

STEP-COMPLIANT INFORMATION MEMORANDUM DATED 29 JULY 2016



REPSOL INTERNATIONAL FINANCE B.V.
as Issuer

and

REPSOL, S.A.
as Guarantor

€2,000,000,000

EURO-COMMERCIAL PAPER PROGRAMME

Rated by

Standard & Poor's Credit Market Services Europe Limited

Moody's Investors Service Ltd.

Fitch Ratings España SAU

Arranger

CITIGROUP

Dealers

BARCLAYS
BOFA MERRILL LYNCH
CITIGROUP
GOLDMAN SACHS INTERNATIONAL
ING
SOCIÉTÉ GÉNÉRALE
UBS INVESTMENT BANK

Issue and Paying Agent

CITIBANK, N.A., LONDON BRANCH

IMPORTANT NOTICE

This Information Memorandum (together with any supplementary information memorandum and information incorporated herein by reference, the **Information Memorandum**) contains summary information provided by Repsol International Finance B.V. (the **Issuer**) and Repsol, S.A. (the **Guarantor**) in connection with a euro-commercial paper programme (the **Programme**) under which the Issuer may issue and have outstanding at any time euro-commercial paper notes (the **Notes**) up to a maximum aggregate amount of €2,000,000,000 or its equivalent in alternative currencies. Under the Programme, the Issuer may issue Notes outside the United States pursuant to Regulation S (**Regulation S**) of the United States Securities Act of 1933, as amended (the **Securities Act**) which will have the benefit of a deed of guarantee dated 26 March 2010 and entered into by the Guarantor (the **Guarantee**). The Issuer and the Guarantor have, pursuant to a dealer agreement dated 26 March 2010 (the **Dealer Agreement**), appointed Citibank Europe plc, UK Branch, as arranger for the Programme (the **Arranger**), and certain dealers for the Notes and authorised and requested these dealers to circulate this Information Memorandum in connection with the Programme on their behalf to purchasers or potential purchasers of the Notes. As of the date of this Information Memorandum, the appointed dealers in connection with the Programme are Bank of America Merrill Lynch International Limited, Barclays Bank PLC, Citibank Europe plc, UK Branch, Goldman Sachs International, ING Bank N.V., Société Générale and UBS Limited. The Issuer may from time to time terminate the appointment of any dealer under the Programme or appoint additional dealers either in respect of one or more issues of Notes or in respect of the whole Programme. References in this Information Memorandum to dealers are to the persons listed above as dealers and to such additional persons that are appointed as dealers in respect of the whole Programme (and whose appointment has not been terminated) and to all persons appointed as a dealer in respect of one or more issues of Notes (together, the **Dealers**).

In accordance with the Short-Term European Paper (**STEP**) initiative, the Programme has been submitted to the STEP Secretariat in order to renew the STEP Label in respect of Notes to be issued with a maturity of not more than 364 days from (and including) the date of issue to (but excluding) the maturity date. The status of STEP compliance of the Programme can be determined from the STEP Market website (www.stepmarket.org).

The Issuer and the Guarantor have confirmed to the Arranger and the Dealers that the information contained or incorporated by reference in this Information Memorandum is true and accurate in all material respects and not misleading in any material respect and that there are no other facts the omission of which makes this Information Memorandum as a whole or any such information contained or incorporated by reference herein misleading in any material respect.

None of the Issuer, the Guarantor, the Arranger or the Dealers accepts any responsibility, express or implied, for updating this Information Memorandum and neither the delivery of this Information Memorandum nor any offer or sale made on the basis of the information in this Information Memorandum shall under any circumstances create any implication that this Information Memorandum is accurate at any time subsequent to the date hereof with respect to the Issuer or the Guarantor or that there has been no change in the business, financial condition or affairs of the Issuer or the Guarantor since the date hereof.

No person is authorised by the Issuer or the Guarantor to give any information or to make any representation not contained in this Information Memorandum and any information or representation not contained herein must not be relied upon as having been authorised.

Neither the Arranger nor any Dealer has independently verified the information contained in this Information Memorandum. Accordingly, no representation or warranty or undertaking (express or implied) is made, and no responsibility or liability is accepted by the Arranger or the Dealers as to the authenticity, origin, validity, accuracy or completeness of, or any errors in or omissions from, any information or statement contained in this Information Memorandum or in or from any accompanying or subsequent material or presentation.

The information contained in this Information Memorandum is not and should not be construed as a recommendation by the Arranger, the Dealers, the Issuer or the Guarantor that any recipient should purchase Notes. Each such recipient must make and shall be deemed to have made its own independent assessment and investigation of the financial condition, affairs and creditworthiness of the Issuer and the Guarantor and of the Programme as it may deem necessary and must base any investment decision upon such independent assessment and investigation and not on this Information Memorandum.

Neither the Arranger nor any Dealer undertakes to review the business or financial condition or affairs of the Issuer or the Guarantor during the life of the Programme, nor undertakes to advise any recipient of this Information Memorandum of any information or change in such information coming to the Arranger's or any Dealer's attention.

Neither the Arranger nor any of the Dealers accepts any liability in relation to this Information Memorandum or its distribution by any other person. This Information Memorandum does not, and is not intended to, constitute an offer or invitation to any person to purchase Notes. The distribution of this Information Memorandum and the offering for sale of Notes or any interest in such Notes or any rights in respect of such Notes, in certain jurisdictions, may be restricted by law. Persons obtaining this Information Memorandum or any Notes or any interest in such Notes or any rights in respect of such Notes are required by the Issuer, the Guarantor, the Arranger and the Dealers to inform themselves about and to observe any such restrictions. In particular, but without limitation, such persons are required to comply with the restrictions on offers or sales of Notes and on distribution of this Information Memorandum and other information in relation to the Notes, the Issuer and the Guarantor set out under **Selling Restrictions** below.

THE NOTES AND THE GUARANTEE HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE SECURITIES ACT AND, SUBJECT TO CERTAIN EXCEPTIONS, MAY NOT BE OFFERED, SOLD OR DELIVERED WITHIN THE UNITED STATES OR TO, OR FOR THE ACCOUNT OR BENEFIT OF, US PERSONS (AS DEFINED IN REGULATION S).

No application will be made at any time to list the Notes on any stock exchange. A communication of an invitation or inducement to engage in investment activity (within the meaning of Section 21 of the Financial Services and Markets Act 2000 (the **FSMA**)) received in connection with the issue or sale of any Notes will only be made in circumstances in which Section 21(1) of the FSMA does not apply to the Issuer or the Guarantor.

TAX

No comment is made or advice given by the Issuer, the Guarantor, the Arranger or any Dealer, save as described in paragraph 1.23 below (Summary of the Programme – Taxation) in respect of taxation matters relating to the Notes and each investor is advised to consult its own professional adviser.

INTERPRETATION

In this Information Memorandum, references to **euro** and **€** denote the single currency of participating member states of the European Union; references to **Sterling** and **£** denote the lawful currency of the United Kingdom; and references to **U.S. dollars** and **US\$** denote the lawful currency of the United States of America; references to **Swiss Francs** denote the lawful currency of Switzerland and references to **Yen** and **¥** denote the lawful currency of Japan.

Where this Information Memorandum refers to the provisions of any other document, such reference should not be relied upon and the document must be referred to for its full effect.

DOCUMENTS INCORPORATED BY REFERENCE

The following financial and other information shall be deemed to be incorporated in, and to form part of, this Information Memorandum from time to time:

- (a) the most recently published audited consolidated financial statements and audited company-only financial statements of the Issuer;
- (b) the most recently published consolidated audited annual accounts of the Guarantor;
- (c) the most recently published consolidated interim financial statements of the Guarantor (whether audited or unaudited);
- (d) any subsequently published announcement of the Issuer accessible via the website of the Luxembourg Stock Exchange (www.bourse.lu); and
- (e) any subsequently published relevant event (*hecho relevante*) announcement of the Guarantor accessible via its website (www.repsol.com).

Any statement contained in a document incorporated by reference into this Information Memorandum shall be deemed to be modified or superseded to the extent that a statement contained in any subsequent document which also is incorporated by reference into this Information Memorandum modifies or supersedes such statement (whether expressly, by implication or otherwise). Any statement so modified or superseded shall not be deemed, except as so modified or superseded, to constitute part of this Information Memorandum.

Except as provided above, no other information, including information on the websites of the Issuer or Guarantor, is incorporated by reference into this Information Memorandum.

This Information Memorandum should be read and construed with any amendment or supplement hereto and with any other documents incorporated by reference in this document and, in relation to any issue of Notes, should be read and construed together, so that such amendment, supplement or other document is incorporated into, and forms part of, this Information Memorandum.

Each Dealer will, following receipt of such documentation from the Issuer or the Guarantor, provide to each person to whom a copy of this Information Memorandum has been delivered, upon request of such person, a copy of any or all the documents incorporated herein by reference unless such documents have been modified or superseded as specified above. Written requests for such documents should be directed to the relevant Dealer at its office as set out at the end of this Information Memorandum.

TABLE OF CONTENTS

Summary of the Programme	6
Information Concerning the Issuer and the Guarantor.....	11
Certification of Information for the Issuer and the Guarantor.....	16
Information Concerning the Issuer’s Request of the Step Label.....	17
Appendices:.....	18
Appendix 1 Selling Restrictions	19
Appendix 2 Forms of Notes	22
Appendix 3 Programme Participants	42

1	SUMMARY OF THE PROGRAMME	
1.1	Name of the programme	Repsol International Finance B.V. Euro-Commercial Paper Programme.
1.2	Type of programme	A STEP-compliant Euro-Commercial Paper Programme under which the Issuer may issue and have outstanding at any time euro-commercial paper notes.
1.3	Name of the issuer	Repsol International Finance B.V.
1.4	Type of issuer	Non-financial corporation.
1.5	Purpose of the programme	Short term funding programme.
1.6	Programme size (ceiling)	The outstanding principal amount of the Notes will not exceed €2,000,000,000 (or its equivalent in other currencies) at any time. The maximum amount may be increased from time to time in accordance with the Dealer Agreement.
1.7	Characteristics and form of the Notes	<p>Notes will be issued in bearer form. Each issue of Notes will initially be in global form (Global Notes). A Global Note will be exchangeable into definitive notes (Definitive Notes) only in the limited circumstances set out in that Global Note.</p> <p>On or before the issue date in respect of any Notes (the Relevant Issue Date), if the relevant Global Note indicates that it is intended to be a New Global Note (NGN), the Global Note will be delivered to a Common Safekeeper (as defined below) for the Relevant Clearing Systems (as defined below). If the relevant Global Note indicates that it is not a NGN, the Global Note will be deposited with a common depository for the Relevant Clearing Systems. The interests of the individual holders of the Notes represented by a Global Note that is a NGN will be represented by the records of the Relevant Clearing System.</p> <p>Common Safekeeper means, in respect of any Global Note which is a NGN, the common safekeeper which is appointed by the Relevant Clearing Systems in respect of such NGN or, if such Global Note is a NGN intended to be held in a manner that would allow Eurosystem eligibility, the common safekeeper which is appointed for the Issuer and eligible to hold such Global Note for the purpose of the requirements relating to collateral for Eurosystem monetary and intra-day credit operations. If the common safekeeper as at the Relevant Issue Date ceases to be so eligible after the Relevant Issue Date, the relevant Notes will no longer qualify for Eurosystem eligibility unless a new common safekeeper is appointed who is so eligible.</p>

