

# **POLICY AGAINST CLIMATE CHANGE**

**12/13/11**

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The Board of Directors of IBERDROLA, S.A. (the “Company”) is aware of the key role played by the energy industry in the fight against climate change. Therefore, acknowledging the importance thereof, the Company and the companies belonging to the group of which the Company is the controlling entity, within the meaning established by law (the “Group”), undertake to combat the effects of climate change, minimizing the environmental impact of its activities and promoting the adoption of all actions within its power for such purpose.

In order to put these commitments into practice, the Company and the rest of companies belonging to the Group shall be guided by the following basic action principles:

1. **Support** an ambitious global emission reduction target in compliance with the Kyoto Protocol and the international agreements that may replace it.
2. **Promote** management systems whereby climate change can be combated.
3. **Use its best efforts** to achieve a gradual reduction in the intensity of greenhouse gas emissions (expressed in CO2 grams per kW/hour generated).
4. **Advocate** an integrated and fair global emissions market, capable of generating the resources required to finance clean energy projects, both in industrialized countries and in emerging and developing economies.
5. **Endorse** a culture oriented toward an efficient and responsible use of energy and encourage the behaviors that favor such responsible use.
6. **Encourage** in-house training of the Group’s employees in the fight against climate change.
7. **Disseminate** any results achieved and/or actions performed by the Group regarding the fight against climate change.

**This Policy against Climate Change was initially approved by the Board of Directors on December 15, 2009 and was last amended on December 13, 2011.**

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