

**\*\*\* Basque Government “Gobierno Vasco” ANNOUNCES INDICATIVE RESULTS OF THE TENDER  
AND EXCHANGE OFFERS \*\*\***

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Further to its announcements on 14 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**”), announces indicative acceptance amounts to 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**”).

GV proposes to accept for tender and/or for exchange pursuant to the Offers EUR 266,753,000 in aggregate principal amount of the Existing Notes (the “**Indicative Acceptance Amount**”) as shown in the table below.

In accordance with the order of priority, Exchanged notes are expected to be accepted in full and Cash Tenders might be subject to Proration pursuant to the terms of the Offer. The Basque Country could accept new money in the reopening of the BASQUE 1.75 per cent, due 03/16/26 (ES0000106551) and the BASQUE 2.50 per cent, due 02/28/38 (ES0000106601) to fully fund the cash tender.

Appropriate adjustments will be made to that purchases to conform to the minimum denominations set forth 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**”).

Notes	ISIN	Outstanding Nominal Amount	Indicative Exchange Acceptance Amount 2.5% 2038 Notes (Series 1)	Indicative Exchange Acceptance Amount 1.75% 2026 Notes (Series 2)	Indicative Tender Acceptance Amount
EUR700,000,000 4.150 per cent. Notes due Oct 2019	ES0000106437	EUR700M	EUR41.46M	EUR38.53M	EUR186.77M

Pricing is expected to take place on 27 November at or around 16.00 CET.

The Settlement Date is expected to be no later than 5 December 2018.

Notes acquired by the Issuer pursuant to the Offer will be redeemed. Notes which have not been validly exchanged or tendered and delivered pursuant to the Offers will remain outstanding after the Settlement Date. The level of indebtedness for the Basque Country will remain unchanged following the completion of this transaction.

The amount of Series 1 and Series 2 Notes, which are exchanged for Existing Notes of each Series validly offered and accepted pursuant to the relevant Exchange Offers will be determined in accordance with an exchange ratio 1/100,000 (the “**Series 1 Exchange Ratio**”) and 1/100,000 (the “**Series 2 Exchange Ratio**”) with any difference in the price settled in cash, including the accrued interest.

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:**

Dealer Managers:

BBVA (+44 20 7648 7671 / [liabilitymanagement@bbva.com](mailto:liabilitymanagement@bbva.com))

Norbolsa (+34 944355084 / [pcastro@norbolsa.es](mailto:pcastro@norbolsa.es))

Tender and Exchange Agent:

Norbolsa (+34 94 435 50 72 [eventosea@norbolsa.es](mailto:eventosea@norbolsa.es))