

Madrid, 10th October 2016

Dear Sir or Madam,

Once again, I am pleased to confirm ACCIONA's commitment to the United Nations Global Compact and present our Communication on Progress, which sets out the Company's progress during 2015 in implementing and supporting the Ten Principles in the areas of human and labour rights, the environment and anti-corruption.

ACCIONA is an active participant in international initiatives and forums that strengthen our commitment to sustainability; in 2015, these included the launch of the 2030 Agenda, with the definition of the Sustainable Development Goals by the United Nations, as well as the COP21 and the resulting Paris Agreement on Climate Change. I would like to draw your attention to our membership of Ban Ki-Moon's Advisory Board in the Sustainable Energy for All initiative, and of the executive committees of Global Compact LEAD and the Caring for Climate initiative.

Milestones in 2015 included the conclusion of our Sustainability Master Plan (SMP) 2015, with a very positive outcome, and the definition and approval of a new sustainability strategy with ambitious goals for 2020.

One of ACCIONA's objectives within the framework of its SMP 2020 is to achieve carbon neutrality in 2016 by reducing and offsetting our emissions. Combating climate change is, and will continue to be, one of the Company's strategic priorities: between 2010 and 2015, we avoided 85.7 million tons of CO₂ emissions to the atmosphere, and in 2015 we reduced our CO₂ emissions by 43% with respect to 2010.

We at ACCIONA want to contribute to communities' sustainable development; consequently, in 2015, we continued to make progress with managing the social impact of our projects, having implemented our methodology at 47 projects in 18 countries. Additionally, through the ACCIONA Microenergy Foundation, we continue to provide basic electricity service using renewable energy to over 30,000 beneficiaries in Peru and Mexico.

As for labour, we view health and safety as a priority. In 2015, our accident frequency index fell by 31.57% with respect to 2011, and ACCIONA's goal for 2020 is to achieve a 15% reduction with respect to 2015.

Among the major events of 2015, I would like to highlight the progress made with implementing the Company's new crime prevention and anti-corruption model, including the establishment of a Compliance Department, and the commissioning of an external analysis of human rights risks in accordance with the UN Guiding Principles on Business and Human Rights.

Thanks to our achievements through 2015, we are optimistic about attaining the ambitious goals set in our Sustainability Master Plan 2020, which defines our contribution to sustainable development and the fight against climate change over the next five years.

I would like to conclude by referring you to our Sustainability Report 2015 (<http://annualreport2015.accionacom/d/sustainability-report.pdf>), in which ACCIONA reports in detail on its progress in sustainability and the challenges we have set ourselves for the future.

Very truly yours,

José Manuel Entrecanales Domecq