

Sustainability Report Med Playa Hotel Rio Park 2016-2017-2018



Contents

| 03 | Introduction - Welcome |
|----|--------------------------------|
| | Mission |
| | Vision |
| 04 | Sustainability Policy |
| 05 | Quality Policy |
| | Purchasing Policy |
| | Health and Safety Policy |
| 06 | Child Protection Policy |
| | Human Rights Protection Policy |
| | Community Participation Policy |
| | Applicable Lesgistation |
| 07 | Partners |
| 09 | Objetives |
| 10 | Environmental Aspects |
| 18 | Social Aspects |
| 19 | Economic Aspects |
| 20 | Interest Groups |
| | Shareholders |
| 20 | Employees |
| 27 | Clients |
| | |

30 Providers



WELCOME

Med Playa is a Family owned company, with a wealth of experience in offering beach Holidays to tour customers. We pride ourselves in offering excellent value for Money with confortable hotels in great locations, a team of hotel staff dedicated to giving great service, and a dedication to our local environment and sustainable tourism.



In all the hotels of the Med Playa chain, we are very aware of the variety of ways in wich tourism can impact the destination – both positive (increase in businness for the area, resulting in more work for local people etc) and negative (impact on the natural environment of the destination, waste and pollution generation), therefore our responsability is to create an environment that protects both our staff and our surrounding environment.

We have created and put into place a sustainable policy in which both our guests and staff participate and contribute actively with us with the clear aim of minimising any negative impact creatd by our business.

VISION

To ensure the efficiency and correct execution of our Sustainable procedures, and to ensure all our hotels in the Med Playa chain work with Good environmental practices.

ΜΙΣΙΟΝ

To provide all our customers, suppliers and staff with services, products and experiences in our hotels, respecting our responsibility to the environment and showing initiative.



ENVIRONMENTAL POLICY

Our Environmental policy has a principal objetive, which is to define the actions we Will take in our hotel stablishments, with the aim of improving how we work with the local environment, our staff, Guest and suppliers.

- 1. Ensure an efficient use of our installations and team, by actively working toward the objective of reducing water and energy consumption, and also CO2 emissions.
- 2. Achieve in our hotels a reduction in the generation of waste by following a series of ecological initiatives relating to waste reduction.
- 3. Encourage Recycling by promoting selective collection of waste.
- 4. Develope a purchasing policy with specifies the objectives and needs coherent with environmental sustainability.
- 5. Conserve the biodiversity of our environment by participating in different activities.
- 6. Optimise the use of chemical products.
- 7. Maximise the social benefits of our staff by ensuring their well being, their health, and improving our staff policies with training programmes and ensuring equal opportunities exist for every team member.
- 8. Contribute to the development of our Community by hiring local suppliers and distributors.
- 9. Promote our local culture and environment by providing information on tourist attractions, excursions and other actitivies, and at the same time maximizing our gastronomic offering in hotels by introducing typical local dishes to our menus.
- 10. Actively participate in environmental and social projects with take place in our destinations by either actively taking part of by financial donations.



QUALITY POLICY

Quality Control and a continued desire to improve, is a integral parto f the culture of our company, and always with the aim of meeting the needs and expectations of our customers. All members of the Medplaya team take and active part in all the procedures and processers related to Quality Control.

PURCHASING POLICY

The objective of Med Playa is to achieve the best efficiency posible related to our purchasing process, ensuring we provide our customers with products and services of a Good quality, thereby requiring our suppliers to make sure they meet all current legal requirements and respecting the vaules related with the sustainability of the environment.

HEALTH & SAFETY POLICY

The Management of Med Playa takes total responsibility for the definition, development, creation, review and putting into action all the preventative procedures and policies related to Health & Safety. In order to carry out this responsibility, the Management of the company relies on the support and help of suppliers and staff who are assigned to participate in this policy, and also counts on the cooperation and assistance of leading companies related to this subject thereby applying a Plan of Prevention of Risks to all activities carried out by the company.





