the overall consolidation, and that the individual and consolidated reports include a true vision of the evolution of the state of affairs and of the position of RED ELECTRICA DE ESPAÑA, S.A. and of the companies involved in the overall consolidation, together with the description of the main risks and uncertainties faced by them.

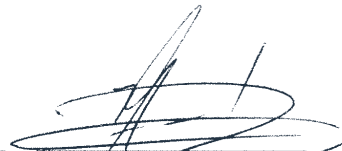
Madrid, 27th March 2008



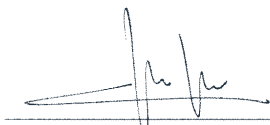
Luis Atienza Serna
Presidente



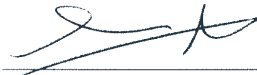
Pedro Rivero Torre
Consejero



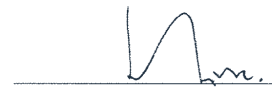
Juan Gurbindo Gutiérrez
Consejero



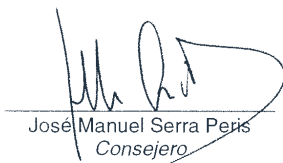
Antonio Garamendi Lecanda
Consejero



Manuel Alves Torres
Consejero



José Riva Francos
Consejero



José Manuel Serra Peris
Consejero



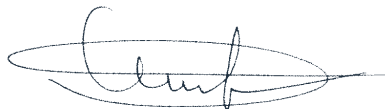
Rafael Suñol Trepas
Consejero



Mª Angeles Amador Millán
Consejera



Francisco Javier Salas Collantes
Consejero



Martín Gallego Málaga
Consejero

Rafael García de Diego Barber, Secretary to the Board of Directors of Red Eléctrica de España, S.A., as established in Article 109 of the Trade and Companies Register Regulations,

CERTIFIES HEREBY,

That the Annual Accounts and Directors Report of the consolidated Red Eléctrica Group, as well as the Balance Sheet, Profit and Loss Statement and Proposed Profit Distribution of Red Eléctrica de España, S.A., as stated in the present document, are a true and accurate copy of those which were inspected and approved during the meeting held by the Board of Directors of Red Eléctrica de España, S.A., on March 27th, 2008. A copy of each of these -documents, signed by all the Directors, as required by Article 171,2 of the Reviewed Companies Act, is available at the Board Secretary's Office.

And as evidence thereof, I hereby issue this certificate in Madrid, on the 28th of March of the year 2008.

