



Press Release

Proposal for its approval by the Shareholders' Meeting next week

Changes in the Board of Directors of Red Eléctrica

Madrid, May 14, 2008

The Board of Directors of Red Eléctrica de España has decided to submit to the Shareholders' Meeting to be held on May 22, the appointment of four new directors: María Jesús Álvarez, José Folgado, Arantza Mendizábal and José Penedos.

María Jesús Álvarez González has been proposed as nominee director by Sociedad Estatal de Participaciones Industriales, SEPI, where she holds the position of economic-financial manager. She has a university degree in Law and Economics and Business Science.

José Folgado Blanco, proposed as independent director, is the mayor of Tres Cantos and has been the Secretary of State for Budgets and Public Expenditure; for Economy, for Energy and Small- and Medium-Sized Enterprises; for Energy, Industrial Development and Small- and Medium-Sized Enterprises from 1996 to 2004. He is a tenured lecturer of Economy and Public Finance at the Madrid Autónoma University.

Arantza Mendizábal Gorostiaga, proposed as independent director, is a member of the Lower House of Parliament for Vizcaya and spokesman for the Industry, Tourism and Commerce Committee of the Lower House of Parliament. She is a professor of Applied Economy of the Basque Country University. If the Shareholders' Meeting approves her appointment, she will resign from her position as member of Parliament.

José Rodríguez Pereira dos Penedos, proposed as independent director, is the chairman of Redes Energéticas Nacionais, REN, and of the Union for the Coordination of Transmission of Electricity, UCTE. He has been the Secretary of State for Energy, Industry and Defense in various Portuguese governments. He has also been a director of the energy companies GALP and GDP. He is an electrical engineer.

The new directors will replace Juan Gurbindo Gutiérrez, José Riva Francos, Pedro Rivero Torre and José Manuel Serra Peris, who will cease to hold office.