CHILD PROTECTION POLICY

At Med Playa we are committed to Child Protection and doing everything posible to ensure children are protected from any risks. The whole team of staff understands and follows our responsibilities to make sure we have a social conscience with regard to any problems that could occur and put children at risk.

POLICY FOR PROTECTION OF HUMAN RIGHTS

Med Playa has the responsibility to protect, support and promote basic human rights within our area of influence and activity, thereby providing the required framework to improve working conditions.



POLICY FOR PARTICIPATION IN OUR LOCAL AREA

Med Playa actively participates in the Community of all the destinations we have hotels in, and we contribute to the improvement and progress of the environment thereby creaty opportunities for social and economic development.

LEGAL REFERENCE

Med Playa use the current legislation with regard to the environment at all levels; International, Country, Regional and Local.



COLLABORATORS - PARTNERS

- Med Playa renews its Sustainability certifications through Travelife, an organisation recognised by numerous Tours operators and Travel associations, an Enterprise leading in training, management and certification for tourism companies based on comprehensive, universal principles and criteria for Sustainable Tourism. These principles are aimed at ensuring responsable management in the area of Sustainability for tourist destinations. Med Playa has achieve several Gold certifications for its hotels for each two year period.
- ISO 14001 establishes an Environmental Management System and reduces the impacts of the environment.
- Hospitality Award "A Royal commitment to sustainability" and certificate of the "Efficient Sustainable Hotel", awarded by the ISTUR Group (Institute of Tourism Sustainability) at FITUR 2015.
- Endesa awarded the prize for Sustainablity and energy efficiency to the Med Playa Hotel Chain for the measures implemented at the Hotel Rio Park in Benidorm.
- Member of Unicef with its "Hoteles Amigos" programme for protection against Child exploitation.











In 2017, Med Playa celebrated its 50th Anniversary with various activities, notable among which were:

Photo contests with gifts and free stays for clients.

Choice of Star staff member, most valued through online

comments

Special services for clients

Exclusive fest at all Med Playa Hotels





OBJECTIVES HOTEL RIOPARK 2016-17-18



- > Reduce -2% Co2 emmisions Vs 2014-15.
- Reduce energy consumption by 2% Vs 2014-15
- Reduce Water consumption by 2% Vs 2014-15



ENVIRONMENTAL ASPECTS

COMSUMPTION AND CO2 EMMISSIONS

| Year | Stays | | Huella de carbono | gasoil / Stay | | Huella de carbono | Propane / Stay | | Huella de carbono | Electricity / Stay |
|-------|---------|---------|----------------------|---------------|--------|----------------------|----------------|-----------|----------------------|--------------------|
| 2014 | 300.964 | 147.280 | 410.278 | 0,49 | 26.222 | 77.040 | 0,09 | 2.298.320 | 804.622 | 7,64 |
| 2015 | 306.858 | 133.600 | 372.170 | 0.44 | 20.654 | 60.682 | 0,07 | 2.491.803 | 872.131 | 8,12 |
| TOTAL | 607.822 | 280.880 | 782.447 | 0,46 | 46.876 | 137.722 | 0,08 | 4.790.123 | 1.676.753 | 7,88 |

