

# ACS

ACTIVIDADES DE CONSTRUCCIÓN Y SERVICIOS



# 1H 2023

## RESULTS REPORT

July 27<sup>th</sup>, 2023

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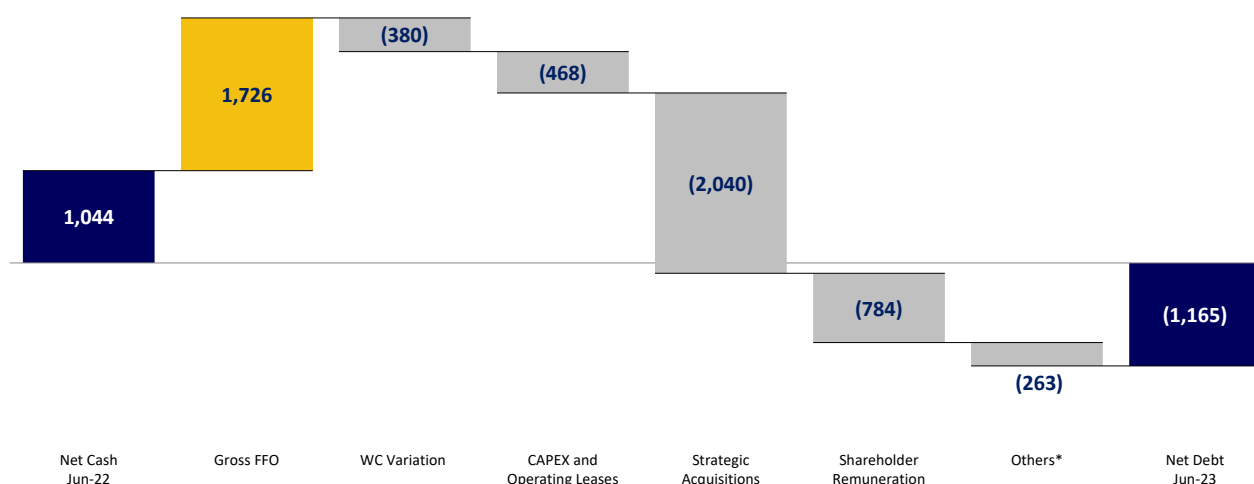
# 1 Executive Summary

NET PROFIT	EPS	SALES	BACKLOG	EBITDA	NET DEBT
<b>385 €mn</b>	<b>1.49 €</b>	<b>17,033 €mn</b>	<b>72,484 €mn</b>	<b>934 €mn</b>	<b>1,165 €mn</b>
+16.7%	+22.0%	+10.5%	+4.4%	+14.5%	+2,209 €mn

Data presented according to ACS Group management criteria. Annual variations compared to Jun-22

- Sales in the first semester of 2023 grew by 10.5% reaching € 17,033 million. Adjusted by exchange rate, sales grew by 12.3%. This positive performance was supported by a generalized growth of the activities in all markets.
- Backlog as of June 2023 stood at € 72,484 million, 4.4% higher against the comparable period (+9.4% adjusted by exchange rate) thanks to the significant volume of awards recorded in the period, mainly in the United states, with a growing weight of new generation infrastructure projects.
- EBITDA reached € 934 million, 14.5% more than the previous year. Operating margins rose thanks to the boost from concession activity, both due to the increased contribution from Abertis and the good operating performance of the SH-288 at Iridium.
- Net profit amounted to € 385 million, up by 16.7%, thanks to the good performance of all the Businesses, highlighting Abertis' contribution that reached € 95 million and Construction's growth (+24.9%).
- Net Debt stood at € 1,165 million as of June 30<sup>th</sup> 2023, € 2,209 million higher than in the last twelve months mainly due to the strategic operations carried out during the last year; including the acquisition of a 56% stake of the SH-288 (€ 1,064 million), the acquisition of an additional shareholding in HOCHTIEF (€ 850 million), and MACA's acquisition (€ 126 million).

## Financial position LTM evolution



Figures in euro million

\*Includes, among others, other net financial investments, extraordinary payments (i.e. Ichthys and radials), the reclassification of assets held for sale and adjustments for changes in perimeter and FX.

## 2 Income Statement

Euro Million	Abbreviated Income Statement					
	6M22	% /sales	6M23	% /sales	Var.	Var. F/X
<b>Sales</b>	<b>15,415</b>		<b>17,033</b>		<b>+10.5%</b>	<b>+12.3%</b>
<b>EBITDA</b>	<b>816</b>	<b>5.3 %</b>	<b>934</b>	<b>5.5 %</b>	<b>+14.5%</b>	<b>+17.0%</b>
<b>EBIT</b>	<b>547</b>	<b>3.5 %</b>	<b>665</b>	<b>3.9 %</b>	<b>+21.6%</b>	<b>+24.3%</b>
Ordinary financial result	(135)		(180)			
Other financial results <sup>(1)</sup>	48		128			
Other results <sup>(2)</sup>	49		(1)			
<b>EBT (Earnings Before Taxes)</b>	<b>509</b>	<b>3.3 %</b>	<b>612</b>	<b>3.6 %</b>	<b>+20.3%</b>	<b>+20.3%</b>
Taxes	(126)		(152)			
Discontinued operations	65		-			
Minority interest	(118)		(75)			
<b>Net Profit</b>	<b>330</b>	<b>2.1 %</b>	<b>385</b>	<b>2.3 %</b>	<b>+16.7%</b>	<b>+16.9%</b>
<b>EPS</b>	<b>1.22 €</b>		<b>1.49 €</b>		<b>+22.0%</b>	

(1) Includes Foreign exchange results, changes in fair value for financial instruments and impairment and gains on financial instruments.

(2) Includes impairment and gains on fixed assets as well as equity method results of non-operating activities.

### 2.1 Sales and Backlog

- Sales in the first six months of 2023 increased by 10.5% to € 17,033 million, supported by the good performance of all activities and regions where the Group operates.
- Sales Breakdown by geographical areas showed the diversification of the Group's revenue sources, where America represented 63% of total sales, Asia Pacific 22% and Europe 15% (from which Spain represented 10%).

Euro Million	Sales per Geographical Areas					
	6M22	%	6M23	%	Var.	Var. F/X
North America	9,388	61 %	10,496	62 %	+11.8%	+12.0%
Asia Pacific	3,341	22 %	3,733	22 %	+11.7%	+19.1%
Europe	2,526	16 %	2,629	15 %	+4.1%	+4.1%
RoW	159	1%	174	1%	+9.4%	n.a.
<b>TOTAL</b>	<b>15,415</b>	<b>100 %</b>	<b>17,033</b>	<b>100 %</b>	<b>+10.5%</b>	<b>+12.3%</b>

America achieved a much higher sales volume than in previous years, above pre-pandemic levels. Adjusted for the positive impact of exchange rates, sales in the U.S. grew 11.8%.

Asia Pacific' sales grew driven by the Australian Market whose sales Increased by 22.4% in local currency. Meanwhile, Europe consolidated its recovery with a solid growth trend (+4.1% compared to June 2022) showing good performance in Poland (+29% against the prior year), as well as Spain (+5.2%).



Sales per Countries						
Euro Million	6M22	%/ sales	6M23	%/ sales	Var.	Var. F/X
USA	8,442	55%	9,476	56%	+12.2%	+11.8%
Australia	2,981	19%	3,417	20%	+14.6%	+22.4%
Spain	1,541	10%	1,621	10%	+5.2%	n.a
Canada	946	6%	1,021	6%	+7.9%	+13.7%
Germany	436	3%	401	2%	-8.1%	n.a
Rest of Europe	549	4%	608	4%	+10.6%	n.a
RoW	520	3%	491	2%	-5.6%	n.a
<b>TOTAL</b>	<b>15,415</b>	<b>100 %</b>	<b>17,033</b>	<b>100 %</b>	<b>+10.5%</b>	<b>+12.3%</b>

- Backlog as of June 2023 stood at € 72,484 million, up by 5.1% vs. December 2022 (+7.2% adjusted by exchange rates) thanks to the volume of contracts awarded in the first half of the year, which amounted to € 23,239 million, including major new generation infrastructure projects.

Backlog per Geographical Areas						
Euro Million	Dec-22	%	Jun-23	%	Var.	Var. F/X
North America	36,187	52 %	39,244	54 %	+8.4%	+10.3%
Asia Pacific	19,185	28 %	18,579	26 %	-3.2%	+1.2%
Europe	12,695	18 %	13,762	19 %	+8.4%	+8.4%
RoW	929	1 %	899	1 %	-3.3%	n.a.
<b>TOTAL</b>	<b>68,996</b>	<b>100 %</b>	<b>72,484</b>	<b>100 %</b>	<b>+5.1%</b>	<b>+7.2%</b>

America's Backlog maintained its solid position thanks to more than € 14,300 million order intake awarded in the first six months of the year, highlighting the significant increase in new generation infrastructure projects, such as four new data centers in United States or battery factories such as De Soto for Panasonic Energy in Kansas and biosanitary infrastructures such as an active pharmaceutical ingredient (API) manufacturing facility in Colorado.

On its side, Asia Pacific's Backlog, adjusted by exchange rates effects, grew by 1.2% in the semester. The recovery of the Asian market was notable, with a significant volume of contracts awarded, particularly in Hong Kong, with projects such as the construction of a new data center.

Europe's backlog Increased by 8.4% mainly supported by the Polish (+38.3%) and German markets (+34.7%) thanks to the boost in civil works in Poland and the increase in new-generation infrastructure projects in Germany. Spain's Backlog continued its upward trend, with a 2.3% growth against December 2022.

Backlog per Countries						
Euro Million	Dec-22	%/ Backlog	Jun-23	%/ Backlog	Var.	Var. F/X
USA	33,504	49 %	36,343	50%	+8.5%	+10.5%
Australia	17,131	25 %	15,845	22%	-7.5%	-3.3%
Spain	5,972	9 %	6,106	8%	+2.3%	n.a
Canada	2,683	4 %	2,901	4%	+8.1%	+7.9%
Germany	2,803	4 %	3,776	5%	+34.7%	n.a
Rest of Europe	3,920	6 %	3,880	6%	-1.0%	n.a
RoW	2,984	3 %	3,633	5%	+21.8%	n.a
<b>TOTAL</b>	<b>68,996</b>	<b>100 %</b>	<b>72,484</b>	<b>100%</b>	<b>+5.1%</b>	<b>+7.2%</b>

## 2.2 Operating Results

- The operating results were boosted by the higher contribution of the Concessions area following the acquisition of the SH-288 and the good operating performance of Abertis in the first six months of the year, as well as the good operating results of the Construction area, which showed stability in the EBIT margin.

