(Translation)

EXTRAORDINARY REPORT

* This document is a hard copy of the electronic data of the Extraordinary Report that was filed on October 11, 2019 through the EDINET system as provided by Article 27-30-2 of the Financial Instruments and Exchange Act of Japan.

ENDESA, S.A.

(This English translation of the Extraordinary Report has been prepared solely for reference purposes and shall not have any binding force.

Translation from the original Japanese language. In case of discrepancy prevails Japanese language version.

References in this report to Japanese language documents should be consulted in the original in Japanese language)

Document Name:	Extraordinary Report
Attention:	The Director General of the Kanto Local Finance Bureau
Date of Filing:	October 11, 2019
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Place at which Copies of this Extraordinary Report are made available for Public Inspection:	None.

Notes:

1 In this document, the following definition applies unless the context requires otherwise.

"Company"; ENDESA, S.A.

2 In this document, unless otherwise specified, the amounts indicated in Euro ("€" or "EUR") are the lawful currency of the Kingdom of Spain. Unless otherwise noted, conversion into Japanese yen has been made at the exchange rate of Euro 1 = ¥ 117.38, the telegraphic transfer middle exchange rate vis-à-vis customers quoted by MUFG Bank, Ltd. on October 9, 2019

1. Reasons for Filing

An event which has material effects on the group's (which includes the Company and its consolidated subsidiaries) financial condition, results of operations, and cash flow status (the "Event") has occurred. Therefore, the Company hereby files this Extraordinary Report pursuant to Article 24-5, Paragraph 4 of the Financial Instruments and Exchange Act of Japan, and Article 19, Paragraph 2, Sub-paragraph 19 of the Cabinet Office Ordinance Concerning the Disclosure of the Contents, etc. of Companies.

2. Text of the Report

(1) The Date on which the Event Occurred

September 27, 2019 (Resolution date of the Board of Directors)

(2) The Contents of the Event

During 2019 there has been a profound change in the market conditions that affect coal thermal power plants, arising principally from the international price of commodities and the effectiveness of the new mechanisms for regulating the market for carbon dioxide emission rights (CO2), which displaces the plants with the highest volume of emissions to the benefit of other technologies. This structural situation has determined that mainland coal-fired thermal power plants are not competitive, and therefore their operation in the electricity generation market is not foreseeable in the future.

Therefore, the Company's Board of Directors has approved to promote the discontinuity of the production of its coal thermal power plants in the Peninsula through ENDESA Generación, S.A.U., a wholly-owned subsidiary of the Company, in accordance with the legally established procedures, and to evaluate future options in these locations. This measure is not expected to have a significant impact in the Company's operating margin. Also, the Company aims in its next strategic plan, which will be approved before the end of the year, to increase significantly the investments earmarked for the construction of new renewable generation capacity.

(3) Effect of the Event on the Consolidated Profits and Losses of the Company

The net book value, as of today, of all mainland coal thermal power plants amounts to approximately Euro 1.3 billion (equal to 152.594 billion yen), which includes the estimated amount of the provision for the dismantling of these plants. The decision taken by the Company's Board of Directors to accelerate the commitment to decarbonisation by discontinuing the production of the mainland coal thermal power

generation and the analysis to be carried out of the recoverable value of these facilities could entail an accounting record of an impairment in the value of these assets for a maximum amount equivalent to their entire net book value, which, if appropriate, would reduce the future amount of the estimated depreciation of the plants as a whole. The details of the amounts that will be recognised as at 30 September 2019 will be recorded in a specific note to the consolidated management report corresponding to the nine month period ended on the same date, which is scheduled to be made public on 5 November 2019.

The accounting record of an impairment is a parameter that is not taken into consideration in the calculation of the ordinary net income in accordance with the current Dividend Policy, so it has no impact on the determination of the shareholder's remuneration.