



FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.
AND SUBSIDIARIES (CONSOLIDATED GROUP)

Annual Accounts and Directors' Report

Fiscal Year 2010



FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.
AND SUBSIDIARIES (CONSOLIDATED GROUP)

Annual Accounts

CONSOLIDATED BALANCE SHEET

ASSETS	31-12-2010	31-12-2009
NON-CURRENT ASSETS	13,393,742	13,384,655
Intangible assets (Note 6)	5,063,681	5,009,277
Concessions (Notes 6 and 10)	1,040,868	961,755
Goodwill	2,613,750	2,615,300
Total intangible assets	1,409,063	1,432,222
Property, plant and equipment (Note 7)	5,833,737	5,957,478
Land and buildings	1,629,153	1,640,370
Plant and other PPE	4,204,584	4,317,108
Investments properties (Note 8)	259,033	264,093
Investments carried using the equity method (Note 11)	1,222,895	1,145,754
Non-current financial assets (Note 13)	415,799	404,024
Deferred tax assets (Note 23)	598,597	604,029
CURRENT ASSETS	8,585,395	8,427,874
Inventories (Note 14)	1,138,375	1,103,282
Trade and other accounts receivable	5,491,691	5,372,976
Clients for sales and services rendered (Note 15)	4,938,574	4,894,660
Other receivables (Note 15)	514,783	420,483
Current tax assets (Note 23)	38,334	57,833
Other current financial assets (Note 13)	225,763	230,980
Other current assets	50,915	66,174
Cash and cash equivalents (Note 16)	1,678,651	1,654,462
TOTAL ASSETS	21,979,137	21,812,529

Notes 1 to 31 and the enclosed Schedules I to V are an integral part of the consolidated financial statements, along with which they form the consolidated annual accounts for fiscal year 2010.

**FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.
AND SUBSIDIARIES**

At 31 December 2010 (thousands of euros)

EQUITY & LIABILITIES	31-12-2010	31-12-2009
SHAREHOLDERS' EQUITY (Note 17)	3,206,301	3,097,574
Net equity allocated to the parent	2,562,930	2,444,892
Shareholders' equity	2,840,066	2,770,427
Capital	127,303	127,303
Accumulated earnings and other reserves	2,811,257	2,670,802
Treasury stock	(346,915)	(270,882)
FY profit (loss) attributable to the parent company	301,253	296,036
Interim dividend	(88,746)	(88,746)
Other equity instruments	35,914	35,914
Value adjustments	(277,136)	(325,535)
Minority interests	643,371	652,682
NON-CURRENT LIABILITIES	10,962,527	11,178,933
Grants	104,693	85,692
Non-current provisions (Note 19)	1,047,836	906,535
Non-current financial assets (Note 20)	8,628,968	8,952,544
Debentures and other marketable securities	672,517	562,711
Bank borrowings	6,889,345	7,299,178
Other financial liabilities	1,067,106	1,090,655
Deferred tax liabilities (Note 23)	1,156,043	1,216,910
Other non-current liabilities	24,987	17,252
CURRENT LIABILITIES	7,810,309	7,536,022
Current provisions (Note 19)	143,233	110,773
Non-current financial liabilities (Note 20)	1,988,231	1,519,368
Debentures and other marketable securities	8,133	586
Bank borrowings	1,635,476	1,218,218
Other financial liabilities	344,622	300,564
Trade and other payables (Note 21)	5,662,968	5,896,831
Suppliers	3,318,288	3,562,381
Other creditors	2,237,173	2,315,134
Current tax liabilities (Note 23)	107,507	19,316
Other current liabilities	15,877	9,050
TOTAL LIABILITIES AND EQUITY	21,979,137	21,812,529

Notes 1 to 31 and the enclosed Schedules I to V are an integral part of the consolidated financial statements, along with which they form the consolidated annual accounts for fiscal year 2010.

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A. AND SUBSIDIARIES At 31 December 2010 (thousands of euros)

	31-12-2010	31-12-2009
Net turnover (Note 27)	12,114,168	12,699,629
Own work capitalised	82,597	50,460
Other operating revenue (Note 26)	337,955	357,527
Changes in inventories of finished products and work in progress	15,035	(25,397)
Supplies (Note 26)	(5,623,811)	(6,126,122)
Staff costs (Note 26)	(3,300,764)	(3,296,522)
Other operating expenses	(2,190,628)	(2,174,662)
Fixed asset depreciation (Notes 6, 7 and 8)	(732,140)	(752,381)
Allocation of non-financial grants and others	2,700	2,673
Impairment and profit/ loss on fixed asset disposals (Note 26)	145,351	60,844
Other results	(76,738)	(6,537)
OPERATING PROFIT (LOSS)	773,725	789,512
Financial income (Note 26)	59,791	66,196
Financial income (Note 26)	(442,085)	(377,675)
Change in fair value of financial instruments (Note 26)	(30,486)	5,189
Exchange differences	20,819	(32,541)
Impairment and profit/loss on disposal of financial instruments (Note 26)	(4,972)	(29,997)
FINANCIAL INCOME	(396,933)	(368,828)
Results of entities carried by the equity method (Note 26)	16,839	18,361
BEFORE-TAX PROFIT (LOSS) FROM CONTINUOUS OPERATIONS	393,631	439,045
Corporate income tax (Note 23)	(80,048)	(115,229)
PROFIT FOR YEAR FROM CONTINUING OPERATIONS	313,583	323,816
CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD	313,583	323,816
Result attributed to the parent company	301,253	296,036
Minority interests (Note 17)	12,330	27,780
EARNING PER SHARE (Note 17)		
Basic	2.60	2.43
Diluted	2.56	2.42

Notes 1 to 31 and the enclosed Schedules I to V are an integral part of the consolidated financial statements, along with which they form the consolidated annual accounts for fiscal year 2010.

CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE

FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.

AND

SUBSIDIARIES

At 31 December 2010 (thousands of euros)

	31-12-2010	31-12-2009
CONSOLIDATED PROFIT(LOSS) FOR THE PERIOD	313,583	323,816
Income and expense recognised directly in equity equity	(12,745)	(649)
Measurement of financial instruments	1,752	(1,172)
Cash-flow hedges	(86,384)	(57,355)
Translation differences	56,070	32,991
Investments carried under the equity method	(284)	21,004
Tax effect	16,101	3,883
Transfer to the income statement	70,104	75,207
Cash-flow hedges	101,086	68,726
Investments carried under the equity method	3	27,376
Tax effect	(30,985)	(20,895)
TOTAL RECOGNISED INCOME (EXPENSE)	370,942	398,374
Attributed to the parent company	342,720	373,849
Attributed to minority shareholders	28,222	24,525

CONSOLIDATED STATEMENT OF CHANGE IN CONSOLIDATED EQUITY

FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A. AND SUBSIDIARIES At 31 December 2010 (thousands of euros)

	Share capital (Note 17.a)	Share premium and reserves (Note 17.b)	Interim dividend (Note 17.d)	Treasury stock (Note 17.c)	Results for the year attributable to the Parent Company	Other equity instruments (Note 17.e)	Value adjustments (Note 17.f)	Equity attributed to Parent Company shareholders	Minority interests (Note 17.II)	Net Equity
Shareholders' equity at 31 December 2008	127,303	2,684,399	(99,933)	(118,926)	334,039		(405,697)	2,521,185	649,247	3,170,432
Total income/expense for the year					296,036		77,813	373,849	24,525	398,374
Operations with shareholders or owners										
Capital increase (decreases)									62,255	62,255
Distribution of dividends		142,257	11,187		(334,039)			(180,595)	(34,375)	(214,970)
Trading in treasury stock (net)				(151,956)				(151,956)		(151,956)
Additions/(reductions) of business combinations									1,303	1,303
Other operations with shareholders or owners		(143,959)						(143,959)	(58,993)	(202,952)
Other changes in equity		(11,895)				35,914	2,349	26,368	8,720	35,088
Shareholders' equity at 31 December 09	127,303	2,670,802	(88,746)	(270,882)	296,036	35,914	(325,535)	2,444,892	652,682	3,097,574
Total income/expense for the year					301,253		41,467	342,720	28,222	370,942
Operations with shareholders or owners										
Capital increase (decreases)									6,776	6,776
Distribution of dividends		131,520			(296,036)			(164,516)	(22,488)	(187,004)
Trading in treasury stock (net)				(76,033)				(76,033)		(76,033)
Other operations with shareholders or owners		4,042						4,042	365	4,407
Other changes in equity		4,893					6,932	11,825	(22,186)	(10,361)
Shareholders' equity at 31 December 2010	127,303	2,811,257	(88,746)	(346,915)	301,253	35,914	(277,136)	2,562,930	643,371	3,206,301

Notes 1 to 31 and the enclosed Schedules I to V are an integral part of the consolidated financial statements, along with which they form the consolidated annual accounts for fiscal year 2010.

CONSOLIDATED CASH FLOW STATEMENT (INDIRECT METHOD)

FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A. AND SUBSIDIARIES

At 31 December 2010 (thousands of euros)

	31-12-2010	31-12-2009
Before-tax profits (losses) from continuous operations	393,631	439,045
Adjustments to profit	1,107,903	1,123,602
Fixed asset depreciation (Notes 6, 7 and 8)	732,140	752,381
Other adjustments to profit/loss (net)	375,763	371,221
Changes in working capital	(447,908)	138,934
Other changes in working capital	(42,561)	(99,511)
Collection of dividends	21,842	26,352
Income tax payments (refunds) (Note 23)	(27,464)	(94,163)
Other cash flows from operations:	(36,939)	(31,700)
TOTAL CASH FLOWS FROM OPERATIONS	1,011,065	1,602,070
Paid on investments	(917,943)	(1,187,795)
Group companies, associates and business units	(89,128)	(356,723)
Tangible and intangible fixed assets and real estate investments (Notes 6, 7 and 8).	(719,422)	(760,747)
Other financial assets	(109,393)	(70,325)
Amounts collected from divestments	357,126	308,837
Group companies, associates and business units	187,646	199,419
Tangible and intangible fixed assets and real estate investments (Notes 6, 7 and 8).	143,198	89,950
Other financial assets	26,282	19,468
Cash flows from investing activities	(15,826)	35,908
Collection of interest	9,068	23,070
Other cash flows from investments	(24,894)	12,838
TOTAL CASH FLOWS FROM INVESTING ACTIVITIES	(576,643)	(843,050)
Receipts and payments on equity instruments (Note 17)	(64,849)	(275,526)
Issue/(redemption)	11,187	(97,761)
(Acquisition)/disposal of treasury stock	(76,036)	(177,765)
Collections and payments financial liability instruments (Note 20)	163,779	358,401
Issue	964,622	2,630,932
Return and redemption of	(800,843)	(2,272,531)
Dividend payments and returns on other equity instruments (Note 5)	(201,236)	(228,198)
Cash flows from financing	(321,213)	(358,461)
Payment of interest	(336,130)	(312,308)
Other cash flows from financing	14,917	(46,153)
TOTAL CASH FLOWS FROM FINANCING ACTIVITIES	(423,519)	(503,784)
EFFECT OF EXCHANGE RATE FLUCTUATIONS	13,286	(9,435)
NET INCREASE/(DECREASE) IN CASH OR CASH EQUIVALENTS	24,189	245,801
Cash or cash equivalents at beginning of the year	1,654,462	1,408,661
Cash or cash equivalents at end of the year	1,678,651	1,654,462

Notes 1 to 31 and the enclosed Schedules I to V are an integral part of the consolidated financial statements, along with which they form the consolidated annual accounts for fiscal year 2010.

CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

**FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.
AND SUBSIDIARIES**
At 31 December 2010

TABLE OF CONTENTS

1.	About the Group
2.	Basis of presentation of the consolidated annual accounts
3.	Measurement standards
4.	Changes in the consolidated Group
5.	Allocation of profit (loss)
6.	Intangible assets
7.	Property, plant and equipment
8.	Investment properties
9.	Leases
10.	Service concession arrangements
11.	Investments carried under the equity method
12.	Joint ventures
13.	Non-current financial assets and other current financial assets
14.	Inventories
15.	Trade and other accounts receivable
16.	Cash and cash equivalents
17.	Equity
18.	Share-based payment transactions
19.	Current and non-current provisions
20.	Current and non-current financial liabilities
21.	Trade and other payables
22.	Derivative financial instruments
23.	Tax situation
24.	Pension plans and similar obligations
25.	Third party guarantees and other contingent liabilities
26.	Income and expense
27.	Segment reporting
28.	Environmental information
29.	Financial risk management policies
30.	Related party transactions
31.	Fees paid to auditors

TABLE OF CONTENTS

Appendix I	Subsidiaries (fully-consolidated companies)
Appendix II	Jointly-controlled companies with third parties outside the Group (carried by equity)
Appendix III	(carried by equity)
Appendix IV	Changes in the consolidated Group
Appendix V	Joint ventures and other contracts managed jointly with third parties outside the Group

1. THE FCC GROUP

The FCC Group is made up of the Parent, Fomento de Construcciones y Contratas, S.A., and a number of Spanish and foreign investees which carry on various business activities that are grouped together in the following areas:

- **Services:** this area comprises the units specialising in **environmental services**, i.e. services related to urban cleaning, industrial waste treatment and end-to-end water systems, and includes **Versia**: which provides various services such as logistics, street furniture, vehicle , aircraft and passenger ground handling, conservation and traffic systems, etc.
- **Construction**, specialises in infrastructure, construction and related sectors: motorways, freeways and other roads, tunnels, bridges, hydraulic construction works, ports, airports, residential property developments, housing units, non-residential building construction, lighting, industrial air conditioning and heating systems, environmental restoration, etc.
- **Cement:** this area engages in the operation of quarries and mineral deposits, the manufacture of cement, lime, plaster and related pre-manufactured products and the production of concrete.
- **Energy:** this area focuses on cogeneration, energy efficiency, renewable energies and the application of new technologies to take advantage of the energy produced by waste.

The FCC Group is also highly active in the real estate business through the operation of the Torre Picasso building, a wholly-owned subsidiary of the Parent, and its 30.12% minority shareholding in Realia Business, S.A. which engages mainly in housing development and office rental both in Spain and abroad.

The Group also operates infrastructure concessions, i.e., motorways, tunnels, marinas, railways, tramways and buildings for a variety of uses, mainly through its 50% ownership interest in the Global Via Infraestructuras Group.

Foreign operations, which represent approximately 46% of the FCC Group's revenue (44% in 2009), are carried on mainly in the European, US and Latin American markets.

2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS, BASIS OF CONSOLIDATION AND ACCOUNTING POLICIES

a) Basis of presentation

The accompanying financial statements and the notes thereto, which compose these statutory consolidated financial statements, were prepared in accordance with the International Financial Reporting Standards (IFRSs) adopted by the European Union at year-end, in conformity with (EC) Regulation no. 1606/2002 of the European Parliament and of the Council, of 19 July 2002, and with all the related implementing provisions and interpretations.

The 2010 consolidated annual accounts of the FCC Group were prepared by the Board of Directors of Fomento de Construcciones y Contratas, S.A. and will be presented at the General Meeting of Shareholders for approval by the shareholders. It is not expected that any changes will be made to the annual accounts by the shareholders. The 2009 consolidated annual accounts were approved at the General Meeting of Shareholders of Fomento de Construcciones y Contratas, S.A. held on 27 May 2010.

The consolidated annual accounts reflect a true image of the equity and financial situation of the FCC Group at 31 December 2010 and 2009 as well as the result of the Group's operation and the changes in net equity and consolidated cash for those years.

The consolidated annual accounts of the FCC Group have been prepared from the accounting records of the Fomento de Construcciones y Contratas, S.A. and its subsidiaries. According to the Group's established operating systems and procedures, these records justify and support the consolidated financial statements as required by international accounting standards.

In order to standardise the presentation of the different items making up the consolidated annual accounts, standardisation criteria have been applied to the individual annual accounts of the companies included in the scope of consolidation. In 2010 and 2009, the closing date of the annual accounts of the companies included in the scope of consolidation was generally the same as that of the parent company, 31 December.

The financial statements are expressed in thousands of euros..

Changes in accounting policies

During the year, the Group changed the accounting policy applicable to the operating licenses for contracts requiring minimum payments to the awarding entity, which are primarily concentrated in the urban furniture business handled by Versia. According to the new criterion, the current value of the minimum committed payments is recorded as an intangible asset representing the operating rights, with a balancing entry in liabilities representing the payment obligation assumed. The application of this criterion means that an expense must be recorded for the amortisation of the intangible asset and an a financial expense for liability updating. This change does not affect those cases in which the amount of future payments varies on the basis of different parameters, since they do not, in and of themselves, constitute a payment obligation. The impact of this modification on the equity and results of the FCC Group is shown on the following table:

Pursuant to the terms of IAS 8 "Accounting policies: changes in accounting estimates and errors", the Group has restated the figures for 2009 for comparative purposes. The results of that restatement are shown below:

	2009 Restated	2009	Difference 2009	2008 Restated
Intangible assets	5,009,277	4,462,312	546,965	4,438,845
Deferred tax assets	604,029	599,178	4,851	558,006
Other assets	16,199,223	16,199,223	—	16,158,090
Total assets	21,812,529	21,260,713	551,816	21,154,941
Net equity allocated to the parent	2,148,856	2,176,636	(27,780)	2,521,185
Profit (loss) attributed to parent company	296,036	307,199	(11,163)	—
Other non-current liabilities	1,090,655	531,701	558,954	1,252,567

Other current financial liabilities	300,564	268,759	31,805	347,015
Other liabilities	17,976,418	17,976,418	—	17,034,174
Total liabilities	21,812,529	21,260,713	551,816	21,154,941

Standards and interpretations issued but not yet in force

As of the date of this Report, the most significant standards and interpretations that had been published by the International Accounting Standards Board (IASB) during the year but had not yet come into force because they had not yet been adopted by the European Union were as follows:

		Mandatory Application for the FCC Group
Not adopted by the European Union		
Modification of IAS 12	Deferred taxes: Recovery of underlying assets	01 January 2012
Modification of IFRS 1	Severe hyperinflation and elimination of fixed dates for first time adopters	01 January 2012
IFRS improvements	Modification of different paragraphs of IFRS 1, 3 and 7; IAS 1, 21, 28, 31, 32, 34 and 39 and IFRIC 13	Different dates
Modification of IFRS 7	Disclosure – financial asset transfers	01 January 2012
IFRS 9	Financial instruments	01 January 2013
Adopted by the EU but not yet in force		
Amendment of IAS 24	Related party disclosures	01 January 2011
Modification of IFRS 1	Limited exception for comparative information to be disclosed in IFRS for first time adopters	01 January 2011
Modification of IFRIC 14	Early payments of minimum funding requirements	01 January 2011
IFRS 19	Extinguishing financial liabilities with equity instruments	01 January 2011

The directors have assessed the potential impact of applying these standards in the future and estimate that their entry into force will not have a material impact on the consolidated financial statements

Significant standards and interpretations applied in 2010 and 2009

In 2010, the FCC Group adopted all of the amendments and revisions of the paragraphs and interpretations of the “International Financial Reporting Standards” including IFRIC 12 “Service concession agreements” and “IAS 3, “Business combinations”, the most salient aspects of which are indicated in Note 3.a) and b) of this document.

As a consequence of the adoption of IFRIC 12 “Service concession agreements” by the European Union in 2009, the FCC Construcción Group decided to implement this standard in 2009. Prior to that, i.e., on the consolidated annual accounts from prior fiscal year, the most relevant aspects of this standard were already being applied, such as charging the financial costs incurred once the concession was operational to the income statement, recognising the profit (loss) associated with building the concession-related assets and amortising those assets based on patterns of use. Consequently, the impact of the new interpretation on the enclosed financial statements consisted basically of reclassifying the intangible fixed assets or financial assets associated with the concessions, which had a negligible effect on the fiscal year results and equity.

b) Principles of consolidation

Subsidiaries

The subsidiaries listed in Appendix I, whose financial and operating policies are controlled by Fomento de Construcciones y Contratas, S.A., either directly or through other companies controlled by it, were carried by the full consolidation method.

The interest of minority shareholders in the equity of the consolidated companies is presented under “Minority Interests” on the liability side of the accompanying consolidated balance sheet and their interest in profit or loss is shown under “Minority Interests” in the accompanying consolidated income statement.

Goodwill is determined as indicated in Note 3.b) below.

Joint Ventures

The Group participates in joint ventures through investments in companies controlled jointly by one or more FCC Construcción Group companies with other non-Group companies (see Note 11) and interests in unincorporated joint ventures, joint property entities and economic interest groupings (see Note 12).

Through the application of the option provided for in IAS 31, “Interest in Joint Ventures”, the Group chose to account for the investments in jointly controlled entities using the equity method, so the enclosed consolidated balance sheet includes a heading entitled “Investments accounted for using the equity method”. The interest in the profit (loss) of these companies, net of taxes, is shown under “Profit (loss) of companies consolidated by equity” on the enclosed consolidated income statement.

Jointly operated contracts, mainly in the construction and services areas, and joint property entities are included in the consolidated financial statements in proportion to the Group’s ownership interest in the assets, liabilities, income and expenses arising from the transactions performed by these entities, and reciprocal asset and liability balances and income and expenses not realised with third parties are eliminated.

Appendix II lists the companies which were accounted for using the equity method and Appendix V lists the businesses operated jointly through contractual arrangements with non-Group third parties, such as unincorporated joint ventures, joint property entities and other entities of similar legal characteristics.

Associated enterprises

The companies listed in Appendix III, over which Fomento de Construcciones y Contratas, S.A. does not exercise control but does have significant influence, are included under “Investments Accounted for Using the Equity Method” in the accompanying consolidated balance sheet. The share in the after-tax profit or loss for the year of these companies is recognised under “Results of Companies Accounted for Using the Equity Method” in the accompanying consolidated income statement.

Transactions between group companies

Profits or losses on transactions between consolidated companies are eliminated on consolidation and deferred until they are realised with third parties outside the Group.

Intra-Group results on Group work on non-current assets, which is recognised at production cost, are eliminated on consolidation.

Receivables and payables relating to jointly operated contracts and to subsidiaries and intra Group income and expenses were eliminated from the consolidated financial statements.

Changes in the consolidated Group

Appendix IV shows the changes in 2010 in the fully consolidated companies and the companies accounted for using the equity method. The results of these companies are included in the consolidated income statement from the effective date of acquisition to year-end or from the beginning of the year to the effective date of disposal, as appropriate.

The effects of the inclusion of companies in the scope of consolidation or of their removal therefrom are shown in the related notes to the consolidated financial statements under “Changes in the Scope of Consolidation”. In addition, Note 4 to these consolidated financial statements (“Changes in the Scope of Consolidation”) sets forth the most significant inclusions therein.

3. MEASUREMENT STANDARDS

The measurement standards applied to the FCC Group’s consolidated annual accounts are outlined below:

a) Service Concession Contracts

The concession contracts consist of agreements between the concession grantor (generally a public agency) and FCC Group companies to provide public services such as water distribution, wastewater filtering and treatment, the management of landfills, motorways and tunnels, etc., through the operation of the property, plant and equipment items required to provide the service. Revenue from performing the service may be received directly from the users or, sometimes, through the concession grantor itself.

The concession right generally means that the concession operator has an exclusive right to provide the service under the concession for a given period of time, after which the assets assigned to the concession required to provide the service are returned to the concession grantor, usually without any consideration being paid. One of the basic features of concession contracts is that they include the management or operation of the infrastructure. Concession contracts usually provide for the obligation to purchase or construct these non-current assets or part of them and to maintain them over the life of the concession.

The concession agreements are stated according to the terms of IFRIC 12 “Service Concession Agreements”. Generally speaking, there are two clearly differentiated phases. In the first phase, the concession holder builds or enhances the concession assets which are recognised according to the degree of advancements according to IAS 11 “Construction Contracts”, with a balancing entry in intangible or financial assets. In the second phase, the concession holder renders a series of services related to the operation and/or maintenance of the infrastructure which are recognised

according to IAS 18 “Ordinary income”.

An intangible asset is recognised when the risk is assumed by the concession holder, while a financial asset is recognised when the risk is assumed by the grantor of the concession, since the concession holder has an unconditional contractual right to be paid for the construction or enhancement services. The amounts paid in connection with the concession awards are also recognised as assets.

There may be situations in which the risk is shared by the concession holder and the concession grantor but such situations do not account for any significant part of the FCC Group’s concessions.

For concessions classified as intangible assets, the provisions for dismantling, withdrawing or rehabilitating the assets are recognised at the beginning of the concession as an increase in the value of the asset as are the actions to improve or expand upon the asset’s production capacity. The amortisation of those assets and the financial updating of the provisions are carried to the income statement. Provisions for the repair and replacement of infrastructures are set up systematically in profit and loss as the obligations are assumed.

The interest on infrastructure financing is recognised on the profit and loss statement. For intangible assets, only the interest accrued during the construction and until the infrastructure becomes operational is capitalised.

The amortisation of the assets assigned to concessions are calculated on the basis of the pattern of consumption, taken to be the changes in and best estimates of the production units of each activity. The most important concession business in quantitative terms is the water supply and treatment activity, whose assets are depreciated or amortised on the basis of the cubic metres of water consumed. These assets are usually fully depreciated over the term of the concession which can run anywhere from 25 to 50 years.

Concessions classified as financial assets are recognised at the fair value of the construction or enhancement services rendered. According to the amortised cost method, the income is carried to the income statement at the effective interest rate applicable to the flows of concession payments and receipts. As mentioned above, the income and expenses associated with operations and maintenance services are carried to the income statement as provided for in IAS 18 “Ordinary income”.

b) Business combinations and goodwill

The assets and liabilities of the acquirees are recognised in the consolidated balance sheet at their fair value and the related allocations are made in this connection, including the deferred taxes arising therefrom. However, in accordance with IFRSs, the allocations may be reviewed within the 12 months following the acquisition date, should it be necessary to consider new data.

The date of inclusion of the acquiree in the consolidated balance sheet is the date on which effective control of this company is obtained, which normally coincides with the acquisition date.

Goodwill is recognised as the positive difference between (a) the sum of the cost of the investment and the fair value on the date on which the control of the interest is assumed and (b) the ownership acquired as a percentage of the fair value of the identifiable assets and liabilities.

The value of minority interests is the proportional part of the assets and liabilities acquired.

If a business combination is taken over in stages, the difference between the fair value on the takeover date of the previous interest and the carrying value of the interest is recognised as an operating income/expenses.

Once the investee is under the company's control and to the extent that control is not relinquished, the difference between the amount of the purchase or sale of additional interests and their book value is carried to equity.

Goodwill is not amortised; however, it is tested for impairment at least at each balance sheet date in order to recognise it at the lower of fair value, estimated on the basis of expected cash flows, and acquisition cost, less any accumulated impairment losses. The accounting standards used to determine impairment are explained in part e) of this note.

c) Intangible assets

Except as indicated in the two previous sections of this note relative to service concession agreements and goodwill, the rest of the intangible assets included in the enclosed financial statements are measured at acquisition cost or current initial value, less any accumulated amortisation and any accumulated impairment losses. Intangible fixed assets include the investments relating to operating contracts and licences as well as land rights, mainly in the Environmental Services, Versia, Cement and Energy areas.

None of the intangible assets recognised were generated internally and, except for goodwill, all have a finite useful life. The assets are amortised using a straight line method over their useful lives, generally between 20 and 35 years, i.e., the period of time during which it is estimated that they will generate income, except when depreciation is more accurately reflected by the application of the usage pattern.

d) Property, plant and equipment and Investment property

Property, plant and equipment and investment property are recorded at cost (updated, where applicable, according to the legal provisions prior to the transition to IFRS), less accumulated amortisation and any loss in recognised value due to impairment. Also included as part of the cost of these assets is an estimate of the current cost of dismantling or removing the elements in question. As explained in part b) of this note, in those cases where they have been provided by the acquired companies they are initially recorded at fair value on the acquisition date.

Group work on non-current assets is measured at production cost

Upkeep and maintenance expenses not leading to a lengthening of the useful life or to an increase in the production capacity of the related assets are recognised as expenses in the year in which they are incurred.

When the construction and start-up of non-current assets require a substantial period of time, the borrowing costs accrued over that period are capitalised.

Property, plant and equipment are depreciated by the straight-line method at annual rates based on

the following years of estimated useful life:

Investment properties	75
Natural resources and buildings	25-50
Plant, machinery and vehicles	5-30
Furniture and tools	7-12
Data-processing equipment	4
Other PPE	5-10

However, there may be cases where the term of a particular contract is shorter than the useful life of the fixed assets associated therewith, in which case the assets are amortised over the term of the contract.

The residual value, useful life and depreciation method applied to the Group's assets are reviewed periodically to ensure that the depreciation method used reflects the pattern in which the economic benefits arising from operating the assets are received.

At least at every balance sheet date, the companies determine whether there is any indication that an item or group of items of property, plant and equipment is impaired so that, as indicated in part e) of this note, an impairment loss can be recognised or reversed in order to adjust the carrying amount of the assets to their value in use. Under no circumstances may the reversals exceed the impairment losses previously recognised.

e) Impairment of property, plant and equipment and intangible assets

Intangible assets with finite useful lives and property, plant and equipment items are tested for impairment when there is any indication that the assets might have become impaired, in order to adjust their net carrying amount to their value in use, if this is lower.

Goodwill and intangible assets with indefinite useful lives must be tested for impairment at least once a year in order to recognise possible impairment losses.

Impairment losses recognised in prior years on assets other than goodwill may be reversed if the estimates used in the impairment tests show a recovery in the value of these assets. The carrying amount of the assets whose recoverable amount increases must in no case exceed the carrying amount that would have been determined had no impairment loss been recognised in prior years.

The recognition or reversal of impairment losses on assets are allocated to income under "Impairment and Gains or Losses on Disposals of Non-Current Assets".

To determine the recoverable amount of the assets tested for impairment, an estimate was made of the present value of the net cash flows arising from the cash-generating units (CGUs) to which the assets belong, except for cash inflows and outflows from financing activities and income tax payments, and the cash inflows and outflows arising from scheduled future improvements or enhancements of the assets of these cash-generating units. To discount the cash flows, a pre-tax discount rate was applied that reflects current market assessments of the time value of money and the risks specific to each cash-generating unit.

The estimated cash flows were obtained from projections prepared by management of each CGU which generally cover a span of five years, except when the characteristics of the business warrant longer periods and involve growth rates based on the various approved business plans (which are reviewed periodically), where growth for the years after those covered by the business plans was considered to be zero. In addition, sensitivity tests are conducted in relation to income, operating margins and discount rates in order to forecast the impact which future changes of these variables will have.

Flows from CGUs located abroad were calculated in the functional currency of these cash generating units and were discounted using discount rates that take into consideration the risk premiums relating to these currencies. The present value of the net flows thus obtained was translated to euros at the year-end exchange rate applicable to the currency concerned.

f) Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to ownership of the leased asset to the lessee. All other leases are classified as operating leases.

f.1) Finance leases

In financial lease transactions, the Group is always the lessor. On the enclosed consolidated balance sheet, the cost of the leased object is recognised as an asset along with a liability in the same amount. This amount will be the lower of the fair value of the leased asset and the present value, at the inception of the lease, of the agreed minimum lease payments, including the price of the purchase option when there are no reasonable doubts that it will be exercised. The minimum lease payments do not include contingent rent, costs for services and taxes to be paid by and reimbursed to the lessor. The total finance charges arising under the lease are allocated to the income statement for the year in which they are incurred using the effective interest method. Contingent rent is recognised as an expense for the period in which it is incurred.

At the end of the financial lease, the Group companies exercise the purchase option. The contracts contain no restrictions on the exercise of the purchase options and there are no clauses to extend the term of the contracts or price adjustments.

The assets recognised for transactions of this nature are depreciated on the basis of their nature and useful lives using the criteria indicated in a), c) and d) of this Note.

f.2) Operating leases

If the Company acts as the lessee, costs arising under operating leases are allocated to the income statement for the year in which they are incurred.

If the Company acts as the lessor, income and costs arising under operating leases are allocated to the income statement for the year in which they are incurred

Any collection or payment that might be made when arranging an operating lease will be treated as a prepaid lease collection or payment which will be allocated to profit or loss over the lease term in accordance with the time pattern in which the benefits of the leased asset are provided or received

g) Investments accounted for using the equity method

The investment is initially recognised at acquisition cost and is subsequently revalued to take into account the share of the results of these companies not distributed in the form of dividends. Also, the value of the investment is adjusted to reflect the proportion of the changes in these companies'

equity that were not recognised in their profit or loss. These changes include most notably translation differences and the adjustments to reserves arising from changes in the fair value of the cash flow hedges arranged by the associates.

When there are signs of impairment, the necessary value corrections are made.

h) Financial assets

Financial assets are initially recognised at fair value, which generally coincides with their acquisition cost, adjusted by the transaction costs directly attributable thereto, except in the case of held-for-trading financial assets, whose transactions costs are charged to profit or loss for the year.

All acquisitions and sales of assets are recognised at the date of the transaction.

The financial assets held by the Group companies are classified as follows:

- **Held-for-trading financial assets** are assets acquired with the intention of generating a profit from short-term fluctuations in their prices. These assets, which are expected to mature within 12 months, are included under “Other Current Financial Assets” in the accompanying consolidated balance sheet.
- **Negotiable financial assets** which mature in three months or less and whose immediate realisation would not give rise to significant costs are included on the enclosed consolidated balance sheet under “Cash and cash equivalents”. These assets are considered readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. They are basically very short-term, highly liquid investments with a high turnover
- **Held-to-maturity investments** are financial assets with fixed or determinable payments and fixed maturity. Those maturing within no more than 12 months are classified as current assets and those maturing within more than 12 months as non-current assets.
- **Loans** maturing within no more than 12 months are classified as current loans and those maturing within more than 12 months as non-current loans. This category includes the collection rights originated by the application of IFRIC 12, “Service Concession Agreements” explained in section a) of this Note.
- **Available-for-sale financial assets** are securities acquired that are not held for trading purposes and are not classified as held-to-maturity investments. They are classified as non-current in the accompanying consolidated balance sheet since it is intended to hold them at long term.

The held-for-trading and available-for-sale financial assets were measured at their fair value at the balance sheet date. The fair value of a financial instrument is taken to be the amount for which it could be bought or sold by two knowledgeable and experienced parties in an arm’s length transaction.

In the case of held-for-trading financial assets, the gains or losses arising from changes in fair value are recognised in profit or loss for the year. In the case of available-for-sale financial assets,

the gains or losses arising from changes in fair value are recognised in equity until the asset is disposed of, at which time the cumulative gains previously recognised in equity are recognised in profit or loss for the year, or it is determined that it has become impaired, at which time, once the cumulative gains previously recognised in equity have been written off, the loss is recognised in the consolidated income statement.

The collection rights arising from service concession agreements are measured according to the criteria indicated in part a) of this note.

Held-to-maturity investments, credit, loans and receivables originated by the Group are measured at the lower of amortised cost, i.e. the initial cost minus principal repayments plus the uncollected interest accrued on the basis of the effective interest rate, and market value. The effective interest rate is the rate that exactly matches the initial cost of the investment to all its estimated cash flows of all kinds through its residual life. Where appropriate, if there are signs that these financial assets have become impaired, the necessary valuation adjustments are made.

The trade receivables associated with the Group's regular business operations are recorded at face value and then corrected by amounts that the Group estimates will not be recovered.

The Group companies assign trade receivables to banks, without the possibility of recourse against them in the event of non-payment. These transactions bear interest at normal market rates. The Group companies continue to manage collection of these receivables.

Also, future collection rights arising from construction project contracts awarded under the lump-sum payment method are sold.

Through the sale and assignment of these collection rights, substantially all the risks and rewards associated with the receivables, as well as control over the receivables, were transferred, since no repurchase agreements have been entered into between the Group companies and the banks that have acquired the assets, and the banks may freely dispose of the acquired assets without the Group companies being able to limit this right in any manner. Consequently, the balances receivable relating to the receivables assigned or sold under the aforementioned conditions were derecognised.

i) Inventories

Inventories are stated at average acquisition or production cost and the necessary valuation adjustments are made to reduce the carrying amount to net realisable value, if this is lower.

Assets received in payment of loans are measured at the lowest of the following three values: the amount at which the loan relating to the asset was recognised, production cost or net realisable value.

j) Foreign currency

j.1) Translation differences

The financial statements of foreign operations expressed in currencies other than the euro were generally translated to euros at the year-end exchange rates, except for:

- Share capital and reserves, which were translated at historical exchange rates.
- The income statement items of foreign operations, which were translated at the average exchange rates for the period.

Translation differences arising at the consolidated foreign companies through application of the year-end exchange rate method are included, net of taxes, in equity in the accompanying consolidated balance sheet, as shown in the accompanying consolidated statement of changes in equity.

j.2) Exchange differences

Balances receivable and payable in foreign currencies are translated to euros at the exchange rates prevailing at the date of the consolidated balance sheet, and the differences that arise are taken to income.

The differences resulting from fluctuations in exchange rates between the date on which the collection or payment was made and the date on which the transactions took place or their value was discounted are allocated to profit or loss.

Also, the exchange differences arising in relation to the financing of investments in foreign companies (in which the investment and the financing are denominated in the same currency) are recognised directly in equity as translation differences that offset the effect of the difference arising from the translation to euros of the foreign investee.

k) Equity instruments

Equity or capital instruments are stated at the amount received, net of direct issue costs.

Treasury shares acquired by the Company and by the wholly-owned subsidiary Asesoría Financiera y de Gestión, S.A. during the year are recognised at the value of the consideration paid and are deducted directly from equity. Gains and losses on the acquisition, sale, issue or retirement of treasury shares are recognised directly in equity and in no case are they recognised in profit or loss.

The Group has a remuneration system linked to the value of the Company's shares for executives and Board members that discharge executive functions which is explained in Note 18 "Transactions with payments based on equity instruments".

l) Grants

The grants received are accounted for by type.

l.1) Capital grants

Capital grants are those involving the acquisition or construction of assets. They are stated at the amount received or the fair value of the asset and recorded as deferred income on the liability side of the enclosed consolidated balance sheet. As the related asset or assets are amortised, these amounts are carried to the income statement.

1.2) Operating grants

Operating grants are grants other than the ones described about which are not directly related to an asset or group of assets. The amount received is considered operating income unless the grant is used to finance specific costs, in which case the expenses are carried to the income statement as they are incurred.

m) Provisions

The Group companies recognise provisions on the liability side of the accompanying consolidated balance sheet for present obligations arising from past events which the companies consider will probably require an outflow of resources embodying economic benefits to settle them on maturity.

These provisions are recognised when the related obligation arises and the amount recognised is the best estimate at the date of the accompanying financial statements of the present value of the future expenditure required to settle the obligation. The change in the year relating to the discount to present value is recognised as a finance cost on the income statement.

The provisions for dismantling, removing or restoring assets and those of an environmental nature are recognised as an increase in the current value of the expenses incurred when the asset is removed from service. The income statement is affected when the asset in question is amortised as previously described in this note.

Provisions are classified as current or non-current in the accompanying consolidated balance sheet on the basis of the estimated maturity date of the obligation covered by them, and non-current provisions are considered to be those whose estimated maturity date exceeds the average cycle of the activity giving rise to the provision.

n) Financial liabilities

Accounts payable are initially recognised at the fair value of the consideration received, adjusted by the directly attributable transaction costs. These liabilities are subsequently measured at amortised cost.

The financial costs are recorded based on an accrual criterion on the income statement using the effective interest rate method and added to the carrying value of the instrument to the extent that they are not settled in the accrual period.

Bank borrowings and other current and non-current financial liabilities maturing within no more than 12 months from the balance sheet date are classified as current liabilities and those maturing within more than 12 months as non-current liabilities.

o) Financial derivatives and accounting hedges

A financial derivative is a financial instrument or other contract whose value fluctuates in response to changes in certain variables, such as the interest rate, the price of financial instruments, foreign exchange rate, credit rating or credit index, or any other financial or non-financial variable.

Apart from giving rise to gains or losses, financial derivatives may, under certain conditions, fully or partially offset foreign exchange or interest rate risks or risks associated with balances and transactions. Hedges are accounted for as described below:

- Fair value hedge: in this case, the change in value of the instrument is recognised on the income statement, compensating the change in the fair value of the hedged item.
- Cash flow hedge: in this type of hedge, the change in the value of the hedging instrument is temporarily recognised in equity and then carried to the income statement when the hedged item materialises.
- Hedge of a net investment in a foreign operation: this type of hedge is intended to cover exchange rate risks and is treated as cash flow hedge.

Taking into account the introduction of IAS 39 Financial Instruments: Recognition and Measurement, in order to be considered a hedge, a financial derivative must meet the following requirements:

- Formal designation and documentation, at inception of the hedge, of the hedging relationship and the entity's risk management objective and strategy for undertaking the hedge.
- Documentation identifying the hedged item, the hedging instrument and the nature of the risk being hedged.
- Prospective (analytical) evidence of the effectiveness of the hedge.
- Objective and verifiable ex-post measurements.

The changes in the fair value of cash flow hedges are taken, net of the tax effect, to reserves and are recognised in profit or loss for the year to the extent that the hedged item affects profit or loss.

The financial derivatives were measured by experts on the subject using generally accepted methods and techniques. These experts were independent from the Group and the entities financing it. Value calculated using the defined methods and techniques based on observable market inputs, such as:

- Interest rate swaps are measured by discounting all the flows projected in the contract in accordance with its characteristics, such as the notional amount and the schedule of collections and payments. The measurement uses a zero-coupon yield curve obtained from quoted deposits and swaps at any given time using a bootstrapping process; that yield curve is used to obtain the discount rates used in the measurements, on the assumption of "absence of arbitrage opportunities" (AOA). When there were caps and floors or combinations thereof, on occasions conditional upon special conditions being met, the interest rates used were the same as those used for the swaps, although in order to introduce the component of randomness in the exercise of the options, the generally accepted Black & Scholes model was used.
- The method for cash flow hedges linked to inflation is very similar to that for interest rate swaps. Projected inflation is estimated from quoted inflation levels implicit in quoted

inflation-indexed Europe swaps ex-tobacco, adapted to Spanish inflation using a convergence adjustment.

For classification as a hedging instrument, the instrument must first undergo an effectiveness test. Effectiveness tests are adapted to the type of hedge and the nature of the instruments used:

- In cash flow hedges, it is firstly verified that the critical terms of the hedging instrument and the hedged item – amounts, maturities, repayments, reference indexes, review dates, etc. – are all the same.

In the case of interest rate swaps (IRS) in which the FCC Group receives a floating rate equal to that of the hedged borrowings and pays a fixed rate, since the objective is to reduce the variability of the borrowing costs, the effectiveness test estimates the variance of these annualised costs both in the original hedged borrowings and in the portfolio that combines these borrowings with the hedging instrument. A hedge is considered fully effective as long as the original variance in cash flows is reduced by 80%. That is, the variation in cash flows is reduced by 80% or more with the hedging instrument used. If this is not the case, the derivative is classified as speculative and its changes in value are recognised in profit or loss.

For cash flow hedges in which the derivative hedging instrument is not an IRS but an option (such as an interest rate cap), the reduction in the variance of costs is estimated only if the hedge is “activated”, i.e. if the reference rates fall outside the unhedged variability range. The methodology applied once the hedge has been activated is the same as that used to test the effectiveness of IRSs.

- The effectiveness test of fair value hedges -arranged using IRSs- is based on the comparison of the changes in the fair value of the hedged position and of the hedging instrument. The assessment of the effectiveness of this type of hedge is performed by isolating the effects of the credit risk of the liability and the change in value of the variable leg of the IRS, which does not affect the ultimate objective of the hedge but may give rise to apparent ineffectiveness due to the interest accrued at each date.

Although certain hedging instruments are recognised as speculative, this is only for accounting purposes since for financial and management purposes all the hedges arranged by the FCC Group have, at inception, an underlying financial transaction and the sole purpose of hedging such transaction.

This occurs when the instrument does not pass the effectiveness test, which requires that the changes in the fair value of cash flows of the hedged item directly attributable to the hedged risk are offset by an 80%-120% change in the fair value or cash flows of the hedging instrument. If this is not the case, the value changes are carried to the income statement.

In addition, derivatives and net financial debt undergo sensitivity testing to analyse the possible effects which a change in interest rates could have on the Group's accounts, assuming a rate increase of 100, 125 and 150 basis points at the end of the year and a decrease of 100, 75 and 50 basis points (Note 29).

The details of the Group's financial derivatives are discussed in Note 22 of this document, along with other related aspects.

p) Income tax

The expense for income tax included in the accompanying consolidated income statement is calculated on the basis of consolidated profit before tax, increased or decreased, as appropriate, by the permanent differences between taxable profit and accounting profit. The corresponding tax rate based on the legislation applicable to each company is applied to this adjusted accounting profit. The tax relief and tax credits earned in the year are deducted and the positive or negative differences between the estimated tax charge calculated for the prior year's accounting close and the subsequent tax settlement at the payment date are added to or deducted from the resulting tax charge.

The Fomento de Construcciones y Contratas Group has capitalised the deferred tax assets arising from temporary differences and tax loss carryforwards, except for those with respect to which there are reasonable doubts as to their future recovery.

The temporary differences between the accounting profit and the taxable profit for income tax purposes, together with the differences between the carrying amounts of assets and liabilities recognised in the consolidated balance sheet and their tax bases give rise to deferred taxes which are recognised as non-current assets and liabilities. These amounts are measured at the tax rates that are expected to apply in the years in which they will foreseeable be reversed.

q) Pension commitments

Certain Group companies have undertaken commitments relative to pension plans and similar obligations which are further developed in Note 24.

r) Operating income and expense

In construction activities, the Group recognises results by reference to the stage of completion, determined by measuring the construction work performed in the year and the construction costs, which are recognised on an accrual basis. It recognises the revenue corresponding to the selling price of the completed construction work covered by a principal contract entered into with the owners, or by amendments thereto approved by the owners, or the revenue with respect to which there is reasonable certainty regarding its recovery, since construction project revenue and costs are susceptible to substantial variations during the performance period which cannot be readily foreseen or objectively quantified. Budgeted losses are recognised as an expense in the income statement for the year.

The revenue and expenses of the other activities are recognised on an accrual basis, i.e. when the actual flow of the related goods and services occurs, regardless of when the resulting monetary or financial flow arises.

Also recognised as operating income are the derivatives of the accounts receivable for collection rights under service concession agreements.

Also recognised as operating income are the revenues / losses generated from the disposal of interests in subsidiaries when this involves the Company relinquishing control over the subsidiary. As indicated in part b) of this note regarding business combinations taken over in stages, the difference between the fair value on the takeover date of the previous investment and the carrying

value is also recognised as operating income (expense).

s) Related party transactions

The Company performs all its transactions with related parties on an arm's length basis.

Note 30 details the most notable transactions with significant shareholders of the parent company, with officers and directors and between Group companies or entities.

t) Estimates made

In the Group's consolidated financial statements for 2010 and 2009, estimates were occasionally made in order to quantify certain of the assets, liabilities, income, expenses and obligations reported herein. These estimates basically refer to:

- Identifying and determining the fair value of the assets and liabilities acquired in business combinations (Note 4)
- The impairment losses on certain assets (see Notes 6, 7 and 8)
- The useful life of the intangible assets and property, plant and equipment (see Notes 6, 7 and 8)
- The measurement of goodwill (see Note 6)
- The amount of certain provisions (see Note 19)
- The assumptions used in the actuarial calculation of the post-employment benefit liabilities and obligations (see Notes 19 and 24).
- The fair value of the derivatives (see Note 22).
- The recoverability of complete work pending certification (Notes 3.r and 15)

Although these estimates were made on the basis of the best information available at the date of preparation of these consolidated financial statements on the events analysed, events that take place in the future might make it necessary to change these estimates (upwards or downwards) in coming years. Changes in accounting estimates would be applied prospectively, recognising the effects of the change in estimates in the related future financial statements.

In 2010, the Cementos Portland Valderrivas Group changed the estimated useful lives of certain assets of the cement business based on technical calculations and reports reviewed and verified by the leading manufacturers and installers of the assets which resulted in the useful lives of the assets being extended to a maximum of 30 years and reduced the amortization amount on the enclosed consolidated income statement by EUR 27,926,000.

4. CHANGES IN THE SCOPE OF CONSOLIDATION

The most noteworthy changes in the scope of consolidation in 2010 and 2009 were as follows:

a) Aquisitions

In 2010 there were no acquisitions worthy of note while in 2009 the energy business acquired the Olivento group, the owner of numerous wind farms located in Spain. Following is a detail of the main characteristics of this acquisition such as the date on which control was obtained, percentage of ownership, cost of the investment, financial statements included with respect to the business combination, allocation at fair value and goodwill.

Fiscal year 2009

Financial statements including business combinations	Olivento Group
Acquisition date	January
% ownership (nominal)	100 %
<u>A S S E T S</u>	
Non-current assets	904,907
Intangible assets	537,512
Property, plant and equipment	363,910
Other assets	3,485
Current assets	29,999
Trade and other accounts receivable	19,841
Other current assets	449
Cash and other cash equivalents	9,709
Total assets	934,906
<u>L I A B I L I T I E S</u>	
Equity	223,212
Equity attributable to the parent company	221,519
Minority interests	1,693
Non-current liabilities	117,342
Provisions	2,947
Deferred tax liabilities	114,395
Current liabilities	594,352
Current financial liabilities	580,840
Trade and other payables	13,512
Total liabilities	934,906

Allocations at fair value	Olivento Group
<u>A S S E T S</u>	
Intangible assets	447,520
Total allocations to assets	447,520
<u>L I A B I L I T I E S</u>	
Deferred tax liabilities	114,395
Total allocations to liabilities	114,395
Total net allocations	333,125

Goodwill	Olivento Group
Cost of acquisition	221,519
Equity attributable to the parent company	(36,129)
Goodwill of the company acquired	146,042
Difference on acquisition	331,432
Total net allocations	(333,125)
Allocations to minority interests	1,693
Allocation to goodwill on consolidation	—

b) Other changes in the scope of consolidation

Fiscal year 2010

On 28 December, Fomento de Construcciones y Contratas, S.A. and the Swiss company SGS, S.A. signed a contract for the sale of the vehicle inspection business (ITV) owned by the FCC Group in Spain and Argentina for EUR 180 million. The ITV business operated 43 locations in Spain and 32 in Argentina, contributing EUR 64 million in revenues in 2010. (Note 26.d)

Fiscal year 2009

On 10 September 2009, the company RB Business Holding, S.L. was absorbed by Realía Business S.A., which resulted in the termination of all clauses of the shareholders agreement of 8 May 2007 and the novation of that agreement signed on 31 December 2008, whereby it was agreed to return to joint management of Realía Business to the FCC Group and Caja Madrid. At the same time, Asesoría Financiera y de Gestión S.A. (Afigesa, a wholly-owned subsidiary of Fomento de Construcciones y Contratas S.A.) acquired 2.3% of the share capital of Realía Business S.A. for EUR 12,681 thousand following, bringing the direct stake of the FCC Group in Realía Business, S.A. to 30.23% at the end of 2009.

