

ABOUT THIS REPORT

ACCIONA presents its fifth consecutive Integrated Report since 2012, drawn up in line with the conceptual framework established by the International Integrated Reporting Council¹ (IIRC).

This report is the outcome of a process of internal reflection that seeks to provide the reader with a simple and coherent picture of the company's reality, emphasising the key factors for value creation and the importance of situational factors in the short, medium and long term, and showing how the company's strategy is capable of responding to some of the main global challenges facing humanity.

As in previous years, with the goal of advancing in the integration of the information, ACCIONA again took account of the opinions of its stakeholders when defining the structure and content of this report.

IDENTIFICATION OF MATERIAL ISSUES

ACCIONA constantly monitors global context and trends in the markets where it operates so as to identify issues that impact its business. This report was elaborated on the basis of this analysis and some other nuances that the company views as important.

ACCIONA also provides detailed information on issues that are of interest to its stakeholders. The 2016 report not only reflects opinions and assessments from the company's senior management — who are conversant with the business, the strategy and the context — but also the concerns expressed by investors with respect to events during the year and the company's prospects.

Consultations with leading industry associations regarding sustainability matters were also taken into account.



KEY REPORTING ISSUES

Analyses have identified a number of key issues that will be dealt with in the report. Some are related to exogenous factors (external context and trends) that have an impact on the company's performance and strategy. Others are related to ACCIONA itself, its processes, management style and future prospects.



Exogenous factors

- International commitments to limit global warming.
- Stability and profitability of international markets.
- Suitable regulatory frameworks in the contexts in which the company operates.
- Outlook for the electricity market: variability of energy prices, auctions, etc.
- Applied technologies in the fields of energy, infrastructure and services.
- Global challenges: infrastructure gap, demographic growth, urbanisation, resource scarcity, digitisation and technology.



Internal issues

- Equilibrium between capital expenditure and the balance sheet structure.
- Strategy in connection with the complementary businesses.
- Share performance and dividend policy.
- Ability to fulfil commitments.
- Innovation.
- Human resources management.
- Relations with stakeholders.

REPORTING SCOPE

The quantitative data in the report are those for 2016 and refer to the entire company or the specific line of business, as indicated in each case.

To facilitate understanding of the business and its development over time, the content does not confine itself to the organisation's current performance but also contains figures and events from the past so as to offer a broader perspective.

Any forward-looking information contained in this document is the result of an analysis of the current context and its expected evolution; no assurance is given that such goals will be achieved, since they are subject to risk and uncertainty.

CONNECTIVITY

In line with the principle of information connectivity, the Integrated Report may be supplemented with the other corporate reports together with the content of ACCIONA's websites.

Corporate reports

ANNUAL ACCOUNTS	SUSTAINABILITY REPORT	ANNUAL CORPORATE GOVERNANCE REPORT	QUARTERLY REPORTS

<https://www.acciona.com/shareholders-investors/financial-information/>

Websites

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| CORPORATE
www.acciona.com | BESTINVER
www.bestinver.es |
| ACCIONA ENERGY
www.acciona-energia.com | TRASMEDITERRANEA
www.trasmediterranea.es/en |
| ACCIONA INFRASTRUCTURE
www.acciona-infraestructuras.com | GRUPO BODEGAS PALACIO 1894
http://www.grupobodegaspalacio.com/ |
| ACCIONA INMOBILIARIA
www.acciona-inmobiliaria.es | |

⁽¹⁾ Website of the International Integrated Reporting Council (IIRC): <http://integratedreporting.org/>