		The STEP market has been accepted as a non-regulated market for collateral purposes in credit operations of the central banking system for the euro (the Eurosystem) from 2 April 2007. In order to be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any time during their life, the Notes must also satisfy all the Eurosystem eligibility criteria in force from time to time.
1.8	Yield basis	Notes may be issued at a discount or may bear a fixed or floating rate of interest or a coupon calculated by reference to an index or formula. While the Programme allows the Issuer to issue Index-Linked Notes, where the amount of promised principal is contractually dependent on the occurrence of a non-credit-linked event or the performance of an index or formula or to issue Notes linked to the performance of another obligor, the Issuer will not issue any such Notes.
1.9	Currencies of issue of the Notes	Notes may be denominated in U.S. dollars, euro, Sterling, Swiss Francs, Yen or any other currency subject to compliance with any applicable legal and regulatory requirements.
1.10	Maturity of the Notes	The tenor of Notes shall not be less than one day or more than 364 days from (and including) the date of issue to (but excluding) the maturity date, subject to compliance with any applicable legal and regulatory requirements.
1.11	Minimum Issuance Amount	For so long as the STEP Label is applied to the Programme, the minimum issuance amount shall be at least €150,000 (or its equivalent for non-euro issuances) (the Minimum Issuance Amount).
1.12	Minimum denomination of the Notes	Notes may have any denomination, subject to compliance with any applicable legal and regulatory requirements. Initial minimum denominations are US\$500,000, €500,000, £100,000 and ¥100,000,000 or its equivalent in other currencies. Minimum denominations may be changed from time to time provided that, for so long as the STEP label is applied to the Programme, the amount issued is no less than the Minimum Issuance Amount.
1.13	Status of the Notes and the Guarantee	<p>The Issuer's obligations under the Notes will rank at least <i>pari passu</i> with all present and future unsecured and unsubordinated obligations of the Issuer other than obligations mandatorily preferred by law applying to companies generally.</p> <p>The Guarantor's obligations under the Guarantee rank and will rank at least <i>pari passu</i> with all present and future unsecured and unsubordinated obligations of the Guarantor other than obligations mandatorily preferred by law applying to companies generally.</p>
1.14	Governing law that applies to the Notes and the Guarantee	The Notes and the Guarantee, and any non-contractual obligations arising out of or in connection therewith, will be governed by, and construed in accordance with, English law.
1.15	Listing	No.

1.16	Settlement system	<p>Euroclear Bank SA/NV (Euroclear) and/or Clearstream Banking, <i>société anonyme</i> (Clearstream) and/or such other securities clearance and/or settlement system(s) which:</p> <p>(i) complies, as of the Relevant Issue Date, with the Market Convention on Short-Term European Paper dated 25 October 2010 and adopted by the ACI-The Financial Markets Association and the European Banking Association (the STEP Market Convention), as amended or supplemented from time to time or any substitute paper or convention relating to STEP; and</p> <p>(ii) provided the relevant Global Note is intended to be held in a manner that would allow Eurosystem eligibility, is authorised to hold securities as eligible collateral for Eurosystem monetary policy and intra-day credit operations,</p> <p>in each case as agreed between the Issuer and the relevant Dealer(s) (together, the Relevant Clearing Systems).</p> <p>If after the Relevant Issue Date, any such system ceases (i) to comply with the STEP Market Convention as contemplated above and/or (ii) (in the case of a Global Note intended to be held in a manner that would allow Eurosystem eligibility) to be so authorised, the Issuer and the relevant Dealer(s) may agree that the relevant Notes may be settled through such other system(s) as comply with the STEP Market Convention and/or are so authorised, as the case may be.</p> <p>Accountholders in the Relevant Clearing Systems will, in respect of Global Notes, have the benefit of a Deed of Covenant dated 26 March 2010 (the Deed of Covenant), copies of which may be inspected during normal business hours at the specified office of the Issue and Paying Agent.</p>
1.17	Ratings of the Programme	<p>Rated. The Programme has been rated by:</p> <p>Standard & Poor's Credit Market Services Europe Limited.</p> <p>Moody's Investors Service Ltd.</p> <p>Fitch Ratings España SAU.</p> <p>A rating is not a recommendation to buy, sell or hold securities and may be subject to suspension, reduction or withdrawal at any time by the relevant rating agency.</p>
1.18	Guarantor of the programme	<p>Repsol, S.A.</p> <p>The Notes will be unconditionally and irrevocably guaranteed by the Guarantor, whose obligations in that respect will rank <i>pari passu</i> with all other present and future unsecured and unsubordinated obligations of the Guarantor, other than those obligations preferred by mandatory provisions of law.</p>

1.19	Issuing and paying agent	Citibank, N.A., London Branch.
1.20	Arranger	Citibank Europe plc, UK Branch.
1.21	Dealers	Bank of America Merrill Lynch International Limited, Barclays Bank PLC, Citibank Europe plc, UK Branch, Goldman Sachs International, ING Bank N.V., Société Générale and UBS Limited
1.22	Selling restrictions	Offers and sales of Notes and the distribution of this Information Memorandum and other information relating to the Issuer, the Guarantor or any Notes are subject to certain restrictions, details of which are set out under Selling Restrictions in Appendix 1.
1.23	Taxation	<p>All payments by the Issuer will be made free and clear of, and without any deduction or withholding for or on account of, any Dutch taxes, except as stated in the Notes.</p> <p>Payments under the Guarantee may be characterised as an indemnity and, accordingly, as provided for under Spanish legislation, the Guarantor shall not be required to make any withholding or deduction from any payment due under the Notes for or on account of any taxes and duties of whatever nature imposed by the Kingdom of Spain.</p> <p>However, although no clear precedent, statement of law or regulation exists in relation thereto, in the event that the Spanish tax authorities take the view that the Guarantor has validly, legally and effectively assumed all obligations of the Issuer subject to and in accordance with the provisions of the Guarantee, the Spanish tax authorities may attempt to impose withholding tax in the Kingdom of Spain on any payments made by the Guarantor, unless the recipient is:</p> <ul style="list-style-type: none"> (i) resident for tax purposes in a Member State of the European Union, other than Spain, or is a permanent establishment of such resident situated in another Member State of the European Union not resident in or acting through a territory considered as a tax haven pursuant to Spanish law (currently set out in Royal Decree 1080/1991 of 5 July) nor through a permanent establishment in Spain or in a country outside the European Union, or (ii) resident of a state with which Spain has entered into a Double Taxation Treaty which makes provision for full exemption from tax imposed in Spain on such payment under the Double Taxation Treaty, or (iii) any other withholding tax exemption applies under Spanish law. <p>PROVIDED THAT in either case of (i) and (ii) above, such recipient submits to the Guarantor the relevant tax residence certificate, issued by the corresponding tax authorities in its own jurisdiction stating its residence for tax purposes either within the relevant European Union Member State or in the relevant country</p>

		for the purposes of the Double Taxation Treaty, such certificate being valid for the period of one year beginning from its date of issue under Spanish law.
1.24	Involvement of national authorities	Not applicable.
1.25	Contact details	E-mail: infoaccionistas@repsol.com Telephone number: +34 900 100 100.
1.26	Additional information on the programme	Not applicable.
1.27	Independent auditors of the Issuer, who have audited the accounts of the Issuer's annual report	Deloitte Accountants B.V. Wilhelminakade 1 3072 AP Rotterdam The Netherlands.


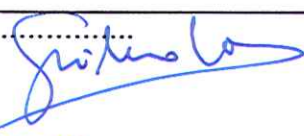
2	INFORMATION CONCERNING THE ISSUER AND THE GUARANTOR							
2a	Information concerning the Issuer							
2a.1	Legal name	Repsol International Finance B.V.						
2a.2	Legal form/status	The Issuer is incorporated as a company with limited liability (<i>besloten vennootschap met beperkte aansprakelijkheid</i>) for an indefinite duration pursuant to the laws of the Netherlands.						
2a.3	Date of incorporation/ establishment	20 December 1990.						
2a.4	Registered office	Koninginnegracht 19, 2514 AB The Hague The Netherlands.						
2a.5	Registration number / place of registration	Registered with number 24251372 at The Hague Chamber of Commerce, The Netherlands.						
2a.6	Issuer's mission	The Issuer is incorporated, mainly, for the purposes of entering into financial transactions, including international lending and borrowing, the issue, sale and purchase of securities and debt instruments, investment in and financing and administering of companies.						
2a.7	Brief description of current activities	The principal activity of the Issuer is to finance the business operations of the Guarantor. The Issuer may, from time to time, obtain financing, including through loans or issuing other securities, which securities may rank <i>pari passu</i> with the Notes. In order to achieve its objectives, the Issuer raises funds primarily by issuing debt instruments in the capital and money markets.						
2a.8	Capital or equivalent	At the date of this Information Memorandum, the authorised capital of the Issuer is €1,502,885,000.00 divided into 1,502,885 ordinary shares with a nominal value of €1,000.00 each and the issued share capital of the issuer is €300,577,000.00, represented by 300,577 fully paidup shares.						
2a.9	List of main shareholders	The Issuer is a wholly-owned subsidiary of the Guarantor.						
2a.10	Listing of the shares of the Issuer	Not applicable.						
2a.11	Composition of governing bodies and supervisory bodies	At the date of this Information Memorandum, the members of the Board of Directors of the Issuer are as follows: <table border="0" style="width: 100%; margin-top: 10px;"> <thead> <tr> <th style="text-align: left;">Name</th> <th style="text-align: left;">Position</th> </tr> </thead> <tbody> <tr> <td>Godfried Arthur Leonard Rupert Diepenhorst</td> <td>Director</td> </tr> <tr> <td>Germán Miñano Fernández</td> <td>Director</td> </tr> </tbody> </table>	Name	Position	Godfried Arthur Leonard Rupert Diepenhorst	Director	Germán Miñano Fernández	Director
Name	Position							
Godfried Arthur Leonard Rupert Diepenhorst	Director							
Germán Miñano Fernández	Director							

		Susana Meseguer Calas Director Hanno C. Vrolijk Director
2a.12	Accounting Method	The consolidated financial statements of the Issuer for the year ended 31 December 2014 were the Issuer's first consolidated financial statements prepared in accordance with IFRS and IFRS 1 (First-time Adoption of International Financial Reporting Standards) was applied. The transition date was 1 January 2013.
2a.13	Accounting Year	Starting on 1 January, ending on 31 December.
2a.14	Fiscal Year	Starting on 1 January, ending on 31 December.
2a.15	Other short term programmes of the Issuer	The Issuer has no other short-term programmes, but it is the issuer under a €10,000,000,000 Guaranteed Euro Medium Term Note Programme (the EMTN Programme). Notes issued under the EMTN Programme rank <i>pari passu</i> with the Notes.
2a.16	Rating/s of the Issuer	Not rated.
2a.17	Additional information on the Issuer of the programme	Not applicable.
2b	Information concerning the Guarantor	
2b.1	Legal name	Repsol, S.A.
2b.2	Legal form/status	The Guarantor is incorporated as a company with limited liability (<i>sociedad anónima</i>) for an indefinite duration pursuant to the Laws of the Kingdom of Spain.
2b.3	Date of incorporation/ establishment	12 November 1986.
2b.4	Registered office	Calle Méndez Álvaro 44, 28045 Madrid, Spain.
2b.5	Registration number / place of registration	Fiscal registration number A-78/374725, recorded on page M-65289 of the Commercial Register of Madrid, Spain.
2b.6	Guarantor's mission	The Guarantor is the parent company of an integrated oil and gas group (the Group) that operates in all business segments of the hydrocarbons sector, including exploration, development and production of crude oil and natural gas, transport of petroleum products, liquefied petroleum gases (LPG) and natural gas, refining, production of a wide range of petroleum products, petroleum by-products, and petrochemicals, LPG and natural gas products, along with electricity generation, transport, distribution and marketing activities. While the Guarantor operates globally, it has a unified corporate structure with headquarters in Madrid, Spain.

