

Translation of consolidated financial statements originally issued in Spanish and prepared in accordance with IFRSs as adopted by the European Union (see Notes 2 and 40). In the event of a discrepancy, the Spanish-language version prevails.

ACS, ACTIVIDADES DE CONSTRUCCIÓN Y SERVICIOS, S.A. AND SUBSIDIARIES

CONSOLIDATED INCOME STATEMENTS FOR THE YEARS ENDED 31 DECEMBER 2006 AND 2005

	Thousands of Euros	
	31/12/06	31/12/05
REVENUE (Note 28)	14,067,171	12,113,886
Other income	739,370	447,645
Changes in inventories of finished goods and work in progress	72,193	110,422
Materials consumed and other external expenses (Note 29.1)	(8,765,062)	(7,329,036)
Staff Costs (Note 29.2)	(3,229,279)	(2,882,868)
Other operating expenses	(1,614,060)	(1,364,502)
Depreciation and amortisation charge (Notes 4, 5, 6 and 8)	(280,913)	(230,137)
Changes in working capital provisions	(17,825)	(47,984)
OPERATING INCOME	971,595	817,426
Net impairment losses (Note 29.5)	(12,806)	(6,577)
Gains due to changes in the value of financial instruments classified at fair value (Note 29.6)	2,063	-
Finance income (Note 29.7)	186,353	83,229
Finance costs	(413,005)	(198,853)
Exchange differences	(15,377)	16,658
Results of associates (Note 10)	421,120	144,850
Gains on disposal of non-current assets (Note 30)	583,819	13,757
Other gains or losses (Note 29.8)	(79,386)	(66,183)
PROFIT BEFORE TAX	1,644,376	804,307
Corporation tax (Note 27)	(370,964)	(171,327)
PROFIT FOR THE YEAR	1,273,412	632,980
Profit attributed to minority interests (Note 16)	(23,324)	(24,323)
PROFIT ATTRIBUTED TO THE PARENT	1,250,088	608,657

EARNINGS PER SHARE (Note 32)

	Euros per Share	
	31/12/06	31/12/05
Basic earnings per share	3.58	1.74
Diluted earnings per share	3.58	1.74

The accompanying Notes 1 to 40 and Appendixes I to IV are an integral part of the consolidated income statement at 31 December 2006.