During the year, the company “FCC Global Insurance General Services, S.A.” was removed from the scope of consolidation of the FCC Group which generated before-tax profits of EUR 44,299 thousand (Note 26.d).

Within the framework of the agreements with Caja Madrid whereunder the interest in the concessions controlled by both companies were pooled in the jointly-controlled company Global Vía Infraestructuras, S.A., the FCC Group contributed thirteen concession operators with a consolidated value of EUR 74,531 thousand, resulting in before-tax profits of EUR 17,283 thousand. (Note 26.h)

5. ALLOCATION OF PROFIT (LOSS)

The FCC Group paid a total of EUR 291,236 thousand in dividends in 2010 (EUR 228,198 thousand in 2009) as broken down on the enclosed cash flow statement:

	2010	2009
Shareholders of Fomento de Construcciones y Contratas, S.A.	169,147	191,784
Minority shareholders of Cementos Portland Valderrivas Group	28,909	33,973
Other minority shareholders of the rest of the companies	3,180	2,441
	201,236	228,198

At the Annual General Meeting of Fomento de Construcciones y Contratas, S.A. held on 27 May 2010, the shareholders approved the distribution of the profit for 2009 through a total dividend of EUR 1.43 gross per share. The shareholders of Fomento de Construcciones y Contratas, S.A. received this amount through the payment of an interim dividend in January 2010 amounting to equal to 71.5% gross of the par value of the shares, i.e. EUR 0.715 per share (0.785 euros per share in 2009), and the payment of a final dividend in July 2010 equal to 71.5% gross of the par value of the shares, i.e. EUR 0.715 per share (0.785 euros per share in 2009).

On 16 December 2010, it was resolved to distribute to the shareholders of Fomento de Construcciones y Contratas, S.A. an interim dividend out of the profit for the year equal to 71.50 % gross of the par value of the shares, i.e. EUR 0.715 per share. The total amount of this dividend, EUR 88,746 thousand, was paid on or after 04 January 2011 on outstanding shares carrying dividend rights (Note 20.d).

In addition, to complete the dividend out of the 2010 profit of EUR 301,253 thousand attributable to the Parent of the FCC Group, Fomento de Construcciones y Contratas S.A., this Company will propose for the approval of the shareholders at the Annual General Meeting the distribution of a final dividend of EUR 0.715 per share which, together with the interim dividend, gives a total dividend of EUR 1.430 per share.

6. INTANGIBLE ASSETS

The details of the net intangible assets at 31 December 2010 and 2009 are as follows:

	Amortised	Accumulated depreciation	Impairment	Current Net
2010				
Concession (Note 10)	1,465,354	(421,124)	(3,362)	1,040,868
Goodwill	2,663,382	—	(49,632)	2,613,750
Other intangible assets	1,958,450	(547,551)	(1,836)	1,409,063
	6,087,186	(968,675)	(54,830)	5,063,681
2009				
Concession (Note 10)	1,349,733	(386,841)	(1,137)	961,755
Goodwill	2,653,073	—	(37,773)	2,615,300
Other intangible assets	1,897,940	(465,487)	(237)	1,432,222
	5,900,746	(852,328)	(39,147)	5,009,271

a) Concessions

This heading includes the intangible fixed assets pertaining to the service concession agreements (Note 10).

The details of this heading on the consolidated 2010 and 2009 balance sheets are as follows:

	Concessions	Accumulated amortisation	Impairment
Balance at 31.12.08	1,249,674	(343,462)	(1,137)
Additions or allocations	126,940	(44,865)	
Removals, write-offs, reductions	(24,773)	1,383	
Changes in consolidation scope, translation differences and other changes	(326)	1,887	
Transfers	(1,782)	(1,784)	
Balance at 31.12.09	1,349,733	(386,841)	(1,137)
Additions or allocations	162,350	(43,410)	(2,127)
Removals, write-offs, reductions	(68,811)	13,767	
Changes in consolidation scope, translation differences and other changes	(7,668)	50	(200)
Transfers	29,750	(4,690)	102
Balance at 31.12.10	1,465,354	(421,124)	(3,362)

The most significant additions in 2010 refer to the following concessions awarded to group companies: Aqualia Gestión Integral del Agua, S.A.: EUR 65,994 thousand; Cartagua, Aguas do Cartaxo, S.A.: EUR 23,000 thousand and Autovía Conquense, S.A.: EUR 22,410 thousand. In fiscal year 2009 they were as follows: Sociedad Concesionaria Tranvía de Murcia, S.A.: EUR 25,138 thousand; Sociedad Concesionaria del Túnel de Coatzacoalcos, S.A.: EUR 25,075 thousand and Autovía Conquense, S.A.: EUR 21,709 thousand.

The most notable removals in 2010 referred the sale of certain underground parking garages managed by Estacionamientos y Servicios, S.A. for EUR 65,752 thousand, a transaction that was part of the agreement signed during the year with an insurance companies whereunder a total of 31 parking garages totalling 10,500 parking spaces and valued at 120 million euros would be transferred (Note 26.d).

Notable in the caption titled “Changes in consolidation scope, translation differences and other changes” was a reduction of EUR 25,138 thousand due to a change in the consolidation method of Tranvía de Murcia which is now consolidated by equity (Note 11) and the effect of the appreciation of the Mexican peso against the euro which resulted in a translation gain of EUR 9,410 thousand for Túnel de Coatzacoalcos.

The interest capitalised in 2010 totalled EUR 7,809 thousand (EUR 4,580 thousand in 2009) and the accumulated interest capitalised totalled EUR 21,143 thousand (EUR 13,341 thousand in 2009).

b) Goodwill

The changes in goodwill in the accompanying consolidated balance sheet in 2010 and 2009 were as follows:

Balance at 31.12.08		2,556,385
Additions:		
Alpine Bau Group (*)	7,468	
Other	<u>1,351</u>	8,819
Changes in the scope of consolidation, translation differences and other changes:		
Waste Recycling Group	48,978	
Other	<u>1,989</u>	50,967
Impairment losses:		
Other	<u>(871)</u>	(871)
Balance at 31.12.09		2,615,300
Changes in the scope of consolidation, translation differences and other changes:		
Waste Recycling Group	22,061	
Other	<u>(6,611)</u>	15,450
Impairment losses:		
Flightcare Italia, SpA	<u>(17,000)</u>	(17,000)

Balance at 31.12.10

2,613,750

(*) Acquisitions of companies included in the consolidated group of the Alpine Bau Group.

The heading “Change in the scope of consolidation, translation differences and other changes” includes the effect of the appreciation of sterling compared to the euro which gave rise to an increase of EUR 22,061 thousand (EUR 48,978 thousand in 2009) in the goodwill associated with the UK WRG group, the original balance of which was EUR 875,173 thousand.

The details of goodwill at 31 December 2010 and 2009 on the consolidated balance sheet are as follows:

	2010	2009
Corporación Uniland Group	825,857	825,857
Waste Recycling Group	715,945	693,884
Alpine Bau Group	269,665	269,571
Cementos Portland Valderrivas, S.A.	226,269	226,269
Grupo .A.S.A.	138,145	138,089
Aqualia Gestión Integral del Agua, S.A.	80,410	80,410
Cementos Lemona Group	70,729	70,729
FCC Logística Group	58,956	58,956
FCC Environmental LLC.	49,815	46,208
Ekonor Group	43,027	43,140
Giant Cement Holding, Inc.	26,682	24,792
Marepa Group	20,247	20,247
FCC Servicios Industriales y Energéticos, S.A.	20,228	20,228
Tratamientos y Recuperaciones Industriales, S.A.	9,860	9,860
FCC Construcción de Centroamérica Group	8,460	8,460
Flightcare Belgium Naamloze Vennootschap	5,503	5,503
International Petroleum Corp. of Delaware	5,430	5,037
Canteras de Aláiz, S.A.	4,332	4,332
Flightcare Italia, SpA	4,220	21,220
Gonzalo Mateo Group	3,859	3,859
Cementos Alfa, S.A.	3,712	3,712
Áridos y Premezclados, S.A. Unipersonal	3,704	3,704
Flightcare, S.L.	3,116	3,116
Other	15,579	28,117
	2,613,750	2,615,300

The most significant estimates made and the analysis of the sensitivity of goodwill to impairment for the Corporación Uniland, Waste Recycling and Alpin Bau groups are discussed below:

- Corporación Uniland Group: The hypotheses for future income growth contemplate a future volume of cement consumption based on external, third party reports (OFICEMEN, etc.) along with the best estimates of the Group's Commercial Management, while future prices have been estimated based on the knowledge of each market in each geographical area and also considering the future evolution of the prices published by the European Central Bank. Based on the characteristics of the business, we have considered a ten-year timeframe, discounting the estimated cash flows at a discount rate of 7.17%. The growth rate used to calculate perpetual income was zero. The current cash flow forecasts would support an increase in the discount rate up to 8% and a decrease in quantity of about 12% without impairment.
- Waste Recycling Group. The future growth hypotheses take into account the maturation of business decisions taken by the company which are being implemented to adapt the company's revenue mix to market changes, such as recycling, wind power, biomass and contaminated soil. Given the structural characteristics of this type of business and the long useful lives of the business assets, a ten-year timeframe was used and the estimated cash flows were discounted using a discount rate of 6.47%. The growth considered for calculating perpetual income was 0. The current cash flow forecasts can support increases in the discount rate of about 40 basis points and a decrease in quantity of about 10% without impairment.
- Alpine Bau Group. It should be noted that the main hypotheses used forecast moderate income growth not exceeding 4.5% per annum for the five-year period covered by the cash flow forecasts. The discount rate used in this case was 7.37%. The growth rate used to calculate the value of perpetual income was 0. The cash flow forecasts support increases in the discount rate of about 200 basis points and decreases in excess of 20% in the quantity.

c) Other intangible assets

The details of this heading on the consolidated 2010 and 2009 balance sheets are as follows:

	Other intangible assets	Accumulated amortisation	Impairment
Balance at 31.12.08	1,321,255	(343,633)	(237)
Additions or allocations	40,180	(105,165)	—
Removals, write-offs, reductions	(2,484)	873	—
Changes in consolidation scope, translation differences and other changes	545,289	(19,974)	—
Transfers	(6,294)	2,412	—
Balance at 31.12.09	1,897,946	(465,487)	(237)
Additions or allocations	34,862	(105,186)	(1,799)
Removals, write-offs, reductions	(12,336)	10,041	—
Changes in consolidation scope, translation differences and other changes	36,493	13,809	200
Transfers	1,485	(728)	—
Balance at 31.12.10	1,958,450	(547,551)	(1,836)

This caption includes the operating rights associated with urban furniture contracts, the most noteworthy of which is the New York contract valued at EUR 452,082 thousand (EUR 441,525

thousand in 2009) (Note 2). The heading “Change in the scope of consolidation, translation differences and other changes” for 2009 includes the intangible assets of the Olivento Group in the amount of EUR 537,512 thousand (Note 4), primarily the rights to land on which the wind turbines are located.

7. PROPERTY, PLANT AND EQUIPMENT

The composition of property plant and equipment at 31 December 2010 and 2009 are as follows:

	Cost	Accumulated amortisation	Impairment	Current equity
2010				
Land and buildings	2,322,684	(654,579)	(38,952)	1,629,153
Land	909,499	(91,706)	(37,681)	780,112
Buildings for own use	1,413,185	(562,873)	(1,271)	849,041
Plant and other fixed assets	9,030,024	(4,818,240)	(7,200)	4,204,584
Plant	5,225,124	(2,530,955)	(4,966)	2,689,203
Machinery and vehicles	2,727,517	(1,664,633)	(609)	1,062,275
PPE under construction	175,031	—	—	175,031
Other PPE	902,352	(622,652)	(1,625)	278,075
	11,352,708	(5,472,819)	(46,152)	5,833,737
2009				
Land and buildings	2,273,986	(603,073)	(30,543)	1,640,370
Land	875,388	(82,057)	(29,490)	763,841
Buildings for own use	1,398,598	(521,016)	(1,053)	876,529
Plant and other fixed assets	8,759,636	(4,431,420)	(11,108)	4,317,108
Plant	4,860,102	(2,295,308)	(9,960)	2,554,834
Machinery and vehicles	2,661,993	(1,543,214)	(658)	1,118,121
PPE under construction	344,567	—	—	344,567
Other PPE	892,974	(592,898)	(490)	299,586
	11,033,622	(5,034,493)	(41,651)	5,957,478

In 2010 and 2009, the changes in the different PPE items were as follows:

	Land	Buildings For own use	Land and buildings	Plant and equipment	Machinery and vehicles	PPE under construction	Other equipment	Plant and other PPE	Accumulated Amortisation	Impairment
Balance at 31.12.08	868,229	1,297,397	2,165,626	4,151,840	2,488,357	355,898	848,199	7,844,294	(4,454,558)	(63,669)
Additions or allocations	9,812	25,138	34,950	56,412	214,856	217,004	72,027	560,299	(596,515)	19,997
Removals, write-offs, reductions	(1,143)	(13,674)	(14,817)	(24,419)	(112,032)	(27,345)	(32,881)	(196,677)	138,345	1,456
Changes in the scope of consolidation, translation differences and other changes	(3,320)	10,236	6,916	608,285	8,496	728	2,315	619,824	(130,011)	1,383
Transfers	1,810	79,501	81,311	67,984	62,316	(201,718)	3,314	(68,104)	8,246	(818)
Balance at 31.12.09	875,388	1,398,598	2,273,986	4,860,102	2,661,993	344,567	892,974	8,759,636	(5,034,493)	(41,651)
Additions or allocations	18,050	24,203	42,253	31,239	146,540	153,902	45,131	376,812	(578,439)	(4,864)
Removals, write-offs, reductions	(6,428)	(35,726)	(42,154)	(24,759)	(142,953)	(4,535)	(51,057)	(223,304)	177,793	7,485
Changes in the scope of consolidation, translation differences and other changes	7,125	13,887	21,012	113,006	11,545	30,120	9,922	164,593	(45,038)	(7,122)
Transfers	15,364	12,223	27,587	245,536	50,392	(349,023)	5,382	(47,713)	7,358	—
Balance at 31.12.10	909,499	1,413,185	2,322,684	5,225,124	2,727,517	175,031	902,352	9,030,024	(5,472,819)	(46,152)

The most significant additions in 2010 refer to the investments made in connection with service contracts, primarily by Fomento de Construcciones y Contratas, S.A. in the amount of EUR 78,849 thousand (EUR 155,659 thousand in 2009) and investments in the construction business, primarily in the Alpine Bau group, in the amount of EUR 62,682 thousand (EUR 97,369 thousand in 2009).

“Disposals or Reductions” includes inventory disposals and reductions relating to assets which, in general, have been depreciated substantially in full since they have reached the end of their useful lives.

The heading “Change in the scope of consolidation, translation differences and other changes” includes the effect of the appreciation of sterling compared to the euro which gave rise to an increase of EUR 82,912 thousand in the property, plant and equipment contributed by the WRG and Giant Cement groups, while in 2009 the Group acquired the assets of the Olivento Group valued at EUR 363,910 thousand (Nota 4). Also notable are the effects of the appreciation of the pound sterling compared to the euro, which increased the value of the property, plant and equipment contributed by the English group, WRG, by EUR 100,318 thousand.

The interest capitalised in 2010 totalled EUR 1,842 thousand (EUR 9,012 thousand in 2009) and the accumulated interest capitalised totalled EUR 60,060 thousand (EUR 56,622 thousand in 2009).

The Group companies take out as much insurance as is considered necessary to cover the risks to which the property, plant and equipment may be exposed. At the end of the year, the parent company deemed that these risks were adequately covered.

Fully depreciated property, plant and equipment which, being in good working order, are used in production amounted to EUR 2,375,943 thousand at 31 December 2010 (31 December 2009: EUR 2,144,412 thousand).

As explained in Note 27, of the total property, plant and equipment in the accompanying consolidated balance sheet for 2010, EUR 3,309,959 thousand (2009: EUR 3,309,291 thousand) were located abroad.

Restrictions on ownership of assets

Of the total property, plant and equipment in the consolidated balance sheet at 31 December 2010, there are restrictions on title to assets amounting to EUR 1,197,543 thousand (31 December 2009: EUR 1,310,347 thousand), the details being as follows:

	Cost	Accumulated depreciation	Net value
2010			
Buildings, plant and equipment	2,313,516	(1,333,041)	980,475
Other PPE	357,737	(140,669)	217,068
	2,671,253	(1,473,710)	1,197,543
2009			

Buildings, plant and equipment	2,395,838	(1,246,454)	1,149,384
Other PPE	289,413	(128,450)	160,963
	2,685,251	(1,374,904)	1,310,347

The Group's assets subject to restrictions on title relate to non-current assets held under finance leases or other financing arrangements, as indicated in Note 9 and to revertible assets assigned to the operation of concessions and other contracts.

Acquisition commitments

In the course of their business activities, the Group companies had formalised property, plant and equipment purchase commitments amounting to EUR 4,520 thousand at 31 December 2010 (31 December 2009: EUR 42,777 thousand), the details being as follows:

	2010	2009
Buildings for own use	1,182	28,526
Plant	722	12,683
Machinery and vehicles	2,416	1,183
Other PPE	200	385
	4,520	42,777

8. INVESTMENT PROPERTIES

The heading of investment property on the consolidated balance sheet includes the net value of the land, buildings and other structures held either to earn rentals or, as the case may be, for capital appreciation when sold in the future at a higher market price. The Torre Picasso building which is owned entirely by the FCC Group leases office space, commercial premises and parking spaces.

The composition of the investment property heading at 31 December 2010 and 2009 is as follows:

	Cost	Accumulated depreciation	Net value
2010			
Investment properties			
Torre Picasso	296,079	(60,636)	235,443
Other	26,510	(2,920)	23,590
	322,589	(63,556)	259,033
2009			
Investment properties			
Torre Picasso	294,838	(56,641)	238,197
Other	28,618	(2,722)	25,896

	Cost	Accumulated depreciation	Net value
	323,456	(59,363)	264,093

The details of the changes in in 2010 and 2009 are as follows:

	Torre Picasso	Other	Total
Balance at 31.12.08	240,666	23,253	263,919
Additions	1,403	2,941	4,344
Outflows	(39)	(413)	(452)
Depreciation charge and allowances	(3,833)	(210)	(4,043)
Changes in the scope of consolidation, translation differences and other changes	—	(4,319)	(4,319)
Transfers	—	4,644	4,644
Balance at 31.12.09	238,197	25,896	264,093
Additions	1,243	2,862	4,105
Outflows	(2)	(228)	(230)
Depreciation charge and allowances	(3,995)	(223)	(4,218)
Changes in the scope of consolidation, translation differences and other changes	—	(91)	(91)
Transfers	—	(4,626)	(4,626)
Balance at 31.12.10	235,443	23,590	259,033

Torre Picasso's revenues in 2010 and 2009 were as follows:

	2010	2009
Lease income	25,371	26,127
Transfer of costs to tenants	7,184	7,185
Operating profit net of taxes	12,572	13,202

The minimum future lease payments receivable by Torre Picasso at 31 December 2010 and 2009 under current leases, without taking future rents adjustments into account, were as follows:

	2010	2009
Up to one year	24,208	25,812
Between one and five years	57,821	69,832
More than five years	1,377	18,112
	83,406	113,756

The fair value of the Torre Picasso buildings is higher than the carrying value.

According to the obligations assumed under the EUR 250,000 thousand financing agreement signed on 18 December 2009 by the FCC Group as the owner of the Torre Picasso building (Note 20), the building is mortgaged and the rights to the rental payments under current and future leases are pledged for the next 15 years. The FCC Group has also assumed the commitment to make the investments which are needed to keep the building in a proper state of maintenance and conservation.

At the end of 2010 the Group did not have any firm commitments to purchase or invest in property and, except as indicated in the preceding paragraph, there were no contractual obligations relating to repairs, maintenance or improvements except as mentioned above.

9. LEASES

a) Financial lease

The characteristics of the finance leases at the end of 2010 and 2009 and their cash flows are shown below:

	Movable property	Real estate	TOTAL
2010			
Net carrying value	195,802	19,321	215,123
Accumulated depreciation	95,281	3,929	99,210
Cost of assets	291,083	23,250	314,333
Financial expense	29,283	8,765	38,048
Cost of capitalised assets	320,366	32,015	352,381
Lease payments in prior years	(105,655)	(10,479)	(116,134)
Instalments paid in the year	(70,474)	(522)	(70,996)
Lease payments outstanding, including purchase option	144,237	21,014	165,251
Unaccrued finance expenses	(6,879)	(4,278)	(11,157)
Current value of lease payments outstanding, including purchase option	137,358	16,736	154,094
Contract term (years)	2 - 5	10	
Value of purchase option	9,466	10,721	20,187

	Movable property	Real Estate	Total
2009			
Net carrying value	243,902	19,985	263,887
Accumulated depreciation	91,669	3,265	94,934
Cost of assets	335,571	23,250	358,821
Financial expense	27,846	8,935	36,781
Cost of capitalised assets	363,417	32,185	395,602

Lease payments in prior years	(119,991)	(8,990)	(128,981)
Instalments paid in the year	(82,240)	(637)	(82,877)
Lease payments outstanding, including purchase option	161,186	22,558	183,744
Unaccrued finance expenses	(7,335)	(4,822)	(12,157)
Current value of lease payments outstanding, including purchase option	153,851	17,736	171,587
Contract term (years)	2 - 5	10	
Value of purchase option	10,888	10,721	21,609

The details, by maturity, of the reconciliation of the total amount of the lease payments to their present value at the balance-sheet dates of 31 December 2010 and 2009 are as follows:

	Up to one year	1 - 5 Years	More than five Years	Total
2010				
Lease payments outstanding, including purchase option	77,376	78,415	9,460	165,251
Unaccrued finance expenses	(5,224)	(5,294)	(639)	(11,157)
Current value of lease payments outstanding, including purchase option	72,152	73,121	8,821	154,094
2009				
Lease payments outstanding, including purchase option	76,163	88,559	19,022	183,744
Unaccrued finance expenses	(5,039)	(5,859)	(1,259)	(12,157)
Current value of lease payments outstanding, including purchase option	71,124	82,700	17,763	171,587

The finance leases arranged by the Group companies do not include lease payments the amount of which must be determined on the basis of future economic events or indices and, accordingly, in 2009 no expense was incurred in connection with contingent rent.

b) Operating leases

As the lessee, the operating lease payments recognised as an expense at 31 December 2010 totalled EUR 375,669 thousand (EUR 375,466 thousand at 31 December 2009). These payments refer primarily to leased construction machinery and leased constructions for the Group's business activities.

One of the most notable leases was the one signed by Fomento de Construcciones y Contratas, S.A. and Hewlett Packard Servicios España, S.L. on 19 November de 2010 to outsource the Group's information technology services in order to make them more efficient, more flexible and more competitive at the international level. The seven-year contract that will take effect in fiscal year 2011 with a total cost of EUR 230,915 thousand basically explains the significant increase in the committed payments shown on the following table:

At year end there are non-cancellable future payment obligations amounting to EUR 801,805 thousand (2009: EUR 484,089 thousand) mainly in relation to operating leases on buildings and

structures and the operation of information infrastructures. The details of the future minimum payments at 31 December 2010 and 2009 are as follows:

	2010	2009
Up to one year	148,815	102,073
Between one and five years	472,600	295,415
More than five years	180,390	86,601
	801,805	484,089

In its position as lessor, practically all of the income from operating leases recognised on the income statement come from the operation of the Torre Picasso building (Note 8).

10. SERVICE CONCESSION AGREEMENTS

This note presents an overview of all the Group's investments in the concessions recognised under different headings on the asset side of the consolidated balance sheet.

The following table sets forth the total investments made by the Group companies in concessions, which are included under "Property, Plant and Equipment", "Intangible Assets" and "Investments in Associates" in the accompanying consolidated balance sheets at 31 December 2010 and 2009.

	Intangible assets	Financial assets	Joint ventures	Associated enterprises	Total investment
2010					
Water services	1,169,343	20,110	49,878	1,902	1,241,233
Motorways and tunnels	46,052	—	536,961	40,040	623,053
Other	249,959	73,538	211	53,393	377,101
TOTAL	1,465,354	93,648	587,050	95,335	2,241,387
Depreciation/ amortisation	(421,124)	—	—	—	(421,124)
Impairment	(3,362)	—	—	—	(3,362)
	1,040,868	93,648	587,050	95,335	1,816,901
2009					
Water services	1,027,304	16,608	68,918	12,562	1,125,392
Motorways and tunnels	25,375	—	481,583	38,052	545,010
Other	297,054	89,365	322	14,826	401,567
TOTAL	1,349,733	105,973	550,823	65,440	2,071,969
Depreciation/	(386,841)	—	—	—	(386,841)

amortisation					
Impairment	(1,137)	—	—	—	(1,137)
	961,755	105,973	550,823	65,440	1,683,991

Under the concession contracts and during the term thereof, the concession operators in which the Group holds ownership interests are obliged to purchase or construct property, plant and equipment items assigned to the concessions amounting to EUR 111,135 thousand at 31 December 2010 (EUR 120,424 thousand at 31 December 2009)

11. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

This heading includes the value of the investments in companies accounted for using the equity method, which comprises both the equity interest and the non-current loans granted to these companies, and the jointly controlled entities that, as indicated in Note 2.b), were accounted for using the equity method.

	2010	2009
Joint ventures	878,712	855,618
Associated enterprises	344,183	290,136
	1,222,895	1,145,754

In the years ended 31 December 2010 and 2009 there were no impairment losses, since the fair market value was equal to or higher than the values obtained by applying the method described in the preceding paragraph.

The detail, by company, of “Investments Accounted for Using the Equity Method” is disclosed in Appendixes II and III to these consolidated financial statements.

a) Joint ventures

The changes in 2010 and 2009 are as follows:

	Acquisitions and disbursements	Profit (loss) for for year	Dividends paid	Changes in fair value of financial instruments recognised in reserves	Sales	Changes in consolidation method and y transfers	Exchange difference and other movements	Value of the investment	Credit facilities granted	Total
Balance at 31.12.08	—	—	—	—	—	—	—	747,132	29,131	776,263
Grupo Realía Business	12,681	(16,444)	—	(4,019)	—	—	(7,326)	(15,108)	50,654	35,546
Grupo Global Vía	31,864	(11,259)	—	(3,743)	—	117,217	30,076	164,155	—	164,155
Participadas grupo Uniland	—	5,578	—	—	(134,585)	—	—	(129,007)	—	(129,007)
Grupo Proactiva	—	4,351	—	—	—	—	(4,573)	(222)	—	(222)
Mercia Waste Management Ltd,	—	2,597	—	—	—	—	479	3,076	—	3,076
Valenciana de Servicios ITV, S.A,	—	1,385	(1,150)	—	—	—	—	235	—	235
Other	2,835	5,598	(4,395)	541	—	—	(1,600)	2,979	2,593	5,572
Total 2009	47,380	(8,194)	(5,545)	(7,221)	(134,585)	117,217	17,056	26,108	53,247	79,355
Balance at 31.12.09								773,240	82,378	855,618
Grupo Realía Business	112	337	—	(9,242)	—	—	279	(8,514)	1,877	(6,637)
Grupo Global Vía	—	(20,552)	—	(9,183)	—	—	32,324	2,589	—	2,589
Sdad, Sociedad Concesionaria Tranvía de Murcia, S.A,	—	—	—	—	—	15,948	—	15,948	6,500	22,448
Grupo Proactiva	—	5,563	—	1,530	—	—	(3,734)	3,359	—	3,359
FCC Energía, S.A,	—	3,751	—	—	—	(3,751)	—	—	—	—
Mercia Waste Management Ltd,	—	1,569	—	—	—	—	305	1,874	—	1,874
Valenciana de Servicios ITV, S.A,	—	1,511	(1,385)	—	(3,289)	—	—	(3,163)	—	(3,163)
Ecoparc del Besós, S.A,	—	1,089	—	—	—	—	—	1,089	—	1,089
Atlas Gestión Medioambiental, S.A,	—	782	(1,000)	—	—	—	—	(218)	—	(218)
Other	—	8,173	(5,428)	512	—	—	(33)	3,224	(1,471)	1,753
Total 2010	112	2,223	(7,813)	(16,383)	(3,289)	12,197	29,141	16,188	6,906	23,094
Balance at 31.12.10								789,428	89,284	878,712

The most significant changes to the table shown above occurred in 2009 due to the transfer of the concession companies of the FCC Group to the Global Vía Infraestructuras Group (Note 4) and the disposal of the companies Cementos Avellaneda, S.A. and Cementos Artigas, S.A. by the Uniland Group.

The detail of the assets, liabilities, revenue and profit or loss for 2010 and 2009 of the associates and joint ventures, in proportion to the ownership interests held therein, based on the information included in the respective financial statements, is as follows:

	2010	2009
Non-current assets	2,596,336	2,449,364
Current assets	904,191	825,460
Non-current liabilities	1,824,410	1,683,050
Current liabilities	632,494	631,100
Profit/loss		
Revenue	774,960	656,359
Operating results	117,776	78,437
Profit before taxes	14,016	(12,888)
Result attributed to the parent company	2,223	(13,462)

The joint ventures engage mainly in the operation of concessions such as motorways, tunnels, passenger transport and real estate, which is broken down into real estate investment and sales of finished residential real estate, activities which are handled by Global Vía Infraestructura, S.A. and Realía Business, S.A., respectively.

With regard to the joint ventures with companies outside the FCC Group, guarantees have been provided in the amount of EUR 323,136 thousand (EUR 234,387 thousand in 2009), most to public entities and private clients to guarantee the successful fulfilment of the Group's contractual obligations.

b) Associates

The changes in 2010 and 2009 are as follows:

	Acquisitions and disbursements	Profit (loss) for year	Dividends paid	Changes in fair value of financial instruments recognised in reserves	Sales	Changes in consolidation method and transfers	Exchange difference and other movements	Value of the investment	Credit facilities granted	Total
Balance at 31.12.08	—	—	—	—	—	—	—	275,873	64,469	340,342
Shariket Miyeh Ras Djinet, SpA	2,233	—	—	—	—	—	556	2,789	—	2,789
Nova Bocana Barcelona, S.A.	4,058	(221)	—	(633)	—	—	—	3,204	—	3,204
Urbs Iudex et Causidicus, S.A.	—	1,042	—	(320)	—	—	—	722	—	722
Torres Porta Fira, S.A.	—	9,350	(9,710)	—	—	—	(12)	(372)	—	(372)
Gestión Integral de Residuos Sólidos, S.A.	—	26	(917)	—	—	—	—	(891)	(396)	(1,287)
Metro de Malaga, S.A.	—	—	—	—	—	(23,171)	—	(23,171)	—	(23,171)
Autovía Necaxa - Tihuatlan, S.A. de C.V.	—	—	—	—	—	(11,403)	—	(11,403)	—	(11,403)
Transportes Ferroviarios de Madrid, S.A.	—	—	—	—	—	(15,923)	—	(15,923)	—	(15,923)
Other	1,865	(8,096)	(5,806)	(1,870)	—	(14,632)	5,711	(22,828)	18,063	(4,765)
Total 2009	8,156	2,101	(16,433)	(2,823)	—	(65,129)	6,255	(67,873)	17,667	(50,206)
Balance at 31.12.09								208,000	82,136	290,136
Shariket Miyeh Ras Djinet, SpA	971	858	—	—	—	—	219	2,048	—	2,048
Shariket Tahlya Miyah Mostaganem, S.p.A.	1,489	2,777	—	—	—	—	459	4,725	—	4,725
Urbs Iustitia Commodo Opera, S.A.	2,417	—	—	—	—	—	—	2,417	—	2,417
Concessió Estacions Aeroport L9, S.A.	—	12,666	—	6,782	—	—	—	19,448	11,410	30,858
Nigh South WestvHealth Partn.Ltd.	—	(1,705)	—	(14,954)	—	—	6	(16,653)	3,964	(12,689)
N6 (Construction) Limited	—	(12,731)	—	—	—	—	—	(12,731)	—	(12,731)
M50 (D&C) Limited	—	(4,498)	—	—	—	—	—	(4,498)	—	(4,498)
FCC Elliot construction Limited	—	3,639	(2,307)	—	—	—	14	1,346	—	1,346
Urbs Iudex et Causidicus, S.A.	—	1,056	—	(2,378)	—	—	—	(1,322)	—	(1,322)
Cedinsa	5,576	(1,060)	—	(2,126)	—	—	—	2,390	—	2,390
Group Company	—	1,148	—	—	—	—	(1,222)	(74)	17,905	17,831
Aguas de Ubrique, S.A.	—	2,034	—	—	—	—	1,014	3,048	1,867	4,915
Orasqualia Construction, S.A.E.	4	2,571	—	—	—	—	(53)	2,522	4,027	6,549
Other	2,040	1,356	(5,486)	296	(184)	—	2,304	326	11,882	12,208
Total 2010	12,497	8,111	(7,793)	(12,380)	(184)	—	2,741	2,992	51,055	54,047
Balance at 31.12.10								210,992	133,191	344,183

There were no significant changes in the value of the associated in either fiscal year. However, in 2009 the concession companies valued at EUR 74,531 thousand were transferred to Global Vía Infraestructuras, S.A.

The detail of the assets, liabilities, revenue and profit or loss for 2010 and 2009 of the associates and joint ventures, in proportion to the ownership interests held therein, is as follows:

	2010	2009
Non-current assets	1,424,794	1,102,497
Current assets	418,658	400,987
Non-current liabilities	1,228,387	650,330
Current liabilities	411,072	657,444
Revenue	339,376	423,094
Operating results	53,714	23,502
Profit before taxes	15,856	3,574
Result attributed to the parent company	8,111	2,101

12. JOINTLY MANAGED CONTRACTS

The Group companies undertake certain of their business activities through contracts that the FCC Group operates jointly with other non-Group companies, mainly by means of unincorporated joint ventures. These jointly managed contracts were proportionately consolidated, as indicated in Note 2.b) above, "Jointly managed business".

Following are the main aggregates of the jointly operated contracts included in the various headings in the accompanying consolidated balance sheet and consolidated income statement, in proportion to the percentage of ownership held therein, at 31 December 2010 and 2009:

	2010	2009
Non-current assets	140,654	141,342
Current assets	1,486,208	1,427,091
Non-current liabilities	23,384	20,224
Current liabilities	1,132,017	1,099,080
Profit/loss		
Revenue	1,567,275	1,592,824
Gross operating profit	105,166	138,002
Net operating profit	72,137	116,591

At 2010 year-end, the property, plant and equipment purchase commitments made directly by the joint ventures amounted to EUR 37,935 thousand (2009: EUR 5,665 thousand), calculated on the basis of the percentage interest held by the Group companies.

The contracts managed through unincorporated joint ventures, joint property entities, silent participation agreements, economic interest groupings and other entities of a similar legal nature require the venturers to share joint and several liability for the business activity carried on.

Guarantees amounting to EUR 323,136 thousand (2009: EUR 234,387 thousand) were provided, mostly to government agencies and private customers, for contracts managed jointly with non-Group third parties, as security for the performance of construction projects and urban cleaning contracts.

13. NON-CURRENT FINANCIAL ASSETS AND OTHER CURRENT FINANCIAL ASSETS

The most significant items under “Non-Current Financial Assets” and “Other Current Financial Assets” in the accompanying consolidated balance sheet are as follows:

a) Non-current financial assets

The breakdown of the non-current financial assets at 31 December 2010 and 2009 is as follows:

	2010	2009
Available-for-sale financial assets	70,274	59,518
Non-current loans	198,918	172,454
Held-to-maturity investments	9,096	10,917
Non-current collection rights, concession contracts (Notes 3.a and 10)	88,674	94,089
Other financial assets	48,837	67,046
	415,799	404,024

a.1) Available-for-sale financial assets

Breakdown of the balance at 31 December 2010 and 2009:

	% effective ownership	Fair value
2010		
Ownership interest of 5% or more:		
Equipamientos Urbanos de México, S.A. de C.V.	50.00	12,234
World Trade Center Barcelona, S.A.	16.52	11,422
Vertederos de Residuos, S.A.	16.03	8,998
Consorcio Traza, S.A.	16.60	8,925
M. Capital, S.A.	11.18	1,026
Build2Edifica, S.A.	15.45	700
Sierra de Mías, S.A.	10.00	403
Uncona, S.A.	9.64	605
Shopnet Brokers, S.A.	14.88	—
Other		3,401
Ownership interest less than 5%:		
Xfera Móviles, S.A.	3.44	2,030
Alpine Bau investments		16,643
Other		3,887
		70,274
2009		
Ownership interest of 5% or more:		
Equipamientos Urbanos de México, S.A. de C.V.	50.00	12,234
World Trade Center Barcelona, S.A.	16.52	11,422
Vertederos de Residuos, S.A.	16.03	7,050
Consorcio Traza, S.A.	16.60	1,365
M. Capital, S.A.	16.76	1,214
Build2Edifica, S.A.	15.45	901
Sierra de Mías, S.A.	10.00	403
Uncona, S.A.	9.64	605
Shopnet Brokers, S.A.	15.54	—
Other		2,461
Ownership interest less than 5%:		
Xfera Móviles, S.A.	3.44	—
Alpine Bau investments		17,193
Other		4,670
		59,518

At 31 December 2010, the Company had also provided guarantees for Xfera Moviles, S.A. totalling EUR 3.995 thousand. Fomento de Construcciones y Contratas, S.A. has a put option on the portfolio of Xfera Moviles, S.A. that is symmetrical to the call option held by Sonera Holding B.V. These rights can only be exercised on the maturity date in 2011, provided that certain terms and conditions are met, including most notably that Xfera Moviles, S.A. generates profit over two consecutive years prior to the aforementioned maturity date.

Additionally, the 50% ownership interest in the share capital of the Eumex Group is recognised as an available-for-sale financial asset since the circumstances that gave rise to the loss of significant influence over this group in 2006 have not changed.

The changes in the available-for-sale financial assets in 2010 and 2009 were as follows:

	Cost	Impairment	Disposals and reductions	Changes in scope of consolidation, translation differences and other changes	Net carrying amount	Changes in fair value	Fair value
Balance at 31.12.08					82,657	(7,314)	75,343
Equipamientos Urbanos de México, S.A. de C.V.	—	—	—	—	—	(1,263)	(1,263)
Xfera Móviles, S.A. (Note 26.f)	4,644	(18,443)	—	—	(13,799)	—	(13,799)
SCL Terminal Aéreo de Santiago, S.A.	—	—	(4,088)	—	(4,088)	—	(4,088)
Consortio Traza, S.A.	1,365	—	—	—	1,365	—	1,365
Other	438	—	—	1,429	1,867	93	1,960
<i>Total 2009</i>	<i>6,447</i>	<i>(18,443)</i>	<i>(4,088)</i>	<i>1,429</i>	<i>(14,655)</i>	<i>(1,170)</i>	<i>(15,825)</i>
Balance at 31.12.09					68,002	(8,484)	59,518
Xfera Móviles, S.A. (Note 26.f)	2,030	—	—	—	2,030	—	2,030
Vertederos de Residuos, S.A.	—	—	—	—	—	1,947	1,947
Consortio Traza, S.A.	7,560	—	—	—	7,560	—	7,560
Other	659	(271)	(723)	(251)	(586)	(195)	(781)
<i>Total 2010</i>	<i>10,249</i>	<i>(271)</i>	<i>(723)</i>	<i>(251)</i>	<i>9,004</i>	<i>1,752</i>	<i>10,756</i>
Balance at 31.12.10					77,006	(6,732)	70,274

a.2) Non-current loans

The non-current loans granted by Group companies to third parties mature as follows:

	2012	2013	2014	2015	2016 and thereafter	Total
Non-trade debtors	23,072	20,981	15,233	14,006	125,626	198,918

The non-trade loans include mainly the amounts granted to government agencies for the financing of infrastructures and refinancing of debt in the water service and urban cleaning businesses, at market interest rates.

There were no events during the year that raised doubts concerning the recovery of these loans.

a.3) Other financial assets

The contractual maturities of the financial liabilities at 31 December 2010 were as follows:

	2012	2013	2014	2015	2016 and thereafter	Total
Derivatives (Note 22)	5,402	9,273	1,149	—	3,444	19,268
Deposits and guarantees	2,299	589	170	403	26,108	29,569
	7,701	9,862	1,319	403	29,552	48,837

This heading includes EUR 12,920 thousand in respect of the measurement of the call option and cash flow swap arranged by the Parent within the framework of the share option plan agreed with executives and executive directors (Note18).

It also includes a trigger call on the convertible bond issue that is explained in Note 17.e).

The deposits and guarantees relate mainly to those required legally or contractually in the course of the Group companies' activities, such as deposits for electricity connections, construction completion bonds, property lease guarantee deposits, etc.

b) Other current financial assets

The breakdown of the balance at 31 December 2010 and 2009 is as follows:

	2010	2009
Negotiable financial assets	1,989	1,939
Equity investment funds	1,989	1,939
Held-to-maturity investments	5,541	21,583
Promissory notes	—	5,700
Government debt securities	1,529	7,557
Fixed-income investment funds	4,012	8,326
Other loans	178,138	154,075
Loans to non-Group third parties	68,994	69,392
Loans to associated enterprises	84,419	74,502
Deposits at bank	24,725	10,181
Deposits and guarantees given	35,121	41,499
Current collection rights, service concession agreements	4,974	11,884
	225,763	230,980

This heading in the accompanying consolidated balance sheet includes current financial investments which, maturing at more than three months in order to cater for certain specific cash situations, are classified as held-for-trading financial assets, held-to-maturity investments assets or other loans based on the initial nature of the investments.

These assets are unrestricted as to their use, except for “Deposits and Guarantees Given”, which relate to amounts paid to secure certain contracts which will be recovered once the contracts expire.

The average rate of return obtained in this connection is the market return according to the term of each investment.

14. INVENTORIES

The breakdown of the inventories at 31 December 2010 and 2009 is as follows:

	2010	2009
Property assets	522,397	468,089
Raw materials and other supplies	436,919	470,588
Construction	271,887	299,213
Cement	107,629	107,743
Versia	27,543	33,592
Environmental services	28,262	29,130

Otras actividades	<u>1,598</u>	<u>910</u>
Finished products	44,091	48,658
Prepayments	134,968	115,947
	1,138,375	1,103,282

The main real estate products refer to land for sale, most of which was acquired in exchange for work completed or scheduled to be done by the subgroup FCC Construcción, which at 31 December 2010 included: land in Tres Cantos (Madrid) for EUR 85,162 thousand, plots in Sant Joan Despi (Barcelona) totalling EUR 56,453 thousand, properties in Badalona (Barcelona) amounting to EUR 46,167 thousand and properties Ensanche de Vallecas (Madrid) totalling EUR 25,206 thousand.

The sum of EUR 149,488 recorded under the heading of real estate products in progress (EUR 119,056 thousand in 2009) refers to property which will be sold to clients EUR 263,170 thousand (EUR 164,244 thousand in 2009). The advances paid by certain clients towards these “real estate products” are guaranteed by insurance contracts or bank bonds, as required by Law 57/68 of 27 July, as amended by Law 38/99 of 5 November.

There were no commitments to purchase any significant property assets at year end.

The raw materials and other procurements include the installations required to execute construction work that have not yet been included in the construction projects, storable construction materials and items, materials for the assembly of street furniture, replacement parts, fuel and other materials required to carry on the business activities.

At 31 December 2010, impairment losses on inventories totalled EUR 13,138 thousand (EUR 12,293 thousand in 2009).

At 31 December 2010, there were no material differences between the carrying amount of the assets recognised and their fair value.

15. TRADE AND OTHER RECEIVABLES

a) Clients for sales and services rendered

This heading in the accompanying consolidated balance sheet includes the present value of the uncollected revenue, valued as indicated in Note 3.r), contributed by the Group’s various lines of business and forming the basis of the profit from operations.

The detail of the balance of accounts receivable from non-Group debtors at 31 December 2010 and 2009 is as follows:

	2010	2009
Progress billings receivable and trade receivables for sales	3,670,395	3,743,453
Amounts to be billed for work performed	875,895	802,968
Retentions	103,261	108,550
Production billed to associates not yet collected	289,023	239,689
Clients for sales and services rendered	4,938,574	4,894,660
Downpayments from customers	(936,794)	(1,073,423)
Total net balance of trade receivables for sales and services	4,001,780	3,821,237

The foregoing total is the net balance of trade receivables after considering the adjustments for the risk of doubtful debts amounting to EUR 193,233 thousand (31 December 2009: EUR 176,600 thousand) and after deducting the balance of “Trade Payables – Advances Received on Orders” on the liability side of the accompanying consolidated balance sheet. This item also includes the collected and uncollected prebillings and the advances received for land.

“Progress Billings Receivable and Trade Receivables for Sales” reflects the amount of the completed project and services progress billings receivable at the consolidated balance sheet date.

The difference between the amount of the production recognised from inception of each project and contract in progress, measured as explained in Note 3.r) and the amount billed up to the date of the consolidated financial statements is included under “Amounts to Be Billed for Work Performed”.

The Group companies assign trade receivables to banks, without the possibility of recourse against them in the event of non-payment. The balance of accounts receivable was reduced by EUR 574,236 thousand in this connection at 31 December 2010 (31 December 2009: EUR 351,721 thousand). This amount was deducted from “Certified unpaid production and sales receivables”. Future collection rights arising from construction project contracts awarded under the lump-sum payment method were sold for EUR 219,975 thousand (31 December 2009: EUR 204,464 thousand). This amount was deducted from the balance of “Amounts to Be Billed for Work Performed”.

b) Other receivables

The breakdown of “Other Receivables” at 31 December 2010 and 2009 is as follows:

	2010	2009
VAT refundable (Note 23)	175,878	159,300
Other tax receivables (Note 23)	61,049	59,559
Other receivables	271,942	197,789
Advances and loans to personnel	5,914	3,835
Total other receivables	514,783	420,483

16. CASH AND EQUIVALENT LIQUID ASSETS

The main aim of cash management at the FCC Group is to optimise the cash position by controlling liquidity and endeavouring, through the efficient management of funds, to keep the balance of the Group's bank accounts as low as possible, and, in the event of cash shortfalls, to use financing lines in the most efficient manner for the Group's interests.

The cash of the subsidiaries directly or indirectly wholly-owned by Fomento de Construcciones y Contratas, S.A. is managed on a centralised basis. The cash positions of these subsidiaries are managed by the parent company as a means of optimising the Group's financing options.

The details, by item, of "Cash and Cash Equivalents" are as follows:

	2010	2009
Cash at bank and in hand	1,173,479	1,132,128
Held-for-trading fixed income securities	77,212	106,577
Held-to-maturity fixed income securities	418,784	410,694
Other	9,176	5,063
	1,678,651	1,654,462

The breakdown, by currency, of the cash and cash equivalent position in 2010 and 2009, including current financial assets (see Note 13), is as follows:

	2010	2009
Cash and cash equivalents	1,678,651	1,654,462
Other current financial assets	225,763	230,980
Total	1,904,414	1,885,442

	2010	2009
Euro	1,467,689	1,547,029
Dollar	72,798	29,909
Pound sterling	113,290	126,248
Czech koruna	53,544	32,355
Europe (other currencies)	119,520	82,636
Latin America (diverse currencies)	31,916	31,846
Other	45,657	35,419
Total	1,904,414	1,885,442

17. EQUITY

The accompanying consolidated statements of changes in equity for the years ended 31 December 2010 and 2009 show the changes in equity attributable to the shareholders of the Parent and to the minority interests in those years.

I. Equity attributable to the Parent

a) Capital

The share capital of Fomento de Construcciones y Contratas, S.A. consists of 127,303,296 ordinary bearer shares of EUR 1 par value each.

All the shares carry the same rights and have been fully subscribed and paid.

The shares of Fomento de Construcciones y Contratas, S.A. are part of the exclusive Ibex 35 index. They are publicly listed on the Madrid, Barcelona, Bilbao and Valencia Stock Exchanges and are traded through the Spanish Stock Market Interconnection System.

The only investment of 10% or more owned directly or indirectly (through subsidiaries) by other companies, according to the information provided pursuant to current legislation, is that held by B-1998, S.L., which has a direct and indirect ownership interest of 53.829% in the share capital.

The company, B-1998, S.L., in which Esther Koplowitz Romero de Juseu, Simante, S.L., Larranza XXI, S.L. and Eurocis, S.A. have direct or indirect ownership interests of 89.653%, 5.339% and 5.008%, respectively, has certain obligations to its shareholders which are recorded and published by the Comisión Nacional del Mercado de Valores (CNMV) and in the FCC Group's Corporate Governance Report.