2b.7	Brief description of current activities	<p>The Guarantor conducts its current activities through the following business segments:</p> <ul style="list-style-type: none"> • <i>Upstream</i>, which is responsible for oil and gas exploration and development of crude oil and natural gas reserves; • <i>Downstream</i>, which is mainly responsible for (i) refining and petrochemistry, (ii) trading and transportation of crude and oil products, (iii) commercialisation of oil products, petrochemical products and liquefied petroleum gases, and (iv) commercialisation, transportation and regasification of natural gas and liquefied natural gas (LNG); and • <i>Gas Natural Fenosa</i>, through the Guarantor's shareholding in Gas Natural SDG, S.A., whose main activities are the distribution and commercialisation of natural gas, and the generation, distribution and commercialisation of electricity. 																									
2b.8	Capital or equivalent	<p>At the date of this Information Memorandum, the issued capital of the Guarantor is €1,465,644,100 divided into a single series of 1,465,644,100 ordinary shares with a nominal value of €1.00 each. The share capital is fully subscribed and paid up.</p>																									
2b.9	List of main shareholders	<p>According to the latest information available to the Guarantor at the date of this Information Memorandum, the Guarantor's main shareholders are as follows:</p> <table border="1" data-bbox="558 1075 1356 1344"> <thead> <tr> <th>Shareholders</th> <th>Percentage ownership (direct) %</th> <th>Percentage ownership (indirect) %</th> <th>Total number of shares</th> <th>Total percentage ownership %</th> </tr> </thead> <tbody> <tr> <td>Fundación Bancaria Caixa d' Estalvis i Pensions de Barcelona.⁽¹⁾</td> <td>0.00</td> <td>10.05</td> <td>147,246,412</td> <td>10.05</td> </tr> <tr> <td>Sacyr, S.A.⁽²⁾</td> <td>0.00</td> <td>8.34</td> <td>122,208,433</td> <td>8.34</td> </tr> <tr> <td>Temasek⁽³⁾</td> <td>0.00</td> <td>4.87</td> <td>71,418,414</td> <td>4.87</td> </tr> <tr> <td>Blackrock, Inc.⁽⁴⁾</td> <td>0.00</td> <td>3.04</td> <td>43,797,508</td> <td>3.04</td> </tr> </tbody> </table> <p>(1) <i>Fundación Bancaria Caixa d'Estalvis i Pensions de Barcelona holds its interest through CaixaBank, S.A.</i> (2) <i>Indirect ownership held through Sacyr Participaciones Mobiliarias, S.L., a wholly-owned subsidiary.</i> (3) <i>Temasek Holdings (Private) Limited (Temasek) holds its stake through Chembra Investments PTE Ltd.</i> (4) <i>Blackrock holds its share through a number of funds and accounts managed by investment managers and delegated investment managers under its control. The information regarding Blackrock is based on the statement made by Blackrock to the CNMV on 15 January 2016 on the share capital at that date.</i></p>	Shareholders	Percentage ownership (direct) %	Percentage ownership (indirect) %	Total number of shares	Total percentage ownership %	Fundación Bancaria Caixa d' Estalvis i Pensions de Barcelona. ⁽¹⁾	0.00	10.05	147,246,412	10.05	Sacyr, S.A. ⁽²⁾	0.00	8.34	122,208,433	8.34	Temasek ⁽³⁾	0.00	4.87	71,418,414	4.87	Blackrock, Inc. ⁽⁴⁾	0.00	3.04	43,797,508	3.04
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Blackrock, Inc. ⁽⁴⁾	0.00	3.04	43,797,508	3.04																							
2b.10	Listing of the shares of the Guarantor	<p>The Guarantor's shares are listed on the following stock exchanges:</p> <ul style="list-style-type: none"> • the Continuous Markets (<i>mercado continuo</i>) of the Madrid, Barcelona, Bilbao and Valencia stock exchanges; and • the Buenos Aires Stock Exchange. <p>The Guarantor also has a programme of American Depositary Shares (ADS), currently traded on the OTCQX market in the United States.</p>																									

2b.11	Composition of governing bodies and supervisory bodies	<p>As of the date of this Information Memorandum, the members of the Board of Directors of the Guarantor are as follows:</p> <table border="1"> <thead> <tr> <th data-bbox="571 315 778 338">Director</th> <th data-bbox="794 315 938 338">Position</th> <th data-bbox="1018 315 1161 338">Year appointed</th> <th data-bbox="1241 315 1449 338">Current term expires</th> </tr> </thead> <tbody> <tr> <td data-bbox="571 371 778 394">Antonio Brufau Niubó</td> <td data-bbox="794 371 938 427">Chairman and Director</td> <td data-bbox="1018 371 1066 394">1996</td> <td data-bbox="1241 371 1289 394">2019</td> </tr> <tr> <td data-bbox="571 461 778 483">Isidro Fainé Casas⁽¹⁾</td> <td data-bbox="794 461 938 517">Vice-Chairman and Director</td> <td data-bbox="1018 461 1066 483">2007</td> <td data-bbox="1241 461 1289 483">2020</td> </tr> <tr> <td data-bbox="571 551 778 607">Manuel Manrique Cecilia⁽²⁾</td> <td data-bbox="794 551 938 607">Vice-Chairman and Director</td> <td data-bbox="1018 551 1066 573">2013</td> <td data-bbox="1241 551 1289 573">2017</td> </tr> <tr> <td data-bbox="571 640 778 696">Josu Jon Imaz San Miguel</td> <td data-bbox="794 640 938 663">CEO and Director</td> <td data-bbox="1018 640 1066 663">2014</td> <td data-bbox="1241 640 1289 663">2019</td> </tr> <tr> <td data-bbox="571 730 778 752">Artur Carulla Font</td> <td data-bbox="794 730 874 752">Director</td> <td data-bbox="1018 730 1066 752">2006</td> <td data-bbox="1241 730 1289 752">2018</td> </tr> <tr> <td data-bbox="571 786 778 842">Luis Carlos Croissier Batista</td> <td data-bbox="794 786 874 808">Director</td> <td data-bbox="1018 786 1066 808">2007</td> <td data-bbox="1241 786 1289 808">2019</td> </tr> <tr> <td data-bbox="571 875 778 898">Rene Dahan⁽³⁾</td> <td data-bbox="794 875 874 898">Director</td> <td data-bbox="1018 875 1066 898">2013</td> <td data-bbox="1241 875 1289 898">2017</td> </tr> <tr> <td data-bbox="571 931 778 987">Ángel Durández Adeva</td> <td data-bbox="794 931 874 954">Director</td> <td data-bbox="1018 931 1066 954">2007</td> <td data-bbox="1241 931 1289 954">2019</td> </tr> <tr> <td data-bbox="571 1021 778 1077">Javier Echenique Landiribar</td> <td data-bbox="794 1021 874 1043">Director</td> <td data-bbox="1018 1021 1066 1043">2006</td> <td data-bbox="1241 1021 1289 1043">2018</td> </tr> <tr> <td data-bbox="571 1111 778 1167">Mario Fernández Pelaz</td> <td data-bbox="794 1111 874 1133">Director</td> <td data-bbox="1018 1111 1066 1133">2011</td> <td data-bbox="1241 1111 1289 1133">2019</td> </tr> <tr> <td data-bbox="571 1200 778 1256">María Isabel Gabarró Miquel</td> <td data-bbox="794 1200 874 1223">Director</td> <td data-bbox="1018 1200 1066 1223">2009</td> <td data-bbox="1241 1200 1289 1223">2017</td> </tr> <tr> <td data-bbox="571 1290 778 1346">Gonzalo Gortázar Rotaeché⁽¹⁾</td> <td data-bbox="794 1290 874 1312">Director</td> <td data-bbox="1018 1290 1066 1312">2015</td> <td data-bbox="1241 1290 1289 1312">2020</td> </tr> <tr> <td data-bbox="571 1379 778 1435">José Manuel Loureda Mantiñán⁽²⁾</td> <td data-bbox="794 1379 874 1402">Director</td> <td data-bbox="1018 1379 1066 1402">2007</td> <td data-bbox="1241 1379 1289 1402">2019</td> </tr> <tr> <td data-bbox="571 1469 778 1525">Henri Philippe Reichstul</td> <td data-bbox="794 1469 874 1491">Director</td> <td data-bbox="1018 1469 1066 1491">2005</td> <td data-bbox="1241 1469 1289 1491">2019</td> </tr> <tr> <td data-bbox="571 1559 778 1581">J. Robinson West</td> <td data-bbox="794 1559 874 1581">Director</td> <td data-bbox="1018 1559 1066 1581">2015</td> <td data-bbox="1241 1559 1289 1581">2019</td> </tr> <tr> <td data-bbox="571 1615 778 1671">Luis Suárez de Lezo Mantilla</td> <td data-bbox="794 1615 1002 1671">Director and Secretary of the Board of Directors</td> <td data-bbox="1018 1615 1066 1637">2005</td> <td data-bbox="1241 1615 1289 1637">2017</td> </tr> </tbody> </table> <p data-bbox="544 1682 1449 1738">(1) Nominated for membership by CaixaBank, S.A., an entity controlled by Fundació Bancària Caixa d'Estalvis y Pensions de Barcelona</p> <p data-bbox="544 1738 938 1760">(2) Nominated for membership by Sacyr, S.A.</p> <p data-bbox="544 1760 922 1783">(3) Nominated for membership by Temasek.</p> <p data-bbox="544 1816 1449 1951">The Guarantor has a Corporate Executive Committee (<i>Comité Ejecutivo Corporativo</i>), which is responsible for defining the Group's strategy and for company-wide decisions and policies and whose members, as of the date of this Information Memorandum, are as follows:</p> <table border="1"> <thead> <tr> <th data-bbox="571 1984 651 2007">Director</th> <th data-bbox="1018 1984 1098 2007">Position</th> </tr> </thead> <tbody> <tr> <td data-bbox="571 2029 778 2051">Josu Jon Imaz San Miguel</td> <td data-bbox="1018 2029 1289 2051">Chief Executive Officer (CEO)</td> </tr> </tbody> </table>	Director	Position	Year appointed	Current term expires	Antonio Brufau Niubó	Chairman and Director	1996	2019	Isidro Fainé Casas ⁽¹⁾	Vice-Chairman and Director	2007	2020	Manuel Manrique Cecilia ⁽²⁾	Vice-Chairman and Director	2013	2017	Josu Jon Imaz San Miguel	CEO and Director	2014	2019	Artur Carulla Font	Director	2006	2018	Luis Carlos Croissier Batista	Director	2007	2019	Rene Dahan ⁽³⁾	Director	2013	2017	Ángel Durández Adeva	Director	2007	2019	Javier Echenique Landiribar	Director	2006	2018	Mario Fernández Pelaz	Director	2011	2019	María Isabel Gabarró Miquel	Director	2009	2017	Gonzalo Gortázar Rotaeché ⁽¹⁾	Director	2015	2020	José Manuel Loureda Mantiñán ⁽²⁾	Director	2007	2019	Henri Philippe Reichstul	Director	2005	2019	J. 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2b.12	Accounting Method	International Financial Reporting Standards adopted by the European Union (IFRS-EU).	
2b.13	Accounting Year	Starting on 1 January, ending on 31 December.	
2b.14	Fiscal Year	Starting on 1 January, ending on 31 December.	
2b.15	Other short-term programmes of the Guarantor	<p>The Guarantor also acts as guarantor of the Issuer's €10,000,000,000 EMTN Programme.</p> <p>The Guarantor may, from time to time, act as a guarantor under promissory note programmes (<i>programas de emisión de pagarés</i>) registered with the Spanish National Securities Market Commission (<i>Comisión Nacional del Mercado de Valores</i>).</p>	
2b.16	Additional information on the Guarantor of the programme	Not applicable.	

