
ABOUT THIS REPORT

Transparent, clear, accurate information

ACCIONA prepared this Report to provide stakeholders with relevant information regarding its sustainability performance.

(G4-18)

This Sustainability Report assesses ACCIONA's performance in relation to sustainability in 2016, as well as the challenges it faces and how these should be addressed. The aim of this Report is to provide a comprehensive and clear vision of all the company's relevant information relating to sustainability for its various stakeholders.

The content of this Report takes, as its starting point, the challenges identified in Sustainability Reports published in previous years, and focuses on the progress made during 2016. This Report also describes the annual progress made by the company in implementing the ten principles of the United Nations Global Compact -on human rights, labour, the environment and anti-corruption-, as well as ACCIONA's contribution to the Sustainable Development Goals (SDGs).

The information published in this document is complemented by the content of other reports published by the company: the Annual Corporate Governance Report, the Integrated Report and the Consolidated Financial Statements (G4-17). Other sustainability content is also regularly updated on the company's website.

The Sustainability Report is published annually and has been drafted in accordance with the directions contained in the G4 Sustainability Reporting Guidelines by the Global Reporting Initiative (GRI), including the information required by the Construction and Real Estate and Electric Utilities Sector Supplements. Compliance with these guidelines ensures that the information contained in this Report is reliable, complete and balanced. The company therefore considers that the 2016 Sustainability Report complies with the G4 Guidelines at the comprehensive option within the Materiality Disclosures Service offered by the GRI.

In addition, for the drafting of this Report, ACCIONA has followed the guidelines established by the AA1000 APS standard, with the aim of aligning the included information with the expectations and concerns of its stakeholders.

In order to verify the reliability of the information, the correct application of the principles of the AA1000 APS standard and the consistency of the information that responds to the general basic content of the G4 Guidelines, the company has had an external audit of the Report carried out by KPMG Asesores S.L. As in previous reports, ACCIONA continues to increase the number of relevant indicators to be reviewed with a reasonable level of assurance. As a result of the audit process is detailed, this Report contains an *Independent Review Report*, where the objectives and scope of the audit process is detailed, as well as the procedures used and the conclusions reached.

THE BASIC PRINCIPLE OF STAKEHOLDER INCLUSIVITY (G4-18)

ACCIONA takes all of its stakeholders into account in the process of updating its Sustainability Master Plan and in the consultations conducted in relation to business projects. In the section 'Dialogue and leadership' -included in the Society chapter-, the avenues for dialogue are described in more detail, as well as the main initiatives carried out with stakeholders in 2016.

THE PRINCIPLE OF MATERIALITY (G4-18)

The 2016 Materiality Analysis -carried out by ACCIONA, under the guidelines established in the Global Reporting Initiative G4 Sustainability Reporting Guide-, allowed the company to identify the social, ethical and environmental issues that have the greatest impact on the development of ACCIONA's activities.

As a result of this study, ACCIONA considers that the information included in this Report is relevant to the company and its various stakeholders. The chapter on Materiality Analysis includes a description of the development process and methodology of ACCIONA's 2016 Materiality Analysis.

THE PRINCIPLE OF RESPONSIVENESS (G4-18)

The company deals with the main sustainability issues that concern its stakeholders. The chapters containing the relevant information are designed according to the specific areas of work that address the strategic and operational objectives of the Sustainability Master Plan 2020. The Plan sets out the objectives to be pursued until 2020 in seven areas of work: Society, Climate Change,

Environment, Corporate Governance, People, Value Chain and Innovation. The objectives proposed by the Plan can be measured and assessed.

SCOPE (G4-22) (G4-23)

Since 2005, ACCIONA has reported information regarding the non-financial performance of its business in its Sustainability Report. In this document, the company discloses the information relating to all its activities by offering an overview by divisions and, as far as possible, also by the geographical areas in which it operates.

Throughout the Report, the scope of each indicator shown is specified. In addition, with the aim of facilitating a better understanding of the company's performance evolution, details are also provided regarding performance in previous years.

The environmental information published in the Report comes from ACCIONA's environmental reporting system, which is mainly based in the Metric tool, used for a centralised control and monitoring of the environmental indicators of ACCIONA's activities. The scope of the environmental quantitative information published covers 100 % of ACCIONA's activities, both nationally and internationally. The criterion for the consolidation of environmental information is ACCIONA's percentage equity interest in the facilities and locations concerned: where the company holds a majority stake, it is responsible for operation and control.