



Green financing returns report 2020



April 2018 loan (Iberdrola Mexico)

Assets allocated

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the loan (MW)
Renewables	Onshore wind	VENTOSA	Mexico	2009	102
Renewables	Onshore wind	BII NEE STIPA	Mexico	2010	27
Renewables	Onshore wind	VENTA III	Mexico	2012	59

Total amount invested by area

Area	Investment allocated to the bond (€M)
Renewables	325 ¹⁹

Sustainability indicators

Installed capacity attributable to the bond (MW)	2020 production attributable to the loan (GWh)	CO2 avoided due to the bond (Tm)
188	425	214,592

¹⁹ Exchange rate used €1 = \$1.23 (April 2018).



June 2018 Bond (ISIN code XS1847692636)

Assets allocated

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the bond (MW)
Renewables	Offshore wind	EAST ANGLIA	United Kingdom	2019	228

Total amount invested by area

Area	Investment allocated to the bond (€ millions)
Renewables	750

Sustainability indicators

Installed capacity attributable to the bond (MW)	2020 production attributable to the bond (GWh)	CO ₂ avoided due to the bond (Tm)
228	727	169,385



December 2018 Bond (ISIN code XS1924319301)

Assets allocated

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the bond (MW)
Renewables	Onshore wind	Dos Arbolitos	Mexico	2015	23

Total amount invested by area

Area	Investment allocated to the bond (€M)
Renewables	44

Sustainability indicators

Installed capacity attributable to the bond (MW)	2020 production attributable to the bond (GWh)	CO ₂ avoided due to the bond (Tm)
23	64	32,223



February 2019 Bond (ISIN code XS1890845875) (hybrid)

Assets allocated

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the bond (MW)
Renewables	Offshore wind	EAST ANGLIA	United Kingdom	2019	180
Renewables	Offshore wind	WIKINGER	Germany	2017	51

Total amount invested by area

Area	Investment allocated to the bond (€ millions)
Renewables	800

Sustainability indicators

Installed capacity attributable to the bond (MW)	2020 production attributable to the bond (GWh)	CO ₂ avoided due to the bond (Tm)
231	761	209,234

**Támega ICO loan (30/05/2019)**

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the loan (MW)
Renewables	Hydroelectric	Támega	Portugal	2023	310

Amount of planned investment: €1,495 million

Area	Investment allocated to the loan (€ millions)
Renewables	400

Sustainability indicators

Installed capacity attributable to the loan (MW)	2020 production attributable to the loan (GWh)	CO ₂ avoided due to the bond (Tm)
310	N/A	N/A



Núñez Balboa ICO Loan (11/07/2019)

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the loan (MW)
Renewables	Photovoltaic solar	Núñez de Balboa	Spain	2020	241

Amount of planned investment: €290 million

Area	Investment allocated to the loan (€ millions)
Renewables	140

Sustainability indicators

Installed capacity attributable to the loan (MW)	2020 production attributable to the loan (GWh)	CO ₂ avoided due to the loan (Tm)
241	238	34,210



Nuñez de Balboa EIB Loan (11/07/2019)

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the loan (MW)
Renewables	Photovoltaic solar	Nuñez de Balboa	Spain	2020	250

Amount of planned investment: €290 million

Area	Investment allocated to the loan (€ millions)
Renewables	145

Sustainability indicators

Installed capacity attributable to the loan (MW)	2020 production attributable to the loan (GWh)	CO2 avoided due to the bond (Tm)
250	246	35,431



Renovables de la Ribera EIB Loan (04/11/2019)

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the loan (MW)
Renewables ²⁰	Onshore wind	Cavar	Spain	2020	27

Amount of planned investment²⁰: €52.25 million

Area	Investment allocated to the loan (€ millions)
Renewables	25 ²⁰

Sustainability indicators

Installed capacity attributable to the loan (MW)	2020 production attributable to the loan (GWh)	CO ₂ avoided due to the loan (Tm)
27	9	1,296

²⁰ Only takes into account 50%, the value of Iberdrola's interest.