Euro Million	EBITDA by division			EBIT by division		
	6M22	6M23	Var.	6M22	6M23	Var.
Construction	669	703	+5.1%	433	484	+11.8%
Concessions	85	162	+89.5%	77	154	+101.2%
Services	49	54	+9.3%	27	30	+11.2%
<b>SUBTOTAL</b>	<b>804</b>	<b>919</b>	<b>+14.3%</b>	<b>537</b>	<b>668</b>	<b>+24.5%</b>
<i>Margin on sales</i>	5.2%	5.4%		3.5%	4.0%	
Corporation & others <sup>(1)</sup>	13	16	+25.4%	10	(3)	n.a.
<b>TOTAL</b>	<b>816</b>	<b>934</b>	<b>+14.5%</b>	<b>547</b>	<b>665</b>	<b>+21.6%</b>

\*Includes Real Estate and energy activities

- EBITDA from operations grew by 14.3% against the comparable period. The Group's EBITDA reached € 934 million, 14.5% higher than the previous year, including the Corporation and the energy business results.
- EBIT stood at € 665 million, 21.6% more than in the comparable period.
- EBITDA and EBIT margins Increased by 20 and 40 b.p., respectively.

## 2.3 Financial Results

Euro Million	Financial Results		
	6M22	6M23	Var.
Financial income	87	138	+59.3%
Financial expenses	(221)	(319)	+43.9%
<b>Ordinary Financial Result</b>	<b>(135)</b>	<b>(180)</b>	<b>+34.0%</b>
Foreign exchange results	21	(2)	n.a.
Changes in fair value for financial instruments	32	200	n.a.
Impairment & gains on financial instruments	(5)	(69)	n.a.
<b>Net Financial Result</b>	<b>(87)</b>	<b>(52)</b>	<b>-39.7%</b>

- Most of the Group's debt was hedged against interest rate fluctuations. The increase in ordinary financial results was mainly due to the impact of higher interest rates on short-term working capital financing, as well as the financial expenses resulting from the acquisition of the SH-288 by Iridium.
- The fair value changes of the financial instruments included, for the most part, the effect of the derivatives linked to ACS' shares. The positive impact recorded amounted to € 84 million after tax effects and provisions made in the period.

## 2.4 Net Attributable Profit

Euro Million	Net Profit Breakdown		
	6M22	6M23	Var.
Construction	170	213	+24.9%
Concessions	79	109	+37.2%
Services	16	16	+1.5%
<b>Net Profit from Operations</b>	<b>265</b>	<b>338</b>	<b>+27.2%</b>
Corporation & others <sup>(1)</sup>	65	48	n.a
<b>Net Profit</b>	<b>330</b>	<b>385</b>	<b>+16.7%</b>

(1) Includes Real Estate and energy activities.

- Net Profit from Operations grew by 27.2% to € 338 million thanks to the good operating and financial performance of all activities, especially in the Construction and Concessions area, where Abertis' contribution amounted to € 95 million.
- The Group's Net Profit in the first half of 2023 amounted to € 385 million, 16.7% higher than in the first six months of the previous year.

### 3 Balance Sheet

Financial Balance Sheet		
Euro Million	Dec-22	Jun-23
<b>Fixed Assets</b>	<b>14,390</b>	<b>13,901</b>
- Tangible and intangible fixed assets	2,490	2,420
- Non-current financial assets	6,375	5,936
- Assets held for sale	4,685	4,722
- Deferred tax assets	839	822
<b>Goodwill</b>	<b>2,716</b>	<b>2,718</b>
<b>Working Capital</b>	<b>(4,869)</b>	<b>(3,865)</b>
<b>TOTAL NET ASSETS</b>	<b>12,237</b>	<b>12,754</b>
<b>Net Worth</b>	<b>6,376</b>	<b>6,015</b>
- Fondos Propios	5,166	4,803
- Ajustes por cambios de valor	381	475
- Intereses Minoritarios	828	737
<b>Long-term liabilities</b>	<b>6,085</b>	<b>5,342</b>
- Liabilities held for sale	3,479	2,809
- Other long-term liabilities	2,606	2,533
<b>Long-term finance</b>	<b>8,878</b>	<b>8,692</b>
- Project finance	205	193
- Long-term bonds and obligations	3,921	3,930
- Long-term financial debt	4,752	4,570
<b>Short-term net finance</b>	<b>(9,102)</b>	<b>(7,295)</b>
- Project finance	34	27
- Short-term financial debt	1,465	1,608
- Other current financial assets	(1,181)	(1,165)
- Cash and banks	(9,420)	(7,765)
<b>TOTAL LIABILITIES AND NET WORTH</b>	<b>12,237</b>	<b>12,754</b>

#### 3.1 Non-Current Assets

- Non-current financial assets include the value of Abertis' stake (50%), HOCHTIEF's associated companies and Iridium's concessions, not considering the SH-288 highway, which was accounted for as assets held for sale.
- These assets held for sale also included energy projects in the process of being sold, such as the Kinkardine off-shore wind farm in Scotland and the Ca-Ku-A natural gas compression facility in Mexico.
- The change in financial assets corresponded mainly to the sale of 18% of Ventia's shares for € 216 million in March and the subsequent reclassification of the remaining interest as an asset held for sale
- Goodwill balance amounted to € 2,718 million. Of this, € 554 million came from ACS and Dragados Group merger in 2003, and € 1,144 million came from HOCHTIEF's acquisition in 2011. The rest corresponded to the integration of various companies in the Group, mainly HOCHTIEF's companies.



## 3.2 Working Capital

Euro Million	Working Capital evolution				
	Jun-22	Sep-22	Dec-22	Mar-23	Jun-23
Inventories	808	860	829	834	808
Accounts Receivables	8,138	8,844	7,383	8,149	8,285
Other Debtors	1,924	1,959	1,661	1,742	1,918
<b>TOTAL WC ASSETS</b>	<b>10,870</b>	<b>11,663</b>	<b>9,873</b>	<b>10,724</b>	<b>11,011</b>
Trade Receivables	(9,512)	(9,992)	(9,675)	(8,910)	(9,339)
Down Payments	(3,040)	(2,976)	(2,912)	(2,722)	(2,966)
Other Creditors	(2,737)	(2,308)	(2,155)	(2,120)	(2,572)
<b>TOTAL WC LIABILITIES</b>	<b>(15,289)</b>	<b>(15,276)</b>	<b>(14,742)</b>	<b>(13,752)</b>	<b>(14,876)</b>
<b>TOTAL WORKING CAPITAL</b>	<b>(4,419)</b>	<b>(3,612)</b>	<b>(4,869)</b>	<b>(3,028)</b>	<b>(3,865)</b>

- During the last six months, net working capital decreased its credit balance by € 1,004 million due to seasonality of the period. Specifically, operating working capital variation amounted to € 1,064 million.
- The factoring balance as of June 30<sup>th</sup>, 2023 stood at € 1,162 million, up by € 5 million in the last twelve months and by € 98 million since year-end 2022.

## 3.3 Net Worth

- ACS Group Net Worth accounted for € 6,016 million at June-end decreasing by 5.7% compared to 2022-end.
- The reduction in Shareholder's Equity was mainly due to the script dividend paid in the period worth 1.96 €/share.
- On the other hand, adjustments from value changes increased due to exchange rate effects.

Euro Million	Net Worth				
	Dec-22	%	Jun-23	%	Var.
Shareholders' Equity	5,166	81%	4,803	80%	-7.0%
Adjustments from Value Changes	381	6%	475	8%	+24.6%
Minority Interests	828	13%	737	12%	-11.0%
<b>Net Worth</b>	<b>6,376</b>	<b>100%</b>	<b>6,016</b>	<b>100%</b>	<b>-5.7%</b>

