

contained in section II.2.5 of the Government Corporations Code (the latter with effect from September 2007).

II.4. Reference to the fact that the annual reports on the activities of the General Council and Supervisory Board, the Commission for financial matters, the Audit Committee and the Audit Committee include a description of the supervisory activity detected indicating any constraints, and be subject to disclosure on the website of the company, together with the documents of accountability

The Report of the Supervisory Board includes a description of the supervisory activity and, when appropriate, it refers any constraints encountered, which are disclosed on the website of the company, together with the documents of accountability. The Board of Directors declares that the corporate governance model adopted is suitable to the proper internal and external functioning of the Corporation. The Board of Directors has a Executive Committee, composed by two members, it convenes weekly and evaluates the diverse affairs related with the corporate managing of the society, also meeting regularly with the non executive member, sharing relevant and detailed information over significant aspects of corporation's life. The annual Management Report describes the performed non-Executive member activity. The Board of Directors has no commission specialist support.

There's no notice of any kind of embarrassment or repair to the functioning of the corporate governance, by any corporate body, attended the accuracy and frequency which this information is provided to. Minutes of the Executive Committee and Remuneration Committee are prepared.

II.4.6. The Internal Audit Services and those who ensure the compliance of the norms applied to the company (compliance services) shall functionally report to the Audit Committee, the General and Supervisory Board or, in case of companies that adopt the Latin model, to an independent director or the Supervisory Board, regardless the hierarchical relation that those services have with the executive administration of the company

The Company has not specifically internal audit services with specific functional and direct report to the Supervisory Board (given the adopted Latin model), and the mentioned compliance services are provided by the respective departments of the Company. Underlining that, organically and functionally, the different directive departments of the Company's Group head directly the compliance services nearby the Board of Directors and the Statutory Audit Committee – namely whenever requested by this last organ – these responsible are dully identified on the company's organization chart in point II.3, and the respective performance is detailed in point II.5.