

## FINAL TERMS

**MIFID II PRODUCT GOVERNANCE / Professional investors and ECPs only target market** – Solely for the purposes of the manufacturers' product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is eligible counterparties and professional clients only, each as defined in MiFID II; and (ii) all channels for distribution of the Notes to eligible counterparties and professional clients are appropriate. Any person subsequently offering, selling or recommending the Notes (a "distributor") should take into consideration the manufacturers' target market assessment; however, a distributor subject to MiFID II is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturers' target market assessment) and determining appropriate distribution channels.

**PROHIBITION OF SALES TO EEA RETAIL INVESTORS** – The Notes are not intended to be offered, sold or otherwise made available to and, with effect from such date, should not be offered, sold or otherwise made available to any retail investor in the European Economic Area (EEA). For these purposes, a retail investor means a person who is one (or more) of: (i) a retail client as defined in point (11) of Article 4(1) of Directive 2014/65/EU (MiFID II); (ii) a customer within the meaning of Directive 2002/92/EC (the Insurance Mediation Directive), where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II; or (iii) not a qualified investor as defined in the Prospectus Directive. Consequently, no key information document required by Regulation (EU) No 1286/2014 (the PRIIPs Regulation) for offering or selling the Notes or otherwise making them available to retail investors in the EEA has been prepared and therefore offering or selling the Notes or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPs Regulation.

Final Terms dated 2 December 2019

**Iberdrola Finanzas, S.A.U.**  
*(incorporated with limited liability in the Kingdom of Spain)*  
Legal Entity Identifier (LEI): 5493004PZLNZWWBOUV388

Issue of

€100,000,000 Floating Rate Guaranteed Notes due 4 December 2023

Guaranteed by  
**Iberdrola, S.A.**

Under the EUR 20,000,000,000  
**Euro Medium Term Note Programme**

### **PART A – CONTRACTUAL TERMS**

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions (the **Conditions**) of Notes issued by Iberdrola Finanzas, S.A.U. set forth in the Base Prospectus dated 25 June 2019, which are incorporated by reference. This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Base Prospectus dated 25 June 2019 which constitutes a base prospectus for the purposes of the Prospectus Directive (the **Base Prospectus**). Full information on the Issuer, the Guarantor and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus and the Final Terms have been published on the website of the Luxembourg Stock Exchange at [www.bourse.lu](http://www.bourse.lu) and are available for viewing at the registered office of the Issuer at Plaza Euskadi 5, 48009

Bilbao, Spain, and of the Fiscal Agent at The Bank of New York Mellon, London Branch, One Canada Square, London E14 5AL, United Kingdom and copies may be obtained from the Fiscal Agent at its aforementioned registered address.

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|-----|-------|--|--|
| 1.  | (i)   | Series Number:   | 127  |
|     | (ii)  | Tranche Number:  | 1  |
|     | (iii) | Date on which the Notes will be consolidated and form a single Series: | Not Applicable   |
| 2.  |       | Specified Currency or Currencies:                                      | Euro (€)   |
| 3.  |       | Aggregate Nominal Amount admitted to trading:                          | €100,000,000   |
| 4.  |       | Issue Price:   | 101.411 per cent. of the Aggregate Nominal Amount                  |
| 5.  | (i)   | Specified Denominations:   | €100,000   |
|     | (ii)  | Calculation Amount   | €100,000   |
| 6.  | (i)   | Issue Date:  | 4 December 2019  |
|     | (ii)  | Interest Commencement Date:  | 4 December 2018  |
| 7.  |       | Maturity Date:   | 4 December 2023  |
| 8.  |       | Interest Basis:  | 3 Month EURIBOR + 0.65 per cent. Floating Rate (see item 12 below) |
| 9.  |       | Change of Interest Basis:  | Not Applicable   |
| 10. |       | Put/Call Options:  | Change of Control Put Option<br>(see paragraph 17 below)           |
| 11. |       | Date Board approval for issuance of Notes obtained:                    | 25 November 2019   |

**PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE**

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|-----|------|--------------------------------------|--|
| 12. |      | <b>Fixed Rate Note Provisions</b>    | Not Applicable   |
| 13. |      | <b>Floating Rate Note Provisions</b> | Applicable   |
|     | (i)  | Interest Period(s):                  | 4 per year, subject to adjustment in accordance with the Business Day Convention set out in (iv) below |
|     | (ii) | Specified Interest Payment Dates:    | 4 March, 4 June, 4 September and 4 December in each year, subject to adjustment in accordance          |

with the Business Day Convention set out in (iv) below, commencing on 4 March 2020

