

Sustainability Policy

October 18, 2023

The Board of Directors of Avangrid, Inc. (“Avangrid”) oversees the management of Avangrid and its business with a view to enhance the long-term value of Avangrid. Avangrid is a member of the group of companies controlled by Iberdrola, S.A. The Board of Directors of Avangrid (the “Board of Directors”) has adopted this Sustainability Policy (this “Policy”) to assist in exercising its responsibilities to Avangrid and its shareholders. This Policy is subject to periodic review and modification by the Board of Directors from time to time. This Policy and Avangrid’s certificate of incorporation, by-laws, corporate governance guidelines and other policies pertaining to corporate governance and regulatory compliance, risk, sustainable development, and social responsibility (collectively, the “Governance and Sustainability System”) form the framework of governance of Avangrid and its subsidiaries (collectively, the “Avangrid Group”). Avangrid’s Governance and Sustainability System is inspired by and based on a commitment to ethical principles, transparency and leadership in the application of best practices in good governance and is designed to be a working structure for principled actions, effective decision-making and appropriate monitoring of both compliance and performance.

1. Purpose

Avangrid is committed to sustainable development, safety and reliability and respect for the environment. These important values guide our strategy and actions. Ensuring an economically, socially, and environmentally sustainable future for our planet and for present and future generations is a key global challenge. Avangrid is mindful of the importance of taking firm action to address this challenge and, thus, is dedicated to continue working towards a sustainable energy model supported by lower emissions, greater energy efficiency, reasonable customer cost, and preservation of the environment. Through our actions we aim to contribute to development that meets the needs of the present without compromising the ability of future generations to meet their own needs. Avangrid is committed to contribute to the Sustainable Development Goals approved by the member states of the United Nations, focusing its efforts particularly on goal seven (Affordable and Clean Energy), goal thirteen (Climate Action) and goal fifteen (Life on Land).

This Policy has been adopted by the Board of Directors to set forth a framework for Avangrid’s actions to support sustainability.

2. Principles

To implement Avangrid’s commitment to sustainability, the Avangrid Group will:

- a) provide affordable energy services and improve the efficiency of the Avangrid Group energy generation and delivery services in order to meet the needs of customers for valuable energy at a reasonable cost.
- b) contribute to increasing available clean energy by continuing to focus on renewable energy. The Avangrid Group endeavours to meet the renewable energy target set forth in Avangrid’s Climate Action Policy and approved and monitored by Avangrid’s Board of Directors.
- c) focus on the safety and reliability of the Avangrid Group’s energy services. The safety of the employees of the Avangrid Group and the communities that the Avangrid Group serves is one of Avangrid’s highest priorities. The Board of Directors has adopted an Environmental, Health and Safety Policy, which sets forth Avangrid’s commitment to providing a safe and healthy work environment. Avangrid will continue working towards building a more reliable and robust energy system that aims to ensure the availability of our services and facilitates a rapid response in case of extraordinary circumstances.
- d) reduce the environmental impact of its activities by abiding by the principles set forth in the Environmental Policy, Biodiversity Policy, and Climate Action Policy adopted by the Board of Directors. Avangrid will promote and encourage responsible and sustainable use of energy among all Avangrid stakeholders.

- e) create shared value in a sustainable manner, with a long-term vision that achieves a better future for employees, customers, shareholders and other stakeholders without compromising present results. To this end, Avangrid maintains a robust and transparent Governance and Sustainability System that guides the Avangrid Group in efficient and effective decision-making and seeks to apply best practices in good governance and stakeholder engagement.
- f) contribute to the communities served by the Avangrid Group and to more inclusive and equitable economic growth. The Avangrid Group works to increase access to energy services paying special attention to the needs of low income customers. The Avangrid Group actively supports local causes that contribute to the sustainable development of those communities and seeks to implement programs to reach those in need.