4.4 Human Capital

Management approach Principal activities 2018 Outlook Global human • Achieve the goals of competitiveness · Management of an appropriate labour · Consolidate the Human Resources and business efficiency in a climate of relations framework that can be adapted to function at Neoenergia, extending and resources management social peace, fostering stable, high-quality suit business and social requirements. unifying best practices. employment. Homogenise the variable remuneration. · Strengthen the commitment to Sustainable • Harmonise human resources processes selection and on-boarding process. Development, fostering ethical and and make inroads with implementing the · Implementation of new forms of responsible behaviour. • Digitisation of Human Resources Iberdrola culture in all countries, respecting collaborative communication. specific local conditions. · Comparte (Sharing) programme to engage processes. employees in the achievement of the goals • Encourage cultural exchange, reflecting on and targets of the 2018-2022 Strategic Plan. what should be the evolution of our values. Goal of • Prioritise the safety of individuals at the · Attainment and/or maintenance of Continue with assessment of level of the OHSAS 18001 certification, and conformance to global standards and the "accident group's facilities and within its sphere of reduction" influence, fostering a progressive reduction implementation of the global prevention implementation of improvement groups to in incident rates and improving health and system and standards in accordance with promote safe behaviour, the management the group's policy. Assessment of level of safety conditions. of documentation and data. • Replicate throughout the group the · Complete OHSAS 18001 certification at conformance to global standards. best practices identified in the area of · Monitoring of proactive and reactive group companies that are not yet certified. occupational health and safety, fostering a indicators among the group's companies. · Implement system for subcontractor preculture of excellence in management and · Identification and application of best qualification and performance evaluation. safety practices. Exchange of lessons · Engage in awareness-raising campaigns. coordinating global preventive activities. • Improve the reporting system and global learnt. Creation of groups to promote safe behaviour (GPGs). indicators at companies of the group. • Implement the Zero Accident Plan at Neoenergia to reduce the accident rate. **Talent** · Drive staff qualifications, preparing · Launch leadership development · Digitisation of selection and on-boarding processes. management employees to work in a multicultural programme for team leaders in all environment and making continual efforts • Implementation of self-assessment and countries to improve their employability. • Launch Climate Survey at the global level career recommendation tools • Develop alternatives to compensate for and define action plans New mobility portal. factors stemming from the ageing of the · Attract the best talent, strengthen · Review and simplification of management and leadership skills model. workforce. excellence in our selection processes and • Maintain a team of competent, committed · Consolidation of the plan for development improve our presence on social media and and motivated professionals, which is key of high-potential leaders in accordance at leading universities for the sustained success of the business. · Promote a culture of learning, selfwith the 70-20-10 learning model. • Manage talent on an integrated basis in development and improvement of the user · Launch of skills development programmes order to train future leaders, preparing experience in virtual training through the for specialists (technical career). them now to assume larger responsibilities. launch of the Learning Meeting Point and Selection and implementation of global mentoring platform increase the offer of open courses. Alignment of High Potentials identification process with the remunerative cycle. Diversity, • Guarantee a social model committed to • Inclusion of Iberdrola in the 2019 · Continue encouraging the launch of professional excellence and the quality of Bloomberg Gender-Equality Index. egual initiatives that contribute to improving opportunity life of our employees. · International cultural exchanges. gender diversity within the group. · Develop labour relations based on equal Corporate Volunteerism Activities · Continue to foster improvements in the and reconciliation opportunity, non-discrimination and to improve the quality of life and the quality of people's lives through social respect for diversity. integration of vulnerable groups, including welfare activities in all of the countries in · Create a high-quality labour environment International Volunteering Day, the which the group has a presence. by committing to reconciliation. INVOLVE international volunteering · Promote the internationalisation of social • Contribute to achieving the SDGs for the programme, the project for improving the programmes and strengthen ties among 2015-2030 horizon through the Corporate electricity situation of refugee camps in the employees of the company at the Volunteering Programme. Ethiopia, and the Lights and Action project, global level. Activate the global volunteer for which Iberdrola was awarded by the community to achieve the SDGs. United Nations with the IMPACT 2030 Innovation Award

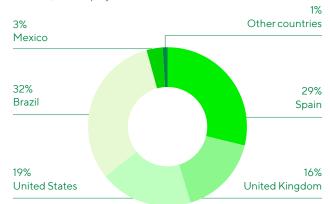
 Volunteer project regarding the fight against climate change in Spain, Mexico

Ensure the availability of a committed, qualified workforce in a safe and stable environment

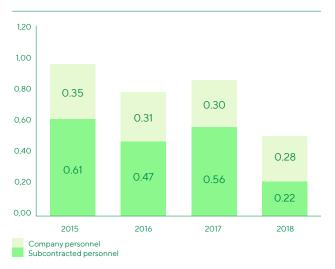
Growth and geographic diversification of the workforce

22% Spain 78% Latin America

2018: 34,078 employees



Accident rate (2015-2018)1:



(1) Neoenergia data has been 100% consolidated for all periods.

Social commitment



Various corporate volunteer activities by employees in Spain, the United States, Brazil, Mexico and the United Kingdom

Iberdrola comprometida con el liderazgo



2018 was the 10th anniversary of the *Energising Leadership Programme*, the goal of which is to strengthen the management and leadership skills of Iberdrola's leaders in a global environment. Almost 300 leaders from all countries have passed through this programme.