

Santiago Martínez Garrido

General secretary and secretary of the Board of Directors

Bilbao, 16 June 2026

To the National Securities Market Commission

Other relevant information

Terms and conditions of the first edition of the “Iberdrola Retribución Flexible” optional dividend system of the fiscal year 2026

Pursuant to article 227 of Act 6/2023, of March 17, of the *Securities Markets and Investment Services (Ley 6/2023, de 17 de marzo, de los Mercados de Valores y de los Servicios de Inversión)*, and related provisions and as a continuation of our communication of other relevant information dated 29 April 2026 (with official registry number 40,514), we hereby inform you that the Board of Directors of “Iberdrola, S.A.” (the “**Company**”) has resolved today to carry out the first edition of the “*Iberdrola Retribución Flexible*” optional dividend system of the fiscal year 2026.

For such purposes, the Board of Directors of the Company has resolved to carry out the first paid-up capital increase (the “**Capital Increase**”), the supplementary payment to the dividend corresponding to the fiscal year 2025 (the “**Supplementary Dividend**”) and, as the case may be, the cash adjustment dividend (the “**Adjustment Dividend**”), approved by the shareholders acting at the General Shareholders’ Meeting of the Company held on first call on 29 May 2026, under items 8 and 7 of its agenda, respectively, all of which also pursuant to the section titled «*Common terms and conditions of the dividend payment and increase in share capital resolutions proposed under items 7, 8 and 9 on the agenda pursuant to which the “Iberdrola Retribución Flexible” optional dividend system is implemented*» (the “**Common Terms**”) included among the proposed resolutions that were submitted to the approval of the abovementioned General Shareholders’ Meeting.

1. THE FLEXIBLE REMUNERATION OPTIONS

As is customary, in this edition of the “*Iberdrola Retribución Flexible*” optional dividend system, the Company’s shareholders will be entitled to choose between the following options (jointly, the “**Flexible Remuneration Options**”):

- (i) receive their remuneration through the delivery of new fully paid-up shares;
- (ii) transfer their free allocation rights in the market; or
- (iii) receive their remuneration in cash by means of the Total Supplementary Dividend (as this term is defined below).

Likewise, the shareholders of the Company will be able to combine any of the Flexible Remuneration Options with respect to different groups of shares owned by each shareholder.

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The value of the remuneration that the shareholders will receive from the Company under the Flexible Remuneration Options referred to under (i) and (iii) above will be equivalent (in terms of market value and notwithstanding the tax treatment applicable to each of them).

In the event that, within the time limit provided for this purpose, the shareholders or the entities in which they have deposited their free allocation rights do not communicate the alternative(s) chosen for their different groups of shares from among the Flexible Remuneration Options, the alternative referred to in (i) above will be assigned by default.

For these purposes, the “**Total Supplementary Dividend**” is the determinable amount resulting from the sum of the items identified in sections (a) and (b) below:

- (a) The amount resulting from multiplying:
 - i. the Supplementary Dividend to be determined by the Board of Directors in accordance with the Common Terms; by
 - ii. the total number of shares with respect to which the holders thereof have elected to receive the Supplementary Dividend within the framework of the first implementation of the “*Iberdrola Retribución Flexible*” optional dividend system for financial year 2026.
- (b) If the payment of the Adjustment Dividend is applicable in accordance with the provisions set out in the Common Terms, the amount resulting from multiplying:
 - i. the gross amount per share that the Company would pay as an Adjustment Dividend within the framework of this implementation of the optional dividend system, which shall be determined by the Board of Directors (or the body acting by delegation therefrom) in accordance with the provisions of the Common Terms; by
 - ii. the total number of outstanding shares of the Company on the record date of this first edition of the “*Iberdrola Retribución Flexible*” for financial year 2026 (excluding shares held as treasury shares on such date, pursuant to the provisions of article 148 of the *Spanish Companies Act (Ley de Sociedades de Capital)*, which restated text was approved by the *Royal Legislative Decree 1/2010, of July 2 (Real Decreto Legislativo 1/2010, de 2 de julio, por el que se aprueba el texto refundido de la Ley de Sociedades de Capital)*).

In accordance with the Common Terms, the gross Total Supplementary Dividend per share will amount to 0.427 euros, which amount will be equal to the gross target amount per share that the Company deems appropriate to distribute in this edition of the optional dividend system to comply with the *Shareholder Remuneration Policy* and enhance the long-term creation of value for the shareholders.

2. KEY DATES OF THE TIMETABLE FOR THE FIRST EDITION OF THE “IBERDROLA RETRIBUCIÓN FLEXIBLE” OPTIONAL DIVIDEND SYSTEM CORRESPONDING TO THE FISCAL YEAR 2026

The timetable for the implementation of this first edition of the “*Iberdrola Retribución Flexible*” optional dividend system corresponding to the fiscal year 2026, which was notified through the mentioned notice of other significant information (*comunicación de otra información relevante*) filed with the National Securities Market Commission on 29 April 2026, and which is described in further detail in section 3.1 of Annex 1, will have the following key dates and milestones:

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- 2 July 2026
 - Notice regarding the number of free allocation rights required to receive one newly-issued share, the gross amount of the Supplementary Dividend per share, and, if applicable, the gross amount of the Adjustment Dividend per share.
- 3 July 2026
 - Last date on which the shares of the Company are traded with the right to participate in the “*Iberdrola Retribución Flexible*” optional dividend system.
- 6 July 2026
 - Ex-date from which –inclusive– the shares of the Company will be traded without the right to participate in the “*Iberdrola Retribución Flexible*” optional dividend system.
 - Commencement of the election period for the Flexible Remuneration Options and of the trading period for the free allocation rights.
- 7 July 2026
 - Record date of the first edition of the optional dividend system “*Iberdrola Retribución Flexible*” for the financial year 2026.
- 20 July 2026
 - End of the election period for the Flexible Remuneration Options and trading period for the free allocation rights.
- 27 July 2026
 - Payment of the Supplementary Dividend to those shareholders who have elected to receive cash through this Flexible Remuneration Option and, if applicable, payment of the Adjustment Dividend.
 - Registration of the newly-issued shares to be issued under the Capital Increase in the book-entry records of “Sociedad de Gestión de los Sistemas de Registro, Compensación y Liquidación de Valores, S.A. Unipersonal” (IBERCLEAR).
- 29 July 2026
 - Expected commencement of trading of the newly-issued ordinary shares to be issued under the Capital Increase.

3. INFORMATION MEMORANDUM OF THE FIRST EDITION OPTIONAL DIVIDEND SYSTEM “IBERDROLA RETRIBUCIÓN FLEXIBLE” CORRESPONDING TO THE FISCAL YEAR 2026

For the purposes of article 1.5.(g) of *Regulation (EU) 2017/1129 of the European Parliament and of the Council, of 14 June 2017, on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market, and repealing Directive 2003/71/EC*, we provide you, enclosed hereto as **Annex 1**, with the information memorandum (*documento informativo*) regarding the implementation of this edition of the “*Iberdrola Retribución Flexible*” optional dividend system that has been approved today by the Board of Directors of the Company.

This information is provided to you for the appropriate purposes.

General secretary and secretary of the Board of Directors

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IMPORTANT INFORMATION

This communication does not constitute an offer to purchase, sell or exchange or the solicitation of an offer to purchase, sell or exchange any securities. The shares of "Iberdrola, S.A." may not be offered or sold in the United States of America except pursuant to an effective registration statement under the Securities Act of 1934, as amended (the "**Securities Act**") or pursuant to an available exemption from the registration requirements of the Securities Act.

This communication contains forward-looking information and statements about "Iberdrola, S.A.", including financial projections and estimates and their underlying assumptions, statements regarding plans, objectives and expectations with respect to future operations, capital expenditures, synergies, products and services, and statements regarding future performance. Forward-looking statements are statements that are not historical facts and are generally identified by the words "expects", "anticipates", "believes", "intends", "estimates" and similar expressions.