### 3.4 Net Debt

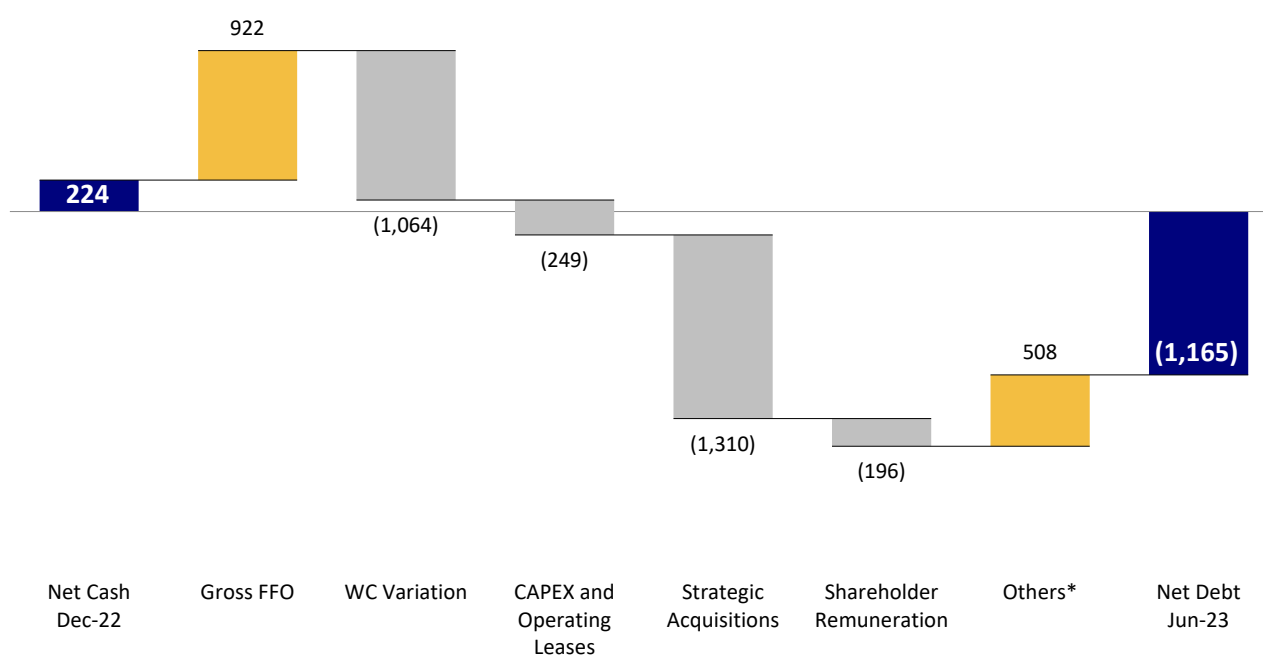
					NET DEBT (€ mn)
June 30, 2023	Construction	Concessions	Services	Corporation & others <sup>(1)</sup>	Grupo ACS
<b>Debt with Credit Entities</b>	<b>(4,230)</b>	<b>(25)</b>	<b>(219)</b>	<b>(1,589)</b>	<b>(6,063)</b>
Bonds	(2,562)	-	-	(1,387)	(3,949)
Non Recourse Financing	-	(40)	-	(180)	(220)
Other financial liabilities	(11)	(60)	(0)	(28)	(98)
<b>Total External Gross Debt</b>	<b>(6,803)</b>	<b>(124)</b>	<b>(219)</b>	<b>(3,184)</b>	<b>(10,330)</b>
<b>Net debt with Group's companies &amp; Affiliates</b>	<b>(19)</b>	<b>(606)</b>	<b>1</b>	<b>601</b>	<b>(23)</b>
<b>Total Gross Financial Debt</b>	<b>(6,822)</b>	<b>(730)</b>	<b>(218)</b>	<b>(2,583)</b>	<b>(10,353)</b>
<b>Total cash and equivalents<sup>(2)</sup></b>	<b>7,257</b>	<b>177</b>	<b>29</b>	<b>1,725</b>	<b>9,188</b>
<b>(NET FINANCIAL DEBT) / NET CASH POSITION</b>	<b>434</b>	<b>(553)</b>	<b>(189)</b>	<b>(858)</b>	<b>(1,165)</b>
(NET FINANCIAL DEBT) / NET CASH POSITION 2022	852	137	(153)	(612)	224

(1) Includes Real Estate and energy assets activities debt

(2) Includes 15% of Ventia's shares at Market value (€ 231 million)

- Net Debt at June-end stood at € 1,165 million, increasing by € 1,389 million in the first half of the year, mainly due to investments in strategic operations (€ 1,310 million), in addition to the seasonality of operating working capital (€ 1,064 million).

#### Financial position 6M23



Figures in euro million

\* Includes, among others, the impact on cash from the sale of Ventia, extraordinary payments (Ichthys, Radials) and the reclassification of the SH-288 debt.

## 4 Net Cash Flows

Euro Million	Net Cash Flow					
	6M22			6M23		
	TOTAL	HOT	ACS exHOT	TOTAL	HOT	ACS exHOT
<b>Operating Cash Flow before Working Capital</b>	<b>895</b>	<b>535</b>	<b>360</b>	<b>922</b>	<b>614</b>	<b>308</b>
Operating working capital variation	(640)	(508)	(132)	(1,064)	(472)	(592)
Net CAPEX	(91)	(63)	(28)	(143)	(103)	(40)
Operating Lease payments	(101)	(79)	(21)	(106)	(80)	(26)
<b>Net Operating Cash Flow</b>	<b>64</b>	<b>(115)</b>	<b>179</b>	<b>(391)</b>	<b>(41)</b>	<b>(350)</b>
Financial Investments/Disposals	(608)	(1,034)	425	(1,337)	45	(1,382)
Other Financial Sources	(14)	(13)	(1)	(250)	(201)	(49)
<b>Free Cash Flow</b>	<b>(558)</b>	<b>(1,161)</b>	<b>603</b>	<b>(1,978)</b>	<b>(196)</b>	<b>(1,782)</b>
Dividends paid	(69)	(11)	(58)	(112)	(42)	(70)
Treasury Stock	(400)	0	(400)	(84)	0	(84)
Capital increase	61	406	(345)	-	-	-
<b>Total Cash Flow Generated / (Consumed)</b>	<b>(966)</b>	<b>(767)</b>	<b>(200)</b>	<b>(2,174)</b>	<b>(238)</b>	<b>(1,936)</b>
Perimeter change (Increase)/decrease	(185)	(66)	(120)	829	285	544
Exchange rate (Increase)/decrease	187	241	(54)	(44)	(55)	11
<b>Net Debt Balance Total Variation</b>	<b>(965)</b>	<b>(591)</b>	<b>(374)</b>	<b>(1,389)</b>	<b>(8)</b>	<b>(1,381)</b>

### 4.1 Cash Flow from Operating Activities

- Operating cash flows before Working Capital Variation reached € 922 million, 3.0% higher than the previous year thanks to the good performance of operating activities which offset higher financial costs and tax burdens.
- The operating Working Capital variation net balanced amounted to € 1,064 million, in line with the seasonality of the period.
- On its side, net operating investments and operating lease payments amounted to € 249 million. The increase in Construction's net operating CAPEX corresponded to the acquisition of machinery for tunneling works in Australia.

Euro Million	Operating (Investments)/ Divestments		
	Investments	Divestments	Net CAPEX
<b>Construction</b>	(137)	21	<b>(116)</b>
Dragados	(21)	8	<b>(13)</b>
HOCHTIEF	(116)	13	<b>(103)</b>
<b>Concessions</b>	(13)	-	<b>(13)</b>
<b>Services</b>	(12)	2	<b>(10)</b>
<b>Corporation &amp; others</b>	(13)	8	<b>(4)</b>
<b>TOTAL NET (INVESTMENTS) / DIVEST.</b>	<b>(174)</b>	<b>31</b>	<b>(143)</b>

## 4.2 Cash Flow from Non-Operating Investments

- Net financial and project investments amounted to € 1,337 million broken down as follows:
  - o The purchase of 56.7% of the SH 288 highway in Texas for € 1,064 million, recorded in 2022 and paid in the first quarter of 2023. A share of this amount (€ 360 million) has been financed by the project itself and is therefore included as debt linked to assets held for sale.
  - o The purchase of HOCHTIEF shares for € 246 million
  - o Hochtief invested € 182 million in the period, mainly corresponding to the JV in Hochtief America. In turn, divestments amounted to € 228 million, corresponding mainly to the divestment of 18% of Ventia for € 216 million.
  - o € 71 million in energy assets for the completion of transmission line projects prior to their sale.

Euro Million	Project/ Financial (Investments)/ Divestments		Net Project/ Financial Investments
	Investments	Divestments	
<b>Construction</b>	(182)	228	<b>46</b>
Dragados	-	-	-
HOCHTIEF	(182)	228	<b>46</b>
<b>Concessions</b>	(2)	0	<b>(2)</b>
<b>Corporation &amp; others</b>	(318)	(0)	<b>(318)</b>
<b>TOTAL NET (INVESTMENTS) / DIVEST.</b>	<b>(502)</b>	<b>228</b>	<b>(274)</b>
<i>Other investments*</i>	(1,064)	1	<b>(1,063)</b>
<b>CASH FLOW FROM INVESTMENTS</b>	<b>(1,566)</b>	<b>229</b>	<b>(1,337)</b>

\*SH288 investment paid in January 2023

## 4.3 Capital Flows

- Dividends paid in cash by the ACS Group amounted to € 112 million and included € 59 million of ACS's ordinary dividends paid in cash last February. The remainder corresponds mainly to payments to minority interests in other subsidiaries of the Group.
- Likewise, during the semester, the Group purchased € 84 million of treasury stock, mainly allocated to the payment in shares of last February's script dividend.
- Other cash flows accounted for € 250 million and included the last extraordinary payment related to the Ichthys CCPP in Australia (€ 185 million), as well as the Iridium settlement of the Madrid Radials litigation (€ 49 million).

## 5 Evolution per Areas of Activity

### 5.1 Construction

Euro Million	Key figures		
	6M22	6M23	Var.
<b>Turnover</b>	<b>14,358</b>	<b>15,843</b>	<b>+10.3%</b>
<b>EBITDA</b>	<b>669</b>	<b>703</b>	<b>+5.1%</b>
Margin	4.7%	4.4%	
<b>EBIT</b>	<b>433</b>	<b>484</b>	<b>+11.8%</b>
Margin	3.0%	3.1%	
<b>Net Profit</b>	<b>170</b>	<b>213</b>	<b>+24.9%</b>
Margin	1.2%	1.3%	
<b>Backlog</b>	<b>66,666</b>	<b>69,802</b>	<b>+4.7%</b>
Months	26	23	

- Sales in Construction reached € 15,843 million, representing an increase of 10.3% thanks to the good evolution of activity both at Dragados and HOCHTIEF.
- Operating results showed a good performance in the period with double-digit EBIT growth (+11.8%) reaching € 484 million. The operating margin showed stability due to improved margins in Hochtief America and the contribution of higher value-added projects in the new generation infrastructure sectors.
- Likewise, the financing of capital-intensive projects alters the cost structure.

Euro Million	EBITDA			Net Profit		
	6M22	6M23	Var.	6M22	6M23	Var.
<b>HOCHTIEF (ACS' Contribution Ex-ABE)</b>	<b>529</b>	<b>556</b>	<b>+5.0%</b>	<b>108</b>	<b>152</b>	<b>+41.0%</b>
HOT America	227	254	+11.9%	119	137	+14.8%
HOT Asia Pacific	304	309	+1.8%	98	90	-8.2%
HOT Europe	44	40	-10.0%	13	14	+7.4%
HOT HQ, PPA & Minorities	(46)	(47)	+2.9%	(123)	(89)	-27.4%
<b>DRAGADOS</b>	<b>140</b>	<b>147</b>	<b>+5.2%</b>	<b>62</b>	<b>61</b>	<b>-3.0%</b>
<b>TOTAL</b>	<b>669</b>	<b>703</b>	<b>+5.1%</b>	<b>170</b>	<b>213</b>	<b>+24.9%</b>

- HOCHTIEF's contribution to the Group's Net Profit raised to € 152 million, improving its profitability above 40% thanks to the good operating performance and the reduction of minority interests.
- Dragados Net Profit decreased by 3.0% due to the increase in financial costs as a result of the rise in interest rates and the negative impact of exchange rates.



