

Reuters: EDPR.LS
Bloomberg: EDPR PL

Investors & Analysts' Briefing

INVESTOR RELATIONS DEPARTMENT

Rui Antunes, Head of IR
Francisco Beirão

Phone: +34 902 830 700
Fax: +34 914 238 410

Email: ir@edprenovaveis.com
www.edprenovaveis.com

APPROVAL OF KEY ENERGY-RELATED TAX INCENTIVES APPLICABLE TO HORIZON WIND ENERGY

The President of the United States of America ("USA") has signed today the American Recovery and Reinvestment Act of 2009, which includes a number of energy-related tax and policy provisions to benefit the development of wind energy generation in the country, where EDP Renováveis S.A. is present through Horizon Wind Energy LLC.

The key tax incentives to be introduced as a result of this Act are the following:

- Three year extension of the Production Tax Credits ("PTC") through 2012 – the PTC is one of the components of the wind energy generation remuneration scheme, which was scheduled to expire on December 31, 2009;
- Option to elect a 30% Investment Tax Credit ("ITC") in lieu of the PTC through the duration of the extension;
- Cash grant provided by the Secretary of Treasury in lieu of the ITC for projects placed in service during 2009 and 2010, or the construction of which begin during 2009 and 2010 – the Act requires an application to be filed with the Secretary of the Treasury before October 1, 2011, and grants are to be paid within 60 days of the date of placement in service or, if later, 60 days from the filling of such application.

The approved provisions will increase the optionalities on the monetization of the federal tax subsidies, providing a greater liquidity vis-à-vis the traditional monetization through Institutional Partnership transactions.

The law signed today, besides providing a wider regulatory stability until 2012, constitutes a major positive development in the USA wind market in terms of improved project's economics and risks.

EDP Renováveis, S.A.

EDP RENOVÁVEIS, S.A. Head office: Plaza de la Gesta, 2 33007 Oviedo, Spain

Share capital: €4,361,540,810 registered in the Commercial Registry Office of Asturias, item 3.671, book 177, sheet no. AS – 37.669
Tax No.A-74219304