Although "Iberdrola, S.A." believes that the expectations reflected in such forward-looking statements are reasonable, investors and holders of "Iberdrola, S.A." securities are cautioned that forward-looking information and statements are subject to various risks and uncertainties, many of which are difficult to predict and generally beyond the control of "Iberdrola, S.A.", that could cause actual results and developments to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include those discussed or identified in the public documents sent by "Iberdrola, S.A." to the *Comisión Nacional del Mercado de Valores*.

Forward-looking statements are not guarantees of future performance. They have not been reviewed by the auditors of "Iberdrola, S.A." You are cautioned not to place undue reliance on the forward-looking statements, which speak only as of the date they were made. All oral or written forward-looking statements hereby made or otherwise attributable to "Iberdrola, S.A." or any of its members, directors, officers, employees or any persons acting on its behalf are expressly qualified on its entirety by the cautionary statement above. All the forward-looking statements included herein are based on information available to "Iberdrola, S.A." on the date hereof. Except as required by applicable law, "Iberdrola, S.A." does not undertake any obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

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Annex 1
Information memorandum regarding the terms and conditions of the first edition of the
“Iberdrola Retribución Flexible” optional dividend system of the fiscal year 2026

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INFORMATION MEMORANDUM REGARDING THE TERMS AND CONDITIONS OF THE FIRST EDITION OF THE “IBERDROLA RETRIBUCIÓN FLEXIBLE” OPTIONAL DIVIDEND SYSTEM OF THE FISCAL YEAR 2026

1. PURPOSE

1.1. Background

At the General Shareholders’ Meeting of “Iberdrola, S.A.” (hereinafter, the “**Company**”) held on first call on 29 May 2026 (the “**General Shareholders’ Meeting**”), the shareholders approved, under item 8 on the agenda and under the section titled «*Common terms and conditions of the dividend payment and increase in share capital resolutions proposed under items 7, 8 and 9 on the agenda pursuant to which the “Iberdrola Retribución Flexible” optional dividend system is implemented*» (the “**Capital Increase Resolution**” and the “**Common Terms**”, respectively), a wholly paid-up share capital increase with a charge to the reserves contemplated in article 303.1 of the *Spanish Companies Act (Ley de Sociedades de Capital)*, which restated text was approved by the *Royal Legislative Decree 1/2010, of July 2 (Real Decreto Legislativo 1/2010, de 2 de julio, por el que se aprueba el texto refundido de la Ley de Sociedades de Capital)* (the “**Spanish Companies Act**”), by means of the issuance of ordinary shares for the free allocation thereof to the shareholders of the Company (the “**Capital Increase**”).

Pursuant to the terms of the Capital Increase Resolution, the maximum market value of reference of the Capital Increase would be 3,150 million euros and it could be implemented within one year following approval thereof.

Likewise, by means of the Capital Increase Resolution, the following powers were delegated in favour of the Board of Directors, with express substitution powers and in accordance with article 297.1.a) of the *Spanish Companies Act*: (i) to determine the date on which the Capital Increase should take place, within one year following the approval of the Capital Increase Resolution, and agree on the timetable for the implementation of the Capital Increase; (ii) to determine the reserves, among those included in the Capital Increase Resolution, with a charge to which the implementation of the Capital Increase will be carried out; and (iii) to establish the conditions of the Capital Increase in all matters not provided for in the Capital Increase Resolution.

Furthermore, the General Shareholders’ Meeting approved, under item 7 of its agenda and under the Common Terms, a supplementary payment to the dividend corresponding to the fiscal year 2025 (the “**Supplementary Dividend Resolution**” and the “**Supplementary Dividend**”, respectively) and, as the case may be, the cash adjustment dividend (the “**Adjustment Dividend**” and together with the Supplementary Dividend Resolution, the “**Dividend Resolution**”), delegating in favour of the Board of Directors, with express substitution powers and subject to the Common Terms, the faculty to determine the application of the Adjustment Dividend and the amount of the Supplementary Dividend and, if applicable, of the Adjustment Dividend.

The Capital Increase, the Supplementary Dividend and, as the case may be, the Adjustment Dividend were approved to implement the first edition of the “*Iberdrola Retribución Flexible*” of 2026. Under this system, and in the context of this edition, the shareholders of the Company may choose between the following options (jointly, the “**Flexible Remuneration Options**”):

- (i) to receive their remuneration through the delivery of new fully paid-up shares;
- (ii) to transfer their free allocation rights in the market; or
- (iii) to receive their remuneration in cash by means of the payment of the Total Supplementary Dividend (as this term is defined below).

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The value of the remuneration that the shareholders will receive from the Company under the Flexible Remuneration Options referred to in (i) and (iii) above will be equivalent (in terms of market value and notwithstanding the tax treatment applicable to each of them).

In the event that, within the time limit provided for this purpose, the shareholders or the entities in which they have deposited their free allocation rights do not communicate the alternative(s) chosen for their different groups of shares from among the Flexible Remuneration Options, the alternative referred to in (i) above will be assigned by default.

For these purposes, the “**Total Supplementary Dividend**” is the determinable amount resulting from the sum of the items identified in sections (a) and (b) below:

- (a) The amount resulting from multiplying:
 - i. the Supplementary Dividend to be determined by the Board of Directors in accordance with the Common Terms; by
 - ii. the total number of shares with respect to which the holders thereof have elected to receive the Supplementary Dividend within the framework of the first implementation of the “*Iberdrola Retribución Flexible*” optional dividend system for financial year 2026.
- (b) If the payment of the Adjustment Dividend is applicable in accordance with the provisions set out in the Common Terms, the amount resulting from multiplying:
 - i. the gross amount per share that the Company would pay as an Adjustment Dividend within the framework of this implementation of the optional dividend system, which shall be determined by the Board of Directors (or the body acting by delegation therefrom) in accordance with the provisions of the Common Terms; by
 - ii. the total number of outstanding shares of the Company on the record date of this first edition of the “*Iberdrola Retribución Flexible*” for financial year 2026 (excluding shares held as treasury shares on such date, pursuant to the provisions of article 148 of the *Spanish Companies Act (Ley de Sociedades de Capital)*, which restated text was approved by the *Royal Legislative Decree 1/2010, of July 2 (Real Decreto Legislativo 1/2010, de 2 de julio, por el que se aprueba el texto refundido de la Ley de Sociedades de Capital)*).

In accordance with the Common Terms, the gross Total Supplementary Dividend per share will amount to 0.427 euros, which amount will be equal to the gross target amount per share that the Company deems appropriate to distribute in this edition of the optional dividend system to comply with the *Shareholder Remuneration Policy* and enhance the long-term creation of value for the shareholders (the “**Target Dividend**”).

This first edition will be carried out through two different legal instruments (the implementation of the Capital Increase Resolution and the payment of the Total Supplementary Dividend, respectively), which does not imply that these are separate transactions. On the contrary, they are deemed integrated transactions under this new edition of the remuneration system. The execution of both resolutions has been approved today by the Board of Directors in order to implement the Flexible Remuneration Options.

The election of one of these options automatically excludes the right to choose any of the remaining ones for the same shares (for the avoidance of doubt, if a shareholder chooses one of the Flexible Remuneration Options for

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some but not all of its shares, the shareholder will be entitled to choose any of the other options for its remaining shares).

As a consequence of the foregoing, the Board of Directors of the Company has resolved today to implement the Capital Increase and set its market value of reference in an amount within the minimum of 2,700 million euros and the maximum of 3,060 million euros (the “**Amount of the Option**”), which is –in any case– within the limit established in the Capital Increase Resolution (*i.e.*, 3,150 million euros).

Likewise, the Board of Directors of the Company has resolved today to carry out the payment of the Total Supplementary Dividend.