## North America

North America Sales					
Euro Million	6M22	%	6M23	%	Var.
HOCHTIEF	7,941	85 %	8,514	82%	+7.2%
Dragados	1,405	15 %	1,812	18%	+29.0%
<b>TOTAL</b>	<b>9,346</b>	<b>100 %</b>	<b>10,326</b>	<b>100 %</b>	<b>+10.5%</b>

North America Backlog					
Euro Million	Dec-22	%	Jun-23	%	Var.
HOCHTIEF	27,776	77 %	29,535	76%	+6.3%
Dragados	8,210	23 %	9,540	24%	+16.2%
<b>TOTAL</b>	<b>35,986</b>	<b>100 %</b>	<b>39,075</b>	<b>100 %</b>	<b>+8.6%</b>

- Sales in North America reached € 10,326 million, which represented an increase of 10.5% (+11.5% adjusted by exchange rate effects) thanks to the good performance of both civil engineering and Turner's activities.
- Backlog also showed a good performance, growing by 8.6% compared to the end of 2022, 10.3% adjusted by exchange rates. Among the main awards in the region during the period, it is worth highlighting in the field of new generation infrastructure:
  - Construction of an electric vehicle battery manufacturing plant for Panasonic Energy in De Soto, Kansas (United States)
  - Construction of four large-scale data centers in several States (United States)
  - Construction of an active pharmaceutical ingredients (API) manufacturing plant in Colorado (United States)
  - Construction of a 30,000 sq-m vitamin production plant located in New Albany, Ohio (United States)

In terms of building infrastructure and civil works projects, the following are noteworthy:

- Construction of a new dry dock for the maintenance and repair of the Pacific Fleet's nuclear submarines at the Pearl Harbor Naval Shipyard on the island of Hawaii (United States)
- Design and construction of New York's first soccer stadium for the New York City Football Club (NYCFC) (United States)
- Design and construction for viaducts rehabilitation at the Hammels Wye Campus and the Rockaway Line in New York (United States)
- Modernization and expansion of the branch of the Federal Reserve Bank of Atlanta in Miami, Florida (United States)
- Construction of a 62-story mixed-use building seeking LEED certification in Atlanta, Georgia (United States)

- Project to ensure the supply of quality drinking water to the communities in and around Oakland, California (United States)
- Design and Construction of the Battery Park City in New York (United States)
- Modernization of the facilities at Boston's international airport Terminal E (United States)

## Asia Pacific

Asia Pacific Sales					
Euro Million	6M22	%	6M23	%	Var.
Australia	2,981	90%	3,417	90%	+14.6%
Rest	344	10%	346	10%	+0.6%
<b>TOTAL</b>	<b>3,325</b>	<b>100 %</b>	<b>3,763</b>	<b>100 %</b>	<b>+13.2%</b>

Asia Pacific Backlog					
Euro Million	Dec-22	%	Jun-23	%	Var.
Construction	10,113	52%	9,831	52%	-2.8%
Services	6,137	32%	6,101	32%	-0.6%
Others <sup>(1)</sup>	3,138	16%	2,864	16%	-8.8%
<b>TOTAL</b>	<b>19,388</b>	<b>100 %</b>	<b>18,796</b>	<b>100 %</b>	<b>-3.1%</b>

(1) Includes Thiess' Backlog

- Sales in Asia Pacific (CIMIC) amounted to € 3,763 million, 13.2% higher than in the first half of 2022 despite the negative impact of the depreciation of the Australian dollar; in local currency, sales grew by over 19%.
- Backlog at June-end 2023 stood € 18,796 million, growing by 1.2% in local currency compared to December 2022. Among the main Awards in the region during the period, in the energy transition sector it is worth highlighting:
  - Design and construction of Phase 1 of the 219 MW Battery Energy Storage System (BESS) and associated energy infrastructure, Western Australia
  - Installation of a 35 MW per hour battery energy storage system (BESS) in Port Hedland (Western Australia)
  - Four-year contract for the loading, transportation and maintenance of nickel reserves with Weda Bay Nickel in North Maluku (Indonesia)

In the healthcare sector:

- Nepean Hospital redevelopment construction in New South Wales, Australia
- Remodeling of the Royal Prince Alfred Hospital (RPA) awarded to CPB Contractors by the New South Wales Government in Sydney, Australia

In other infrastructure and services projects:

- Engineering services, building renovation and modernization of the RAAF (Royal Australian Air Force) Townsville Base and other military facilities in Queensland (Australia)
- Extension of the mining services contract at the Gruyere gold mine (Western Australia)
- Two-year contract to carry out the detailed design and construction of the post-mining grounds, creating a combination of native ecosystem and grassland at the Muswellbrook mine in New South Wales (Australia)

## Europe

Europe Sales					
Euro Million	6M22	%	6M23	%	Var.
HOCHTIEF	604	40 %	662	42%	+9.7%
Dragados	920	60 %	915	58%	-0.6%
<b>TOTAL</b>	<b>1,524</b>	<b>100 %</b>	<b>1,577</b>	<b>100 %</b>	<b>+3.5%</b>

Europe Backlog					
Euro Million	Dec-22	%	Jun-23	%	Var.
HOCHTIEF	4,240	43 %	5,257	47%	+24.0%
Dragados	5,543	57 %	5,824	53%	+5.1%
<b>TOTAL</b>	<b>9,782</b>	<b>100 %</b>	<b>11,080</b>	<b>100 %</b>	<b>+13.3%</b>

- The European markets showed a stable performance, with sales amounting to € 1,577 million, 3.5% higher than the previous year. The order book continues to grow, thanks particularly to Germany and Spain, which grew by 34.7% and 9.3%, respectively. Among the main contracts awarded in the first six months of the year, it is worth mention:
  - Construction of laboratories for three public sector clients in Kassel (Germany)
  - Construction of a biological containment level 4 laboratory in Madrid (Spain)
  - Construction of the extension of 2 new wings of the Hospital Universitario de Santiago (Spain)
  - PPP project for the redevelopment, operation and sustainable maintenance of the Institute for Federal Real Estate, a public administration office for a period of 30 years, Berlin (Germany)
  - Construction of a multifunctional hall in the Brno exhibition center (Czech Republic)
  - Construction of the new Museum of Prehistory and Archaeology of Cantabria (MUPAC) in Santander (Spain)
  - Construction of a 7,000 sq. meters plant for MealFood Europe in Salamanca (Spain)
- Additionally, Dragados recorded sales in Latam amounting to € 100 million and has a project backlog of € 851 million.

## 5.2 Concessions

Euro Million	Concessions								
	Iridium			Abertis			Total		
	6M22	6M23	Var.	6M22	6M23	Var.	6M22	6M23	Var.
Sales	45	95	+109%	-	-	n.a.	45	95	+109%
EBITDA	21	57	+164%	64	105	+65%	85	162	+89%
EBIT	12	49	+288%	64	105	+65%	77	154	+101%
Net Profit	27	14	-47%	52	95	+81%	79	109	+37%

### Iridium

- Iridium's operating results for the period were boosted by the acquisition of the SH-288, which increased Iridium's revenues to € 95 million. Net profit amounted to € 14 million, up by € 4 million compared to the previous period's ordinary profit, which included capital gains from the sale of assets amounting to € 17 million.
- Iridium, the Group's concession development company, currently has a portfolio of 48 assets with an Equity invested by ACS totaling of € 1,613 million.
- The main SH 288 operating figures were:

SH-288's Key figures	
	Jun-23
Number of transactions (000)	15,631
Rate per transaction (\$)	3.54
Revenues (\$ million)	48
EBITDA (\$ million)	38

- A soft cap (maximum allowed toll rate) for 2023 has been escalated around 15% based on the high GSP per capita in Texas, much higher than the forecasted 3%.
- Overall, since January 2023, 16% rate increases were implemented, with a 35% impact on revenues. In the first half of the year, the toll road reached 15.6 million transactions, 9% above the initial forecast, increasing average daily revenues to \$ 317,000 in June.
- The area where the highway is located is experiencing a significant increase in economic activity, with a number of new commercial developments higher than expected.
- Net debt amounted to € 872 million, of which € 508 million were related to the project itself and € 364 million to the vehicle used for the acquisition of minority interests, also classified as debt related to assets held for sale.

### Abertis

- Abertis' contribution to the ACS Group's Net Profit amounted to € 95 million, of which € 63 million corresponded to ACS direct stake, and the remaining € 31 million, to the indirect stake through HOCHTIEF, once minority interests were deducted.

Abertis' Key Figures			
Euro Million	6M22	6M23	Var.
<b>Revenues</b>	2,427	2,717	+11.9%
<b>EBITDA</b>	1,697	1,914	+12.7%
<b>Net Profit pre PPA</b>	285	396	+39.2%
<b>Contribution to ACS' Net Profit</b>	52	95	+80.7%
<b>CAPEX</b>	307	432	+40.7%
<b>Net Debt*</b>	21,809	22,337	+2.4%

\*Does not include Abertis' HoldCo debt

- The traffic growth trend was consolidated, exceeding pre-pandemic levels in practically all the countries in which Abertis operates, with an annual increase in average daily intensity of 3.8%.

