

Translation of financial statements originally issued in Spanish and prepared in accordance with generally accepted accounting principles in Spain (see Note 21). In the event of a discrepancy, the Spanish-language version prevails.

## ACS, ACTIVIDADES DE CONSTRUCCIÓN Y SERVICIOS S.A.

### BALANCE SHEETS AT 31 DECEMBER 2006 AND 2005

(Thousands of Euros)

ASSETS	31/12/06	31/12/05	EQUITY AND LIABILITIES	31/12/06	31/12/05
<b>NON-CURRENT ASSETS:</b>			<b>EQUITY (Note 9):</b>		
Intangible assets (Note 5)	673.081	714.307	Share capital	176.437	176.437
Cost	827.422	827.416	Share premium	897.294	897.294
Accumulated amortisation	(154.341)	(113.109)	Legal reserve	35.287	35.287
<b>Property, plant and equipment (Note 6)</b>	<b>13.711</b>	<b>13.518</b>	Other reserves	15.188	212.577
Land and structures	2.110	2.110	Reserve for treasury shares	67.276	-
Plant and machinery	1.389	1.343	Profit for the year	1.109.570	295.206
Other property, plant and equipment	19.071	17.438	Interim dividend paid	(141.149)	(70.575)
Advances and property, plant and equipment in the course of construction	42	42	<b>Total equity</b>	<b>2.159.903</b>	<b>1.546.226</b>
Accumulated depreciation	(8.901)	(7.415)	<b>PROVISIONS FOR CONTINGENCIES AND EXPENSES (Note 11)</b>	<b>92.944</b>	<b>89.062</b>
<b>Investments (Note 7)</b>	<b>5.551.101</b>	<b>4.622.561</b>	<b>NON-CURRENT LIABILITIES (Note 10):</b>		
Investments in Group companies	1.961.054	2.012.064	Bank borrowings	1.920.346	1.600.530
Loans to Group companies and associates	1.567.487	611.070	Payable to Group companies and associates	90.050	89.406
Investments in associates	2.116.274	2.090.260	Other non-current liabilities	71	-
Non-current investment securities	12.004	12.498	<b>Total non-current liabilities</b>	<b>2.010.467</b>	<b>1.689.936</b>
Other loans	1.289	1.621			
Allowances	(107.007)	(104.952)			
<b>Total non-current assets</b>	<b>6.237.893</b>	<b>5.350.386</b>			
<b>DEFERRED CHARGES</b>	<b>5.434</b>	<b>7.917</b>			
<b>CURRENT ASSETS:</b>			<b>CURRENT LIABILITIES:</b>		
Inventories	215	92	Bank borrowings (Note 13)	599.361	456.613
Accounts receivable (Note 8)	76.713	130.942	Short-term payables to Group companies and associates (Note 12)	1.593.813	1.749.017
Trade receivables for sales and services	4.159	4.571	Trade payables	8.331	4.688
Receivable from Group companies and associates	9.460	53.061	Other nontrade payables (Note 13)	438.180	117.621
Other accounts receivable	10.855	10.710	Operating allowances	29.987	19.643
Tax receivables	52.239	62.600	<b>Total current liabilities</b>	<b>2.669.672</b>	<b>2.347.582</b>
Short-term investments (Note 7)	540.338	181.247			
Current treasury shares (Note 9)	67.276	-			
Cash	2.914	1.495			
Prepayments and accrued income	2.203	727			
<b>Total current assets</b>	<b>689.659</b>	<b>314.503</b>			
<b>TOTAL ASSETS</b>	<b>6.932.986</b>	<b>5.672.806</b>	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6.932.986</b>	<b>5.672.806</b>

The accompanying Notes 1 to 21 are an integral part of the balance sheet at 31 December 2006.