In addition, Esther Koplowitz Romero de Juseu owns 123,313 FCC shares directly 39,172 FCC shares indirectly through Dominum Desga, S.L. (4,132 shares) and Ejecución y Organización de Recursos, S.L. (35,040 shares), companies wholly-owned by Esther Koplowitz Romero de Juseu..

b) Accumulated earnings and other reserves

The breakdown of this caption on the enclosed consolidated balance sheet at 31 December 2010 and 2009 is as follows:

	2010	2009
Parent company reserves	1,109,873	1,032,488
Consolidation reserves	1,701,384	1,638,314
	2,811,257	2,670,802

b.1) Parent Company Reserves

This heading relates to the reserves recognised by Fomento de Construcciones y Contratas S.A., the Parent of the Group, arising mainly from retained earnings and, where appropriate, from compliance with the applicable legislation.

The details at 31 December 2010 and 2009 are as follows:

	2010	2009
Share premium account	242,133	242,133
Legal reserve	26,113	26,113
Retired capital reserve	6,034	6,034
Voluntary reserves	835,593	758,208
	1,109,873	1,032,488

Share premium account

The Investment Companies Act expressly allows the use of the share premium account balance to increase capital and does not establish any specific restrictions as to its use for other purposes.

Legal reserve

Under the Investment Companies Act, 10% of the year's net profit must be transferred to the legal reserve until the balance of this reserve reaches at least 20% of the share capital. The legal reserve cannot be distributed to shareholders except in the event of liquidation.

The legal reserve may be used to increase capital in an amount equal to the portion of the balance that exceeds 10% of capital after the increase.

Otherwise, until it exceeds 20% of share capital and provided there are no sufficient available reserves, the legal reserve may only be used to offset losses.

At 31 December 2010, the Parent's legal reserve had reached the stipulated level.

Retired capital reserve

This reserve includes the par value of the treasury shares retired in 2002 and 2008 with a charge to unrestricted reserves, in accordance with Article 335.c of the Companies Law. The reserve for retired shares is restricted, unless the same requirements as those stipulated for capital reductions are met.

Voluntary reserves

Reserves that are not restricted or limited in any way, freely set up with the profits of the parent company after all dividends have been paid and all legal or other restricted reserves have been funded as mandated by law.

b.2) Consolidation reserves

This caption of the enclosed consolidated balance sheet includes the consolidated reserves generated in each one of the business areas from the time they joined the group Group. In accordance with the term of IAS 27 “Consolidated and individual financial statement”, it also includes those derived from changes in the ownership of Group companies as long as the control over the companies is maintained. The balances for each line of business at 31 December 2010 and 2009 were as follows:

	2010	2009
The Environment	230,477	219,523
Versia	29,698	53,075
Construction	414,836	346,888
Cement	587,675	562,529
Energy	364	(1,510)
CORPORATION	438,334	457,809
	1,701,384	1,638,314

Under the law, starting in 2009 for all additional purchases of shares previously controlled by the Group, as in the case of the purchase option on 8.18% of the capital of Corporación Uniland, S.A., the difference between the additional purchase price and the carrying value of the investment, known as goodwill, has been charged to equity in the amount EUR 71,595 thousand. Likewise included in equity is the balancing entry for the put option on 17% of the stake in Alpine Holding GmbH which is explained in Note 20 of this document and which amounts to EUR 68,838 thousand.

c) Treasury stock

This caption shows the shares in the parent company held by the parent or other Group companies, stated at cost.

The Board of Directors and the subsidiaries are authorised by the General Meeting of Shareholders of Fomento de Construcciones y Contratas, S.A. for the derivative acquisition of treasury stock within the limits and pursuant to the requirements set forth in article 144 et seq. of the Companies Act.

In 2010 and 2009, the changes that took place under this heading were as follows:

Balance at 31 December 2008	(118,926)
Sales under the Stock Option Plan (Note 18)	50,141
Sales	40,378
Acquisitions	(242,475)

Balance at 31 December 2009	(270,882)
Sales	47
Acquisitions	(76,080)

Balance at 31 December 2010	(346,915)
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The details of the treasury stock held by the Group at 31 December 2010 and 2009 are as follows:

	2010		2009	
	Number of Shares	Amount	Number of Shares	Amount
Fomento de Construcciones y Contratas, S.A.	3,182,582	(89,130)	3,182,582	(89,130)
Asesoría Financiera y de Gestión, S.A.	9,432,369	(257,785)	6,131,961	(181,752)
TOTAL	12,614,951	(346,915)	9,314,543	(270,882)

At 31 December 2010, the treasury stock of the parent company held by the parent or by its subsidiaries accounted for 9.91 % of the total share capital (7.32 % at 31 December 2009).

d) Interim dividend

On 16 December 2010, it was resolved to distribute to the shareholders of Fomento de Construcciones y Contratas, S.A. an interim dividend out of profit for 2010 equal to 71.50% gross of the par value of the shares, i.e. EUR 0.715 per share. The total amount of this dividend, EUR 88,746 thousand, was paid on or after 04 January 2011 on outstanding shares carrying dividend rights.

e) Other equity instruments

Taking into account the introduction of IAS 32 Financial Instruments: Presentation”, this section reflects the value of the equity components arising from the accounting for the convertible bonds issued by the parent company, in addition to the amounts shown under “Debentures and other negotiable securities” on the enclosed consolidated balance sheet, which together account for the total amount of the bond issue (Note 20).

In October 2009, Fomento de Construcciones y Contratas, S.A. issued debentures convertible into Company shares whose most salient features are as follows:

- The amount of the issue was EUR 450,000,000 with a maturity date of 30 October 2014.
- The bonds were issued at par with a par value of EUR 50,000.
- The bonds accrue a fixed annual interest of 6.5 % payable every six months.
- The price of converting the bonds into company shares is EUR 39.287 per share, which means that each bond will be convertible into 1,272.68 ordinary shares.

- The bonds may be converted or redeemed for cash at the request of the bondholder or Fomento de Construcciones y Contratas, S.A. The conditions for exercising the option are set out in the "Bond Issue Agreement" and may included newly issued as well as already existing shares in the parent company's possession.
- The issue is backed by the Company's equity and there are no other special third party guarantees.
- The issue is underwritten by financial institutions and is intended for qualified international investors.

The Extraordinary General Meeting of Shareholders of Fomento de Construcciones y Contratas, S.A. held on 30 November 2009 to approve the convertibility of the bonds in company stock passed the following resolutions:

- I) In accordance with the provisions of article 414 of the Consolidated Public Corporations Act, approve an increase in the Company's capital stock by the amount required to attend to requests from the holders of the Bonds to convert them under the Terms and Conditions up to an initially envisaged maximum of twelve million euro, but subject to any amendments as provided in the "Terms and Conditions".
- II) To approve a buyback programme of shares of Fomento de Construcciones y Contratas, S.A. whose purpose is to enable the Company to fulfil the obligations derived from the issuance of exchangeable bonds and to reduce the Company's capital.
- III) To approve a capital reduction by amortising the treasury stock acquired under the buyback programme mentioned, including the shares of treasury stock loaned to the insurers of the operation. The capital reduction is limited to a nominal amount equivalent to the number of new shares issued by the Company to accommodate the conversion requests of bondholders.
- IV) At 31 December 2010, the number of loaned shares was 1,313,322 (4,150,880 shares at 31 December 2009).

This operation includes a trigger call option which allows the Company to recover the bonds under certain circumstances (Note 13).

f) Value adjustments

The breakdown of this item at 31 December 2010 and 2009 is as follows:

	2010	2009
Changes in the fair value of financial instruments	(178,385)	(158,255)
Translation differences	(98,751)	(167,280)
	(277,136)	(325,535)

f.1) Changes in fair value of financial instruments:

This heading includes the changes, net of taxes, in the fair value of available-for-sale financial assets (see Note 13) and of cash flow hedging derivatives (see Note 22).

The details of the adjustments due to changes in the fair value of financial instruments at 31 December 2010 and 2009 are as follows:

	2010	2009
Available-for-sale financial assets	(2,467)	(4,499)
World Trade Center Barcelona, S.A.	3,363	3,363
Vertederos de Residuos, S.A.	7,890	5,943
SCL Terminal Aéreo de Santiago, S.A.	1,165	1,165
Xfera Móviles, S.A.	(14,900)	(14,900)
Other	15	(70)
Financial derivatives	(175,918)	(153,756)
Fomento de Construcciones y Contratas, S.A.	(33,248)	(27,715)
Azincourt Investment, S.L.	(25,218)	(24,019)
Urbs Iudex et Causidicus, S.A.	(18,029)	(15,650)
Grupo Realia Business	(17,396)	(19,288)
Nigh South West Heralth Partn	(14,954)	
Grupo Global Vía	(12,438)	(10,454)
WRG Group	(10,616)	(5,475)
Portland, S.L.	(8,548)	(22,653)
Cementos Portland Valderrivas Group	(5,865)	(17,236)
Other	(29,606)	(11,266)
	(178,385)	(158,255)

f.2) Translation differences

The details of the amounts included under this heading for each of the most significant companies at 31 December 2010 and 2009 are as follows:

	2010	2009
European Union:		
Waste Recycling Group	(126,298)	(139,394)
Dragon Alfa Cement Limited	(2,382)	(2,587)
Other	<u>(5,704)</u>	<u>(4,862)</u>
	(134,384)	(146,843)
USA:		
Giant Cement Holding, Inc.	(7,401)	(19,681)
Cemusa Group	(4,652)	(5,715)
Other	<u>135</u>	<u>(1,004)</u>
	(11,918)	(26,400)
Latin America:		
Grupo Global Vía	46,259	20,466
Corporación M&S Internacional C.A., S.A.	(2,277)	(4,440)
Grupo Proactiva	(7,475)	(4,861)
Cemusa Group	2,544	1,216
Other	<u>1,626</u>	<u>(2,132)</u>
	40,677	10,249
Other currencies	6,874	(4,286)
	(98,751)	(167,280)

The changes in 2010 were caused primarily by fluctuations in the exchanges rates of a number of foreign currencies compared to the euro, primarily the pound sterling, US dollar and Chilean peso.

Net investment abroad in currencies other than the euro represented approximately 50.1% of the FCC Group's equity (2009: 48.4%).

The details, by geographical market, of this net investment, after translation to euros as described in Note 3.j) are as follows:

	2010	2009
UK	853,086	793,482
USA	312,353	308,238
Latin America	217,876	188,154
Czech Republic	92,304	95,677
Other	131,809	114,836
	1,607,428	1,500,387

g) Earnings per share

Earnings per share are calculated by dividing the profit for the year attributable to the Parent by the weighted average number of ordinary shares outstanding during the year. In 2010 the earnings per share amounted to EUR 2.60 (EUR 2.43 in 2009).

With regard to the bond issue mentioned in part c) above, it should be noted that earnings per share could be diluted if the bondholders were to exercise the conversion option under certain conditions. According to IAS 33 "Earnings per share", diluted earnings per share must be calculated by adjusting the weighted average of the number of ordinary shares in circulation under the hypothesis that all bonds have been converted into ordinary shares. Likewise, the earnings attributed to the parent company must be adjusted by adding in the amount of interest, net of tax effects, corresponding to the bonds recognised on the enclosed consolidated income statement. The diluted earnings per share for 2010 amounted to 2.56 euros (2.42 euros per share in 2009).

II. Minority interests

"Minority Interests" in the accompanying consolidated balance sheet reflects the proportional part of the equity and the profit or loss for the year after tax of the companies in which the Group's minority shareholders have ownership interests.

The details of the balances of the minority interests relating to the main companies at 31 December 2009 and 2010 are as follows:

	Equity		Profit/loss	Total
	Capital	Reserves		
2010				
Cementos Portland Valderrivas Group	18,583	570,513	10,101	599,197
Alpine Bau Group	19	6,030	(1,454)	4,595
Other	18,123	17,773	3,683	39,579
	36,725	594,316	12,330	643,371
2009				
Cementos Portland Valderrivas Group	18,583	567,581	22,738	608,902
Alpine Bau Group	19	9,951	2,157	12,127
Other	27,066	1,702	2,885	31,653
	45,668	579,234	27,780	652,682

18. SHARE-BASED PAYMENT TRANSACTIONS

Following the decision taken by the Board of Directors on 29 July 2008, the Group has a remuneration plan in place for its officers and directors linked to the value of the Parent company's shares whereunder the plan participants receive a cash amount equivalent to the difference between the value of share when the option is exercised and the value of reference established in the plan.

The most prominent features of the plan, which is broken down into two tranches, are as follows:

First tranche

- Start date: 1 October 2008
- Option exercise period: 1 October 2011 through 1 October 2013.
- Number of shares: 1,800,000 shares, 700,000 of which pertain to Directors and Officers (12 people) and the remaining 1,100,000 to other executives (43 people).
- The price of exercising the option is EUR 34.22 euros per share.

Second tranche

- Start date: 06 February 2009
- Option exercise period: 06 February 2012 through 05 February 2014.
- Number of shares: 1,500,000 shares, 147,500 of which pertain to Directors and Officers (12 people) and the remaining 1,352,500 to other executives (225 people).
- The price of exercising the option is EUR 24.71 euros per share.

Under applicable law, the Group estimated the current liquidation value at the end of the plan, recognising the corresponding provisions that are systematically funded with a balancing entry in staff costs spread over the years of the plan. At the end of each reporting term, the current value of the obligation is re-estimated and any difference between this and the previously recognised carrying value is taken to profit and loss for the year.

At 31 December 2010, EUR 2,323 thousand (EUR 1,824 thousand in 2009) (see Note 26.c) were recognised in respect of obligations to employees participating in the share option plan on the basis of the period accrued and the total initial value of the plan, which amounted to EUR 1,439 thousand. (EUR 3,568 thousand in 2009).

In order to hedge the risk of an increase in the Company's share price within the framework of the share option plan, the Group has arranged for each one of the tranches a call option and a put option as well as an and interest rate/dividend swap with the same exercise price, nominal and maturity as the plan. The shares covered by the hedge were turned over the financial entities, as discussed in Note 17.c).

As far as the effectiveness of the hedge is concerned, only the call option is considered to be a cash flow hedge. Consequently, the change in fair value is carried to equity under the heading of "Adjustments due to change in value" on the consolidated balance sheet while the put option and the interest rate/dividend swap cannot be considering accounting hedges and therefore the changes in fair value are carried to the income statement (Note 22).

The resulting change in the fair value of financial derivatives that are not hedges generated losses of EUR 24,286 thousand in 2010 (gain of EUR 8,322 thousand in 2009). See Notes 22 and 26.f of this document for information on the fair value of financial derivatives.

19. CURRENT AND NON-CURRENT PROVISIONS

The composition of provisions at 31 December 2010 and 2009 was as follows:

	2010	2009
Non-current	1,047,836	906,535
Long-term employee benefit obligations	108,814	105,188
Dismantling, removal and rehabilitation of assets	187,683	161,245
Environmental actions	199,282	216,890
Litigations	171,703	170,987
Legal and contractual guarantees and obligations	116,746	81,323
Other provisions	<u>263,608</u>	<u>170,902</u>
Current	143,233	110,773
Construction contract settlement and project losses	130,369	97,810
Termination benefits to site personnel	<u>12,864</u>	<u>12,963</u>

The changes under the heading of Provisions in 2010 and 2009 were as follows:

	Provisions -non-current	Provisions - current
Balance at 31.12.08	821,429	91,918
Environmental expenses for the removal or dismantlement of assets	40,143	—
Provisions (reversals)	68,001	15,918
Computer	(50,990)	—
Changes in the scope of consolidation, translation differences and other changes	27,952	2,937
Balance at 31.12.09	906,535	110,773
Environmental expenses for the removal or dismantlement of assets	36,633	—
Provisions (reversals)	142,907	33,735
Computer	(49,844)	(131)
Changes in the scope of consolidation, translation differences and other changes	11,605	(1,144)
Balance at 31.12.10	1,047,836	143,233

The provisions recognised in 2010 include EUR 17,732 thousand (2009: EUR 17,475 thousand) relating to the adjustment for provision discounting.

“Environmental Expenses for the Removal or Dismantling of Assets” includes the balancing item for the increased asset value relating to the discounted present value of the expenses that will be incurred when operation of the asset ceases.

The provisions stated on the enclosed consolidated balance sheet are considered to cover the Group’s liability for the performance of its business activities.

The timing of the expected outflows of economic benefits at 31 December 2010 arising from the obligations covered by non-current provisions is as follows:

	Within 5 years	More than 5 years	Total
Long-term employee benefit obligations	20,525	88,289	108,814
Dismantling, removal and rehabilitation of assets	101,328	86,355	187,683
Environmental actions	61,437	137,845	199,282
Litigations	57,787	113,916	171,703
Legal and contractual guarantees and obligations	112,551	4,195	116,746
Other provisions	75,601	188,007	263,608
	429,229	618,607	1,047,836

Long-term employee benefit obligations

“Non-Current Provisions” in the accompanying consolidated balance sheet includes the provisions covering the Group companies’ obligations in respect of pensions and similar obligations such as medical and life insurance, as indicated in Note 24.

Environmental provisions

The FCC Group’s environmental policy goes beyond strict compliance with current legislation in the area of environmental improvement and protection to include the establishment of preventative planning and the analysis and minimisation of the environmental impact of the activities carried on by the Group.

FCC Group management considers that the Group companies’ contingencies relating to environmental protection and improvement at 31 December 2010 would not have a significant impact on the accompanying consolidated financial statements, which include provisions to cover any probable environmental risks that might arise.

Note 28 to these consolidated financial statements (“Information on the Environment”) supplements the information set forth with respect to environmental provisions.

Provisions for litigation

Provisions for litigation cover the contingencies of the FCC Group companies acting as defendants in certain proceedings in relation to the liability inherent to the business activities carried on by them. According to management's estimates, whilst the lawsuits may be significant in number they are not expected to have a notable impact on the Group's equity.

Legal and contractual guarantees and obligations

This heading includes the provisions to cover the expenses arising from contractual and legal obligations of a non-environmental nature.

Provisions for other contingencies and charges

This heading includes the items not classified in the foregoing accounts, comprising most notably the provisions to cover risks arising from international business.

Also included here are the Group’s obligations with regard to share-based payments. Note 18, “Transactions with payments based on equity instruments” explains those transactions in further detail.

Provisions for construction contract settlements and project losses

These provisions are recognised for losses budgeted on construction projects in accordance with the measurement bases set forth in Note 3.r) and for the expenses arising from such projects from the date of their completion to the date of their definitive settlement, which are determined systematically as a percentage of the value of production over the term of the project based on experience in the construction business.

Provisions for termination benefits to site personnel

The Group companies recognise provisions for the termination of permanent site personnel in accordance with the Consolidated Workers' Statute for contracts of this type. The impact of these provisions on the consolidated income statement is not material.

20. CURRENT AND NON-CURRENT FINANCIAL LIABILITIES

The FCC Group's general policy is to provide all the Group companies with the financing that is best suited to the normal conduct of their business activities. In this connection, the Group companies are furnished with the credit facilities required to cater for their budgetary plans, which are monitored on a monthly basis. Also, risk is generally spread over various banks and the Group companies currently have credit facilities with more than 140 financial institutions.

Should the financial transaction so require, the Group arranges interest-rate hedging transactions on the basis of the type and structure of each transaction (see Note 22).

In certain types of financing, particularly structured non-recourse borrowings, the arrangement of some kind of interest-rate hedge is obligatory and the Group assesses the best hedging instrument based on the project's cash flow and the term of the debt.

a) Current and non-current debt instruments and other marketable securities

One of the most significant items under this heading refers to the subordinated convertible debentures issued by the parent company on 30 October 2009 in the amount of EUR 450,000 thousand. The issue was intended for international institutional investors. The purpose of the issue was to reinforce the balance sheet equity structure by making the bond subordinate to the Company's corporate borrowings and to diversify the Company's financing base by supplementing its bank financing.

According to accounting law, in addition to their financial component convertible debentures are recognised as equity in the terms described in Note 17.e) of this document. That note also describes the conditions for issuing such convertible debentures. At 31 December 2010, the carrying balance for this item shown under the heading of "Debentures and other negotiable securities" on the enclosed consolidated balance sheet was EUR 427,092 thousand. At 31 December 2010, these debentures were quoted on Bloomberg at 90.01%.

On 1 July 2010, the Alpine Group places bonds in the amount EUR 100,000 thousand on the corporate equity market. The term of the bonds was five years with a single maturity date at the end of that period and an annual coupon of 5.25%. The funds were to be used to cover the Alpine Group's corporate financing needs.

In addition to this transaction, this heading includes those contributed by the Cementos Portland Valderrivas Group through the US company Giant Cement Holding, Inc. relating to an issue of non-convertible bonds amounting to USD 96 million (approximately EUR 71,714 thousand),

repayable in a single maturity in 2013 and bearing interest tied to Libor. The Group has arranged an interest rate hedging contract on this debt for a notional amount of USD 96 million and an interest rate of 6.093 %.

Also, the company Severomoravske Vodovody a Kanalizace Ostrava, A.S. (SmVaK) issued non-convertible debentures amounting to CSK 2,000 million (EUR 79,764 thousand) at 31 Dec. These debentures, which were traded on the Prague Stock Exchange, mature in 2015 and bear nominal interest of 5%. As a guarantee associated with the bond issue, the company undertakes not to pledges the assets to third parties, not to sell the assets for a price above a certain cumulative value and not to assume debt beyond a certain limit.

b) Current and non-current bank borrowings

The details at 31 December 2010 and 2009 are as follows:

		Non-current	Current	Total
2010				
Credit facilities and loans		4,609,815	1,473,900	6,083,715
Project financing				
With recourse		2,279,530	161,576	2,441,106
Waste Recycling Group	714,595		48,459	763,054
Uniland Group	632,919		56,009	688,928
Olivento Group	415,230		25,617	440,847
Other	<u>516,786</u>		<u>31,491</u>	<u>548,277</u>
		6,889,345	1,635,476	8,524,821
2009				
Credit facilities and loans		4,998,891	971,507	5,970,398
Project financing				
With recourse		2,300,287	246,711	2,546,998
Waste Recycling Group	639,008		161,410	800,418
Uniland Group	675,836		50,380	726,216
Olivento Group	441,454		24,187	465,641
Other	<u>543,989</u>		<u>10,734</u>	<u>554,723</u>
		7,299,178	1,218,218	8,517,396

As shown on the enclosed Cash Flow Statement, the most significant changes in borrowings in 2010 were due to increases in working capital. This increase was partially offset by the revenues from the disinvestments, which included the sale of the ITV business (vehicle inspection) discussed in Note 4 of this report and the sale of 10% of Sociedad Concesionaria Tranvía de Murcia, S.A. which resulted in a loss of control. This company is now carried by the equity method and this has resulted in a reduction of debt in the amount of EUR 122,000 thousand.

The increase in working capital was caused by the delayed payments of certain public sector clients for the environmental services rendered.

In this regard, the Group has enabled the necessary lines of financing with costs and terms that are in line with the high quality of the associated asset, the type of public sector client and the basic service rendered to the client.

The main features of the most significant current and non-current credit facilities and loans formalised by the Group in 2010 are as follows:

- On 30 July 2010, the parent company refinanced a syndicated loan in the amount of EUR 1,225 thousand which was to mature on 8 May 2011 under a forward start arrangement. The credit facility has a term of 3 years (maturing on 8 May 2014), with amortisation of half the amount in 2013 and is broken down into three tranches: a EUR 735 million loan, a EUR 490 million credit facility and an additional EUR 62 million which will be available on 1 January 2011, bringing the total value of the credit facility to EUR 1,287 million.
- In August 2010, Cementos Portland Valderrivas refinanced a EUR 150,000 million loan. Payments of EUR 15,000,000 must be made on the loan every six months starting in August 2011, with a final payment of EUR 75,000,000 in February 2014. The interest rate on the loan is tied to the Euribor plus 2.95%. There is an interest rate hedge on this financing fixed at a rate of 4.02% which expires in February 2011.
- On 22 December 2010, the Alpine Group signed a syndicated credit facility in the amount of EUR 160,000 thousand maturing on 22 December 2013, which is divided into two tranches.
 - a) 50% of one of the tranches is guaranteed by the Republic of Austria pursuant to the Unternehmensliquitärkungsgesetz or ULSG passed in August 2009 to boost the liquidity of Austrian companies. Under this law, the Austrian government provides access to liquidity to foster investment and growth through a programme of government guarantees. The interest rate on this tranche is fixed. This is the second financing operation of this kind entered into by the Alpine Group.
 - b) The cost of the other tranche is based on the net debt/EBITDA ratio.

This financing was paid in full in January 2011, enabling Alpine to repay some of its debt in 2011 early.

The details of the Group's loans and credit facilities from previous fiscal years are outlined below:

- On 29 April 2009, the parent company signed a syndicated loan in the amount of EUR 375,000 thousand with 12 participating financial institutions. Later, on 4 and 27 May, it was extended to EUR 451,000 thousand, in two tranches: a long-term loan of EUR 225,500 thousand and a long-term credit facility amounting to EUR 225,500 thousand. The syndicated loan was signed for a three-year term with a single maturity date on 28 April 2012. The interest rate is Euribor plus a differential based on the debt ratio each year shown on the FCC Group's financial statements.
- On 23 October 2009, the parent company signed a long-term loan in the amount of EUR 175,000 thousand with the European Investment Bank (EIB) with a maturity date of 6 November 2012 which may be extended to 2015. The interest rate on the loan is Euribor 3 months plus a fixed differential.

The loan was granted for the financing and development of environmental investments:

- a) Acquisition of a fleet of 1,900 vehicles equipped with the most highly advance technologies that will be used to provide city sanitation services in 130 municipalities in Spain.
- b) Financing of related investments (acquisition of filling stations, vehicle cleaning equipment and wastewater treatment plants) and

c) Development of hybrid electric vehicles for intensive use which are more energy efficient and capable of using harmless fuel, thereby reducing the emissions of polluting gases.

- On 22 December 2010, the Alpine Group signed a syndicated credit facility in the amount of EUR 200,000 thousand maturing on 31 October 2014, with the same contractual characteristics as the ones signed on 22 December 2010 and mentioned above.
- On 9 December 2009, Aqualia Gestión Integral del Agua, S.A. (wholly-owned subsidiary of the FCC Group) refinanced a corporate loan taken out in 2006 in the amount of 4,800,000 thousand Czech koruna, approximately EUR 190 million, for the acquisition of Severomoravské Vodovody from Kanalizace Ostrava, A.S. (SmVaK). There are two tranches to the financing: a corporate loan taken by Aqualia Gestión Integral del Agua, S.A and a limited recourse loan signed by the newly created company, Aqualia Czech, S.L., a wholly-owned subsidiary of the FCC Group, which now controls 98.68% of SmVaK. The characteristics of the tranches are as follows:
 - a) A corporate multi-currency loan (€ and koruna) in the amount of EUR 71,750 thousand and 967,220 Czech koruna maturing in 2012.
 - b) A limited recourse loan in the amount of 2,000,000,000 Czech koruna maturing in 2015.

The stipulated price includes the rate of reference (Euribor or Pribor) plus a fixed margin in the case of the corporate financing and calculated on the debt service coverage ratio (DSCR) in the case of the limited recourse financing.

- On 18 December 2009 the FCC Group signed a long term limited recourse credit facility in the amount of EUR 250,000 thousand maturing in 2024 with an interest rate equivalent to the Euribor plus a fixed margin. The Torre Picasso building was put up as collateral to guarantee this loan, in the terms described in Note 8 herein.
- On 10 July 2008, the Parent and Dedalo Patrimonial S.L. (wholly owned by Fomento de Construcciones y Contratas, S.A.) arranged a long-term credit facility for USD 186,900 thousand maturing on 10 October 2013. The purpose of this loan was to finance the acquisition of Hydrocarbon Recovery Services Inc. and International Petroleum Corp. of Delaware. The agreement consists of three tranches:
 - a) A long-term loan of USD 40,000 thousand granted to the parent company.
 - b) A long-term credit facility of USD 58,900 thousand granted to Dedalo Patrimonial S.L.
 - c) A long-term loan of USD 88,000 thousand granted to Dedalo Patrimonial S.L.

The established price comprises the reference rate (Libor) plus a spread based on the variation in the consolidated net debt/consolidated EBITDA ratio.

- On 25 November 2008, Fomento Internacional FOCSA (wholly owned by the Parent) arranged a long-term syndicated credit facility for EUR 500,000 thousand maturing in 2025. The object of the operation was to finance the acquisition of the business in Spain of Babcock & Brown Wind Partners. The interest rate is Euribor plus a spread calculated on the basis of the variation in the net financial debt/EBITDA ratio. At 31 December 2010, a balance of EUR 465,640 thousand was outstanding. The agreement consists of two tranches: A senior debt tranche of EUR 455,000 thousand and a subordinated debt tranche of EUR 45,000 thousand already held by the acquired company.

- On 23 December 2008, Sky Sierresita Cortijo Viejo 1 and Sky Sierresita Cortijo Viejo 2 (wholly owned by the FCC Group) arranged a long-term syndicated loan for a combined amount of EUR 117,000 thousand, maturing in 2026. The purpose of the loan was to finance the acquisition of two PV farms with a total of 20 MW in Espejo (Cordoba). The interest rate is Euribor plus a spread calculated on the basis of the variation in the net financial debt/EBITDA ratio.
- Syndicated loan arranged on 25 January 2007. This loan replaced the bridge loan of EUR 1,030,000 thousand arranged in 2006 as part of the structured recourse financing for the acquisition of the UK company Waste Recycling Group Ltd and its corporate group. The loan is structured in two tranches, the first for an initial amount of EUR 819,700 thousand and the second for GBP 200,000 thousand. Both tranches mature in December 2013, with half-yearly settlements of 4.615% of the total initial amount of the loan and a final maturity of 40.005%. The interest rate applicable to the tranche denominated in euros is Euribor plus a spread based on the variation in the net financial debt/EBITDA ratio, which initially stands at 0.375%. The spread established for the euro tranche is also applicable to the tranche denominated in pounds sterling. Various financial derivatives associated with the syndicated loan have been arranged.

In addition, Azincourt Investment, S.L. obtained a syndicated loan in the amount of 625,000,000 pounds sterling, approximately EUR 726 million, which was completely drawn down at year end. Payments must be made on the loan every six months through the maturity date in 2013. The interest rate is tied to the Libor plus a spread of 1.05% per annum payable monthly or every 3 or 6 months at the borrower's choice.

- Long-term syndicated financing facility of EUR 800,000 thousand arranged by the parent in July 2007 and maturing on 19 July 2012 with the possibility of an extension until 2014. At 31 December 2010, the loan had been drawn down in full. The agreement consists of two tranches: a long-term loan of EUR 280,000 thousand with a partial repayment of 50% one year prior to maturity and a long-term credit facility amounting to EUR 520,000 thousand.

The established price comprises the reference rate (Euribor) plus a spread based on the variation in the consolidated net debt/consolidated EBITDA ratio, which initially stands at 0.325%.

- In August 2006, Cementos Portland Valderrivas signed a long-term syndicated loan with a limit of EUR 780,000 thousand to partially finance the purchase of shares in Corporación Uniland through the group company, Portland S.L. The loan matures every six months starting 15 January 2007, with a final maturity date of 2012. The interest rate is Euribor plus a spread based on the variation in the net financial debt/EBITDA ratio.

In addition, Portland, S.L. obtained a EUR 800,000 thousand syndicated loan, of which a total of EUR 678,136 thousand had been drawn down at year end. The loan matures every six months through the year 2013 with a final payment of 70% of the used capital. Shares of Corporación Uniland, S.A. have been pledged as collateral on the loan, without the possibility of recourse against the parent company. This loan is subject to certain ratios being met relative to the coverage of the financial burden and net financial indebtedness levels of Portland, S.L. and the Corporación Uniland Group which were being met at the end of 2009 and 2010.

The detail of the bank borrowings, by currency and amounts drawn down at 31 December 2010 and 2009, is as follows:

	Euro	US dollar	Pound sterling	Czech Koruna	Brazilian real	Other	Total
2010							
Credit facilities and loans	5,498,862	343,916	148,340	33,488	7,064	52,045	6,083,715
Project financing loans with recourse	1,644,593	—	763,053	—	—	33,460	2,441,106
	7,143,455	343,916	911,393	33,488	7,064	85,505	8,524,821
2009							
Credit facilities and loans	5,390,247	327,876	152,869	31,610	10,994	56,802	5,970,398
Project financing loans with recourse	1,651,409	—	800,419	78,103	—	17,067	2,546,998
	7,041,656	327,876	953,288	109,713	10,994	73,869	8,517,396

The credit facilities and loans denominated in US dollars are being used mainly to finance the assets of the Cementos Portland Group, M&S Concesiones S.A. and the Versia Group in the United States; those arranged in pounds sterling relate to the financing of the assets of the WRG Group (Waste Recycling Group Ltd) in the United Kingdom; and those arranged in Czech koruna are being used to finance the operations of SmVaK (Severomoravske Vodovody a Kanalizace Ostrava, A.S.) and the assets of the Alpine Bau Group in the Czech Republic.

The credit facilities and loans denominated in Brazilian reales and other currencies are being used to finance the assets of Cemusa in Brazil, the positions of the Alpine Bau Group and A.S.A. in currencies other than the euro in Eastern Europe and the operations of the Uniland Group in Tunisia.

With regard to the Group's financing, it should be noted that certain ratios must be met concerning coverage of financial expenses and levels of net debt in relation to EBITDA. The ratios established were being met at year-end.

c) Other non-current liabilities

	2010	2009
Non-current		
Finance lease liabilities	81,942	100,463
Borrowings – non-Group third parties	162,446	174,013
Liabilities relating to financial derivatives	212,709	210,217
Deposits and bonds received	29,745	29,072
Urban furniture contract financing	563,589	558,954
Other items	16,675	17,936
	1,067,106	1,090,655

Under the heading of “Borrowings – non-Group third parties” on the table above, the sum of EUR 101,396 thousand (EUR 120,962 thousand in 2009) refers to a put option executed by FCC

Construcción, S.A., which on 29 October 2009 proceeded to revise the agreements initially signed with a minority shareholder, Alpine Holding GmbH:

In October 2009, the minority shareholder exercised part of the option on 3.73% in the amount of EUR 20,230 thousand with the option on the remaining 17% stake still pending.

The conditions of the agreement are as follows:

- a) Under the initial agreement, FCC Construcción, S.A. has granted a minority shareholder of Alpine Holding GmbH a put option exercisable in 2009 on 52% of its ownership interest and in 2011 on the portion not previously exercised and on the remainder of its total ownership interest (20.73%). The exercise price is based on the performance of EBITDA, profit before tax and net financial debt in the financial statements for 2008, if the option is exercised in 2009, or in those for 2010 if it is exercised in 2011.
- b) An additional agreement that establishes two put options on 7% of the ownership interest which may be exercised at a rate of 3.5% in 2011 and 2012 of 7% in 2012. The price of this option is EUR 37,970 thousand plus 5% interest starting in November 2009.
- c) An addendum to the initial agreement in which it is agreed to modify the put option mentioned above, allowing the option to be exercised in 2011 on all shares not sold as of that date and setting a price based on gross operating profit and before-tax profits shown on the 2010 financial statements. Alternatively, if not sold in 2011, all shares in the company's possession as of that date will be sold in 2013, using the 2012 financial statements to set the price.

Simultaneously, the minority shareholder has granted a call option to FCC Construcción, S.A. on the former's entire stake in Alpine Holding GmbH which may be exercised at any time through 31 December 2014, according to an amendment to the initial agreement. The same parameters are used to determine the price of both the put and the call options.

Under the heading of "Liabilities arising from financial derivatives" described in Note 22, "Derivative financial instruments", the amount of EUR 56,399 thousand (EUR 32,007 thousand in 2009) refers to the market value of the put option on the treasury stock associated with the Stock Option Plan for officers and directors, as mentioned in Note 18, as well as the financial hedging instruments composed primarily of interest rate swaps.

The heading titled "Urban furniture contract financing" includes the payment obligations assumed by the FCC Group in connection with the operating rights to certain urban furniture contracts (Notes 2 and 6).

d) Other current financial liabilities

	2010	2009
Current		
Finance lease liabilities	72,152	71,124
Interim dividend payable	89,950	99,017
Payable to non-current asset suppliers and notes payable	61,035	48,323
Group companies, associates and jointly-controlled	17,483	17,798
Liabilities relating to financial derivatives	13,378	14,542
Deposits and bonds received	13,232	11,643
Financiación contratos mobiliario urbano	59,405	31,805
Other items	17,987	6,312
	344,622	300,564

This balance sheet item includes various debt items, most notably that relating to the payment of the 2009 interim dividend, of which EUR 88,746 thousand correspond to the Parent.

e) Repayment schedule

The repayment schedule for the bank borrowings, debt instruments and other marketable securities and other non-current financial liabilities is as follows:

	2012	2013	2014	2015	2016 and thereafter	Total
2010						
Debentures and other marketable securities	—	71,714	422,204	178,599	—	672,517
Bank borrowings current	2,409,329	2,630,567	898,315	104,610	846,524	6,889,345
Other financial liabilities	147,299	295,498	73,446	55,903	494,960	1,067,106
	2,556,628	2,997,779	1,393,965	339,112	1,341,484	8,628,968

21. TRADE AND OTHER ACCOUNTS PAYABLE

The composition of the caption titled “Trade and other payables” at 31 December 2010 and 2009 is as follows:

	2010	2009
Suppliers	3,318,288	3,562,381
Current tax liabilities	107,507	19,316
Other taxed payable	558,440	573,702
Advance payments from customers	936,794	1,073,423
Accrued wages and salaries	193,613	182,315
Other payables	548,326	485,694
Total creditors and other accounts payable	5,662,968	5,896,831

According to the resolution of the Accounting and Audit Institute of 29 December 2010 which develops Law 15/2010 of 5 July, which in turn established measures to combat delinquency in commercial operations and, in particular, in compliance with the Second Temporary Provision of the said resolution, it is noted that the outstanding balance shown under “Suppliers” at the end of 2010, exclusively for companies located in Spain, is EUR 2,056,041 thousand. In addition, it is noted that the aforementioned Law 15/2010 took effect on 5 July 2010 and therefore applies to contracts signed on or after that date. According to the period of time between the signing, delivery of the goods or services and the valid payment term during the transitory period of the Law, there is no deferment which exceeds the legally-established maximum limits.

22. DERIVATIVE FINANCIAL INSTRUMENTS

Generally speaking, the financial derivatives contracted by the FCC Group are treated, from an accounting perspective, as provided for in the rules governing accounting hedges, as explained in Note 3.o) herein.

The main financial risk hedged by the FCC Group using derivatives is the variation in floating interest rates to which group companies' finance is referenced.

At 31 December 2010, the FCC Group had arranged interest rate hedging transactions totalling EUR 6,228,826 thousand (31 December 2009: EUR 5,109,729 thousand), mainly in the form of IRSs in which the Group companies pay fixed interest rates and receive floating interest rates.

The details of the cash flow hedges and the fair value thereof is as follows:

	Type of derivative	Type hedge	% hedged	Notional 31.12.09	Notional 31.12.10	Value at 31.12.09	Value at 31.12.10	Maturity
Fully consolidated companies								
Fomento de Construcciones y Contratas, S.A.	IRS	FE	100%	162,842	148,023	(13,102)	(12,710)	30/12/2013
	IRS	FE	2%	15,385	13,539	(943)	(786)	30/12/2013
	IRS	FE	20%	128,849	113,389	(8,629)	(7,093)	30/12/2013
	IRS	FE	31%	196,159	172,622	(13,645)	(11,155)	30/12/2013
	IRS	FE	17%	109,618	96,465	(7,285)	(5,996)	30/12/2013
	BASIS SWAP	FE		20,011	—	(13)	—	30/06/2010
	BASIS SWAP	FE		100,000	—	(65)	—	30/06/2010
	BASIS SWAP	FE		100,000	—	(62)	—	30/06/2010
	BASIS SWAP	FE		100,000	—	(63)	—	30/06/2010
	BASIS SWAP	FE		130,000	—	(84)	—	30/06/2010
	BASIS SWAP	FE		—	105,000	—	11	30/06/2011
	BASIS SWAP	FE		—	245,000	—	43	30/06/2011
	BASIS SWAP	FE		—	26,998	—	1	30/06/2011
	BASIS SWAP	FE		—	46,016	—	8	30/06/2011
	BASIS SWAP	FE		—	—	—	—	
Azincourt Investment, S.L.	IRS	FE	15%	100,606	99,630	(8,849)	(9,291)	31/12/2013
	IRS	FE	15%	100,606	99,630	(8,849)	(9,291)	31/12/2013
	IRS	FE	15%	100,606	99,630	(8,849)	(9,291)	31/12/2013
	IRS	FE	14%	88,298	87,441	(7,766)	(8,154)	31/12/2013
Severomoravské Vodovody a Kanalizace Ostrava A.S. (SmVaK)	IRS	VR	25%	18,900	—	589	—	16/11/2015
WRG -RE3	IRS	FE	82%	36,684	36,748	(2,620)	(2,628)	30/09/2029
Kent	IRS	FE	37%	52,823	52,797	(5,370)	(7,497)	31/03/2027
	IRS	FE	16%	22,638	22,627	(2,302)	(3,213)	31/03/2027
	IRS	FE	27%	37,731	38,760	(3,836)	(5,355)	31/03/2027
WRG - WREXHAM	IRS	FE	100%	27,239	27,657	(3,007)	(6,128)	30/09.2032
Depurplan 11, S.A.	IRS	FE	65%	8,735	8,280	(873)	(901)	01/12/2025
Ecodeal-Gestao Integral de Residuos Industriais, S.A.	IRS	FE	80%	12,640	11,337	(849)	(769)	15/12/2017
Autovía Conquense, S.A.	IRS	FE	100%	56,000	43,246	(4,458)	(4,447)	30/06/2024
	IRS	FE	100%	28,000	21,623	(2,229)	(2,224)	28/06/2024

	Type of derivative	Type hedge	% hedged	Notional 31.12.09	Notional 31.12.10	Value at 31.12.09	Value at 31.12.10	Maturity
Olivento	BASIS SWAP	FE	7%	33,774	32,081	(451)	(945)	31/12/2024
	BASIS SWAP	FE	9%	41,691	39,600	(556)	(1,167)	31/12/2024
	BASIS SWAP	FE	16%	72,941	69,283	(984)	(2,048)	31/12/2024
	BASIS SWAP	FE	6%	29,025	27,569	(392)	(815)	31/12/2024
	IRS	FE	7%	33,774	32,081	(456)	(948)	31/12/2024
	CAP	FE	9%	39,166	37,202	(528)	(1,100)	31/12/2024
	IRS	FE	6%	27,160	25,798	(362)	(760)	31/12/2024
	IRS	FE	7%	33,774	32,081	(456)	(948)	31/12/2024
	IRS	FE	9%	39,166	37,202	(523)	(1,096)	31/12/2024
Aqualia Czech, S.L.	Forward IRS	FE	17%	—	13,036	—	(869)	15/05/2015
	Forward IRS	FE	12%	—	8,691	—	(205)	15/05/2015
	Forward IRS	FE	11%	—	8,147	—	(192)	15/05/2015
	Forward IRS	FE	7%	—	5,432	—	(128)	15/05/2015
	Forward IRS	FE	3%	—	2,067	—	(3)	15/05/2015
Torre Picasso	IRS	FE	89%	—	200,000		(5,218)	18/12/2024
ALPINE	Currency forward	FE		2,318	—	(857)	—	18/01/2010
	Currency forward	FE		2,014	—	(923)	—	13/01/2010
	Currency forward	FE		5,431	—	(1,238)	—	04/01/2010
	Currency forward	FE		8,473	—	(1,507)	—	18/01/2010
	Currency forward	FE		12,083	—	(1,525)	—	19/01/2010
	Currency forward	FE		—	1,664	—	(11)	31/03/2011
	IRS	FE	43%	—	85,714	—	1,834	31/10/2014
Helios Patrimonial 1, S.L. y Helios Patrimonial 2, S.L.	IRS	FE	13%	—	14,900	—	495	22/12/2023
	IRS	FE	13%	—	14,900	—	526	22/12/2023
	IRS	FE	27%	—	29,832	—	1,022	22/12/2023
	IRS	FE	27%	—	29,832	—	1,053	22/12/2023
Concesionaria Túnel de Coatzacoalcos, S.A. de C.V.	IRS	FE	100%	31,634	42,724	(1,617)	(3,464)	10/06/2014
Cementos Portland Valderrivas, S.A.	IRS	FE	100%	150,000	150,000	(5,601)	(656)	22/02/2011
	IRS	FE	60%	409,855	337,527	(16,696)	(4,084)	15/07/2011
	IRS	FE	14%	16,667	15,000	(238)	(129)	15/07/2012
	IRS	FE	14%	16,667	15,000	(238)	(129)	15/07/2012
	IRS	FE	14%	16,667	15,000	(238)	(129)	15/07/2012
	BASIS SWAP	FE		50,000	—	(205)	—	15/01/2010
	BASIS SWAP	FE		150,000	—	(406)	—	25/03/2010
	BASIS SWAP	FE		409,855	—	(1,676)	—	15/01/2010
	Basis Swap	FE		—	439,636	—	(6)	15/07/2011
	IRS	FE		—	57,109	—	50	15/07/2011
	Basis Swap	FE		—	150,000	—	(124)	22/02/2011
	IRS	FE	12%	89,148	84,473	(5,241)	(2,826)	15/07/2012
	IRS	FE	6%	48,003	45,485	(2,849)	(1,535)	15/07/2012
Portland, S.L.	IRS	FE	12%	89,148	84,473	(5,241)	(2,826)	15/07/2012
	IRS	FE	6%	48,003	45,485	(2,849)	(1,535)	15/07/2012
	IRS	FE	12%	89,148	84,473	(5,241)	(2,826)	15/07/2012
	IRS	FE	6%	48,003	45,485	(2,849)	(1,535)	15/07/2012
	IRS	FE	12%	89,148	84,473	(5,241)	(2,826)	15/07/2012
	IRS	FE	6%	48,003	45,485	(2,849)	(1,535)	15/07/2012
	IRS	FE	6%	44,574	42,236	(2,621)	(1,413)	15/07/2012
	IRS	FE	3%	24,002	22,743	(1,424)	(767)	15/07/2012
Portland, S.L.	IRS	FE	6%	44,574	42,236	(2,621)	(1,413)	15/07/2012

IRS	FE	3%	24,002	22,743	(1,424)	(767)	15/07/2012
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	Type of derivative	Type hedge	% hedged	Notional 31.12.09	Notional 31.12.10	Value at 31.12.09	Value at 31.12.10	Maturity
Giant Cement Holding, Inc	IRS	FE	100%	66,609	72,156	(6,713)	(7,793)	22/05/2013
	IRS	FE	26%	36,494	33,886	(2,891)	(2,937)	05/10/2014
	IRS	FE	26%	36,494	33,886	(2,891)	(2,937)	05/10/2014
Cementos Lemona, S.A.	IRS	FE	50%	4,000	2,400	(172)	(60)	01/06/2012
	IRS	FE	50%	4,125	2,475	(184)	(68)	14/06/2012
	IRS	FE	50%	2,063	1,313	(98)	(34)	20/07/2012
Total fully consolidated companies				4,084,895	4,251,514	(186,141)	(158,332)	

Companies carried using the equity method

Tramvia Metropolità, S.A.	IRS	FE	56%	9,115	8,341	(1,824)	(1,649)	31/10/2023
	IRS	FE	24%	3,906	3,575	(781)	(706)	31/10/2023
Tramvia Metropolità del Besós, S.A.	IRS	FE	64%	11,613	10,544	(1,580)	(1,535)	30/06/2023
	IRS	FE	16%	2,903	2,636	(395)	(384)	30/06/2023
Cedinsa Eix del Llobregat, S.A.	IRS	FE	70%	41,451	40,898	(1,135)	(2,002)	01/05/2033
Urbs Iudex et Causidicus, S.A.	IRS	FE	100%	78,042	75,811	(26,763)	(30,161)	30/12/2033
Cedinsa d'Aro, S.A.	CAP	FE	100%	5,440	—	—	—	04/01/2010
	IRS	FE	100%	8,449	8,351	(719)	(913)	03/01/2033
Nova Bocana Barcelona, S.A.	IRS	FE	17%	5,523	5,491	(545)	(621)	30/06/2025
	IRS	FE	33%	11,047	10,983	(1,088)	(1,240)	30/06/2025
Suministro de Aguas de Querétano, S.A. de C.V.	CAP	FE	100%	26,337	30,066	18		20/01/2011
Betearte, S.A.U.	IRS	FE	33%	1,923	1,826	(242)	(173)	06/02/2018
Nihg South West Health Partnership Limited	IRS	FE	33%	—	28,443	—	(1,947)	19/05/2039
	IRS	FE	33%	—	28,443	—	(1,947)	19/05/2039
	IRS	FE	33%	—	28,443	—	(1,947)	19/05/2039
	CAP	FE	18%	—	20,571	—	—	31/03/2014
	CAP	FE	18%	—	20,571	—	—	31/03/2014
	Inflation swap	FE	50%	—	866	—	(2,781)	31/03/2039
	Inflation swap	FE	50%	—	866	—	(2,781)	31/03/2039
Cedinsa Ter Concessionaria de la Generalitat, S.A.	IRS	FE	32%	—	22,613	—	(658)	31/12/2014
	IRS	FE	7%	—	4,947	—	(144)	31/12/2014
	IRS	FE	14%	—	9,611	—	(280)	31/12/2014
	IRS	FE	7%	—	4,947	—	(144)	31/12/2014
	IRS	FE	14%	—	9,921	—	(289)	31/12/2014

	Type of derivative	Type hedge	% hedged	Notional 31.12.09	Notional 31.12.10	Value at 31.12.09	Value at 31.12.10	Maturity
Concessió Estacions Aeroport L9	IRS	FE	9%	—	42,475	—	(75)	23/09/2012
	IRS	FE	3%	—	13,521	—	(24)	23/09/2012
	IRS	FE	3%	—	14,674	—	(26)	23/09/2012
	IRS	FE	3%	—	13,746	—	(24)	23/09/2012
	IRS	FE	3%	—	5,757	—	(10)	23/09/2012
	IRS	FE	3%	—	5,757	—	(6)	23/09/2012
	IRS	FE	36%	—	169,899	—	1,140	23/12/2033
	IRS	FE	12%	—	54,083	—	363	23/12/2033
	IRS	FE	13%	—	58,696	—	394	23/12/2033
	IRS	FE	12%	—	54,983	—	369	23/12/2033
	IRS	FE	12%	—	23,028	—	154	23/12/2033
	IRS	FE	13%	—	23,028	—	96	23/12/2033
Sociedad Concesionaria Tranvía de Murcia, S.A.	IRS	FE	34%	—	19,856	—	(4)	31/03/2011
	IRS	FE	25%	—	14,894	—	(3)	31/03/2011
	IRS	FE	42%	—	24,825	—	(5)	31/03/2011
Concesionaria Atención Primaria, S.A.	IRS	FE	75%	—	3,767	—	(7)	20/12/2018
Atlántica de Graneles y Moliendas, S.A.	IRS	FE	100%	656	219	(10)	(2)	02/06/2011
	IRS	FE	100%	656	219	(10)	(2)	02/06/2011
	IRS	FE	100%	656	219	(10)	(2)	02/06/2011
	IRS	FE	100%	656	219	(10)	(2)	02/06/2011
Realia Patrimonio, S.L.U.	IRS	FE		8,096	8,064	(728)	(734)	30/06/2014
	IRS	FE		8,096	8,064	(724)	(732)	30/06/2014
	IRS	FE		16,193	16,128	(1,372)	(1,403)	30/06/2014
	IRS	FE		16,193	16,128	(1,490)	(1,495)	30/06/2014
	IRS	FE		16,193	16,128	(1,490)	(1,495)	30/06/2014
	IRS	FE		16,193	16,128	(1,449)	(1,463)	30/06/2014
	IRS	FE		8,096	8,064	(745)	(748)	30/06/2014
	IRS	FE		8,096	8,064	(728)	(734)	30/06/2014
	IRS	FE		16,193	16,128	(1,372)	(1,403)	30/06/2014
	IRS	FE		16,193	16,128	(1,490)	(1,495)	30/06/2014
	IRS	FE		16,193	16,128	(1,490)	(1,495)	30/06/2014
	IRS	FE		16,193	16,128	(1,449)	(1,463)	30/06/2014
	IRS	FE		8,096	8,064	(745)	(748)	30/06/2014
	IRS	FE		8,096	8,064	(728)	(734)	30/06/2014
	IRS	FE		8,096	8,064	(728)	(734)	30/06/2014
	IRS	FE		8,096	8,064	(724)	(732)	30/06/2014
Societe d'Investissements Immobiliers Cotee de Paris	IRS	FE		8,026	7,798	(721)	(718)	30/06/2014
	IRS	FE		8,026	7,798	(705)	(705)	30/06/2014
	IRS	FE		16,052	15,595	(1,442)	(1,436)	30/06/2014
	IRS	FE		16,052	15,595	(1,329)	(1,348)	30/06/2014
	IRS	FE		16,052	15,595	(1,329)	(1,348)	30/06/2014
	IRS	FE		16,052	15,595	(1,442)	(1,436)	30/06/2014
	IRS	FE		8,026	7,798	(721)	(718)	30/06/2014
	IRS	FE		8,026	7,798	(705)	(705)	30/06/2014
Hermanos Revilla, S.A.	IRS	FE		1,114	1,761	(41)	(41)	16/01/2012

Ruta de los Pantanos, S.A.