3		CERTIFICATION OF INFORMATION FOR THE ISSUER AND THE GUARANTOR	
3a		Certification of information of the Issuer	
3a.1	Persons responsible for the Information Memorandum	Hanno Krolyk Director	Susana Mesquer Cabas Director
3a.2	Declaration of the persons responsible for the Information Memorandum:	To our knowledge, the information contained in this document is true and does not contain any misrepresentation which would make it misleading.	
3a.3	Date, Place of signature, Signature	By: Place: The Hague Date: 29/7/2016	By: 
3b		Certification of information of the Guarantor	
3b.1	Person responsible for the information in the Information Memorandum concerning the Guarantor	Guillermo Uspis Garcia Director	
3b.2	Declaration of the person responsible for the information in the Information Memorandum concerning the Guarantor:	To my knowledge, the information contained in this document concerning the Guarantor is true and does not contain any misrepresentation which would make it misleading.	
3b.3	Date, Place of signature, Signature	By: Place: Madrid Date: 29/7/2016	

4	INFORMATION CONCERNING THE ISSUER'S REQUEST OF THE STEP LABEL
<p>An application for a STEP label for this Programme will be made to the STEP Secretariat. Information as to whether the STEP label has been granted for this Programme may be made available on the STEP market website (initially www.stepmarket.org). This website is not sponsored by the Issuer and the Issuer is not responsible for its content or availability.</p> <p>Unless otherwise specified in this Information Memorandum, the expressions “STEP”, “STEP Market Convention”, “STEP Label”, “STEP Secretariat”, and “STEP market website” shall have the meaning assigned to them in the Market Convention on Short-Term European Paper dated 25 October 2010 and adopted by the Euribor ACI and Euribor EBF (as amended from time to time).</p>	

5	APPENDICES:
Appendix 1	Selling Restrictions
Appendix 2	Forms of Notes
Appendix 3	Programme Participants

APPENDIX 1 SELLING RESTRICTIONS

1. General

The Dealers acknowledge that no action has been or will be taken that would permit the offer or sale of Notes or the distribution of the Information Memorandum in any jurisdiction where action for that purpose is required. The Notes may not be offered or sold in any jurisdiction except as permitted by applicable law.

Each Dealer has undertaken that it will observe all applicable laws and regulations in any jurisdiction in which it may offer, sell or deliver Notes and that it will not directly or indirectly offer, sell or deliver Notes or distribute any information memorandum, circular, advertisement or other offering material relating thereto in any country or jurisdiction except under circumstances that will result, to the best of its knowledge and belief, in compliance with any applicable laws and regulations, and that all offers, sales and deliveries of Notes by it will be made on the foregoing terms.

2. United States of America

The Notes and the Guarantee have not been and will not be registered under the United States Securities Act of 1933, as amended (the **Securities Act**) and the Notes and the Guarantee, if applicable, may not be offered or sold within the United States or to, or for the account or benefit of, US persons. Each Dealer has represented and agreed that it has offered and sold, and will offer and sell, Notes and the Guarantee only outside the United States to non-US persons in accordance with Rule 903 of Regulation S under the Securities Act (**Regulation S**). Accordingly, each Dealer has represented and agreed that neither it, nor its affiliates nor any person acting on its or their behalf has engaged or will engage in any directed selling efforts with respect to the Notes and the Guarantee, and that it and they have complied and will comply with the offering restrictions requirement of Regulation S. Each Dealer has also agreed that, at or prior to confirmation of the sale of Notes and the Guarantee, it will have sent to each distributor, dealer or person receiving a selling commission, fee or other remuneration that purchases Notes from it a confirmation or notice to substantially the following effect:

"The Securities covered hereby have not been registered under the United States Securities Act of 1933, as amended (the **Securities Act**) and may not be offered or sold within the United States or to, or for the account or benefit of, US persons. Terms used above have the meanings given to them by Regulation S under the Securities Act."

Terms used in this paragraph have the meanings given to them by Regulation S.

3. The United Kingdom

Each Dealer has represented, warranted and agreed that:

- (a)
 - (i) it is a person whose ordinary activities involve it in acquiring and, holding, managing or disposing of investments (as principal or agent) for the purposes of its business;
 - (ii) it has not offered or sold and will not offer or sell any Notes other than to persons whose ordinary activities involve them in acquiring, holding, managing or disposing of investments (as principal or agent) for the purposes of their businesses or who it is reasonable to expect will acquire, hold, manage or dispose of investments (as principal or agent) for the purposes of their businesses where the issue of the Notes would otherwise constitute a contravention of Section 19 of the Financial Services and Markets Act 2000 (the **FSMA**) by the Issuer;
- (b) it has only communicated or caused to be communicated and will only communicate or cause to be communicated any invitation or inducement to engage in investment activity (within the meaning of

Section 21 of the FSMA) received by it in connection with the issue or sale of any Notes in circumstances in which section 21(1) of the FSMA does not apply to the Issuer or the Guarantor; and

- (c) it has complied and will comply with all applicable provisions of the FSMA with respect to anything done by it in relation to such Notes in, from or otherwise involving the United Kingdom.

4. The Netherlands

Notes in definitive bearer form issued by the Issuer that constitute a fixed claim against the Issuer and on which interest does not become due during their term or on which no interest is due whatsoever are subject to the above mentioned selling restrictions and, in addition thereto, may fall within the definition of 'spaarbewijzen' as referred to in the Dutch Savings Certificates Act ('Wet inzake Spaarbewijzen'). Any transfer and acceptance of such Notes within, from or into the Netherlands is prohibited unless it is done through the mediation of either the Issuer or member of Euronext Amsterdam N.V., and must be either:

- (a) between individuals or legal entities who or which trade or invest in securities in the conduct of a profession or trade (which includes banks, brokers, dealers, insurance companies, pension funds, other institutional investors and commercial enterprises which regularly, as an ancillary activity invest in securities); or
- (b) in any other case, recorded in a transaction note, including the name and address of each party to the transaction, the nature of the transaction and the details and serial number of such Note.

The above prohibition does not apply (a) to a transfer and acceptance between individuals who do not act in the conduct of a profession or a business, (b) to the initial issue of such Notes to the first holders thereof, or (c) to the issue and trading of such Notes within, from or into the Netherlands if the same are physically issued outside the Netherlands and are not immediately thereafter distributed in the Netherlands or to residents of the Netherlands in the course of primary trading or immediately thereafter.

In the event that the Savings Certificate Act applies, the Issuer of the Notes or the Dealers or the Paying Agents, as the case may be, which make payments or act as intermediaries in respect thereof are obliged to formally identify their counterparty(ies) and to keep a record of the details and serial numbers of the Notes involved.

5. Spain

Neither the Notes nor the Information Memorandum has been or will be approved or registered in the administrative registries of the Spanish Securities Markets Commission (*Comisión Nacional del Mercado de Valores*). Accordingly, the Notes may not be offered, sold or distributed in Spain, nor may any subsequent resale of the Notes be carried out, except in circumstances which do not constitute a public offering of securities in Spain within the meaning of section 35 of the Restated Spanish Securities Market Act approved by Royal Legislative Decree 4/2015, of 23 October 2015 (*Real Decreto Legislativo 4/2015, de 23 de octubre, por el que se aprueba el texto refundido de la Ley del Mercado de Valores*) (the **Securities Market Act**), as developed by Royal Decree 1310/2005 of 4 November on admission to listing and on issues and public offers of securities (*Real Decreto 1310/2005 de 4 de noviembre, por el que se desarrolla parcialmente la Ley 24/1988, de 28 de julio, de Mercado de Valores, en materia de admisión a negociación de valores en mercados secundarios oficiales, de ofertas públicas de venta o suscripción y del folleto exigible a tales efectos*), as amended, and supplemental rules enacted thereunder or in substitution thereof from time to time.

The Notes may only be offered and sold in Spain by institutions authorised to provide investment services in Spain under the Securities Market Act (and related legislation) and Royal Decree 217/2008 of 15 February on the Legal Regime Applicable to Investment Services Companies (*Real Decreto 217/2008, de 15 de febrero, sobre el régimen jurídico de las empresas de servicios de inversión y de las demás entidades que prestan servicios de inversión*), as amended.

6. Japan

Each Dealer has acknowledged that the Notes have not been and will not be registered under the Financial Instruments and Exchange Act of Japan (Law No. 25 of 1948, as amended, the **FIEA**) and, accordingly, each Dealer has represented and agreed that it will not offer or sell any Notes, directly or indirectly, in Japan or to, or for the benefit of, any resident of Japan (which term as used herein means any person resident in Japan, including any corporation or other entity organised under the laws of Japan), or to others for re-offering or resale, directly or indirectly, in Japan or to or for the benefit of, a resident of Japan, except pursuant to an exemption from the registration requirements of, and otherwise in compliance with, the FIEA and any other applicable laws, regulations and ministerial guidelines of Japan.

7. Switzerland

Each Dealer has represented and agreed in respect of Swiss Franc Notes that it will comply with any laws, regulations or guidelines in Switzerland from time to time, including, but not limited to, any made by the Swiss National Bank in relation to the offer, sale, delivery or transfer of such Notes or the distribution of any offering material in respect of debt securities.