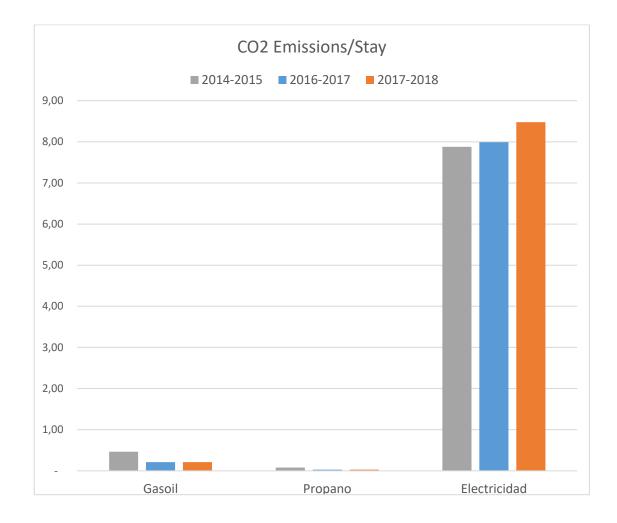
| Year | Stays | Gasoil | Huella de carbono | gasoil / Stay | Propane | Huella de carbono | Propane / Stay | Electricity | Huella de carbono | Electricity / Stay |
|-------|---------|---------|----------------------|---------------|---------|----------------------|----------------|-------------|----------------------|--------------------|
| 2016 | 318.706 | 133.600 | 410.278 | 0,42 | 9.587 | 77.040 | 0,03 | 2.450.050 | 857.500 | 7,69 |
| 2017 | 309.072 | - | - | | | - | | 2.564.587 | 897.600 | 8,30 |
| 2018 | 282.255 | _ | | _ | | | | 2.442.587 | 854.900 | 8,65 |
| TOTAL | 910.033 | 133.600 | 410.278 | 0,21 | 9.587 | 77.040 | 0,03 | | 1.712.400 | 8,21 |

| 2014-15 VS 2016-17-18 | Stays | | | gasoil / Stay | _ | | Propane / Stay | | Huella de carbono | Electricity/ Stay |
|----------------------------------|---------|-----------------|-----------------|------------------|----------------|----------------|-------------------|------------|----------------------|----------------------|
| Comsumption Difference x stay | 302.211 | - 147.280,00 | - 372.169,50 | - 0,25 | - 37.289,00 | - 60.681,50 | - 0,05 | 102.514,00 | 35.646,90 | 0,33 |

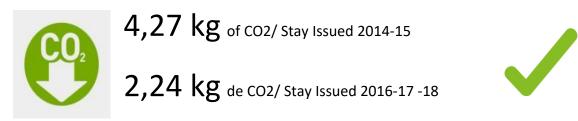
Sasoil and Propano have reduction due we remove for Gas Natural in 2016.

> The Comsumption of Electricity have increased due more number of Guest in house and the building Works in The refurbish of Central Kitchen and rooms.





CO2 Emissions



It has been posible to reduce Co2 emissions by 2,23Kg per stay of the main energy sources used, making greater use of energy, introducing technological innovation, changes in energy sources and modifying consumption habits.

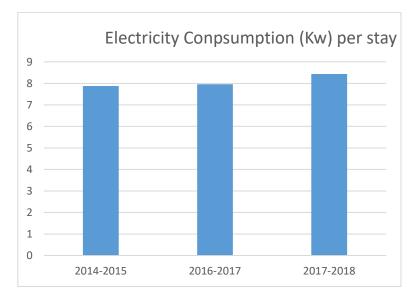


Energy Consumption:

Electricity, <u>COCCSC</u> Supplier Company (State)

It increases by 224.514 KWh, which represents an increase of 0.55KWh per stay. In The period 2016 – 2017 There is a greater occupation, 22.383 more stays, in addition to the works that are carried out to improve the facilities that increase electricity consumption, and the same happens in 2018.

- 7,88 KWh consumed in 2014-2015
- 7,96 KWh consumed in 2016-2017
- 8,43 KWh consumed in 2018



- In January 2016, 2 entire floors of rooms were renovated. In these reforms, low consumption LED lights have been installed in 68 rooms.
- In the corridors of the refurbished plants, lights with presence detector have been installed to reduce the cost of electricity, as well as cardholder control in all the renovated rooms.
- In 2018, the reform continued from 10th floor to 8th floor inclusive, with a total of 102 rooms with the new LED consumption systems with greater savings.