Country		Europe			America					Others	Holding	TOTAL	
		France	Spain	Italy	Chile	Brazil	Mexico	United States	Puerto Rico	Argentina	Others <sup>(1)</sup>		ABE. Infra <sup>(2)</sup>
<b>Traffic</b>	<b>Var. (%)</b>	+3.8%	+1.5%	+4.7%	-3.1%	+4.2%	+4.0%	+5.7%	+5.6%	+8.2%	+6.7%	n.a.	<b>+3.8%</b>
<b>Revenues</b>	<b>6M23</b>	967	262	224	286	341	349	61	101	68	58	0	<b>2,717</b>
	<b>Var. (%)</b>	+6.0%	+10.4%	+4.8%	+5.3%	+29.7%	+30.8%	+21.4%	+18.5%	-5.3%	+4.3%	n.a.	<b>+11.9%</b>
<b>EBITDA</b>	<b>6M23</b>	701	203	121	237	220	292	36	78	9	22	-5	<b>1,914</b>
	<b>Var. (%)</b>	+1.6%	+13.4%	+7.2%	+6.8%	+45.0%	+31.3%	+37.1%	+23.2%	-31.2%	+20.5%	n.a.	<b>+12.7%</b>
<b>CAPEX</b>	<b>6M23</b>	58	3	31	6	263	62	0	3	3	2	1	<b>432</b>
<b>Debt</b>	<b>6M23</b>	4,575	247	70	838	1,938	2,269	921	557	-11	-53	10,986	<b>22,337</b>

(1) India and Emovis

(2) Excludes Abertis HoldCo

- The recovery of traffic levels as well as the contribution of the new concessions acquired and the increase in average tariffs of over 7%, raised revenues to € 2,717 million (+11.9%) and EBITDA to € 1,914 million (+12.7%), offsetting the perimeter changes in Chile.
- The Contribution to ACS's Net Profit as of June 30<sup>th</sup>, 2023 reached € 95 million, € 42 million more than the comparable period.

## 5.3 Services

Services					
Euro Million	6M22	%/ Sales	6M23	%/ Sales	Var.
<b>Sales</b>	<b>905</b>		<b>962</b>		<b>+6.3%</b>
<b>EBITDA</b>	<b>49</b>	<b>5.5%</b>	<b>54</b>	<b>5.6%</b>	<b>+9.3%</b>
<b>EBIT</b>	<b>27</b>	<b>2.9%</b>	<b>30</b>	<b>3.1%</b>	<b>+11.2%</b>
<b>Net Profit</b>	<b>16</b>	<b>1.7%</b>	<b>16</b>	<b>1.6%</b>	<b>+1.5%</b>

- Services consolidated its recovery with sales growth in the period of 6.3% compared to the previous year, to € 962 million. Operating margins remained stable year on year, already normalized following the impact of the pandemic.
- Net Profit amounted to € 16 million, in line with the previous year.



- Services' Backlog stood at € 2,682 million, equivalent to 17 months of production, steady against the comparable period. Among the projects awarded in the period, it is worth highlighting:
  - o Renewal of the cleaning service at Continental Mabor's industrial plant in Portugal
  - o Extension of the cleaning service of the Valencian Health Department
  - o Contract for the cleaning service of the Hospital Clinic San Carlos in Madrid
  - o Cleaning and disinfection contract for the *Plataforma Hospitalaria* de Almería.

Euro Million	Sales per Countries			Backlog per Countries		
	6M22	%/ Sales	Var.	Jun-22	%/ Backlog	Var.
Spain	868	90%	+6.7%	2,390	89%	-7.0%
United Kingdom	81	9%	+1.4%	221	8%	-18.7%
Portugal	13	1%	+14.0%	71	3%	+1.5%
<b>TOTAL</b>	<b>962</b>	<b>100%</b>	<b>+6.3%</b>	<b>2,682</b>	<b>100%</b>	<b>-7.9%</b>

## 5.4 Corporation

Euro Million	Corporation & others		
	Real State	Energy	Corporation/ Adjustments
	6M23	6M23	6M23
Sales	13	141	(20)
EBITDA	6	47	(37)
EBT	4	(17)	115
Net Profit	3	(17)	62

- The positive impact of the change in the fair value of derivatives linked to ACS shares was included in the Corporation's financial results, with a consequent impact on Net Profit.

## 6 Disclosures to CNMV

### a) Dividends

- In compliance with the resolutions relating to shareholder remuneration approved at the General Shareholders' Meeting held on May 6<sup>th</sup>, 2022, the script dividend of 0.48 euros per share was paid in February. 56.71% of ACS's share capital opted for shares remuneration.

Likewise, in July 2023, the script dividend charged to 2022 was paid in the amount of € 1.48 per share. 39.77% of ACS capital opted for remuneration in cash.

### b) Corporate Governance

- On March 23<sup>rd</sup> 2023, the directors Mr. Antonio García Ferrer and Mr. Miguel Roca Junyent, in order to collaborate in the restructuring of the Board so that the company can comply with the best standards of good governance, during the Board meeting, expressed their desire not to stand for reelection at the next Shareholders' Meeting and, consequently, their resignation as directors of the company.
- On May 5<sup>th</sup> 2023, the 2023 General Shareholders' Meeting was held, at which the following items, among others, were approved:
  - o The distribution of a dividend of 2 euros per share charged to the 2022 fiscal year.
  - o The appointment of the new independent directors, Ms. Lourdes Máiz Carro and Ms. Lourdes Fraguas Gadea.

### c) Acquisitions and transfer of shares

- On April 1<sup>st</sup> 2023, Iridium, through its North American subsidiary ACS Infrastructure Development, Inc. agreed to purchase the additional 21.62% it lacked in the North American company Blueridge Transportation Group (BTG), which is the concessionaire of a 17 km segment of the SH-288 highway in Houston, Texas, which includes two toll lanes in each direction in the median. Following this acquisition, and once the purchase agreement is executed, the ACS Group's stake in this concession company will increase to 100%. The price of the acquisition is US\$ 450 million (approximately 391 million euros). The execution of the sale and purchase is subject to the fulfillment of customary conditions precedent.

### d) Loans, credits, guarantees, and other financial instruments

- On February 19<sup>th</sup> 2023, ACS agreed to extend the forward contract that affects a total of 11,968,007 treasury shares, settled exclusively in cash for differences, to be settled between March 7th, 2024 and August 2nd, 2024 at a rate of 115,075 shares per session.

### e) Others

- On March 23<sup>rd</sup> 2023, the Board of Directors of ACS agreed to reduce the share capital by means of the amortization, of 6 million of ACS's own shares.

## 7 Description of Main risks and Uncertainties

- ACS Group develops its activities in different sectors, countries and socioeconomic and legal environments involving risk exposure, inherent to the businesses it operates in.
- ACS Group monitors and controls these risks that may affect its clients, its shareholders, its employees its corporate reputation, or have a negative impact on the Group as a whole. For risk-control, ACS Group has instruments to identify and manage them properly with sufficient time, either by preventing its materialization or by minimizing impacts.
- In addition to those inherent risks to the different businesses in which it operates, ACS Group is exposed to various financial risks, either by changes in interest or exchange rates, liquidity risks or credit risks.
  - a) Risks arising from changes in the cash flow interest rates are mitigated by ensuring rates through financial instruments which may cushion its fluctuation.
  - b) Risk management related to exchange rates is carried out by taking debt in the same functional currency as that of the assets that the Group finances overseas. To cover net positions in currencies other than the euro, the Group arranges various financial instruments in order to reduce such exposure to exchange rate risks.
  - c) The most significant changes in the first six months of 2023 regarding the financial risks of the ACS Group detailed are as follows:
    - ACS, Actividades de Construcción y Servicios, S.A., renewed the Euro Commercial Paper (ECP) programme for a maximum amount of EUR 750 million, the Negotiable European Commercial Paper (NEU CP) programme for EUR 500 million, and the debt issuance programme known as Euro Medium-Term Note Programme (EMTN Programme) for a maximum amount of EUR 1,500 million.
    - Hochtief refinanced, before maturity, the existing long-term syndicated loan of 1,700 million of Euros maturing in 2024 and obtained another 300 million of Euros for future corporate purposes, including the refinancing of existing credit facilities. Hochtief and an international banking union agreed on a credit line with a five-year term from 30 March 2023 and options for an extension of up to two additional years. The total amount is divided into 1,200 million of Euros in guarantee lines, 500 million of Euros in credit facilities and 300 million of Euros in loans.
    - In June 2023, CIMIC has extended the AUD\$ 1,000 million (€ 610 million) syndicated credit facility agreed with an international syndicate of banks from May 2022 to July 2025. The facility is drawn down by AUD\$ 300 million (€ 183 million) as of June 30, 2023.
    - In April 2023, the credit rating agency Standard and Poor's (S&P) granted ACS, Actividades de Construcción y Servicios, S.A. a long-term corporate credit rating of BBB- and a short-term rating of A-3, with a stable outlook. Hochtief and CIMIC also obtained the same credit rating.

## d) Other risks

- The Russian army's invasion of Ukraine began on February 24<sup>th</sup>, 2022. In addition, several countries have imposed sanctions and taken actions with the aim of isolating and weakening the Russian economy. Although the impact on the ACS Group's activity has not been significant as of the date of these Condensed Consolidated Half-Yearly Financial Statements, it is resulting in inflationary pressures, causing problems in supply chains and, in general, is having a significant effect on the global economy, increasing economic uncertainty and the volatility of asset values. The ACS Group continues to monitor the impact that the conflict could have on operating and financial performance in the activities of the Group's various divisions. Although the current situation caused by the conflict leads to uncertainty regarding the performance and development of the markets and the construction industry, the Group is highly diversified by activities and location in developed regions with stable political frameworks that will mitigate any impacts.
- The Integrated Annual Report, which includes Non-Financial Information, Corporate Governance Reports, and ACS Group Consolidated Annual Accounts ([www.grupoacs.com](http://www.grupoacs.com)), discusses more in detail the risks and the tools for its control. Likewise, HOCHTIEF's Annual Report ([www.hochtief.com](http://www.hochtief.com)) details its own risks and its control mechanisms.
- For the next six months, from the closing date of the accounts referred to in this document, ACS Group, based on information currently available, will continue to reinforce and adapt its risk control policies and implement specific measures to address the current macroeconomic situation affected by serious geopolitical tensions, generalized price inflation and the impact on the materials supply chain.

Nevertheless, following the strategy of reducing the Group's portfolio risk profile, the Group maintains a favorable outlook for business performance supported by a solid and diversified project backlog focused on taking advantage of expansion opportunities in new generation infrastructure growing markets, related to the energy transition, digital infrastructure for 5G communications, new sustainable mobility and the healthcare and biopharma sector. Furthermore, the Group will continue to strengthen its leadership in the strategic regions in which it operates; North America, Australia and Europe, and to expand its investment in infrastructure concession assets in order to balance the risk profile of the businesses.

