

7.1 ANNEX II

DESCRIPTION OF THE MAIN ELEMENTS OF THE RELATIONSHIPS WITH RELATED PARTIES

Transactions with related parties

On December 31, 2011, REN was listed at Euronext Lisbon. Its main shareholders,

with registered transactions in 2011, are: EDP Group and Caixa Geral de Depósitos Group.

During the financial year, REN Group carried out the following transactions with these entities:

REVENUES

	11	10
Invoicing issued	1,146,657	1,487,362
Electricity - EDP	274,342	20,930
Other services - EDP		
Financial income		
Interest on applications - CGD	1,548	-
Total	1.422.547	1.508.292

The amounts shown for sales refer to movements resulting from REN Trading's role as agent in relation to the PPAs of the

powerhouses of Pego (Tejo Energia) and Tapada do Outeiro (Turbogás).

EXPENSES

	11	10
Invoicing received		
Electricity - EDP	657,364	642,814
	657,364	642,814
Purchase of services		
Sundry services - EDP	9,733	10,139
Financial costs		
Interest on Commercial paper - CGD	1,480	2,878
Borrowings fees - CGD	539	640
Derivative financial instruments	461	-
Other interest - CGD (leases and credit lines)	22	31
	12,235	13,688

²¹ FOR THESE PURPOSES, EDP GROUP INCLUDES EDP – ENERGIAS DE PORTUGAL, S.A., EDP – DISTRIBUIÇÃO – ENERGIA, S.A., EDP, EDP SERVIÇOS UNIVERSAL, S.A., EDP VALOR – GESTÃO INTEGRADA DE SERVIÇOS, S.A., EDP GESTÃO DA PRODUÇÃO DA ENERGIA, S.A., EDP GESTÃO DA PRODUÇÃO DA ENERGIA, S.A., PORTGÁS, S.A., EDP GÁS.COM, S.A., EDP GÁS, SGPS, S.A., O&M SERVIÇOS, S.A., SÁVIDA, S.A. AND LABELEC, S.A.

²² FOR THESE PURPOSES, CAIXA GERAL DE DEPÓSITOS INCLUDES CAIXA GERAL DE DEPÓSITOS S.A. AND CAIXA BI.

The amounts shown for the purchase of products are recognized under “Customers and other receivables”, due to the role of intermediary that REN plays in the purchase and sale of electricity.

BALANCES WITH RELATED PARTIES

At the end of the financial years ended on December 31, 2011 and 2010, the balances resulting from transactions with related parties are as follows:

	11	10
Trade and other receivables		
EDP - Trade receivables	89,984	84,467
EDP - Other receivables	1,471	802
Cash and cash equivalents		
CGD - Treasury investments	26,000	63,100
CGD - Bank deposits	701	1,527
	118,156	149,896
Trade and other payables		
EDP - Trade payables	9,979	7,674
EDP - Other payables	268	234
CGD - Trade payables	-	36
Borrowings		
CGD - Borrowings (Commercial paper)	5,000	27,000
CGD - Finance lease	406	131
	15,653	35,075