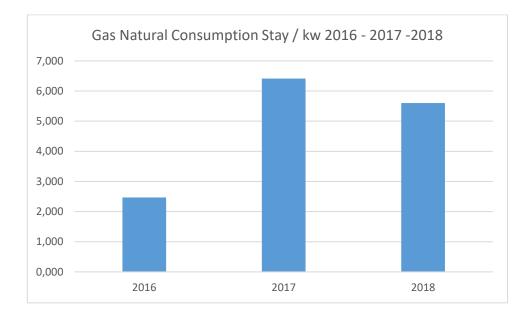
Natural Gas Consumption

In 2016 the installation of Natural Gas is carried out. Both Propane and Diesel are discontinued. Natural Gas is considered the most environmentally friendly energy.

| | Year 2016 | | | | | Year 2017 | | | | | Year 2018 | | | | |
|---------------|---------------|-----------------------------------|---|--------------|----------------|---------------|-----------------------------------|---|---------------|---------------------|---------------|-----------------------------------|--|--------------|---------------------|
| Month | Occupan cy | Total Consum ption (kWh) | Consum ption x stay (kWh/ stay) | Objeti ve | Compl iment | Occupa ncy | Total Consum ption(k Wh) | Consum ption x stay (kWh/ stay) | Objec tive | Compl iment ? | Occupa ncy | Total Consum ption (kWh) | Consum ption x stay (kWh/e stay) | Objeti ve | Compl iment ? |
| January | 25535 | Gasoil | 5,398 | 5,344 | yes | 25526 | 180547 | 7,073 | 7,002 | yes | 16102 | 208809 | 12,968 | 12,83 8 | yes |
| Februar | 20912 | Gasoil | 5,908 | 5,849 | yes | 17998 | 180677 | 10,039 | 9,938 | yes | 14692 | 135140 | 9,198 | 9,106 | yes |
| March | 24797 | Gasoil | 5,517 | 5,462 | yes | 19802 | 170219 | 8,596 | 8,510 | yes | 16870 | 172379 | 10,218 | 10,11 6 | yes |
| April | 25976 | Gasoil | 4,402 | 4,358 | yes | 23318 | 157285 | 6,745 | 6,678 | yes | 21528 | 155685 | 7,232 | 7,159 | yes |
| May | 27886 | Gasoil | 4,394 | 4,350 | yes | 28059 | 172544 | 6,149 | 6,088 | yes | 26641 | 153345 | 5,756 | 5,698 | yes |
| June | 27758 | 32100 | 1,156 | 1,145 | yes | 28438 | 141670 | 4,982 | 4,932 | yes | 26952 | 11173 | 0,415 | 0,410 | yes |
| July | 30112 | 25357 | 0,842 | 0,834 | yes | 30898 | 141513 | 4,580 | 4,534 | yes | 30325 | 20927 | 0,690 | 0,683 | yes |
| August | 31679 | 176736 | 5,579 | 5,523 | yes | 31903 | 155668 | 4,879 | 4,831 | yes | 31194 | 176736 | 5,666 | 5,609 | yes |
| Septem ber | 27009 | 108068 | 4,001 | 3,961 | yes | 26860 | 161622 | 6,017 | 5,957 | yes | 26245 | 108068 | 4,118 | 4,076 | yes |
| October | 27255 | 123531 | 4,532 | 4,487 | yes | 27180 | 160806 | 5,916 | 5,857 | yes | 25897 | 122464 | 4,729 | 4,682 | yes |
| Novemb er | 25268 | 162609 | 6,435 | 6,371 | yes | 25336 | 160806 | 6,347 | 6,283 | yes | 24014 | 162609 | 6,771 | 6,704 | yes |
| Decemb er | 25927 | 161802 | 6,241 | 6,178 | yes | 25227 | 208809 | 8,277 | 8,194 | yes | 23106 | 161802 | 7,003 | 6,933 | yes _ |
| Total | 320114 | 790203 | 2,469 | 2,444 | yes | 310545 | 1992166 | 6,415 | 6,351 | yes | 283566 | 1589137 | 5,604 | 5,548 | yes |

- Diesel and Propane consumption are completely erased, and consumption by Natural Gas is introduced.
- The incoporation is made in mid-2016, and between 2017 -2018 there is a decrease in consumption.





Propane Consumption, Supplier Company (State)

Propane consumption was intended only for kitchen machines. There was a small part of these that were electric and thanks to the preventive measures and acquiring more efficient machines it was possible to reduce the consumption of the year 2012 - 2015.