(iii)	Interest Period Date:	Not Applicable
(iv)	Business Day Convention:	Modified Following Business Day Convention
(v)	Business Centre(s):	Not Applicable
(vi)	Manner in which the Rate(s) of Interest is/are to be determined:	Screen Rate Determination
(vii)	Party responsible for calculating the Rate of Interest and Interest Amount (if not the Fiscal Agent)	Not Applicable
(viii)	Screen Rate Determination:	
	– Reference Rate:	3 Month EURIBOR
	– Reference Banks	Not Applicable
	– Interest Determination Date(s):	Second day on which the TARGET System is open prior to the start of each Interest Period
	– Relevant Screen Page:	Reuters Screen EURIBOR01 page
(ix)	ISDA Determination:	Not Applicable
	– Floating Rate Option:	Not Applicable
	– Designated Maturity:	Not Applicable
	– Reset Date:	Not Applicable
(x)	Linear Interpolation:	Not Applicable
(xi)	Margin(s):	+0.65 per cent. per annum
(xii)	Minimum Rate of Interest:	0.00 per cent. per annum
(xiii)	Maximum Rate of Interest:	Not Applicable
(xiv)	Day Count Fraction:	Actual/360
<b>14.</b>	<b>Zero Coupon Note Provisions</b>	Not Applicable
<b>15.</b>	<b>Call Option</b>	Not Applicable
<b>16.</b>	<b>Put Option</b>	Not Applicable
<b>17.</b>	<b>Change of Control Put:</b>	Applicable
(i)	Optional Redemption Amount:	€100,000 per Calculation Amount
(ii)	Notice periods:	As per Conditions

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|--|---------------------------------|
| <b>18. Residual Maturity Call Option</b>   | Applicable                      |
| <b>19. Substantial Purchase Event</b>  | Applicable                      |
| <b>20. Final Redemption Amount</b>   | €100,000 per Calculation Amount |
| <b>21. Early Redemption Amount</b>   |                                 |
| Early Redemption Amount(s) payable on redemption for taxation reasons or on Event of Default and/or the method of calculating the same (if required or if different from that set out in Condition 6): | As per Conditions               |

**GENERAL PROVISIONS APPLICABLE TO THE NOTES**

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|---|--|
| <b>22. (a) Form of Notes:</b>   | Bearer Notes:<br><br>Temporary Global Note exchangeable for a Permanent Global Note exchangeable for Definitive Notes in the limited circumstances specified in the Permanent Global Note. |
| (b) New Global Note:  | Yes  |
| <b>23. Financial Centre(s) or other special provisions relating to Payment Dates:</b> | TARGET2 Business Days  |
| <b>24. Talons for future Coupons to be attached to Definitive Notes:</b>              | No   |
| <b>25. Consolidation provisions:</b>  | Not Applicable   |

Signed on behalf of the Issuer:

Signed on behalf of the Guarantor:

By: .....

By: .....

Duly authorised

Duly authorised

## PART B – OTHER INFORMATION

### 1. LISTING AND ADMISSION TO TRADING

- (i) Listing: Luxembourg
- (ii) Admission to trading: Application has been made for the Notes to be admitted to trading on the regulated market of the Luxembourg Stock Exchange with effect from 4 December 2019
- (iii) Estimate of total expenses related to admission to trading: €2,400

### 2. RATINGS

Ratings: The Notes to be issued have been rated:

Standard & Poor's Rating Services, a division of the McGraw Hill Companies, Inc. (**S&P**): BBB+ (stable)

Moody's Investor Service Limited (**Moody's**): Baa1 (positive)

Fitch Ratings Limited (**Fitch**): A- (stable)

S&P, Moody's and Fitch are established in the European Union and are registered under Regulation (EC) No. 1060/2009 (as amended). As such, each of S&P, Moody's and Fitch is included in the list of credit rating agencies published by the European Securities and Markets Authority on its website in accordance with such Regulation (<http://www.esma.europa.eu/page/List-registered-and-certified-CRAs>).

### 3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE

So far as the Issuer is aware, no person involved in the offer of the Notes has an interest material to the offer. The Dealer and their affiliates have engaged, and may in the future engage, in investment banking and/or commercial banking transactions with, and may perform other services for, the Issuer and the Guarantor and its affiliates in the ordinary course of business. For the purpose of this paragraph the term "affiliates" includes also parent companies.

### 4. OPERATIONAL INFORMATION

ISIN Code: XS2089171537

Common Code:	208917153
FISN:	IBERDROLA FINAN/VAREMTN 20231204
CFI Code:	DTVNFB
Any clearing system(s) other than Euroclear and Clearstream Luxembourg and the relevant identification number(s):	Not Applicable
Names and addresses of additional Paying Agent(s) (if any):	Not Applicable
Intended to be held in a manner which would allow Eurosystem eligibility:	Yes
	Note that the designation “yes” simply means that the Notes are intended upon issue to be deposited with one of the International Central Securities Depositories (ICSDs), being Euroclear and Clearstream, Luxembourg, as common safekeeper and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.

## 5. DISTRIBUTION

(a) Method of distribution:	Non-Syndicated
(b) If syndicated, name of relevant Dealer:	Not Applicable
(c) Date of Agreement:	26 November 2019
(d) Stabilisation Manager(s) (if any):	Not Applicable
(e) If non-syndicated, name of relevant Dealer:	Banco Bilbao Vizcaya Argentaria, S.A.
(f) U.S. Selling Restrictions:	Reg. S Compliance Category 2; TEFRA D