## 8 Sustainability

- One of the pillars of the ACS Group's corporate strategy is its unavoidable commitment to carrying out its activity in a sustainable and responsible manner, articulated through the principles defined in the ACS Group's Sustainability Policy.
- The ACS Group's Sustainability Policy, updated and approved by the Board of Directors at its meeting held on December 17<sup>th</sup>, 2020 and updated on July 28<sup>th</sup>, 2022, establishes the Group's basic and specific principles of action in this regard, as well as in the Group's relationship with its stakeholders:
  - Respect for ethics, integrity and professionalism in the Group's relationship with its Stakeholders.
  - Respect for the economic, social and environmental surroundings.
  - Promotion of innovation and research in its application to the development of infrastructures.
  - Creation of employment and welfare, as an economic engine for society.
  - Development of an adequate and rigorous management of non-financial risks that may affect the Group, maximizing the positive and minimizing the negative impacts of its activities.

- The ACS Group approved on December 17<sup>th</sup>, 2021 the new Group's Sustainability Master Plan 2025 establishes the strategic priorities and the twelve commitments in environmental, social and governance. The aforementioned strategic priorities were defined for all companies integrating the ACS Group with a clear objective: to promote the global sustainability of infrastructures as a leading company in the sector. These priorities are:
  1. Promoting the global transition to sustainable infrastructure
    - Anticipate climate neutrality to 2045
    - Integrate circularity into our activities
    - Become a reference in sustainable infrastructures
    - Guarantee the protection of the environment in the development of our activity
  2. Being a key player in economic development integrating specialized and diverse talent
    - Prioritize the occupational health and safety of our employees and contractors
    - Become a Group of reference in the development of specialized and diverse talent
    - To be an engine of economic and social development at the service of the local community
  3. Being a reference in good business practices with governance committed to sustainability
    - Strengthen sustainability in the governance model
    - Being identified with an ethical and responsible culture in our daily operations
    - Adapt the Group's financing to new sustainable financing models
    - Ensure the responsible management of the supply chain in line with the Group's commitments and performance standards
    - Advance the quality and reliability of sustainability information

Within these three priorities, 26 strategic lines and 38 objectives are established for the year 2025 with the aim of continuing to create shared value and maintaining the ACS Group's position as a global leader in the infrastructure sector. Details of this plan are available on the Group's website: (<https://www.grupoacs.com/sustainability/sustainability-strategy/>).

Likewise, considering the requirements of stakeholders in relation to sustainability and the material issues identified, the ACS Group has established 17 of these objectives as priorities for 2025, the monitoring of which can be consulted in the ACS Group's Integrated Report ([https://www.grupoacs.com/ficheros\\_editor/File/03\\_accionistas\\_inversores/03\\_informe\\_anual/2021/INFORME%20INTEGRADO%202021\\_ENG.pdf](https://www.grupoacs.com/ficheros_editor/File/03_accionistas_inversores/03_informe_anual/2021/INFORME%20INTEGRADO%202021_ENG.pdf)), as well as the most relevant aspects of the ACS Group in relation to sustainability. Likewise, HOCHTIEF's Annual Report ([www.hochtief.com](http://www.hochtief.com)) details the most relevant aspects on this matter of this company and its subsidiaries.



## 9 Information on Related Parties

- Information regarding transactions with related parties is carried out in the relevant section of the annual financial report regularly submitted to the CNMV.
- All these commercial relationships with related parties have been made in the ordinary course of business, market conditions and correspond to normal operations of the Group's Companies and have not materially affected the financial position nor results of operations during this period.

## 10 Events Occurring After Closing

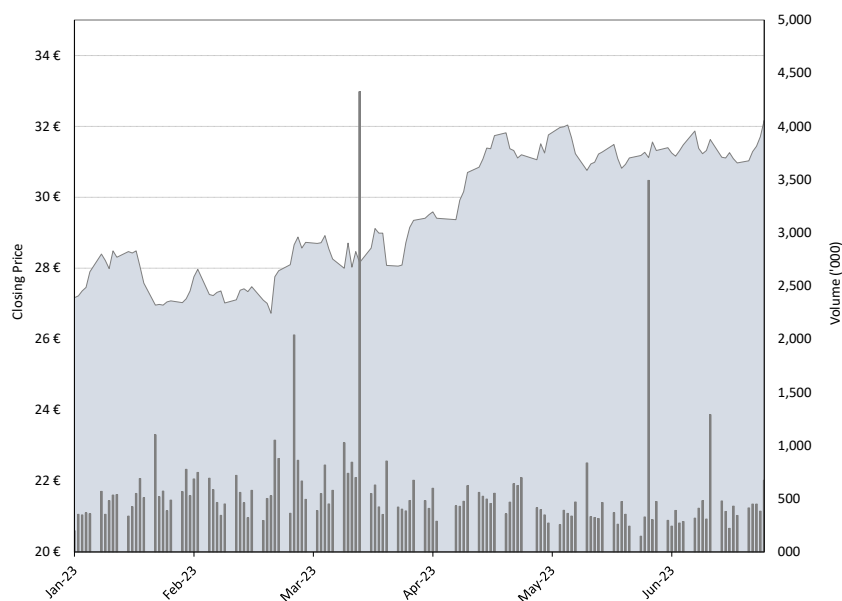
- In compliance with the resolutions relating to shareholder remuneration approved at the General Shareholders' Meeting held on May 5, in July 2023, the script dividend charged to 2022 was paid in the amount of € 1.48 per share. 39.77% of ACS capital opted for remuneration in cash.
- On July 6<sup>th</sup>, 2023, Cimic, through its subsidiary Sedgman Pty Limited, acquired 100% of Novopro Projects Inc. for A\$17 million (€ 10.5 million). Novopro is a Canadian metallurgical and engineering company that provides services to projects in North America, Europe, Africa, the Middle East and Australia. Its core business and specialty is project development and operational optimization in mineral processing for lithium, potash, salt, magnesium and soda ash projects.
- On July 26<sup>th</sup>, 2023, the ACS Group agreed to transfer to Abertis Infraestructuras, S.A. its 56% interest in the SH288 toll road in Houston (Texas) subject to obtaining the relevant authorizations.

## 11 Annexes

### 11.1 Capital Markets

#### a) Share Data

ACS Shares Data (YTD)	6M22	6M23
Closing price	23.13 €	32.17 €
Performance 12 months	2.39%	39.08%
Period High	26.94 €	32.23 €
High date	8-Jun	11-May
Period Low	19.85 €	26.57 €
Low date	7-Mar	22-Feb
Average in the period	23.71 €	29.17 €
Total volume ('000)	108,163	67,720
Daily average volume ('000)	852	569
Total traded effective (€ mn)	2,565	1,975
Daily average effective (€ mn)	20.19	16.60
Number of shares (mn)	288.66	278.16
Market cap (€ mn)	6,677	8,949



#### b) Treasury Stock Operations

	6M22		6M23	
	Number of shares	Thousands of euros	Number of shares	Thousands of euros
At beginning of period	28,876,676	691,916	25,904,654	622,170
Purchases	16,800,202	402,076	2,644,607	75,481
Amortization and sale	(19,047,466)	(455,176)	(8,331,835)	(201,920)
At end of period	26,629,412	638,816	20,217,426	495,731

## 11.2 Exchange Rate Effect

Average Exchange Rate					
(€ vs. currency)	Jun-22	Dec-22	Jun-23	Var. LTM	Var. YTD
US Dollar	1.0849	1.0500	1.0810	(0.0037)	+2.9%
Australian Dollar	1.5148	1.5154	1.6177	0.0679	+6.8%

Closing Exchange Rate					
(€ vs. currency)	Jun-22	Dec-22	Jun-23	Var. LTM	Var. YTD
US Dollar	1.0387	1.0666	1.0866	0.0461	+1.9%
Australian Dollar	1.5099	1.5693	1.6398	0.0860	+4.5%

Grupo ACS				
Euro million	USD	AUD	Others	Total
Backlog LTM	(1,759)	(1,617)	(85)	(3,461)
Backlog YTD	(715)	(845)	92	(1,468)
Sales	36	(256)	(56)	(275)
Ebitda	1	(21)	(1)	(20)
Ebit	1	(15)	0	(14)
Net Profit	0	(4)	4	(1)

Construction				
Euro Million	USD	AUD	Others	Total
Backlog LTM	(1,759)	(1,617)	(85)	(3,462)
Backlog YTD	(715)	(845)	86	(1,474)
Sales	36	(256)	(57)	(276)
Ebitda	1	(21)	(1)	(21)
Ebit	1	(15)	(1)	(15)
Net Profit	0	(4)	4	0

Services				
Euro Million	USD	AUD	Others	Total
Backlog LTM	0	0	0	0
Backlog YTD	0	0	6	6
Sales	0	0	(3)	(3)
Ebitda	0	0	(0)	(0)
Ebit	0	0	(0)	(0)
Net Profit	0	0	0	0

Var. LTM: Last Twelve Months variation  
 Var. YTD: Year to Date variation

## 11.3 Main figures per Area of Activity

TURNOVER					
Euro Million	6M22		6M23		Var.
Construction	14,358	94 %	15,843	93 %	+10.3%
Concessions	45	0 %	95	1 %	+109.4%
Services	905	6 %	962	6 %	+6.3%
Corporation & others <sup>(1)</sup>	107		134		
<b>TOTAL</b>	<b>15,415</b>		<b>17,033</b>		<b>+10.5%</b>

EBITDA					
Euro Million	6M22		6M23		Var.
Construction	669	83 %	703	76 %	+5.1%
Concessions	85	11 %	162	18 %	+89.5%
Services	49	6 %	54	6 %	+9.3%
Corporation & others <sup>(1)</sup>	13		16		
<b>TOTAL</b>	<b>816</b>		<b>934</b>		<b>+14.5%</b>

EBIT					
Euro Million	6M22		6M23		Var.
Construction	433	81 %	484	72 %	+11.8%
Concessions	77	14 %	154	23 %	+101.2%
Services	27	5 %	30	5 %	+11.2%
Corporation & others <sup>(1)</sup>	10		(3)		
<b>TOTAL</b>	<b>547</b>		<b>665</b>		<b>+21.6%</b>