April 2020 Bond (ISIN code XS2153405118)

Assets allocated

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the bond (MW)
Renewables	Onshore wind	Santiago EO	Mexico	2019	105
Renewables	Photovoltaic solar	Santiago FV	Mexico	2018	170
Renewables	Onshore wind	Hermosillo	Mexico	2018	100
Renewables	Photovoltaic solar	Cuyoaco	Mexico	2020	200
Renewables	Onshore wind	Halsary	United Kingdom	2020	30
Renewables	Onshore wind	Beinn an Tuirc3	United Kingdom	2020	50

Total amount invested by area

Area	Investment allocated to the bond (€ millions)
Renewables	750

Sustainability indicators

Installed capacity attributable to the bond (MW)	2020 production attributable to the bond (GWh)	CO ₂ avoided due to the bond (Tm)
655	730	368,441

**EIB Renewables Portfolio Loan (06/07/2020)**

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the loan (MW)
Renewables	Onshore wind	El Pradillo	Spain	2020	11
Renewables	Onshore wind	Encinillas	Spain	2020	12
Renewables	Onshore wind	Capiechamartin	Spain	2021	17
Renewables	Onshore wind	Cordel Vidural	Spain	2021	18
Renewables	Onshore wind	Panondres	Spain	2021	10
Renewables	Onshore wind	PuyLobo	Spain	2020	25
Renewables	Onshore wind	Verdigueiro	Spain	2021	19
Renewables	Photovoltaic solar	Teruel	Spain	2021	25
Renewables	Onshore wind	Fuenteblanca	Spain	2021	5
Renewables	Photovoltaic solar	Andévalo	Spain	2020	25
Renewables	Photovoltaic solar	Barcience	Spain	2021	25
Renewables	Photovoltaic solar	Olmedilla	Spain	2021	25
Renewables	Photovoltaic solar	Peñarrubia	Spain	2021	25
Renewables	Photovoltaic solar	Romeral	Spain	2021	25
Renewables	Photovoltaic solar	Campo Arañuelo 1	Spain	2021	25
Renewables	Photovoltaic solar	Campo Arañuelo 2	Spain	2021	25
Renewables	Photovoltaic solar	Campo Arañuelo 3	Spain	2021	20
Renewables	Onshore wind	Herrera 2	Spain	2021	32
Renewables	Photovoltaic solar	Ceclavin	Spain	2021	163
Renewables	Photovoltaic solar	Cedillo (Majada Alta y S Antonio)	Spain	2021	50
Renewables	Photovoltaic solar	Puertollano	Spain	2021	50
Renewables	Photovoltaic solar	Arenales	Spain	2021	75
Renewables	Onshore wind	Martin de la Jara	Spain	2021	18
Renewables	Photovoltaic solar	Francisco Pizarro	Spain	2021	156

Amount of planned investment: €1,363 million

Area	Investment allocated to the loan (€ millions)
Renewables	600

Sustainability indicators

Installed capacity attributable to the loan (MW)	2020 production attributable to the loan (GWh)	CO ₂ avoided due to the loan (Tm)
881	41	5,898



ICO Renewables Portfolio Loan (07/07/2020)

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the loan (MW)
Renewables	Onshore wind	El Pradillo	Spain	2020	3
Renewables	Onshore wind	Encinillas	Spain	2020	4
Renewables	Onshore wind	Capiechamartin	Spain	2021	5
Renewables	Onshore wind	Cordel Vidural	Spain	2021	6
Renewables	Onshore wind	Panondres	Spain	2021	3
Renewables	Onshore wind	PuyLobo	Spain	2020	7
Renewables	Onshore wind	Verdigueiro	Spain	2021	6
Renewables	Photovoltaic solar	Teruel	Spain	2021	7
Renewables	Onshore wind	Fuenteblanca	Spain	2021	2
Renewables	Photovoltaic solar	Andévalo	Spain	2020	7
Renewables	Photovoltaic solar	Barcience	Spain	2021	7
Renewables	Photovoltaic solar	Olmedilla	Spain	2021	7
Renewables	Photovoltaic solar	Peñarrubia	Spain	2021	7
Renewables	Photovoltaic solar	Romeral	Spain	2021	7
Renewables	Photovoltaic solar	Campo Arañuelo 1	Spain	2021	7
Renewables	Photovoltaic solar	Campo Arañuelo 2	Spain	2021	7
Renewables	Photovoltaic solar	Campo Arañuelo 3	Spain	2021	6
Renewables	Onshore wind	Herrera 2	Spain	2021	9
Renewables	Photovoltaic solar	Ceclavin	Spain	2021	48
Renewables	Photovoltaic solar	Cedillo (Majada Alta y S Antonio)	Spain	2021	15
Renewables	Photovoltaic solar	Puertollano	Spain	2021	15
Renewables	Photovoltaic solar	Arenales	Spain	2021	22
Renewables	Onshore wind	Martin de la Jara	Spain	2021	6
Renewables	Photovoltaic solar	Francisco Pizarro	Spain	2021	87