From 2016, natural Gas is installed, completely erasing propane consumption.

Diesel Consumption, Supplier Company (Local)



Gasoil consumption remained at stable levels in the previous periods, but finally it was decided to end this energy source, carrying out the installation of NATURAL GAS in 2016.

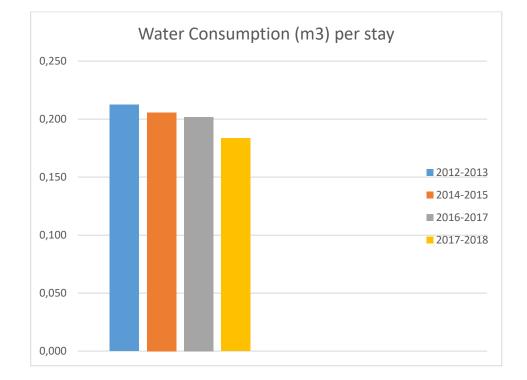


Water Consumption: Supplier Company (regional)



Total water consumption in m3, 2014-15- vs 2016-17-2018

| | Total Consumpti on (m³) | Consumpti on x stay (m3/stay) | | Total Consumpti on (m³) | Consumpti on x stay (m3/stay) | | Total Consumpti on (m³) | Consumption x stay (m3/stay) |
|--------------|-------------------------------|-------------------------------------|--------------|-------------------------------|-------------------------------------|--------------|-------------------------------|------------------------------------|
| Year 2014 | 59.086 | 0,196 | Year 2016 | 67.033 | 0,209 | Year 2018 | 52.060 | 0,184 |
| Year 2015 | 66.016 | 0,215 | Year 2017 | 60.265 | 0,194 | - | | |
| Total | 125.102 | 0,206 | Total | 127.298 | 0,202 | Total | 52.060 | 0,184 |



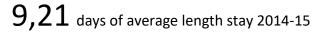
Water consumption has been reduced in the last 2 years by 0.022m3 per stay. This meas a saving of 22 liters of water per customer per day. The Hotel is in a pase of renovation of rooms in wich the bathtub is replace by a shower, with the main objective of reducing water consumption in the rooms.

• In the new renovated rooms the bathtubs have been replace by shower trays so that water savings can be increased.

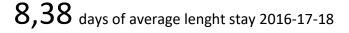


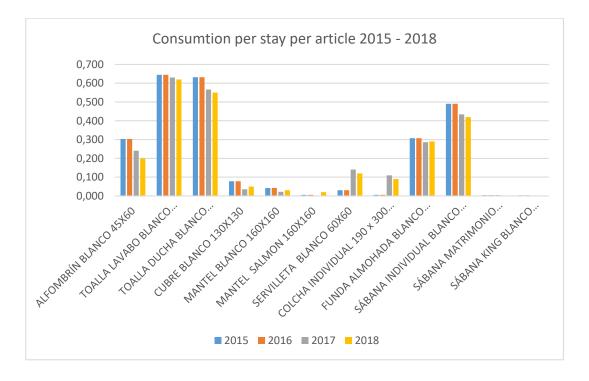
Laundry

Although the average stay per Room has been reduced from 9.21 to 8.38 due to lower TTOO, new travel trends, this has not resulted in an increase in laundry consumption, but has been saved by improvement procedures implemented regarding the rotation of lingerie as well as greater dissemination and communication with the client about environmental sustainability measures.