NET PROFIT					
Euro Million	6M22		6M23		Var.
Construction	170	64 %	213	63 %	+24.9%
Concessions	79	30 %	109	32 %	+37.2%
Services	16	6 %	16	5 %	+1.5%
Corporation & others <sup>(1)</sup>	65		48		
<b>TOTAL</b>	<b>330</b>		<b>385</b>		<b>+16.7%</b>

ORDER INTAKE					
Euro Million	6M22		6M23		Var.
Construction	18,010		22,508		+25.0%
Services	702		732		+4.3%
<b>TOTAL</b>	<b>18,712</b>		<b>23,239</b>		<b>+24.2%</b>

BACKLOG					
Euro Million	Dec-22	months	Jun-23	months	Var.
Construction	66,084	26	69,802	23	+5.6%
Services	2,912	19	2,682	17	-7.9%
<b>TOTAL</b>	<b>68,996</b>	<b>25</b>	<b>72,484</b>	<b>23</b>	<b>+5.1%</b>

NET DEBT					
Euro Million	Jun-22		Jun-23		Var.
Construction	480		434		-9.6%
Concessions	113		(553)		n.a.
Services	(132)		(189)		+42.9%
Corporation & others <sup>(1)</sup>	583		(858)		n.a.
<b>TOTAL</b>	<b>1,044</b>		<b>(1,165)</b>		<b>n.a.</b>

(1) Includes Real Estate and energy activities

## 11.4 Income Statement

Euro Million	Income Statement		
	6M22	6M23	Var.
<b>Net Sales</b>	<b>15,415</b>	<b>17,033</b>	<b>+10.5%</b>
Operating expenses	(14,773)	(16,328)	+10.5%
Operating equity method results	174	229	+31.7%
<b>EBITDA</b>	<b>816</b>	<b>934</b>	<b>+14.5%</b>
Fixed assets depreciation	(239)	(260)	+8.9%
Current assets provisions	(30)	(9)	-70.1%
<b>EBIT</b>	<b>547</b>	<b>665</b>	<b>+21.6%</b>
Impairment & gains on fixed assets	58	2	-97.3%
Other operating results	(12)	(4)	-64.8%
<b>Operating Profit</b>	<b>594</b>	<b>663</b>	<b>+11.7%</b>
Financial income	87	138	+59.3%
Financial expenses	221	319	+43.9%
<b>Ordinary Financial Result</b>	<b>(135)</b>	<b>(180)</b>	<b>+34.0%</b>
Foreign exchange Results	21	(2)	n.a.
Impairment non current assets results	32	200	n.a.
Results on non current assets disposals	(5)	(69)	n.a.
<b>Net Financial Result</b>	<b>(87)</b>	<b>(52)</b>	<b>-39.7%</b>
Non-operating equity method results	2	2	-21.5%
<b>PBT of continued operations</b>	<b>509</b>	<b>612</b>	<b>+20.3%</b>
Corporate income tax	(126)	(152)	+20.7%
Results on discontinued operations	65	-	n.a.
Minority interest	(118)	(75)	-36.7%
<b>Reported Net Profit</b>	<b>330</b>	<b>385</b>	<b>+16.7%</b>

Data presented according to ACS Group management criteria

## 11.5 Consolidated Balance Sheet

Consolidated Balance Sheet					
Euro Million	Dec-22		jun.-23		Var.
<b>FIXED and NON-CURRENT ASSETS</b>	<b>12,421</b>	<b>33 %</b>	<b>11,923</b>	<b>33 %</b>	<b>-4.0%</b>
Intangible Fixed Assets	3,340		3,313		-0.8%
Tangible Fixed Assets	1,867		1,826		-2.2%
Equity Method Investments	4,828		4,750		-1.6%
Non current financial assets	1,435		1,066		-25.7%
Long Term Deposits	0		26		n.a
Financial instrument debtors	112		120		+6.7%
Deferred Taxes Assets	839		822		-2.0%
<b>CURRENT ASSETS</b>	<b>25,159</b>	<b>67 %</b>	<b>24,664</b>	<b>67 %</b>	<b>-2.0%</b>
Non Current Assets Held for Sale	4,685		4,722		+0.8%
Inventories	829		808		-2.5%
Accounts receivables	8,565		9,557		+11.6%
Other current financial assets	1,181		1,165		-1.3%
Financial instrument debtors	253		383		+51.5%
Other Short Term Assets	227		263		+16.0%
Cash and banks	9,420		7,765		-17.6%
<b>TOTAL ASSETS</b>	<b>37,580</b>	<b>100 %</b>	<b>36,587</b>	<b>100 %</b>	<b>-2.6%</b>
<b>NET WORTH</b>	<b>6,376</b>	<b>17 %</b>	<b>6,016</b>	<b>16 %</b>	<b>-5.7%</b>
Equity	5,166		4,803		-7.0%
Value change adjustments	381		475		+24.6%
Minority Interests	828		737		-11.0%
<b>NON-CURRENT LIABILITIES</b>	<b>11,484</b>	<b>31 %</b>	<b>11,251</b>	<b>31 %</b>	<b>-2.0%</b>
Subsidies	2		2		-2.7%
Long Term Provisions	1,549		1,541		-0.5%
Long Term Financial Liabilities	8,879		8,718		-1.8%
Bank loans and debt obligations	8,565		8,427		-1.6%
Project Finance	205		193		-6.1%
Other financial liabilities	108		98		-9.0%
LT Operating Lease liabilities	551		545		-1.0%
Financial Instruments Creditors	24		30		+25.5%
Long term deferred tax liabilities	294		304		+3.3%
Other Long Term Accrued Liabilities	186		111		-40.4%
<b>CURRENT LIABILITIES</b>	<b>19,720</b>	<b>52 %</b>	<b>19,320</b>	<b>53 %</b>	<b>-2.0%</b>
Liabilities from Assets Held for Sale	3,479		2,809		-19.3%
Short Term Provisions	927		964		+4.0%
Short Term Financial Liabilities	1,498		1,635		+9.1%
Bank loans and debt obligations	1,445		1,585		+9.7%
Project Finance	34		27		-20.2%
Other financial liabilities	19		23		+19.1%
ST Operating Lease liabilities	155		165		+6.2%
Financial Instruments Creditors	132		70		-46.9%
Trade accounts payables	13,193		12,963		-1.7%
Other Short Term liabilities	336		715		n.a
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>37,580</b>	<b>100 %</b>	<b>36,587</b>	<b>100 %</b>	<b>-2.6%</b>

## 12 ACS Group organizational structure

ACS Group is a worldwide leader in the infrastructure industry. This sector contributes to a great extent to the economic and social development of the world’s different regions in an increasingly competitive, demanding and global market.

Main Group areas, after the sale of the Industrial Services division, are divided as follows:

### a) Construction

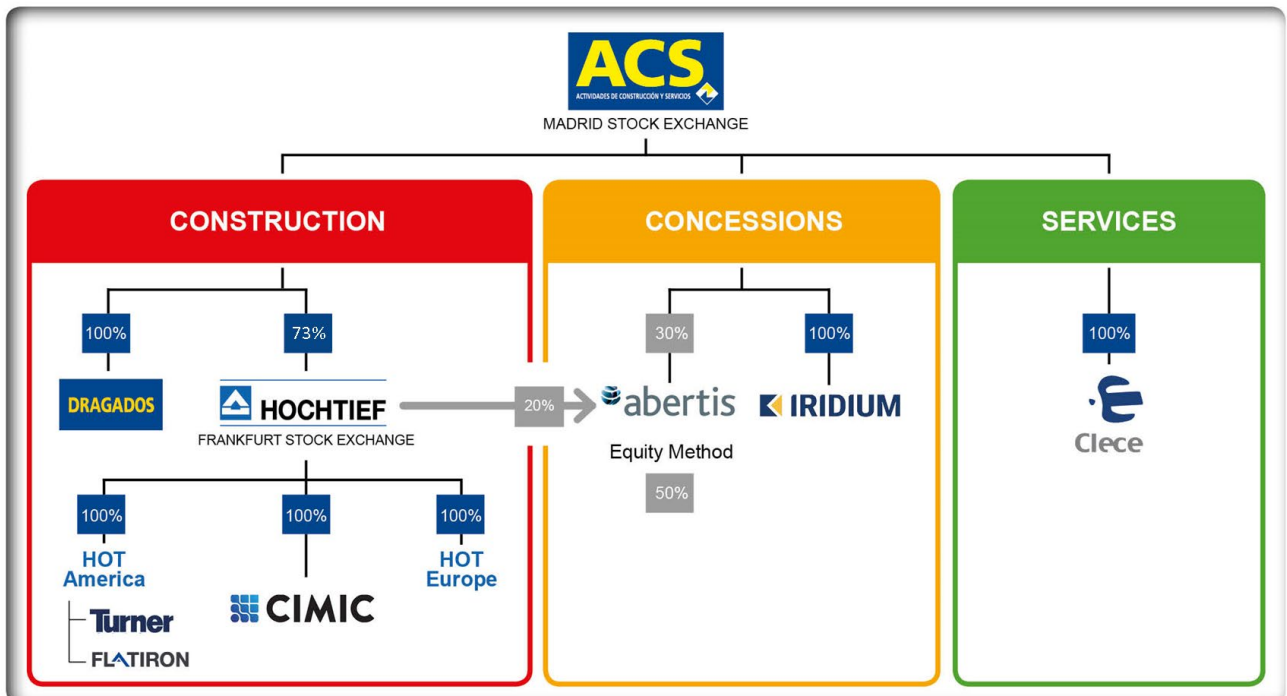
This area includes Construction activities performed by Dragados, Hochtief (including CIMIC) and it is oriented towards the development of different projects such as Civil Works (activities related to the development of infrastructures such as highways, railways, maritime and airport works), Building (residential buildings, social facilities and installations) as well as infrastructure services (rail, transport, communications and technology, energy, resources, water and defense sectors). The geographic regions with the highest exposure to this area are North America, Asia Pacific and Europe, mainly operating in developed markets and, in geopolitical, macroeconomic and legally safe markets.

### b) Concessions

This area includes the activity of Iridium and the stake in Abertis and is focused on the development and operation of transport concessions. These projects are carried out either through direct construction models for clients, both institutional and private, or through public-private partnership models, in which the ACS Group covers the entire value chain of the concession business, from the conception of the project to its financing, construction, start-up and operation. The geographic regions with the highest exposure to this area are Europe, Latam and North America.