**APPENDIX 2
FORMS OF NOTES**

**PART 1
FORM OF GLOBAL MULTI-CURRENCY EURO-COMMERCIAL PAPER NOTE
(INTEREST BEARING/DISCOUNTED/INDEX-LINKED)**

The securities covered hereby have not been registered under the US Securities Act of 1933, as amended (the Securities Act) and may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons. Terms used above have the meanings given to them by Regulation S under the Securities Act.

REPSOL INTERNATIONAL FINANCE B.V.

(Incorporated with limited liability in the Netherlands)

Unconditionally and Irrevocably Guaranteed by

REPSOL YPF, S.A.

(Incorporated with limited liability in Spain)

No:	Series No:
Issued on:	Maturity Date:.....
Contractual Currency:.....	Denominations:.....
Principal Amount: [*]	Nominal Amount: [†]
<i>(words and figures if a Sterling Note)</i>	<i>(words and figures if a Sterling Note)</i>
Calculation Agent: [‡]	Minimum Redemption Amount: [‡]
<i>(Principal)</i>	
Fixed Interest Rate: [§] % per annum	Margin: ^{**} %
Calculation Agent: ^{**}	Reference Banks: ^{**}
<i>(Interest)</i>	
Interest Payment Dates: ^{††}	Reference Rate: LIBOR/EURIBOR: ^{‡‡}
Interest Commencement Date: ^{§§}	Relevant Clearing System: ^{***}

^{*} Complete for Notes other than index-linked Notes.

[†] Complete for index-linked Notes only.

[‡] The minimum redemption amount must be €150,000 or its equivalent in the relevant Contractual Currency.

[§] Complete for fixed rate interest bearing Notes only.

^{**} Complete for floating rate interest bearing Notes only.

^{††} Complete for interest bearing Notes if interest is payable before Maturity Date.

^{‡‡} Complete for floating rate interest bearing Notes only. The Reference Rate should always be LIBOR unless the Note is denominated in euro and the Issuer and the relevant Dealer agree EURIBOR should be used instead.

^{§§} Complete for interest bearing Notes only.

^{***} Specify one or both of Euroclear and Clearstream, Luxembourg or any other recognised clearing system as agreed between the Issuer, the relevant Dealer and the Issue Agent.

NGN form: [Yes] / [No]

Intended to be held in a manner which would allow Eurosystem eligibility: [Yes] / [No]

[Note that the designation "yes" simply means that the Notes are intended upon issue to be deposited with one of the ICSDs 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 satisfaction of the Eurosystem eligibility criteria.] *[include this text if "yes" selected in which case the Notes must be issued in NGN form]*

1. For value received, Repsol International Finance B.V. (the **Issuer**) promises to pay to the bearer of this Global Note on the Maturity Date:
 - (a) the above Principal Amount; or
 - (b) if this Global Note is index-linked, an amount (representing either principal or coupon) to be calculated by the Calculation Agent in accordance with the redemption calculation, a copy of which is attached to this Global Note and is available for inspection at the office of the Paying Agent referred to below,

together (in any case) with interest thereon at the rate and at the times (if any) specified herein.

All such payments shall be made in accordance with an Issuing and Paying Agency Agreement dated 26 March 2010 (the **Agency Agreement**) between the Issuer, Repsol YPF, S.A. (the **Guarantor**) and Citibank, N.A., London Branch (the **Paying Agent**), a copy of which is available for inspection at the office of the Paying Agent at 14th Floor, Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB, and subject to and in accordance with the terms and conditions set forth below. All such payments shall be made upon presentation and surrender of this Global Note at the office of the Paying Agent referred to above, or at the office of any other paying agent appointed for the purpose from time to time by the Issuer and the Guarantor in accordance with the Agency Agreement, by transfer to an account denominated in the Contractual Currency maintained by the bearer in the principal financial centre in the country of the Contractual Currency (or, in the case of a Global Note denominated or payable in euro, to a euro account (or any other account to which euro may be credited or transferred) maintained by the payee with a bank in the principal financial centre of any member state of the European Union). The Issuer undertakes that it will ensure that it maintains a paying agent in a member state of the European Union that is not obliged to withhold or deduct tax pursuant to European Council Directive 2003/48/EC or any law implementing or complying with, or introduced in order to conform to, such Directive.

Notwithstanding the foregoing, presentation and surrender of this Global Note shall be made outside the United States and no amount shall be paid by transfer to an account in the United States, or mailed to an address in the United States. In the case of a Global Note denominated in U.S. dollars, payments shall be made by transfer to an account denominated in U.S. dollars in the principal financial centre of any country outside of the United States that the Issuer or Paying Agent so chooses.

Each of the persons shown in the records (as described below) of the relevant Clearing System(s) as being entitled to a particular principal amount of Notes will be entitled to receive any payment so made in respect of those Notes in accordance with the rules and procedures of the relevant Clearing System(s). Such persons shall have no claim directly against the Issuer in respect of payments due on the Notes for so long as they are represented by this Global Note (but without prejudice to the rights which the bearer or any other person may have under the Deed of Covenant referred to below entered into by the Issuer).

Clearing System means Euroclear Bank S.A./N.V., Clearstream Banking, *société anonyme* or any other recognised clearing system or STEP eligible SSS (as defined in the Market Convention on Short-Term European Paper (**STEP**) dated 9 June 2006 as adopted by ACI-The Financial Markets Association and the Fédération Bancaire de l'Union Européenne, as the same may be amended or supplemented from time to time or any substitute paper or convention relating to STEP) agreed by the Issuer, the relevant dealer and the Paying Agent.

2. This Global Note is issued in representation of an issue of Notes having the Denomination(s) in the aggregate Principal Amount or Nominal Amount (i) if this Global Note is not in NGN form, specified above or (ii) if this Global Note is in NGN form, from time to time entered in the records of the relevant Clearing System(s). As used herein, the "records" of the relevant Clearing System(s) means the records that each of the relevant Clearing System(s) holds for its accountholders which reflect the amount of such accountholder's interest in the Notes specified above. The records of the relevant Clearing System(s) shall be conclusive evidence of the nominal amount of Notes represented by this Global Note, and any reference herein to the **Principal Amount** or **Nominal Amount** of the Notes shall be construed accordingly. For these purposes, a statement issued by a Clearing System (which statement shall be made available to the bearer upon request) stating the nominal amount of Notes represented by the Global Note at any time shall be conclusive evidence of the records of the relevant Clearing System at that time.
3. All payments in respect of this Global Note shall be made without set-off, counterclaim, fees, liabilities or similar deductions, and free and clear of, and without deduction or withholding for any taxes, levies, duties, assessments or charges of any nature now or hereafter imposed, levied, collected, withheld or assessed by the Netherlands, in the case of payments by the Issuer, or the Kingdom of Spain, in the case of payments by the Guarantor, and/or any other jurisdiction through or from which such payments are made or any political subdivision or any taxing authority thereof or therein (**Taxes**). If the Issuer or, as the case may be, the Guarantor, is required by law or regulation to make any deduction or withholding for or on account of Taxes, the Issuer or, as the case may be, the Guarantor, shall, to the extent permitted by applicable law or regulation, pay such additional amounts as shall be necessary in order that the net amounts received by the bearer of this Global Note or the holder or beneficial owner of any interest herein or rights in respect hereof, after such deduction or withholding shall equal the amount which would have been receivable hereunder in the absence of such deduction or withholding, except that no such additional amounts shall be payable:
 - (a) to, or to a third party on behalf of, the bearer of this Global Note or the holder or beneficial owner of any interest herein or rights in respect hereof where such deduction or withholding is required by reason of the holder having some connection with the Netherlands or, as the case may be, Spain, other than the mere holding of and payment in respect of this Global Note; or
 - (b) where such withholding or deduction is imposed on a payment to an individual and is required to be made pursuant to European Council Directive 2003/48/EC or any law implementing or complying with, or introduced in order to conform to, such Directive; or
 - (c) in respect of any deduction or withholding which would not have been required but for the presentation by the bearer of this Global Note for payment on a date more than 15 days after

the Maturity Date or, if applicable, the relevant Interest Payment Date or (in either case) the date on which payment hereof is duly provided for, whichever occurs later; or

- (d) to, or to a third party on behalf of, a holder which is resident in a territory considered as a tax haven pursuant to Spanish law (currently set out in Royal Decree 1080/1991 of 5 July); or
 - (e) to, or to a third party, on behalf of, a holder which is resident in a jurisdiction (i) which has not entered into a Double Taxation Treaty with Spain; or (ii) which has entered into a Double Taxation Treaty with Spain that does not provide for a full exemption for payments made under this Global Note; or
 - (f) to, or to a third party, on behalf of, a holder who would have been able to fully or partially avoid such withholding or deduction by (i) presenting this Global Note to another paying agent in a member state of the European Union or (ii) authorising the relevant paying agent to report information in accordance with the procedure laid down by the relevant tax authority or by delivering, in the form required by the relevant tax authority, a declaration, claim, certificate, document or other evidence establishing exemption or reduction therefrom; in this latter case, provided that, in the event of payment made by the Guarantor under the Guarantee (i) the Guarantor has previously notified the holder that such evidence is required (which notification shall be deemed to have been made via a notification to the paying agent to such effect); and (ii) such notification to the paying agent allows sufficient time for such holder to comply with such request prior to the relevant payment being made.
4. This Global Note constitutes an unsecured and unsubordinated obligation of the Issuer. The payment obligations of the Issuer represented by this Global Note will rank at least *pari passu* with all present and future unsecured and unsubordinated obligations of the Issuer other than obligations mandatorily preferred by law applying to companies generally.
5. If the Maturity Date or, if applicable, the relevant Interest Payment Date is not a Payment Business Day (as defined herein), payment in respect hereof will not be made and credit or transfer instructions shall not be given until the next following Payment Business Day (unless that date falls more than 364 days after the Issue Date, in which case payment shall be made on the immediately preceding Payment Business Day) and the bearer of this Global Note or the holder or beneficial owner of any interest herein or rights in respect hereof shall not be entitled to any interest or other sums in respect of such postponed payment. **Payment Business Day**, as used herein, shall mean any day, other than a Saturday or a Sunday, on which (a) deposits in the relevant currency may be dealt in on the London interbank market, (b) commercial banks and foreign exchange markets settle payments and are open for general business in London and in the place of payment and (other than for payments in euro) the principal financial centre of the country of the relevant currency in which the payment is to be made, (c) the relevant Clearing System is in operation and (d) in relation to a payment to be made in euro, the TARGET2 system is operating credit or transfer instructions in respect of payments in euro (a **euro Business Day**). **TARGET2 system** means the Trans-European Automated Real-Time Gross Settlement Express Transfer (TARGET2) system or any successor thereto.
6. This Global Note is negotiable and, accordingly, title hereto shall pass by delivery and the bearer shall (except as otherwise required by applicable law or regulatory requirements) be treated as being absolutely entitled to receive payment upon due presentation hereof (notwithstanding any notation of ownership or other writing hereon or notice of any previous loss or theft thereof) free and clear of any equity, set-off or counterclaim on the part of the Issuer against any previous bearer hereof.
7. This Global Note is issued in respect of an issue of Notes of the Issuer and is exchangeable in whole (but not in part only) for duly executed and authenticated bearer Notes in definitive form in the following circumstances, whether before, on or, subject as provided below, after the Maturity Date:

- (a) any of the Clearing Systems by or on behalf of which this Global Note is held is closed for a continuous period of 14 days or more (other than by reason of weekends or public holidays, statutory or otherwise) or announces an intention to permanently cease business or does in fact do so and no successor clearing system is available; and/or
- (b) default is made in any payment in respect of this Global Note.