IRS

FE

12,163

17,137

(1,521)

(2,267)

02/01/2018

	Type of derivative	Type hedge	% hedged	Notional 31.12.09	Notional 31.12.10	Value at 31.12.09	Value at 31.12.10	Maturity
Autopista Central Galega	IRS	FE		25,899	42,187	(2,176)	(3,203)	31/07/2013
Sociedad Concesionaria Española, S.A. Unipersonal	IRS	FE		15,539	25,312	(1,306)	(1,922)	31/07/2013
Phunciona Gestión Hospitalaria, S.A. (Hospital del Sureste, S.A.)	IRS	FE		9,910	14,225	(181)	(597)	31/12/2032
	IRS	FE		—	13,738	—	(299)	31/12/2032
Túnel d'Envalira, S.A. Concesionaria del Principat d'Andorra	COLLAR	FE		7,134	8,865	(451)	(637)	20/07/2022
Tranvía de Parla, S.A.	IRS	FE		20,654	26,010	(1,869)	(2,739)	30/12/2022
Concesiones de Madrid, S.A.	IRS	FE		34,450	33,555	(2,109)	(1,976)	15/12/2013
Terminal Polivalente de Castellón, S.A.	IRS	FE		5,196	6,537	(489)	(676)	15/01/2018
	IRS	FE		2,598	3,268	(244)	(338)	15/01/2018
Autovía del Camino, S.A.	INFLATION SWAP	FE		3,316	5,487	5,206	9,131	15/12/2027
	IRS	FE		27,863	27,838	(4,475)	(5,076)	15/12/2027
	IRS	FE		17,155	17,118	(2,604)	(2,863)	15/12/2024
	IRS	FE		1,139	17,003	(86)	(186)	16/12/2030
Autopista de la Costa Cálida Concesionaria Española de Autopistas, S.A.	IRS	FE		20,109	20,109	(992)	(889)	15/12/2012
	IRS	FE		20,109	20,109	(992)	(889)	15/12/2012
Madrid 407 Sociedad Concesionaria, S.A.	IRS	FE		11,592	11,589	(1,365)	(1,700)	10/07/2033
Ibisan, S.A.	IRS	FE		14,302	28,136	(601)	(1,782)	30/12/2027
N6 (Concession) Limited	IRS	FE		5,964	6,405	(342)	(249)	30/06/2013
	IRS	FE		4,297	4,257	(326)	(364)	30/06/2034
	IRS	FE		371	373	(29)	(33)	30/06/2034
	IRS	FE		1,763	—	(27)	—	04/01/2010
	IRS	FE		1,323	—	(20)	—	04/01/2010
	IRS	FE		4,474	4,805	(254)	(195)	28/06/2013
	IRS	FE		3,223	3,193	(233)	(270)	30/06/2034
	IRS	FE		278	280	(21)	(24)	30/06/2034
	IRS	FE		1,764	—	(24)	—	04/01/2010
	IRS	FE		5,966	6,407	(338)	(261)	28/06/2013
	IRS	FE		4,298	4,258	(310)	(359)	30/06/2034
	IRS	FE		378	373	(27)	(31)	30/06/2034
	IRS	FE		1,764	—	(27)	—	04/01/2010
	IRS	FE		5,966	6,407	(338)	(247)	28/06/2013
	IRS	FE		4,298	4,258	(310)	(350)	30/06/2034
	IRS	FE		378	373	(28)	(31)	30/06/2034
Portsur Castellón, S.A.	IRS	FE	100%	4,466	4,466	(461)	(538)	31/10/2031
M50 (Concession) Limited	IRS	FE		5,110	6,109	(900)	(1,135)	28/03/2040
	IRS	FE		5,110	6,109	(962)	(1,196)	28/03/2040
	IRS	FE		5,110	6,109	(961)	(1,195)	28/03/2040
	IRS	FE		5,110	6,109	(961)	(1,195)	28/03/2040

IRS

FE

1,469

(43)

27/10/2010

	Type of derivative	Type hedge	% hedged	Notional 31.12.09	Notional 31.12.10	Value at 31.12.09	Value at 31.12.10	Maturity
M50 (Concession) Limited	IRS	FE		1,469		(43)		27/10/2010
	IRS	FE		1,469		(43)		27/10/2010
	IRS	FE		1,469		(43)		27/10/2010
Autopistas del Sol, S.A.	IRS	FE		30,778	33,734	(2,691)	(4,865)	30/11/2023
Concesionaria Hospital Son Dureta, S.A.	IRS	FE		11,038	16,108	(2,321)	(2,399)	25/07/2029
	IRS	FE		11,038	16,108	(2,304)	(2,392)	25/07/2029
Autovía Necaxa - Tihuatlan, S.A. de C.V.	IRS	FE		14,500	28,907	(786)	(4,688)	06/12/2027
	IRS	FE		14,074	28,454	(763)	(4,550)	06/12/2027
	IRS	FE		14,074	28,057	(763)	(4,550)	06/12/2027
Scutvias-Autoestradas da Beira Interior, S.A.	IRS	FE		13,221	12,140	(2,750)	(1,934)	04/10/2018
	IRS	FE		8,264	7,587	(1,718)	(1,208)	04/10/2018
	IRS	FE		8,264	7,587	(1,718)	(1,208)	04/10/2018
	IRS	FE		3,305	3,035	(689)	(486)	04/10/2018
Aeropuerto de Castellón	IRS	FE		5,712	5,605	(442)	(498)	30/09/2019
Auto-Estradas XXI – Subconcesionaria Transmontana, S.A.	IRS	FE		6,646	23,769	(693)	(1,528)	31/12/2029
	IRS	FE		2,420	8,665	(252)	(556)	31/12/2029
	IRS	FE		4,289	15,340	(447)	(986)	31/12/2029
	IRS	FE		6,646	23,769	(693)	(1,528)	31/12/2029
	IRS	FE		6,646	23,769	(693)	(1,528)	31/12/2029
	IRS	FE		6,320	22,601	(659)	(1,452)	31/12/2029
	IRS	FE		3,600	12,875	(375)	(827)	31/12/2029
CIRALSA Sociedad Anónima Concesionaria del Estado	IRS	FE		7,083	7,083	(132)	(331)	30/12/2024
	IRS	FE		7,083	7,083	(132)	(331)	30/12/2024
	IRS	FE		7,083	7,083	(133)	(333)	30/12/2024
Compañía Concesionaria del Túnel de Sóller, S.A.	IRS	FE		3,112	5,173	(66)	(167)	30/06/2018
	IRS	FE		3,112	5,173	(67)	(168)	30/06/2018
Metro Barajas Sociedad Concesionaria, S.A.	IRS	FE		—	7,595	—	(93)	24/06/2024
Total equity method				1,024,834	1,977,312	(105,594)	(141,228)	

The detail, by maturity, of the notional amount of the hedging transactions arranged at 31 December 2010 is as follows:

	Notional maturity				
	2011	2012	2013	2014	2015 and thereafter
Fully consolidated companies	1,762,226	697,808	883,182	188,911	719,387
Companies carried using the equity method	124,439	220,971	171,692	383,116	1,077,094

The following table shows the financial derivatives contracted for hedging purposes by the company but which are not considered hedges for accounting purposes:

	Type of derivative	Type of hedge	Notional 31.12.09	Notional at 31.12.10	Value at 31.12.09	Value at 31.12.10	Maturity
Fully consolidated companies							
.A.S.A. Abfall Service Zistersdorf GmbH	COLLAR	ESP	50,667	70,667	(5,726)	(6,426)	28/03/2024
Total fully consolidated companies			50,667	70,667	(5,726)	(6,426)	
Companies carried using the equity method							
Zabalgari, S.A.	COLLAR	ESP	3,000	—	(58)	—	26/01/2010
	BARRIER SWAP	ESP	4,500	3,000	(342)	(263)	26/01/2014
	COLLAR	ESP	3,000	—	(86)	—	26/01/2010
	BARRIER SWAP	ESP	4,500	4,500	(562)	(428)	27/01/2014
	BARRIER SWAP	ESP	3,000	—	(50)	—	26/01/2010
	BARRIER SWAP	ESP	3,000	—	(48)	—	26/01/2010
Suministro de Aguas de Querétano, S.A. de C.V.	CAP	ESP	—	473	—	—	20/01/2011
Nihg South West Health Partnership Limited	CAP	ESP	—	20,571	—	55	31/03/2014
	CAP	ESP	—	20,571	—	56	31/03/2014
Total equity method			21,000	49,115	(1,146)	(580)	

The detail, by maturity, of the notional amount covered by the derivatives that do not meet the requirements to be considered hedging instruments:

	Notional maturity				
	2011	2012	2013	2014	2015 and thereafter
Fully consolidated companies	3,556	3,556	3,556	3,556	56,443
Companies carried using the equity method	473	—	—	48,642	—

The following table refers to the fair value of the PUT treasury stock sale instruments associated with the stock option plan for officers and directors mentioned in Note 18:

Type of derivative	Classification	Amount contracted	Maturity	Fair value 2009		Fair value 2010	
				Assets	Liabilities	Assets	Liabilities
First tranche							
CALL	Hedge	61.596	30/09/2013	6,983	—	1,065	—
PUT	Speculative	61.596	30/09/2013	—	21,989	—	37,910
Swap	Speculative	61.596	30/09/2013	5,625	—	4,336	—
				12,608	21,989	5,401	37,910
Second tranche							
CALL	Hedge	37.065	10/02/2014	9,939	—	2,505	—
PUT	Speculative	37.065	10/02/2014	—	10,018	—	18,489
Swap	Speculative	37.065	10/02/2014	6,533	—	5,014	—
				16,472	10,018	7,519	18,489

23. TAXES

This Note describes the headings in the accompanying consolidated balance sheet and consolidated income statement relating to the tax obligations of each of the Group companies, such as deferred tax assets and liabilities, tax receivables and payables and the income tax expense.

Under authorisation 18/89, the FCC Group files consolidated income tax returns with all the other Group companies that meet the requirements established by tax legislation.

Fomento de Construcciones y Contratas, S.A., the subsidiaries composing the FCC Group and the joint ventures have all the years not yet statute-barred open for review by the tax authorities for the taxes applicable to them. The criteria that the tax authorities might adopt in relation to the years open for review could give rise to contingent tax liabilities which cannot be objectively quantified. In relation to the years which have been reviewed, in certain cases the criteria applied by the tax authorities gave rise to tax assessments, which are currently being appealed against by the related Group companies. However, the Parent's directors consider that the resulting liabilities, relating both to the years open for review and to the assessments issued, will not significantly affect the Group's equity.

a) Deferred tax assets and liabilities

The deferred tax assets arise mainly as a result of the differences between the depreciation and amortisation charges and impairment losses that will become deductible from the income tax base in future years. In general, each year the Group companies take the tax credits provided for under

tax legislation and, therefore, the deferred tax assets do not include any material tax credit carryforwards.

The tax losses of the subsidiaries were generally offset by deducting from the income tax the investment valuation allowances recognised by the Group companies owning the holding, or by deducting these losses from the consolidated tax base in the case of subsidiaries that file consolidated tax returns. However, certain companies recognised deferred tax assets relating to tax losses amounting to EUR 51,817 thousand, since they considered that there are no doubts as to their recoverability (31 December 2009: EUR 36,628 thousand).

Deferred tax liabilities arose mainly as a result of:

- The differences between the tax base and the carrying amount resulting from the recognition of assets at fair value in connection with the corporate acquisitions in the FCC Group's various business segments, as indicated in Note 3.b) and 4. In general, these liabilities do not represent future cash outflows since they reverse at the same rate as that of the depreciation taken on the revalued assets. The depreciation for tax purposes of leased assets and of certain items of property, plant and equipment qualifying for accelerated depreciation for tax purposes, including most notably EUR 9,795 thousand (31 December 2007:
- The depreciation for tax purposes of leased assets and of certain items of property, plant and equipment qualifying for accelerated depreciation for tax purpose and the release of amortisation in 2009 which made it possible to completely amortise certain investments as long as certain requirements were met.
- Profits earned by joint ventures that are included in the taxable base for corporate income tax and
- The tax deductibility of the goodwill arising on the acquisition of non-resident companies before 2008 up to a limit of one-twentieth of the total since, in accordance with IFRS 3 Business Combinations, goodwill is not amortisable for accounting purposes.

In 2010, "Retained Earnings and Other Reserves" includes a decrease of EUR 14,437 thousand (decrease of EUR 16,118 thousand at 31 December 2009) arising from the tax effect of translation differences and the adjustment of the fair value of financial instruments, with a balancing entry in the related deferred taxes.

Following is a detail of the expected reversal dates of the deferred tax assets and liabilities:

	2011	2012	2013	2014	2015 and thereafter	Total
Assets	44,615	61,054	17,055	15,492	460,381	598,597
Liabilities	119,101	26,149	22,160	20,329	968,304	1,156,043

b) Taxes

The detail at 31 December 2010 and 2009 of the current assets and liabilities included under "Tax Receivables" and "Tax Payables", respectively, is as follows:

Current assets

	2010	2009
VAT refundable (Note 15)	175,878	159,300
Current-year tax	38,334	57,833
Other tax items (Note 15)	61,049	59,559
	275,261	276,692

Current liabilities

	2010	2009
VAT refundable (Note 21)	255,560	259,482
Current-year tax	107,507	19,316
Other tax items (Note 21)	302,880	314,220
	665,947	593,018

c) **Income tax expense**

The income tax expense incurred in 2010 amounts to EUR 80,048 thousand (2009: EUR 115,229 thousand), as shown in the accompanying consolidated income statement. Following is the reconciliation of the expense to the tax charge payable:

	2010			2009		
Consolidated profit for the year before tax			393,631			439,045
	<u>Increases</u>	<u>Decreases</u>		<u>Increases</u>	<u>Decreases</u>	
Consolidation adjustments and eliminations	—	(7,578)	(7,578)	6,227	—	6,227
Permanent differences	42,960	(29,795)	13,165	35,644	(45,382)	(9,738)
Adjusted consolidated Carrying profit (loss)			399,218			435,534
Permanent differences: impact en reserves (*)			3,291			(773)
Temporary differences						
- Arising during the year	230,111	(226,819)	3,292	251,713	(463,161)	(211,448)
- Arising in prior years	360,216	(183,258)	176,958	182,480	(149,663)	32,817
Consolidated taxable base (tax result)			582,759			256,130

(*) Deductible income and expenses allocated in accordance with the accounting rules are carried directly to reserves.

	2010	2009
Adjusted consolidated carrying profit	399,218	435,534
Corporate tax	113,479	137,200
Deductions and credits	(35,116)	(22,453)
Tax rate adjustment	(50)	—
Other adjustments	1,735	482
Corporate tax expense	80,048	115,229

24. PENSION PLANS AND SIMILAR OBLIGATIONS

Generally speaking, the Spanish member companies of the Group do not have pension plans other than those provided by Social Security. However, in accordance with the amended text of the Pension Plans and Pension Funds Act, in those instances where such obligations do exist, the company has outsourced its pension and similar obligations to personnel:

The parent company, with authorisation from the Executive Committee, in the past an insurance policy was arranged and the premium paid to cover the payment of benefits relating to death, permanent occupational disability, retirement bonuses and pensions and other situations for, among other employees, certain executive directors and executives. In particular, the contingencies giving rise to indemnity are those that entail the extinction of the employment relationship for any of the following reasons:

- Unilateral decision of the Company.
- Dissolution or disappearance of the Parent for whatever cause, including merger or spin-off.
- Death or permanent disability.
- Other causes of physical or legal incapacity.
- Substantial change in professional terms and conditions
- Resignation of the executive on reaching 60 years of age, at the request of the executive and with the consent of the Company.
- Resignation of the executive on reaching 65 years of age, by unilateral decision of the executive.

On the enclosed consolidated income statement for 2010, there are no premium insurance payments or refunds of excess insurance premiums paid. In 2009, there were premium refunds totalling EUR 6,418 thousand. At 31 December 2010, the fair value of the premiums paid covered all actuarial obligations assumed. No insurance benefits of this kind were paid in fiscal year 2010 (€5,942,000 at 31 December 2009).

Regarding the liabilities assumed by the Spanish member companies of the Group in respect of certain former senior staff, the liability side of the accompanying consolidated balance sheet for 2010 includes the present value, totalling EUR 3,029 thousand (2009: EUR 3,082 thousand). Also, remuneration amounting to EUR 221 thousand in both 2010 and 2009 was paid with a charge to this provision.

Certain of the Group's foreign subsidiaries have undertaken to supplement the retirement benefits and other similar obligations accruing to their employees. The accrued obligations and any assets assigned thereto were measured by independent actuaries using generally accepted actuarial methods and techniques. Where appropriate, the obligations were recognised in the accompanying consolidated balance sheet under "Non-Current Provisions - Pensions and Similar Obligations", as established by IFRSs (see Note 19).

The benefits referred to in the preceding paragraph are as follows:

- The cement company Giant Cement Holding Inc., resident in the USA, is obliged to supplement its employees' retirement pension benefits. The valuation of the plan assets and the accrued obligations was performed by independent actuaries. The projected unit credit method was used for this purpose, with an average actuarial discount rate of 5.20% (2009: 5.70%). At 31 December 2010, the fair value of the plan assets amounted to USD 40,279 thousand (2009: USD 36,987 thousand), and the actuarial value of the accrued obligations amounted to USD 52,424 thousand (2009: EUR 45,227 thousand).

Also, Giant Cement Holding, Inc. has undertaken to continue to provide health care and life insurance for certain employees after termination of their employment, the cost of which was EUR 35,826 thousand (EUR 29,067 thousand in 2009).

- At 31 December 2010, the actuarial deficit for pension and healthcare insurance obligations to employees amounted to EUR 23,559 thousand (2009: EUR 17,261 thousand), which are not provided for in the consolidated financial statements of the Group since, as permitted under IAS 19 Employee Benefits, the Group opted to defer recognition of actuarial gains and losses, which are being systematically recognised in the income statement over the remaining years of the employees' working life in the case of pension benefit obligations, and over the remaining life expectancy of the employees in the case of healthcare insurance obligations. The net difference, representing a liability of EUR 24,412 thousand (31 December 2009: EUR 20,046 thousand), was recognised under "Provisions for Pensions and Similar Obligations" in the accompanying consolidated balance sheet.

The accompanying consolidated balance sheet at 31 December 2010 includes the employee benefit obligations of the Waste Recycling Group companies, resident in the UK. These obligations are represented by certain assets assigned to the plans funding the benefits, the fair value of which amounted to EUR 35,888 thousand (31 December 2009: EUR 31,661 thousand), and the actuarial value of the accrued obligations amounted to EUR 40,927 thousand (31 December 2009: EUR 36,195 thousand). The net difference, representing a liability of EUR 5,039 thousand (31 December 2009: EUR 4,534 thousand), was recognised under non-current provisions on the accompanying consolidated balance sheet. The caption titled "Staff charges" on the enclosed consolidated income statement includes a cost of EUR 713 thousand (31 December 2009: EUR 876 thousand) relating to the net difference between the service cost and the return on the plan assets. The average actuarial rate applied was 5.4%. (5.7% en 2009).

- At 31 December 2010, the Alpine Bau Group companies contributed EUR 59,444 thousand (31 December 2009: EUR 56,952 thousand) relating to the actuarial value of their accrued pension and termination benefit obligations. The amount of these obligations is recognised under "Provisions for Pensions and Similar Obligations" in the accompanying consolidated balance

sheet. A cost of EUR 4,836 thousand is included in the accompanying consolidated income statement in respect of the aforementioned items (31 December 2009: EUR 7,154 thousand)

- Lastly, Flightcare Italia, SpA also contributed EUR 11,237 thousand to “Provisions for long-term employee benefits” in the accompanying consolidated balance sheet at 31 December 2010 (31 December 2009: EUR 12,170 thousand). This amount relates to the actuarial value of the accrued obligations, to which no assets have been assigned. The caption titled “Staff costs” on the enclosed consolidated income statement includes a cost of EUR 532 thousand (31 December 2009: EUR 1,370 thousand) relating to the net difference between the service cost and the discounted present value. The average actuarial rate applied was 0.96% in both years.

The details of the changes in the year in the obligations and assets associated with the pension plan are as follows:

Fiscal year 2010

Actual evolution of the present value of the obligation

	Giant	Waste Recycling Group	Alpine	Flightcare
Opening balance of obligations	74,294	36,195	71,034	11,796
Current service cost	1,426	678	4,934	—
Borrowing costs	4,520	2,108	2,553	108
Contributions by participants	—	50	—	424
Actuarial gains/losses	6,519	2,207	2,597	137
Changes due to exchange rate	6,382	1,151	3,781	—
Benefits paid in 2009	(4,891)	(1,496)	(7,247)	(1,465)
Past service cost	—	34	—	—
Contingencias de negocios	—	—	2,041	—
Closing balance of obligations	88,250	40,927	79,693	11,000

Actual evolution of the fair value of plan assets

	Giant	Waste Recycling Group	Alpine	Flightcare
Opening balance of plan assets	36,987	31,661	12,895	—
Expected return on assets	3,676	2,128	324	—
Actuarial gains/losses	—	1,922	254	—
Changes due to exchange rate	2,888	1,006	2,216	—
Employer contributions	78	617	2,733	—
Participant contributions	—	50	—	—
Benefits paid	(3,350)	(1,496)	(1,609)	—
Closing balance of plan assets	40,279	35,888	16,813	—

Reconciliation of the actual evolution of the obligation, less the plan assets with the balance effectively recognised on the balance sheet

	Giant	Waste Recycling Group	Alpine	Flightcare
Net balance of obligations less plan assets at year-end	47,971	5,039	62,880	11,000
Actuarial gains/losses not recognised on balance sheet within 10% margin	—	—	(3,436)	237
Actuarial gains/losses not recognised on balance sheet in prior fiscal years	(23,559)	—	—	—
Unrecognised past-services cost balance (paragraph 58.b, IAS 19)	—	—	—	—
Net balance (asset-liability) recognised at year-end	24,412	5,039	59,444	11,237

Fiscal year 2009

Actual evolution of the present value of the obligation

	Giant	Waste Recycling Group	Alpine	Flightcare
Opening balance of obligations	72,295	25,615	66,602	11,748
Current service cost	2,359	594	7,172	—
Borrowing costs	2,613	1,707	2,491	482
Contributions by participants	—	193	—	888
Actuarial gains/losses	3,580	5,945	424	317
Changes due to exchange rate	(2,439)	2,754	—	—
Benefits paid in 2009	(4,114)	(897)	(7,744)	(1,639)
Past service cost	—	284	2,089	—
Closing balance of obligations	74,294	36,195	71,034	11,796

Actual evolution of the fair value of plan assets

	Giant	Waste Recycling Group	Alpine	Flightcare
Opening balance of plan assets	35,534	23,672	11,952	—
Expected return on assets	5,639	1,577	382	—
Actuarial gains/losses	—	3,131	—	—
Changes due to exchange rate	(1,201)	2,613	350	—
Employer contributions	—	1,373	2,126	—
Participant contributions	—	192	—	—
Benefits paid	(2,985)	(897)	(1,915)	—
Closing balance of plan assets	36,987	31,661	12,895	—

Reconciliation of the actual evolution of the obligation, less the plan assets with the balance effectively recognised on the balance sheet

	Giant	Waste Recycling Group	Alpine	Flightcare
Net balance of obligations less plan assets at year-end	37,307	4,534	56,153	11,796
Actuarial gains/losses not recognised on balance sheet within 10% margin	—	—	822	374
Actuarial gains/losses not recognised on balance sheet in prior fiscal years	(17,261)	—	—	—
Unrecognised past-services cost balance (paragraph 58.b, IAS 19)	—	—	(23)	—
Net balance (asset-liability) recognised at year-end	20,046	4,534	56,952	12,170

25. GUARANTEES EXTENDED TO THIRD PARTIES AND OTHER CONTINGENT LIABILITIES

At 31 December 2010, the Group had provided EUR 5,200,345 thousand of guarantees to third parties, mostly consisting of completion bonds provided to government agencies and private-sector customers as security for the performance of construction projects and urban cleaning contracts (31 December 2009: EUR 5,927,309 thousand).

Fomento de Construcciones y Contratas, S.A. and the Group's subsidiaries are acting as defendants in certain lawsuits in relation to the liability inherent to the various business activities carried on by the Group in the performance of the contracts awarded, for which the related

provisions have been recognised (see Note 19). The lawsuits, although numerous, represent scanty material amounts when considered individually and none of them are particularly noteworthy. Accordingly, on the basis of past experience and the existing provisions, the resulting liabilities would not have a significant effect on the Group's equity.

In relation to the Group companies' interests in businesses managed jointly through unincorporated joint ventures, joint property entities, silent participation agreements, economic interest groupings and other entities of a similar legal nature, the venturers share joint and several liability with respect to the activity carried on (see Note 12).

26. INCOME AND EXPENSES

a) Operating revenues

The Group classifies operating income under "Revenue", except for that arising from work on non-current assets, operating grants, income from the sale of real estate assets and the expenses chargeable to tenants are recorded as "Other Operating Income" on the enclosed consolidated income statement.

Note 27, "Segment Reporting", shows the contribution of the business lines to consolidated revenue.

The details of other operating income in 2010 and 2009 are as follows:

	2010	2009
Income from sundry services	193,477	205,726
CO ₂ emission rights	62,784	35,278
Insurance indemnities	17,109	19,922
Operating grants	22,575	21,591
Other income	17,433	21,827
Excess provisions	24,577	53,183
	337,955	357,527

b) Raw materials and consumables

The details of the balance under "Raw materials and consumables" at 31 December 2010 and 2009 were as follows:

	2010	2009
Work performed by subcontractors and other companies	3,436,909	3,941,190
Purchases and procurements	2,186,770	2,181,971
Other external expenses	132	2,961

5,623,811 6,126,122

c) Staff costs

The details of staff costs in 2010 and 2009 is as follows:

	2010	2009
Wages and salaries	2,590,904	2,584,745
Social Security	642,805	648,387
Other staff costs	67,055	63,390
	3,300,764	3,296,522

The balance under “Staff costs” at 31 December 2010 included EUR 2,323 thousand (EUR 1,824 thousand at 31 December 2009) relative to the Stock Option Plan (Note 18).

The average number of employees working for the Group, by professional category, in 2010 and 2009 was as follows:

	2010	2009
Managers and university graduates	4,255	4,410
Other qualified line personnel	7,679	7,367
Clerical and similar staff	10,246	10,403
Other salaried employees	70,113	71,486
	92,293	93,666

The average number of employees at the Group, by gender, in 2010 and 2009 was as follows:

	2010	2009
Men	72,656	73,834
Women	19,637	19,832
	92,293	93,666

d) Impairment and profit/ loss on fixed asset disposals

The composition of the balances under “Impairment and gains or losses on disposals of financial instruments” in 2010 and 2009 was as follows:

	2010	2009
Gain on the sale of ITV (vehicle inspection) business (Note 4.b)	163,385	—

Gain on the disposal of FCC Global Insurance General Services, S.A. (Note 4.b)	—	44,299
Gains(losses) on disposals of PPE and intangible assets	6,990	(6,691)
Impairment Provisions (reversals)	(21,345)	19,199
Other items	(3,679)	4,037
	145,351	60,844

Notable under the heading of impairment in 2010 was the impairment of Flightcare Italia S.p.A. goodwill in the amount of EUR 17,000 thousand (Note 6).

e) Financial income and expense

The detail of the finance income in 2010 and 2009, based on the assets giving rise thereto, is as follows:

	2010	2009
Negotiable financial assets	5,730	3,043
Available-for-sale financial assets	3,801	2,878
Held-to-maturity investments	11,060	5,808
Currant and non-current loans	17,283	17,373
“Lump sum payment” projects	7,618	8,518
Cash and cash equivalents	14,299	28,576
	59,791	66,196

The details of finance costs in 2010 and 2009 are as follows:

	2010	2009
Credit facilities and loans	252,940	229,143
Limited recourse project financing loans	111,957	94,010
Payable under finance leases	4,544	7,882
Payable to third parties	39,029	19,412
Assignment of accounts receivable under “lump sum projects	15,877	9,041
Other finance costs	17,738	18,187
	442,085	377,675

f) Change in fair value of financial instruments

The most noteworthy change was the loss due a change in the fair value of the non-hedging derivatives swap associated with the Share Option Plan which was EUR 24,286 thousand (gain of EUR 8,322 thousand in 2009) (Note 18).

g) Impairment and profit (loss) on disposal of financial instruments

Notable under this heading in 2009 was the impairment of the Xfera Móviles, S.A. portfolio in the amount of EUR 18,443 thousand.

h) Results of entities carried under the equity method

The composition of this caption is as follows:

	2010	2009
FY results (Note 11)		
Jointly-controlled entities	2,223	(8,194)
Associates	8,111	2,101
Profit (loss) on disposals	6,505	24,454
	16,839	18,361

Notable among the disposals in 2009 was the sum of EUR 17,283 thousand in profits generated by the contribution of the concession business to the Global Vía Infraestructuras Group (Nota 4).

27. SEGMENT REPORTING

a) Business segments

The business segments presented coincide with the business areas, as described in Note 1. The segment information shown in the following tables was prepared in accordance with the management criteria established internally by Group management, which coincide with the accounting policies adopted to prepare and present the Group's consolidated financial statements.

The "Corporation" column includes the financial activity arising from the Group's centralised cash management, the operation of the Torre Picasso building and the companies that do not belong to any of the aforementioned Group activities.

Income statement by segment

In particular, the information shown in the following tables includes the following items as the segment result for 2010 and 2009:

- All operating income and expenses of the subsidiaries and joint ventures relating to the business carried on by the segment.
- Interest income and expenses arising from segment assets and liabilities, dividends and gains and losses on sales of the financial assets of the segment.
- The stake in the profits (losses) of companies carried by the equity method.
- The income tax expense relating to the transactions performed by each segment.
- The "Corporation" column includes, in addition to the aforementioned items, the eliminations due to financial or other transactions between Group segments.

- The contribution of each area to the equity attributable to the shareholders of Fomento de Construcciones y Contratas, S.A. is shown under “Contribution to FCC Group Profit”.

	Services						
	Total	Environment	Versia	Construction	Cement	Energy	Corporation
2010							
Revenue	12,114,168	3,672,222	846,347	6,693,575	886,678	86,254	(70,908)
Other income	420,552	81,592	35,733	173,085	96,609	6,871	26,662
Operating expenses	(11,100,168)	(3,096,162)	(743,092)	(6,511,175)	(763,595)	(27,641)	41,497
Fixed asset depreciation	(732,140)	(333,246)	(96,400)	(115,100)	(133,773)	(45,698)	(7,923)
Operating profit	71,313	(895)	150,350	1,215	(18,908)	(49)	(60,400)
Operating results	773,725	323,511	192,938	241,600	67,011	19,737	(71,072)
Finance income and expense	6.39 %	8.81 %	22.80 %	3.61 %	7.56 %	22.88 %	100.23 %
Financial income and expense	(382,294)	(183,864)	(33,149)	(59,355)	(64,915)	(39,895)	(1,116)
Other financial income (losses)	(14,639)	3,688	3,123	6,800	2,227	—	(30,477)
Profit (loss) companies carried by equity	16,839	26,740	3,270	(1,920)	(1,499)	3,936	(13,688)
Before-tax profits (losses) from continuous operations	393,631	170,075	166,182	187,125	2,824	(16,222)	(116,353)
Corporate income tax	(80,048)	(32,657)	(31,078)	(31,321)	8,136	5,283	1,589
Consolidated profit for the year	313,583	137,418	135,104	155,804	10,960	(10,939)	(114,764)
Minority interests	(12,330)	(2,985)	64	637	(9,757)	55	(344)
Profit/ (loss) attributed to parent company	301,253	134,433	135,168	156,441	1,203	(10,884)	(115,108)
Contribution to FCC Group profit	301,253	134,433	135,168	156,441	860	(10,884)	(114,765)

	Services						
	Total	Environment	Versia	Construction	Cement	Energy	Corporation
2009							
Revenue	12,699,629	3,601,697	820,012	7,201,220	1,035,393	81,948	(40,641)
Other income	407,987	111,809	28,986	187,034	66,409	2,898	10,851
Operating expenses	(11,622,703)	(3,103,361)	(750,110)	(6,982,152)	(812,758)	(19,011)	44,685
Fixed asset depreciation	(752,381)	(322,863)	(95,229)	(121,199)	(162,969)	(42,636)	(7,485)
Operating profit	56,980	10,124	2,850	(2,794)	2,494	—	44,300
Operating results	789,512	297,406	6,509	282,109	128,569	23,199	51,720
Finance income and expense	6.22%	8.26%	0.79%	3.92%	12.42%	28.31%	(127.26%)
Financial income and expense	(311,479)	(155,713)	(37,389)	(37,489)	(73,036)	(29,797)	21,945
Other financial income (losses)	(57,349)	(10,846)	(3,019)	(21,289)	(13,835)	(7)	(8,353)
Profit (loss) companies carried by equity	18,361	17,335	2,168	81,582	12,171	513	(95,408)
Before-tax profits (losses) from continuous operations	439,045	148,182	(31,731)	304,913	53,869	(6,092)	(30,096)
Corporate income tax	(115,229)	(31,488)	5,076	(77,673)	(13,984)	2,615	225
Consolidated profit for the year	323,816	116,694	(26,655)	227,240	39,885	(3,477)	(29,871)
Minority interests	(27,780)	(2,452)	(24)	(2,414)	(15,843)	(152)	(6,895)
Profit/ (loss) attributed to parent company	296,036	114,242	(26,679)	224,826	24,042	(3,629)	(36,766)
Contribution to FCC Group profit	296,036	114,242	(26,679)	224,826	17,147	(3,629)	(29,871)

With regard to “Corporation” in the tables above, the following items are particularly worthy of note in 2010 and 2009:

Revenue

	2010	2009
Torre Picasso	25,371	26,127
Elimination of inter-segment transactions	(100,759)	(77,446)
Other	4,480	10,678
	(70.908)	(40.641)

Contribution to FCC Group profit (net of tax)

	2010	2009
Results of Realia Business carried by the equity method (Note 4)	335	(16,445)
Results of Global Vía Group:		
- Consolidated by equity method	(22,901)	(13,522)
- Intergroup portfolio transfers	—	(53,376)
Gain on the sale of FCC Global Insurance General Services, S.A.	—	36,325
Stock option derivatives and others	(21,350)	6,580
Torre Picasso (Note 8)	12,572	13,202
International expansion provision	(42,280)	—
Staff costs	(14,423)	(16,534)
Other	(26,718)	13,899
	(114,765)	(29,871)

Balance sheet by segments

	Total Group	Services		Construction	Cement	Energy	Corporation
		Environm ent	Versia				
2010							
ASSETS							
Non-current assets	13,393,742	5,531,277	1,093,382	1,701,173	2,948,299	1,038,847	1,080,764
Intangible assets	5,063,681	2,081,316	763,147	515,487	1,104,295	530,749	68,687
Property, plant and equipment	5,833,737	2,735,409	253,817	669,093	1,686,434	498,482	(9,498)
Investment properties	259,033	6,461	—	23,590	—	—	228,982
Investments carried using the equity method	1,222,895	226,334	23,890	242,090	39,122	967	690,492
Non-current financial assets	415,799	301,298	20,626	68,208	9,371	3,243	13,053
Deferred tax assets	598,597	180,459	31,902	182,705	109,077	5,406	89,048
Current assets	8,585,395	1,966,588	426,142	5,396,214	796,888	55,500	(55,937)
Inventories	1,138,375	56,623	28,853	904,899	136,173	761	11,066
Trade and other accounts receivable	5,491,691	1,521,680	253,218	3,521,899	219,315	17,761	(42,182)
Other current financial assets	225,763	100,682	120,852	117,108	13,115	5,702	(131,696)
Other current assets	50,915	24,743	2,720	14,538	4,325	235	4,354
Cash and cash equivalents	1,678,651	262,860	20,499	837,770	423,960	31,041	102,521
Total assets	21,979,137	7,497,865	1,519,524	7,097,387	3,745,187	1,094,347	1,024,827
LIABILITIES							
Equity	3,206,301	617,203	133,086	878,994	1,472,091	(7,526)	112,453
Non-current liabilities	10,962,527	2,680,823	719,796	1,312,167	1,829,277	642,214	3,778,250
Grants	104,693	20,932	386	80,902	2,473	—	—
Provisions -non-current	1,047,836	474,913	57,005	186,163	75,221	12,115	242,419
Non-current financial liabilities	8,628,968	1,639,458	634,506	949,206	1,456,681	530,018	3,419,099
Deferred tax liabilities	1,156,043	520,533	27,899	95,896	294,902	100,081	116,732
Other non-current liabilities	24,987	24,987	—	—	—	—	—
Current liabilities	7,810,309	4,199,839	666,642	4,906,226	443,819	459,659	(2,865,876)
Provisions -current	143,233	14,730	2,801	125,655	47	—	—
Current financial liabilities	1,988,231	784,381	266,841	621,726	272,455	441,676	(398,848)

Trade and other payables	5,662,968	1,032,167	221,334	4,151,898	167,776	17,983	71,810
Other current liabilities	15,877	5,202	34	6,947	3,541	—	153
Intra-group transactions	—	2,363,359	175,632	—	—	—	(2,538,991)
Total liabilities	21,979,137	7,497,865	1,519,524	7,097,387	3,745,187	1,094,347	1,024,827

	Total Group	Services					
		Environm ent	Versia	Construction	Cement	Energy	Corporation

2009

ASSETS

Non-current assets	13,384,655	5,368,193	1,189,783	1,708,916	2,998,148	1,014,423	1,105,192
Intangible assets	5,009,277	1,971,672	822,801	496,442	1,105,580	545,903	66,879
Property, plant and equipment	5,957,478	2,729,658	281,703	741,526	1,752,765	463,939	(12,113)
Investment properties	264,093	7,332	—	18,563	—	—	238,198
Investments carried using the equity method	1,145,754	191,364	25,785	193,731	40,991	914	692,969
Non-current financial assets	404,024	262,582	20,745	78,397	7,299	51	34,950
Deferred tax assets	604,029	205,585	38,749	180,257	91,513	3,616	84,309
Current assets	8,427,874	1,920,778	331,924	5,282,017	869,534	56,602	(32,981)
Non-current assets held for sale	—	—	—	—	879	—	(879)
Inventories	1,103,282	38,436	35,363	887,191	141,141	146	1,005
Trade and other accounts receivable	5,372,976	1,478,758	247,486	3,395,067	255,609	20,930	(24,874)
Other current financial assets	230,980	109,426	24,095	100,382	17,183	4,013	(24,119)
Other current assets	66,174	23,317	3,321	34,668	4,311	266	291
Cash and cash equivalents	1,654,462	270,841	21,659	864,709	450,411	31,247	15,595
Total assets	21,812,529	7,288,971	1,521,707	6,990,933	3,867,682	1,071,025	1,072,211

LIABILITIES

Equity	3,097,574	540,738	86,434	576,679	1,455,645	(6,425)	444,503
Non-current liabilities	11,178,933	2,438,120	771,072	847,187	2,014,559	677,653	4,430,342
Grants	85,692	18,236	396	63,953	3,107	—	—
Provisions -non-current	906,535	445,962	59,597	186,339	49,547	11,844	153,246
Non-current financial liabilities	8,952,544	1,432,132	668,517	469,548	1,666,832	556,287	4,159,228
Deferred tax liabilities	1,216,910	524,546	42,562	127,347	295,065	109,522	117,868
Other non-current liabilities	17,252	17,244	—	—	8	—	—
Current liabilities	7,536,022	4,310,113	664,201	5,567,067	397,478	399,797	(3,802,634)
Provisions -current	110,773	8,216	1,387	101,123	47	—	—
Current financial liabilities	1,519,368	953,865	295,038	1,039,082	238,956	384,537	(1,392,110)
Trade and other payables	5,896,831	1,109,084	216,182	4,422,243	156,054	15,260	(21,992)
Other current liabilities	9,050	2,025	13	4,619	2,421	—	(28)
Intra-group transactions	—	2,236,923	151,581	—	—	—	(2,388,504)
Total liabilities	21,812,529	7,288,971	1,521,707	6,990,933	3,867,682	1,071,025	1,072,211

Cash flows by segment

		Services						
		Total Group	Environment	Versia	Construction	Cement	Energy	Corporation
<u>2010</u>								
From operating activities		1,011,065	489,641	156,231	37,318	250,888	52,551	24,436
From investing activities		(576,643)	(356,175)	31,879	(288,534)	(13,109)	(50,752)	100,048
From financing activities		(423,519)	(145,749)	(193,632)	220,601	(265,144)	(2,005)	(37,590)
Effect of exchange rate fluctuations and other	rate	13,286	4,301	4,362	3,676	912	—	35
Cash flows for the year		24,189	(7,982)	(1,160)	(26,939)	(26,453)	(206)	86,929
<u>2009</u>								
From operating activities		1,602,070	682,714	138,262	146,519	360,262	71,690	202,623
From investing activities		(843,050)	(406,287)	(67,115)	263,360	79,211	(207,966)	(504,253)
From financing activities		(503,784)	(219,427)	(71,495)	(369,673)	(269,073)	159,994	265,890
Effect of exchange rate fluctuations and other	rate	(9,435)	(7,968)	692	(840)	(2,341)	—	1,022
Cash flows for the year		245,801	49,032	344	39,366	168,059	23,718	(34,718)

b) Activities and investments by geographical area

Approximately 46% of the Group's business is conducted abroad (2009: 44%)

The breakdown, by market, of the revenue earned abroad by the Group companies in 2010 and 2009 is as follows:

	Total	Services		Construction	Cement	Energy
		Environment	Versia			
2010						
European Union	4,446,592	1,145,077	216,503	3,033,846	48,270	2,896
USA	288,874	106,072	35,801	11,033	135,968	—
North America	226,057	3,133	28,817	193,244	863	—
Latin America	600,400	56,978	598	433,162	108,938	724
Other						
	5,561,923	1,311,260	281,719	3,671,285	294,039	3,620
2009						
European Union	4,509,742	1,111,079	209,700	3,132,215	56,748	—
USA	296,612	84,446	28,053	46,267	137,846	—
North America	150,456	5,440	21,936	122,461	619	—
Latin America	668,747	54,387	697	513,667	99,996	—
Other						
	5,625,557	1,255,352	260,386	3,814,610	295,209	—

According to the terms of IFRS 8, “Operating segments”, the enclosed financial statement includes the following information by geographical area:

	Group Total	Spain	UK	Czech Republic	Other EU countries	United States of America	Latin America	Other
2010								
ASSETS								
Intangible assets	5,063,681	3,055,770	725,336	897	597,440	582,028	102,210	—
PPE	5,833,737	2,523,778	1,467,515	302,958	813,801	590,726	43,584	91,375
Investment properties	259,033	235,443	—	—	23,590	—	—	—
Deferred tax assets	598,597	357,782	135,052	1,787	21,889	76,192	5,873	22
2009								
ASSETS								
Intangible assets	5,009,277	3,073,767	697,921	935	592,143	563,692	80,819	—
PPE	5,957,478	2,648,187	1,480,482	288,512	840,361	549,555	46,361	104,020
Investment properties	264,093	245,530	—	—	18,563	—	—	—
Deferred tax assets	604,029	363,800	145,433	1,170	19,565	68,069	3,581	2,411

c) Personnel

The average number of employees in 2010 and 2009, by business area, was as follows:

	2010	2009
Servicios		
Environmental disclosures	49,513	49,558
Versia	11,201	11,251
Construction	27,583	28,637
Cement	3,529	3,832
CORPORATION	467	388
	92,293	93,666

28. ENVIRONMENTAL INFORMATION

At the meeting held on 3 June 2009, the Board of Directors of FCC approved the FCC Group’s Environmental Policy which responds to the objectives of the 2009-2010 Corporate Responsibility Master Plan and reinforces the FCC Group’s commitment to social responsibility as part of FCC’s overall strategy in relation to environmental services.

The FCC Group conducts its business in keeping with its commitment to corporate responsibility, to compliance with all applicable legal requirements, to its respect for interest groups and its desire to generate wealth and wellbeing.

Aware of just how important environmental preservation and the responsible use of available resources are to the FCC Group and in keeping with the desire to render its services in a way which is respectful of the environment, the FCC Group has established the following standards, applicable to the entire organisation, which serve as the cornerstone of its contribution to sustainable development.

Continuing improvement

Promoting environmental excellence by establishing objectives for continuously improving performance, minimising the negative impact of the processes, products and services of the FCC Group and maximising the positive impact.

Control and monitoring

Establishing systems for managing environmental indicators for the operational control of processes that provide the knowledge needed for the purposes of monitoring, evaluating, decision making and communication of the environmental performance of the FCC Group and the fulfilment of the commitments assumed.

Climate change and pollution prevention

Directing the fight against climate change by implementing processes with lower greenhouse effect gas emissions and by fostering energy efficiency and promoting renewable energies.

Preventing pollution and protecting the environment through effective management and the responsible use of natural resources and by minimising the impact of the emissions, dumping and waste generated and handled in connection with the FCC Group's business activities.

Observing the environment and innovation

Identifying the risks and opportunities inherent to the activities associated with a changing natural environment in order to promote innovation and the application of new technologies and to generate synergies among the different activities carried out by the FCC Group.

Life cycle of products and services

Intensifying environmental considerations when planning the activities, acquisition of materials and equipment and relationships with suppliers and contractors.

The necessary participation of all

Promoting an awareness and application of environmental principles among employees and other interest groups.

Sharing the experience with best practices with the different social agents to foster alternative solutions that contribute to the achievement of a sustainable environment.

The implementation of quality management and environmental management systems and follow-up audits are illustrative of the measures taken by the FCC Group in this area. With regard to environmental risk management, the Group has implemented environmental management systems certified under ISO 14001 standards in the various business areas, which focus on:

- a) Compliance with the applicable regulations and achievement of environmental objectives that go beyond external requirements.
- b) Decrease in environmental impact through adequate planning.
- c) Ongoing analysis of risks and possible improvements.

The basic tool for mitigating environmental risk is the environmental plan prepared by each operating unit, which sets out the following:

- a) Identification of environmental issues and of applicable legislation.
- b) Impact evaluation criteria.
- c) Measures to be adopted.
- d) A system for measuring the objectives achieved.

By their very nature, the activities of the Environmental Services business line are geared towards environmental protection and conservation, not only through the production activity itself (waste collection, operation and control of landfills, sewer cleaning, treatment and elimination of industrial waste, wastewater treatment, etc.), but also as a result of performing these activities using production techniques and systems designed to reduce environmental impact, on occasions surpassing the requirements stipulated in the regulations governing this area.