### c) Services

This area is only represented by Clece's facility management activity, which comprises building maintenance, public places and organizations, as well as care assistance. This area is mainly based in Spain, but it is slowly making headway in the European market.





## 13 Glossary

ACS Group presents its results in accordance to the International Financial Reporting Standards (IFRS). However, the Group makes use of some alternative measures of performance (AMP) to provide additional information that promote comparability and understanding of its financial information, and facilitates decision making and evaluation of the performance of the group. Below are the most outstanding APMs.

CONCEPT	DEFINITION and COHERENCE	Jun-23	Jun-22
<b>Market capitalisation</b>	<b>Num of shares at period close x price at period close</b>	<b>8,949</b>	<b>6,677</b>
<b>Earnings per share</b>	<b>Net Profit of the period / Average num of shares of the period</b>	<b>1.49</b>	<b>1.22</b>
Net Attributable profit	Total Income - Total Expenses of the period - Minority interests result	385	330
Average num. of shares of the period	Daily average outstanding shares in the period adjusted by treasury stock	258.7	270.5
<b>Backlog</b>	<b>Value of the contracts awarded and pending to be executed. In section 1.1, a breakdown is made between a direct and proportional portfolio (referring to proportional participation in joint operating companies and projects not consolidated globally in the Group)</b>	<b>72,484</b>	<b>69,397</b>
<b>Gross Operating Profit (EBITDA)</b>	<b>Operating Profit excluding (1) D&amp;A y (2) non recurrent operating results and/or which dont imply a cash flow</b>	<b>934</b>	<b>816</b>
(+) Net Operating Profit	Operating income - Operating expenses (includes Results from Equity Method (Associates and Joint Ventures))	663	594
(-) 1.D&A	Operating provisions and fix asset depreciation	(269)	(269)
(-) 2. Non recurrent operating results and/or which dont imply a cash flow	Impairment & gains on fixed assets + other operating results	(3)	47
<b>Operating Profit (EBIT)</b>	<b>Operating income, not including financial items (such as interest on debt), tax (taxes), changes in the value of fixed assets (depreciation) and investment recovery.</b>	<b>665</b>	<b>547</b>
<b>Net Financial Debt / EBITDA</b>	<b>Net Financial Debt / Annualized EBITDA</b>	<b>0.6x</b>	<b>-0.6x</b>
Net Financial Debt (1)-(2)	Gross external financial debt + Net debt with group companies - Cash & Equivalents	(1,165)	1,044
(1) Gross Financial Debt	Bank debt + Obligations and other negotiable securities + Project finance and non recourse debt + Financial lease + Other I/T non bank debt + Debt with group companies	10,353	11,267
(2) Cash & Equivalents	Temporary Financial investments + L/T deposits + Cash & Equivalents*	(9,188)	(12,311)
Annualized EBITDA	EBITDA of the period / num of month within the period x 12 months	1,869	1,632
<b>Net Cash Flow</b>	<b>(1) Cash Flow from operating activities + (2) Cash Flow from investing activities + (3) Other Cash flows</b>	<b>(2,174)</b>	<b>(966)</b>
1. Cash Flow from operating activities	Adjusted Net Profit attributable + Operating working capital variation ex discontinued operations	(142)	255
Adjusted Net Profit attributable	Net profit attributable (+/-) adjustments of concepts which dont imply an operating cash flow	922	895
Operating working capital variation	Working capital variation of the period (+/-) adjustments of non operating concepts (E): dividends, interests, taxes, etc)	(1,064)	(640)
2. Cash Flow from investing activities	Net investments (paid/collected) ex discontinued operations	(1,480)	(699)
(-) Payments from investments	Payments for operating, project and financial investments. This figure may differ from that shown in section 2.3.2 for reasons of deferral (accruals) ex discontinued operations	(1,740)	(1,224)
(+) Collections from divestments	Collections from operating, project and financial divestments. This figure may differ from that shown in section 2.3.2 for reasons of deferral (accruals) ex discontinued operations	260	525
3. Other Cash Flows	Treasury stock sale/acquisition + Dividend payments + Other financial sources + Op. Lease payments+ Cash generated from discontinued operations	(552)	(523)
Ordinary Financial Result	Financial Income - Financial expenses	(180)	(134)
Net Financial Result	Ordinary financial result + Foreign exchange results + Impairment non current assets results + Results on non current assets disposals	(52)	(87)
Other Financial results	This concept is used as an item to reconcile the Group's EBIT with the Group's EBT, and since the objective is to present an "abridged" income statement, it is used as a grouping of various captions of the consolidated income statement. In this sense, it includes: "Change in fair value of financial instruments + Exchange differences + Impairment and gain or loss on disposal of financial instruments".	128	48

**NOTE: All financial indicators and AMPs are calculated under the principles of coherence and homogeneity allowing comparability between periods and in compliance with the applicable accounting rules and standards**

\* Includes shares traded on capital markets recorded in Assets held for sale  
Data in million of euros

CONCEPT	DEFINITION and COHERENCE	Jun-23	Jun-22
<b>Total Net Assets</b>	<b>This concept is used in the composition of the financial balance sheet by grouping different items, including the working capital, which net current assets and current liabilities items. The grouping is as follows: Property, plant and equipment and intangible assets + Non-current financial assets + Assets held for sale + Deferred tax assets + Goodwill + working capital</b>	<b>12,754</b>	<b>12,237</b>
Fixed Assets	Tangible fixed assets + Intangible fixed assets	2,420	2,490
(+) Tangible fixed assets	This concept is used to group all the following items in the construction of the balance sheet: Property, plant and equipment+ Investment property+ Property, plant and equipment recorded in fixed assets in projects	1,826	1,867
(+) Intangible fixed assets	This concept is used to group all of the following items in the construction of the balance sheet: Other intangible fixed assets+Intangible fixed assets recorded in fixed assets in projects	595	623
Non-current financial assets	This concept is used to group all the following items in the construction of the balance sheet: Investments accounted for using the equity method + Non-current financial assets + Long-term investments + Non-current derivative financial instruments	5,936	6,375
Working Capital	Stock + Total accounts receivables - Total accounts payables - other current liabilities	(3,865)	(4,869)
<b>Other long-term liabilities</b>	<b>This concept is used to, in the construction of the financial balance sheet, group all the following items together: Grants + Non-current provisions + Non-current lease liabilities + Non-current derivative financial instruments + Deferred tax liabilities + Other non-current liabilities</b>	<b>2,533</b>	<b>2,606</b>

**NOTE: All financial indicators and AMPs are calculated under the principles of coherence and homogeneity allowing comparability between periods and in compliance with the applicable accounting rules and standards**

Data in million of euros

CONCEPT	USE
Market capitalisation	Num of shares at period close x price at period close
Earnings per share	Net Profit of the period / Average num of shares of the period
Backlog	This is an indicator of the Group's commercial activity. Its value divided by the average duration of the projects is an approximation of the revenues to be received in the following periods
Gross Operating Profit (EBITDA)	Comparable performance measure to evaluate the evolution of the Group's operating activities excluding depreciation and provisions (more variable items depending on the accounting criteria used). This AMP is widely used to evaluate the operating performance of companies as well as part of ratios and multiples of valuation and risk measurement.
Operating Profit (EBIT)	Comparable performance measure to evaluate the evolution of the Group's operating activities including depreciation and provisions. This AMP is widely used to evaluate the operating performance of companies as well as part of ratios and multiples of valuation and risk measurement.
Net Financial Debt / EBITDA	Comparable ratio of the Group's level of indebtedness. Measures the repayment capacity of financing in number of years.
Net Financial Debt (1)-(2)	Total net indebtedness at the end of the period. This is a widely used measure to evaluate solvency and liquidity, showing the Group's cash flow in relation to the total debt held with credit institutions. Section 1 provides a breakdown of net financial debt associated with projects (Project Finance) and that associated with the business.
(1) Gross Financial Debt	Level of gross financial indebtedness at the end of the period
(2) Cash & Equivalents	Liquid current assets available to cover the repayment requirements of financial liabilities
Net Cash Flow	Measures the cash generated or consumed during the period
1. Cash Flow from operating activities	Funds generated by operating activities. Its value is comparable to the Group's EBITDA by measuring the conversion of operating income into cash generation.
2. Cash Flow from investing activities	Funds consumed/generated by investment needs or divestments undertaken in the period
Ordinary Financial Result	Measure of evaluation of the result from the use of financial assets and liabilities. This concept includes both income and expenses directly related to net financial debt and other financial income and expenses not related to the same.

## DISCLAIMER

This document contains forward-looking statements on the intentions, expectations or forecasts of ACS Group or its management at the time the document was drawn up and in reference to various matters including, among others, its customer base, its performance, the foreseeable growth of its business lines and its overall turnover, its market share, the results of ACS Group and other matters relating to the Group's activities and current position. These forward-looking statements or forecasts can in some cases be identified by terms such as "expectation", "anticipation", "proposal", "belief" or similar, or their corresponding negatives, or by the very nature of predictions regarding strategies, plans or intentions.

Such forward-looking statements or forecasts in no way constitute, by their very nature, guarantees of future performance but are conditional on the risks, uncertainties and other pertinent factors that may result in the eventual consequences differing materially from those contained in said intentions, expectations or forecasts.

ACS, Actividades de Construcción y Servicios, S.A. does not undertake to publicly report on the outcome of any revision it makes of these statements to adapt them to circumstances or facts occurring subsequent to this presentation including, among others, changes in the business of the company, in its strategy for developing this business or any other possible unforeseen occurrence. The points contained in this disclaimer must be taken fully into account by all persons or entities obliged to take decisions or to draw up or to publish opinions on securities issued by ACS Group and, in particular, by the analysts and investors reading this document. All the aforesaid persons are invited to consult the public documentation and information that ACS Group reports to or files with the bodies responsible for supervising the main securities markets and, in particular, with the National Securities Market Commission (CNMV in its Spanish initials).

This document contains financial information drawn up in accordance with International Financial Reporting Standards (IFRS). The information has not been audited, with the consequence that it is not definitive information and is thus subject to possible changes in the future Translation of this report originally issued in Spanish. In event of discrepancy, the Spanish language version prevails.

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