

Bilbao, 9 November 2021

**To the National Securities Market Commission**

**Subject: Other relevant information / Issuance of a hybrid bond by Iberdrola Finanzas, S.A. (Sociedad Unipersonal) guaranteed on a subordinated basis by Iberdrola, S.A.**

Pursuant to article 227 of the restated text of the Securities Market Law approved by the Royal Legislative Decree 4/2015, of 23 October (*texto refundido de la Ley del Mercado de Valores aprobado por el Real Decreto Legislativo 4/2015, de 23 de octubre*) and related provisions, we hereby inform you that Iberdrola Finanzas, S.A. (Sociedad Unipersonal)<sup>1</sup> (the “**Issuer**”) has finalised today the pricing and the terms and conditions of an issuance of Non-Call Undated Deeply Subordinated Reset Rate Guaranteed Securities (the “**Securities**”), guaranteed on a subordinated basis by Iberdrola, S.A. (the “**Guarantor**”), for a total amount of EUR 750 million (the “**Issuance**”). The Issuance has been structured in a single tranche, the nominal amount of each Security is EUR 100,000 and they will be issued at a price of 100 % of their nominal value.

The Securities will bear interest based on an annual fixed coupon of 1.575 % from (and including) the issue date to (but excluding) 16 November 2027 (the “**First Reset Date**”) payable annually.

From (and including) the First Reset Date, they will bear an interest equal to the relevant 5 year Swap Rate plus a margin of:

- (i) 1.676 % per annum in respect of the five-year reset period commencing on the First Reset Date;
- (ii) 1.926 % per annum in respect of the five-year reset periods commencing on 16 November 2032, 16 November 2037 and 16 November 2042; and
- (iii) 2.676 % per annum in respect of any subsequent five-year reset period.

The Issuer may, at its sole discretion, elect to defer any payment of interest on the Securities, without constituting an event of default. Any interests so deferred will be cumulative and arrears of interest will be payable in certain events set out in the terms and conditions of the Securities.

Likewise, the Issuer may redeem the Securities in certain specific dates or upon the occurrence of certain events described in the terms and conditions of the Securities.

The closing and payment of the Issuance are expected to take place on 16 November 2021, subject to compliance with certain conditions precedent customary for transactions of this type, as set out in the subscription agreement governed by English law that is expected to be entered into by the Issuer, the Guarantor and the joint bookrunners in connection with the Issuance.

The Issuance will be placed among institutional investors by Barclays Bank Ireland PLC, Crédit Agricole CIB, Deutsche Bank, HSBC, JP Morgan AG, Mizuho and UniCredit.

The Issuer will request the admission to trading of the Securities on the Luxembourg EuroMTF market.

---

<sup>1</sup> A subsidiary wholly owned directly by Iberdrola, S.A.





This information is provided to you for the appropriate purposes.

Secretary of the Board of Directors

---

NOTICE: This document is a translation of a duly approved Spanish-language document, and is provided for informational purposes only. In the event of any discrepancy between the text of this translation and the text of the original Spanish-language document which this translation is intended to reflect, the text of the original Spanish-language document shall prevail.  
[www.iberdrola.com](http://www.iberdrola.com)



Take care of the environment.  
Printed in black and white and only if necessary



## IMPORTANT INFORMATION

This communication does not constitute an offer to purchase, sell or exchange or the solicitation of an offer to purchase, sell or exchange any securities. The shares of Iberdrola, S.A. may not be offered or sold in the United States of America except pursuant to an effective registration statement under the Securities Act or pursuant to a valid exemption from registration.

This communication contains forward-looking information and statements about Iberdrola, S.A., including financial projections and estimates and their underlying assumptions, statements regarding plans, objectives and expectations with respect to future operations, capital expenditures, synergies, products and services, and statements regarding future performance. Forward-looking statements are statements that are not historical facts and are generally identified by the words “expects”, “anticipates”, “believes”, “intends”, “estimates” and similar expressions.

Although Iberdrola, S.A. believes that the expectations reflected in such forward-looking statements are reasonable, investors and holders of Iberdrola, S.A. securities are cautioned that forward-looking information and statements are subject to various risks and uncertainties, many of which are difficult to predict and generally beyond the control of Iberdrola, S.A., that could cause actual results and developments to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include those discussed or identified in the documents filed by Iberdrola, S.A. with the *Comisión Nacional del Mercado de Valores* and which are available to the public.

Forward-looking statements are not guarantees of future performance. They have not been reviewed by the auditors of Iberdrola, S.A. You are cautioned not to place undue reliance on the forward-looking statements, which speak only as of the date they were made. All oral or written forward-looking statements hereby made or otherwise attributable to Iberdrola, S.A. or any of its members, directors, officers, employees or any persons acting on its behalf are expressly qualified on its entirety by the cautionary statement above. All the forward-looking statements included herein are based on information available on the date hereof. Except as required by applicable law, Iberdrola, S.A. does not undertake any obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

---

NOTICE: This document is a translation of a duly approved Spanish-language document, and is provided for informational purposes only. In the event of any discrepancy between the text of this translation and the text of the original Spanish-language document which this translation is intended to reflect, the text of the original Spanish-language document shall prevail.  
[www.iberdrola.com](http://www.iberdrola.com)



Take care of the environment.  
Printed in black and white and only if necessary