

Annex III.

Response to the Independent Experts Committee

The following index makes reference to the pages where, among other information, are the responses provided to the Independent Experts Committee.

More information in the 2006 Corporate Responsibility Report in <http://www.repsolypf.com>>Corporate responsibility.

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QUESTION 1	
On January 26, 2006, Repsol YPF announced 25% reserves reduction, which represented a downward estimated revision of 1,254 millions Bep in its proven reserves and 50 million euros in asset valuation. Which measures did the management team of Repsol YPF adopt to reinforce reserves registry procedures and avoid the repetition of similar mistakes?	159
QUESTION 2	
How has incorporated Repsol YPF in its business strategy the need to mitigate climate change impact from its activities? Which is its investment volume in investigation and development of alternative sources fuels besides those of fossil origin? Which is its turnover resulting from alternative fuels to those of fossil origin?	51
QUESTION 3	
Which methodology and quantitative procedures are used for the consolidation or aggregation of corporation's individual information, business policies, etc., in order to elaborate the global information that is published, both regarding environmental indicators, gathered in the Environmental Parameters Guide of the organization, as well as Safety Indicators, gathered in Data and Safety Indicators Guide of the own company?	28-29, 66, 118
QUESTION 4	
Information provided in Repsol YPF CSR report 2005 in page 38, shows a global objective for 2012 of 1 million tons reduction of CO ₂ eq. Which amount of this reduction is due to European Directive on Trade Emissions? What global assessed obligations or objectives per year does Repsol YPF have for greenhouse gas emission decrease regarding commitments established in Kyoto? Have they accomplished these objectives in 2006?	51, 54
QUESTION 5	
Considering the report, it is not clear if Repsol YPF and its contractor companies use in other countries the same parameters and standards obliged by European and Spanish environmental legislation. Is Repsol YPF using the same environmental and social criteria in its operations abroad than in its origin country or they apply those of the countries in which they operate although they are less demanding?	61, 68, 120

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<p>QUESTION 6</p> <p>Taking into account that one of Repsol YPF's main impacts is the environmental one, what percentage of the resources allocated to Repsol YPF or its foundations projects is assigned to environmental conservation and defence? Which amount does it involve from the foundation's total budget? What amount does it foresee to invest during the next years?</p>	86, 137
<p>QUESTION 7</p> <p>To what extent has the CSR 2006 Index been prepared according to Global Reporting Initiative (GRI) 2006, and have incorporated changes contained in G3 version regarding GRI 2002 Guide?; and in similar terms, what new social, environmental and safety indicators have been incorporated in 2006 CSR Report? Which new areas have been covered, and what proportion do the new indicators represent regarding the existing ones in 2005 Report?</p>	Annex I (GRI Index)
<p>QUESTION 8</p> <p>Is a comparative or/and benchmarking process carried out regarding information and indicators elaborated by Repsol YPF according to GRI Guide in relation to other companies from the same sector, either national or international wide, or regarding some companies from other sectors or/and countries? Is a comparative analysis carried out among the own Group or participated companies by Repsol YPF? If so, is this information sent to the own participated companies?</p>	25
<p>QUESTION 9</p> <p>Which hierarchical position does the CSR manager and the environment manager occupy in Repsol YPF? Which/how many managers and resources at their charge?</p>	13-14
<p>QUESTION 10</p> <p>What information, communication and, in short, transparency systems exist in Repsol YPF in order for employees and other persons or workers related to the functioning and the activities of Repsol YPF, can notify or communicate fast and spontaneously non-compliance of social, environmental or safety regulation in the own company?</p>	79
<p>QUESTION 11</p> <p>Regarding Repsol YPF Human Rights management, are there specific documents that explain both policy and management system of Human Rights? How do they assure contractor and supplier fulfilment? Who are responsible for Human Rights management and what complaint/claim channels have been enabled? Which are the evaluations results if they have been carried out?</p>	75-76, 80-81
<p>QUESTION 12</p> <p>Regarding community co-operation projects, do they follow any lines or strategic plan? What percentage of these projects is developed in the concrete regions where the company has installations? Which international organizations (for example PNUD) participate or contrast the projects, particularly those originated in developing countries and/or with indigenous communities? Are there available measurements of the social/environmental impact obtained?</p>	84-87, 98-99

QUESTION 13

Regarding health and work safety procedures described in pages 43 and 44, they indicate that approximately one third of the staff received health, safety and environmental training, as well as risks analysis training, but can the number and percentage of employees who have received the above mentioned training be broken down regarding the subject matter (environment/ safety /training), country, operative areas and contractual relation type (permanent and temporary)? What training intensity of employees in these fields is imposed to contractors?

59, 121

QUESTION 14

What measures has adopted Repsol YPF's management team to ensure biodiversity protection in protected or high risk regions in which it operates? And to assure control of other environmental impacts of their activities?

138, 140-143

QUESTION 15

Which have been main environmental decontamination and restoration projects undertaken by Repsol YPF after last year's spill incidents and which are yet to fulfil about the spillage occurred in the last five year? How many hectares have been recovered and what recovery indexes do they show?

132-133

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