

Modern Slavery & Human Trafficking Statement

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Introduction

This statement is made under section 54 of the UK Modern Slavery Act 2015 (MSA) and outlines the steps taken by IAG in 2022 to prevent modern slavery within the Group and ensure it does not take place in our business and supply chains.

Please feel free to contact us at groupmodernslaveryreporting@iairgroup.com with any comments, queries or suggestions regarding our statement. We welcome a dialogue with all customers and stakeholders who are interested in this topic.

Structural organisation

IAG is one of the world's largest airline groups with a fleet of 558 aircraft as of 31 December 2022. IAG is the parent company of Aer Lingus, British Airways, IAG Cargo, IAG GBS, IAG Loyalty, Iberia, LEVEL and Vueling (the 'operating companies'). IAG is a Spanish registered company with shares traded on the London and Spanish Stock Exchanges.

For the purpose of this statement, any reference to 'IAG' or 'the Group' includes the operating companies and their relevant subsidiaries¹. Further information regarding the Group's structure may be found via this [Link](#).

There are no known issues of modern slavery in our business or supply chains. All suspected incidents that are reported are thoroughly investigated. IAG remains committed to taking swift and robust action in the event that any evidence relating to slavery or human trafficking in our business supply chain is identified.

1. 1 In accordance with Section 54 of the UK's Modern Slavery Act 2015 this statement is made in relation to International Consolidated Airlines Group S.A., Aer Lingus Limited, Avios Group (AGL) Limited, BA CityFlyer Limited, British Airways Plc, BA Holidays Limited, British Airways Maintenance Cardiff Limited, Compañía Operadora de Corto y Medio Radio Iberia Express S.A.U, IAG Cargo Limited, IAG GBS Limited, Iberia LAE S.A Operadora, Overseas Air Travel Limited and Vueling Airlines S.A.



Policies

We promote and maintain relationships with suppliers and business partners that are cooperative and based on trust, fairness and transparency. IAG's sustainability programmes are coordinated at Group level to develop and implement sustainability policy and strategy, establish targets and programmes, and ensure appropriate governance and accountability across all operating companies. We draw links to nine of the United Nations Sustainable Development Goals, including Goal 8: Decent work and economic growth.

IAG's zero-tolerance approach to modern slavery is outlined in our Modern Slavery Group Instruction (the 'Instruction'). This Instruction applies to all persons working for us or on our behalf in any capacity and requires our approach to modern slavery to be communicated to all suppliers, contractors and business partners at the outset of our business relationship with them and to be reinforced as appropriate thereafter.

IAG's Group **Code of Conduct** (the "Code") outlines key principles to ensure that everyone working within the Group is aware and understands the behaviours that are expected of them. The Code outlines the Group's commitment to placing integrity at the core of all our business activities and includes the following principles:

“ We promote and maintain relationships with suppliers and business partners that are cooperative and based on trust, fairness and transparency.

”

“ We carry out our work in a manner that respects the human rights of others. This means we do not accept any form of forced or involuntary labour, human trafficking and modern slavery anywhere in our business.

”

The Code applies to everyone who works for IAG, its operating companies and their subsidiaries, including all employees, officers and company directors. Training and communications activities are carried out for directors, employees and third parties on a regular basis to maintain awareness and understanding of the principles that govern the conduct of the Group. Any breaches of the Code may result in disciplinary action being taken. The code is available at this [link](#).

Supply chain



We work to ensure that everyone who works for or with the Group is treated fairly and not unlawfully discriminated against.

The IAG GBS Supplier Code of Conduct clarifies the standards of behaviour expected from all suppliers working with any part of our business, emphasising the importance of sustainability. The Code expressly prohibits the use of any form of forced, involuntary or child labour, human trafficking and modern slavery. It has already been issued to the existing supply chain and integrated into the supplier onboarding process. The Supplier code is available via this [Link](#).

If you wish to see a copy of any of our policies listed above, please visit the IAG website or contact groupmodernslaveryreporting@iairgroup.com

IAG has thousands of suppliers, and goods and services sourced by the Group come from all parts of the world. IAG continuously identifies supply categories where goods or services are potentially sourced in high-risk areas and requires suppliers to provide visibility of their supply chains. IAG is committed to

procuring goods and services from suppliers who demonstrate ethical principles in the way they conduct their business.

IAG GBS provides a centralised procurement function for the Group and has a dedicated Supply Chain Sustainability Programme which consists of four key aspects relating to the suppliers:

- Supplier Code of Conduct
- Risk screening
- Corporate Social Responsibility (CSR) Audits
- Joint programmes to promote sustainability initiatives

As a minimum we undertake annual screening for any legal, social, environmental and financial risks. The Procurement and Compliance Teams assess any suppliers identified as having potentially higher levels of risk and implement a mitigation plan where necessary. Any issues are flagged to the risk owners within the Group to jointly take appropriate action.

We expect our suppliers to provide a safe and healthy environment for their workforce. Supplier selection considers potential industry and geographical risk and where necessary on-site audits are carried out.

