



Introduction to Book Three - Environment and Climate Action



1. The Governance and Sustainability System constitutes the internal regulatory framework for the Company, established, within exercise of the corporate autonomy that the law supports, to ensure that its identity is preserved, its purpose and values are materialised through its rules and that its business aims and goals are achieved.
2. Corporate policies are characterised by their development, conjunction and extension, as well as by their function of binding and specifying the ideological and axiological content of their purpose and values in guidelines and criteria for action that rationalise management decisions in recurring or particularly important fields and issues that so require, and constitute an essential part of the Company's System of governance and sustainability.
3. They therefore entail a positive limitation of the necessary discretion that the directors and professionals of the Iberdrola Group must have in the exercise of their duties, thereby defining safe lines of action within the framework of respect for and observance of human rights, of the contribution to the achievement of the Sustainable Development Goals approved by the United Nations (UN), compliance with ESG (*Environmental, Social and Governance*) requirements and with the goals established by the Paris Agreement and the 2030 Agenda for Sustainable Development of the United Nations, in the monitoring of which it may be presumed, prima facie, that the corresponding actions comply with and are in line with the Purpose and Values of the Iberdrola Group and with the corporate interest of Iberdrola, S. A., shared by all of the companies of the Group, to the definition and precision of which they contribute.
4. Environmental policies are integrated into the sustainable development strategy and constitute the determined reaction of the Iberdrola group and, therefore, of the Company to the challenges, objectives, and goals of climate change, preservation of the environment, and loss of biodiversity, while helping to identify and take advantage of the opportunities arising from the energy transition. They are, therefore, the living expression of Iberdrola's commitment, to which are added the Stakeholders of each of its companies, to the creation of an *integral business value* that takes into account and respects the natural and environmental capital on which its activity rests and on which it is based, thus contributing to its maximum dissemination and application among its Stakeholders and in the communities in which it is present.
5. The work of giving shape to ideas, values and principles in guidelines or protocols of conduct can and should be subject to ongoing attention in order to adjust them to the changing circumstances within which the Company works as a comprehensive enterprise with three dimensions: business, corporate and institutional. The environmental policies contained in this Book Three are subject to an ongoing review process of adaptation and constant improvement in order to update them to the context in which the companies of the Iberdrola group carry out their activities, to applicable laws and regulations, and to applicable best practices.

In Bilbao, on 5th February 2024.

The Board of Directors of Iberdrola Energía España S.A.