



*Unofficial Translation*

*This is an unofficial translation of an announcement and it has been prepared for information purposes only. In the case of any discrepancy between this translation and the Portuguese version, the Portuguese version will prevail.*

## **ANNOUNCEMENT**

Pursuant to and for the purposes of article 248 of the Portuguese Securities Code, REN – Redes Energéticas Nacionais, SGPS, S.A. (“REN”) hereby discloses to the market the following information:

1. As disclosed through the Announcement dated April 9, 2012, REN entered into with Parpública – Participações Públicas, SGPS, S.A. (“Parpública”), CEZA – Companhia Eléctrica do Zambeze, S.A. (“CEZA”) and EDM – Electricidade de Moçambique, EP (“EDM”) an agreement under which REN would purchase from Parpública 2,060,661,943 shares representing 7.5% of the share capital and voting rights of Hidroeléctrica de Cahora Bassa, S.A. (“HCB”), at a price of € 38,400,000.00 (thirty-eight million and four hundred thousand euros).
2. The abovementioned agreement was subject to the fulfilment of certain conditions, from which it is highlighted the organization of a General Shareholders Meeting of HCB, in which the consent to the transfer of shares representing 7.5% of HCB’s share capital would be granted in favour of REN.
3. Following the fulfilment of all conditions laid down in the agreement, shares representing 7.5% of HCB’s share capital were transferred to REN on the present date, and thus the latter became the holder of the abovementioned shares.
4. As already disclosed in the Announcement mentioned in 1. above, through this transaction, REN intends to reposition itself in the Mozambican energy market, particularly in the energy transmission market, and to reaffirm its internationalization process to Mozambique, as well as to establish the possibility of participating in the *Projecto da Espinha Dorsal da Rede Eléctrica Nacional*, as technological partner and services provider, by purchasing shareholdings in companies directly or indirectly owned by EDM, which were or will be incorporated under and for the purposes of the implementation of the referred project.
5. The purchase of such shareholdings will lead to the sale to EDM, or to any company in which EDM has a dominant influence, by REN of its shareholding of 7.5% in the share capital of HCB.

Lisbon, July 3, 2012

REN – Redes Energéticas Nacionais, SGPS, S.A.