To the National Securities Market Commission

Subject: Other relevant information / Implementation of the second edition of the “Iberdrola Retribución Flexible” optional dividend system corresponding to the fiscal year 2021

Pursuant to article 227 of the restated text of the Securities Market Law approved by Royal Legislative Decree 4/2015, of 23 October (texto refundido de la Ley del Mercado de Valores aprobado por el Real Decreto Legislativo 4/2015, de 23 de octubre) and related provisions, and further to the notices of other significant information (comunicaciones de otra información relevante) filed with this National Commission on 27 October 2021 (with official registry number 12,386), 16 December 2021 (with official registry number 13,221) and 5 January 2022 (with official registry number 13,485) regarding: (i) the implementation of the paid-up capital increase approved by the General Shareholders’ Meeting of Iberdrola, S.A. (“Iberdrola” or the “Company”) held on 18 June 2021 under item number nineteen on the agenda¹ (the “Capital Increase”); and (ii) the distribution of an interim dividend corresponding to the fiscal year 2021 approved by the Board of Directors on 26 October 2021² (the “Interim Dividend”), both in the context of the second edition of the “Iberdrola Retribución Flexible” optional dividend system corresponding to the fiscal year 2021, we hereby inform you that:

- The period for trading the free-of-charge allocation rights corresponding to the Capital Increase ended on 24 January 2022.

- During the period established for such purpose, the holders of 2,077,587,951 shares of the Company have elected to receive the Interim Dividend. As a consequence, the total gross amount of the Interim Dividend that will be distributed on 1 February 2022 is 353,189,951.67 euros, which results from multiplying the gross amount of the Interim Dividend per share (0.170 euros) by the number of shares whose holders have chosen to receive the Interim Dividend (2,077,587,951).

¹ And under the section titled «Common terms and conditions of the dividend distribution and increase in capital resolutions proposed under items number seventeen, eighteen and nineteen on the agenda, pursuant to which the “Iberdrola Flexible Remuneration” optional dividend system is implemented» (the “Common Terms”).

² The referred distribution was ratified by the Board of Directors of the Company by means of the resolution approved on 16 December 2021, after attesting the compliance of the requirements set forth in article 277 of the Spanish Companies Act (Ley de Sociedades de Capital).
As a result of the foregoing, these shareholders have expressly waived 2,077,587,951 free-of-charge allocation rights and, thus, 34,626,465.85 new shares corresponding to the referred rights. Furthermore, the payment of the Interim Dividend has been rendered without effect in respect of the amount which has not been distributed to those shareholders who have chosen (expressly or tacitly) any of the remaining options under the “Iberdrola Retribución Flexible” optional dividend system.

- Likewise, given that the maximum number of Iberdrola shares to be issued –after deducting the shares which holders have chosen to receive the Interim Dividend (waiving the free-of-charge allocation rights to which they were entitled)– was a fraction, Iberdrola has waived 9 free-of-charge allocation rights that it holds in order for the number of new shares ultimately issued in the Capital Increase to be a whole number and not a fraction.

- Therefore, the final number of ordinary shares with a unitary par value of 0.75 euros that will be issued in the Capital Increase is 71,475,000 with the nominal amount of the Capital Increase being 53,606,250.00 euros, which entails an increase of 1.123 % over the share capital of Iberdrola prior to the implementation of the Capital Increase.

- As a consequence, the share capital of Iberdrola after the Capital Increase will amount to 4,828,172,250.00 euros, represented by 6,437,563,000 ordinary shares having a nominal value of 0.75 euros each, fully subscribed for and paid up.

- It is expected that, subject to compliance with all legal requirements (particularly, the verification of such compliance by the National Securities Market Commission), the new shares will be admitted to trading on the Bilbao, Madrid, Barcelona and Valencia Stock Exchanges, through the Automated Quotation System (Electronic Market), on Tuesday, 1 February 2022. In this respect, the ordinary trading of the new shares is expected to commence on Wednesday, 2 February 2022.

Finally, and for the purposes of article 1.5.(g) of the Regulation (EU) 2017/1129 of the European Parliament and of the Council, of 14 June 2017, on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market, and repealing Directive 2003/71/EC (the “Regulation”), it is hereby stated that this information supplements the content of the information memorandum that was filed by virtue of the notice of other significant information (comunicación de otra información relevante) on 27 October 2021 (with official registry number 12,386), relating to the second edition of the “Iberdrola Retribución Flexible” optional dividend system corresponding to 2021 (the “Information Memorandum”), as supplemented by virtue of the notices of other significant information (comunicación de otra información relevante) filed with this National Commission on 16 December 2021 and 5 January 2022 (with official registry numbers 13,221 and 13,485, respectively).

Likewise, it is stated that the Information Memorandum (documento informativo), together with its referred supplement, constitutes the document referred to in article 1.5.(g) of the Regulation, and renders the preparation and publication of a prospectus (folleto informativo) with respect to the Capital Increase unnecessary.

As a consequence, this notice is a part of the Information Memorandum, and should therefore be read in conjunction with such document.
This information is provided to you for the appropriate purposes.

Secretary of the Board of Directors
IMPORTANT INFORMATION

This communication does not constitute an offer to purchase, sell or exchange or the solicitation of an offer to purchase, sell or exchange any securities. The shares of Iberdrola, S.A. may not be offered or sold in the United States of America except pursuant to an effective registration statement under the Securities Act or pursuant to a valid exemption from registration.

This communication contains forward-looking information and statements about Iberdrola, S.A., including financial projections and estimates and their underlying assumptions, statements regarding plans, objectives and expectations with respect to future operations, capital expenditures, synergies, products and services, and statements regarding future performance. Forward-looking statements are statements that are not historical facts and are generally identified by the words "expects", "anticipates", "believes", "intends", "estimates" and similar expressions.

Although Iberdrola, S.A. believes that the expectations reflected in such forward-looking statements are reasonable, investors and holders of Iberdrola, S.A. securities are cautioned that forward-looking information and statements are subject to various risks and uncertainties, many of which are difficult to predict and generally beyond the control of Iberdrola, S.A., that could cause actual results and developments to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include those discussed or identified in the public documents sent by Iberdrola, S.A. to the Comisión Nacional del Mercado de Valores.

Forward-looking statements are not guarantees of future performance. They have not been reviewed by the auditors of Iberdrola, S.A. You are cautioned not to place undue reliance on the forward-looking statements, which speak only as of the date they were made. All oral or written forward-looking statements hereby made or otherwise attributable to Iberdrola, S.A. or any of its members, directors, officers, employees or any persons acting on its behalf are expressly qualified on its entirety by the cautionary statement above. All the forward-looking statements included herein are based on information available to Iberdrola, S.A. on the date hereof. Except as required by applicable law, Iberdrola, S.A. does not undertake any obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.