In addition to the Supplier Code of Conduct, modern slavery clauses are included in new and renewed supplier contracts. We reserve the right to terminate supplier contracts where a supplier engages in any activity, practice or conduct that would constitute an offence under sections 1, 2 or 4 of the UK Modern Slavery Act. However, in the first instance we would work with our suppliers to identify the issues and remedy the situation.

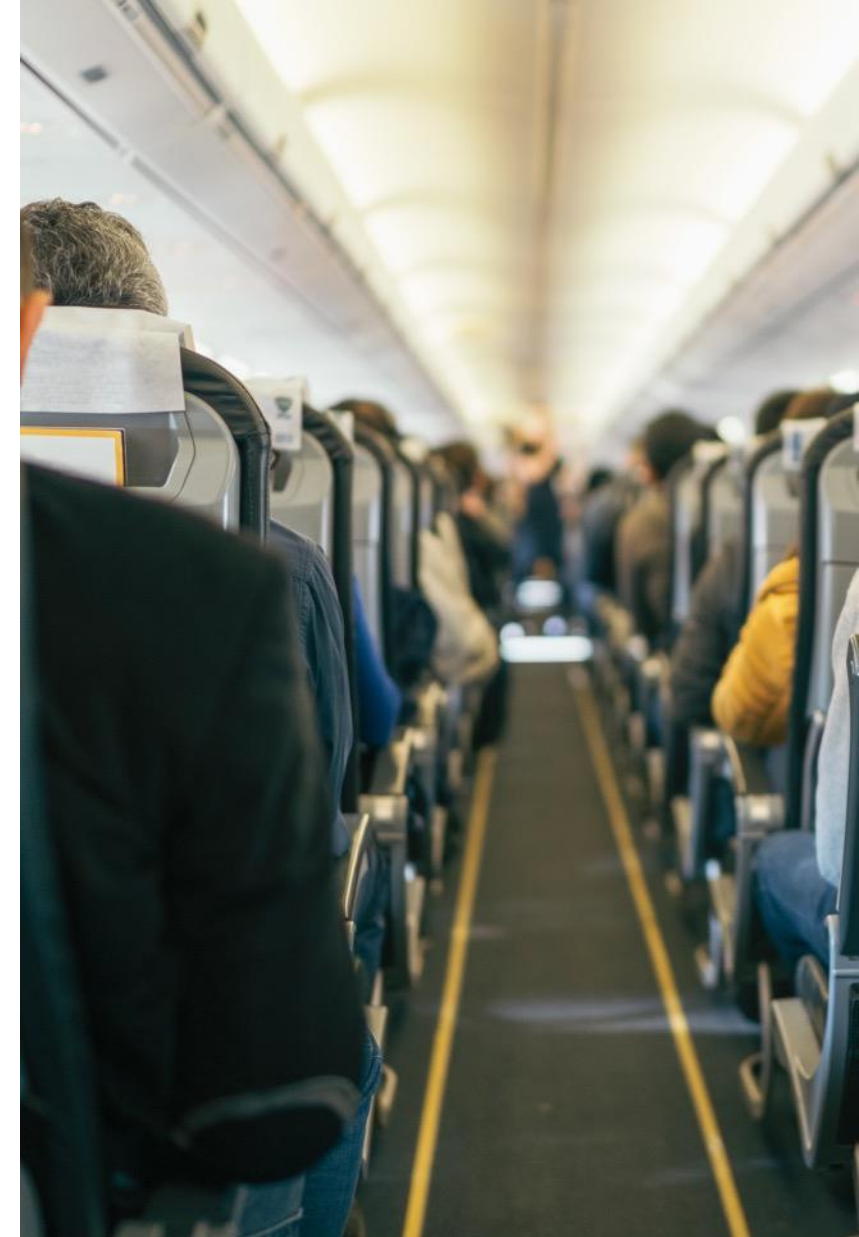
Human trafficking

Human trafficking is of real concern in the airline industry and we recognise the risk of our services being exploited by human traffickers. We recognise that our cabin crew and flight crew will have the most exposure to potential trafficking situations and therefore modern slavery guidance and procedures are included in our operating manuals. Training is provided to our cabin and flight crew to raise awareness of human trafficking and we have clear processes in place to ensure that our staff know how and where to report any suspected incidences of modern slavery. Our airlines continue to work closely with relevant authorities, governments and the airports in which we operate to ensure that all suspected human trafficking on our flights is reported and dealt with.

Going forward we will continue to raise awareness of this issue across our business and will look to develop further training within our airline companies.

“ Training is provided to our cabin and flight crew to raise awareness of human trafficking and we have clear processes in place to ensure that our staff know how and where to report any suspected incidences of modern slavery.

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Our people

The number of people employed across the Group at 31 December 2022 was 66,044, based in 81 countries. Our aspiration is to provide a working environment in which all employees can realise their potential, free of harassment and discrimination. IAG is committed to ensuring the health and safety of its employees and has robust policies in place to support this.