Amount of planned investment: €1,363 million

Area	Investment allocated to the loan (€ millions)
Renewables	200

Sustainability indicators

Installed capacity attributable to the loan (MW)	2020 production attributable to the loan (GWh)	CO ₂ avoided due to the loan (Tm)
300	12	1,732



ICO Smart Mobility Loan (22/07/2019)

Area	Technology	Name of project	Location	Start-up year	Number of recharging points	Installed capacity attributable to the loan (MW)
Electric mobility projects	Chargers	Smart Mobility	Spain	2020	242	5

Amount of planned investment: €89 million

Area	Investment allocated to the loan (€ millions)
Smart Mobility	59

Sustainability indicators

Installed capacity attributable to the loan (MW)	% investment allocated	2020 energy supplied attributable to the loan (GWh)	CO ₂ evitado gracias al préstamo (Tm)
5	5%	0.07	76



Iberioja Green Loan (03/12/2020)

Area	Technology	Name of project	Location	Start-up year	Installed capacity attributable to the loan (MW)
Renewables	Onshore wind	Igea	Spain	2006	1
Renewables	Onshore wind	Larriba	Spain	2005	1
Renewables	Onshore wind	Munilla	Spain	2004	2
Renewables	Onshore wind	Préjano	Spain	2005	1
Renewables	Onshore wind	Alcarama I	Spain	2003	0
Renewables	Onshore wind	Alcarama II	Spain	2003	1
Renewables	Onshore wind	Cabimonteros	Spain	2001	2
Renewables	Onshore wind	Escurrillo	Spain	2003	2
Renewables	Onshore wind	Gatún I	Spain	2002	2
Renewables	Onshore wind	Gatún II	Spain	2003	1
Renewables	Onshore wind	Yerga I	Spain	2000	1
Renewables	Onshore wind	Yerga II	Spain	2002	1

Total amount invested by area²¹:

Area	Investment allocated to the loan (€ millions)
Renewables	15 ²¹

Sustainability indicators

Installed capacity attributable to the loan (MW)	2020 production attributable to the loan (GWh)	CO2 avoided due to the bond (Tm)
15	21	3,009

²¹ Only takes into account 63.55%, the value of Iberdrola's interest.



External Independent Assurance Report on Green Financing



This version of our report is a free translation of the original, which was prepared in Spanish. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.

Independent Verification Report

To the Management of Iberdrola S.A.:

We have carried out our work to provide a limited assurance on the information related to (re)financed project of the Green Bonds in 2020, 2019, 2018, 2017, 2016 and 2014 (ISIN XS2153405118, ISIN XS1890845875, ISIN XS1924319301, ISIN XS1847692636, ISIN XS1797138960, ISIN XS1721244371, ISIN XS1682538183, ISIN XS1575444622, ISIN XS1564443759, ISIN XS1527758145, ISIN XS1490726590, ISIN XS1398476793 and ISIN XS1057055060) issued by Iberdrola International B.V. and Iberdrola Finanzas, S.A.U. (guaranteed by Iberdrola S.A.), the subscription of a green bank loan by Iberdrola Mexico, S.A. of C.V., the subscription of four green loan between Iberdrola Financiación, S.A.U. (guaranteed by Iberdrola, S.A.) and Instituto de Crédito Oficial, Corporate State-owned Entity, the subscription of two green loan between Iberdrola Financiación, S.A.U. (guaranteed by Iberdrola, S.A.) and European Investment Bank, the subscription of a green loan between Renovables de la Ribera, S.L. (guaranteed by Iberdrola, S.A.) and European Investment Bank, as well as the subscription of a syndicated green loan between Iberdrola Renovables La Rioja, S.A. and Banco Bilbao Vizcaya Argentaria, S.A. (hereinafter, "Financial Instruments") contained in the "Report on Green Finance Returns" 2020 of Iberdrola, S.A. and its subsidiaries (hereinafter, "Iberdrola") for the year ended 31 December 2020, and prepared in accordance with the "Iberdrola Framework for Green Financing" document (hereinafter, "the Framework"), available in the web page <https://www.iberdrola.com/shareholders-investors/investors/fixed-income/information-related-to-green-finance>.

