




1981-2006

We feel sustainable and efficient. All of the actions and strategies of Isofoton, directed towards having the most sophisticated technology, base their evolution on respect for the environment.





## Corporate Responsibility of Isofoton

Isofoton understands Corporate Responsibility to be an **ethical commitment to society and to the surroundings** in which it participates. It contributes with its activities to a social and environmentally sustainable development which is economically feasible.

Throughout these 25 years, and as a consequence of the nature of its business, Isofoton has developed a strong corporate sensitivity which has come to form a part of its philosophy, its principles, and its identity.

This commitment at Isofoton focuses on generating corporate advantages. In other words, the integration of Corporate Responsibility criteria in the different parts of the value chain corresponds to, in all cases, a corporate strategy that attempts to improve and broaden the connection to the expectations of each one of the interest groups. The aim is to make the company more sustainable from social, environmental, and economic points of view.

In other words, the development of human resources policies that promote the reconciliation of professional life and personal life generates competitive advantages with respect to recruiting and maintaining talent. This is the same as the way that Rural Electrification, in addition to allowing for access to better standards of living for the inhabitants of the most underprivileged areas, allows for the broadening and solidification of emerging markets.

This approach, which is understood by Isofoton to be an ongoing process, is also reflected in the openness of the organization when it comes to annually communicating its economic, social, and environmental performance. For this reason, in 2006 Isofoton elaborated its Annual Report complying with the criteria of the *Global Reporting Initiative*

(Guide for the Elaboration of Annual Reports of Sustainability, 2002), one of the principal international initiatives for the elaboration of these types of reports.

Along the same lines, at the end of 2006, work was begun on a **Plan of Corporate Responsibility Guidelines** which will go into effect during the second trimester of 2007. The goal is to give continuity to already completed tasks and, in the medium-long term, to set basic elements of the corporate identity and culture of Isofoton in this area, establishing quantifiable objectives and identifying new areas of improvement.

In any case, the steps taken are part of a very ambitious project which will continue to be improved upon and expanded year after year.

## Isofoton's commitments

### The United Nations Global Compact

Furthering its compromise to sustainable development, Isofoton joined the United Nations Global Compact in 2002, an initiative of ethical commitment geared towards entities from all countries taking on ten Principles of conduct and action in the area of Human Rights, Labor, the Environment, and the Fight against Corruption as an integral part of their strategy and their operations.

As the Global Compact is a voluntary initiative, the Technical Secretariat is attempting to motivate companies to take measures in favour of the principles, so that the use of the image of the Global Compact is justified.

Therefore, 2006 was the first year that companies were asked to present a **Progress Report**, in which they were to report their **advances with respect to the implementation of the Principles of the Global Compact in their corporate management.**



**THE GLOBAL  
COMPACT**

OUR FUTURE COMMITMENT: SUSTAINABILITY

Of the 313 companies that signed the Global Compact in Spain, 78% presented this report, while the remaining 22% were classified as inactive companies.

Isofoton, loyal to its commitment to applying the ten Principles of the Global Compact as well as to publicizing its advances in this area, developed and handed in its Progress Report, which was approved in December. This Report is published on the Global Compact webpage.

#### GLOBAL COMPACT PRINCIPLES

##### Human Rights

1. To support and respect the protection of internationally proclaimed human rights within the company's sphere of influence.
2. To ensure that it is not complicit in human rights abuses.

##### Work Standards

3. To uphold the freedom of association and the effective recognition of the right to collective bargaining.
4. To eliminate all forms of forced and compulsory labor.
5. To effectively abolish child labor.
6. To eliminate discrimination in respect of employment and occupation.

##### Environment

7. To support a cautionary approach to environmental changes.
8. To undertake initiatives to promote greater environmental responsibility.
9. To encourage the development and diffusion of environmentally friendly technologies.

##### Anti-corruption

10. To work against corruption in all its forms, including extortion and bribery.

#### The Millennium Development Goals

At the United Nations Millennium Summit, which took place in September of 2000, a series of objectives were agreed upon with the aim of reducing poverty and improving quality of life between 2000-2015.

These objectives, now known as the Millennium Development Goals, establish guidelines for the entire UN system to work coherently and together towards a common goal.

Therefore, the involvement of not only governments and international organizations is essential, but that of the private sector as well.

In 2006, Isofoton renewed its commitment to these Goals, developing the following plans of action:

- Participation in Rural Electrification projects in developing countries.
- Reinforcing its activities of promoting and publicizing the benefits of Renewable Energy as a suitable technology for bringing energy to those most in need.

#### MILLENNIUM DEVELOPMENT GOALS

1. Eradicate extreme poverty and hunger.
2. Achieve universal primary education.
3. Promote gender equality and empower women.
4. Reduce child mortality.
5. Improve maternal health.
6. Combat HIV/AIDS, malaria, and other diseases.
7. Ensure environmental sustainability.
8. Develop a global partnership for development.