The specific amounts of the Amount of the Option and, as the case may be, the applicability and amount of the Adjustment Dividend will be communicated by means of a supplement to this information memorandum that is expected to be published on 2 July 2026. It is expressly stated that the amount of the Supplementary Dividend, added, if applicable, to the Adjustment Dividend, may never exceed the gross Target Dividend per share, which will amount to 0.427 euros.

Additionally, in strict compliance with article 94 of the Spanish Companies Act and in order to guarantee the equal treatment of all shareholders, should its payment be applicable, the Adjustment Dividend would be paid to all shareholders who hold shares of the Company on the record date of this edition of the “Iberdrola Retribución Flexible” system, regardless of the Flexible Remuneration Option they have chosen under the “Iberdrola Retribución Flexible” system, and excluding the shares held as treasury shares on the mentioned record date, in accordance with the provisions of article 148 of the Spanish Companies Act.

1.2. Purpose

Pursuant to article 1.5.(g) of *Regulation (EU) 2017/1129 of the European Parliament and of the Council, of 14 June 2017, on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market, and repealing Directive 2003/71/EC* (the “**Regulation**”), the admission to trading of the new shares of the Company issued under the “*Iberdrola Retribución Flexible*” optional dividend system will not require the publication of the prospectus contemplated in the Regulation “*provided that the said shares are of the same class as the shares already admitted to trading on the same regulated market and that a document is made available containing information on the number and nature of the shares and the reasons for and details of the offer or allotment*”.

The Company issues this information memorandum, the purpose of which is to provide all of the information that is available as of today with respect to the first edition of the “*Iberdrola Retribución Flexible*” optional dividend system of the fiscal year 2026 and to the Flexible Remuneration Options.

In addition, upon determination of the Amount of the Option, the number of free allocation rights needed to allocate one new share of the Company and the gross amount of the Supplementary Dividend per share and, if applicable, the gross amount of the Adjustment Dividend per share, this information will be made available to the public by means of a supplement to this memorandum through a notice of other significant information (*comunicación de otra información relevante*) that is expected to be published on 2 July 2026.

Finally, as soon as the implementation of the Capital Increase has been completed and all of the remaining information (including the total gross amount of the Total Supplementary Dividend) is available, it will be published by means of a notice of other significant information (*comunicación de otra información relevante*).

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2. REASONS AND PROCEDURE OF THE “IBERDROLA RETRIBUCIÓN FLEXIBLE” OPTIONAL DIVIDEND SYSTEM

2.1. Reasons for the “Iberdrola Retribución Flexible” optional dividend system

Through this system, the Company offers its shareholders the ability to decide whether they prefer to receive all or a portion of their remuneration under the system in cash (in this edition, through the payment of the Supplementary Dividend or the transfer of the corresponding free allocation rights on the market) or in new paid-up shares of the Company. All of the foregoing without prejudice to the payment of the Adjustment Dividend in those cases where applicable.

2.2. Procedure of the first edition of the “Iberdrola Retribución Flexible” optional dividend system of the fiscal year 2026

Pursuant to the terms provided for the implementation of the Capital Increase, the Company’s shareholders will receive one free allocation right for each share of the Company that they hold. These rights will be traded on the Madrid, Barcelona, Bilbao and Valencia Stock Exchanges between 6 and 20 July 2026, both inclusive. At the end of this period, the free allocation rights that are not waived pursuant to the terms of this document will automatically be converted into newly-issued shares of the Company.

Under this edition of the “Iberdrola Retribución Flexible” optional dividend system, the shareholders of the Company will be able to freely choose among¹:

- (a) Not transferring their free allocation rights. In this case, at the end of the trading period, the shareholders will receive the number of new totally paid-up shares to which they are entitled.
- (b) Collect their remuneration in cash through the payment of the Supplementary Dividend. In this case, the shareholder will be expressly waiving the right to receive the free allocation rights corresponding to those shares in respect of which the election to receive the Supplementary Dividend has been made.
- (c) Transfer their free allocation rights on the market. In this case, the shareholders may also choose to monetise their rights, although the consideration would depend on market conditions, in general, and on the listing prices for such rights, in particular.

The election of one of the Flexible Remuneration Options excludes the right to choose any of the remaining ones for the same shares or free allocation rights in respect of which an election has been made.

Notwithstanding the foregoing, should the payment of the Adjustment Dividend be applicable, it would be paid to all shareholders who hold shares of the Company on the record date of this edition of the “Iberdrola Retribución Flexible” system, regardless of the Flexible Remuneration Option they have chosen under the “Iberdrola Retribución Flexible” system, and excluding the shares held as treasury shares on the mentioned record date, in accordance with the provisions of article 148 of the Spanish Companies Act.

The shareholders of the Company will be able to combine any of the Flexible Remuneration Options based on their needs. Attention should be drawn to the fact that these alternatives may be subject to different tax treatment.

¹ The options available to the holders of American Depositary Receipts (“ADRs”) or CREST Depository Interests (“CDIs”) may have special characteristics with respect to the alternatives described herein, given the terms and conditions applicable to the programs in which they participate.



Those shareholders who want to choose option (b) above shall do so between 6 and 20 July 2026, both inclusive (the “**Common Election Period**”). This period will coincide with the trading period of the free allocation rights in the market, during which the shareholders who wish to choose option (c) above may transfer their rights.

Free allocation rights acquired on the market during the trading period will not grant to their holders the right to choose to receive the Supplementary Dividend and, if applicable, the Adjustment Dividend. Exclusively, those shareholders who are holders of record on 7 July 2026 (record date) will be entitled to receive the Total Supplementary Dividend in the context of this edition of the “*Iberdrola Retribución Flexible*” optional dividend system.

As a consequence of the above, those who acquire free allocation rights during the trading period will only be able to choose between: (i) receiving their remuneration through paid-up new shares of the Company; or (ii) transferring their free allocation rights in the market.

Furthermore, in the event that, during the Common Election Period, the shareholders do not communicate the Flexible Remuneration Option chosen in respect of their different groups of shares, they will receive their remuneration through paid-up new shares of the Company (*i.e.*, the Flexible Remuneration Option by default) and, if applicable, the payment of the Adjustment Dividend.

It was also resolved that on 2 July 2026: (i) the specific amount of the Amount of the Option and the gross amount per share of the Supplementary Dividend will be determined; and (ii) the arithmetic operations described below will be carried out to ascertain whether payment of the Adjustment Dividend is applicable (and, if so, its amount), in accordance with the provisions of the Common Terms.

The Amount of the Option shall be set as closely as possible to the Target Dividend, such that the gross Supplementary Dividend per share is aligned with the Target Dividend. If - as a result of the rounding rules contained in the formulas referred to in the Common Terms - the resulting gross Supplementary Dividend per share exceeds the Target Dividend, the Amount of the Option will be the minimum amount which, having applied the mentioned formulas, is closest to the Target Dividend (without exceeding it) and the difference arising from rounding shall be offset against the payment of the Adjustment Dividend.

Specifically, the number of free allocation rights needed to receive one new share, as well as the gross amount of the Supplementary Dividend per share will be calculated as follows:

- The number of free allocation rights required to receive one new share of the Company will be the number resulting from the application of the following formula, rounded to the next highest whole number:

$$\text{Num. rights} = \text{TNShrs.} / \text{Provisional num. of shrs.}$$

where,

“**Num. rights**” = Number of free allocation rights needed for the allocation of one new share of the Company.