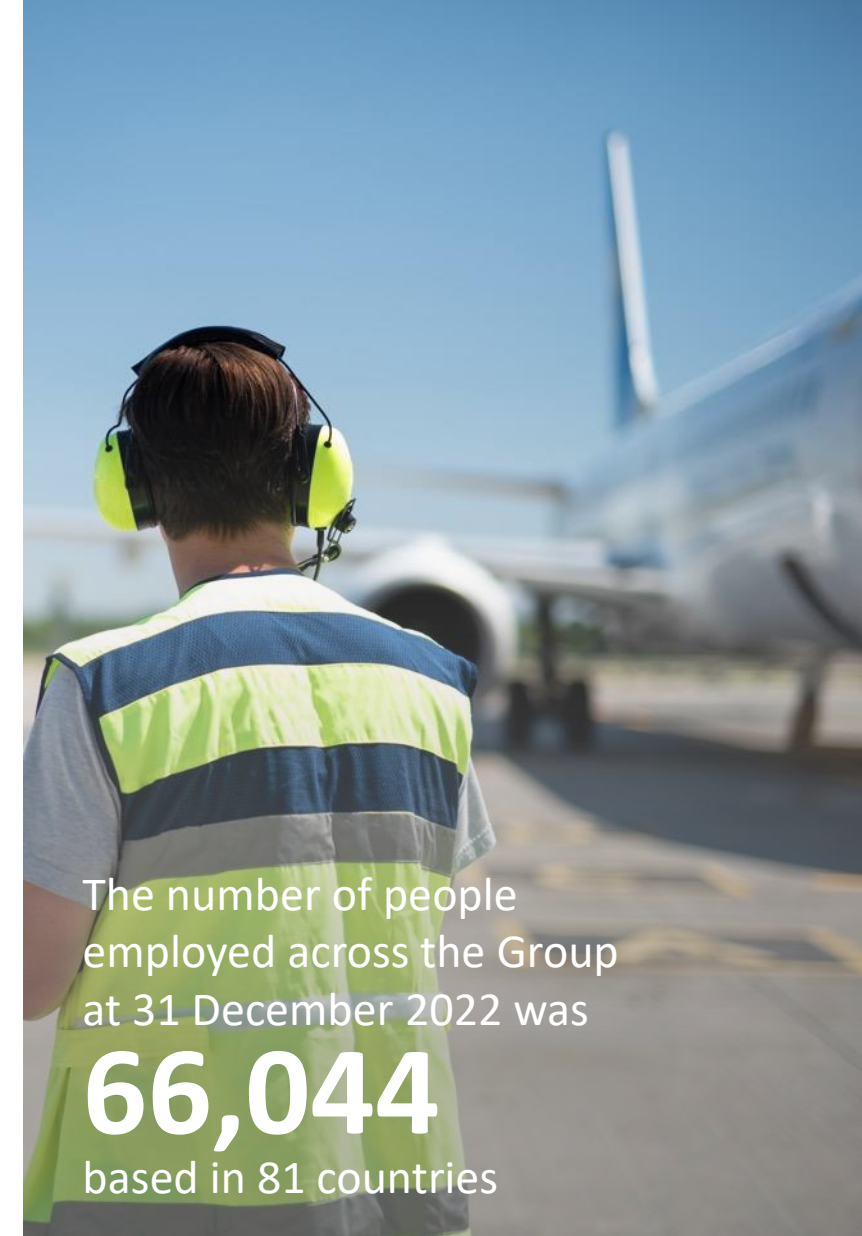
IAG has employees based in European countries which comply with the conventions of the International Labour Organization (ILO), covering subjects that are considered as fundamental principles and rights at work: freedom of association and the effective recognition of the right to collective bargaining; the elimination of all forms of forced or compulsory labour; the effective abolition of child labour; and the elimination of discrimination in respect of employment and occupation. Outside of the EU, IAG recognises trade unions in many

jurisdictions, has collective agreements and meets all relevant labour standards.

The Group has a large unionised workforce represented by a number of different trade unions. Our operating companies consult with employee representative bodies, including trade unions and works councils. IAG has a European Works Council which brings together representatives from the different European Economic Area (EEA) countries in which the Group has operations.

Resources are available across the Group for employees to report grievances or any alleged or actual wrongdoing. A whistleblowing channel provided by Ethics point is available throughout the Group where concerns can be raised on a confidential basis. The IAG Audit and Compliance Committee reviews the effectiveness of whistleblowing channels on an annual basis. This external service is available to all our employees and to others working in our supply chain.

In 2022 our whistleblowing channels did not receive any reports relating to modern slavery.



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Awareness and training

Materials relating to human trafficking and modern slavery are available to employees on our intranet page.

All training programmes are implemented at operating company level and each is responsible for determining the specific courses that are mandatory within their organisation, the frequency with which training courses must be completed and the employees required to attend.

All operating companies run a core corporate training course on the Code of Conduct. Modern slavery is also incorporated into compliance training delivered through the year and available as e-learning for Avios, British Airways, IAG Cargo, IAG GBS and Vueling and their relevant subsidiaries.

Next steps

We recognise the continuously evolving nature of modern slavery and will continue to review our policies, processes and training to ensure they are fit for purpose. During 2023 and beyond we will continue to assess the risk in our business, develop our approach for tackling modern slavery and continue to monitor our progress.

Luis Gallego

Chief Executive Officer, IAG

