

Strong shareholder response to Iberdrola's takeover bid for Neoenergia

- *Iberdrola's stake in Neoenergia will reach 98 % following the acquisition of a further 14,2 % at 33.7 reais per share*
- *The transaction, which involves an outlay of 5.826 million reais, has a positive impact on the Group's results and has been completed at attractive multiples*
- *The offer stands out as one of the largest delisting transactions to date in Brazil, and for achieving one of the highest acceptance rates in the country*
- *Iberdrola could acquire 100% of the company in the coming weeks if the right of exclusion is exercised*

Following the auction relating to the takeover bid launched on 24 November – a standard procedure for this type of transaction in Brazil – Iberdrola will acquire an additional 14,2 % stake in its subsidiary Neoenergia, bringing its total stake to 98 %.

The price offered by Iberdrola was 33.77 Brazilian reais per share, meaning the transaction will involve a payment of 980 million Brazilian reais, approximately 5.826 million euros. The price is equivalent to the price paid last October for the acquisition of the 30.29% stake in PREVI (32.5 reais per share), adjusted for Brazil's official interest rate (SELIC), and reduced by the special dividend declared by Neoenergia on 31 December 2025.

Furthermore, Iberdrola could acquire 100 % of Neoenergia's share capital before the end of the second quarter of 2026 as a result of the Brazilian company potentially exercising its right of squeeze-out.

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The transaction, completed at very attractive multiple valuations, has had a positive impact on Iberdrola's results from the very first year and reinforces its commitment to Brazil and to growth centred on electricity networks, which account for 90 % of Neoenergia's business.

Neoenergia supplies electricity to around 40 million Brazilians through five distribution companies in the states of Bahia, Rio Grande do Norte, Pernambuco, São Paulo, Mato Grosso do Sul and Brasília, as well as via 18 transmission lines, making it the country's leading distribution group in terms of customer numbers. Neoenergia, which operates in 18 states and the Federal District, has over 725,000 kilometres of electricity distribution lines

and 8,000 kilometres of transmission lines, and has 3,600 MW of renewable generation capacity, mainly hydroelectric.

This transaction comes on top of those carried out by Iberdrola so far this year, notably the acquisition of the Ararat wind farm in Australia, the sale of its onshore generation business in France, the sale of small-scale hydroelectric and slurry assets in Spain, the sale of its assets in Hungary, and the addition of 650 MW of solar power to the joint venture with Norges.

About Iberdrola

With a market capitalization of approximately €135 billion, Iberdrola is Europe's largest electricity utility and one of the two largest globally. The Group supplies energy to more than 100 million people worldwide, employs 45,400 professionals and manages total assets of €161 billion. In 2025, Iberdrola reported record net profit of approximately €6.3 billion. The company contributes nearly €10.4 billion annually in tax payments across the countries in which it operates and supports more than 500,000 jobs throughout its supply chain, driven by €13.2 billion in annual procurement from tens of thousands of suppliers.

Since 2001, Iberdrola has invested more than €175 billion in electricity networks, renewable energy and energy storage to advance an energy model centred on electrification. The company operates approximately 1.4 million kilometres of electricity networks in the United States (New York, Connecticut, Maine and Massachusetts), the United Kingdom (Scotland, England and Wales), Brazil (Bahia, Rio Grande do Norte, Pernambuco, São Paulo, Mato Grosso do Sul and Brasília) and Spain. Iberdrola also has installed capacity of 58,000 MW worldwide, of which more than 45,000 MW is renewable capacity.