“**TNShrs**” = Number of outstanding shares of the Company on the date of implementation of the Capital Increase². For these purposes, the “**date of implementation of the Capital Increase**” shall be that date on which the Board of Directors or the Executive Committee

² The number of outstanding shares of the Company that will be taken into account for these purposes will be the one resulting from the share capital reduction through the redemption of own shares approved by the General Shareholders' Meeting under item 10.1 of its agenda and by the Board of Directors of the Company in its meeting held today, the implementation of which is expected to be carried out on 30 June 2026 (the “**Capital Reduction**”). In principle, the number of outstanding shares of the Company after the Capital Reduction will be 6,575,000,000. In any event, those shares of the Company that have been previously redeemed by virtue of the execution of the Capital Reduction will not be considered to be outstanding shares of the Company, even if the relevant public deed by virtue of which the execution of the Capital Reduction is formalised has not been granted or is pending to be registered with the Commercial Registry.

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or the chairman of the Company, pursuant to the delegation of powers made by the Board of Directors at its meeting held today, performs the arithmetical calculations arising from the application of the formulas referred to herein in order to calculate the provisional number of shares to be issued, the number of free allocation rights needed for the allocation of one share, the "ListPri," and the maximum nominal amount of the Capital Increase, which is expected to occur on 2 July 2026.

"Provisional num. of shrs." = Amount of the Option³ / ListPri.

For these purposes, "**ListPri**" will be the arithmetic mean of the average weighted listing prices of the Company's shares on the Madrid, Barcelona, Bilbao and Valencia Stock Exchanges at the five trading sessions corresponding to 25, 26, 29 and 30 June and 1 July 2026, as such average appears in a certification to be issued by the Governing Company (*Sociedad Rectora*) of the Bilbao Stock Exchange, rounded to the closest one-thousandth part of one euro.

The number of free allocation rights required to receive one new share of the Company based on the application of this formula will be specified in a supplement to this memorandum, which is expected to be filed with the National Securities Market Commission on 2 July 2026 by means of a notice of other significant information (*comunicación de otra información relevante*).

If necessary, the Company (or, alternatively, a company belonging to its group, a shareholder or a third party) will waive the number of free allocation rights needed for the number of new shares to be a whole number and not a fraction. In such event, there will be an incomplete allocation of the Capital Increase, and the share capital will be increased solely by the amount of free allocation rights that have not been waived, pursuant to the provisions of article 311 of the *Spanish Companies Act*.

The Company will waive the free allocation rights corresponding to the Company's shares redeemed prior to the date of execution of the Capital Increase and in the context of the execution of the Capital Reduction, when such shares have not yet been removed from the accounting records of "Sociedad de Gestión de los Sistemas de Registro, Compensación y Liquidación de Valores, S.A.U." (IBERCLEAR) ("**IBERCLEAR**") due to the fact that the relevant public deed by virtue of which the execution of the Capital Reduction is formalized has not yet been granted, or its registration is pending.

- On 2 July 2026, the executive chairman of the Company or, should a meeting be held prior to the mentioned date, the Executive Delegated Committee will analyse whether - as a result of the rounding rules provided for in the Common Terms - the resulting gross dividend per share exceeds the Target Dividend and, therefore, is not aligned therewith. If such conclusion is reached following the corresponding analysis, there will be a declaration that the Adjustment Dividend is payable.
- In view of the above, the following circumstances may arise⁴:
 - (a) The Adjustment Dividend is not payable:

In this case, the gross amount of the Supplementary Dividend per share⁵ will be that which results from the application of the following formula, rounding the result to the closest one-thousandth part of one euro:

³ The determination of the Amount of the Option will take place on 2 July 2026.

⁴ It should be noted that due to the inherent nature and purpose of the Adjustment Dividend, in each of these scenarios, the calculations are performed using a different Amount of the Option, which entails the corresponding variation in the Num. Rights. Without prejudice to the foregoing, the remuneration that the shareholders will receive from the Company in both scenarios will be equivalent (in terms of market value and without prejudice to the applicable tax treatment in each of them).

⁵ The aforesaid is without prejudice of the tax deductions or withholdings that the Company may have to apply according to the relevant applicable law.

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$$\text{Supplementary Dividend} = \text{ListPri} / (\text{Num. rights} + 1)$$

(b) The Adjustment Dividend is payable:

In this case, the gross amount of the Supplementary Dividend per share⁶ will be the amount resulting from the application of the following formula, with the result being rounded to the closest one-thousandth part of one euro:

$$\text{Supplementary Dividend} = \text{ListPri} / (\text{Num. rights} + 1)$$

Likewise, the gross amount of the Adjustment Dividend per share⁷ will be the amount resulting from the application of the following formula⁸, with the result being rounded to the closest one-thousandth part of one euro:

$$\text{Adjustment Dividend} = \text{Target Dividend} - \text{ListPri} / (\text{Num. rights} + 1)$$

Finally, the gross amount of the Total Supplementary Dividend per share⁹ will be the amount resulting from the application of the following formula¹⁰, with the result being rounded to the closest one-thousandth part of one euro:

$$\text{Total Supplementary Dividend} = \text{ListPri} / (\text{Num. rights} + 1) + \text{Adjustment Dividend}$$

It is expressly stated that the amount of the Supplementary Dividend, added to the amount of the Adjustment Dividend, may never exceed the gross Target Dividend per share, which will amount to 0.427 euros.

Upon calculation of the total aggregate amount of the Supplementary Dividend and, if applicable, of the Adjustment Dividend, the basis for the total distribution set forth in item 7 of the agenda on the General Shareholders' Meeting to be allocated to the remainder and to complete the relevant proposal of the allocation of the result and the dividend payment corresponding to fiscal year 2025 will be specified. This information will be made available to the public through a notice of other significant information (*comunicación de otra información relevante*) which is expected to be published on 24 July 2026.

The payment of the Supplementary Dividend to those shareholders electing this Flexible Remuneration Option during the Common Election Period will be made on 27 July 2026 and, if applicable, payment of the Adjustment Dividend shall foreseeably be made on that same date. After making such payment, the resolution regarding the Supplementary Dividend will become ineffective in respect of the amount which has not been paid to the shareholders as a result of their express or tacit election of any of the remaining Flexible Remuneration Options. Likewise, the resolution for payment of the Adjustment Dividend shall be rendered without effect if it is not applicable pursuant to the rules and criteria set forth in the Common Terms.

⁶ The aforesaid is without prejudice of the tax deductions or withholdings that the Company may have to apply according to the relevant applicable law.

⁷ The aforesaid is without prejudice of the tax deductions or withholdings that the Company may have to apply according to the relevant applicable law.

⁸ The gross amount per share of the Adjustment Dividend can also be obtained by applying the following formula, with the result being rounded to the closest one-thousandth part of one euro: Adjustment Dividend = Target Dividend – Supplementary Dividend.

⁹ The aforesaid is without prejudice of the tax deductions or withholdings that the Company may have to apply according to the relevant applicable law.

¹⁰ The gross amount per share of the Total Supplementary Dividend can also be obtained by applying the following formula, with the result being rounded to the closest one-thousandth part of one euro: Total Supplementary Dividend = Supplementary Dividend + Adjustment Dividend.