The performance of production activities in the Environmental Services area requires the use of specialised structures, plant and machinery that are efficient in terms of environmental protection and conservation. At 31 December 2010, the acquisition cost of the non-current assets assigned to production in the Services area, net of depreciation and amortisation, totalled EUR 4,816,724 thousand (31 December 2009: 4,701,329 thousand). The environmental provisions, mainly for landfill sealing and shutdown expenses, totalled EUR 353,556 thousand (31 December 2009: 348,089 thousand).

The Group's cement companies have non-current assets designed to filter atmospheric gas emissions, honour their commitments relating to the environmental restoration of depleted quarries and apply technologies that contribute to environmentally-efficient process management.

At year-end the Cementos Portland Valderrivas Group had non-current assets relating to environmental conservation and protection amounting to EUR 192,856 thousand (net of depreciation and amortisation) (2009: EUR 191,314 thousand), with accumulated amortisation of EUR 88,251 thousand (EUR 79,708 thousand in 2009).

The Group's cement business receives, free of charge, CO₂ emission rights under the corresponding national allocation plans. In 2010 and 2009, the emission rights received were equivalent to 7,763,000 tonnes per annum, 7,729,000 tonnes of which referred to the National Allocation Plan (NAP) for Spain for the period 2008-2012 for the companies Cementos Portland Valderrivas, S.A., Cementos Alfa, S.A., Lemona Industrial, S.A. and Uniland Cementera, S.A. and 34,000 tonnes pending final allocation to Cementos Portland Valderrivas, S.A. On 27 November 2007, the National Allocation Plan (NAP) approved in Spain for 2008-2012 was published in the Official State Gazette.

In 2010, the companies mentioned above reached an agreement with a financial institution to exchange the emission rights received as part of the “EUA” for the acquired investment rights in projects in developing countries (also known as “CER”) during the term of the 2008-2012 National Assignment Plan. The financial institution has guaranteed the Group a premium per ton exchanged.

The caption titled “Operating Income” on the enclosed income statement reflects the income obtained from the sale of greenhouse gas rights 2010 in the amount of EUR 62,784,000 (EUR 35,278 thousand in 2009) (Nota 26.a).

The Construction division adopts environmental practices which make it possible to respect the environment in the performance of construction projects, and minimises its environmental impact through the following measures: reduction of atmospheric dust emissions; noise and vibration control; control of water discharges, with special emphasis on the treatment of effluents generated by construction projects; maximum reduction of waste generation; safeguarding of the biological diversity of animals and plants; protection of urban surroundings due to the occupation, pollution or loss of land, and the development of specific training programs for line personnel involved in the environmental decision-making process.

It has also implemented an “Environmental Behaviour Code” which establishes the environmental conservation and protection requirements for subcontractors and suppliers. The Energy area strives for energy efficiency through the use of technologies which focus on the generation and use of renewable energies as vital mechanisms for the reduction of CO₂ emission and the fight against climate change.

It is not believed that there are any significant contingencies in relation to the protection and enhancement of the environment at 31 December 2010 which could have a significant impact on the enclosed financial statements.

For further information on the matters discussed in this Note, please refer to the Group’s Corporate Social Responsibility report which is published annually on FCC’s website, www.fcc.es, among other channels.

29. FINANCIAL RISK MANAGEMENT POLICIES

Financial risk refers to changes in the value of financial instruments contracted by the Group due to political, market and other factors, and the effect of such changes on the consolidated balance sheet.

The FCC Group’s risk management philosophy is consistent with its business strategy, as it strives for maximum solvency and efficiency at all times. In that regard, the Group has set out stringent financial risk management and control criteria for identifying, measuring, analysing and controlling the risks faced in the course of FCC’s operations. This risk policy is correctly integrated into the Group’s organisational structure.

In keeping with the risk control policy, hedging transactions arranged by the FCC Group are not speculative but, rather, aim to cover the transaction risks.

In keeping with the risk control policy, hedging transactions arranged by the FCC Group are not speculative but, rather, aim to cover the transaction risks.

Capital risk management

The Group manages its capital to ensure that the Group companies will be able to continue to operate as profitable businesses while maximising the return for shareholders.

The Group's overall strategy continues to focus on geographical diversification, developing and expanding activities in Europe and in North and Central America.

The cost of capital and the associated risks of each investment project are analysed by the Operational Areas and the Finance Division and are subsequently approved or rejected by the corresponding committee or by the Board of Directors. Other functional areas of the Group may also provide reports if so required.

In addition to the standard objectives of investment analysis (returns, return period, risk assumed, and strategic and market valuations), these analyses focus on keeping the net debt/EBITDA ratio at reasonable levels and within the terms of agreements with lenders.

The Company's Finance Department, which is in charge of managing financial risks, regularly reviews the leverage ratios and compliance with loan covenants, as well as subsidiaries' capital structures.

Interest rate risk

In order to adopt the optimal position for the Group's interests, it implements an active risk management policy; it constantly monitors the market and adopts positions depending mainly on the asset being financed.

Given the nature of the Group's activities, closely linked to inflation, its financial policy consists of ensuring that both its current financial assets, which to a large extent provide natural hedging for its current financial liabilities, and the Group's debt are partially tied to floating interest rates.

Nevertheless, the FCC Group has arranged interest rate hedges; at the end of 2009, it had hedged 48.6% of the Group's total net debt using a range of instruments at different terms (including hedges for structured project finance).

In compliance with the policy of classifying original instruments as hedges, the FCC Group has arranged interest rate hedges, mainly swaps (IRSs), in which the Group companies pay a fixed interest rate and receive a floating rate.

Foreign exchange risk

As a result of the FCC Group's positioning in international markets, it is exposed to exchange rate risks in its net foreign currency positions with respect to both the euro and other foreign currencies when the investment and financing of an activity cannot be arranged in the same currency.

The FCC Group's general policy is to mitigate, as far as possible, the adverse effect on its financial statements of exposure to foreign currencies, with regard to both transactional and purely equity-

related changes. The FCC Group therefore manages the effect that foreign exchange risk can have on both the balance sheet and the income statement.

The Group actively manages its foreign exchange risk by arranging financial transactions in the same currency as that in which the related asset is denominated. In that regard, the Group strives always to finance its activities in the local currency as this creates a natural hedge between cash flows and financing. However, this is occasionally not possible where the currency of the country of origin of the investment is weak and long-term financing cannot be obtained in that currency. In these cases, financing is obtained either in the currency of the consolidated Group or in the most closely-related foreign currency.

Foreign currency risk is expressed as the portion of the Group's equity denominated in currencies other than the euro, as indicated in Note 17, "Equity", the most noteworthy currency being the pound sterling.

Solvency risk

At 31 December 2010, the FCC Group's net financial debt amounted to EUR 7,748,732 as shown in the following table:

	2010	2009
Bank borrowings	8,524,821	8,517,396
Bonds and debentures	680,650	563,297
Other interest-bearing debt	447,675	459,906
Current financial assets	(225,763)	(230,980)
Cash and cash equivalents	(1,678,651)	(1,654,462)
Net financial debt	7,748,732	7,655,157
Net debt with limited recourse	(2,760,615)	(2,881,637)
Net debt with recourse	4,988,117	4,773,520

The most relevant ratio for measuring solvency and repayment capacity is: the net debt / EBITDA ratio. The Group's ratios are reasonable and comply with the covenants agreed with lenders.

Liquidity risk

The FCC Group operates in various markets in order to obtain the financing it needs, thereby mitigating liquidity risk.

Despite the adverse situation reigning in the financial markets throughout 2010, the FCC Group has remained extremely well positioned and has anticipated any potential adversity by paying close attention to trends in those factors that may help to resolve liquidity shortfalls in the future and to the various sources of financing and their characteristics.

Details of the credit facilities granted at consolidated level at 31 December 2010, taking into account only short- and long-term bank debt and excluding non-recourse debt, finance lease payables and accrued interest payable, are as follows:

	Amount granted	Undrawn balance	Balance drawn down
Consolidated	7,586,285	1,526,911	6,059,374

Concentration risk

This risk arises from the concentration of financing transactions with common features such as:

- Sources of financing: The FCC Group obtains financing from over 140 Spanish and international credit institutions.
- Markets/geographical area (Spanish, foreign): The FCC Group operates in a wide variety of markets in Spain and other countries; 83% of the Group's debt is in euro and 17% in various currencies in several international markets.
- Products: The FCC Group arranges a broad spectrum of financial products, including loans, credit facilities, debt instruments, syndicated transactions and discounting facilities.
- Currency: The FCC Group finances its operations in a wide variety of currencies. Although there is significant concentration of financing in euro, US dollars and pounds sterling, investments tend to be financed in the local currency, and in the country of origin, wherever possible.

Sensitivity test

With regard to the sensitivity test of derivatives and net debt, the table below shows the amounts obtained, in thousands of euros, in relation to the active derivatives at the end of the year with an impact on equity and the income statement, once the percentage of interest is applied. Given the instability of financial markets, the sensitivity test considered three scenarios which assumed a rise in the interest rate curve at 31 December 2010 of 100, 125 and 150 basis points and three scenarios which assumed a decline in the interest rate curve of 100, 75 and 50 basis points.

	Hedging derivatives					
	-100 bp	-75 bp	-50 bp	+100 bp	+125 bp	+150 bp
Impact on equity (fully consolidated companies)	(74,479)	(55,160)	(36,281)	67,992	84,117	99,911
Impact on equity (equity method)	(107,262)	(78,890)	(51,579)	92,789	114,092	134,639

Regarding the derivatives that do not meet hedging requirements, it should be noted that the impact which applying the sensitivity test in the same terms as indicated above would have on the income statement would be negligible.

As with derivatives, the table below shows the effect which the upward or downward variations in the interest rate curve discussed above would have on net debt and on the Company's income statement, excluding the debt associated with hedging instruments (+100 pb, +125 pb, +150 pb and -100 pb, -75 pb y -50 pb respectively).

	Net debt					
	-100 pb	-75 pb	-50 pb	+100 pb	+125 pb	+150 pb
Impact on income statement	(50,100)	(37,600)	(25,100)	50,100	62,700	75,200

Internal Financial Reporting Control System (SCIIF)

As a consequence of the foreseeable incorporation of the 4th EU Directive into Spanish law in 2011, publicly listed companies shall not be obligated to itemise the information relative to the description of their internal control systems for regulated financial information (hereinafter SCIIF). Furthermore, following the modification in 2010 of section 4 of the Eighteenth Additional Provision of the Stock Market Act in relation to the adaptation of the 8th EU Directive, there are new responsibilities for the Audit Committees of publicly listed companies relative to their organizations' internal control practices.

To assist these entities in complying with their new obligations, the CNMV asked the Expert Working Group to draft a report which could serve as a frame of reference and a guide internal control practices to ensure the reliability of financial information.

In this regard, in 2010 Fomento de Construcciones y Contratas, S.A. undertook a project to evaluate the current level of development of the SCIIF in relation to the good practices proposed in the report published by the CNMV and implement any measures which may be needed in this regard.

30. INFORMATION ON RELATED PARTY TRANSACTIONS

a) Transactions with significant shareholders of the Parent

The detail of the significant transactions involving a transfer of resources or obligations between Group companies and significant shareholders is as follows:

Shareholder	Group Company	Type of Operation	Type of relationship	Amount
B1998, S.L.	FCC Medio Ambiente, S.A.	Contractual	Cleaning services	3,282

b) Transactions with Company directors and officers

The bylaw-stipulated emoluments earned by the directors of Fomento de Construcciones y Contratas, S.A. payable to them by the Company or by any of the Group companies, joint ventures or associates totalled EUR 1,937 thousand in 2010 (EUR 2,209 thousand in 2009).

The detail of the fixed and variable remuneration earned by the executive directors of Fomento de Construcciones y Contratas, S.A. in 2010 and 2009 and payable to them by the Company or by any of the Group companies, joint ventures or associates is as follows:

	2010	2009
Fixed	3,724	4,075
Variable	1,639	1,866

5,363

5,941

The senior executives listed below, who are not members of the Board of Directors, earned total remuneration of EUR 6,668 thousand in 2010 (2009: EUR 6,686 thousand).

2010

José Luís de la Torre Sánchez	Chairman of FCC Servicios
Miguel Hernanz Sanjuan	Director of Internal Audit
Dieter Kiefer	Chairman and CEO of Cementos Portland Valderrivas
José Mayor Oreja	Chairman of FCC Construcción, S.A.
Víctor Pastor Fernández	Director of Finance
Antonio Gómez Ciria	General Manager of Administration and IT
Eduardo González Gómez	Director of Energy and Sustainability
José Manuel Velasco Guardado	Director of Communications and Corporate Responsibility
Francisco Martín Monteagudo	Director of Human Resources

2009

José Luís de la Torre Sánchez	Chairman of FCC Servicios
Miguel Hernanz Sanjuan	Director of Internal Audit
Dieter Kiefer	Chairman and CEO of Cementos Portland Valderrivas
José Mayor Oreja	Chairman of FCC Construcción, S.A.
Víctor Pastor Fernández	Director of Finance
Antonio Gómez Ciria	General Manager of Administration and IT
Gerard Ries	Deputy Director of Strategy and International Corporate Development
Eduardo González Gómez	Director of Energy and Sustainability
José Manuel Velasco Guardado	Director of Communications and Corporate Responsibility
Francisco Martín Monteagudo	Director of Human Resources

The payments made by the Group in relation to the insurance policy taken out for, among others, certain executive directors and executives of the Company or the Group are disclosed in Note 24.

Except as indicated in Note 24, no other remuneration, advances, loans or guarantees were granted to the Board members.

Set forth below are the required disclosures in relation to the ownership interests held by the directors of Fomento de Construcciones y Contratas, S.A. in the share capital of non-FCC Group

companies; the activities (if any) performed by them, as independent professionals or as employees, that are identical, similar or complementary to the activity that constitutes the company object of the FCC Group; and the transactions (if any) conducted by them or by persons acting on their behalf with the Company or with any company in the same Group that are not part of the Company's normal business activities or are not conducted on an arm's length basis:

- They do not perform the same, analogous or supplementary activity to that which constitutes the Company's corporate object on their own behalf or on the behalf of any other person.
- They do not hold any ownership interests in the share capital of any companies engaging in an activity that is identical, similar or complementary to the activity that constitutes the company object of Fomento de Construcciones y Contratas, S.A
- They have not participated in other operations falling outside the scope of the Company's ordinary business operations or under conditions other than arm's length, either with the Company or any other member company of the Group.

The exception to the above is the Director B-1998, which has reported that the director's representative, Esther Koplowitz Romero de Juseu, is also a member of the Board of Directors of Veolia Environnement, S.A. Henri Proglío is also a member of the Board of Directors of Veolia Environnement, S.A. and Chairman of Electricité de France (EDF).

The details of the directors holding positions in companies in which Fomento de Construcciones y Contratas, S.A. has a direct or indirect ownership interest are as follows:

Director name or business name	Group company	Position
CARTERA DEVA, S.A.	CEMENTOS PORTLAND VALDERRIVAS, S.A. REALIA BUSINESS, S.A.	DIRECTOR DIRECTOR
EAC INVERSIONES CORPORATIVAS, S.L.	CEMENTOS PORTLAND VALDERRIVAS, S.A. FCC CONSTRUCCIÓN, S.A. REALIA BUSINESS, S.A.	DIRECTOR DIRECTOR DIRECTOR
FERNANDO FALCÓ FERNÁNDEZ DE CÓRDOVA	FCC CONSTRUCCIÓN, S.A. WASTE RECYCLING GROUP LIMITED REALIA BUSINESS, S.A.	DIRECTOR DIRECTOR DIRECTOR
RAFAEL MONTES SÁNCHEZ	FCC CONSTRUCCIÓN, S.A. CEMENTOS PORTLAND VALDERRIVAS, S.A. REALIA BUSINESS, S.A.	DIRECTOR DIRECTOR DIRECTOR
JUAN CASTELLS MASANA	WASTE RECYCLING GROUP LIMITED CEMENTOS PORTLAND VALDERRIVAS, S.A.	DIRECTOR DIRECTOR
BALDOMERO FALCONES JAQUOTOT	FCC ENERGÍA, S.A.	CHAIRMAN
FELIPE B. GARCÍA PÉREZ	FCC ENERGÍA, S.A. FCC ENVIRONMENTAL LLC.	SECRETARY DIRECTOR
JAVIER RIBAS	FCC ENVIRONMENTAL LLC.	DIRECTOR

These directors hold positions or discharge functions and/or hold ownership interests of less than 0.01% in all cases in other FCC Group companies in which Fomento de Construcciones y Contratas, S.A. directly or indirectly holds a majority of the voting power.

Following is a detail of the significant transactions giving rise to a transfer of resources or obligations between Group companies and their executives or directors:

Name of director or executive	Name of the Group company or entity	Nature of the transaction	Type of relationship	Amount
Dominum Desga, S.A.	Servicios especiales de limpieza, S.A.	Contractual	Service rendered	7,262

c) Transactions between Group companies or entities

Numerous transactions take place between the Group companies as part of the Group's normal business activities which, if they are significant, are eliminated in the preparation of the consolidated financial statements

The revenue recognised in the accompanying consolidated income statement includes EUR 340,623 thousand (EUR 383,197 thousand in 2009) relating to Group company billings to associates.

The Group's consolidated financial statements also include purchases from associates amounting to EUR 72,760 thousand (EUR 33,361 thousand in 2009).

d) Mechanisms established to detect, determine and resolve possible conflicts of interests between the Parent and/or its Group and its directors, executives or significant shareholders.

The FCC Group has established precise mechanisms to detect, determine and resolve possible conflicts of interests between the Group companies and their directors, executives and significant shareholders, as indicated in Article 25 of the Board's Regulations.

31. FEES PAID TO AUDITORS

The 2010 and 2009 fees for financial audit services and for other professional services provided to the various Group companies and joint ventures composing the FCC Group by the principal auditor and by other auditors participating in the audit of the various Group companies, and by entities related to them, both in Spain and abroad, are shown in the following table:

	2010	2009
Fees for auditing services	6,331	6,508
Principal auditor	3,755	3,826
Other auditors	<u>2,576</u>	<u>2,682</u>
Fees for other services	7,541	8,035
Principal auditor	444	846
Other auditors	<u>7,097</u>	<u>7,189</u>

13,872

14,543

SUBSIDIARIES (FULLY CONSOLIDATED)

Company	Address	Ownership (%)	Auditor
ENVIRONMENTAL SERVICES			
Abastecimientos y Saneamientos del Norte, S.A. Unipersonal	Uruguay, 11 – Vigo (Pontevedra)	100.00	
Abrantaqua-Serviço de Aguas Residuais Urbanas do Município de Abrantes, S.A.	Portugal	60.00	Ernst & Young
Acque di Caltanissetta, S.p.A.	Italy	88.90	Ernst & Young
Adobs Orgànics. S.L.	Sant Benet, 21 –Manresa (Barcelona)	60.00	
AEBA Ambiente y Ecología de Buenos Aires, S.A.	Argentina	52.50	
Aguas Torrelavega, S.A.	La Viña, 4 – Torrelavega (Cantabria)	51.00	Audinform
Aigües de l'Alt Empordà, S.A.- in liquidation -	Lluís Companys, 43 – Roses (Girona)	51.40	
Aigües de Vallirana, S.A. Unipersonal	Conca de Tremp, 14 – Vallirana (Barcelona)	100.00	
Alfonso Benítez, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers
Apex/FCC Llc.	USA	51.00	
Aqua Campiña, S.A.	Avda. Blas Infante, 6 – Écija (Sevilla)	90.00	Audinform
AquaElvas – Aguas de Elvas, S.A.	Portugal	100.00	Ernst & Young
Aqualia Czech, S.L.	Ulises, 18 – Madrid	100.00	Ernst & Young
Aqualia Gestión Integral del Agua, S.A.	Federico Salmón, 13 - Madrid	100.00	Ernst & Young
Aqualia Infraestructuras Inzenyryng s.r.o.	Czech Republic	100.00	Ing. Ladislav Baláz
Aqualia Infraestructuras de México, S.A. de C.V.	Mexico	100.00	Ernst & Young
Aqualia Infraestructuras, S.A.	Ulises, 18 – Madrid	100.00	
Eurus Energy Europe B.V.	Holland	51.00	Ernst & Young
Aquamaior-Aguas de Campo Maior, S.A.	Portugal	100.00	Ernst & Young
Armigesa, S.A.	Plaza de la Constitución s/n – Armilla (Granada)	51.00	
Aguas Municipais de Arteixo, S.A.	Plaza Alcalde Ramón Dopico – Arteixo (La Coruña)	51.00	Celtium
Azincourt Investment, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	Deloitte
Baltecma Gestión de Residuos Industriales, S.L.	Conradors, parcela 34 P.I. Marratxi – Marratxi (Balearic Islands)	70.00	
Cartagua, Aguas do Cartaxo, S.A.	Portugal	60.00	Ernst & Young
Castellana de Servicios, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers

APPENDIX I/2

Company	Address	Ownership (%)	Auditor
Azincoirt Investment, S.L. Unipersonal	Pincel, 25 – Sevilla	100.00	
Colaboración, Gestión y Asistencia, S.A.	Federico Salmón, 13 - Madrid	100.00	
Compañía Catalana de Servicios, S.A.	Balmes, 36 – Barcelona	100.00	PricewaterhouseCoopers
Compañía de Control de Residuos, S.L.	Peña Redonda, 27 – P.I. Silvota – Llanera (Asturias)	64.00	
Compañía Catalana de Servicios, S.A.	Avda. Martín Alonso Pinzón, 8 – Huelva	60.00	
Corporación Inmobiliaria Ibérica, S.A.	Ulises, 18 – Madrid	100.00	
Cristales Molidos, S.L.	Partida San Gregorio – Cadrete (Zaragoza)	100.00	
Dédalo Patrimonial, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
Depurplan 11, S.A.	San Miguel, 4 3ºB – Zaragoza	100.00	Audinfor
Depurtebo, S.A.	San Pedro, 57 – Zuera (Zaragoza)	100.00	
Ecoactiva de Medio Ambiente, S.A.	Ctra. Puebla Albortón a Zaragoza Km. 25 Zaragoza	60.00	
Ecodeal-Gestao Integral de Residuos Industriais, S.A.	Portugal	53.63	PricewaterhouseCoopers
Ecogenesis Societe Anonime Rendering of Cleansing and Waste Management Services	Greece	51.00	
Ecoparque Mancomunidad del Este, S.A.	Federico Salmón, 13 - Madrid	100.00	
Egypt Environmental Services, S.A.E.	Egypt	100.00	PricewaterhouseCoopers
Ekonor, S.A.	Larras de San Juan-Iruña de Oca (Álava)	100.00	PricewaterhouseCoopers
Ekostone Áridos Siderúrgicos, S.L.	Trinidad, 9 – Getxo (Vizcaya)	51.00	
Empresa Comarcal de Serveis Mediambientals del Baix Penedés, ECOBP, S.L.	Plaça del Centre, 3 - El Vendrell (Tarragona)	80.00	Audinfor
Empresa Mixta de Conservación de la Estación Depuradora de Aguas Residuales de Butarque, S.A.	Princesa, 3 – Madrid	70.00	
Empresa Municipal de Desarrollo Sostenible Ambiental de Úbeda, S.L.	Plaza Vázquez de Molina, s/n –Úbeda (Jaén)	90.00	Audinfor
Entemanser, S.A.	Castillo, 13 – Adeje (Santa Cruz de Tenerife)	97.00	Ernst & Young
Enviropower Investments Limited	UK	100.00	Deloitte
F.S. Colaboración y Asistencia, S.A.	Ulises, 18 – Madrid	65.00	Audinfor
FCC Ámbito, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers
FCC Environmental Llc. (1)	USA	100.00	
FCC Medio Ambiente, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers
Focsa Services, U.K., Ltd.	UK	100.00	Deloitte

(1) Name change. Formerly Hydrocarbon Recovery Services Inc.

APPENDIX I/3

Company	Address	Ownership (%)	Auditor
Focsa Serviços de Saneamento Urbano de Portugal, S.A.	Portugal	100.00	PricewaterhouseCoopers
FTS 2010 Societa Consortile a Responsabilita Limitata	Italy	60.00	
Gamasur Campo de Gibraltar, S.L.	Antigua Ctra. de Jimena de la Frontera, s/n – Los Barrios (Cádiz)	85.00	PricewaterhouseCoopers
GEMECAN, Gestora Medioambiental y de Residuos, S.L.	Josefina Mayor, 12 – Telde (Las Palmas)	100.00	
Geneus Canarias, S.L. Unipersonal	Electricista, 2. U. I. de Salinetas – Telde (Las Palmas)	100.00	
Gestió i Recuperació de Terrenys, S.A.	Rambla de Catalunya, 2-4 – Barcelona	80.00	Audinform
Gestión de Aguas del Norte, S.A.	Cuarta del Agua, 9 – Galdar (Las Palmas)	100.00	Ernst & Young
Gonzalo Mateo, S.L.	Partida San Gregorio – Cadrete (Zaragoza)	100.00	PricewaterhouseCoopers
Graver Española, S.A. Unipersonal	Epalza, 8 – Bilbao (Vizcaya)	100.00	Audinform
Grupo .A.S.A.	Austria		
1. Polabská	Czech Republic	100.00	
ASA Abfall Services AG	Austria	100.00	PricewaterhouseCoopers
.A.S.A. Abfall Service Betriebs GmbH	Austria	100.00	
.A.S.A. Abfall Service Halbenrain GmbH	Austria	100.00	
.A.S.A. Abfall Service Industrieviertel Betriebs GmbH	Austria	100.00	
.A.S.A. Abfall Service Neunkirchen GmbH	Austria	100.00	
.A.S.A. Abfall Service Zistersdorf GmbH	Austria	100.00	PricewaterhouseCoopers
.A.S.A. AbfallService Halbenrain GmbH & Co Nfg KG	Austria	100.00	PricewaterhouseCoopers
.A.S.A. AbfallService Industrieviertel GmbH & Co Nfg KG	Austria	100.00	
.A.S.A. AbfallService Wiener Neustadt GmbH	Austria	100.00	
.A.S.A. Bulgaria E.O.O.D.	Bulgaria	100.00	PricewaterhouseCoopers
.A.S.A. České Budějovice s.r.o	Czech Republic	75.00	PricewaterhouseCoopers
.A.S.A. Dacice s.r.o	Czech Republic	60.00	
.A.S.A. EKO d.o.o	Serbia	100.00	
.A.S.A. EKO Polska sp. z.o.o.	Poland	100.00	PricewaterhouseCoopers
.A.S.A. EKO s.r.o.	Slovakia	100.00	
.A.S.A. EKO Znojmo s.r.o	Czech Republic	49.66	

APPENDIX I/4

Company	Address	Ownership (%)	Auditor
.A.S.A. Es Únanov s.r.o.	Czech Republic	66.00	
.A.S.A. Finanzdienstleistungen GmbH	Austria	100.00	
.A.S.A. Hódmezővásárhelyi Köztisztasági Kft	Hungary	61.83	PricewaterhouseCoopers
.A.S.A. Hp spol. s.r.o.	Czech Republic	100.00	
.A.S.A. International Environmental Services GmbH	Austria	100.00	
.A.S.A. Kikinda d.o.o.	Serbia	80.00	PricewaterhouseCoopers
.A.S.A. Kisalföld Szállító Környezetvédelmi Es H Kft	Hungary	100.00	
.A.S.A. Liberec s.r.o.	Czech Republic	55.00	
.A.S.A. Lubliniec sp. z.o.o.	Poland	61.97	
.A.S.A. Magyarország Környezetvédelem És H Kft	Hungary	100.00	PricewaterhouseCoopers
.A.S.A. Odpady Litovel s.r.o.	Czech Republic	49.00	
.A.S.A. Olsava spol. s.r.o.	Slovakia	100.00	
.A.S.A. Slovensko spol. s.r.o.	Slovakia	100.00	PricewaterhouseCoopers
.A.S.A. Služby Zabovresky s.r.o.	Czech Republic	89.00	
.A.S.A. spol. s.r.o.	Czech Republic	100.00	PricewaterhouseCoopers
.A.S.A. Tarnobrzeg sp. z.o.o. (2)	Poland	60.00	
.A.S.A. TRNAVA spol. s.r.o.	Slovakia	50.00	PricewaterhouseCoopers
.A.S.A. TS Prostějov s.r.o.	Czech Republic	75.00	PricewaterhouseCoopers
.A.S.A. V.O.D.S. Sanacie s.r.o.	Slovakia	51.00	
.A.S.A. Vilnius UAB	Lithuania	100.00	
.A.S.A. Vrbak d.o.o.	Serbia	51.00	
.A.S.A. Zabčice spol. s.r.o.	Czech Republic	80.00	
.A.S.A. Zohor spol. s.r.o.	Slovakia	85.00	PricewaterhouseCoopers
Abfallwirtschaftszentrum Mostviertel GmbH	Austria	100.00	
Avermann-Hungária Kft	Hungary	100.00	
Bec Odpady s.r.o.	Czech Republic	99.60	
EKO-Radomsko sp. z.o.o.	Poland	100.00	
Entsorga Entsorgungs GmbH Nfg KG	Austria	100.00	

(2) Name change. Formerly Pergo a.s.

APPENDIX I/5

Company	Address	Ownership (%)	Auditor
EnviCon G a.s.	Czech Republic	100.00	
Erd-Kom Érdi Kommunális Hulladékkezelő	Hungary	90.00	PricewaterhouseCoopers
Inerta Abfallbehandlungs GmbH	Austria	100.00	
Kreindl GmbH	Austria	100.00	
Miejska Przedsiębiorstwo Gospodarki Komunalnej sp. z o.o. Zabrze	Poland	80.00	PricewaterhouseCoopers
Obsed a.s.	Czech Republic	100.00	
Quail spol. s r.o.	Czech Republic	100.00	PricewaterhouseCoopers
Regios AS	Czech Republic	99.99	PricewaterhouseCoopers
Remat Jihlava s.r.o.	Czech Republic	100.00	
S.C. A.S.A. Servicii Ecologice SRL	Romania	100.00	PricewaterhouseCoopers
SC Valmax Impex SRL	Romania	60.00	PricewaterhouseCoopers
Sárréti Közterület-Fenntartó Kft	Hungary	25.50	
Siewierskie Przedsiębiorstwo Gospodarki Komunalnej sp. z o.o.	Poland	60.00	
Skladka Uhy spol. s r.o.	Czech Republic	100.00	
Terobet AS	Czech Republic	100.00	
Technické Služby – A S A s.r.o.	Slovakia	100.00	PricewaterhouseCoopers
Textil Verwertung GmbH	Austria	100.00	
Tores – Technické, Obchodní a Rekreační Služby AS	Czech Republic	100.00	
Waste City spol. s.r.o. –in liquidation-	Slovakia	100.00	
Grupo Waste Recycling:	UK		
3C Holdings Limited	UK	100.00	
3C Waste Limited	UK	100.00	Deloitte
Airdriehill Quarries Limited	UK	100.00	
Allington O & M Services Limited (3)	UK	100.00	Deloitte
Allington Waste Company Limited	UK	100.00	Deloitte
Anti-Waste (Restoration) Limited	UK	100.00	Deloitte
Anti-Waste Limited	UK	100.00	Deloitte
Arnold Waste Disposal Limited	UK	100.00	Deloitte

(3) Name change. Formerly Waste Recycling Group (South West) Limited.

(4) Name change. Formerly Arpley Gas Limited.

APPENDIX I/6

Company	Address	Ownership (%)	Auditor
BDR Property Limited (4)	UK	80.00	Deloitte
BDR Waste Disposal Limited	UK	100.00	Deloitte
CLWR Management 2001 Limited	UK	100.00	
Darrington Quarries Limited	UK	100.00	Deloitte
Derbyshire Waste Limited	UK	100.00	Deloitte
East Waste Limited	UK	100.00	Deloitte
Enviropower Investments, Ltd.	UK	100.00	Deloitte
FCC Energy Limited (5)	UK	100.00	
FCC Environmental Services Limited (6)	UK	100.00	
FCC Environmental Services UK Limited (7)	UK	100.00	
Finstop Limited	UK	100.00	
Green Waste Services Limited	UK	100.00	
GWS (Holdings) Limited	UK	100.00	
Herrington Limited	UK	100.00	
Integrated Waste Management Limited (8)	UK	100.00	Deloitte
Kent Conservation & Management Limited	UK	100.00	
Kent Energy Limited	UK	100.00	Deloitte
Kent Enviropower Limited	UK	100.00	Deloitte
Landfill Management Limited	UK	100.00	Deloitte
Lincwaste Limited	UK	100.00	Deloitte
Meadshores Limited	UK	100.00	
Norfolk Waste Limited	UK	100.00	Deloitte
Oxfordshire Waste Limited	UK	100.00	Deloitte
Paper Product Developments Limited	UK	90.00	
Pennine Waste Management Limited	UK	100.00	Deloitte
RE3 Holding Limited	UK	100.00	Deloitte
RE3 Limited	UK	100.00	Deloitte
Site&Field Equipment Limited	UK	100.00	
T Shooter Limited	UK	100.00	Deloitte
Waste Recovery Limited	UK	100.00	Deloitte
Waste Recycling Group (Central) Limited	UK	100.00	Deloitte
Waste Recycling Group (Central) Limited	UK	100.00	Deloitte

(5) Name change. Formerly Tawse Ellon (Haulage) Limited.

(6) Name change. Formerly Anti-Rubbish Limited.

(7) Name change. Formerly Econowaste Limited.

(8) Name change. Formerly Humberside Wastewise Waste Management Services Limited

APPENDIX I/7

Company	Address	Ownership (%)	Auditor
Waste Recycling Group (Yorkshire) Limited	UK	100.00	Deloitte
Waste Recycling Group Limited	UK	100.00	Deloitte
Waste Recycling Limited	UK	100.00	Deloitte
Wastenotts (Reclamation) Limited	UK	100.00	Deloitte
Wastenotts O & M Services Limited (9)	UK	100.00	Deloitte
Wastewise Limited	UK	100.00	
Wastewise Power Limited	UK	100.00	
Wastewise Trustees Limited	UK	100.00	
Welbeck Waste Management Limited	UK	100.00	Deloitte
Wastewise Power Limited	UK	100.00	
WRG (Management) Limited	UK	100.00	Deloitte
WRG (Midlands) Limited	UK	100.00	Deloitte
WRG (Northerm) Limited	UK	100.00	Deloitte
WRG Acquisitions 2 Limited	UK	100.00	
WRG Berkshire Limited	UK	100.00	Deloitte
WRG Environmental Limited	UK	100.00	Deloitte
WRG PFI Holdings Limited	UK	100.00	Deloitte
WRG Properties Limited	UK	100.00	
WRG Waste Services Limited	UK	100.00	Deloitte
WRG Wrexham PFI Holdings Limited	UK	100.00	Deloitte
WRG Wrexham PFI Limited	UK	100.00	Deloitte
Hidrotec Tecnología del Agua, S.L. Unipersonal	Píncel, 25 – Sevilla	100.00	
Instugasa, S.L. Unipersonal	Castillo, 14 – Adeje (Santa Cruz de Tenerife)	100.00	Ernst & Young
Integraciones Ambientales de Cantabria, S.A.	Barrio la Barquera, 13 – Torres - Reocín – Cartes (Cantabria)	70.00	
International Petroleum Corp. of Delaware	USA	100.00	
International Services Inc., S.A. Unipersonal	Arquitecto Gaudí, 4 – Madrid	100.00	
Inversora Riutort, S.L.	Berlín, 38-43 – Barcelona	100.00	
Jaime Franquesa, S.A.	P.I. Zona Franca Sector B calle D49 – Barcelona	100.00	
Jaume Oro, S.L.	Avda. de les Garrigues, 15 – Bellpuig (Lleida)	100.00	
(9) Name change. Formerly Wastenotts Limited.			

APPENDIX I/8

Company	Address	Ownership (%)	Auditor
Limpieza e Higiene de Cartagena, S.A.	Luis Pasteur, 6 – Cartagena (Murcia)	90.00	PricewaterhouseCoopers
Limpiezas Urbanas de Mallorca, S.A.	Ctra. San Margalida-Can Picafort – Santa Margalida (Balears)	100.00	Audifor
Manipulación y Recuperación MAREPA, S.A	Avda. San Martín de Valdeiglesias, 22 – Alcorcón (Madrid)	100.00	PricewaterhouseCoopers
Municipal de Serveis, S.A.	Joan Torró i Cabratosa, 7 – Girona	80.00	
Nilo Medioambiente, S.L. Unipersonal	Pínel, 25 – Sevilla	100.00	Audifor
Onyx Gibraltar, Ltd.	UK	100.00	
Ovod spol. s r.o.	Czech Republic	100.00	Ing. Ladislav Baláz
Recuperació de Pedreres, S.L.	Rambla de Catalunya, 2 – Barcelona	80.00	PricewaterhouseCoopers
Saneamiento y Servicios, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers
Serveis d'Escombreries i Neteja, S.A.	Coure, s/n – P.I. Riu Clar - Tarragona	100.00	
Servicios de Levante, S.A.	Ctra. de Valencia Km. 3 – Castellón de la Plana (Castellón)	100.00	PricewaterhouseCoopers
Servicios Especiales de Limpieza, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers
Severomoravské Vodovody a Kanalizace Ostrava A.S.	Czech Republic	98.67	Ernst & Young
Sociedad Española de Aguas Filtradas, S.A.	Ulises, 18 – Madrid	100.00	Ernst & Young
Sociedad Ibérica del Agua S.I.A., S.A. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
Telford & Wrekin Services, Ltd.	UK	100.00	Deloitte
Tratamiento Industrial de Aguas, S.A.	Federico Salmón, 13 - Madrid	100.00	Audifor
Tratamiento y Reciclado Integral de Ocaña, S.A.	Federico Salmón, 13 - Madrid	100.00	
Tratamientos y Recuperaciones Industriales, S.A.	Rambla de Catalunya, 2-4, P.5 – Barcelona	75.00	PricewaterhouseCoopers
Valoración y Tratamiento de Residuos Urbanos, S.A.	Riu Magre, 6 – Pol. Ind. Patada del Cid – Quart de Poblet	80.00	
Valorización y Tratamiento de Residuos, S.A.	Alameda de Mazarredo, 15-4º A – Bilbao (Vizcaya)	100.00	Audifor

VERSIA

Aparcamientos Concertados, S.A.	Arquitecto Gaudí, 4 – Madrid	100.00	PricewaterhouseCoopers
Beta de Administración, S.A.	Federico Salmón, 13 - Madrid	100.00	Centium
C.G.T. Corporación General de Transportes, S.A.	Federico Salmón, 13 - Madrid	100.00	
Camusa Corporación Americana de Mobiliario Urbano, S.A.	Argentina	100.00	

APPENDIX I/9

Company	Address	Ownership (%)	Auditor
Cemusa Amazonia, S.A.	Brazil	100.00	
Cemusa Boston, Llc.	USA	100.00	
Cemusa Brasilia, S.A.	Brazil	100.00	
Cemusa do Brasil Ltda.	Brazil	100.00	PricewaterhouseCoopers
Camusa Corporación Americana de Mobiliario Urbano, S.A.	Francisco Sancha, 24 - Madrid	100.00	PricewaterhouseCoopers
Cemusa INC	USA	100.00	PricewaterhouseCoopers
Cemusa Italia, S.R.L.	Italy	100.00	
Cemusa Miami, Llc.	USA	100.00	
Cemusa Miami Ltd.	USA	100.00	
Cemusa NY, Llc.	USA	100.00	
Cemusa Portugal Companhia de Mobiliario Urbano e Publicidade, S.A.	Portugal	100.00	PricewaterhouseCoopers
Cemusa Rio, S.A.	Brazil	100.00	
Cemusa Salvador, S.A.	Brazil	65.00	
Conservación y Sistemas, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers
Empresa Mixta de Tráfico de Gijón, S.A.	W-6, 23 P.I. Promosa - El Plano - Tremañes (Gijón)	60.00	PricewaterhouseCoopers
Equipos y Procesos, S.A.	Conde de Peñalver, 45 - Madrid	80.73	
Estacionamientos y Servicios, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers
FCC International, B.V.	Holland	100.00	
FCC Logística Portugal, S.A.	Portugal	99.99	PricewaterhouseCoopers
FCC Logística, S.A. Unipersonal	Buenos Aires, 10 P.I. Camporoso - Alcalá de Henares (Madrid)	100.00	PricewaterhouseCoopers
FCC Versia, S.A.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers
Flightcare Belgium, Naamloze Vennootschap	Belgium	100.00	PricewaterhouseCoopers
Flightcare Cyprus Limited	Cyprus	75.00	
Flightcare Italia, S.p.A.	Italy	100.00	PricewaterhouseCoopers
Flightcare, S.L.	Federico Salmón, 13 - Madrid	100.00	PricewaterhouseCoopers

Company	Address	Ownership (%)	Auditor
Geral I.S.V. Brasil Ltda.	Brazil	100.00	
Navegación y Servicios Aeroportuarios, S.A. Unipersonal (10)	Federico Salmón, 13 - Madrid	100.00	
Santos Renting, S.L. Unipersonal	Francisco Medina y Mendoza - Guadalajara	100.00	
Sistemas y Vehículos de Alta Tecnología, S.A.	Conde de Peñalver, 45 - Madrid	100.00	PricewaterhouseCoopers
Zona Verde-Promoção e Marketing Limitada	Portugal	100.00	PricewaterhouseCoopers

CONSTRUCCIÓN

Alpetrol, S.A.	Avda. General Perón, 36 - Madrid	100.00	
Aremi Tecair, S.A.	Valle de Laguar, 7 - Valencia	100.00	Deloitte
Áridos de Melo, S.L.	Finca la Barca y el Ballestar, s/n - Barajas de Melo (Cuenca)	100.00	Centium
Autovía Conquense, S.A.	Pedro Texeira, 8 - Madrid	100.00	Deloitte
BBR Pretensados y Técnicas Especiales, S.L.	Retama, 5 - Madrid	100.00	Centium
Binatec al Maghreb, S.A.	Morocco	100.00	
Concesionaria Túnel de Coatzacoalcos, S.A. de C.V.	Mexico	85.59	
Concesiones Viales de Costa Rica, S.A.	Costa Rica	100.00	
Concesiones Viales S. de R.L. de C.V.	Mexico	99.97	Deloitte
Conservial, S.L.	Manuel Lasala, 36 - Zaragoza	100.00	
Construcción y Filiales Mexicanas, S.A. de C.V.	Mexico	100.00	
Constructora Túnel de Coatzacoalcos, S.A. de C.V.	Mexico	55.60	
Contratas y Ventas, S.A.	Asturias, 41 - Oviedo (Asturias)	100.00	Deloitte
Desarrollo y Construcción DEYCO CRCA, S.A.	Costa Rica	100.00	
Dezvoltare Infraestructura, S.A.	Romania	51.03	
Dizara Inversión, S.L.	Avda. General Perón, 36 - Madrid	100.00	
EHST - European High-Speed Trains SGPS, S.A.	Portugal	85.71	Deloitte
FCC Construcción, S.A.	Balmes, 36 - Barcelona	100.00	Deloitte
FCC Construcción de Centroamérica, S.A.	Costa Rica	100.00	

(10) Name change. Formerly Industrial de Limpiezas y Servicios, S.A. Unipersonal

Company	Address	Ownership (%)	Auditor
FCC Constructii Romania, S.A.	Romania	100.00	
FCC Construction Hungary Kft	Hungary	100.00	
FCC Construction I-95 Llc.	USA	100.00	
FCC Construction Inc.	USA	100.00	
FCC Construction International B.V.	Holland	100.00	
FCC Construction Northern Ireland Limited	Ireland	100.00	
FCC Industriale SRL	Italy	100.00	
FCC Servicios Industriales y Energéticos, S.A. (11)	Acanto, 22 – Madrid	100.00	Deloitte
Fomento de Construcciones y Contratas Construction Ireland Limited	Ireland	100.00	
Gavisa Portugal Montagens Eléctricas Lda.	Portugal	97.00	
Alpine Group:			
Acoton Projektmanagement & Baurträger GmbH	Austria	79.10	
AD Grundbesitzverwaltung GmbH	Germany	80.54	
AJS Acoton Projektmanagement & Baurtrager GmbH Co KG	Austria	86.10	
Alpine Aleksandar d.o.o.	Macedonia	83.49	
Alpine Bau CZ s.r.o. (12)	Czech Republic	86.97	
Alpine Bau Deutschland AG	Germany	86.73	Deloitte
Alpine Bau GmbH	Austria	86.97	Deloitte
Alpine Bau GmbH A-1 sp. j	Poland	86.88	Deloitte
Alpine Bau GmbH Schweiz	Switzerland	86.97	Deloitte
Alpine Bau India Private Limited	India	86.97	Thingna & Contractor, Chertered Accountants
Alpine BeMo Tunnelling GmbH	Austria	87.10	Deloitte
Alpine Building Services GmbH	Germany	86.73	
Alpine Dolomit AD	Bulgaria	44.35	
Alpine Construction Polska sp z.o.o.	Poland	86.73	Deloitte
Alpine Consulting d.o.o.	Slovenia	86.97	
Alpine d.o.o. Banja Luka	Bosnia Herzegovina	86.97	
Alpine d.o.o. Beograd	Serbia	86.97	Deloitte
Alpine Dolomit d.o.o.	Serbia	71.93	

(11) Name change. Formerly Especialidades Eléctricas, S.A.

(12) Name change. Formerly Alpine Stavebni Spolecnost Cz s.r.o.

Company	Address	Ownership (%)	Auditor
Alpine Energie Cesko spol. s.r.o.	Czech Republic	86.97	
Alpine Energie Deutschland GmbH	Germany	86.97	Deloitte
Alpine Energie Holding AG (Austria) (13)	Austria	86.97	
Alpine Energie Holding AG (Germany)	Germany	86.97	Deloitte
Alpine Energie Luxembourg SARL	Luxembourg	86.97	
Alpine Energie Österreich GmbH	Austria	86.97	Deloitte
Alpine Energie Schweiz AG	Switzerland	86.97	Deloitte
Alpine Energie Solar Italia GmbH	Austria	86.97	
Alpine Granit d.o.o.	Serbia	85.13	
Alpine Green Energia sp. z.o.o.	Poland	65.12	
Alpine Green Energy Italy SRL	Italy	86.97	
Alpine Holding GmbH	Austria	83.00	Deloitte
Alpine Hungaria Bau GmbH	Hungary	86.97	Deloitte
Alpine Investment d.o.o.	Bosnia Herzegovina	44.35	
Alpine Liegenschaftsverwertungs GmbH	Austria	86.97	
Alpine Mayreder Construction Co Ltd. AMCC	China	65.23	
Alpine Podgorica d.o.o.	Montenegro	86.97	
Alpine Project Finance and Consulting GmbH	Germany	86.97	
Alpine PZPB d.o.o.	Serbia	86.97	
Alpine Rudnik Krcanjaka Lapisnica d.o.o.	Bosnia Herzegovina	44.35	Confida
Alpine Skopje DOOEL	Macedonia	86.97	
Alpine Green Energia sp. z.o.o.	Poland	86.97	
Alpine Slovakia spol s.r.o.	Slovakia	86.97	Deloitte
Alpine Untertagebau GmbH	Germany	86.73	Deloitte
Alpine, S.A.	Romania	86.97	Deloitte
Altec Umwelttechnik GmbH	Austria	86.97	
Andezit Stanceni SRL (14)	Romania	86.97	
Asfaltna Cesta d.o.o.	Croatia	86.97	
Bautechnische Prüf und Versuchsanstalt GmbH	Austria	86.97	
Bewehrungszentrum Linz GmbH	Austria	86.97	
Bürozentrum U3 Projekt GmbH	Austria	86.97	
CSS - City Service Solution GmbH (15)	Germany	86.97	

(13) Name change. Formerly APT Alpine Project Technology GmbH

(14) Name change. Formerly S.C. "Hodaco Servimpex" SRL

(15) Name change. Formerly City Service Solution GmbH

Company	Address	Ownership (%)	Auditor
E Gottschall & Co GmbH	Germany	83.00	
Ecoenergetika d.o.o.	Slovenia	86.97	
Emberger & Essl GmbH	Austria	78.27	
Emberger & Heuberger Bau GmbH	Austria	78.27	Deloitte
Fröhlich Bau und Zimmereiunternehmen GmbH	Austria	86.97	
Geotechnik Systems GmbH	Austria	86.97	
GmbH Alpine Mayreder	Russia	86.97	
Grados d.o.o. Novi Sad	Serbia	60.59	
Gregorich GmbH	Austria	86.97	
Grund Pfahl und Sonderbau GmbH	Austria	86.97	Deloitte
Grund und Sonderbau GmbH	Austria	86.97	
Grund und Sonderbau GmbH ZNL Berlin	Austria	86.97	Deloitte
Hazet Bauunternehmung GmbH	Austria	86.97	Deloitte
Hoch & Tief Bau Beteiligungs GmbH	Austria	84.02	
Ing Arnulf Haderer GmbH	Austria	86.97	
Ingenieurbüro Für Energie – Und Haustechnik Andreas Duba GmbH	Germany	78.27	
Kai Center Errichtungs und Vermietungs GmbH	Austria	86.10	
KAPPA d.o.o.	Croatia	60.59	
Klöcher Bau GmbH	Austria	86.97	Deloitte
Konrad Beyer & Co Spezialbau GmbH	Austria	86.97	Deloitte
MLA Beteiligungen GmbH (16)	Austria	86.97	
Mortinger-Grohmann Tief Hoch und Strassenbau GmbH	Austria	86.97	Deloitte
MWG Wohnbau GmbH	Austria	86.10	
Oekotechna Entsorgungs und Umwelttechnik GmbH	Austria	86.97	
OKTAL Plus d.o.o.	Croatia	86.97	
Osijek – Koteks d.d.	Croatia	60.59	Deloitte
Osijek – Koteks d.d.	Croatia	86.97	Deloitte
PRO – PART AG	Switzerland	86.97	
PRO-PART Energie GmbH	Switzerland	86.97	
PRO – PART in Austria Handels GmbH	Austria	86.97	
Project Development GmbH	Austria	86.97	
RMG d.o.o.	Bosnia Herzegovina	44.35	

(16) Name change. Formerly MLA Lieferasphalt GmbH.