The aspects of the information subject of our review are the following:

- The application of the eligibility criteria in the projects financed by the Financial Instruments described in the Framework, and the final list of assets or projects re(financed).
- The allocation of the funds obtained through the Financial Instruments to the assets or projects financed by them and that the capital invested in the refinanced assets or projects is attributable to the Financial Instruments.
- The verification that the sustainability indicators are prepared in accordance with their calculation methodology, defined in the mentioned "Report on Green Finance Returns", including the description of material exceptions.
- Verification that the information related to the "controversies" referred to in "Report on Green Finance Returns", is included in the "Second Party Opinion" of those public bond issued, as indicated in "the Framework", at the time of the issuance of the Bonds published on the website <https://www.iberdrola.com/shareholders-investors/investors/fixed-income/information-related-to-green-finance>.

Responsibility of Parent company's management

Management of Iberdrola is responsible for the preparation, content and presentation of the "Report on Green Finance Returns", in accordance with the requirements included in the Framework in which the eligibility criteria of the projects, the allocation of funds, the sustainability indicators and the information related to the "controversies" are described.

Management's responsibility includes establishing, implementing and maintaining the internal control required to ensure that the information included in the "Report on Green Finance Returns" is free from any material misstatement due to fraud or error.

Management of Iberdrola is also responsible for defining, implementing, adapting and maintaining the management systems from which the information required to prepare the mentioned "Report on Green Finance Returns", is obtained.

Our responsibility

Our responsibility is to issue a limited assurance report based on the procedures that we have carried out and the evidence obtained. Our limited assurance engagement was done in accordance with the International Standard on Assurance Engagements 3000 (Reviewed) "Assurance Engagements other than Audits or Reviews of Historical Financial Information", issued by the International Auditing and Assurance Standards Board (IAASB) of the International Federation of Accountants (IFAC).

The scope of a limited assurance engagement is substantially less extensive than the scope of a reasonable assurance engagement and thus, less security is provided.

The procedures that we have carried out are based on our professional judgment and have included consultations, observation of processes, document inspection, analytical procedures and random sampling test. The general procedures employed are described below:

- Meetings with Iberdrola S.A. personnel from various departments who have been involved in the preparation of the "Report on Green Finance Returns" 2020 in order to know the characteristics of the projects (re)financed by the Financial Instruments, the internal management procedures and systems in place, the data collection process and the environment control.
- Verification of the application of the eligibility criteria, described in the Framework, for the selection of projects (re)financed by the Financial Instruments.
- Analysis of the procedures used for gathering and validating the information and data presented in the sustainability indicators included in the "Report on Green Finance Returns" 2020.
- Verification of the traceability of the funds obtained through the Financial Instruments to finance projects and verification that the investments undertaken by Iberdrola in the projects ref inanced have been made in accordance with the Framework criteria.
- Verification that the information related to the "controversies" referred to in "Report on Green Finance Returns" is included in the "Second Party Opinion" for the public Green Bonds issued.
- Verification through random sampling tests revisions and substantive tests of the information related to sustainability indicators. We have also verified whether they have been appropriately compiled from the data provided by Iberdrola's sources of information.
- Obtainment of a management representation letter from the Parent company's management.

Our Independence and Quality Control

We have fulfilled our work in accordance with the independence requirements and other ethical requirements of the Code of Ethics for Professional Accountants of the International Ethics Standard Board for Accountants (IESBA), which are based on basic principles of integrity, objectivity, professional competence and diligence, confidentiality and professional conduct.

Our firm applies the International Standard on Quality Control 1 (ISQC 1) and thus employs an exhaustive quality control system which includes documented policies and procedures on the compliance of ethical requirements, professional standards, statutory laws and applicable regulations.

Limited assurance conclusion

As a result of the procedures carried out and the evidence obtained, no matters have come to our attention which may lead us to believe that:

- The list of assets or projects financed by the Financial Instruments included in "Report on Green Finance Returns" does not comply, in all its significant aspects, with the eligibility criteria described in the Framework.
- The funds obtained through the Financial Instruments have not been assigned to the assets or projects financed by them and that the capital invested in the refinanced assets or projects is not attributable to the Financial Instruments.
- The sustainability indicators contain significant errors or have not been prepared, in all their significant aspects, in accordance with what is indicated in the Framework and as indicated in "Report on Green Finance Returns" in relation to its calculation.
- The "controversies" referred to in the "Report on Green Finance Returns", have not been included in the "Second Party Opinion" at the time of issuance of public Financial Instruments.

Use and distribution

Our report is only issued to the Management of Iberdrola, in accordance with the terms and conditions of our engagement letter. We do not assume any liability to third parties other than Iberdrola's Management.

PricewaterhouseCoopers Auditores, S.L.

Original in Spanish signed by
Pablo Bascones

25 February 2021