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3. DETAILS OF THE IMPLEMENTATION OF THE “IBERDROLA RETRIBUCIÓN FLEXIBLE” OPTIONAL DIVIDEND SYSTEM

3.1. Implementation timetable

The timetable for the implementation of this first edition of the “*Iberdrola Retribución Flexible*” optional dividend system corresponding to the fiscal year 2026, which is the same as the one made available to the public pursuant to the notice of other significant information (*comunicación de otra información relevante*) filed with the National Securities Market Commission on 29 April 2026, with official registry number 40,514, will be the following:

- 2 July 2026
 - Notice regarding the number of free allocation rights required to receive one newly-issued share, the gross amount of the Supplementary Dividend per share, and, if applicable, the gross amount of the Adjustment Dividend per share. These figures will be determined according to the formula approved by the General Shareholders’ Meeting of the Company, which will take into account the ListPri.
- 3 July 2026
 - Publication of the announcement of the implementation of the Capital Increase in the Official Gazette of the Commercial Registry.
 - Last date on which the shares of the Company are traded with the right to participate in the “*Iberdrola Retribución Flexible*” optional dividend system, that is, traded with the right to choose any of the Flexible Remuneration Options offered by this system (including the Supplementary Dividend) (last trading date).
- 6 July 2026
 - Ex-date from which –inclusive– the shares of the Company will be traded without the right to participate in the “*Iberdrola Retribución Flexible*” optional dividend system.
 - Commencement of the Common Election Period and of the trading period for the free allocation rights.
- 7 July 2026
 - Record date of the first edition of the optional dividend system “*Iberdrola Retribución Flexible*” for the financial year 2026.
- 20 July 2026
 - End of the Common Election Period and trading period for the free allocation rights.
- 27 July 2026
 - Payment of the Supplementary Dividend to those shareholders who have elected to receive cash through this Flexible Remuneration Option.
 - If applicable, payment of the Adjustment Dividend to all shareholders of the Company on the record date of this edition of the optional dividend system, irrespective of the Flexible Remuneration Option they have chosen.
 - Registration of the newly-issued shares to be issued under the Capital Increase in the book-entry records of “Sociedad de Gestión de los Sistemas de Registro, Compensación y Liquidación de Valores, S.A. Unipersonal” (IBERCLEAR) (“**IBERCLEAR**”).
- 29 July 2026
 - Expected commencement of trading of the newly-issued ordinary shares to be issued under the Capital Increase.

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The scheduled dates for communicating the corresponding Flexible Remuneration Option and for the actual payment of cash and delivery of shares may be different for holders of ADRs (in the United States of America) and CDIs (in the United Kingdom) representing shares of the Company.

3.2. Trading of the free allocation rights and procedure to opt to receive cash or new shares of the Company

Shareholders who wish to receive all or part of their remuneration in cash under the Supplementary Dividend, in the terms mentioned above, shall communicate their decision to the entities in which they have deposited their free allocation rights before the end of the Common Election Period. It will be understood that the shareholders who choose to receive the Supplementary Dividend expressly waive all or part (as the case may be) of their free allocation rights.

The free allocation rights will be traded on the Madrid, Barcelona, Bilbao and Valencia Stock Exchanges through the Automated Quotation System (Electronic Market) between 6 and 20 July 2026 (both inclusive). During this period, their holders may choose any of the Flexible Remuneration Options, all upon the terms described herein. In addition, during this period a sufficient number of free allocation rights may be acquired in the market in the proportion required to receive new shares¹¹.

The free allocation rights purchased in the market during the said trading period of fifteen calendar days will not entitle their owners to receive the Supplementary Dividend and, if applicable, the Adjustment Dividend. Thus, those who have purchased free allocation rights in the market will only be able to choose among: (i) receiving their remuneration in newly-issued paid-up shares of the Company; or (ii) transferring their free allocation rights in the market. Only the holders of shares of the Company on 7 July 2026 (record date) will be entitled to receive the Supplementary Dividend and, if applicable, the Adjustment Dividend in the context of this edition of the “*Iberdrola Retribución Flexible*” optional dividend system.

Once the trading period of the free allocation rights has ended and the Capital Increase has been executed, the holders of free allocation rights (provided that they have not waived their rights under the terms set out above) will receive a number of paid-up new shares according to the relevant proportion.

The shareholders may combine the Flexible Remuneration Options based on their needs. As mentioned above, the alternatives available under the “*Iberdrola Retribución Flexible*” optional dividend system may be subject to a different tax treatment.

To choose between the Flexible Remuneration Options, holders of free allocation rights must contact the entities in which their free allocation rights are deposited within the Common Election Period. Failure to make an express election during this period will cause the holder of free allocation rights to receive newly-issued completely paid-up shares of the Company^{12 13}.

¹¹ Those who do not have sufficient free allocation rights to receive one new share may: (a) acquire in the market a sufficient number of free allocation rights which, added to those already held by them, give them the right to receive one new share; or (b) transfer all or part of their free allocation rights in the market (in which case the consideration for their rights will depend on market conditions, in general, and on the listing price of the free allocation rights, in particular).

¹² However, as regards the conditions described in this paragraph, the holders of ADRs and CDIs must comply with the particularities of the programs in which they participate.

¹³ It is possible that, at the end of the trading period for the free allocation rights, the number of rights held by a particular holder is a number that, taking into account the calculation formulas referred to in this memorandum, does not give such holder the right to receive a whole number of shares. In such case, the entity with which the holder of the free allocation rights has deposited them may sell the number of rights resulting in a fraction of a new share, such that the holder will receive the proceeds from the sale in cash and will not lose the intrinsic value of such rights. Notwithstanding the foregoing, this possibility is subject to the terms and conditions of the securities deposit and management agreement signed with the relevant depository entity or the instructions that the holder of the rights has given thereto.

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The Company will not be liable as a result of the elections made by the holders of free allocation rights (nor as a result of the failure to make an express election, in the absence of an express and valid notice by the aforementioned holders).

Furthermore, the Company declines any liability for any non-compliance by the depositaries to transmit the election requests of the holders of free allocation rights in due time and form. In this regard, it should be noted that, in the event that the elections of the holders of free allocation rights are not processed in a timely manner by the depositaries, holders may receive the default Flexible Remuneration Option (*i.e.*, the delivery of new fully paid-up shares in the Company). Accordingly, any claim on this basis should therefore be made directly to the depositaries.

Likewise, it is stated that the only scheduled period for the holders of free allocation rights to inform the entities in which their free allocation rights are deposited of their preferences with regard to the Flexible Remuneration Options is the Common Election Period, regardless of whether they are institutional or minority shareholders. The Company will not be liable as a result of the non-compliance of this period by the depositary entities¹⁴, so that any claim in respect of this matter shall be addressed by the shareholders or holders of free allocation rights against the relevant depositary entity.

3.3. Expenses and fees of the Capital Increase

The Capital Increase is made free of expenses and fees with respect to the allocation of newly-issued shares. The Company will assume the expenses of issuance, subscription, flotation, admission to trading and other expenses relating to the Capital Increase.

Without prejudice to the foregoing, the shareholders of the Company and the holders of free allocation rights must bear in mind that the member entities of IBERCLEAR with which they keep their shares and free allocation rights on deposit may, pursuant to applicable legislation, establish such pass-through management fees and expenses as they may freely determine as a consequence of maintaining the securities in their book-entry registries. Likewise, such member entities may, pursuant to applicable legislation, establish such pass-through fees and expenses as they may freely determine for the processing of orders to purchase and sell free allocation rights, as well as pass-through fees and expenses they may freely determine as a consequence of the payment of the Adjustment Dividend.

4. NUMBER AND NATURE OF THE SHARES

4.1. Maximum number of shares to be issued in the Capital Increase

The maximum number of shares to be issued as a result of the Capital Increase will be the result of the formula approved by the General Shareholders' Meeting of the Company, which is set forth below (the result to be rounded to the next lower integer):

$$\text{NNS} = \text{TNshrs} / \text{Num. rights}$$

where,

“NNS” = Maximum number of new shares to be issued; and

“TNShrs” and “Num. rights” have the meanings set forth above.

Therefore, such sale of free allocation rights will not be automatic. In this respect, it is recommended that holders of free allocation rights consult with their respective depositary entities.

¹⁴ Whether for not admitting notices during part of the Common Election Period or for admitting them after such period has elapsed, or for any other reason.

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In any event, in accordance with the Capital Increase Resolution, as well as the resolution of the Board of Directors of the Company approved at its meeting held today, the maximum number of shares to be issued in the Capital Increase will be such that the reference market value of such shares (calculated at the “ListPri”) will in no event be greater than the amount that will be determined on 2 July 2026, which will be within the minimum of 2,700 million euros and the maximum of 3,060 million euros.