Company	Address	Ownership (%)	Auditor
Salzburger Lieferasphalt GmbH & Co OG	Austria	34.79	
Schauer Eisenbahnbau GmbH	Austria	86.97	
Solar Park Serena SRL	Italy	60.88	
Strazevica Kamenolom d.o.o. (17)	Serbia	51.94	
Stump – Geospol s.r.o. Prag	Czech Republic	86.97	Deloitte
Stump Hydrobudowa sp. z.o.o. Warschau	Poland	86.97	Deloitte
Stump Spezial Tiefbau GmbH	Czech Republic	86.97	Deloitte
Thalia Errichtungs und Vermietungs GmbH	Austria	79.10	
Tiefbau Deutschlandsberg GmbH & Co KG	Germany	52.18	
Universale Bau GmbH	Austria	86.97	Deloitte
Vela Borovica Koncern d.o.o.	Croatia	86.97	
Velici Kamen d.o.o.	Croatia	60.59	Deloitte
Walter Hamann Hoch Tief und Stahlbetonbau GmbH	Germany	86.73	
Weinfried Bauträger GmbH	Austria	86.97	
Wellnesshotel Épito Kft	Hungary	86.97	Deloitte
Ibérica de Servicios y Obras, S.A.	Federico Salmón, 13 - Madrid	100.00	Deloitte
Ibervia Construcciones y Contratas, S.L.	Avda. General Perón, 36 – Madrid	100.00	
Impulsa Infraestructura, S.A. de C.V.	Mexico	52.00	
Impulsora de Proyectos PROSERME, S.A. de C.V.	Mexico	100.00	
Internacional Tecair, S.A.	Valentín Beato, 24-26 – Madrid	100.00	Deloitte
M&S Concesiones, S.A.	Costa Rica	100.00	
Mantenimiento de Infraestructuras, S.A.	Avda. General Perón, 36 – Madrid	100.00	Deloitte
Megaplás Italia, S.p.A.	Italy	100.00	
Megaplás, S.A.	Hilanderas, 4-14 – La Poveda – Arganda del Rey (Madrid)	100.00	Deloitte
Motre, S.L.	Bonastruc de Porta, 20 - (Girona)	100.00	
Moviterra, S.A.	Bonastruc de Porta, 20 - (Girona)	100.00	Deloitte
Naturaleza, Urbanismo y Medio Ambiente, S.A.	Galena, 11 – Entreplanta - Valladolid	100.00	
Nevasa Inversión, S.L.	Avda. General Perón, 36 – Madrid	100.00	
Norseñal, S.L.	Juan Flórez, 64 – La Coruña	100.00	
Participaciones Teide, S.A.	Avda. General Perón, 36 – Madrid	100.00	
Pedreira Les Gavarres, S.L.	Bonastruc de Porta, 20 - (Girona)	100.00	
Pinturas Jaque, S.L.	Avenida General Perón, 36 – Madrid	100.00	

(17) Name change. Formerly Strazevica AD.

Company	Address	Ownership (%)	Auditor
Prefabricados Delta, S.A.	Retama, 7 – Madrid	100.00	Deloitte
Proyectos y Servicios, S.A.	Torregalindo, 1 – Madrid	100.00	Centium
Ramalho Rosa Cobetar Sociedade de Construções, S.A.	Portugal	100.00	Deloitte
Señalizaciones de Vías Públicas, S.L.	Avda. de Barber, 2 – Toledo	100.00	
Servià Cantó, S.A.	Bonastruc de Porta, 20 - (Girona)	100.00	Deloitte
Sincler, S.A. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
Tema Concesionaria, S.A.	Porto Pi, 8 – Palma de Mallorca (Balearic Islands)	100.00	
Tulsa Inversión, S.L.	Avda. General Perón, 36 – Madrid	100.00	
Vialia, Sociedad Gestora de Concesiones de Infraestructuras, S.L.	Avda. General Perón, 36 – Madrid	100.00	

CEMENT

Áridos de Navarra, S.A.	Estella, 6 – Pamplona (Navarra)	47.16	
Áridos Uniland, S.A. Unipersonal	Torrenateres, 20 P.I. Sur-El Papiol (Barcelona)	52.53	Deloitte
Áridos y Canteras del Norte, S.A.U.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	Deloitte
Áridos y Premezclados, S.A. Unipersonal	José Abascal, 59 – Madrid	71.51	Deloitte
Arriberri, S.L. Unipersonal	Alameda de Urquijo, 10 – Bilbao (Vizcaya)	52.88	Deloitte
Atracem, S.A. Unipersonal	José Abascal, 59 – Madrid	71.46	Deloitte
Cántabra Industrial y Minera, S.A. Unipersonal	Josefina de la Maza, 4 P.E. Piasca – Santander (Cantabria)	62.84	Deloitte
Canteras de Alaiz, S.A.	Estella, 6 – Pamplona (Navarra)	50.04	Deloitte
Canteras Villallano, S.L.	Poblado de Villallano – Villallano (Palencia)	62.84	
Carbocem, S.A.	Paseo de la Castellana, 45-85 Madrid	57.19	Deloitte
Cemensilos, S.A.	Josefina de la Maza, 4 P.E. Piasca – Santander (Cantabria)	62.84	Deloitte
Cementos Alfa, S.A.	Josefina de la Maza, 4 P.E. Piasca – Santander (Cantabria)	62.84	Deloitte
Cementos Lemona, S.A.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	Deloitte
Cementos Portland Valderrivas, S.A.	Estella, 6 – Pamplona (Navarra)	71.46	Deloitte
Cementos Villaverde, S.L. Unipersonal	Almagro, 26 – Madrid	71.46	Deloitte
Coastal Cement Corporation	USA	71.34	
Compañía Auxiliar de Bombeo de Hormigón, S.A. Unipersonal	José Abascal, 59 – Madrid	71.46	

APPENDIX I/16

Company	Address	Ownership (%)	Auditor
Corporación Uniland, S.A.	Córcega, 299 – Barcelona	52.64	Deloitte
Dragon Alfa Cement Limited	UK	62.84	Bentley Jennison
Dragon Energy Llc.	USA	71.34	
Dragon Products Company Inc.	USA	71.34	
Egur Birziklatu bi Mila, S.L.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	42.31	
Explotaciones San Antonio, S.L. Unipersonal	Josefina de la Maza, 4 P.E. Piasca – Santander (Cantabria)	62.84	
Giant Cement Company	USA	71.34	
Giant Cement Holding, Inc.	USA	71.34	Deloitte
Giant Cement NC Inc.	USA	71.34	
Giant Cement Virginia Inc.	USA	71.34	
Giant Resource Recovery Inc.	USA	71.34	
Giant Resource Recovery – Arvonía Inc.	USA	71.34	
Giant Resource Recovery – Attalla Inc.	USA	71.34	
Giant Resource Recovery – Harleyville Inc.	USA	71.34	
Giant Resource Recovery – Sumter Inc.	USA	71.34	
Hormigones de la Jacetania, S.A.	Llano de la Victoria – Jaca (Huesca)	44.66	KPMG
Hormigones Premezclados del Norte, S.A.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	Deloitte
Hormigones Reinosá, S.A. Unipersonal	Josefina de la Maza, 4 P.E. Piasca – Santander (Cantabria)	62.84	
Hormigones Uniland, S.L. Unipersonal	Ctra. Vilafranca del P. a Moja Km. 1 – Olérdola (Barcelona)	52.53	Deloitte
Hormigones y Morteros Preparados, S.A. Unipersonal	José Abascal, 59 – Madrid	71.46	Deloitte
Horminal, S.L. Unipersonal	José Abascal, 59 – Madrid	71.46	
Keystone Cement Company	USA	71.34	
Lemona Industrial, S.A. Unipersonal	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	Deloitte
Maquinaria para Hormigones, AIE	Maestro García Rivero, 7 – Bilbao (Vizcaya)	39.66	
Morteros Bizkor, S.L.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	37.96	Deloitte
Morteros Valderrivas, S.L. Unipersonal	José Abascal, 59 – Madrid	71.46	Deloitte
Participaciones Estella 6, S.L. Unipersonal	Estella, 6 – Pamplona (Navarra)	71.46	
Portland, S.L. Unipersonal	José Abascal, 59 – Madrid	71.46	Deloitte
Prebesec Mallorca, S.A.	Conradores, 48 – Marratxi – Palma de Mallorca (Balears)	35.96	

Company	Address	Ownership (%)	Auditor
Prebesec, S.A. Unipersonal	Torrenteres, 20 P.I. Sur-El Papiol (Barcelona)	52.53	Deloitte
Prefabricados Uniland, S.A. Unipersonal	Córcega, 299 – Barcelona	52.53	
Recisuelos, S.A. Unipersonal	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	
Santursaba, S.L. Unipersonal	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	
Sechem Inc.	USA	71.34	
Select Béton, S.A.	Tunisia	46.25	Mourad Guellaty
Société des Ciments d'Enfida	Tunisia	46.25	Mourad Guellaty
Southern Cement Limited	UK	52.64	Deloitte
Telsa, S.A.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	Deloitte
Telsa, S.A. y Compañía Sociedad Regular Colectiva	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	Deloitte
Transportes Gorozteta, S.L. Unipersonal	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	52.88	
Transportes Lemona, S.A.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	70.51	
Tratamiento Escombros Almoguera, S.L.	José Abascal, 59 – Madrid	36.47	
Uniland Cementera, S.A.	Córcega, 299 – Barcelona	52.53	Deloitte
Uniland International B.V.	Holland	52.64	
Uniland Marítima, S.L. Unipersonal	Córcega, 299 – Barcelona	52.53	
Uniland Trading B.V.	Holland	52.64	
Uniland USA Llc.	USA	52.64	
Utonka, S.A. Unipersonal	Torrenteres, 20 P.I. Sur-El Papiol (Barcelona)	52.53	

ENERGY

Efitek Energía, S.A. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
Electric Generation Investments Limited	UK	100.00	Deloitte
Enerstar Villena, S.A.	San Vicente Ferrer, 16 – Gandía (Valencia)	67.00	Deloitte
FCC Energía, S.A.	Federico Salmón, 13 - Madrid	100.00	Deloitte
FCC Energia Catalunya, S.L.	Balmes, 36 – Barcelona	80.04	
Fomento Internacional Focsa, S.A. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
Generación Eléctrica Europea, S.A.R.L.	Federico Salmón, 13 - Madrid	100.00	
Generación Eléctrica Hispana, S.A.R.L.	Federico Salmón, 13 - Madrid	100.00	

Grupo Olivento:

Company	Address	Ownership (%)	Auditor
Olivento, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	Deloitte
Sistemas Energéticos Abadía, S.A.	Albareda, 1 – Zaragoza	96.57	Deloitte
Guzmán Energía, S.L. Unipersonal	Portada, 11 – Palma del Río (Córdoba)	100.00	Deloitte
Helios Patrimonial 1 , S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	Deloitte
Helios Patrimonial 2 , S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	Deloitte

OTHER ACTIVITIES

Afigesa Inversión, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	Deloitte
Asesoría Financiera y de Gestión, S.A.	Federico Salmón, 13 - Madrid	100.00	
Compañía Auxiliar de Agencia y Mediación, S.A. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
Compañía General de Servicios Empresariales, S.A. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
Corporación Española de Servicios S.A.	Federico Salmón, 13 - Madrid	100.00	Centium
Corporación Financiera Hispánica, S.A.	Federico Salmón, 13 - Madrid	100.00	
Europea de Gestión, S.A. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
Eusko Lanak, S.A.	Federico Salmón, 13 - Madrid	100.00	
F-C y C, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
FCC 1, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
FCC Construcciones y Contratas Internacional, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
FCC Finance B.V.	Holland	100.00	
FCC Fomento de Obras y Construcciones, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
FCC Inmobiliaria Conycon, S.L. Unipersonal	Federico Salmón, 13 - Madrid	100.00	
FCC International B.V.	Holland	100.00	
Fedemés, S.L.	Federico Salmón, 13 - Madrid	100.00	
Per Gestora Inmobiliaria, S.L.	Plaza Pablo Ruiz Picasso – Madrid	100.00	
Puerto Cala Merced, S.A.	Arquitecto Gaudí, 4 – Madrid	100.00	

JOINTLY-CONTROLLED COMPANIES WITH THIRD PARTIES EXTERNAL TO THE GROUP (CONSOLIDATED BY EQUITY)

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
ENVIRONMENTAL SERVICES					
Aguas de Langreo, S.L.	Alonso del Riesgo, 3 – Sama de Langreo (Asturias)	861	674	49.00	Audinfor
Aguas de Narixa, S.A.	Málaga, 11 – Nerja (Málaga)	298	311	50.00	Audinfor
Aguas y Servicios de la Costa Tropical de Granada, A.I.E.	Plaza de la Aurora – Motril (Granada)	805	805		Attest Servicios Empresariales
Aigües de Girona, Salt i Sarrià de Ter, S.A.	Ciutadans, 11 – Girona	201	292	26.89	Cataudit Auditors Associats
Aquagest Aqualia, A.I.E. (1)	Condado de Jaruco, s/n – Lloret de Mar (Barcelona)	59	218		
Atlas Gestión Medioambiental, S.A.	Roma, 25 – Barcelona	14,482	14,700	50.00	Deloitte
Beacon Waste Limited	UK	1,559	1,502	50.00	Deloitte
Compañía de Servicios Medioambientales Do Atlantico, S.A.	Ctra. de Cedeira Km. 1 – Narón (La Coruña)	292	362	49.00	Audinfor
Costa Brava Abastament Aqualia-Sorea, A.I.E.	Sector Carlit, s/n – Empuriabrava (Girona)	—	—		
Ecoparc del Besós, S.A.	Rambla Catalunya, 91-93 – Barcelona	4,040	2,951	49.00	Castellà Auditors Consultors
Ecoserveis Urbans de Figueres, S.L.	Avda. de les Alegries, s/n – Lloret de Mar (Girona)	260	477	50.00	
Electrorecycling, S.A.	Ctra. BV – 1224 Km. 6,750 – El Pont de Vilomara i Rocafort (Barcelona)	1,735	1,139	33.34	KPMG Auditores
Empresa Mixta d'Aigües de la Costa Brava, S.A.	Plaza Josep Pla, 4 – Girona	327	132	25.00	Deloitte
Empresa Mixta de Aguas y Servicios, S.A.	Elisa Cendrerros, 14 – Ciudad Real	75	16	41.25	Centium
Empresa Mixta de Limpieza de la Villa de Torrox, S.A.	Pz. de la Constitución, 1 – Torrox (Málaga)	414	432	50.00	Audinfor
Empresa Mixta de Medio Ambiente de Rincón de la Victoria, S.A.	Avda. Zorreras, 8 – Rincón de la Victoria (Málaga)	388	287	50.00	Audinfor
Empresa Municipal de Aguas de Benalmádena, EMABESA, S.A.	Avda. Juan Luis Peralta, s/n – Benalmádena (Málaga)	1,907	1,487	50.00	Audinfor
Fisera Ecoserveis, S.A.	Alemania, 5 – Figueres (Girona)	266	(7)	36.35	Tax Consulting i Auditoria
Gestión de Servicios Hidráulicos de Ciudad Real, A.I.E.	Ramírez de Arellano – Madrid	(61)	—		
Girona, S.A.	Travessera del Carril, 2 – Girona	1,382	1,284	33.61	Cataudit
Grupo Proactiva	Cardenal Marcelo Espínola, 8 – Madrid	44,058	40,448	50.00	
Hades Soluciones Medioambientales, S.L.	Mayor, 3 – Cartagena (Murcia)	60	60	50.00	
Inalia Mostaganem, S.L.	Gobelas, 47-49 – Madrid	—	(2)	50.00	
Inalia Water Solutions, S.L.	Ulises, 18 – Madrid	5	5	50.00	
Ingeniería Urbana, S.A.	Calle 1 esquina calle 3, P.I. Pla de la Vallonga – Alicante	5,105	5,130	35.00	Deloitte

(1) Name change. Formerly Sorea-Searsa Aqualia, A.I.E.

APPENDIX II/2

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
ITAM Delta de la Tordera, A.I.E.	Berlín, 38-48 – Barcelona	—	(1)		
Mediaciones Comerciales Ambientales, S.L.	Roma, 25 – Barcelona	248	272	50.00	
Mercia Waste Management Ltd.	UK	11,777	9,903	50.00	Deloitte
Pilagest, S.L.	Ctra. BV – 1224 Km. 6,750 – El Pont de Vilomara i Rocafort (Barcelona)	824	900	50.00	
Reciclado de Componentes Electrónicos, S.A.	E – Pol. Actividades Medioambientales – Aznalcóllar (Sevilla)	2,256	1,840	37.50	KPMG
Senblen, S.A.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	(149)	(149)	85.23	
Servicios de Limpieza Integral de Málaga III, S.A.	Camino de la Térmica, 83 – Málaga	1,856	290	26.01	
Servicios Urbanos de Málaga, S.A.	Ulises, 18 – Madrid	525	2,061	51.00	
Severn Waste Services Limited	UK	184	161	50.00	Deloitte
Tratamiento Industrial de Residuos Sólidos, S.A.	Rambla Cataluña, 91 – Barcelona	694	582	33.33	Castellà Auditors Consultors
Zabalgardi, S.A.	Camino de Artigas, 10 – Bilbao (Vizcaya)	13,999	13,012	30.00	KPMG

VERSIA

Convery Service, S.A.	Camino de los Afligidos P.I. La Esgaravita, 1 –Alcalá de Henares (Madrid)	5,657	5,843	50.00	Pérez y Asociados Auditores
Corporación Jerezana de Transportes Urbanos, S.A. Unipersonal	P.I. El Portal – Jerez de la Frontera (Cádiz)	2,757	2,051	50.00	
Detren Compañía General de Servicios Ferroviarios, S.L.	Serramo, 93 – Madrid	1,517	1,614	50.00	Ernst & Young
FCC-CONNEX Corporación, S.L.	Serramo, 93 – Madrid	12,319	11,374	50.00	
Infofer Estacionamientos, A.I.E.	Manuel Silvela, 8 – Madrid	120	81		
Tranvía de Parla, S.A.	Camino de la Cantuela, 2 – Parla (Madrid)	211	278	5.00	
Valenciana de Servicios I.T.V., S.A.	P.I. El Oliveral – Ribarroja de Turia (Valencia)	—	3,163	50.00	
Versia Holding GmbH	Austria	7	16	100.00	

CONSTRUCTION

ACE Acestrada Construção de Estradas	Portugal	1	77	13.33	
ACE CAET XXI Construções	Portugal	164	—	50.00	
ACE Edifer Construções Ramalho R.C. E.C.	Portugal	93	(16)	33.33	
ACE EPOS/Dreagados/Sopol/Ramalho Rosa Cobetar (2)	Portugal	—	40	13.33	
ACE FCC Construcción e Edifer	Portugal	—	26	50.00	
ACE Infraestructuras das Antas – Construção e Obras Publicas	Portugal	77	2	33.33	
ACE Mtrexpo	Portugal	156	(3)	44.90	
ACE Ramalho Rosa Cobetar a Edifer	Portugal	—	4	56.00	
ACE Ramalho Rosa Cobetar Gravinier e Novocpa	Portugal	—	2	72.25	

(2) Name change. Formerly ACE Túnel Ramela

APPENDIX II/3

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
ACE Ribeiradio-Ermida	Portugal	(119)	—	55.00	
ACE SPIE, Ramalho Rosa Cobetar, Eterman (3)	Portugal	(1)	—	35.00	
ACE Túnel Ramela	Portugal	—	40	13.33	
ACE Túnel Rua de Ceuta, Construção e Obras Publicas	Portugal	90	(5)	49.50	
Construcciones Olabarri, S.L.	Ripa, 1 – Bilbao (Vizcaya)	4,916	4,850	49.00	Charman
Constructora de Infraestructura de Agua de Queretaro, S.A. de CV	Mexico	2,500	1,644	49.00	Deloitte
Constructora Durango-Mazatlan, S.A. de C.V.	Mexico	(2,741)	—	51.00	
Constructora Nuevo Necaxa Tihuatlan, S.A.C.V.	Mexico	2,703	1,648	40.00	Deloitte
Dragados FCC, Canada Inc.	Canadá	(1,624)	(1,118)	50.00	Daye Kelly & Associates
Peri 3 Gestión, S.L.	General Álava, 26 – Vitoria Gasteiz (Álava)	2	2	50.00	
Servicios Empresariales Durango-Mazatlan, S.A. de C.V.	Mexico	11	—	51.00	
Sociedad Concesionaria Tranvía de Murcia, S.A.	Olof Palmer, s/n – Murcia	15,948	—	50.00	Deloitte
CEMENT					
Atlántica de Graneles y Moliendas, S.A.	Muelle de Punta Sollana, s/n – Zierbena (Vizcaya)	1,772	2,071	35.26	KPMG
Carbocem, S.A.	Paseo de la Castellana, 45-85 Madrid	73	73	57.19	Deloitte
Corporación Uniland, S.A.	Córcega, 299 – Barcelona	(7)	(7)	52.64	Deloitte
Pedreira de l'Ordal, S.L.	Ctra. N 340 km. 1229,5 La Creu del L'Ordal – Subirats (Barcelona)	4,250	4,201	26.26	
ENERGY					
Grupo Olivento:					
Integral Management Future Renewables, S.L.	A Condomiña, s/n – Ortoño (La Coruña)	974	914	50.00	Deloitte
Sigenera, S.L.	Orzán, 124 – La Coruña	(6)	—	50.00	Ernst & Young
OTHER ACTIVITIES					
Grupo Global Vía	Paseo de la Castellana, 141 Edificio Cuzco IV - Madrid	481,572	478,983	50.00	
Grupo Realía Business	Paseo de la Castellana, 216-85 Madrid	145,304	153,818	30.20	Deloitte
TOTAL VALUE OF COMPANIES CARRIED BY EQUITY (JOINTLY-CONTROLLED COMPANIES)		789,428	773,240		

(3) Name change. Formerly ACE Túnel Odeolucia

A

ASSOCIATES (CONSOLIDATED BY EQUITY)

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
ENVIRONMENTAL SERVICES					
Abastament en Alta Costa Brava Empresa Mixta, S.A.	Plaza Josep Pla, 4 – Girona	115	—	26.00	
Aguas de Denia, S.A.	Pare Pere, 17 – Denia (Alicante)	423	404	33.00	
Aguas de Priego, S.L.	Plaza de la Constitución, 3 - Priego de Córdoba (Córdoba)	246	—	49.00	
Aguas de Ubrique, S.A.	Avda. España, 9 – Ubrique (Cádiz)	(88)	11	49.00	
Aigües de Blanes, S.A.	Canigó, 5 – Blanes (Girona)	47	54	16.47	
Aigües del Tomoví, S.A.	Plaza Vella, 1 – El Vendrell (Tarragona)	466	520	49.00	GM Auditors
Aprochim Getesarp Rymoil, S.A.	P.I. Logrenzana La Granda – Carreño (Asturias)	1,554	1,366	23.49	Menéndez Auditores
Aquos El Realito, S.A. de CV	Mexico	17	4	49.00	Deloitte
Aragonesa de Gestión de Residuos, S.A.	Paseo María Agustín, 36 – Zaragoza	10	8	18.60	Laes Nexia & Castellero
Aragonesa de Recuperaciones Medioambientales XXI, S.A.	Ctra. Castellón Km. 58 – Zaragoza	—	6		
Aragonesa de Tratamientos Medioambientales XXI, S.A.	Ctra. Castellón Km. 58 – Zaragoza	693	708	33.00	
Betearte, S.A.U.	Colón de Larreátegui, 26 – Bilbao (Vizcaya)	583	571	33.33	Attest Servicios Empresariales
Clavegueram de Barcelona, S.A.	Acer, 16 – Barcelona	841	896	20.33	Bove Montero y Asociados
Concesionaria de Desalación de Ibiza, S.A.	Rotonda de Santa Eulalia, s/n - Ibiza	281	254	32.00	
Conducció del Ter, S.L.	Bourg de Peage, 89 – Sant Feliu de Gíxols (Girona)	13	108	48.00	
Constructora de Infraestructuras de Aguas de Potosí, S.A. de C.V.	Mexico	2	—	24.50	
Ecogestión Ambiental, S.L.	Juan Ramón Jiménez, 12 – Madrid	104	94	50.00	
EMANAGUA Empresa Mixta Municipal de Aguas de Níjar, S.A.	Plaza de la Goleta, 1 – Níjar (Almería)	223	221	49.00	Audinfor
Empresa Municipal de Aguas de Algeciras, S.A.	Avda. Virgen del Carmen – Algeciras (Cádiz)	(197)	105	49.00	Centium
Empresa Municipal de Aguas de Jodar, S.A.	Plaza España, 1 – Jodar (Jaén)	79	—	49.00	
Empresa Municipal de Aguas de Linares, S.A.	Cid Campeador, 7 – Linares (Jaén)	111	158	49.00	Centium
Empresa Municipal de Aguas de Toxiria, S.A.	Cristóbal Colón, 104 – Torredonjimeno (Jaén)	15	89	49.00	Centium
Generavila, S.A.	Plaza de la Catedral, 11 – Ávila	292	417	36.00	Audinfor
Gestión Integral de Residuos Sólidos, S.A.	Profesor Beltrán Baquena, 4 – Valencia	1,171	1,219	49.00	BDO
A.S.A. Group:	Austria	5,469	5,883		
A.S.A. + AVE Környezetvédelmi H Kft	Hungary	—	—	50.00	PricewaterhouseCoopers

APPENDIX III/2

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
A.S.A. Hlohovec s.r.o.	Slovakia	—	—	50.00	
A.K.S.D. Városgazdálkodási Korlátolt FT	Hungary	—	—	25.50	PricewaterhouseCoopers
ASTV s.r.o.	Czech Republic	—	—	49.00	
Huber Abfallservice Verwaltungs GmbH	Austria	—	—	49.00	
Huber Entsorgungs GmbH Nfg KG	Austria	—	—	49.00	
Killer GmbH	Austria	—	—	50.00	
Häfele GmbH & Co KG	Austria	—	—	50.00	
Recopap s.r.o.	Slovakia	—	—	50.00	PricewaterhouseCoopers
Repap Czech spol. s.r.o.	Czech Republic	—	—	50.00	
Technické a Stavební Služby AS	Czech Republic	—	—	50.00	
Tirme Group	Ctra. Soller Km. 8,2 Camino de Son Reus – Palma de Mallorca (Balears)	9,587	8,605	20.00	KPMG
Waste Recycling Group	UK	—	—		
Energyline Limited	UK	—	—	50.00	
Goole Renewable Energy Limited	UK	—	—	20.00	
Shelford Composting Limited	UK	—	—	50.00	KPMG
La Unión Servicios Municipales, S.A.	Salvador Pascual, 7 – La Unión (Murcia)	113	71	49.00	Audinfor
Concesionaria de Desalación de Ibiza, S.A.	Avda. Bartolomé de Roselló, 18 – Ibiza (Balears)	102	91	40.00	
Orasqualia Construction, S.A.E.	Egypt	2,522	—	50.00	KPMG
Orasqualia for the Development of the Waste Water Treatment Plant S.A.E.	Egypt	379	288	50.00	KPMG
Pallars Jussà Neteja i Serveis, S.A.	Pau Casals, 14 – Tremp (Lleida)	33	37	40.80	
Proveïments d'Aigua, S.A.	Asturies, 13 – Girona	269	245	15.12	
Sera Q A Duitama E.S.P., S.A.	Colombia	31	16	30.60	
Shariket Miyeh Ras Djinet, S.p.A.	Algeria	5,247	3,199	25.50	Mohammed Samir HADJ ALI
Shariket Tahlya Miyah Mostaganem, S.p.A.	Algeria	11,520	6,795	25.50	Mohammed Samir HADJ ALI
Sogecar, S.A.	Polígono Torrelarragoiti – Zamudio (Vizcaya)	468	457	30.00	
Suministro de Agua de Queretaro, S.A. de CV	Mexico	9,982	6,934	28.81	Deloitte
VERSIA					
I.T.V. Córdoba, S.A.	Argentina	—	45	30.00	
CONSTRUCTION					
Ablocade, S.L.	Rafael López, 1 – Huelva	741	930	20.00	
Administración y Servicios Grupo Zapotillo, S.A. de C.V.	Mexico	3	—	50.00	

APPENDIX III/3

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
Aigües del Segarra Garrigues, S.A.	Avenida de Tarragona, 6 – Tárrega (Lleida)	4,445	4,510	25.00	Deloitte
Autopistas del Valle, S.A.	Costa Rica	5,900	5,331	48.00	Deloitte
Baross Ter Ingatlanprojekt-Fejlesztő Kft	Hungary	456	532	20.00	Consultrade Plussz Könyvizsgáló és Adótanácsadó Kft
BBR VT International Ltd.	Switzerland	1,467	1,254	22.50	Trewitax Zürich AG
Cleon, S.A.	Avda. General Perón, 36 – Madrid	24,874	24,961	25.00	KPMG
Concesionaria Atención Primaria, S.A.	Plaza Es Fortí, 4 – Palma de Mallorca	1,003	—	33.00	Deloitte
Concessió Estacions Aeroport L9, S.A.	Córcega, 270 – Barcelona	19,954	506	49.00	
Constructora de Infraestructuras de Aguas de Potosí, S.A. de C.V.	Mexico	2	—	24.50	
Constructora San José – Caldera CSJC, S.A.	Costa Rica	4,168	4,634	50.00	Deloitte
Constructora San José-San Ramón SJSR, S.A.	Costa Rica	77	67	33.00	
Canalmail México, S.A. de C.V.	Mexico	726	—	50.00	
Desarrollo Cuajimalpa, S.A. de C.V.	Mexico	2,023	1,770	25.00	
Desarrollos y Promociones Costa Cálida, S.A.	Saturno, 1 – Pozuelo de Alarcón (Madrid)	263	266	35.75	
Elaboración de Cajones Pretensados, S.L.	Avda. General Perón, 36 – Madrid	2	2	50.00	
FCC Construction Kipszer Kft	Hungary	(3)	(112)	50.00	PricewaterhouseCoopers
FCC Elliot construction Limited	Ireland	2,381	1,035	50.00	Deloitte
Gesi-9, S.A.	Sorolla, 27 – Alcalá de Guadaira (Sevilla)	13,008	13,008	74.90	Antonio Moreno Campillo
Alpine Group:	Austria	15,251	15,154		
ABO Asphalt-Bau Oeynhausen GmbH	Austria	—	—	26.09	
AE Stadtland GmbH	Germany	—	—	13.42	Deloitte
AMW Asphaltwerk GmbH	Austria	—	—	19.13	
Asphaltnischwerk Betriebs GmbH & Co KG	Austria	—	—	17.39	
Asphaltnischwerk Greinsfurth GmbH & Co OHG	Austria	—	—	21.74	
Asphaltnischwerk Leopoldau-Teerag-Asdag-Mayreder Bau GmbH	Austria	—	—	43.48	
Asphaltnischwerk Leopoldau-Teerag-Asdag-Mayreder Bau GmbH & Co KG	Austria	—	—	17.39	
Asphaltnischwerk Steyregg GmbH & Co KG	Austria	—	—	17.39	
Asphaltwerk Sierning GmbH	Austria	—	—	34.79	
AWT Asphaltwerk GmbH	Austria	—	—	28.70	
AWW Asphaltnischwerk Wölbiling GmbH	Austria	—	—	43.48	
Bonaventura Strassenerrichtungs GmbH	Austria	—	—	21.74	Deloitte
Bonaventura Strassenerrichtungs GmbH	Austria	—	—	38.53	Deloitte
Dolomit-Beton Lieferbetonwerk GmbH	Austria	—	—	41.75	
Draubeton GmbH	Austria	—	—	30.44	
FMA Asphaltwerk GmbH & Co KG	Austria	—	—	8.70	

APPENDIX III/4

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
Hemmelmaier Frästechnik GmbH	Austria	—	—	21.74	
Kieswerk-Betriebs GmbH & Co Kg	Austria	—	—	19.57	
Lieferasphaltgesellschaft JAUNTAL GmbH	Austria	—	—	20.87	
MSO Mischanlagen Süd-Ost Betriebs GmbH und Co KG	Austria	—	—	9.57	
Paltentaler Beton Erzeugungs GmbH	Austria	—	—	20.87	
Porr Alpine Austriarail GmbH	Austria	—	—	43.48	
PPE Malzenice s.r.o.	Slovakia	—	—	43.48	Ing. Anna Mamajova
Rastätten Betriebs GmbH	Austria	—	—	43.48	GrantThorton
RBA Recycling und Betonanlagen GmbH & Co Nfg KG	Austria	—	—	22.18	
RFM Asphaltmischwerk GmbH & Co KG	Austria	—	—	28.99	
Schaberreiter GmbH	Austria	—	—	9.57	
Silasfalt s.r.o.	Chechen Republic	—	—	43.48	Deloitte
Straka Bau GMBH	Austria	—	—	44.35	
Transportbeton und Asphalt GmbH	Austria	—	—	43.48	
Transportbeton und Asphalt GmbH & Co KG	Austria	—	—	43.48	
Waldviertler Lieferasphalt GmbH & Co KG	Austria	—	—	43.48	
Ziegelwerk Frental Eder GmbH	Germany	—	—	32.22	Deloitte
Grupo Cedinsa Concesionaria	Tarragona, 141 – Barcelona	27,124	24,735	27.20	Deloitte
Grupo Foment de Construccions i Consulting	Andorra	12	12	33.30	
Ibisan Sociedad Concesionaria, S.A.	Porto Pi, 8 – Palma de Mallorca (Balearic Islands)	7,315	7,986	50.00	Deloitte
Las Palmeras de Garrucha, S.L. – in liquidation -	Mayor, 19 – Garrucha (Almería)	1,081	1,178	20.00	
M50 (D&C) Limited	Ireland	(4,586)	(87)	42.50	Deloitte
Marina de Laredo, S.A.	Pasaje de Puntida, 1 – Santander (Cantabria)	1,192	692	50.00	
MDM-Teide, S.A.	Panama	1,129	1,024	50.00	P&A Palacios y Asociados Certified Public Accountants
Metro de Málaga, S.A.	Martínez, 11 – Málaga	10,258	9,198	10.00	Ernst & Young
N6 (Construction) Limited	Ireland	(21,235)	(8,504)	42.50	Deloitte
Nihg Limited	Ireland	—	—	39.00	Deloitte
Nihg South West Health Partnership Limited	Ireland	(16,653)	—	39.00	Deloitte
Nova Bocana Barcelona, S.A.	Avda. Josep Tarradellas, 123 – Barcelona	9,121	9,323	25.00	Deloitte
Nova Bocana Business, S.A.	Avda. Josep Tarradellas, 123 – Barcelona	992	992	25.00	
Omszki-Tó Part Ingatlanfejlesztő És Befektető Kft	Hungary	(39)	(17)	20.00	
Operaciones y Servicios para la Industria de la Construcción, S.A. de C.V.	Mexico	(22)	16	50.00	Deloitte
Port Premià, S.A. – in liquidation -	Balmes, 36 – Barcelona	(555)	(555)	39.72	
Promvias XXI, S.A.	Vía Augusta, 255 Local 4 – Barcelona	(293)	(175)	25.00	

APPENDIX III/5

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
Proyecto Front Marítim, S.L.	Paseo de Gracia, 120 – Barcelona	(5,556)	(5,045)	50.00	
Teide Gestión del Sur, S.L.	José Luis Casso, 68 – Sevilla	4,474	4,842	49.94	
Teide-MDM Quadrat, S.A.	Panama	197	174	50.00	P&A Palacios y Asociados Certified Public Accountants
Terminal Polivalente de Huelva, S.A.	La Marina, 29 – Huelva	(263)	(263)	31.50	
Torres Porta Fira, S.A.	Mestre Nicolau, 19 – Barcelona	8,529	8,632	40.00	BDO
Tramvia Metropolità, S.A.	Córcega, 270 – Barcelona	4,528	4,108	22.44	KPMG
Tramvia Metropolità del Besós, S.A.	Córcega, 270 – Barcelona	3,786	4,358	22.53	KPMG
Urbs Iudex et Causidicus, S.A.	Tarragona, 161 – Barcelona	(2,247)	(925)	29.00	Deloitte
Urbs Iustitia Commodo Opera, S.A.	Avda. Carrilet, 3, planta 11ª, Ciutat de la Justícia de Barcelona i l'Hospitalet de Llobregat – l'Hospitalet de Llobregat (Barcelona)	2,417	—	35.00	
Vivero del Río Razón, S.L.	Camino del Guardatillo – Valdeavellano de Tera (Soria)	1	1	48.00	
Western Carpathians Motorway Investors Company GmbH	Austria	13	12	48.70	
Zilinská Dialnica s.t.o.	Slovakia	(299)	10	48.70	KPMG

CEMENT

Aplicaciones Minerales, S.A.	Camino Fuente Herrero – Cueva Cardiel (Burgos)	563	618	33.15	
Áridos Unidos, S.A.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	13	13	26.77	
Canteras y Hormigones Quintana, S.A.	Ctra. Santander-Bilbao Km. 184 – Barcena de Cicero (Cantabria)	4,416	4,838	18.85	Enrique Campos & Auditores
Canteras y Hormigones VRE, S.A.	Arieta, 13 – Estella (Navarra)	1,223	1,634	35.73	KPMG
Comercial de Prefabricados Lemona, S.A.	Barrio Inzunza, 1 – Lemona (Vizcaya)	19	19	67.04	
Exponor, S.A. – in liquidation -	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	—	1	38.92	
Hormigones Calahorra, S.A.	Brebicio, 25 – Calahorra (La Rioja)	111	152	35.72	
Hormigones Castro, S.A.	Ctra. Irún-La Coruña Km. 153 – Islares – (Cantabria)	374	347	25.14	
Hormigones del Baztán, S.L.	Suspeltxiki, 25 – Vera de Bidasoa (Navarra)	1,016	1,051	35.73	
Hormigones Delfin, S.A.	Venta Blanca – Peralta (Navarra)	856	939	35.73	
Hormigones en Masa de Valtierra, S.A.	Ctra. Castellón Km. 0 – Valtierra (Navarra)	1,602	1,776	35.73	
Hormigones Galizano, S.A.	Ctra. Irún-La Coruña Km. 184 – Gama (Cantabria)	242	310	31.42	
Hormigones Galizano, S.A.	Praje Murillo de Calahorra, s/n – Calahorra (La Rioja)	854	1,164	35.73	KPMG
Hormigones y Áridos del Pirineo Aragonés, S.A.	Ctra. Biescas – Sabiñanigo (Huesca)	6,719	6,683	35.73	KPMG

APPENDIX III/6

Company	Address	Net carrying value of portfolio		% effective ownership	Auditor
		2010	2009		
Lázaro Echevarría, S.A.	Isidoro Melero – Alsasua (Navarra)	9,924	10,083	20.01	KPMG
Navarra de Transportes, S.A.	Ctra. Pamplona-Vitoria Km. 52 – Olazagutia (Navarra)	1,130	1,126	23.82	KPMG
Neuciclaje, S.A.	Alameda de Mazarredo, 10-4º A – Bilbao (Vizcaya)	499	440	23.05	
Novhorvi, S.A.	Portal de Gamarra, 25 – Vitoria Gasteiz (Álava)	212	198	17.87	Iñurrieta
Portcemen, S.A.	Muelle Contradique Sur-Puerto Barcelona – Barcelona	925	774	13.13	
Quinsa Prefabricados de Hormigón, S.L. Unipersonal	Ctra. S. Sebastián-Coruña Km. 184 – Barcena de Cicero (Cantabria)	(15)	32	18.85	
Silos y Morteros, S.L.	Ctra. de Pamplona Km. 1 – Logroño (La Rioja)	210	190	23.82	Expertos Auditores
Terminal Cimentier de Gabes-Gie	Tunisia	104	50	15.41	Ernst & Young
Terrenos Molins	Llobregat – Molins de Rei (Barcelona)	4	5	13.14	
Transportes Cántabros de Cemento Portland, S.L.	Ctra. S. Sebastián-Coruña Km. 184 – Barcena de Cicero – (Cantabria)	42	77	18.85	
Vescem-LID, S.L.	Valencia, 245 – Barcelona	64	31	13.13	
TOTAL VALUE OF COMPANIES CARRIED BY EQUITY (ASSOCIATES)		210,992	208,000		

C HANGES TO THE SCOPE OF CONSOLIDATION

ADDITIONS	Address
Fully consolidated	
.A.S.A. TS PROSTEJOV S.R.O. (*)	Czech Republic
ALPINE ENERGIE CESCO SPOL. S.R.O.	Czech Republic
ALPINE GREEN ENERGY ITALY SRL	Italy
APEX/FCC LLC.	USA
CARTAGUA, AGUAS DO CARTAXO, S.A.	Portugal
EKOSTONE ÁRIDOS SIDERÚRGICOS, S.L.	Trinidad, 9 – Getxo (Vizcaya)
GUZMÁN ENERGÍA, S.L. UNIPERSONAL	Portada, 11 – Palma del Río (Córdoba)
FCC INDUSTRIALE SRL	Italy
FTS 2010 SOCIETA CONSORTILE A RESPONSABILITA LIMITATA	Italy
IMPULSORA DE PROYECTOS PROSERME, S.A. DE C.V.	Mexico
INGENIEURBÜRO FÜR ENERGIE – UND HAUSTECHNIK ANDREAS DUBA GMBH	Germany
OKTAL PLUS D.O.O.	Croatia
SOLAR PARK SERENA SRL	Italy
TRATAMIENTO ESCOMBROS ALMOGUERA, S.L.	José Abascal, 59 – Madrid
Consoliated by equity	
JOINT VENTURES	
ACE CAET XXI CONSTRUÇÕES	Portugal
ACE RIBEIRADIO-ERMIDA	Portugal
CONSTRUCTORA DURANGO-MAZATLAN, S.A. DE C.V. (*)	Mexico
COSTA BRAVA ABASTAMENT AQUALIA-SOREA, A.I.E.	Sector Carlit, s/n – Empuriabrava (Girona)
SERVICIOS EMPRESARIALES DURANGO-MAZATLAN, S.A. DE C.V. (*)	Mexico
SIGENERA, S.L.	Orzán, 124 – La Coruña
SOCIEDAD CONCESIONARIA TRANVÍA DE MURCIA, S.A. (*)	Olof Palmer, s/n – Murcia
ASSOCIATES	
ABASTAMENT EN ALTA COSTA BRAVA EMPRESA MIXTA, S.A.	Plaza Josep Pla Casadevall, 4 3º 1ª – Girona
ADMINISTRACIÓN Y SERVICIOS GRUPO ZAPOTILLO, S.A. DE C.V.	Mexico
AGUAS DE PRIEGO, S.L.	Plaza de la Constitución, 3 – Priego de Córdoba (Córdoba)
CONCESIONARIA ATENCIÓN PRIMARIA, S.A.	Plaza Es Fortí, 4 – Palma de Mallorca
CONSTRUCTORA DE INFRAESTRUCTURAS DE AGUAS DE POTOSÍ, S.A. DE C.V.	Mexico
CONSTRUCTORES DEL ZAPOTILLO, S.A. DE C.V.	Mexico
EMPRESA MUNICIPAL DE AGUAS DE JODAR, S.A.	Plaza Espana, 1 – Jodar (Jaén)
ORASQUALIA CONSTRUCTION, S.A.E.	Egypt
URBS IUSTITIA COMMODO OPERA, S.A.	Avda. Carrilet, 3, planta 11ª, Ciutat de la Justícia de Barcelona i l'Hospitalet de Llobregat – l'Hospitalet de Llobregat (Barcelona)

(*) Change in consolidation method due to purchase or sale of interests.

REMOVALS	Address
Fully consolidated	
3 G NETZWERK ERRICHTUNGS GMBH & CO KG (6)	Austria
AGREGATS UNILAND, S.A.R.L. (2)	France
ALPINE BAU TROSTBERG GMBH (7)	Germany
ARAGONESA DE SERVICIOS I.T.V., S.A. (2)	Federico Salmón, 13 – Madrid
AUXILIAR DE PIPELINES, S.A. (10)	Paseo del Club Deportivo, 1 – Pozuelo de Alarcón (Madrid)
CASA PARK MOULAY YOUSSEF, S.A.R.L. (2)	Morocco
CASA PARK, S.A. (2)	Morocco
CEMENTRADE, S.A. UNIPERSONAL (3)	Josefina de la Maza, 4 P.E. Piasca – Santander (Cantabria)
CONCESIONARIA ZONA 5, S.A. (2)	Argentina
CONSTRUCTORA DURANGO-MAZATLAN, S.A. DE C.V. (*)	Mexico
DENEO ENERGÍA E INFRAESTRUCTURAS, S.A. (9)	José Agustín Goytisolo, 33 Nave B1 – Hospitalet de Llobretar (Barcelona)
ELCEN BRAS SERVICIOS Y PROYECTOS, S.A. (9)	Acanto, 22 - Madrid
EURMAN, S.A.	Valentín Beato, 24-26 - Madrid
GENERAL DE SERVICIOS I.T.V., S.A. (2)	Federico Salmón, 13 – Madrid
GESTIÓN ESPECIALIZADA EN INSTALACIONES, S.A. (9)	Valentín Beato, 24 - Madrid
GIZA ENVIRONMENTAL SERVICES, S.A.E. (1)	Egypt
GULFLAND CEMENT LLC. (4)	USA
I.T.V., S.A. (2)	Argentina
LURTARRI, S.L. (1)	Alameda de Urquijo, 10 – Bilbao (Vizcaya)
RECISUELOS, S.A. UNIPERSONAL (2)	Alameda de Urquijo, 10 – Bilbao (Vizcaya)
SERVICIOS EMPRESARIALES DURANGO-MAZATLAN, S.A. DE C.V. (*)	Mexico
SISTEMAS ENERGÉTICOS EL CARRASCAL, S.A. UNIPERSONAL (5)	Avenida San Francisco Javier, 15 – Sevilla
SISTEMAS ENERGÉTICOS EL CHAPARRAL, S.A. UNIPERSONAL (5)	Avenida San Francisco Javier, 15 – Sevilla
SISTEMAS ENERGÉTICOS LA CERRADILLA, S.A. UNIPERSONAL (5)	Avenida San Francisco Javier, 15 – Sevilla
SISTEMAS ENERGÉTICOS LAMATA, S.A. UNIPERSONAL (5)	Avenida San Francisco Javier, 15 – Sevilla
SISTEMAS ENERGÉTICOS MONTES DEL CONJURO, S.A. UNIPERSONAL (5)	Avenida San Francisco Javier, 15 – Sevilla
SOCIEDAD CONCESIONARIA TRANVÍA DE MURCIA, S.A. (*)	Olof Palmer, s/n – Murcia
UNILAND MARÍTIMA, S.L. UNIPERSONAL (8)	Córcega, 299 - Barcelona
VTV VERIFICACIONES TÉCNICAS VEHICULARES DE ARGENTINA, S.A. (2)	Argentina
VERAUTO LA PLATA, S.A. (2)	Argentina
Consolidated by equity	
JOINTE VENTURES	
ACE FCC CONSTRUCCION E EDIFER (1)	Portugal
ASSOCIATES	
.A.S.A. TS PROSTEJOV S.R.O. (*)	Czech Republic
ARAGONESA DE RECUPERACIONES MEDIOAMBIENTALES XXI, S.A.(1)	Ctra. Castellón Km. 58 - Zaragoza
EXPONOR, S.A. -EN LIQUIDACIÓN- (1)	Alameda de Urquijo, 10 – Bilbao (Vizcaya)
I.T.V. CÓRDOBA, S.A. (2)	Argentina
VALENCIANA DE SERVICIOS I.T.V., S.A. (2)	P.I. El Oliveral – Ribarroja de Turia (Valencia)

(*) Change in consolidation method due to purchases or sales of interests.

- (1) Wound up
- (2) Sold
- (3) Merger
- (4) Dissolved
- (5) Merger by absorption of Olivento, S.L. Unipersonal
- (6) Merger by absorption of 3 G Netzwerk Errichtungs GMBH
- (7) Merger by absorption of Alpine Bau Deutschland AG
- (8) Dissolved and liquidated by absorption of Uniland Cementera, S.A.
- (9) Absorbed by FCC Servicios Industriales y Energéticos, S.A.
- (10) Absorbed by Servicios y Obras, S.A.

