



*****Basque Government “Gobierno Vasco” ANNOUNCES RESULTS OF TENDER AND EXCHANGE OFFER *****

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Further to the announcements made by the GV on the 14 and 23 November 2018, the Basque Government Administration (“Gobierno Vasco”) is the executive entity who governs and directs the Autonomous Community of the Basque Country (“Comunidad Autónoma del País Vasco”) which is one of the Autonomous Communities of the Kingdom of Spain (hereinafter referred as “Gobierno Vasco or GV”), hereby announces the final results and pricing of its invitation to all holders (all such holders together, the “**Noteholders**”) of the outstanding EUR700m 4.15 per cent. Notes due 28/10/2019 (ES0000106437) issued by GV “*Deuda Gobierno Vasco*” (the “**Existing Notes**”).

The Offers were made upon the terms and subject to the conditions contained in the Order of the Councillor of Economy and Treasury dated 14 November 2018 and the Order of the Councillor of Economy and Treasury in relation to the publication of the Offer results (hereinafter the “**Basque Government Decision**”).

Summary of Results and Pricing

Following the expiration of the Offers at 10 a.m. CET on 23 November 2018, GV announces that it has accepted for purchase EUR186,769,000 in aggregate principal amount of the Existing Notes (the “**Tender Acceptance Amount**”) and it has accepted for exchange EUR79,984,000 in aggregate principal amount of the Existing Notes (the “**Series 1 and Series 2 Exchange Acceptance Amount**”). Therefore, the Final Acceptance Amount is EUR266,753,000 in aggregate principal amount of the Existing Notes.

The amount accepted for purchase and for exchange for each Series is set out below:

Description of Existing Notes	Amount Accepted Series 1	Amount Accepted Series 2	Amount Accepted Tender	Amount Outstanding after Settlement
EUR700,000,000 4.150 per cent. Notes due Oct 2019	41.458M	38.526M	186.769M	433.247M

All instructions have been accepted in full and no pro-rata has occurred.

The Purchase Price and the Exchange Price for the Existing Notes accepted have been determined today in accordance with the terms of the Offers by reference to the sum of the relevant Reference Benchmark Yield and the relevant Reference Spread in respect of each Series.

The final price of the Offers in respect of the Existing Notes is set out below:

Description of Existing Notes	Reference Benchmark	Reference Benchmark Yield	Reference Spread	Exchange and Tender Price	Accrued Interest
EUR700,000,000 4.150 per cent. Notes due Oct 2019	SGLT 0 11/10/2019	-0.351%	+4bps	104.009%	0.432055%

Pricing of the New Notes

The price for (i) the newly issued Euro-denominated 2.50 per cent. Notes due 28/02/2038 (the “Series 1”) to be issued by GV and to be consolidated and form a single series with the existing EUR200,000,000 2.50 per cent. Notes due February 2038 (ISIN: ES0000106601); and (ii) the newly issued Euro-denominated 1.75 per cent. Notes due 16/03/2026 (the “Series 2” and, together

with Series 1 the “Series”, each a “Series”) to be issued by GV and to be consolidated and form a single series with the existing EUR500,000,000 1.75 per cent. Notes due March 2026 (ISIN: ES0000106551) are set in the table below:

	“Series 1” 2038	“Series” 2 2026
New Notes Reference Rate:	2.258%	1.095%
New Notes Reference Spread:	22 bps	13 bps
New Notes Reference Yield:	2.478%	1.225%
New Notes Price (Clean):	100.328%	103.632%
Accrued Interest:	1.917808%	1.265753%
New Notes Price (Dirty):	102.245808%	104.897753%
Aggregate Nominal Amount of New Notes:	EUR197.027M	EUR69.726M

Settlement

The expected Settlement Date for the Offers is 5 December 2018. The Noteholders of Existing Notes accepted for purchase will receive on the Settlement Date an amount equal to the aggregate of the Purchase Price for the Existing Notes and the relevant Accrued Interest Payment. Noteholders of Existing Notes accepted for exchange by GV will receive on the Settlement Date the relevant aggregate principal amount of New Notes and any Cash Rounding Amount.

After this Announcement those Existing Notes in respect of which GV has not accepted an Offer will remain outstanding subject to the terms and conditions of such Existing Notes.

Capitalised terms used in this announcement and not otherwise defined have the meanings ascribed to them in the Basque Government Decision.

Contact data of entities acting on behalf of the GV in the Offers:

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