It is expected that the maximum number of new shares to be issued will be publicly disclosed on 2 July 2026 by means of a supplement to this information memorandum.

Such number thus calculated will be adjusted to obtain a whole number of shares (rounding down the result to the nearest whole number) and also a whole conversion ratio of rights to shares (rounding up to the nearest whole number). In addition, and for the same purposes, the Company (or a company belonging to its group, as the case may be, which holds shares in the Company) shall waive the corresponding free allocation rights in accordance with the provisions of section 2.2 above.

However, the number of shares actually issued will depend on the number of holders of free allocation rights who decide to waive their free allocation rights or not to transfer them in the market¹⁵. For these purposes, it will be understood that shareholders opting to receive the Supplementary Dividend during the Common Election Period expressly waive all or part (as the case may be) of the free allocation rights to which they are entitled¹⁶. In any event, the final number of shares to be issued within the context of the Capital Increase will be made available by means of a notice of other significant information (*comunicación de otra información relevante*) regarding the closing of the implementation of the Capital Increase.

The **Annex** to this information memorandum includes two examples of the calculation of the maximum number of shares that would be issued on the Capital Increase, the maximum nominal amount of the increased capital, the number of free allocation rights required for the allocation of a new share and the Amount of the Option depending on whether or not the Adjustment Dividend is applicable.

4.2. Rights attached to the new shares

The new shares to be issued in the Capital Increase will be ordinary shares having a par value of 0.75 euros each, of the same class and series as those currently outstanding, for which reason the Capital Increase will be made at par and, therefore, without a share premium. The new shares to be issued will be represented by book entries, and the book-entry registration of which will be entrusted to IBERCLEAR.

The new shares will grant their holders the same political and economic rights as the ordinary shares of the Company currently outstanding as from the date that the Capital Increase implemented is declared to be subscribed for and paid up. In particular, holders of the new shares will be entitled to receive interim dividends and supplementary dividend amounts, if any, that are paid as from the date that the Capital Increase is declared to be subscribed for and paid up.

¹⁵ In addition, in the event that the number of outstanding shares of the Company, after deducting the shares corresponding to the free allocation rights which have been relinquished –expressly or tacitly– by its holders, is a fraction, the Company (or, alternatively, a company belonging to its group, a shareholder or a third party) will also waive that number of its free allocation rights that are required for the number of new shares ultimately issued under the Capital Increase to be a whole number and not a fraction.

¹⁶ Likewise, those shareholders or holders of free allocation rights who decide to receive their remuneration through any of the remaining applicable Flexible Remuneration Options will not be entitled to choose to receive the Supplementary Dividend.



4.3. Balance sheet and reserve with a charge to which the Capital Increase is carried out

The balance sheet used as a basis for the Capital Increase is the one for the fiscal year ended 31 December 2025, which was audited by “KPMG Auditores, S.L.” and was approved by the General Shareholders’ Meeting of the Company, held on first call on 29 May 2026, under item 1 on the agenda.

The Capital Increase will be carried out in full with a charge to the reserve called “share premium reserve” (“*reserva de prima de emisión de acciones*”), which, as of 31 December 2025, amounted to 18,404,903,746.13 euros. Likewise, it is expressly stated that, as of the date hereof, the aforementioned reserve amounts to 18,347,440,076.63 euros and that the difference between the two amounts (57,463,669.50 euros) is solely due to the partial allocation of such balance to pay up the implementation of the second paid-up capital increase approved by the shareholders acting at the General Shareholders’ Meeting of the Company held on 30 May 2025 (the “**2025 General Shareholders’ Meeting**”) under item 10 of its agenda¹⁷ for a total amount of 57,463,669.50 euros which was formalised by virtue of two public deeds granted on 9 and 30 January 2026 before the notary of the Illustrious College of Madrid Mr. Miguel Ruiz-Gallardón García de la Rasilla, under numbers 25 and 464 of his protocol, respectively, and both registered with the Commercial Registry of Biscay.

4.4. Shares on deposit

At the end of the period for trading the free allocation rights, and once the implementation of the Capital Increase has been closed, the new shares, if any, that could not be allocated for reasons not attributable to the Company will be maintained on deposit available to those who show that they are the rightful owners of the corresponding free allocation rights. Once six years have passed from the end of the period for trading the free allocation rights, the new shares issued by virtue of the Capital Increase that are still pending allocation will become owned by the Company, by analogous application of the provisions of article 1,955 of the Spanish Civil Code.

Likewise, it should be noted that —as the Company notified by means of the notice of other relevant information (*comunicación de otra información relevante*) filed with the Spanish National Securities Market Commission on 24 June 2025, with official registry number 35,452— the 2025 General Shareholders’ Meeting approved a change to the rules applied until the date of said meeting with respect to the new shares not allocated for reasons not attributable to the Company, issued in increases in capital executed to implement previous editions of the “Iberdrola Dividendo Flexible” or “Iberdrola Retribución Flexible” system that are pending allocation.

In this way:

- a. Once three years have passed from the end date of the trading periods for the free allocation rights for each of the increases in capital executed to implement each of the two editions of the 2022, 2023 and 2024 “Iberdrola Retribución Flexible” optional dividend systems, the six-year period at the end of which the Company will become the owner of the new shares that are pending allocation will start to run.
- b. Once six years have passed from the date of the 2025 General Shareholders’ Meeting (i.e. on 30 May 2031), the Company will become the owner of all of the new shares not allocated for reasons not attributable to the Company, issued in increases in capital executed to implement pre-2022 editions of the “Iberdrola Dividendo Flexible” or “Iberdrola Retribución Flexible” system that are pending allocation.

¹⁷ And under the section titled «*Common terms and conditions of the dividend payment and increase in share capital resolutions proposed under items 8, 9 and 10 on the agenda pursuant to which the “Iberdrola Retribución Flexible” optional dividend system is implemented*».



In any event, during the periods referred to in the two preceding sections, the new shares pending allocation will be kept available for those who provide evidence that they are the lawful holders of the corresponding free allocation rights until such time as the Company becomes the owner thereof as indicated.

4.5. Admission to trading of the new shares

The Company will make application for the trading of the new shares to be issued as a consequence of the Capital Increase on the Madrid, Barcelona, Bilbao and Valencia Stock Exchanges, through the Automated Quotation System (Electronic Market), and will carry out such acts and formalities as are required for the admission of the new shares to trading.

4.6. Tax treatment

Within the framework of the implementation of the “*Iberdrola Retribución Flexible*” optional dividend system and, in particular, of the option for the Supplementary Dividend, the Company submitted a binding consultation to the Spanish General Directorate of Taxes (*Dirección General de Tributos*) (the “**DGT**”) regarding the tax treatment applicable in Spain to its shareholders subject to the Personal Income Tax (*Impuesto sobre la Renta de las Personas Físicas*) (“**IRPF**”), which was submitted to such agency on 14 July 2017. This binding consultation was answered by the DGT on 16 January 2018 with reference number V0042-18.

Additionally, following the entry into force on 1 January 2020 of the *Resolution of 5 March 2019 of the Spanish Institute of Accounting and Account Audits (ICAC) that develops the presentation criteria of financial instruments and other accounting aspects in relation to the corporate regulation of the corporate enterprise*, published in the Spanish Official Gazette (*Boletín Oficial del Estado*) on 11 March 2019 (the “**ICAC Resolution**”), the Company submitted a binding consultation to the DGT to clarify both the tax impact and the impact on payments on account of taxes that the ICAC Resolution may have on the “*Iberdrola Retribución Flexible*” system. This binding consultation was answered by the DGT on 12 May 2020 with reference number V1357-20.

