



AGREEMENT REACHED FOR SALE OF ELECTRICITY DISTRIBUTION NETWORK IN THE MUNICIPALITIES OF ROME AND FORMELLO

Rome, March 29, 2001 - Enel and ACEA, have reached agreement regarding the sale of the electricity distribution network in the municipalities of Rome and Formello.

The network serves 709,000 customers. The transaction value has been fixed at ITL 1,100 billion. The sale follows on from similar agreements with AMPS and ACEGAS, the utilities owned by the municipalities of Parma and Trieste.

The parties have reached agreement within the deadline and in accordance with the conditions established by the Bersani Decree (Decree 79 of March 16, 1999), thus avoiding the complex arbitration proceedings required by the legislation in the event of a failure to conclude an agreement.

As a result of the acquisition, ACEA will see its customer base almost double. The integration of Enel's network will bring significant synergies in terms of operations and investment and will benefit the implementation of the company's multiutility strategy, which has already seen the development of other utility businesses, in common with other large Italian municipal companies.