JOINT VENTURES, ECONOMIC INTEREST GROUPS AND OTHER BUSINESS MANAGED JOINTLY WITH THIRD PARTIES OUTSIDE THE GROUP

	Consolidation percentage at 31.12.2010
ENVIRONMENTAL SERVICES	
FCCSA-SECOPSA UTE I	50.00
PASAIA UTE	70.00
PUERTO UTE	50.00
UTE A GUARDA	50.00
UTE A GUARDA SANEAMIENTO	50.00
UTE ABASTECIMIENTO EXTREMADURA	20.00
UTE ABASTECIMIENTO ZARAGOZA	70.00
UTE ABSA - PERICA	60.00
UTE ABSA - PERICA I	60.00
UTE ACTUACIÓN 11 TERUEL	50.00
UTE AEROPUERTO II	50.00
UTE AEROPUERTO V	50.00
UTE AEROPUERTO VI	50.00
UTE AEROPUERTO GALERIAS	50.00
UTE AEROPUERTO GALERIAS II	50.00
UTE AESA - FCC	50.00
UTE AGUAS ALCALÁ	37.50
UTE AGUAS DEL DORAMÁS	50.00
UTE AIGÜES ELS POBLET	95.00
UTE ALMEDA	51.00
UTE AMPLIACIÓ LIXIVITATS	40.00
UTE AMPLIACIÓN IDAM SANT ANTONI	50.00
UTE AMPLIACIÓN ITAM DELTA DE LA TORDERA	66.67
UTE ANSA - ALFUS	20.00
UTE AQUALIA - FCC - MYASA	94.00
UTE ARGÍ GUENES	70.00
UTE BILBOKO SANEAMENDU	50.00
UTE BILBOKO SANEAMENDU BI	50.00
UTE BIOCOMPOST DE ÁLAVA	50.00
UTE BOADILLA	50.00
UTE CÁDIZ	50.00
UTE CANA PUTXA	20.00
UTE CAP DJINET	50.00
UTE CARMA	50.00
UTE CARPA - FCC PAMPLONA	50.00
UTE CASTELLANA - PO	50.00
UTE CASTELLAR DEL VALLÈS	50.00
UTE CASTELLAR POLÍGONOS	50.00
UTE CEMENTERIOS PERIFÉRICOS II	50.00
UTE CENTRO DEPORTIVO VILLENA	80.00
UTE CHIPIONA	50.00
UTE CIUTAT VELLA	50.00
UTE COLECTOR MAGRANERS	50.00
UTE COLEGIOS SANT QUIRZE	50.00
UTE CONDUCCIÓN A EL VISO Y DEPÓSITOS	70.00
UTE CTR. DE L'ALT EMPORDÀ	45.00
UTE CTR - VALLÈS	20.00
UTE DEPURACIÓN PONIENTE ALMERIENSE	75.00
UTE DOS AGUAS	35.00
UTE ECOPARQUE CACERES	50.00
UTE ECOURENSE	50.00
UTE EDAR A GUARDA	50.00
UTE EDAR ÁVILA	55.00
UTE EDAR BAEZA	50.00
UTE EDAR CULEBRO EQUIPOS	50.00
UTE EDAR DE KRISPIJANA	70.00
UTE EKO FERRO	85.00

	Consolidation percentage at 31.12.2010
UTE ENERGÍA SOLAR ONDA	25.00
UTE EPTISA – AISA (ZIMNICEA)	50.00
UTE EPTISA – ENTEMANSER	48.50
UTE ETAP LAS ERAS	50.00
UTE ETAP ORBIGO	50.00
UTE EXPLOTACIÓN ITAM TORDERA	50.00
UTE EXPLOTACIÓN PISCINAS VIGO	50.00
UTE EXPLOTACIÓN PRESAS DEL SEGURA	60.00
UTE F.L.F. LA PLANA	47.00
UTE FCC – ANPE	80.00
UTE FCC – ERS LOS PALACIOS	50.00
UTE FCC – HIJOS DE MORENO, S.A.	50.00
UTE FCC – PAS SALAMANCA	70.00
UTE FCC – PERICA	60.00
UTE FCC – SUFI MAJADAHONDA	50.00
UTE FCC – SUFI PESA	50.00
UTE FCC – SYF PLAYAS	40.00
UTE FCC – TEGNER	50.00
UTE FCCMA – NECA	51.00
UTE FCCMA – RUBATEC STO. MOLLET	50.00
UTE FCCSA – GIRSA	89.80
UTE FCCSA – VIVERS CENTRE VERD, S.A.	50.00
UTE FS BADAJOZ	79.00
UTE FS MUNGEST	33.15
UTE FS MUNGEST II	51.00
UTE FS PARLA	72.00
UTE FS PARLA II	72.00
UTE GALERÍAS III	50.00
UTE GESTIÓ INTEGRAL DE RUNES DEL PAPIOL	40.00
UTE GESTIÓN FANGOS MENORCA	55.00
UTE GESTIÓN INSTALACIÓN III	34.99
UTE GESTIÓN LODOS CYII	20.00
UTE GESTIÓN SERVICIOS DEPORTES CATARROJA	90.50
UTE GIREF	20.00
UTE GIRONA SELECTIVES	50.00
UTE GIRSA – FCC	59.20
UTE HIDRANTES	50.00
UTE IBIZA – PORTMANY EPC	32.00
UTE IDAM IBIZA	50.00
UTE IDAM IBIZA II	50.00
UTE IDAM IBIZA III	50.00
UTE IDAM SANT ANTONI	50.00
UTE IDAM SANT ANTONI II	50.00
UTE INFILCO	50.00
UTE INTAGUA	50.00
UTE JARDINES MOGÁN	51.00
UTE JARDINES SANTA COLOMA	50.00
UTE JUNDIZ	51.00
UTE KABIEZESKO KIROLDEGIA	60.00
UTE KAIAGARBI	51.00
UTE KAIXARRANKA	60.00
UTE LA LLOMA DEL BIRLET	80.00
UTE LEA – ARTIBAI	60.00
UTE LEGIO VII	50.00
UTE LIMPIEZA COLEGIOS PÚBLICOS DE ALCORA	50.00
UTE LIMPIEZA COLEGIOS PÚBLICOS DE BURRIANA	50.00
UTE LIMPIEZA COLEGIOS PÚBLICOS DE CASTELLÓN	50.00
UTE LIMPIEZA BENICASSIM	35.00
UTE LIMPIEZA SANTA COLOMA	50.00
UTE LIMPIEZA Y RSU LEZO	55.00
UTE LÍNEA 2 FASE 2 FMB	50.00
UTE LOCALES JUSTICIA LOTE II	50.00
UTE LOCALES JUSTICIA LOTE V	50.00
UTE LOGROÑO LIMPIO	50.00
UTE LOURO	65.00
UTE LV Y RSU ARUCAS	70.00
UTE MANTENIMIENTO COLEGIOS BILBAO	60.00
UTE MANTENIMIENTO COLEGIOS II	60.00

	Consolidation percentage at 31.12.2010
UTE MANTENIMIENTO DE EDIFICIOS	60.00
UTE MEJORA ABASTECIMIENTO SESEÑA	50.00
UTE MOLLERUSSA	60.00
UTE MONTCADA	50.00
UTE MOSTAGANEM	50.00
UTE MUSKIZ III	70.00
UTE NAVE JUNDIZ	51.00
UTE OBRA AMPLIACIÓN IDAM SAN ANTONIO	50.00
UTE OBRA EDAR IBIZA	50.00
UTE OBRAS AGUAS ALCALÁ	55.00
UTE ONDA EXPLOTACIÓN	33.33
UTE OYM CAP DJINET	50.00
UTE OYM MOSTAGANEM	50.00
UTE PAMPLONA	80.00
UTE PARQUES SINGULARES MÓSTOLES	50.00
UTE PISCINA CUBIERTA BENICARLÓ	65.00
UTE PISCINA CUBIERTA MUNICIPAL ALBATERA	93.00
UTE PISCINA CUBIERTA MUNICIPAL L'ELIANA	99.50
UTE PISCINA CUBIERTA CLUB DEPORTIVO ALBORAYA	99.00
UTE PISCINA CUBIERTA MANISES	99.50
UTE PISCINA CUBIERTA PAIPORTA	90.00
UTE PISCINA POLIDEPORTIVO PAIPORTA	65.00
UTE PLAN RESIDUOS	47.50
UTE PLANTA RSI TUDELA	60.00
UTE PLANTA TRATAMIENTO VALLADOLID	60.00
UTE PLAYAS	50.00
UTE PLAYAS GUIPUZKOA	55.00
UTE PONIENTE ALMERIENSE	50.00
UTE PORTUGARBI	51.00
UTE PORTUGARBI - BI	51.00
UTE POSU - FCC VILLALBA	50.00
UTE POTABILIZADORA ELS POBLETS	70.00
UTE PUERTO II	70.00
UTE QUINTO CONTENEDOR	50.00
UTE R.S. PONIENTE ALMERIENSE	50.00
UTE RBU VILLA-REAL	47.00
UTE RESIDENCIA	50.00
UTE RESTAURACIÓN GARRAF	27.50
UTE RSU TOLOSALDEA	60.00
UTE S.U. BILBAO	70.00
UTE SALTO DEL NEGRO	50.00
UTE SANEAMIENTO URBANO CASTELLÓN	65.00
UTE SANT LLORENÇ	50.00
UTE SANT QUIRZE	50.00
UTE SANT QUIRZE DEL VALLÉS	50.00
UTE SANTA COLOMA DE GRAMANET	61.00
UTE SANTURTZIKO GARBIKETA	60.00
UTE SASIETA	75.00
UTE SAV - FCC TRATAMIENTOS	35.00
UTE SEAFSA LANZAROTE	60.00
UTE SELECTIVA SAN MARCOS	65.00
UTE SELECTIVA UROLA KOSTA	60.00
UTE SELLADO VERTEDERO LOGROÑO	50.00
UTE SERVICIOS EXPO	60.00
UTE TANATORIO DE PATERNA	50.00
UTE TIRVA FCC - FCCMA RUBÍ	51.00
UTE TORRIBERA III	50.00
UTE TORRIBERA IV	50.00
UTE TORRIBERA RSU	50.00
UTE TOSSA DE MAR	13.00
UTE TRANSPORTE SAN MARCOS	80.00
UTE TRANSPORTE DEBABARRENA TXINGUDI	60.00
UTE TREMP	51.00
UTE TXINGUDI	75.00
UTE TXINGUDIKO GARBIKETA	73.00
UTE UROLA ERDIA	60.00
UTE URRETXU Y ZUMARRAGA	65.00
UTE VERTEDERO ARTIGAS	50.00

	Consolidation percentage at 31.12.2010
UTE VERTEDERO GARDALEGUI II	70.00
UTE VERTRESA	10.00
UTE VIGO RECICLA	70.00
UTE VILOMARA	33.33
UTE VINARÓZ	50.00
UTE VIVIENDAS MARGEN DERECHA	60.00
UTE WTC – ZARAGOZA	51.00
UTE ZARAGOZA DELICIAS	51.00
UTE ZARAUZKO GARBIKETA	60.00
UTE ZONZAMAS FASE II	30.00
UTE ZURITA	50.00
VERSIA	
CLEAR CHANNEL – CEMUSA UTE	50.00
CYCSA – ISOLUX INGENIERÍA UTE	50.00
CYS – IKUSI – GMV UTE	43.50
EYSSA-AUPLASA ALICANTE UTE	65.00
SISTEMAS TRANVÍA DE MURCIA UTE	32.00
TRAMBESÓS UTE	33.00
TÚNELES DE BARAJAS UTE	50.00
UTE BYPASS SUR	50.00
UTE C-17 SERVEI	50.00
UTE CC CLOT ARAGÓ	60.00
UTE CN III	45.00
UTE EIX LLOBREGAT	50.00
UTE EUROHANDLING	50.00
UTE EUROHANDLING BARCELONA	50.00
UTE EUROHANDLING MÁLAGA	50.00
UTE FCC ACISA AUDING	45.00
UTE MENDIZULOA	30.00
UTE SCC SICE	50.00
UTE S.G.V.V.	50.00
UTE TRAMBAIX	33.00
CONSTRUCTION	
ARGE A4	50.00
ARGE ACHRAIN	50.00
ARGE ALPTRANSIT BRENNER	50.00
ARGE ARLBERG	45.00
ARGE ATAC	50.00
ARGE BEG H4 STANS	50.00
ARGE BEG LOS O1	50.00
ARGE BETON BHF. ST. PÖLTEN	45.00
ARGE BETON DOPPL 2	50.00
ARGE BETON NEUBAU	40.00
ARGE BETONBAU ÖBB YBBS AMSTETTEN	50.00
ARGE BETR. GEB. HEIDKOF	50.00
ARGE CONTIWEG	60.00
ARGE EGGETUNNEL	50.00
ARGE ERDB. A8 PICHL - MEGG	50.00
ARGE ERDB. MATZLEINSDORF	50.00
ARGE ERDBAU AMSTETTEN BL3	60.00
ARGE ERDBAU BHF ST. PÖLTEN	33.33
ARGE ERDBAU DOPPL II	50.00
ARGE ERDBAU NEUBAU	50.00
ARGE EURO 2008 AUSB. STAD. INNSBRUCK	33.33
ARGE EURO 2008 AUSB. STAD. KLAGENFURT	55.00
ARGE EURO 2008 AUSB. STAD. SALZBURG	51.00
ARGE GALERIEN KÜHTAI	25.00
ARGE GEBÖS NORDBAHNHOF	33.34
ARGE GK RECHTE ALTSTADT 2	50.00
ARGE GOTTHARD TUNNEL	66.66
ARGE HABERKORN ULMER	50.00
ARGE HEIDKOPFTUNNEL	33.34

	Consolidation percentage at 31.12.2010
ARGE HOCHBAU HBF ST. PÖLTEN	25.35
ARGE HWS MACHLAND	50.00
ARGE INGENIEURBAU PPP OSTREGION	50.00
ARGE JURIDICUM	50.00
ARGE KATSCHBERG	30.96
ARGE KDD	33.34
ARGE KH RIED BR 2 + 3	23.78
ARGE KH RIED BR 4/4A	33.33
ARGE KINGSCROSS	50.00
ARGE KLOSTERNEUBURG	28.10
ARGE KOPS	80.00
ARGE KRANKENHAUS BR A + F	50.00
ARGE LAINZERTUNNEL 31	50.00
ARGE LICHTENFELS	33.34
ARGE MISCHGUT PPP OSTREGION	50.00
ARGE MVA ZISTERSDORF	50.00
ARGE NBS LOS B	33.34
ARGE NUSSDORF – ZAGLING	50.00
ARGE PARKDECK STOCKERAU	33.00
ARGE PRO MENTE WELS	50.00
ARGE RASTSTÄTTE PPP OSTREGION	50.00
ARGE SCHMIEDETECHNIK – ERW	33.33
ARGE SCHWEDEN	50.00
ARGE SENIORENWOHNHEIM KREMS	66.66
ARGE SINGAPURE 855	50.00
ARGE SPERRE BAECHENTAL	15.00
ARGE STRENGEN	70.00
ARGE TERMINAL TOWER LINZ	50.00
ARGE THERAPIEZENTRUM BAD HALL	82.70
ARGE TSCHAMBREU	66.66
ARGE TULLNERFELD 4.1	66.66
ARGE TUNNEL – U. ING. BAU. LEIPZIG LOS B	5.70
ARGE TURBOLADERWERK	50.00
ARGE TWL LEHEN – LIEFERING	40.00
ARGE UMFAHRUNG BRIXEN B13	48.80
ARGE UW YBBSFELD	50.00
ARGE VEZ	50.00
ARGE VKA TERNITZ	1.00
ARGE WIESING H4 – 3	75.00
ERD – UN STRASSEN. PPP	19.00
ASTALDI – FCC J.V.	50.00
FCC ELLIOT CONSTRUCTION PARTNERSHIP	50.00
J.V. ARAD-TIMISOARA FCC-ASTALDI	50.00
J.V. CENTURE OTOPENI OVERPASS	89.80
J.V. EXTENSION OF LINE 2 TO ANTOHOUPOLI	50.01
J.V. FCC-ASTALDI	50.00
J.V. FCC CO-MCM	95.00
J.V. METRO DEHLI C1	19.00
UTE 180 VIVIENDAS PARCELA 22, LEGANÉS	60.00
UTE 2ª FASE EIQUE DE LA ESFINGE	35.00
UTE 57 VIVIENDAS PC-6 CERRO DE REYES	90.00
UTE ACCESO NORTE A VIGO NUEVA ESTACIÓN	50.00
UTE ACCESO ZAMORA	65.00
UTE ACCESOS A LA ESTACIÓN DE LA SAGRERA	37.50
UTE ACON. Y PEATON. SAN BARTOLOMÉ TIRAJANA	70.00
UTE ACONDICIONAMIENTO BASE ALMUSSAFES	50.00
UTE ACTUACIONES AEROPUERTO DE LOGROÑO	80.00
UTE ADAMUZ	33.33
UTE AEROMÉDICA CANARIA – FCCCO	5.00
UTE AEROPUERTO DE CASTELLÓN	50.00
UTE AL – DEL CUENCA	50.00
UTE AL – DEL POLIVALENTES	50.00
UTE AL – DEL SANTIAGO	50.00
UTE AL – DEL VILLARRUBIA	50.00
UTE AL – DEL XÁTIVA	50.00
UTE ALARCÓN	55.00
UTE ALBACETE – ALMANSA	50.00
UTE ALBUERA	50.00

	Consolidation percentage at 31.12.2010
UTE ALCAR	45.00
UTE ALMENDRALEJO II	50.00
UTE ALQUERÍA	50.00
UTE ALUMBRADO BARRIO SAN FCO. JAVIER	80.00
UTE AMOREBIETA	66.66
UTE AMPLIACIÓN AP-6 TRAMO 2	50.00
UTE AMPLIACIÓN EDAR GIRONA	67.00
UTE AMP. PLAT COSTERA REC. GUINIGUADA	50.00
UTE AMPLIACIÓN PUERTO DE CASTELLÓN	50.00
UTE AMPLIACIÓN SAIH	50.00
UTE AMPLIACIÓN SUPERFICIE M. LEVANTE PTO. V	60.00
UTE ANAGA	33.33
UTE APARCAMIENTO TERM. ACT. AEROPUERTO G.C.	70.00
UTE ARENAL	16.17
UTE ARINAGA III	50.00
UTE ARMILLA INSTALACIONES	50.00
UTE ARRIXACA GASES	26.00
UTE ARROYO DE LA ENCOMIENDA	50.00
UTE ARROYO DEL FRESNO	50.00
UTE AUCOSTA CONSERVACIÓN	50.00
UTE AUDITORIO DE BURGOS	65.00
UTE AUTOPISTA CARTAGENA - VERA	50.00
UTE AUTOVÍA COSTA BRAVA	65.00
UTE AUTOVÍA DE LA SAGRA	50.00
UTE AUTOVÍA EL BATAN - CORIA	50.00
UTE AUTOVÍA PAMPLONA - LOGROÑO T2, 3, 4	70.79
UTE AVE GIRONA	40.00
UTE AVE MASIDE	67.00
UTE AVE MONTBLANC	75.00
UTE AVE TERUEL	50.00
UTE AVE TÚNEL DE SERRANO	42.00
UTE ÁVILA 6	35.00
UTE AZOKA	45.88
UTE AZUCENAS	75.00
UTE AZUD BAJO EMBALSE ALARCÓN	50.00
UTE AZUD DEL EBRO 2ª FASE	70.00
UTE BALLONTI ARDANZA	9.80
UTE BARBADOS	50.00
UTE BENTA AUNDI	50.00
UTE BERGARA ANTZUOLA	50.00
UTE BIBLIOTECA DE NAVARRA	65.00
UTE BIMENES	70.00
UTE BIMENES III	70.00
UTE BIZKAIA ENPARANTZA	24.50
UTE BOETTICHER	50.00
UTE BOETTICHER ELECTRICIDAD	50.00
UTE BOQUILLA SUR TÚNEL VIGO - DAS MACEIRAS	50.00
UTE BULEVAR PINTO RESINA	50.00
UTE BUÑEL - CORTES	80.00
UTE C&F JAMAICA	50.00
UTE C.A.R.E. CÓRDOBA	75.00
UTE CÁCERES II	50.00
UTE CAMPO GIBRALTAR	80.00
UTE CAMPO DE GIBRALTAR	50.00
UTE CAMPUS CLIMA	50.00
UTE CAN TUNIS	70.00
UTE CANAL DE NAVARRA	60.00
UTE CANALES DEL JÚCAR	60.00
UTE CANONADA SANT JUST	60.00
UTE CÁRCEL MARCOS PAZ	35.00
UTE CARCHUNA - CASTELL	75.00
UTE CARDEDEU	40.00
UTE CARIÑENA	50.00
UTE CARRETERA HORNACHOS - LLERA	65.00
UTE CARRETERA IBIZA - SAN ANTONIO	50.00
UTE CASON II	50.00
UTE CASTELLÓ D'AMPÚRIES	50.00

	Consolidation percentage at 31.12.2010
UTE CASTIÑEIRIÑO	65.00
UTE CATENARIA - CERRO NEGRO	50.00
UTE CATLANTICO	25.00
UTE CECOEX	20.00
UTE CENTRAL - BEURKO	19.60
UTE CENTRAL - BEURKO FASE II	12.25
UTE CENTRO COMERCIAL ARANJUEZ	50.00
UTE CENTRO COMERCIAL ARANJUEZ PLAZA F. II	50.00
UTE CENTRO COMERCIAL LA GRELA	50.00
UTE CENTRO COMERCIAL MESOIRO	50.00
UTE CENTRO CONTINGENCIAS GAVÀ	70.00
UTE CERRO GORDO	75.00
UTE CIBELES	50.00
UTE CIBELES ELECTRICIDAD	50.00
UTE CINE AVENIDA	50.00
UTE CIRCUITO	70.00
UTE CIRCUITO F-1 VALENCIA	38.00
UTE CIUDAD DE LAS COMUNICACIONES	50.00
UTE CIUDAD DEPORTIVA VALDEBEBAS	50.00
UTE CIUDAD DEPORTIVA VALDEBEBAS II	50.00
UTE CIUTAT DE LA JUSTÍCIA	30.00
UTE CLIMA "LA FE"	38.00
UTE CLIMA DENIA	65.00
UTE CLIMA PARQUE EMP. "FORESTA"	50.00
UTE CLIMATIZACIÓN ALCÁZAR DE SAN JUAN	60.00
UTE CLIMATIZACIÓN CIBELES	50.00
UTE CLIMATIZACIÓN CIUDAD DE TELEFÓNICA	50.00
UTE CLIMATIZACIÓN SON DURETA	42.00
UTE CLIMATIZACIÓN W.T.C.	50.00
UTE CLUB NÁUTICO CASTELLÓN	50.00
UTE COALVI - CONVENSA	25.00
UTE COBRA CPD REPSOL	50.00
UTE COBRA - ESPELSA TRANVÍA	50.00
UTE COIMA, S.A. - T.P. D ARMENGOLS C.P.	15.28
UTE COLADA	63.00
UTE COLECTOR ABOÑO	80.00
UTE COLECTOR NAVIA	80.00
UTE COLECTOR PARLA	50.00
UTE CONAVILA II	50.00
UTE CONDUCCIÓN DEL JÚCAR TRAMO VI	70.00
UTE CONEXIÓN DISTRIBUIDOR SUR	60.00
UTE CONEXIONES EL CAÑAVERAL	33.33
UTE CONSEJERÍA AGRICULTURA	85.00
UTE CONSTRUCCIÓN HOSPITAL SURESTE	50.00
UTE CONSTRUCCIÓN HOSPITAL TORREJÓN	66.70
UTE CONSTRUCCIÓN TRANVÍA ZARAGOZA	50.00
UTE CONSTRUCTORA ATENCIÓN PRIMARIA	33.00
UTE COORDINACIÓN	34.00
UTE COPERIO	70.00
UTE CORNELLÀ WTC	36.00
UTE CORREDOR	55.00
UTE CORTE INGLÉS EIBAR	50.00
UTE COSTA DEL SOL	50.00
UTE COSTERA NORTE 1ª	70.00
UTE CP NORTE I	50.00
UTE CREEA	50.00
UTE CARRETERAS ACCESO PUERTO CASTELLÓN	50.00
UTE CUATRO CAMINOS	50.00
UTE CUÑA VERDE	93.00
UTE CYM - ESPELSA INSTALACIONES	50.00
UTE DÁRSENA SUR II DEL PUERTO DE CASTELLÓN	50.00
UTE DE SUMINISTROS PUENTE RÍO OZAMA	50.00
UTE DENIA SALUD	65.00
UTE DEPÓSITO COMBUSTIBLE PUERTO GIJÓN	80.00
UTE DESALADORA BAJO ALMANZORA	60.00
UTE DESARROLLO PUERTO DE AVILES FASE I	80.00
UTE DESDOBLAMIENTO CV - 309 EN SAGUNTO	50.00

	Consolidation percentage at 31.12.2010
UTE DESDOBLAMIENTO DE LA AS-17 I	70.00
UTE DESDOBLAMIENTO EX-100 BADAJOZ	50.00
UTE DESVÍOS II	60.00
UTE DESVÍOS LÉRIDA-BARCELONA	50.00
UTE DIQUE DE LA ESFINGE 2ª FASE	70.00
UTE DIQUE ESTE	35.00
UTE DIQUE ESTE FASE II	50.00
UTE DIQUE ESTE DÁRSENA SUR PUERTO DE CASTELLÓN	50.00
UTE DIQUE TORRES	27.00
UTE DIQUE TORRES II	27.00
UTE DIQUE TORRES 3	27.00
UTE DISTRIBUCIÓN L-2 Y VARIAS	50.00
UTE DOZÓN	29.60
UTE DRAGADO CANAL ENTRADA Y DÁRSENA SUR	50.00
UTE DRAGADO MEJORA ACCESO DÁRSENA SUR	50.00
UTE DRAGADO MUELLE COMERCIAL VILAGARCÍA	50.00
UTE EBRACONS	68.00
UTE EDAM OESTE	70.00
UTE EDAR CULEBRO	50.00
UTE EDAR CULEBRO OBRA CIVIL	50.00
UTE EDAR LOIOLA	89.80
UTE EDAR NAVIA	80.00
UTE EDAR PATERNA	85.00
UTE EDIFICIO 4 WTC	56.25
UTE EDIFICIO 6-7-8 WTC	36.00
UTE EDIFICIO DE LAS CORTES	65.00
UTE EDIFICIO IDI 5 TERCERA FASE CPI	75.00
UTE EDIFICIO IMETISA	70.00
UTE EDIFICIO TERMINAL	40.00
UTE EDIFICIOS TÉCNICOS CIUDEN	80.00
UTE EIX BERGUEDÀ	34.00
UTE EIX DEL LLOBREGAT	34.00
UTE EL CONDADO	40.00
UTE ELECTRICIDAD BY PASS SUR CALLE 30	33.33
UTE ELECTRICIDAD CIBEK	50.00
UTE ELECTRICIDAD CIUDAD COMUNICACIONES	50.00
UTE ELECTRICIDAD SON DURETA	50.00
UTE ELECTRIFICACIÓN BURGOS	33.33
UTE ELECTRIFICACIÓN CUATRO VIENTOS	50.00
UTE ELECTRIFICACIÓN GRANOLLERS	20.00
UTE ELECTRIFICACIÓN TRANVÍA DE MURCIA	55.00
UTE EMISARIO MOMPAS	89.80
UTE ENCAUZAMIENTO BARRANCO DE FRAGA	60.00
UTE ERRETERIA	24.50
UTE ESCLUSA SEVILLA	70.00
UTE ESCUELA DE ARTES Y DISEÑOS	70.00
UTE ESPELSA - CYMI INSTALACIONES NORTE	50.00
UTE ESPELSA - OCESA	75.00
UTE ESTABILIZACIÓN VIDRERES	50.00
UTE ESTABILIZADO VIC-RIPOLL	50.00
UTE ESTACIÓN AVE ZARAGOZA	50.00
UTE ESTACIÓN CORNELLÀ RIERA	50.00
UTE ESTACIÓN FGV MERCADO - ALICANTE	60.00
UTE ESTACIÓN LUCERO ALICANTE	33.33
UTE ESTACIÓN METRO SERRERÍA	50.00
UTE ESTACIONES AEROPORT L9	49.00
UTE ESTACIONES LÍNEA 9	33.00
UTE ESTEPONA	25.00
UTE F.I.F. GNL FB 301/2	35.96
UTE F.I.F. GNL TK-3.002/3	39.06
UTE F.I.F. LNG TK - 3001	34.00
UTE F.I.F. TANQUE FB - 241 GNL	38.00
UTE F.I.F. TANQUES GNL	34.00
UTE FASE II HOSPITAL DE MÉRIDA	50.00
UTE FASE II PABELLÓN REYNO DE NAVARRA	50.00
UTE FCC - SCENIC LIGHT	80.00
UTE FCC - TECYSU	80.00
UTE FGV ALICANTE TRAMO 2	60.00

	Consolidation percentage at 31.12.2010
UTE FGV VARIANTE TRAMO FINCA ADOC	55.00
UTE FIRA P-5	65.00
UTE FUENTE LUCHA	77.00
UTE GANGUREN	11.03
UTE GASODUCTO MAGREB - EUROPA	50.00
UTE GAVELEC	50.00
UTE GC - 1 PUERTO DE RICO - MOGÁN	40.00
UTE GEDERIAGA	24.50
UTE GIJÓN - VILLAVICIOSA	50.00
UTE GIRONA NORTE	70.00
UTE GIRONA NORTE II	70.00
UTE GOIAN	70.00
UTE GOIERRIALDEA	55.00
UTE GOIERRIALDEA 2010	55.00
UTE GRAN VÍA HOSPITALET	50.00
UTE GRAN VÍA NORTE	50.00
UTE GRAN VÍA SURESTE	33.33
UTE GRAU DE LA SABATA	90.00
UTE GUADARRAMA 3	33.33
UTE GUADARRAMA 4	33.33
UTE GUAREÑA I	50.00
UTE GUICYCSA TORDESILLAS	60.00
UTE HABILITACIÓN ED. C. COMUNICACIONES	50.00
UTE HORCHE	65.00
UTE HORKASITAS	24.50
UTE HOSPITAL ALCÁZAR	60.00
UTE HOSPITAL CAMPUS DE LA SALUD	80.00
UTE HOSPITAL DE CARTAGENA	70.00
UTE HOSPITAL DE SALAMANCA	40.00
UTE HOSPITAL DEL SUR	80.00
UTE HOSPITAL FCC - VVO	80.00
UTE HOSPITAL MARQUÉS VALDECILLA FASE III	33.33
UTE HOSPITAL NAVALMORAL	50.00
UTE HOSPITAL NORTE TENERIFE	80.00
UTE HOSPITAL SON DURETA	33.00
UTE HOSPITAL UNIVERSITARIO DE MURCIA	50.00
UTE HUELVA NORTE II	55.00
UTE HUELVA SUDESTE	40.00
UTE HUESNA CONSTRUCCIÓN	33.33
UTE IBAI EDER	24.50
UTE IBARRETA	24.50
UTE IFEVI	50.00
UTE INSTALACIONES C - 17 VIC - RIPOLL	33.30
UTE INSTALACIONES METRO MÁLAGA	54.00
UTE INSTALACIONES PLATAFORMA SUR	50.00
UTE IRO	80.00
UTE JAÉN - MANCHA REAL	80.00
UTE JEREZ FERROVIARIA	80.00
UTE JEREZ - LA BARCA	80.00
UTE JONCADELLA	34.00
UTE JUAN GRANDE	50.00
UTE L9 HOSPITALET	50.00
UTE LA ALDEA	35.00
UTE LA CARPETANIA	50.00
UTE LA LOTETA	80.00
UTE LADERA ENCISO	50.00
UTE LAKUA 796	24.50
UTE LAS ROSAS I - 7	33.33
UTE LASGARRE	50.00
UTE LAUDIO	24.50
UTE LINEA 1 TRANVÍA DE MURCIA	50.00
UTE LÍNEA 2	50.00
UTE LÍNEA 5	40.00
UTE LÍNEA 9	33.00
UTE LLAGOSTERA	50.00
UTE LUKO	45.00
UTE M-407	50.00
UTE M-30 TÚNEL SUR	50.00

	Consolidation percentage at 31.12.2010
UTE M-407 GESTION	50.00
UTE MÁLAGA COCHERAS	50.00
UTE MALLABIA	14.70
UTE MANTENIMENT RONDES II	70.00
UTE MANTENIMIENTO VÍA ARANJUEZ	50.00
UTE MANTENIMIENTO VÍA SEVILLA	50.00
UTE MANZANAL	50.00
UTE MATADERO	57.50
UTE MATERNIDAD	50.00
UTE MEDINACELI	22.40
UTE METRO MÁLAGA	36.00
UTE MONTAJE VIA MOLLET - GIRONA	50.00
UTE MONTAJE VIA O IRIXO - SANTIAGO	50.00
UTE MONTAJE VIA SIETE AGUAS - VALENCIA	50.00
UTE MONT-RAS	50.00
UTE MONTSERRAT	35.00
UTE MONTSERRAT 2025	50.00
UTE MORA	30.00
UTE MORALEDA	66.00
UTE MOTRIL	75.00
UTE MUELLE BOUZAS	70.00
UTE MUELLE COMERCIAL VILAGARCÍA	70.00
UTE MUELLES COMERCIALES	60.00
UTE MUELLE MUNGUÍA	13.72
UTE N.O.M.	63.00
UTE NACIMIENTO	54.00
UTE NANCLARES	95.00
UTE NOU PONT DE FUSTA	50.00
UTE NOVOA SANTOS	60.00
UTE NUDO DE MOLLET	50.00
UTE NUEVA SEDE JUDICIAL LAS PALMAS G.C.	70.00
UTE NUEVO ESTADIO VCF	49.00
UTE NUEVO HOSPITAL DE CÁCERES	33.33
UTE NUEVO PUERTO DE IGOUENITZA	50.00
UTE NUEVO TRAZADO CARRETERA TF-812	85.00
UTE OFICINAS HOSPITALET	50.00
UTE OLAVETRAN	14.70
UTE OLOT MONTAGUT	45.00
UTE OPERACIÓN TRANVÍA DE MURCIA	50.00
UTE ORDIZIA	90.00
UTE ORENSE - MELÓN	50.00
UTE OSEBE	50.00
UTE PABELLÓN REYNO DE NAVARRA	50.00
UTE PADRÓN	50.00
UTE PAGO DE EN MEDIO	80.00
UTE PALACIO DE LOS DEPORTES	50.00
UTE PALAMÓS-PALAFRUGELL	50.00
UTE PALAU	50.00
UTE PANADELLA	50.00
UTE PARADOR DE EL SALER	75.00
UTE PARANINFO ZARAGOZA	60.00
UTE PARQUE MÁLAGA	60.00
UTE PARQUE MAYORDOMÍA	50.00
UTE PARQUE TECNOLÓGICO	60.00
UTE PASEO PARQUE RIBALTA CASTELLÓN	65.00
UTE PAU LAS TABLAS	50.00
UTE PAU MONTE CARMELO	50.00
UTE PAVONES VIVIENDAS	50.00
UTE PERI AR.8 LA MADRAZA	99.00
UTE PIEDRAFITA	66.67
UTE PINO MONTANO P 5	50.00
UTE PLANTA BARAJAS MELO	50.00
UTE PLANTA DE RESIDUOS	50.00
UTE PLASENCIA	50.00
UTE PLATAFORMA SATÉLITE	26.00
UTE PLATAFORMA TRANSPORTE UJI DE CASTELL	65.00
UTE PLATAFORMA TTE.PUB. TRAMO I COLUMBRETES	55.00
UTE PLISAN	70.00

	Consolidation percentage at 31.12.2010
UTE POBLA TORNESA	50.00
UTE POLIDEPORTIVO MIERES	70.00
UTE POLÍGONO BOBES	50.00
UTE POLÍGONO DE TANOS	50.00
UTE POLÍGONO LLOREDA	70.00
UTE POLÍGONO VICÁLVARO	80.00
UTE PONT DEL CANDI	75.00
UTE PORT DE LLANÇÀ	60.00
UTE PREFABRICADOS POLA	50.00
UTE PRESA ENCISO	50.00
UTE PRESAS ITOIZ	33.00
UTE PRESAS EBRO	50.00
UTE PRESAS JÚCAR	53.00
UTE PREVENCIÓN DE INCENDIOS NORESTE	50.00
UTE PROLONGACIÓN DIQUE REINA SOFÍA	40.00
UTE PROSER - ARDANUY	70.00
UTE PROSER - GEOCONTROL	60.00
UTE PROSER - GEOCONTROL II	62.00
UTE PROSER - I.P.D.	65.00
UTE PROSER - NARVAL	60.00
UTE PROSER - NORCONTROL	50.00
UTE PROSER - NORCONTROL II	50.00
UTE PROSER - PAYMACOTAS IV	50.00
UTE PROSER - UG 21	70.00
UTE PROSER - LA ROCHE TF - 5 III	50.00
UTE PROSER - BATLLE I ROIG	50.00
UTE PROSIBE II	50.00
UTE PROSIBE III	50.00
UTE PSIR CASTRO URDIALES	50.00
UTE PT ADRIÁTICO	30.00
UTE PUENTE RÍO OZAMA (DFC-COCIMAR)	35.00
UTE PUENTE DE LA SERNA	65.00
UTE PUENTE DE PONFERRADA	55.00
UTE PUENTE DEL REY	33.33
UTE PUENTE Ma - 1110	33.00
UTE PUENTE PISUERGA	50.00
UTE PUENTE SERRERÍA	60.00
UTE PUERTO DE GRANADILLA	40.00
UTE PUERTO DE LAREDO	50.00
UTE PUERTO DEL ROSARIO	90.00
UTE PUIG-REIG	50.00
UTE RADIALES	35.00
UTE RAMPAS ERMUA	50.00
UTE RANILLA CONSTRUCCIÓN	85.00
UTE RECINTOS FERIALES	50.00
UTE RECUPERACIÓN DEL GUINIGUADA	50.00
UTE REFORMA HOSPITAL V SALUD (TOLEDO)	60.00
UTE RELLENOS PETROLEROS PUERTO GIJÓN	80.00
UTE REVLON	60.00
UTE RIALB	65.00
UTE RIALB II	65.00
UTE RIAÑO SAMA II	70.00
UTE RIBERAS DEL EBRO U-12	80.00
UTE RINCÓN DE LA VICTORIA	50.00
UTE RÍO LLOBREGAT	55.00
UTE ROCKÓDROMO	50.00
UTE ROCKÓDROMO 2	40.00
UTE ROCKÓDROMO FASE 3	40.00
UTE ROCKÓDROMO PC 3	45.00
UTE RONDA HISPANIDAD	45.00
UTE RUTA NACIONAL HAITÍ	55.00
UTE S.A.I.H. CHJ	50.00
UTE S.A.I.H. SUR	40.00
UTE S.A.I.H. VALENCIA	50.00
UTE SAGRA TORRIJOS	50.00
UTE SAGUNTO	60.00
UTE SAGUNTO PARCELA M17-3	50.00
UTE SAIPEM - FCC BALEARES DOS	50.00

	Consolidation percentage at 31.12.2010
UTE SAIPEM - FCC BALEARES UNO	11.41
UTE SAJA	50.00
UTE SAN PEDRO	24.50
UTE SAN VICENTE	43.00
UTE SANEAMIENTO ARCO SUR	56.50
UTE SANTA BRÍGIDA	25.00
UTE SANTA COLOMA DE FARNERS	50.00
UTE SANTIAGO - PADRÓN	50.00
UTE SANTO DOMINGO	70.00
UTE SECTOR II ZARAGOZA	65.00
UTE SEGUNDA FASE DELICIAS ZARAGOZA	50.00
UTE SELLA	50.00
UTE SEMINARIO P3-2	99.00
UTE SERVEIS AFFECTATS CASTELLÓ D'AMPÚRIES	50.00
UTE SEVILLA SUR	65.00
UTE SIETE AGUAS - BUÑOL	66.66
UTE SISTEMA INTEGRAL ALICANTI SUR	66.67
UTE SOMOSAGUAS	50.00
UTE SOTIELLO	50.00
UTE SOTO DE HENARES	70.00
UTE SSAA AP - 7	50.00
UTE STA M ^a DEL CAMÍ	45.00
UTE STADIUM	70.00
UTE SUBESTACIÓN PAJARES	50.00
UTE SUBESTACIÓN SERANTES	50.00
UTE TALLERES METRO	80.00
UTE TARRAGONA LITORAL	70.00
UTE TARRAGONA SUR	70.00
UTE TECAIR ROCKÓDROMO	50.00
UTE TELENEO	50.00
UTE TEMPLO Y C. ECUM. EL SALVADOR F1	65.00
UTE TERMINAL BARAJAS T-4	50.00
UTE TERMINAL DE BARAJAS	22.50
UTE TERMINAL GRANELES PUERTO CASTELLÓN	60.00
UTE TERMINAL SUR MUELLE LEÓN Y CASTILLO	35.00
UTE TERMOSOLAR GUZMÁN	67.50
UTE TF-5 2 ^a FASE	70.00
UTE TINDAYA	50.00
UTE TORO ZAMORA	70.00
UTE TORQUEMADA	50.00
UTE TORRE 1 FCC DRAGADOS	60.00
UTE TORRE DON JIMENO	50.00
UTE TORREBLANCA	50.00
UTE TORRIJOS	80.00
UTE TRAGSA - FCC A.P.	50.00
UTE TRAIDA AGUAS PARC SAGUNT	50.00
UTE TRAMBESÓS	50.00
UTE TRAMMET	50.00
UTE TRAMO DE NUEVA CONSTRUCCIÓN JÚCAR-VINALOPO	70.00
UTE TRAMVIA DIAGONAL	25.00
UTE TRANVÍA DE PARLA	50.00
UTE TRANVÍA L-2 PARQUE ALICANTE	55.00
UTE TRANVÍA LUCEROS-MERCADO ALICANTE	60.00
UTE TRASVASE JÚCAR VINALOPÓ	50.00
UTE TREN TRAM I	50.00
UTE TRES CANTOS GESTIÓN	50.00
UTE TRIANGLE LÍNEA 9	33.00
UTE TÚNEL AEROPORT	33.00
UTE TÚNEL AEROPORT II	33.00
UTE TÚNEL C.E.L.A.	50.00
UTE TÚNEL AVE CHAMARTÍN - ATOCHA	42.00
UTE TÚNEL DE BRACONS	75.00
UTE TÚNEL DE PAJARES 1	50.00
UTE TÚNEL FIRA	33.00
UTE TÚNEL PROVISIONAL ESTACIÓN ATOCHA	42.00
UTE TÚNEL SANT JUST	60.00
UTE TÚNEL TERRASSA	36.00
UTE TUNELADORA METRO	33.00

	Consolidation percentage at 31.12.2010
UTE TÚNELES DE GUADARRAMA	33.33
UTE TÚNELES DE SORBES	67.00
UTE TÚNELES DELICIAS	65.00
UTE UE 1 ARROYO DEL FRESNO	50.00
UTE UE 2 ARROYO DEL FRESNO	50.00
UTE UE 2 VALLECAS	25.00
UTE UE 5 VALLECAS	33.33
UTE UE 6 VALLECAS	33.33
UTE UNIVERSIDAD DE MÁLAGA	65.00
UTE UNIVERSIDAD DE TUDELA	60.00
UTE UNQUERA - PENDUELES	80.00
UTE URBANIZACIÓN PARC SAGUNT	50.00
UTE URBANIZACIÓN PARQUE DEL AGUA	60.00
UTE URBANIZACIÓN SOMOSAGUAS	50.00
UTE VAGUADA MADRID - 2	50.00
UTE VALDEVIVIENDAS II	33.33
UTE VALLE INFERIOR	80.00
UTE VARIANTE DE MONZÓN	70.00
UTE VARIANTE INCA	70.00
UTE VARIANTE MACHA REAL	67.00
UTE VEGAS ALTAS	40.00
UTE VELA BCN	33.33
UTE VELÓDROMO	60.00
UTE VERTEDERO CASTAÑEDA	62.50
UTE VÍAS COLECTORAS LA CARPETANIA	50.00
UTE VIC - RIPOLL	34.00
UTE VIDRERES	34.00
UTE VIES SANT BOI	50.00
UTE VIGO-DAS MACEIRAS	50.00
UTE VILLAR - PLASENCIA	70.00
UTE VULLPALLERES	65.00
UTE WTC ELECTRICIDAD	50.00
UTE XILE - COLLBLANC	50.00
UTE YELTES	75.00
UTE YESA	33.33
UTE ZELAI	50.00
UTE ZONAS VERDES ENSANCHE DE VALLECAS	33.33
UTE ZUBALBURU XXI	16.66
CEMENT	
UTE A-27 VALLS-MONTBLANC	26.26
UTE AVE GIRONA	26.26
UTE BCN SUD	7.88
UTE GROUPEMENT EUROBETON	23.12
UTE LAV SAGRERA	17.51
UTE NUEVA ÁREA TERMINAL	26.26
UTE OLÉRDOLA	31.52
UTE ULLÁ	26.26



FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.
AND SUBSIDIARIES (CONSOLIDATED GROUP)

Directors' Report

TABLE OF CONTENTS	PAGE
1. HIGHLIGHTS	
2. EXECUTIVE SUMMARY	
3. SUMMARY BY BUSINESS AREA	
4. INCOME STATEMENT	
5. BALANCE SHEET	
6. CASH FLOW	
7. BUSINESS PERFORMANCE	
8. ACQUISITIONS OF TREASURY SHARES	
9. RESEARCH AND DEVELOPMENT	
10. FINANCIAL RISK MANAGEMENT POLICIES AND OBJECTIVES	
11. OUTLOOK FOR 2011	
12. ANNUAL CORPORATE GOVERNANCE REPORT	

1.

FCC Construction obtains more than 3,100 million euro in railway contracts

In the international arena, in October a consortium including FCC was awarded the contract to build Line 1 of the Panama City Metro, valued at more than 1,000 million euro. In May, a consortium led by FCC was awarded the contract to build a railway line in northern Algeria, valued at 935 million euro. The execution period is 54 months. In December, Alpine in consortium obtained a contract from Crossrail to build tunnels in London for 250 million pounds. The company also obtained a contract in February for the construction of a city railway tunnel in Karlsruhe (Germany) for 310 million euro.

High-speed railway construction in Spain continues at a rapid pace; the company was awarded a contract in November valued at 129 million euro to connect the Mediterranean Corridor with the Madrid-France line. The company was awarded two projects in September worth 122 million euro for different sections of the Madrid-Lisbon line and the North-Northwest railway line in Palencia. Previously, the group obtained a contract in Guipúzcoa for a section of the new railway network in the Basque Region, valued at more than 106 million euro, and construction of railway station accesses in Sagrera, Barcelona, valued at 223 million euro.

Aqualia expands its backlog by 5% to almost 13,000 million euro.

Aqualia, Spain's leading end-to-end water management company reached a new record backlog due to various contracts awarded in 2010 which total more than 1,000 million euro in future revenues. It obtained two end-to-end water management contracts in Portugal, one for 35 years in Cartaxo worth more than 277 million euro and another in Fundao for 30 years, valued at over 190 million euro. In December, the company obtained its first contract in Chile, worth 17 million euro, to build a desalination plant.

In Spain, Aqualia obtained new contracts in Andalucía, for over 426 million euro, and in Castilla y León and Castilla-La Mancha, valued at 127 million euro.

FCC strengthens its presence in end-to-end municipal solid waste (MSW) management

FCC Services will manage collection of municipal solid waste, street cleaning, recycling centres, and beach cleaning in Castellón de la Plana under a 15-year contract worth 210 million euro in revenues. Its UK subsidiary, Waste Recycling Group (WRG), was awarded a contract to manage municipal solid waste collection in Thurrock and subsequent treatment in Energy from Waste (EfW) plants

FCC Energía signs development agreement with Mitsui group

In November, FCC and Japanese company Mitsui & Co, Ltd signed an agreement for the joint development of solar thermal energy projects in Spain. The first joint project will be the commissioning of a 50 MW plant in Córdoba.

FCC agrees to the sale of non-core assets worth 300 million euro

The company's policy for the active management of non-core assets led to the sale of its vehicle-testing business and underground car parks, neither of which coincide with its strategic growth areas (infrastructure, environmental services and energy). In June, FCC reached an agreement to sell 31 underground car parks (4 of which are under construction) for 120 million euro. In December, the company reached an agreement to sell its vehicle testing business for 180 million euro; the deal was formalised at the end of 2010.

FCC extends syndicated loan worth 1,287 million euro to 2014

In September 2010, FCC reached an agreement with 14 financial institutions from Spain and other countries to extend the group's largest syndicated loan (1,287 million euro). The maturity date was extended from May 2011 to spring 2014. The agreement extends loan maturity by three years and constitutes recognition by the market of the Group's solvency.

2. EXECUTIVE SUMMARY

- ◇ **Net attributable profit AMOUNTED TO 301.3 MILLION EURO**, 1.8% HIGHER THAN IN 2009
- ◇ **EBITDA** reached 1,434.6 million euro, and the EBITDA margin **improved 0.1** percentage points to **11.8%**, attributable to improvements in operating efficiency
- ◇ **EBITDA in Services and Energy increased 11.3% and represents 60.0% of the total**
- ◇ The **BACKLOG expanded 2.2%** to **35.309** billion euro; projects outside Spain increased 7.0%
- ◇ **Revenues from outside Spain** accounted for **45.9%** of the total
- ◇ The group maintained its **solvency**, with debt on par with 2009 levels

Earnings in 2010 reflect the positive performance of the more recurring businesses such as Services and Energy, where EBITDA expanded a notable 11.3%, broadly offsetting the impact of the decline in activity in Spain in the Construction and Cement areas and contributing to a net profit of 301.3 million euro.

Despite the difficult scenario, the EBITDA margin improved to 11.8%, due in large part to the efficiency measures adopted and to the focus on activities with greater added value, enhancing the Group's competitive profile going forward. The three strategic growth areas (environmental services, energy and construction) increased their weight in EBITDA, accounting for more than 75% of the figure in 2010.

The sharp growth in order flow outside Spain in 2010 is visible in the increase in the international backlog: 7% with respect to December 2009. This provides visibility to the goal of increasing the Group's international operations, which accounted for 45.9% of total revenues in 2010.

KEY FIGURES			
(million euro)	Dec. 10	Dec. 09	Chg. (%)
Net sales	12,114.2	12,699.6	-4.6%
EBITDA	1,434.6	1,484.9	-3.4%
EBITDA margin	11.8%	11.7%	0.1 p.p.
EBIT	773.7	789.5	-2.0%
EBIT margin	6.4%	6.2%	0.2 p.p.