The treatment described below of each of the Flexible Remuneration Options results from the answers to such binding consultations, as well as from the answers to the binding consultations obtained by the Company from the DGT on 27 April 2010 and 1 October 2010 in connection with the traditional “*Iberdrola Dividendo Flexible*” remuneration system:

A. Receive new fully paid-up shares

In the event that the shareholders choose to receive new shares from the Capital Increase, this Flexible Remuneration Option would have the following tax treatment:

- **In connection with the IRPF and the Non-Resident Income Tax (*Impuesto sobre la Renta de no Residentes*) (“**IRNR**”) on non-residents who do not act through a permanent establishment in Spain, the shareholders would not be subject to taxation or withholding or payment on account of either of the referred taxes.**

The acquisition value for these shareholders of both, the new shares received as a consequence of the Capital Increase and the shares from which they derive, will result from distributing the total cost of acquisition among the applicable number of securities, including both existing securities and those issued as paid-up shares. In respect of these shareholders, such paid-up shares will be deemed to have been held for as long as the last preexisting share necessary to obtain such paid-up shares. Consequently, in the event of a subsequent transfer, the income subject to taxation that is obtained will be calculated by reference to such new acquisition value.

- **In connection with the Corporate Income Tax (*Impuesto sobre Sociedades*) (“**IS**”) and the IRNR on non-residents who act through a permanent establishment in Spain, to the extent that a complete**

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commercial cycle is closed, these shareholders will be taxed pursuant to the rules on the determination of the tax basis that apply in connection with these taxes including, in particular, the potential application of the participation exemption regime pursuant to article 21 of Law 27/2014 of 27 November on the Corporate Income Tax (*Ley 27/2014, de 27 de noviembre, del Impuesto sobre Sociedades*) (“**LIS**”) subject to the fulfilment of the requirements set out in the same —or, in cases in which the reserve used for the issuance of the paid-up shares in the Capital Increase is the share premium reserve, the rule set out in article 17.6 of the LIS. It is recommended that shareholders who are IS or IRNR taxpayers acting through a permanent establishment in Spain consult their tax advisors on the impact of the ICAC Resolution and the referred administrative rulings before making any decision regarding the Capital Increase.

In any case, and according to the abovementioned administrative criterion established by the DGT in favor of the Company, no withholding or payment on account of taxes will be made by the Company in the delivery of fully paid-up shares or free allocation rights, in the context of the execution of the Capital Increase.

B. Transfer all or part of their free allocation rights in the market

In the event that the shareholders sell their free allocation rights on the market, the amount obtained in the transfer of such rights on the market will be subject to the following tax treatment:

- **In connection with the IRPF and the IRNR for non-residents who do not act through a permanent establishment in Spain**, the amount obtained from transfers of free allocation rights will be deemed a capital gain, without prejudice to the potential application to persons subject to the IRNR without a permanent establishment of international treaties, including the treaties for the avoidance of double taxation and for the prevention of tax evasion in the area of Income Tax ratified by Spain and to which they might be entitled, and the exemptions established in the IRNR rules.

In addition, and in respect of individual shareholders subject to the IRPF applicable in the common territory of Spain, the amount obtained from the transfers of free allocation rights will be subject to the corresponding withholding on account of IRPF. This withholding will be applied by the corresponding depository (and, in the absence thereof, by the financial intermediary or notary public involved in the transfer).

- **In connection with the IS and the IRNR on non-residents who act through a permanent establishment in Spain**, to the extent that a complete commercial cycle is closed, the shareholders will be taxed pursuant to applicable accounting regulations (taking into consideration, when applicable, the ICAC Resolution and, in particular, its article 35.4) and, if applicable, pursuant to the special regimes of those taxes. All of the foregoing is without prejudice to the rules on the determination of the tax basis that may apply in connection with these taxes including, in particular, the potential application of the participation exemption regime pursuant to article 21 of the LIS subject to the fulfilment of the requirements set out in the same —or, in cases in which the reserve used for the issuance of the paid-up shares in the Capital Increase is the share premium reserve, the rule set out in article 17.6 of the LIS—. It is recommended that shareholders who are IS or IRNR taxpayers acting through a permanent establishment in Spain consult their tax advisors on the impact of the ICAC Resolution and the referred administrative rulings before making any decision regarding the Capital Increase.

In any case, and according to the abovementioned administrative criterion established by the DGT in favor of the Company, no withholding or payment on account of taxes will be made by the Company in the sale of free allocation rights.

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C. Receive their remuneration in cash by means of the Total Supplementary Dividend

Finally, if the shareholders (whether natural or legal persons) choose to receive the Supplementary Dividend and/or, the Adjustment Dividend is payable, the amount received would have the same tax treatment as income received from holdings in entities' equity and will, therefore, be subject to the corresponding withholding and taxation.

4.7. Important warning and other considerations regarding the tax treatment

It should be considered that this analysis of the tax treatment (which has been made on the basis of certain assumptions) does not cover all the possible tax consequences of the different Flexible Remuneration Options or the alternatives related to the implementation of the Capital Increase and the payment of the Total Supplementary Dividend. In the event that a change in these assumptions alters the description of the taxation included in this information memorandum, its new tax treatment will be duly communicated to the market. Specifically, the consequences that may arise for those shareholders who are not resident in Spain for tax purposes in their respective countries of tax residency are not detailed. The particularities that may apply to shareholders who reside in the Basque Country or the Chartered Community of Navarre are not analysed either. Therefore, it is recommended that shareholders consult their tax advisors on the specific tax effects resulting from the proposed remuneration system, taking into account the particular circumstances of each shareholder or holder of free allocation rights, and that they pay attention to any amendments that may be made, both to the law applicable as of the date of this information memorandum and to the rules for its interpretation thereof.

In any case, please bear in mind that the Law to implement a Spanish tax on financial transactions (*Ley del Impuesto sobre las Transacciones Financieras*) (the "FTT Law" and the "Spanish FTT", respectively) entered into force on 16 January 2021.

According to the FTT Law, the Spanish FTT charges at a fixed rate of 0.2% on the onerous acquisition of listed shares issued by Spanish companies admitted to trading on a Spanish or other EU-regulated market, or on an equivalent market of a non-EU country, with a market capitalisation exceeding EUR 1,000 million on 1 December of the year prior to the acquisition. Additionally, the Spanish FTT also applies, *inter alia*, to the acquisition of shares represented by depositary receipts (e.g., American Depositary Receipts -ADRs- or CREST Depositary Interests -CDIs-).

Pursuant to the FTT Law, the State Agency for Tax Administration has published the list of Spanish companies with a market capitalization exceeding EUR 1,000 million as of 1 December 2025. Given that the Company is included in said list, the onerous acquisition of its shares (or the deposit certificates which represent said shares, such as the ADRs or the CDIs) in 2026 would, in principle, fall into the scope of the Spanish FTT (without prejudice of the corresponding exemptions that may apply).

That said, the State Agency for Tax Administration has published a "Frequently Asked Questions about Financial Transactions Tax" document (which is updated on a regular basis), according to which the acquisition of shares in the context of the shareholder remuneration systems known as "scrip dividends" (insofar as the acquired shares are new shares resulting from a fully paid-up capital increase) are not taxed by the Spanish FTT.

However, the FTT could apply (at a fixed rate of 0.2%) to other transactions involving the Company's shares (or ADRs and CDIs), regardless of the jurisdiction of residence of the parties involved.

In any event, the shareholders and the holders of free allocation rights are advised to consult with their tax advisors in relation to the impact of the Spanish FTT and any other tax measure taking into consideration the particular circumstances of each shareholder or holder of free allocation rights.

Finally, holders of ADRs and CDIs representing shares of the Company are advised to consult their tax advisors about their taxation in Spain and in their jurisdiction of residence for tax purposes before making a decision in connection with the Capital Increase.

