



Julián Martínez-Simancas  
General Secretary and Secretary of the Board of Directors

To the National Securities Market Commission

Bilbao, December 22, 2009

**Subject: Reconfiguration of the €3,000 million “Club Deal” revolving credit facility dated 30 October 2007**

Dear Sirs:

We are pleased to inform you that Iberdrola, S.A. has subscribed as of today, with the same group of domestic and foreign financial entities, the reconfiguration of the €3,000 million “Club Deal” revolving credit facility signed on 30 October 2007 with a maturity of three years (the “**Reconfiguration**”).

The Reconfiguration extends the initial maturity of the credit facility to 22 December 2012 with an applicable interest rate of Euribor plus a margin of 0.75 per cent. per annum (which margin may be adjusted up or down based on changes in the rating of Iberdrola, S.A.) and a commitment fee of 33 per cent. of the applicable margin.

Yours faithfully,

IBERDROLA, S.A.

General Secretary and Secretary of the Board of Directors