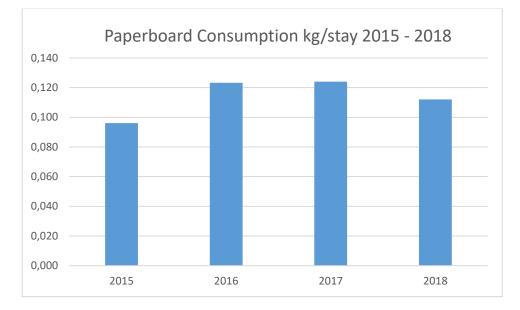




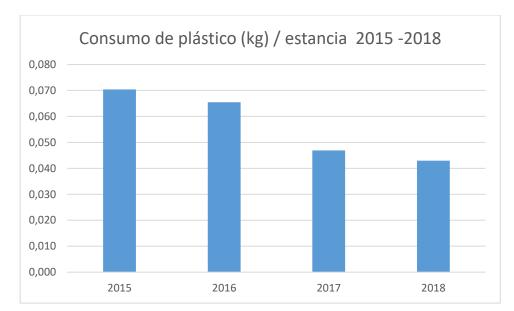


Solid Waste

Paperboard



The consumption of cardboard kg/stay has been increased, due to the renovation Works carried out, and the way in which the replaced components come this has been increased. The objective is to reduce it and return to levels equal to or lower tan in 2015.



Plastic

A plastic consumption of 0,30kg per stay has been reduced in the period of 2015 – 2018. For this purpose, a control of solid and plastic waste consumption has been carried out.



SOCIAL ASPECTS

Local Actions

The intended objective is achieved and other different actions are carried out:

- Collaborate with the association Double Love in helping people with intelectual disabilities with special education and offering job.
- Help Humanitel, Association of disable people, by buying their products.
- Promote local cuisine in the buffet menus with dishes such as Paelle Valenciana, Fideua, Fish, desserts or other products in the area.
- Promote local festivities by co-financing the preparation of the Commissions for parties and club books, collaboration with the purchase of artesanal products.
- Provide information to customers about schedules, train buses, cultural activities, excursions, local leisure, etc.
- Collaborate with the Pre-social Workshop of Social Insertion (T.A.P.I.S): It is a service offered by the Department of Social Welfare of the City of Benidorm for people with special Dfficulties of social or employment, specially people with disabilities.
- > Collaborate with Forcal, a training center specialized in practical labor education.
- Participate in the UNICEF HOTELES AMIGOS program for the protection of child exploitation. Raising funds and making donations.



Collaborates in special parties such as Christmas, Med Summer Fest, Halloween with non-profit associations in the formo f collection of donations or extraordinary raffles (Bussy Bees, Gandia Children preventorio, Double Love Association,...).



ECONOMIC ASPECTS

Med Playa is a hotel group based in Girona, which specialises in the management of tourist establishments located on the coast. Founded in 1967 on the Costa Brava, its expansion began in Benidorm and continued along the Costa del Sol, Salou and Maresme with the purchase of several already built hotels, including the historic Pez Espada in Torremolinos (Malaga). Currently the group has sixteen extablishments, thirteen of which are owned. It has a anual turnover of \in 80 million and a workforce of 1,398 employees.

Hotel Rio Park 2 Star Hotel Capacity 458 rooms Benidorm Coast Area – Alicante - España Acreditación Travelife Oro

| 0 | SOLARIUM | <u>æ</u> | PISCINA EXTERIOR | 101 | RESTAURANTE |
|-------------|-----------------------------------|--------------|-------------------------------|----------|------------------------|
| Ş | INTERNET CORNER / INTERNET CENTRE | Ġ | FACILIDADES PARA MINUSVÁLIDOS | Ü | TIENDA |
| 0 | RECEPCIÓN 24H. | <u>я</u> | CAFETERÍA | (| PROGRAMA DE ANIMACIÓN |
| ((**)) I | INTERNET | 2 | BAR | i, | SALÓN |
| Ş | WIFI | 2 | MALETERO | Ť | MINI CLUB |
| * | PING PONG | Ь | VENTA DE EXCURSIONES | æ | ALQUILER DE COCHES |
| ŧ | CAMBIO DE DIVISAS | | SALÓN DE JUEGOS | Ħ | NO SE ADMITEN ANIMALES |

| % place vs Benidorm . | 2,61 % |
|---|--------------|
| % stays vs Benidorm . | 2,82 % |
| Gross Income per room | 10,40€ |
| Expenses for energy measures and modernization of Facilities. | 103.000,00 € |
| Donations raised for Unicef (Group Level) | 3.344,00€ |
| | |
| | |



