



**Annual General Shareholders'  
Meeting**

April 17th, 2012

**PROPOSAL OF ITEM 2 OF THE AGENDA  
Allocation of profits in relation to the 2011 financial year**

In accordance with number 1 of article 30 of EDP's Articles of Association, the Executive Board of Directors hereby proposes for approval by the Shareholders the following allocation of profits, in the total value of € 785,804,149.33:

Legal reserve	€ 39,290,207.47
Dividends *	€ 676,459,477.28
Endowment to EDP Foundation	€ 7,200,000.00
Profit forwarded	€ 62,854,464.58

\* The proposed dividend is € 0,185 per share.

This value considers the total shares representing EDP's share capital. Nevertheless, under the applicable legal terms, there is no payment of dividends regarding own shares held by EDP as of the date that dividends are made available for payment. Accordingly, such value is added to the amount of profit forwarded.

Lisbon, March 8<sup>th</sup>, 2012

**EDP – Energias de Portugal, S.A.**

**The Executive Board of Directors**

**António Mexia**

**Miguel Stilwell de Andrade**