

EMTN: 600 million private placement issuance with 10-year maturity
500 million loan with CDP finalized

Rome, 22 June 2009 – TERNA S.p.A., fully complying with the bond issuance program which was resolved today by the Company's Board of Directors, launched a fixed rate private placement bond issuance of a nominal value of 600 million euros.

The 10-year bond with maturity at October 3, 2019, issued at a price of 98.785% *all in*, offers an annual coupon of 4.875%, corresponding to a spread of 128 basis points over the 6 months Euribor.

The issuance is part of the Euro Medium Term Notes Programme (EMTN). Joint Bookrunners are Deutsche Bank and BNP Paribas.

The rating assigned to the Company's unsecured debt is equal to "A+" for Fitch, to "A2" for Moody's and to "A+" with a stable outlook for Standard and Poor's.

In addition to this transaction, TERNA - in execution of the agreement for a 10-year loan signed with Cassa Depositi e Prestiti ("CDP") on February 2, 2009 - has finalised with CDP a supplement of this agreement, that allows TERNA to benefit of the funds made available to CDP by the European Investment Bank (EIB), for an amount of 500 million euros.

Both the transactions, for a total of 1.1 billion euro, are intended to finance the investments for the development of the Grid, foreseen in the Company's Strategic plan.

Terna took the opportunity of the favourable market conditions to collect additional funding at an attractive cost and has strengthened its financial structure.