INTEREST GROUPS

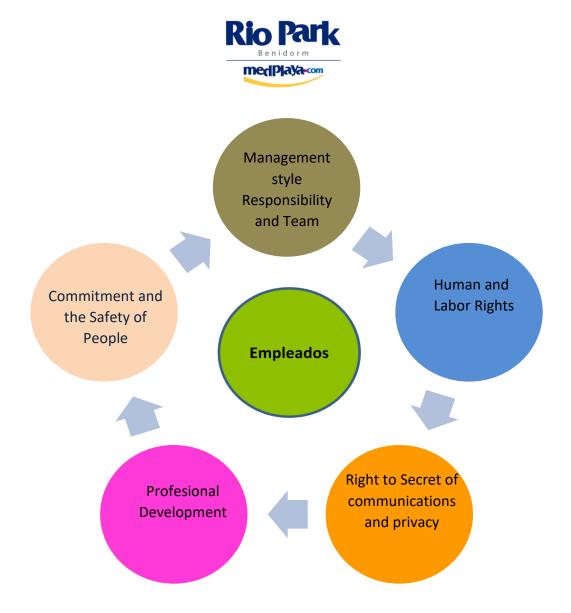
Shareholders

All the members of the Med Playa board of directors and those with management responsibilities maintain a relationship with its shareholders bases on reciprocal, sustainable benefit, governed by the principles of trust, transparency and ethics.

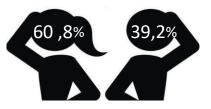


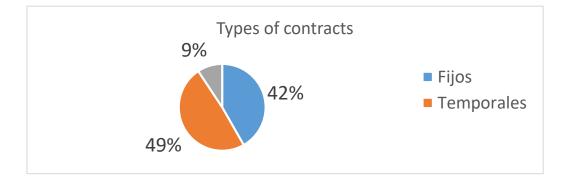
Employees

One of the main objectives of the Med Playa Group is to promote a working environment that facilitates the profesional and human development of all employees. The diversity of abilities, experiences and the integrations of different people and cultures is one of the foundations of the success of Med Playa.



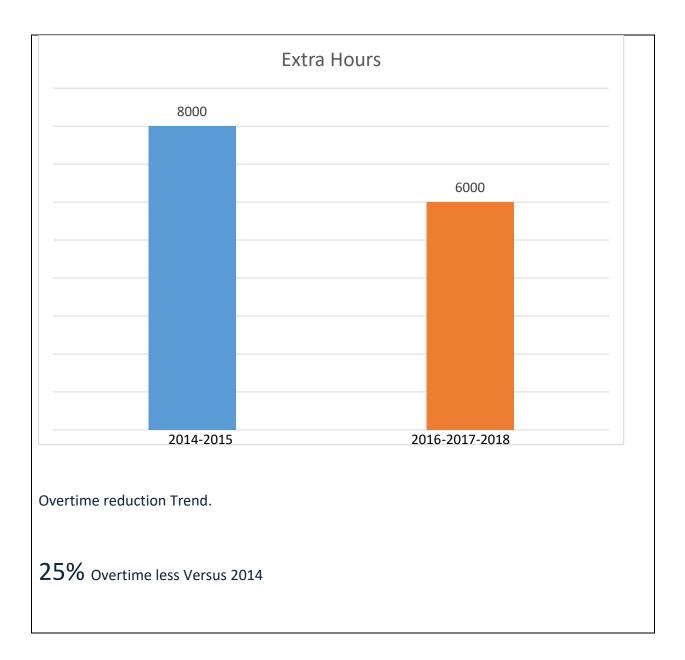
The average workforce for 2016-17-18 was 143,41 employees





2016 -2017 Sustainability Report Medplaya Hotel Rio Park









- 43,8 Average Age
- 9,45 Years of Service

9

Different Nationalities



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Compared to the years 2014-15, the total number of staff has remained although rooms have been reduced. The accident rate has dropped significantly from 1,35 to 0,85. The proportion of female staff has increased its quota from 53,9 to 60,80%. The fixed staff share 46% and the eventual 54%. The Workforce is rejuvenated, seniority, internationality are shortened, overtime is reduced and there is almost no accident rate.

