



Introduction to book two - Purpose

1. The Governance and the System constitute the internal regulatory framework for the Company and its Group and is established, within exercise of the corporate autonomy that the law supports, to ensure through its rules the realisation of its purpose and its values and the achievement of its business ends and goals.
2. The Governance and Sustainability System, as a whole and particularly the *Articles of Association*, approved by the sole shareholder and the primary source of the internal rules, are inspired by, based on and should be interpreted in accordance with the *Purpose and Values of the Iberdrola Group*, the corporate philosophy that guides its sustainable development strategy, the general principles and bases of which are set forth in the *General Sustainable Development Policy*.
3. Iberdrola Renovables Energía, S.A.U. has assumed an express commitment with the enterprise of the Iberdrola Group, its *raison d'être*, which consists of continuing to build together each day a healthier, more accessible energy model, based on electricity, through a responsible and sustainable comprehensive (economic, social and environmental) enterprise action that contributes to the Sustainable Development Goals (SDGs) approved by the United Nations, which respects and protects human rights in its sphere of conduct and which allows it, while preserving its legal legitimacy, to strengthen the environmental and social standing deriving from its commitment to being an active player and assuming decisive leadership in the search for sustainable progress.
4. This purpose provides root to the social dividend, which, together with the financial dividend, are sanctioned by the *Articles of Association*, representing the effective contribution of the Company to all of its stakeholders and the communities in which it does business and in which it is included, ultimately serving as a driver and lever for social and environmental change.
5. The values of the Iberdrola Group, namely, sustainable energy, integrating force and driving force, express its desire for engagement, leadership and commitment to a fast-changing social reality, with its demands, circumstances, challenges and opportunities.
6. The *Purpose and Values of the Iberdrola Group* adopted by the Company thus make up the ideological and axiological basis upon which the Company and its enterprise are founded, they assert it as a business reality that transcends its merely commercial nature and also form the basis for its *Code of Ethics*, a body of rules that, notwithstanding its nature, is binding upon and of mandatory compliance for all those to whom it applies and expresses Iberdrola's demand that it be complied with and observed.
7. Inspired by Iberdrola's strategy, the Company's strategy also develops the Group's sustainable development strategy around three large vectors, which also appear in the structure of the Governance and Sustainability System itself: environmental and anti-climate-change performance, social commitment and the application of best corporate governance practices. This strategy is configured as the Company's response to the challenges in these areas and reflects its focus on the creation of shared sustainable value for its shareholders and for the other stakeholders related to its business activity and its institutional reality, in accordance with the *Purpose and Values of the Iberdrola Group*, the commitments made in its *Code of Ethics* and its *Stakeholder Engagement Policy*.
8. The *Iberdrola Group Purpose and Values*, together with the *Code of Ethics*, the *General Sustainable Development Policy* and the *Stakeholder Engagement Policy* are formally and consistently included in its Governance and Sustainability System, providing content for Book Two and thereby acquiring the full regulatory value they deserve as informing principles.
9. With the identification, formulation and approval of the *Iberdrola Group Purpose and Values*, the *Code of Ethics*, the *General Sustainable Development Policy* and the *Stakeholder Engagement Policy* and the inclusion thereof in the Governance and Sustainability System, Iberdrola Renovables Energía, S.A.U. reiterates its commitment to ethics, to sustainable development and to creating value by means of an enterprise shared with its stakeholders and with the communities in which it does business.

In Bilbao, on 17, March 2021

The Board of Directors of Iberdrola Renovables Energía, S.A.U.