



CLIMATE CHANGE POLICY

OF

IBERPAPEL GESTION

I-Introduction:

The Board of Directors of IBERPAPEL GESTIÓN, S.A. (Iberpapel or the Company) is responsible for determining the Company's general policies and strategies, as well as its corporate governance policies. The Company is aware of its commitment to the environment, in general, and to the fight against climate change, in particular.

Climate change is among the most important challenges facing humanity in the XXI century. The use of fossil fuels has caused a considerable increase in greenhouse gas emissions that have accelerated global warming.

The international community has agreed to limit the average temperature rise to 2°C above the temperature during the pre-industrial era. Scientists have demonstrated that global emissions must peak in 2020 and fall from then on to achieve that limit. With this aim, global emissions must be between 40% and 70% lower than in 2010 and fall to nearly zero in 2100.

There is currently a trend towards a low-carbon-emissions economy that uses resources efficiently and at the same time is socially respectful in terms of both consumption patterns and the resulting benefits. It must be based on the use of renewable sources of both energy and raw materials, as well as on collaboration in the efficient use of resources and solidarity.

Iberpapel and its Group companies recognise the gravity of the threat posed by global warming, which must necessarily be opposed by governments, multilateral bodies, the private sector and society as a whole, working together in a coordinated fashion.

Iberpapel supplies society with products made using renewable raw materials that require less fossil energy during their life cycle than the majority of other industries, are highly recyclable and also store carbon.

The majority of timber used as a raw material is obtained from sustainably managed forests. Our plant is energy intensive, but a large part of the energy consumed derives from renewable energies such as biomass that do not add CO₂ to the atmosphere. Our energy use is highly efficient, employing cogeneration to produce thermal energy and electricity in the same process.

This policy is set out in order to structure and disclose the Group's commitment in relation to climate change.

2- Action areas:

This climate change commitment will be put into practice by Iberpapel and its Group companies through actions in the following areas:

- * Accurate, consistent and transparent monitoring of greenhouse gas emissions impacting climate change.
- * Use of timber as a renewable raw material that has a lower impact on climate change compared with other less sustainable raw materials.
- * Promotion of the sustainable management of our forest resources and of those of third parties to which we have commercial access.
- * Use of renewable energies in the production process or fossil fuels having a lower climate impact such as natural gas. No fossil fuels will be employed except for natural gas. Priority will be afforded to bioenergy.
- * Highly-efficient cogeneration as the best way to generate both heat and power.
- * Implementation of CO₂ sinks in our forest plantations. Our aim is to make tools available to other organisations to allow them to voluntarily offset greenhouse gas emissions sequestered by our forests. These emission reduction mechanisms will be audited by independent entities.
- * Encouragement of research and development into products related to the bioeconomy. In the future, these products may replace others that are currently made using fossil resources.
- * Promotion of the circular economy as the most efficient way to use resources. We will foment the use of process waste as a substitute for raw materials in our processes or in those of other industries.
- * We will actively encourage a culture that promotes the efficient, responsible use of energy and behaviour that favours this by involving the Company's stakeholders.
- * Iberpapel is committed to assessing how climate change risks will impact the business.
- * Climate change may affect Iberpapel's business model and is thus on our Board of Directors' agenda.