Social Benefits for Employees

- > Discounts of hotel reservations for the chain.
- > Discounts at local companies: Gym, opticians, dentists, amusement Parks.
- > Advertising of local businesses, promotions, offers, discounts, etc.
- Possibility of obtaining surplus food.



Promotion:

- > Pedro Guerreo, waiter converts indefinite contract.
- > Todor Rusev, waiter converts indefinite contract.
- > Abigail Rojas, receptionist converts indefinite contract.
- Salvador Lacarcel, receptionist converts indefinite contract.
- Miguel Angel Navarro, 2nd Hedo f Kitchen conferts indefinite contract.
- > Eva Zaragoza, helper Kitcheen converts indefinite contract.
- > Nicoleta Trif, promotes cook and converts indefinite contract.
- > Jose Miguel González Bernal, promotes category helper Kitchen
- > Ángela Montes, junior Kitchen converts indefinite contract.
- Possibility of employment to Young people with reduce intelectual capacity is encouraged.

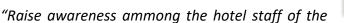




Training

During these three years, variou training courses have been given in different areas:

- Norovirus prevention and control
- HACCP Food Safety Management
- Legionella Prevention
- Occupational Risk Prevention
- Food Allergen Management





importance and treatment of these cases and compliance with the new regulations of the European Union in this matter, to meet ant meet the demando f those customers with food allergies".

Environmental Sustainability

"To provide the knowledge, skills and attitudes necessary so that, in compliance with the Travelife sustainability program, they aplly the correct environmental management practices and contribute to corporate social responsibility policies."

Seduce the customer

"Improve the skills to get customers to have fun during their stay at the hotel, feel very comfortable, repeat and share their experience ".

Professional Well-being

"Directed to the Department of Floors with the objective of improving the physical condition in the workplace, applying specific and appropriate postural relaxation techniques and exercises to the activity that is carried out by reducing the negative physical impact associated with the work of the workplace".





Others

Since 2007 the Hotel holds a compretition for innovation





The Facilities in the Staff Dining Room have been improved, equipping it with a hot buffet and a cold buffet. In addition to changing the chairs, putting on a new TV and offering a 14-day menu Wheel.





Customers

Customers satisfaction is the main base of the Med Playa Group and a deal of honesty, profesional responsibility, confidentiality, privacy and proper use of your data is maintained with them..

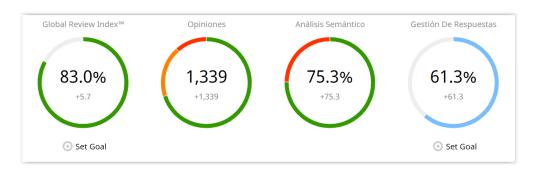
The client can contact the Call Center Med Playa to leave their opinio or send a comment on medplaya.com



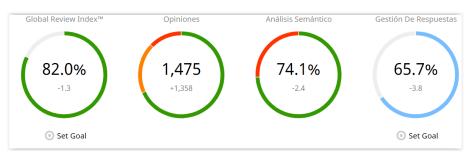


Another tool used to know customer satisfaction is **CREVIEWPRO** Analyzes online opinions and allows you to add, organize and effectively manage online reputation and presence in the main online travel agencies, opinión websites and social networks.

2016



2017



2018





Loyalty program Amigo Card

Our repeat customers are rewarded through a point accumulation system and are exchanged for services, gifts and discounts on their reservations. Currently in the Med Playa Group they are accounted for.



Suppliers

The Med Playa Group applies a strict and detailed procedure on the evaluation and selection of suppliers base don social, ethical and environmental criteria. Standards code of conduct and sustainability policies are provided with access to the website <u>www.medplaya.com</u>.