If an event in paragraph (a) or (b) above occurs, the Issuer hereby undertakes that, upon presentation and surrender of this Global Note during normal business hours to the above offices of Citibank, N.A., London Branch acting as Issue Agent, the Issuer will procure the delivery to the bearer of duly executed and authenticated bearer definitive Notes in the relevant currency in an aggregate principal amount or nominal amount (as applicable) equal to the Principal Amount or Nominal Amount (as applicable) of this Global Note, such delivery to take place on a date not later than 5.00 p.m. (London time) on the 40th day after surrender of this Global Note.

- 8. If, for whatever reason, definitive Notes are not issued pursuant to the terms of this Global Note in full exchange for this Global Note before 5.00 p.m. (London time) on the 40th day after surrender, this Global Note (including the obligation hereunder to issue definitive Notes) will become void and the bearer will have no further rights under this Global Note (but without prejudice to the rights which the bearer or any other person may have under a Deed of Covenant dated 26 March 2010 entered into by the Issuer).
- 9. This Global Note has the benefit of a guarantee (the **Guarantee**) issued by the Guarantor on 26 March 2010, copies of which are available for inspection during normal business hours at the offices of the Paying Agent referred to above.
- 10. If this is an interest bearing Global Note, then:
 - (a) notwithstanding the provisions of paragraph 1 above, if any payment of interest in respect of this Global Note falling due for payment prior to the Maturity Date remains unpaid on the fifteenth day after falling so due, the amount referred to in paragraph 1 shall be payable on such fifteenth day;
 - (b) upon each payment of interest (if any) prior to the Maturity Date in respect of this Global Note, (i) if this Global Note is not in NGN form, the Schedule hereto shall be duly completed by the Paying Agent to reflect such payment, or (ii) if this Global Note is in NGN form, the Paying Agent shall instruct the relevant Clearing System(s) to enter details of such payment in the records of the relevant Clearing System(s);
 - (c) payments due in respect of Notes for the time being represented by this Global Note shall be made to the bearer of this Global Note and each payment so made will discharge the Issuer's obligations in respect thereof. Any failure to make the entries referred to in paragraph 10(b) above shall not affect such discharge; and
 - (d) if no Interest Payment Dates are specified on the face of this Global Note, the Interest Payment Date shall be the Maturity Date.
- 11. If this is a fixed rate interest bearing Global Note, interest shall be calculated on the Principal Amount or Nominal Amount (as applicable) as follows:
 - (a) interest shall be payable on the Principal Amount or Nominal Amount (as applicable) in respect of each successive Interest Period (as defined below) from the Issue Date to the Maturity Date only, in arrear on the relevant Interest Payment Date, on the basis of the actual number of days in such Interest Period and a year of 360 days or, if this Global Note

is denominated in Sterling or if market practice so dictates (as determined by the Paying Agent), 365 days at the Fixed Interest Rate specified above with the resulting figure being rounded to the nearest amount of the Contractual Currency which is available as legal tender in the country of the Contractual Currency (with halves being rounded upwards); and

- (b) the period beginning on (and including) the Issue Date and ending on (but excluding) the first Interest Payment Date and each successive period beginning on (and including) an Interest Payment Date and ending on (but excluding) the next succeeding Interest Payment Date is an **Interest Period** for the purposes of this paragraph.

12. If this is a floating rate interest bearing Global Note, interest shall be calculated on the Principal Amount or Nominal Amount (as applicable) as follows:

- (a) interest shall be payable on the Principal Amount or Nominal Amount (as applicable) in respect of each successive Interest Period (as defined below) from the Issue Date to the Maturity Date only, in arrear on the relevant Interest Payment Date, on the basis of the actual number of days in such Interest Period and a year of 360 days or, if this Global Note is denominated in Sterling or if market practice so dictates (as determined by the Paying Agent), 365 days at a rate (the **Rate of Interest**) determined on the following basis:

- (i) on the first day of each Interest Period (for a Global Note denominated in Sterling) or, if this Global Note is denominated in euro, the second euro Business Day before the beginning of each Interest Period or, if this Global Note is denominated in any other currency, the second London Business Day (as defined below) before the beginning of each Interest Period (each an **Interest Determination Date**) the Calculation Agent will determine (in the case where the Reference Rate is LIBOR) the offered rate for deposits in the Contractual Currency in the London interbank market for the Interest Period concerned as at 11.00 a.m. (London time) on the Interest Determination Date in question or (in the case where the Reference Rate is EURIBOR) the European Interbank Offered Rate for deposits in euro for the Interest Period concerned as at 11.00 a.m. (Brussels time) on the Interest Determination Date in question. Such offered rate will be that which appears on the display designated as page LIBORØ1 or LIBORØ2 on the Reuters Monitor (or such other page or service as may replace it for the purpose of displaying London interbank offered rates of major banks for deposits in the Contractual Currency for a duration approximately equal to the Interest Period) or (in the case where the Reference Rate EURIBOR) page EURIBORØ1 on the Reuters Monitor (or such other page or service as may replace it for the purpose of displaying European Interbank Offered Rates of major banks in the euro-zone (as defined below) for deposits in euro for a duration approximately equal to the Interest Period). The Rate of Interest for such Interest Period shall be the interest rate resulting from (i) the addition of the Margin (expressed as a percentage rate per annum) to the rate which so appears (if the Margin is a positive number) or (ii) the deduction of the Margin (expressed as a percentage rate per annum) from the rate which so appears (if the Margin is a negative number), as determined by the Calculation Agent in each case;

- (ii) if on any Interest Determination Date for any reason such offered rate is unavailable, the Calculation Agent will request the principal London (in the case where the Reference Rate is LIBOR) or euro-zone (in the case where the Reference Rate is EURIBOR) office of each of five leading banks selected by it to provide its offered quotation for deposits in the Contractual Currency for a duration approximately equal to the Interest Period concerned as at 11.00 a.m. (London or Brussels time, as the case may be) on the Interest Determination Date in question. The Rate of Interest for such Interest Period shall be the interest rate resulting from (i) if the

Margin is a positive number, the addition of the Margin (expressed as a percentage rate per annum) to, or (ii) if the Margin is a negative number, the deduction of the Margin (expressed as a percentage rate per annum) from, such quotation (if only one is provided) or the arithmetic mean (rounded, if necessary, up to the nearest four decimal places) of such quotations (if two or more are provided), as determined by the Calculation Agent in each case; and

- (iii) if the Calculation Agent is unable to determine the Rate of Interest for an Interest Period in accordance with (i) or (ii) above, the Rate of Interest for such Interest Period shall be the Rate of Interest in effect for the last preceding Interest Period to which (i) or (ii) above shall have applied.

For the purposes of this Global Note, **euro-zone** means the region comprised of the countries whose lawful currency is the euro;

- (b) the Calculation Agent will, as soon as practicable after 11.00 a.m. (London or Brussels time, as the case may be) on each Interest Determination Date, determine the Rate of Interest and calculate the amount of interest payable (the **Amount of Interest**) for the relevant Interest Period. The Amount of Interest shall be calculated by applying the Rate of Interest to the Principal Amount or Nominal Amount (as applicable) of one Note of each Denomination, multiplying such product by the actual number of days in the Interest Period concerned divided by 360 or, if this Global Note is denominated in Sterling or if market practice so dictates (as determined by the Paying Agent) by 365 and rounding the resulting figure to the nearest amount of the Contractual Currency which is available as legal tender in the country of the Contractual Currency (with halves being rounded upwards). The determination of the Rate of Interest and the Amount of Interest by the Calculation Agent shall (in the absence of manifest error) be final and binding upon all parties;
- (c) a certificate of the Calculation Agent as to the Rate of Interest payable hereon for any Interest Period shall (in the absence of manifest error) be conclusive and binding as between the Issuer and the bearer hereof;
- (d) the period beginning on (and including) the Issue Date and ending on (but excluding) the first Interest Payment Date and each successive period beginning on (and including) an Interest Payment Date and ending on (but excluding) the next succeeding Interest Payment Date is called an **Interest Period** for the purposes of this paragraph;
- (e) the Issuer will procure that a notice specifying the Rate of Interest payable in respect of each Interest Period be given as soon as practicable after the determination of the Rate of Interest. Such notice will be delivered to each of the Clearing System(s) or, if this Global Note has been exchanged for bearer definitive Notes pursuant to paragraph 7, it will be delivered to the bearer of this Note or, if that is not possible, it will be published in the *Financial Times* or in another leading London daily newspaper; and
- (f) as used above, **London Business Day** means any day on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealings in foreign exchange and foreign currency deposits) in London.

13. Instructions for payment must be received at the offices of the Paying Agent together with this Global Note as follows:

- (a) if this Global Note is denominated in Australian dollars, New Zealand dollars, Hong Kong dollars or Japanese Yen, at least two Payment Business Days prior to the relevant payment date; and

- (b) in all other cases, at least one Payment Business Day prior to the relevant payment date.
14. This Global Note shall not be validly issued unless manually authenticated by Citibank, N.A., London Branch as Issue Agent and, if this Global Note is intended to be held in a manner which would allow Eurosystem eligibility as specified hereon, effectuated by the entity appointed as common safekeeper in respect of the Notes.
 15. No rights are conferred on any person under the Contracts (Rights of Third Parties) Act 1999 to enforce any term of this Global Note, but this does not affect any right of remedy of a third party which exists or is available apart from that Act.
 16. This Global Note and any non-contractual obligations arising out of or in connection with it shall be governed by, and construed in accordance with, English law.
 17. The Issuer irrevocably agrees for the benefit of the bearer of this Global Note that the courts of England are to have exclusive jurisdiction to settle any disputes which may arise out of or in connection with this Global Note (including a dispute relating to any non-contractual obligations arising out of or in connection with this Global Note) and accordingly submits to the jurisdiction of the English courts.
 18. The Issuer waives any objection to the courts of England on the grounds that they are an inconvenient or inappropriate forum.
 19. Any suit, action or proceeding (together referred to as **Proceedings**) arising out of or in connection with this Global Note (including any Proceedings relating to any non-contractual obligations arising out of or in connection with this Global Note), may be brought against the Issuer in any other court of competent jurisdiction and concurrent Proceedings in any number of jurisdictions.
 20. The Issuer appoints Leadenhall Secretaries Limited of Ibex House, 42-47 Minories, London EC3N 1HA as its agent for service of process and agrees that, in the event of Leadenhall Secretaries Limited ceasing so to act or ceasing to be registered in England, it will appoint another person as its agent for service of process in England in respect of any Proceedings. Nothing in this clause shall affect the right to serve process in any other manner permitted by law.

