
ABOUT THIS REPORT

Transparency, comprehensiveness and clarity

The manner in which the sustainable development challenges are approached and the performance of ACCIONA's activities in 2014 are included in this Sustainability Report for the purpose of offering stakeholders complete and reliable information.

This Sustainability Report attempts to offer the reader a true and balanced overview of ACCIONA's performance in relation to the sustainable development challenges facing the Company in 2014. The content of this report supplements other reports drafted by the Company: the Annual Corporate Governance Report, the Integrated Report and the Annual Accounts (G4-17), as well as the content of its website.

In 2014 ACCIONA carried out the process of integrating its various lines of business, thereby allowing for greater synergies. The Company's Construction, Water, Services and Industrial businesses are now managed under a single line of business (ACCIONA Infrastructure). Accordingly, ACCIONA Energy includes all activities related to renewable energies.

This Sustainability Report emphasizes the advances made in 2014, based on information about the policies, actions and performance provided in the sustainability reports published in previous years. Likewise, it describes the annual progress made by the Company in implementing

the Ten Principles of the United Nations Global Compact in terms of human and labor rights, the environment and the fight against corruption.

To draft this annual report, ACCIONA followed the *G4 Sustainability Reporting Guidelines of the Global Reporting Initiative (GRI)*, including information required by the *Construction and Real Estate and the Electric Utilities* sector supplements. Following such guidelines ensures that the information contained in this report is reliable, complete and balanced. Hence, the Company believes that its 2014 Sustainability Report has been drafted *in accordance* with G4 at its *comprehensive* level within the *Materiality Disclosures Service* offered by the GRI.

Similarly, and with the aim of aligning the information included in the report with stakeholders' expectations and concerns, ACCIONA has followed the guidelines established in the AA1000 APS standard.

To check the reliability of the information, the correct application of the AA1000 APS standard's principles and the consistency

of the information provided in response to the general basic content of the G4 Guide, the Company has hired an independent external firm, KPMG Asesores S.L., to verify this. This year, ACCIONA has requested that the verification company review a number of relevant indicators, with a reasonable level of assurance. As a result of the verification process, an Independent Review Report will be drafted that will include the objectives and scope of the process as well as the verification procedures used and conclusions.

THE BASIC PRINCIPLE OF INCLUSIVENESS (G4-18B)

ACCIONA adopts a double approach to the stakeholder dialogue process: as part of the review process of the Sustainability Master Plan, and in consultations connected to the Company's business projects. The specific chapter on Stakeholder Engagement describes in more detail the methods of engagement and the main initiatives in 2014 with stakeholders.

THE PRINCIPLE OF MATERIALITY (G4-18B)

The 2014 Materiality Analysis drafted by ACCIONA in accordance with the *G4 Sustainability Reporting Guidelines* of the *Global Reporting Initiative* enabled the Company to identify social, ethical and environmental issues with the largest impact on ACCIONA's activity.

As a result of this study, ACCIONA believes that the information in this report is material to the Company and its stakeholders. The chapter on Materiality Analysis describes the process of development and the methodology of the ACCIONA 2014 Materiality Analysis.

THE PRINCIPLE OF RESPONSIVENESS (G4-18B)

This report is based on the structure of the Company's 2015 Sustainability Master Plan (SMP 2015), which shows ACCIONA's response to the main sustainability issues raised by its stakeholders. Similarly, the structure of the chapters attempts to focus on the internal restructuring of the divisions which was consolidated in 2014.

SMP 2015 is based on clear principles and purposes which are stated in specific commitments and objectives that can be measured and assessed. The Plan establishes the policies, objectives and work lines to be carried out until 2015 in nine work areas: Innovation, Environment, Society, People, Value Circle, Corporate Governance, Stakeholders, Dissemination and Leadership, and Accountability.

SCOPE (G4-22) (G4-23)

The information shown in ACCIONA's sustainability reports since 2005 is detailed mainly by division but, as far as possible, it has also been broken down by geographical area. The scope has been identified for each indicator. To provide a better understanding of the Company's performance, previous years' data have also been provided.

The environmental information published in the report comes from ACCIONA's environmental reporting system, including the "Metrica" tool, which is the benchmark corporate tool for the centralized monitoring and control of

the environmental performance of all activities performed by ACCIONA. The scope of quantitative environmental information reported corresponds to 100% of ACCIONA's activities, both in Spain and internationally. As a general principle for consolidating the environmental information reported, all facilities and sites where ACCIONA holds a majority stake and, consequently, responsibility for operation and control, are included.