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5. SUPPLEMENTS TO THIS INFORMATION MEMORANDUM

As indicated in the preceding sections, part of the information regarding the implementation of the Capital Increase is not available on the date of issuance of this memorandum. In particular:

- The Amount of the Option, the number of rights required to receive one share, the gross amount of the Supplementary Dividend per share and, if applicable, the gross amount of the Adjustment Dividend per share will be published by means of a supplement to this memorandum which will be made available to the public through a notice of other significant information (*comunicación de otra información relevante*) which is expected to occur on 2 July 2026.
- As soon as the implementation of the Capital Increase is closed and all of the remaining information is available, such information will be published by means of the corresponding notice of other significant information (*comunicación de otra información relevante*).

Both this memorandum as well as the supplement hereto will be available on the Company's corporate website (www.iberdrola.com) and on the website of the National Securities Market Commission (www.cnmv.es) as from the day of their publication.

In Bilbao, on 16 June 2026.

"Iberdrola, S.A."

By

Santiago Martínez Garrido
General secretary and secretary of the Board of Directors

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ANNEX

SAMPLE CALCULATIONS OF THE MAXIMUM NUMBER OF NEW SHARES TO BE ISSUED, OF THE MAXIMUM NOMINAL AMOUNT OF THE SHARE CAPITAL INCREASED, OF THE NUMBER OF FREE ALLOCATION RIGHTS FOR THE ALLOCATION OF ONE NEW SHARE AND OF THE GROSS AMOUNT OF THE TOTAL SUPPLEMENTARY DIVIDEND PER SHARE

EXAMPLE 1

For the sole purpose of facilitating and understanding the calculation methodology, below is a sample calculation (in which it is assumed that the Adjustment Dividend is not applicable) of the maximum number of new shares to be issued, of the maximum nominal amount of the share capital increased as a result of the Capital Increase, of the number of free allocation rights required for the allocation of one new share and of the gross amount of the Supplementary Dividend per share.

The results of these calculations are not representative of the results that may actually be obtained as a consequence of the implementation of the Capital Increase, which will depend on the different variables used in the formulas.

Merely for purposes of this example, it is assumed that:

- The Adjustment Dividend is not payable.
- The Target Dividend is 0.427 euros gross per share.
- The TNShr is 6,575,000,000¹⁸ (in principle, number of shares of the Company as of the date of implementation of the Capital Increase).
- It is assumed that the Amount of the Option is 2,864 million euros.
- A ListPri of 20.472 euros is assumed (for the sole purposes of this example, this share price of the Company has been taken as a reference since, upon applying the corresponding formulas, the Adjustment Dividend is not payable).

Therefore:

Provisional num. shrs. = Amount of the Option / ListPri = 2,864,000,000 / 20.472 = 139,898,397.811645 ≈ 139,898,397 (rounded down).

Num. rights = TNShrs / Provisional num. shrs. = 6,575,000,000 / 139,898,397 = 46.9983941274181000 ≈ 47 rights (rounded up).

NNS = TNShrs / Num. rights = 6,575,000,000 / 47 = 139,893,617

Therefore, in this example:

- (i) the maximum number of new shares to be issued in the implementation of the Capital Increase would be 139,893,617;
- (ii) the maximum nominal amount of increased capital in the implementation of the Capital Increase would come to 104,920,212.75 euros (139,893,617 x 0.75); and

¹⁸ Number which, in principle, will result from the Capital Reduction, the execution of which is expected to take place on 30 June 2026.



Therefore, in this example:

- (i) the maximum number of new shares to be issued in the implementation of the Capital Increase would be 142,934,782;
- (ii) the maximum nominal amount of increased capital in the implementation of the Capital Increase would come to 107,201,086.50 euros (142,934,782 x 0.75); and
- (iii) 46 free allocation rights (or existing shares) would be required for the allocation of a new share.²⁰

The gross amount of the Supplementary Dividend per share would be calculated in accordance with the following formula (rounding the result to the closest one-thousandth of a euro):

Supplementary Dividend = ListPri / (Num. rights + 1).

where:

Supplementary Dividend = 20.340 / (46 + 1) = 0.432765957446809000 euros gross amount per share ≈ 0.433 euros (rounded to the closest one-thousandth of a euro).

Supplementary Dividend (*i.e.*, 0.433 euros) > Target Dividend (*i.e.*, 0.427 euros)

Therefore, in this example:

- (i) The gross amount of the Supplementary Dividend per share would be higher than the Target Dividend (and, therefore, would not be aligned therewith).
- (ii) It would be necessary to set a new Amount of the Option which, being lower than the previous one and by the minimum amount, would allow —once the calculation formulas have been applied— the closest possible approximation to the Target Dividend (without exceeding it) and any difference resulting from rounding would be compensated through the payment of the Adjustment Dividend, all in accordance with the provisions of the Common Terms.

In view of the foregoing, this example would continue as follows:

- The Target Dividend remains at 0.427 euros gross per share.
- The TNShr remains at 6,575,000,000.
- The Amount of the Option becomes 2,846 million euros (this being the minimum amount which, upon application of the calculation formulas, allows the closest possible approximation to the Target Dividend without exceeding it).
- A ListPri of 20.340 euros is still assumed (at the close of the trading session on 11 June 2026).

Therefore:

Provisional num. shrs. = Amount of the Option / ListPri = 2,846,000,000 / 20.340 = 139,921,337.266470 ≈ 139,921,337 (rounded down).

Num. rights = TNShrs / Provisional num. shrs. = 6,575,000,000 / 139,921,337 = 46.9906887753653000 ≈ 47 rights (rounded up).

NNS = TNShrs / Num. rights = 6,575,000,000 / 47 = 139,893,617.

²⁰ In this example, it would be necessary for the Company to waive 28 free allocation rights corresponding to 28 shares of the Company owned by it in order for the number of shares to be issued to be a whole number.

Therefore, in this example:

- (i) the maximum number of new shares to be issued in the implementation of the Capital Increase would be 139,893,617;
- (ii) the maximum nominal amount of increased capital in the implementation of the Capital Increase would come to 104,920,212.75 euros (139,893,617 x 0.75); and
- (iii) 47 free allocation rights (or existing shares) would be required for the allocation of a new share²¹.

The gross amount of the Supplementary Dividend per share would be calculated in accordance with the following formula (rounding the result to the closest one-thousandth of a euro):

Supplementary Dividend = ListPri / (Num. rights + 1).

where:

Supplementary Dividend²² = $20.340 / (47 + 1) = 0.4237500000000000$ euros gross amount per share ≈ 0.424 euros (rounded to the closest one-thousandth of a euro).

Adjustment Dividend = Target Dividend – [ListPri / (Num. rights + 1)]

where:

Adjustment Dividend = $0.427 - [20.340 / (47 + 1)] = 0.00325000$ euros gross amount per share ≈ 0.003 euros (rounded to the closest one-thousandth of a euro).

Total Supplementary Dividend = [ListPri / (Num. rights + 1)] + Adjustment Dividend

Total Supplementary Dividend²³ = $[20.340 / (47 + 1)] + 0.00325000 = 0.427$ euros gross amount per share.

Target Dividend = Total Supplementary Dividend

where:

Target Dividend (*i.e.*, 0.427 euros) = Total Supplementary Dividend (*i.e.*, 0.427 euros)

Consequently, in this example:

- (i) The Adjustment Dividend would be equal to 0.003 euros gross per share.
- (ii) The Supplementary Dividend would be equal to 0.424 euros gross per share.
- (iii) The sum of the amounts of the Supplementary Dividend and the Adjustment Dividend would be equal to the Target Dividend. In no event shall such sum exceed the Target Dividend, and it must be equal thereto.

²¹ In this example, it would be necessary for the Company to waive 1 free allocation right corresponding to 1 share of the Company owned by it in order for the number of shares to be issued to be a whole number.

²² The same result is reached by performing the following calculation: Adjustment Dividend = Target Dividend – Supplementary Dividend.

²³ The same result is reached by performing the following calculation: Total Supplementary Dividend = Supplementary Dividend + Target Dividend.