Signed in facsimile on behalf of

REPSOL INTERNATIONAL FINANCE B.V.

By:

(Authorised Signatory)

By:

(Authorised Signatory)

AUTHENTICATED by

CITIBANK, N.A., LONDON BRANCH

without recourse, warranty or liability

and for authentication purposes only

By:

(Authorised Signatory)

EFFECTUATED^{†††}

Without recourse, warranty or liability by

..... as common safekeeper

By:

(Authorised Signatory)

^{†††} Effectuation only relevant for Global Notes intended to be held in a manner which would allow Eurosystem eligibility as specified on such Global Note.

SCHEDULE

Payments of Interest

The following payments of interest in respect of this Global Note have been made:

Date Made	Payment From	Payment To	Amount Paid	Notation on behalf of Paying Agent

**Pro forma Redemption Calculation
(Index-linked Global Note)**

This is the Redemption Calculation relating to the attached index-linked Global Note:

Calculation Date:

Calculation Agent:

Minimum Redemption Amount (per Note):*

Redemption Amount:

to be calculated by the Calculation Agent as follows:

[Insert particulars of index and redemption calculation]

[Indicate whether the calculation refers to principal or coupon]

Confirmed:

.....
For: **REPSOL INTERNATIONAL FINANCE B.V.**

Note: The Calculation Agent is required to notify the Paying Agent for the Notes of the Redemption Amount immediately upon completing its calculation of the same.

* The minimum redemption amount must be €150,000 or its equivalent in the relevant Contractual Currency.

PART 2

**FORM OF DEFINITIVE MULTICURRENCY EURO-COMMERCIAL PAPER NOTE
(INTEREST BEARING/DISCOUNTED/INDEX-LINKED)**

The securities covered hereby have not been registered under the US Securities Act of 1933, as amended (the **Securities Act**) and may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons. Terms used above have the meanings given to them by Regulation S under the Securities Act.

REPSOL INTERNATIONAL FINANCE B.V.
(Incorporated with limited liability in the Netherlands)

Unconditionally and Irrevocably Guaranteed by
REPSOL YPF, S.A.
(Incorporated with limited liability in Spain)

No: Series No:
Issued on: Maturity Date:.....
Contractual Currency:..... Denominations:.....
Principal Amount:^{†††} Nominal Amount:^{§§§}
(words and figures if a Sterling Note) *(words and figures if a Sterling Note)*
Calculation Agent:^{§§§} Minimum Redemption Amount: ^{****}
(Principal)
Fixed Interest Rate:^{††††}% . per annum Margin:^{††††} %
Calculation Agent:^{††††} Reference Banks:^{††††}
(Interest)
Interest Payment Dates:^{§§§§} Reference Rate: LIBOR/EURIBOR: ^{*****}
Interest Commencement Date:^{†††††}

1. For value received, Repsol International Finance B.V. (the **Issuer**) promises to pay to the bearer of this Note on the Maturity Date:

- (a) the above Principal Amount; or
- (b) if this Note is index-linked, an amount (representing either principal or coupon) to be calculated by the Calculation Agent in accordance with the redemption calculation, a copy of which is attached to this Note and is available for inspection at the office of the Paying Agent referred to below,

together (in any case) with interest thereon at the rate and at the times (if any) specified herein.

^{†††} Complete for Notes other than index-linked Notes.
^{§§§} Complete for index-linked Notes only.
^{****} The minimum redemption amount must be €150,000 or its equivalent in the relevant Contractual Currency.
^{††††} Complete for fixed rate interest bearing Notes only.
^{†††††} Complete for floating rate interest bearing Notes only.
^{§§§§} Complete for interest bearing Notes if interest is payable before Maturity Date.
^{*****} Complete for floating rate interest bearing Notes only. The Reference Rate should always be LIBOR unless the Note is denominated in euro and the Issuer and the relevant Dealer agree EURIBOR should be used instead.
^{†††††} Complete for interest bearing Notes only.

All such payments shall be made in accordance with an Issuing and Paying Agency Agreement dated 26 March 2010 (the **Agency Agreement**) between the Issuer, Repsol YPF, S.A. (the **Guarantor**) and Citibank, N.A., London Branch (the **Paying Agent**), a copy of which is available for inspection at the office of the Paying Agent at 14th Floor, Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB and subject to and in accordance with the terms and conditions set forth below. All such payments shall be made upon presentation and surrender of this Note at the office of the Paying Agent referred to above, or at the office of any other paying agent appointed for the purpose from time to time by the Issuer and the Guarantor in accordance with the Agency Agreement, by transfer to an account denominated in the Contractual Currency maintained by the bearer in the principal financial centre in the country of the Contractual Currency (or, in the case of a Note denominated or payable in euro, to a euro account (or any other account to which euro may be credited or transferred) maintained by the payee with a bank in the principal financial centre of any member state of the European Union). The Issuer undertakes that it will ensure that it maintains a paying agent in a member state of the European Union that is not obliged to withhold or deduct tax pursuant to European Council Directive 2003/48/EC or any law implementing or complying with, or introduced in order to conform to, such Directive.

2. All payments in respect of this Note shall be made without set-off, counterclaim, fees, liabilities or similar deductions, and free and clear of, and without deduction or withholding for, taxes, levies, duties, assessments or charges of any nature now or hereafter imposed, levied, collected, withheld or assessed by the Netherlands, in the case of payments by the Issuer, or the Kingdom of Spain, in the case of payments by the Guarantor, and/or any other jurisdiction through or from which such payments are made or any political subdivision or any taxing authority thereof or therein (**Taxes**). If the Issuer or, as the case may be, the Guarantor, is required by law or regulation to make any deduction or withholding for or on account of Taxes, the Issuer or, as the case may be, the Guarantor, shall, to the extent permitted by applicable law or regulation, pay such additional amounts as shall be necessary in order that the net amounts received by the bearer of this Note or the holder or beneficial owner of any interest herein or rights in respect hereof, after such deduction or withholding shall equal the amount which would have been receivable hereunder in the absence of such deduction or withholding, except that no such additional amounts shall be payable:
 - (a) to, or to a third party on behalf of, the bearer of this Note or the holder or beneficial owner of any interest herein or rights in respect hereof where such deduction or withholding is required by reason of the holder having some connection with the Netherlands or, as the case may be, Spain, other than the mere holding of and payment in respect of this Note; or
 - (b) where such withholding or deduction is imposed on a payment to an individual and is required to be made pursuant to European Council Directive 2003/48/EC or any law implementing or complying with, or introduced in order to conform to, such Directive; or
 - (c) in respect of any deduction or withholding which would not have been required but for the presentation by the bearer of this Note for payment on a date more than 15 days after the Maturity Date or, if applicable, the relevant Interest Payment Date or (in either case) the date on which payment hereof is duly provided for, whichever occurs later; or
 - (d) to, or to a third party on behalf of, a holder which is resident in a territory considered as a tax haven pursuant to Spanish law (currently set out in Royal Decree 1080/1991 of 5 July); or
 - (e) to, or to a third party, on behalf of, a holder which is resident in a jurisdiction (i) which has not entered into a Double Taxation Treaty with Spain; or (ii) which has entered into a Double Taxation Treaty with Spain that does not provide for a full exemption for payments made under this Note; or

- (f) to, or to a third party, on behalf of, a holder who would have been able to fully or partially avoid such withholding or deduction by (i) presenting this Note to another paying agent in a member state of the European Union or (ii) authorising the relevant paying agent to report information in accordance with the procedure laid down by the relevant tax authority or by delivering, in the form required by the relevant tax authority, a declaration, claim, certificate, document or other evidence establishing exemption or reduction therefrom; in this latter case, provided that, in the event of payment made by the Guarantor under the Guarantee (i) the Guarantor has previously notified the holder that such evidence is required (which notification shall be deemed to have been made via a notification to the paying agent to such effect); and (ii) such notification to the paying agent allows sufficient time for such holder to comply with such request prior to the relevant payment being made.
3. This Note constitutes an unsecured and unsubordinated obligation of the Issuer. The payment obligations of the Issuer represented by this Note will rank at least *pari passu* with all present and future unsecured and unsubordinated obligations of the Issuer other than obligations mandatorily preferred by law applying to companies generally.
4. If the Maturity Date or, if applicable, the relevant Interest Payment Date is not a Payment Business Day (as defined herein), payment in respect hereof will not be made and credit or transfer instructions shall not be given until the next following Payment Business Day (unless that date falls more than 364 days after the Issue Date, in which case payment shall be made on the immediately preceding Payment Business Day) and the bearer of this Note or the holder or beneficial owner of any interest herein or rights in respect hereof shall not be entitled to any interest or other sums in respect of such postponed payment. **Payment Business Day**, as used herein, shall mean any day, other than a Saturday or a Sunday, on which (a) deposits in the relevant currency may be dealt in on the London interbank market, (b) commercial banks and foreign exchange markets settle payments and are open for general business in London and in the place of payment and (other than for payments in euro) the principal financial centre of the country of the relevant currency in which the payment is to be made and (c) in relation to a payment to be made in euro, the TARGET2 system is operating credit or transfer instructions in respect of payments in euro (a **euro Business Day**). **TARGET2 system** means the Trans-European Automated Real-Time Gross Settlement Express Transfer (TARGET2) system or any successor thereto.
5. This Note is negotiable and, accordingly, title hereto shall pass by delivery and the bearer shall (except as otherwise required by applicable law or regulatory requirements) be treated as being absolutely entitled to receive payment upon due presentation hereof (notwithstanding any notation of ownership or other writing hereon or notice of any previous loss or theft thereof) free and clear of any equity, set-off or counterclaim on the part of the Issuer against any previous bearer hereof.
6. Instructions for payment must be received at the offices of the Paying Agent together with this Note as follows:
- (a) if this Note is denominated in Australian dollars, New Zealand dollars, Hong Kong dollars or Japanese Yen, at least two Payment Business Days prior to the relevant payment date; and
- (b) in all other cases, at least one Payment Business Day prior to the relevant payment date.
7. This Note shall not be validly issued unless manually authenticated by Citibank, N.A., London Branch as Issue Agent.
8. No rights are conferred on any person under the Contracts (Rights of Third Parties) Act 1999 to enforce any term of this Note, but this does not affect any right of remedy of a third party which exists or is available apart from that Act.

