

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 BALANCE SHEETS AT 31 DECEMBER 2006 AND 2005

ASSETS	Thousands of Euros	
	31/12/06	31/12/05
NON-CURRENT ASSETS	15,083,875	9,535,737
Property, plant and equipment (Note 4)	1,476,716	1,352,441
Non-current assets in projects (Note 5)	1,685,241	1,328,331
Investment property (Note 6)	18,260	9,186
Goodwill (Note 7)	1,086,615	1,047,586
Other intangible assets (Note 8)	134,630	117,940
Investments in companies accounted for by the equity method (Note 10)	6,800,485	4,958,411
Non-current financial assets (Note 11)	3,426,980	359,495
Deferred tax assets (Note 27)	358,719	336,077
Financial instrument receivables (Note 23)	88,099	17,229
Other non-current assets	8,130	9,041
CURRENT ASSETS	10,098,829	8,176,753
Inventories (Note 12)	738,255	553,563
Trade and other receivables (Note 13)	5,946,130	5,146,137
Other current financial assets (Note 11)	1,880,939	1,277,441
Current tax assets (Note 27)	472,190	317,870
Other current assets (Note 14)	113,850	113,904
Cash and cash equivalents (Note 15)	926,644	767,838
Subtotal current assets	10,078,008	8,176,753
Non-current assets held for sale and discontinued operations (Note 3.9)	20,821	-
TOTAL ASSETS	25,182,704	17,712,490

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

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CONSOLIDATED BALANCE SHEETS AT 31 DECEMBER 2006 AND 2005

EQUITY AND LIABILITIES	Thousands of Euros	
	31/12/06	31/12/05
EQUITY (Note 16)	3,256,361	2,635,524
Share capital	176,437	176,437
Share premium	897,294	897,294
Other reserves	1,206,607	899,570
Treasury shares	(283,004)	-
Valuation adjustments	9,416	(30,470)
Profit for the year of the Parent	1,250,088	608,657
Interim dividend	(141,149)	(70,575)
EQUITY ATTRIBUTED TO THE PARENT	3,115,689	2,480,913
MINORITY INTERESTS	140,672	154,611
GRANTS RELATED TO ASSETS (Note 17)	81,062	250,606
NON-CURRENT LIABILITIES	10,645,123	5,530,305
Bank borrowings (Note 19)	3,291,300	2,678,580
Non-recourse financing (Note 18)	6,797,552	2,304,767
Other financial liabilities (Note 20)	32,013	34,035
Deferred tax liabilities (Note 27)	100,547	94,366
Non-current provisions (Note 21)	309,199	283,078
Financial instrument payables (Note 23)	19,791	31,929
Other non-current liabilities	94,721	103,550
CURRENT LIABILITIES	11,200,158	9,296,055
Bank borrowings (Note 19)	1,228,863	1,236,921
Non-recourse financing (Note 18)	195,373	50,385
Trade and other payables (Note 24)	7,984,352	6,568,659
Other financial liabilities (Note 20)	8,798	5,157
Current provisions (Note 21)	235,015	236,133
Current tax liabilities (Note 27)	908,205	715,023
Other current liabilities (Note 25)	639,552	483,777
TOTAL EQUITY AND LIABILITIES	25,182,704	17,712,490

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