9. This Note has the benefit of a guarantee (the **Guarantee**) issued by the Guarantor on 26 March 2010, copies of which are available for inspection during normal business hours at the offices of the Paying Agent referred to above.
10. This Note and any non-contractual obligations arising out of or in connection with it shall be governed by, and construed in accordance with, English law.
11. The Issuer irrevocably agrees for the benefit of the bearer of this Note that the courts of England are to have exclusive jurisdiction to settle any disputes which may arise out of or in connection with this Note (including a dispute relating to any non-contractual obligations arising out of or in connection with this Note) and accordingly submits to the jurisdiction of the English courts.
12. The Issuer waives any objection to the courts of England on the grounds that they are an inconvenient or inappropriate forum.
13. Any suit, action or proceeding (together referred to as **Proceedings**) arising out of or in connection with this Note (including any Proceedings relating to any non-contractual obligations arising out of or in connection with this Note), may be brought against the Issuer in any other court of competent jurisdiction and concurrent Proceedings in any number of jurisdictions.
14. The Issuer appoints Leadenhall Secretaries Limited of Ibex House, 42-47 Minories, London EC3N 1HA as its agent for service of process and agrees that, in the event of Leadenhall Secretaries Limited ceasing so to act or ceasing to be registered in England, it will appoint another person as its agent for service of process in England in respect of any Proceedings. Nothing in this clause shall affect the right to serve process in any other manner permitted by law.

Signed in facsimile on behalf of

REPSOL INTERNATIONAL FINANCE B.V.

By:

(Authorised Signatory)

By:

(Authorised Signatory)

AUTHENTICATED by

CITIBANK, N.A., LONDON BRANCH

without recourse, warranty or liability

and for authentication purposes only

By:

(Authorised Signatory)

[ON THE REVERSE]

1. If this is an interest bearing Note, then:
 - (a) notwithstanding the provisions of paragraph 1 (above), if any payment of interest in respect of this Note falling due for payment prior to the Maturity Date remains unpaid on the fifteenth day after falling so due, the amount referred to in paragraph 1 shall be payable on such fifteenth day; and
 - (b) upon each payment of interest (if any) prior to the Maturity Date in respect of this Note, the Schedule hereto shall be duly completed by the Paying Agent to reflect such payment.
2. If this is a fixed rate interest bearing Note, interest shall be calculated on the Principal Amount or Nominal Amount (as applicable) as follows:
 - (a) interest shall be payable on the Principal Amount or Nominal Amount (as applicable) in respect of each successive Interest Period (as defined below) from the Issue Date to the Maturity Date only, in arrear on the relevant Interest Payment Date, on the basis of the actual number of days in such Interest Period and a year of 360 days (or, if this Note is denominated in Sterling or if market practice so dictates (as determined by the Paying Agent) 365 days) at the Fixed Interest Rate specified above with the resulting figure being rounded to the nearest amount of the Contractual Currency which is available as legal tender in the country of the Contractual Currency (with halves being rounded upwards); and
 - (b) the period beginning on (and including) the Issue Date and ending on (but excluding) the first Interest Payment Date and each successive period beginning on (and including) an Interest Payment Date and ending on (but excluding) the next succeeding Interest Payment Date is an **Interest Period** for the purposes of this paragraph.
3. If this is a floating rate interest bearing Note, interest shall be calculated on the Principal Amount or Nominal Amount (as applicable) as follows:
 - (a) interest shall be payable on the Principal Amount or Nominal Amount (as applicable) in respect of each successive Interest Period (as defined below) from the Issue Date to the Maturity Date only, in arrear on the relevant Interest Payment Date, on the basis of the actual number of days in such Interest Period and a year of 360 days or, if this Note is denominated in Sterling or if market practice so dictates (as determined by the Paying Agent) 365 days at a rate (the **Rate of Interest**) determined on the following basis:
 - (i) on the first day of each Interest Period (for a Note denominated in Sterling) or, if this Note is denominated in euro, the second euro Business Day before the beginning of each Interest Period or, if this Note is denominated in any other currency, the second London Business Day (as defined below) before the beginning of each Interest Period (each an **Interest Determination Date**) the Calculation Agent will determine (in the case where the Reference Rate is LIBOR) the offered rate for deposits in the Contractual Currency in the London interbank market for the Interest Period concerned as at 11.00 a.m. (London time) on the Interest Determination Date in question or (in the case where the Reference Rate is EURIBOR) the European Interbank Offered Rate for deposits in euro for the Interest Period concerned as at 11.00 a.m. (Brussels time) on the Interest Determination Date in question. Such offered rate will be that which appears on the display designated as page LIBORØ1 or LIBORØ2 on the Reuters Monitor (or such other page or service as may replace it for the purpose of displaying London interbank offered rates of major banks for deposits in the Contractual Currency for a duration

approximately equal to the Interest Period) or (in the case where the Reference Rate is EURIBOR) page EURIBORØ1 on the Reuters Monitor (or such other page or service as may replace it for the purpose of displaying European Interbank Offered Rates of major banks in the euro-zone (as defined below) for deposits in euro for a duration approximately equal to the Interest Period). The Rate of Interest for such Interest Period shall be the interest rate resulting from (i) the addition of the Margin (expressed as a percentage rate per annum) to the rate which so appears (if the Margin is a positive number) or (ii) the deduction of the Margin (expressed as a percentage rate per annum) from the rate which so appears (if the Margin is a negative number), as determined by the Calculation Agent in each case;

- (ii) if on any Interest Determination Date for any reason such offered rate is unavailable, the Calculation Agent will request the principal London (in the case where the Reference Rate is LIBOR) or euro-zone (in the case where the Reference Rate is EURIBOR) office of each of five leading banks selected by it to provide its offered quotation for deposits in the Contractual Currency for a duration approximately equal to the Interest Period concerned as at 11.00 a.m. (London or Brussels time, as the case may be) on the Interest Determination Date in question. The Rate of Interest for such Interest Period shall be the interest rate resulting from (i) if the Margin is a positive number, the addition of the Margin (expressed as a percentage rate per annum) to, or (ii) if the Margin is a negative number, the deduction of the Margin (expressed as a percentage rate per annum) from, such quotation (if only one is provided) or the arithmetic mean (rounded, if necessary, up to the nearest four decimal places) of such quotations (if two or more are provided), as determined by the Calculation Agent in each case; and
- (iii) if the Calculation Agent is unable to determine the Rate of Interest for an Interest Period in accordance with (i) or (ii) above, the Rate of Interest for such Interest Period shall be the Rate of Interest in effect for the last preceding Interest Period to which (i) or (ii) above shall have applied.

For the purposes of this Note **euro-zone** means the region comprised of the countries whose lawful currency is the euro;

- (b) the Calculation Agent will, as soon as practicable after 11.00 a.m. (London or Brussels time, as the case may be) on each Interest Determination Date, determine the Rate of Interest and calculate the amount of interest payable (the **Amount of Interest**) for the relevant Interest Period. The Amount of Interest shall be calculated by applying the Rate of Interest to the Principal Amount or Nominal Amount (as applicable) of one Note of each Denomination, multiplying such product by the actual number of days in the Interest Period concerned divided by 360 or, if this Note is denominated in Sterling or if market practice so dictates (as determined by the Paying Agent) by 365 and rounding the resulting figure to the nearest amount of the Contractual Currency which is available as legal tender in the country of the Contractual Currency (with halves being rounded upwards). The determination of the Rate of Interest and the Amount of Interest by the Calculation Agent shall (in the absence of manifest error) be final and binding upon all parties;
- (c) a certificate of the Calculation Agent as to the Rate of Interest payable hereon for any Interest Period shall (in the absence of manifest error) be conclusive and binding as between the Issuer and the bearer hereof;
- (d) the period beginning on (and including) the Issue Date and ending on (but excluding) the first Interest Payment Date and each successive period beginning on (and including) an

Interest Payment Date and ending on (but excluding) the next succeeding Interest Payment Date is called an **Interest Period** for the purposes of this paragraph;

- (e) the Issuer will procure that a notice specifying the Rate of Interest payable in respect of each Interest Period be given as soon as practicable after the determination of the Rate of Interest. Such notice will be delivered to the bearer of this Note or, if that is not possible, it will be published in the *Financial Times* or in another leading London daily newspaper; and
- (f) as used above, **London Business Day** means any day on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealings in foreign exchange and foreign currency deposits) in London.

SCHEDULE

Payments of Interest

The following payments of interest in respect of this Note have been made:

Date Made	Payment From	Payment To	Amount Paid	Notation on behalf of Paying Agent

**Pro-forma Redemption Calculation
(Index-Linked Note)**

This is the Redemption Calculation relating to the attached index-linked Note:

Calculation Date:

Calculation Agent:

Minimum Redemption Amount (per Note):^{****}

Redemption Amount:

to be calculated by the Calculation Agent as follows:

[Insert particulars of index and redemption calculation]

[Indicate whether the calculation refers to principal or coupon]

Confirmed:

.....
For: **REPSOL INTERNATIONAL FINANCE B.V.**

Note: The Calculation Agent is required to notify the Paying Agent for the Notes of the Redemption Amount immediately upon completing its calculation of the same.

^{****} The minimum redemption amount must be €150,000 or its equivalent in the relevant Contractual Currency.

**APPENDIX 3
PROGRAMME PARTICIPANTS**

ISSUER

REPSOL INTERNATIONAL FINANCE B.V.

Koninginnegracht 19,
2514 AB The Hague
The Netherlands

Telephone No: +31 70 314 16 11
Facsimile No: +31 70 302 20 79
Attention: The Directors

GUARANTOR

REPSOL, S.A.

Calle Méndez Álvaro 44
28045 Madrid
Spain

Telephone No: + 34 91 753 11 98 / +34 91 753 81 31
Facsimile No: + 34 91 753 20 70
Attention: Finance Department

THE ISSUE AND PAYING AGENT

CITIBANK, N.A., LONDON BRANCH

13th Floor
Citigroup Centre
Canada Square
Canary Wharf
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United Kingdom

Telephone No: +353 1 622 2255
Facsimile No: +353 1 622 4029
Attention: Agency & Trust Services, ECP Issuance

ARRANGER

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Citigroup Centre
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Canary Wharf
London E14 5LB
United Kingdom

Telephone No: +44 207 986 9070
Facsimile No: +44 207 986 6837
Attention: Short-Term Fixed Income Desk

DEALERS

BANK OF AMERICA MERRILL LYNCH INTERNATIONAL LIMITED

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United Kingdom

Telephone No: +44 207 996 8904
Facsimile No: +44 207 995 0048
Attention: ECP Desk

BARCLAYS BANK PLC

5 The North Colonnade
Canary Wharf
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Attention: ECP Trading Desk

CITIBANK EUROPE PLC, UK BRANCH

Citigroup Centre
Canada Square
Canary Wharf
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United Kingdom

Telephone No: +44 207 986 9070
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Attention: Short-Term Fixed Income Desk

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The Netherlands

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Attention: ECP Desk/TRC 00.114

GOLDMAN SACHS INTERNATIONAL

Peterborough Court
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London EC4A 2BB
United Kingdom

Telephone No: +44 207 774 2630
Facsimile No: +44 207 774 5186
Attention: Money Market Desk

UBS LIMITED

1 Finsbury Avenue
London EC2M 2PP
United Kingdom

Telephone No: +44 20 7567 2324
Facsimile No: +44 20 7336 2002
Attention: ECP Desk

SOCIÉTÉ GÉNÉRALE

29 Boulevard Haussmann
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Telephone No: + 33 1 42 13 51 81
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Attention: William Zernik