Earnings before taxes (EBT) from continuing activities	393.6	439.0	-10.3%
Income attributable to equity holders of parent company	301.3	296.0	1.8%
Operating cash flow	1,011.1	1,602.1	-36.9%
Investing cash flow	(576.6)	(843.1)	-31.6%
<i>(million euro)</i>			
	Dec. 10	Dec. 09	Chg. (%)
Equity (excl. minority interests)	2,562.9	2,444.9	4.8%
Net interest-bearing debt	(7,748.7)	(7,655.2)	1.2%
Backlog	35,309.0	34,547.5	2.2%

3. SUMMARY BY BUSINESS AREA

Area	Dec. 10	Dec. 09	Chg. (%)	% of 2010 total	% of 2009 total
<i>(million euro)</i>					
REVENUES					
Environmental services	3,672.2	3,601.7	2.0%	30.3%	28.4%
Construction	6,693.6	7,201.2	-7.0%	55.3%	56.7%
Cement	886.7	1,035.4	-14.4%	7.3%	8.2%
Versia	846.3	820.0	3.2%	7.0%	6.5%
Energy	86.3	81.9	5.4%	0.7%	0.6%
Others*	(70.9)	(40.6)	74.7%	-0.6%	-0.3%
Total	12,114.2	12,699.6	-4.6%	100.0%	100.0%

REVENUES IN SPAIN					
Environmental services	2,361.0	2,346.3	0.6%	36.0%	33.2%
Construction	3,022.3	3,386.6	-10.8%	46.1%	47.9%
Cement	592.6	740.2	-19.9%	9.0%	10.5%
Versia	564.7	559.6	0.9%	8.6%	7.9%
Energy	82.6	81.9	0.9%	1.3%	1.2%
Others*	(71.0)	(40.5)	75.2%	-1.1%	-0.6%
Total	6,552.2	7,074.1	-7.4%	100.0%	100.0%

INTERNATIONAL REVENUES					
Environmental services	1,311.3	1,255.4	4.5%	23.6%	22.3%
Construction	3,671.3	3,814.6	-3.8%	66.0%	67.8%
Cement	294.1	295.2	-0.4%	5.3%	5.2%
Versia	281.7	260.4	8.2%	5.1%	4.6%
Energy	3.6	0.0	N.S.	0.1%	0.0%
Others*	0.0	(0.1)	N.S.	N.S.	N.S.
Total	5,562.0	5,625.5	-1.1%	100.0%	100.0%

EBITDA					
Environmental services	657.7	610.1	7.8%	45.8%	41.1%
Construction	355.5	406.1	-12.5%	24.8%	27.3%

Cement	219.7	289.0	-24.0%	15.3%	19.5%
Versia	139.0	98.9	40.5%	9.7%	6.7%
Energy	65.5	65.8	-0.5%	4.6%	4.4%
Others*	(2.8)	15.0	-118.7%	-0.2%	1.0%
Total	1,434.6	1,484.9	-3.4%	100.0%	100.0%

EBIT					
Environmental services	323.5	297.4	8.8%	41.8%	37.7%
Construction	241.6	282.1	-14.4%	31.2%	35.7%
Cement	67.0	128.6	-47.9%	8.7%	16.3%
Versia	192.9	6.5	N.S.	24.9%	0.8%
Energy	19.7	23.2	-15.1%	2.5%	2.9%
Others*	(71.0)	51.7	-237.3%	-9.2%	6.6%
Total	773.7	789.5	-2.0%	100.0%	100.0%

* Others includes Central Services and Torre Picasso

Area	Dec. 10	Dec. 09	Chg. (%)	% of 2010 total	% of 2009 total
(million euro)					
NET DEBT					
Environmental services	4,352.6	4,192.4	3.8%	56.2%	54.8%
Construction	519.6	413.7	25.6%	6.7%	5.4%
Cement	1,287.5	1,419.3	-9.3%	16.6%	18.5%
Versia	290.8	459.4	-36.7%	3.8%	6.0%
Energy	924.0	905.4	2.1%	11.9%	11.8%
Others*	374.2	265.0	41.2%	4.8%	3.5%
Total	7,748.7	7,655.2	1.2%	100.0%	100.0%

BACKLOG					
Environmental services	25,325.0	23,691.2	6.9%	71.7%	68.6%
Construction	9,984.0	10,856.3	-8.0%	28.3%	31.4%
Total	35,309.0	34,547.5	2.2%	100.0%	100.0%

* Others includes Central Services and Torre Picasso

➤ Change in accounting criteria in Versia contracts.

In coherence with IAS 8 for the purposes of comparison with 2009, in 2010 FCC changed the accounting policy regarding operating permits for contracts which require the operator to make specific minimum payments, primarily in the urban furniture business performed by Versia.

The new approach led FCC to book the present value of the committed flow of minimum payments as an intangible asset, representing the operating right, with the contra-item in liabilities, representing payment obligations incurred. The application of this approach led the company to book an expense for amortisation of intangible assets and a financial expense for discounting liabilities. The impact of this modification on FCC Group's equity and earnings in the restated 2009 accounts is visible in the following table

<i>(million euro)</i>	2009 Restated	2009	Chg. (M€)
Intangible assets	5,009.3	4,462.3	546.9
Deferred tax assets	604.0	599.2	4.8
Other assets	16,199.2	16,199.2	—
Total assets	21,812.5	21,260.7	551.8
Equity attributable to equity holders of the parent company before earnings	2,148.9	2,176.6	(27.9)
Earnings attributable to the parent company	296.0	307.2	(11.2)
Other non-current financial liabilities	741.0	182.1	558.9
Other current financial liabilities	190.3	158.5	31.8
Other liabilities	18,436.3	18,436.3	—
Total liabilities	21,812.5	21,260.7	551.8

4. INCOME STATEMENT

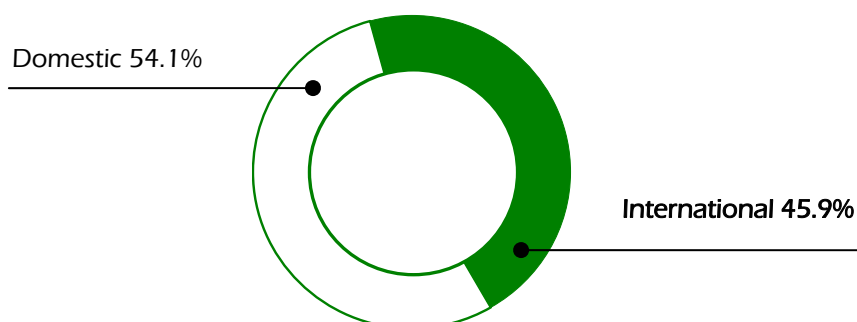
<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Net sales	12,114.2	12,699.6	-4.6%
EBITDA	1,434.6	1,484.9	-3.4%
EBITDA margin	11.8%	11.7%	0.1 p.p.
Depreciation and amortisation	(732.1)	(752.4)	-2.7%
Other operating income	71.3	57.0	25.1%
EBIT	773.7	789.5	-2.0%
EBIT margin	6.4%	6.2%	0.2 p.p.
Financial income	(382.3)	(311.5)	22.7%
Equity-accounted companies	16.8	18.4	-8.7%
Other financial results	(14.6)	(57.3)	-74.5%
Earnings before taxes (EBT) from continuing activities	393.6	439.0	-10.3%
Corporate income tax expense	(80.0)	(115.2)	-30.6%
Minority interest	(12.3)	(27.8)	-55.8%
Income attributable to equity holders of the parent company	301.3	296.0	1.8%

4.1 Revenues

Consolidated revenues amounted to 12,114.2 million euro in 2010, down 4.6% year-on-year. This performance reflects a combination of sustained growth in the Environmental Services, Urban Services and Energy divisions in 2010 and a slight weakness in the Construction and Cement divisions, which is more visible in Spain than in other markets.

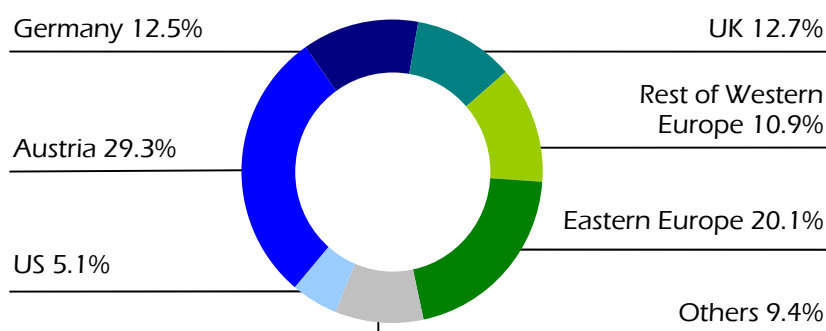
Revenues in Spain declined by 7.4%, while revenues outside Spain (which account for 45.9% of the Group total) fell by just 1.1%.

% Revenues by Region



Europe (other than Spain), where FCC has a strong presence in infrastructure and environmental services, accounts for 85.5% of total foreign revenues. The "Others" caption reflects the group's selective activity in the fast-growing economies of Latin America, North Africa and Southeast Asia (China, India and Singapore).

International Revenue Breakdown

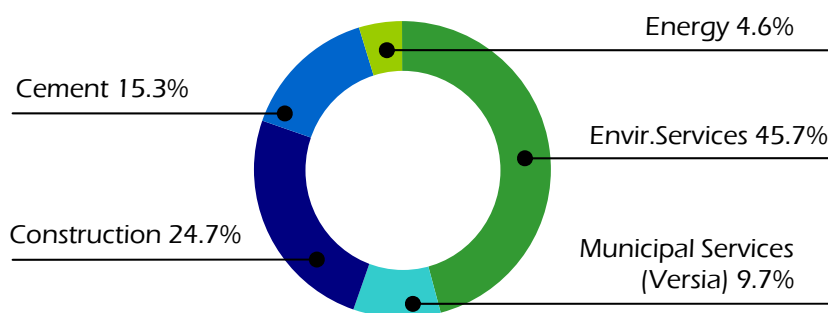


4.2 EBITDA

EBITDA amounted to 1,434.6 million euro in the year, i.e. a 3.4% decline compared with 2009, but the EBITDA margin improved by 0.1 percentage points to 11.8%.

EBITDA in the most recurring businesses, Services and Energy, expanded by 11.3% and accounts for 60% of the consolidated total, while the Construction and Cement divisions were affected by a decline in activity in Spain.

EBITDA* by business area



* Aggregate data

4.3 EBIT

The depreciation and amortisation charge decreased slightly, by 2.7% with respect to 2009, to 732.1 million euro. That figure includes 87.6 million euro of depreciation taken on assets that were stepped up on consolidation in the FCC Group.

"Other operating income", amounting to 71.3 million euro, includes gains on the sale of subsidiaries and assets. In 2010, the company sold its vehicle testing business and 19 underground car parks; this contrasts with 2009, when this item amounted to 57 million euro, primarily reflecting the sale of FCC Global Insurance Services. The divestment of the underground car park business is expected to be completed with the sale of another 7 in 2011

EBIT in 2010 totalled 773.7 million euro, i.e. down 2.0% with respect to 2009

4.4 Earnings before taxes from continuing activities (EBT)

EBT amounted to 393.6 million euro in the period, down 10.3% compared with the previous year, after including the following items in EBIT:

4.4.1 Financial income

A net financial expense and other financial results amounting to 396.9 million euro, up 7.6% with respect to 2009.

4.4.2 Equity-accounted affiliates

Equity-accounted companies provided a 16.8 million euro contribution, compared with 18.4 million euro in 2009. This item in 2009 included gains on the sale of companies in the Construction area totalling 24.5 million euro, primarily related to the transfer of companies to Global Vía (owned 50% by FCC). Excluding those gains in 2009, equity-accounted companies improved by 16.4 million euro, due basically to the improvement of net profit from Realia in 2010.

4.5 Profit attributable to equity holders of the parent company

Net attributable profit amounted to 301.3 million euro in 2010, i.e. 1.8% higher than in 2009.

4.5.1 Corporate income tax expense

The corporate income tax expense amounted to 80 million euro, and the tax rate (adjusted for the contribution from equity-accounted affiliates) was 21.2%. The reduction in the tax cost is the result of the application in 2010 of tax credits for foreign investments

4.5.2 Minority interest

Income attributable to minority interests fell by 15.5 million euro in the year to 12.3 million euro, due primarily to a decline in earnings in the Cement division.

5. BALANCE SHEET

(million euro)	Dec. 10	Dec. 09	Chg. (M€)
Intangible assets	5,063.7	5,009.3	54.4
Property, plant and equipment	6,092.8	6,221.6	(128.8)
Equity-accounted affiliates	1,222.9	1,145.8	77.1
Non-current financial assets	415.8	404.0	11.8
Deferred tax assets and other non-current assets	598.6	604.0	(5.4)
Non-current assets	13,393.7	13,384.7	9.0
Inventories	1,138.4	1,103.3	35.1
Trade and other accounts receivable	5,542.6	5,439.2	103.4
Other current financial assets	225.8	231.0	(5.2)
Cash and cash equivalents	1,678.7	1,654.5	24.2
Current assets	8,585.4	8,427.9	157.5
TOTAL ASSETS	21,979.1	21,812.5	166.6
Equity attributable to equity holders of parent company	2,562.9	2,444.9	118.0
Minority interest	643.4	652.7	(9.3)
Equity	3,206.3	3,097.6	108.7
Subsidies	104.7	85.7	19.0
Non-current provisions	1,047.8	906.5	141.3
Long-term interest-bearing debt	7,877.4	8,211.5	(334.2)
Other non-current financial liabilities	751.6	741.0	10.7
Deferred tax liabilities and other non-current liabilities	1,181.0	1,234.2	(53.2)
Non-current liabilities	10,962.5	11,178.9	(216.4)

Current provisions	143.2	110.8	32.4
Short-term interest-bearing debt	1,775.8	1,329.1	446.7
Other current financial liabilities	212.4	190.3	22.1
Trade and other accounts payable	5,678.8	5,905.9	(227.1)
Current liabilities	7,810.3	7,536.0	274.3
TOTAL LIABILITIES	21,979.1	21,812.5	166.6

5.1 Equity-accounted affiliates

The investment in equity-accounted companies (1,222.9 million euro) comprises mainly the following:

- 484.2 million euro corresponding to the 50% stake in Global Vía (GVI - infrastructure concessions).
- 145.3 million euro related to the 30% stake in Realia (real estate).
- 86.3 million euro attributable to concession companies not contributed to Global Vía.
- 44.1 million euro corresponding to the 50% stake in the Proactiva group (Environmental Services).

The carrying value of FCC's holdings in infrastructure concessions amounted to 613.5 million euro at the end of 2010. That figure includes the value attributable to FCC for its 50% stake in GVI (484.2 million euro) and the value of its holdings in other concession companies, both equity-accounted (86.3 million euro) and fully consolidated (43.0 million euro)

The book value of stakes in transport infrastructure concessions is gradually being adjusted to the earnings they generate. As they are in an early stage of activity (construction and ramp-up), their contribution is negative, which temporarily decreases the value of the investment but which will reverse during the course of their long average lifetime (more than 23 years)

5.2 Equity

Equity attributable to the parent company amounted to 2,562.9 million euro at the end of 2010, an increase of 118 million euro with respect to 2009 year-end. This increase is primarily attributable to the allocation of consolidated income for the year (301.3 million euro) adjusted for dividends distributed in 2010 (201.2 million euro). The remainder is due to the combined effect of the purchase of own shares, exchange rate fluctuations, and changes in the fair value of interest rate hedges.

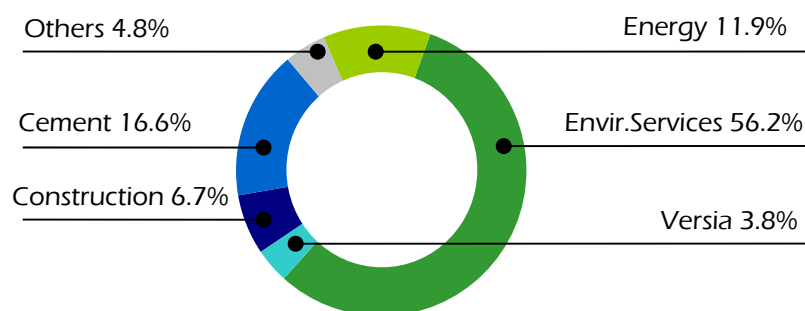
5.3 Net interest-bearing debt

(million euro)	Dec. 10	Dec. 09	Chg. (M€)
Bank debt	8,524.8	8,517.4	7.4
<i>With recourse</i>	6,083.7	5,970.4	113.3
<i>Without recourse</i>	2,441.1	2,547.0	(105.9)
Debt instruments and other loans	680.6	563.3	117.3
Accounts payable due to financial leases	154.1	171.6	(17.5)
Derivatives and other financial liabilities	293.6	288.3	5.3
Gross interest-bearing debt	9,653.1	9,540.6	112.5
Cash and other financial assets	(1,904.4)	(1,885.4)	(19.0)
<i>With recourse</i>	(1,689.9)	(1,701.8)	11.9
<i>Without recourse</i>	(214.5)	(183.6)	(30.9)
Net interest-bearing debt	7,748.7	7,655.2	93.5
<i>With recourse</i>	4,988.2	4,773.4	214.8
<i>Without recourse</i>	2,760.5	2,881.8	(121.3)

At the end of December 2010, net interest-bearing debt amounted to 7,748.7 million euro, i.e. just 1.2% higher than at the end of December 2009. Free cash flow from operations after net investments and interest payments totalled 137.5 million euro. A total of 201.2 million euro were distributed in dividends in the year, and net investment in equity instruments totalled 64.8 million euro. Exchange rate fluctuations and the change in value of derivatives reduced the debt by 35.0 million euro.

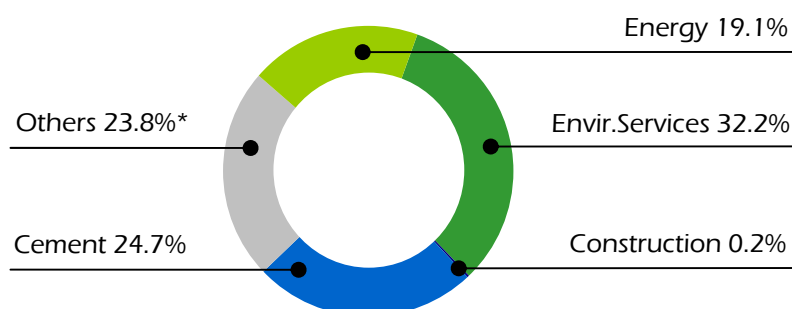
The breakdown of debt by business area reflects their nature, cash flow, and asset volume. Services and Energy together account for 71.9% of net debt, connected to stable, regulated long-term public utility contracts. Cement, a business which accounts for a large proportion of fixed assets on the balance sheet and is strongly cash-generative, accounts for 16.6% of total net debt. Construction accounts for 6.7%, and the Corporate area for 4.8%.

Net debt by Area



Moreover, 2,760.5 million euro of net debt (35.6% of the total) are without recourse.

Net debt without recourse, by Area



* Others includes convertible bonds of FCC, S.A.

5.4 Other current and non-current financial liabilities

The balance of other current and non-current financial liabilities amounted to 964.0 million euro and includes other financial liabilities not classified as interest-bearing debt, such as those linked to suppliers of property, plant and equipment (operation permits for urban furniture at Versia), short-term deposits and guarantees received, interim dividends and put options.

6. CASH FLOW

(million euro)	Dec. 10	Dec. 09	Chg. (%)
Funds from operations	1,501.5	1,562.6	-3.9%
(Increase)/decrease in working capital	(447.9)	138.9	-422.5%
Other items (taxes, dividends, etc.)	(42.5)	(99.4)	-57.2%
Operating cash flow	1,011.1	1,602.1	-36.9%
Investing cash flow	(576.6)	(843.1)	-31.6%
Cash flow from business operations	434.5	759.0	-42.8%
Financing cash flow	(587.3)	(862.2)	-31.9%
Other cash flow (exchange differences, change in consolidation scope, etc.)	59.2	(658.9)	91.0%
(Increase) / decrease in net interest-bearing debt	(93.6)	(762.1)	-87.7%

6.1 Operating cash flow

Funds from operations in 2010 amounted to 1,501.5 million euro, slightly less than the previous year. Operating cash flow totalled 1,011.1 million euro in 2010, 36.9% less than in 2009 due mainly to the performance of working capital, which increased in the Construction and Environmental Services areas in Spain. Both areas were affected by financial adjustments at certain clients in the

year. This investment in working capital should tend to reverse in the coming years, in line with financial consolidation of certain clients in these areas.

The variation in working capital in the period, by business area, is as follows:

<i>(million euro)</i>	2010
Construction	(362.3)
Environmental services	(155.2)
Versia	18.3
Cement	53.3
Energy and adjustments	(2.0)
Total (Increase)/ decrease in working capital	(447.9)

The seasonality of this component of operating cash flow was notable, as it expanded during most of the year and declined considerably in the last quarter. Compared with the third quarter, working capital declined by 529 million euro in the fourth quarter to 447.9 million euro

6.2 Investing cash flow

Net investments amounted to 576.6 million euro in 2010, i.e. 31.6% less than in 2009, which included 215.4 million euro in own funds for the acquisition of 14 wind farms by the Energy area.

This item also includes divestments in 2010, such as the sale of the vehicle inspection business for 180.0 million euro and of 19 underground car parks for 72.2 million euro, both part of Versia.

Investments include 175 million euro in various transport infrastructure concessions in different stages of development in the Construction area, and 42.5 million euro in the construction of one of the two solar thermal energy plants in the Energy area's project pipeline.

6.3 Financing cash flow

Cash outflow due to financing transactions was 587.3 million euro. In addition to debt servicing, this item includes 201.2 million euro in dividend payments to shareholders of Group companies, and 64.8 million euro for the net variation of equity instruments.

6.4 Other cash flow

This item, amounting to 59.2 million euro, mainly reflects adjustments in 2010 for the currency effect on foreign currency debt and changes in the value of financial instruments (derivatives)

In 2009, this item included the interest-bearing debt on the wind assets acquired in January 2009, amounting to 569 million euro.

7. BUSINESS PERFORMANCE

7.1 Environmental services

7.1.1 Earnings

(million euro)	Dec. 10	Dec. 09	Chg. (%)
Revenues	3,672.2	3,601.7	2.0%
<i>Spain</i>	2,361.0	2,346.3	0.6%
<i>International</i>	1,311.3	1,255.4	4.5%
EBITDA	657.7	610.1	7.8%
<i>EBITDA margin</i>	17.9%	16.9%	1.0 p.p.
EBIT	323.5	297.4	8.8%
<i>EBIT margin</i>	8.8%	8.3%	0.6 p.p.

FCC Group's main activity, Environmental Services and Water, registered moderate growth in revenues and a notable increase in operating profit. The Industrial waste area continued to recover. In total, revenues expanded by 2% in the year, to 3,672.2 million euro.

(million euro)	Dec. 10	Dec. 09	Chg. (%)
Revenues Domestic	2,361.0	2,346.3	0.6%
<i>Environment</i>	1,501.1	1,489.0	0.8%
<i>Water</i>	694.8	710.8	-2.3%
<i>Industrial Waste</i>	165.1	146.5	12.7%
Revenues International	1,311.3	1,255.4	4.5%
<i>Environment</i>	1,022.2	1,002.1	2.0%
<i>Water</i>	173.2	161.2	7.4%
<i>Industrial Waste</i>	115.9	92.0	26.0%

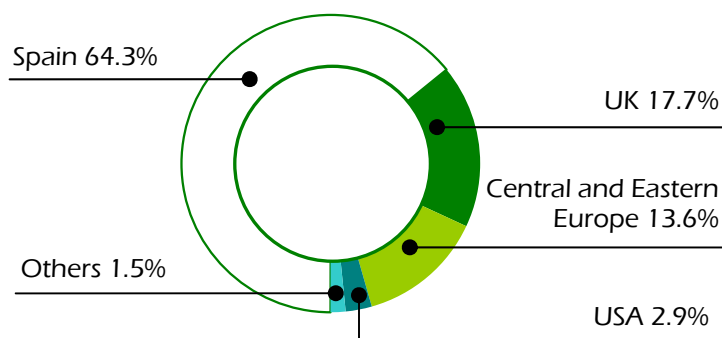
The area's performance in Spain was moderate but positive; outside Spain it advanced solidly, expanding revenues by 4.5%

In Spain, the Environmental Services division was stable (revenues +0.8%), focusing on municipal waste management, and Water revenues declined slightly (due to a lower execution volume of water infrastructure, although the end-to-end water distribution business performed well). FCC's Industrial Waste area in Spain continues to recover strongly, due to the rising price of materials (particularly paper and cardboard) and the stabilisation of demand.

The Environmental Services division in Spain extended its municipal services contract in Barcelona and some new contracts entered into service, such as pneumatic waste collection in Pamplona and waste management and street cleaning in Telde and Orense

International revenues expanded by 2% in the Environmental Services division, due to contributions from new contracts in Central Europe and to the commissioning of the end-to-end waste treatment plant in Zistersdorf (Austria) in the second half of 2009. Revenues from the Water area increased 7.4%, supported by the ramp-up of new concessions in Italy and the Czech Republic and the execution of desalination projects in Algeria. Industrial Waste performed notably, due to the recovery by the oil and hydrocarbon treatment business in the US, together with contributions from new treatment and recovery plants in Portugal.

Revenue breakdown by area



This division's international activity reached a record high in 2010: 35.7% of total revenues. The main foreign markets were: the UK (municipal solid waste treatment and abatement); Central and Eastern Europe, primarily the Czech Republic and Austria (municipal solid waste and end-to-end water management); and the US (industrial waste).

EBITDA amounted to 657.7 million euro, and the EBITDA margin was 17.9%, compared with 16.9% the previous year. All activities contributed to this improvement in operations, particularly the international industrial waste and environment businesses, due to a more favourable price situation and the contribution from value-added waste treatment activities.

The division's backlog also performed well both in Spain and other countries, and had expanded by 6.9% at 31 December 2010. The international backlog expanded by 13.2%, which boosted the overall backlog to 25.325 billion euro, almost seven times 2010 revenues

Backlog breakdown by region

(million euro)	Dec. 10	Dec. 09	Chg. (%)
Spain	17,324.7	16,623.2	4.2%
International	8,000.3	7,068.0	13.2%
Total	25,325.0	23,691.2	6.9%

7.1.2 Proactiva

Proactiva, the leading municipal waste and end-to-end water management company in Latin America, operates in the main countries in that region (Brazil, Argentina, Chile, Mexico, Colombia, etc.). The group is owned 50% by FCC and is equity-accounted, in line with FCC accounting policy.

Overall revenues in 2010 amounted to 419.8 million euro, 4.3% more than in 2009, despite the negative impact of the exchange rate in Venezuela. EBITDA amounted to 78.5 million euro, and the EBITDA margin rose to 18.7%. Net interest-bearing debt amounted to 77.3 million euro at 31 December.

7.1.3 Cash flow

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Funds from operations	695.6	649.0	7.2%
(Increase) / decrease in working capital	(155.2)	43.4	-457.6%
Other items (taxes, dividends, etc.)	(50.8)	(9.7)	423.7%
Operating cash flow	489.6	682.7	-28.3%
Investing cash flow	(356.2)	(406.3)	-12.3%
Cash flow from business operations	133.4	276.4	-51.7%
Financing cash flow	(232.4)	(267.4)	-13.1%
Other cash flow (exchange differences, change in consolidation scope, etc.)	(61.3)	(132.5)	-53.7%
(Increase) / decrease in net interest-bearing debt	(160.3)	(123.5)	29.8%

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (M€)
Net interest-bearing debt	4,352.6	4,192.4	160.2
<i>With recourse</i>	<i>3,464.4</i>	<i>3,289.2</i>	<i>175.2</i>
<i>Without recourse</i>	<i>888.2</i>	<i>903.2</i>	<i>(15.0)</i>

Funds from operations increased by 7.2% to 695.6 million euro. Working capital increased by 155.2 million euro, after a 47.5 million euro decline in the fourth quarter, with the result that operating cash flow totalled 489.6 million euro.

Net capital expenditure, which declined by 356.2 million euro, was used mainly for maintenance purposes, although 17.7 million euro were invested in new contracts by a number of Group companies.

After counting financing cash flow, the division's net debt amounted to 4,352.6 million euro at 31 December 2010, an increase of 160.2 million euro year-on-year, of which 60.5 million euro are due to variations in exchange rates and fair value changes in interest rate hedges.

7.2 Construction

7.2.1 Earnings

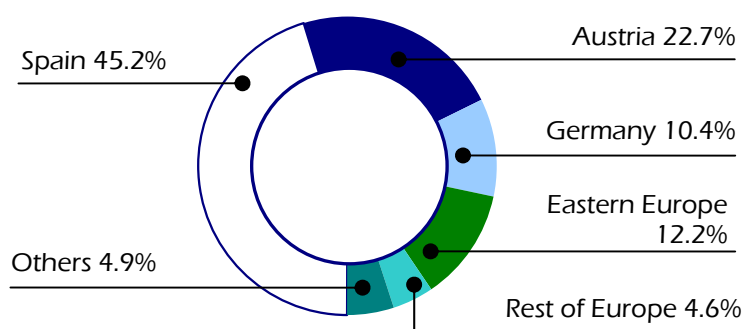
(million euro)	Dec. 10	Dec. 09	Chg. (%)
Revenues	6,693.6	7,201.2	-7.0%
<i>Spain</i>	3,022.3	3,386.6	-10.8%
<i>International</i>	3,671.3	3,814.6	-3.8%
EBITDA	355.5	406.1	-12.5%
<i>EBITDA margin</i>	5.3%	5.6%	-0.3 p.p.
EBIT	241.6	282.1	-14.4%
<i>EBIT margin</i>	3.6%	3.9%	-0.3 p.p.

The Construction area obtained 6,693.6 million euro in revenues in 2010. The reduction in activity in the year was due to the combination of a sharper decline in Spain (-10.8%) than in other local markets such as Austria, included in the International area, whose revenues fell by 3.8% overall.

The International area predominates in this division, accounting for 3,671.3 million euro in revenues in 2010 (54.8% of the total). Additionally, order flow in the second half of 2010, when major contracts were obtained that have not yet been commenced and were not included in the backlog at year-end, suggest that the international area will increase steadily as a proportion of the total; it already represents a majority of revenues, due to a combination of markets where the Group has an established local presence (e.g. Austria, Germany, and some countries of Eastern Europe and the EU) and new countries such as Algeria, Canada, Panama and the UK.

The decline in revenues in Spain is due to adjusting the pace of execution to customers' ability to invest and obtain finance. Nevertheless, business was dynamic, and a considerable volume of value-added contracts (e.g. railway infrastructure) were obtained during the year, which enables us to maintain our operating margins and strong competitive position despite demand contraction

Revenue breakdown by region



The international area accounted for almost 55% of revenues and proved to be very stable in the Central European countries of the euro area, which accounted for 64.5% of the international area (via locally established subsidiaries). FCC has notable exposure to Austria (41.4% of international revenues) and Germany (18.9%). Other notable contributors among the EU's emerging countries are

Poland (5%), Romania (5%) and Bulgaria (3.4%). As for other regions, Latin America accounted for 5.5% and Asia (China, India and Singapore) for 2.7%.

Civil engineering, which is more selective and has greater added value, accounted for 71.3% of revenues and 75.9% of the total backlog at 31 December.

Revenue breakdown by project type			
<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Civil engineering	4,769.9	4,936.6	-3.4%
Non-residential building	1,467.1	1,603.2	-8.5%
Residential building	456.6	661.4	-31.0%
Total	6,693.6	7,201.2	-7.0%

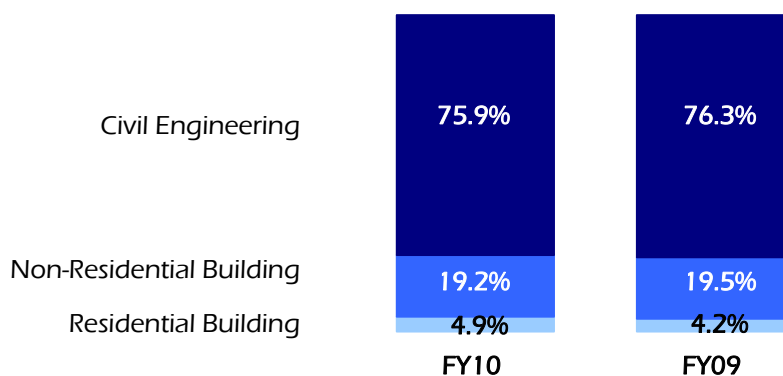
The considerable exposure to large civil engineering projects coupled with optimisation of procurement costs enabled the division to attain an EBITDA margin of 5.3%, compared with 5.6% in 2009.

The backlog stood at 9,984 million euro at 2010 year-end. The International area, which accounts for the bulk of revenues, did not decline as much as Spain.

Nevertheless, it is important to note that the backlog at 31 December 2010 does not include a number of major international contracts that have not yet commenced and amount to over 1 billion euro, mainly in Panama and Algeria. Accordingly, the international backlog can be expected to increase in 2011.

Backlog breakdown by region			
<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Spain	5,512.0	6,280.0	-12.2%
International	4,472.0	4,577.0	-2.3%
Total	9,984.0	10,856.4	-8.0%

Backlog breakdown by project type			
<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Civil engineering	7,576.5	8,278.2	-8.5%
Non-residential building	1,919.9	2,114.7	-9.2%
Residential building	487.6	463.5	5.2%
Total	9,984.0	10,856.4	-8.0%



7.2.2 *Alpine*

Alpine, which heads this area in domestic markets in Central Europe (Austria, Germany and other significant countries in the Eastern EU), attained 3,201.1 million euro in revenues, i.e. 87.2% of the international area's total.

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Revenues	3,201.1	3,364.9	-4.9%
EBITDA	97.6	138.7	-29.6%
<i>EBITDA margin</i>	3.0%	4.1%	-1.1 p.p.
EBIT	44.2	65.9	-32.9%
<i>EBIT margin</i>	1.4%	2.0%	-0.6 p.p.

The decline in activity during the year is the result of the temporary deceleration in demand in the main regions where the division operates (principally Austria and Germany, which together account for 69.2% of total revenues). Nevertheless, performance in the year reveals a steady recovery in revenues that promises to continue, based on improvements in fundamentals at the main customers and in the main regions of interest.

The backlog at year-end amounted to 3,323 million euro, very similar to the figure at 2009 year-end.

7.2.3 *Cash flow*

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Funds from operations	380.2	431.4	-11.9%
(Increase) / decrease in working capital	(362.3)	(206.9)	75.1%
Other items (taxes, dividends, etc.)	19.4	(78.0)	124.9%
Operating cash flow	37.3	146.5	-74.5%
Investing cash flow	(288.5)	263.3	-209.6%
Cash flow from business operations	(251.2)	409.8	-161.3%

Financing cash flow	62.1	(239.8)	125.9%
Other cash flow (exchange differences, change in consolidation scope, etc.)	83.2	84.1	-1.1%
(Increase) / decrease in net interest-bearing debt	(105.9)	254.1	-141.7%
<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (M€)
Net interest-bearing debt	519.6	413.7	105.9
<i>With recourse</i>	<i>513.6</i>	<i>407.6</i>	<i>106.0</i>
<i>Without recourse</i>	<i>6.0</i>	<i>6.1</i>	<i>(0.1)</i>

Funds from operations amounted to 380.2 million euro; combined with the 362.3 million euro increase in working capital, this resulted in 37.3 million euro of operating cash flow. Working capital continued to improve in the fourth quarter, as it had in the previous quarters, falling by 398 million euro between October and December.

Net investing cash flow amounted to 288.5 million euro in the period, contrasting with a positive balance of 263.3 million euro in 2009. This was the result of two differences between years. In 2010, the division invested 175 million euro in capital and funding for a number of infrastructure concessions that are at various stages of development, including notably the Murcia tramway, the Cuenca highway, and Barcelona Metro line 9. In contrast, during 2009 the division recognised the transfer of GVI's shares amounting to 507.9 million euro to the FCC Group parent company, a transaction that had no impact at consolidated Group level.

Net investing cash flow amounted to 288.5 million euro in the period, contrasting with a positive balance of 263.3 million euro in 2009. This was the result of two differences between years. In 2010, the division invested 175 million euro in capital and funding for a number of infrastructure concessions that are at various stages of development, including notably the Murcia tramway, the Cuenca highway, and Barcelona Metro line 9. In contrast, during 2009 the division recognised the transfer of GVI's shares amounting to 507.9 million euro to the FCC Group parent company, a transaction that had no impact at consolidated Group level.

Overall, the division ended 2010 with 519.6 million euro in net debt.

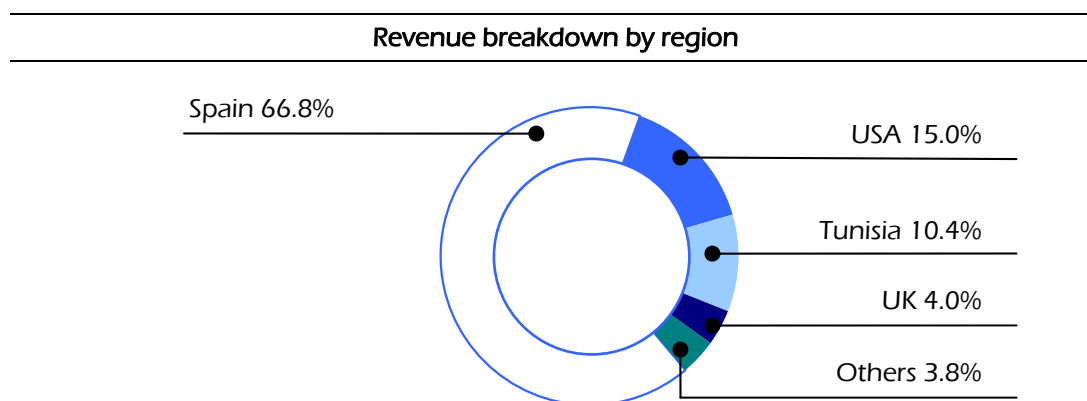
7.3 Cement

7.3.1 Earnings

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Revenues	886.7	1,035.4	-14.4%
<i>Spain</i>	<i>592.6</i>	<i>740.2</i>	<i>-19.9%</i>
<i>International</i>	<i>294.1</i>	<i>295.2</i>	<i>-0.4%</i>
EBITDA	219.7	289.0	-24.0%
<i>EBITDA margin</i>	<i>24.8%</i>	<i>27.9%</i>	<i>-3.1 p.p.</i>
EBIT	67.0	128.6	-47.9%
<i>EBIT margin</i>	<i>7.6%</i>	<i>12.4%</i>	<i>-4.9 p.p.</i>

Cement revenues amounted to 886.7 million euro in 2010. Sales in Spain fell more sharply in the first half of 2010, while the situation stabilised in the second half. Revenue performance in Spain overall was the combination of an 11.5% contraction in volume and the knock-on effect of a smaller adjustment in prices in the second half of 2009.

In 2010, international revenues performed very similarly to 2009, falling by just 0.4% to 294.1 million euro. There was a slight improvement in the US, though it came later than expected, leading to a -1.4% variation in sales; the recovery that began in the second half of 2010 should gain in strength in 2011, in terms of both prices and volumes, in line with the expectations of economic recovery. Tunisia maintained the sustained growth trend, with revenues rising 3.5%. Finally, exports increased by 0.5% overall, focused mainly on the UK, which accounted for 4% of total revenues.



EBITDA amounted to 219.7 million euro, and the EBITDA margin was 24.8%, reflecting the decline in sales in Spain. Overall, efficiency and operating cost saving measures broadly mitigated the impact of lower business volume in 2010

The area continues to increase the rate of energy-from-waste (EfW) production through greater use of alternative fuels at Spanish plants. The level of substitution attained in 2010 ranged from 11% to 32% and the goal of a 30% average is being maintained for 2013, which will significantly reduce CO2 emissions and fossil fuel consumption.

7.3.2 Cash flow

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Funds from operations	225.9	298.9	-24.4%
(Increase) / decrease in working capital	53.3	96.4	-44.7%
Other items (taxes, dividends, etc.)	(28.3)	(35.0)	-19.1%
Operating cash flow	250.9	360.3	-30.4%
Investing cash flow	(13.1)	79.2	-116.5%
Cash flow from business operations	237.8	439.5	-45.9%
Financing cash flow	(114.9)	(101.2)	13.5%

Other cash flow (exchange differences, change in consolidation scope, etc.)	8.9	4.7	89.4%
(Increase) / decrease in net interest-bearing debt	131.8	343.0	-61.6%
<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (M€)
Net interest-bearing debt	1,287.5	1,419.3	-131.8
<i>With recourse</i>	<i>606.5</i>	<i>660.6</i>	<i>-54.1</i>
<i>Without recourse</i>	<i>681.0</i>	<i>758.7</i>	<i>-77.7</i>

Funds from operations amounting to 225.9 million euro, coupled with a 53.3 million euro reduction in working capital, resulted in 250.9 million euro of operating cash flow.

The slower pace of activity was matched by a curtailment of capital expenditure to maintenance needs, amounting to 34.4 million euro. Divestment of financial assets not associated with operations amounting to 21.3 million euro led to net investing cash flow of only 13.1 million euro in 2010, contrasting with 79.2 million euro in 2009 (which included 170.9 million euro to acquire 8.3% of Corporación Uniland).

After deducting debt-servicing costs and despite the impact of the economic cycle on operating cash flow, the division reduced net interest-bearing debt by 9.3% (i.e. 131.8 million euro) to 1,287.5 million euro at 31 December 2010.

7.4 Versia

7.4.1 Earnings

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Revenues	846.3	820.0	3.2%
<i>Spain</i>	<i>564.7</i>	<i>559.6</i>	<i>0.9%</i>
<i>International</i>	<i>281.7</i>	<i>260.4</i>	<i>8.2%</i>
EBITDA	139.0	98.9	40.5%
<i>EBITDA margin</i>	<i>16.4%</i>	<i>12.1%</i>	<i>4.3 p.p.</i>
EBIT	192.9	6.5	N.S.
<i>EBIT margin</i>	<i>22.8%</i>	<i>0.8%</i>	<i>22.0 p.p.</i>

Revenues from Urban Services (Versia) rose 3.2% to 846.3 million euro; in particular, revenue from the Urban Furniture business increased by 19.7%. As for the two businesses with the greatest revenue, Airport Services (Handling) experienced a steady recovery in demand (+7.2%), while Logistics managed to progressively stabilise, resulting in a 1.6% reduction in revenues in 2010 as a whole, compared with the 10.6% decline in 2009.

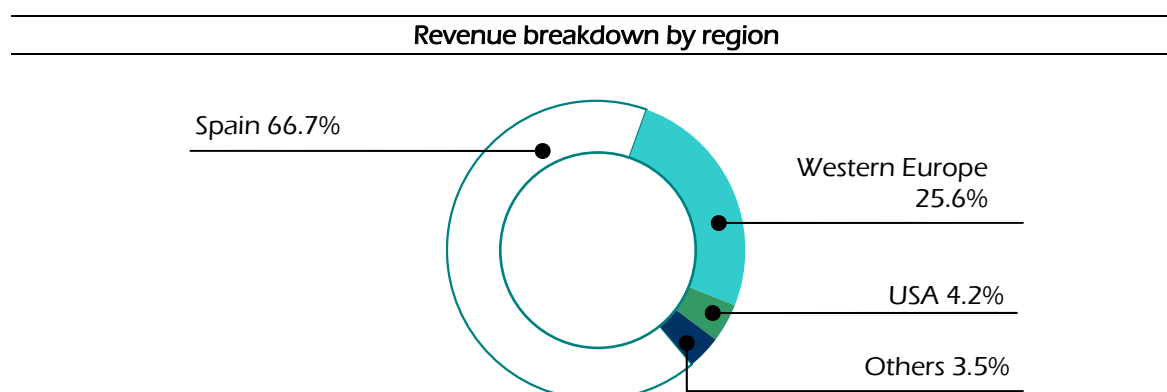
In 2010, it was decided to divest a number of Versia's business units that are not part of the FCC Group's strategic growth areas. In the last week of December 2010, it sold the vehicle inspection business and some underground car parks; consequently, for reasons of materiality, their entire contribution to revenues in 2010 is included. It is important to note that FCC will continue to

operate in the on-street parking business. The vehicle inspection business and the 19 underground car parks that were sold generated combined revenues of 66 million euro in 2010.

Breakdown of revenues by business			
<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Logistics	284.9	289.6	-1.6%
Handling	244.4	228.1	7.2%
Urban Furniture	129.4	108.1	19.7%
Car Parks	76.8	77.2	-0.6%
Vehicle Testing	55.8	51.7	7.9%
Others*	55.1	65.3	-15.6%
Total	846.3	820.0	3.2%

**Incl. SVAT and Maintenance-Systems*

International revenues account for 33.3% of the total. The international component is particularly important in Handling (69.6% of revenues) and Urban Furniture (54.4%).



EBITDA amounted to 139.0 million euro, a 40.5% increase with respect to the previous year, consolidating the trend observed since the beginning of this year. As a result, the EBITDA margin increased from 12,1% to 16.4%. This superb recovery in the margin is attributable to the Urban Furniture and Handling businesses. The rebound by Urban Furniture is due to revived demand for advertising space and to optimisation of operating expenses. Handling managed to contain operating expenses while air traffic increased, and performed a number of special winter maintenance operations at a number of airports in December.

There was a change in the accounting method in 2010 which affects the comparison with 2009: Urban Furniture concessions are now recognised as intangible assets for the value of the payments to be made, with a corresponding contra-item in liabilities. Consequently, the annual expense is recognised as period amortisation along with a financial expense due to discounting the liability; previously, this was recognised as an operating expense. The change in accounting method has no impact on the area's cash flow or debt

7.4.2 Cash flow

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Funds from operations	146.4	108.0	35.6%
(Increase) / decrease in working capital	18.3	17.5	4.6%
Other items (taxes, dividends, etc.)	(8.5)	12.8	-166.4%
Operating cash flow	156.2	138.3	12.9%
Investing cash flow	31.9	(67.1)	147.5%
Cash flow from business operations	188.1	71.2	164.2%
Financing cash flow	(110.8)	(14.7)	653.7%
Other cash flow (exchange differences, change in consolidation scope, etc.)	91.3	(6.5)	N.S.
(Increase) / decrease in net interest-bearing debt	168.6	50.0	237.2%

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (M€)
Net interest-bearing debt	290.8	459.4	-168.6
<i>With recourse</i>	<i>290.8</i>	<i>459.4</i>	<i>-168.6</i>
<i>Without recourse</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>

The increase in revenues and margins is reflected in the 35.6% growth in funds from operations to 146.4 million euro in 2010. The reduction in working capital enabled operating cash flow to increase by 12.9% to 156.2 million euro.

Investing cash flow reflects the impact of the sale in December 2010 of the vehicle inspection business (for 180 million euro) and a number of underground car parks (for 72.7 million euro). The remainder are expected to be sold in 2011.

The main component of the finance cash flow is the 91.2 million euro in dividends paid to the Group parent company.

Good operating performance plus the aforementioned divestments enabled this division to reduce debt considerably: by 36.7% with respect to 2009 year-end, to 290.8 million euro.

7.5 Energy

7.5.1 Earnings

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Revenues	86.3	81.9	5.4%
<i>Spain</i>	82.6	81.9	0.9%
<i>International</i>	3.6	0.0	N.S.
EBITDA	65.5	65.8	-0.5%
<i>EBITDA margin</i>	75.9%	80.3%	-4.4 p.p.
EBIT	19.7	23.2	-15.1%
<i>EBIT margin</i>	22.8%	28.3%	-5.5 p.p.

The Energy division increased revenues by 5.4% to 86.3 million euro. This increase is attributable to wind power: a combination of higher production volume and a slight increase in prices. Solar photovoltaic revenues decline slightly since the guaranteed fixed tariff was kept stable and insolation was lower than last year.

Wind accounted for 83.9% of sales, with a load factor of 24.2% (22.4% in 2009). The remaining 16.1% of revenues came from solar photovoltaic, where the average load factor was 16.5%.

The decline in the margin to 75.9% was the result of wind survey and bidding costs, and new project commissioning costs (particularly two new solar thermal plants).

7.5.2 Cash flow

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Funds from operations	58.4	65.8	-11.2%
(Increase) / decrease in working capital	(7.8)	11.8	-166.1%
Other items (taxes, dividends, etc.)	2.0	(5.9)	133.9%
Operating cash flow	52.6	71.7	-26.6%
Investing cash flow	(50.8)	(208.0)	75.6%
Cash flow from business operations	1.8	(136.3)	101.3%
Financing cash flow	(2.4)	(29.7)	-91.9%
Other cash flow (change in consolidation scope, etc.)	(18.0)	(586.1)	-96.9%
(Increase) / decrease in net interest-bearing debt	(18.6)	(752.1)	-97.5%

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (M€)
Net interest-bearing debt	924.0	905.4	18.6
<i>With recourse</i>	396.5	355.1	41.4
<i>Without recourse</i>	527.5	550.3	-22.8

Funds from operations amounted to 58.4 million euro in 2010, compared with 65.8 million euro the year before, because of expenditure on new projects and assets. Since working capital increased by 7.8 million euro, operating cash flow amounted to 52.6 million euro.

Indebtedness was maintained on a par with 2009, and the slight increase was due to commissioning the aforementioned investments

7.6 Torre Picasso

7.6.1 Earnings

<i>(million euro)</i>	Dec. 10	Dec. 09	Chg. (%)
Revenues	25.4	26.1	-2.9%
EBITDA	21.9	22.7	-3.5%
<i>EBITDA margin</i>	<i>86.3%</i>	<i>86.9%</i>	<i>-0.5 p.p.</i>
EBIT	17.9	18.9	-4.9%
<i>EBIT margin</i>	<i>70.7%</i>	<i>72.2%</i>	<i>-1.5 p.p.</i>

Torre Picasso's revenues declined slightly, by 0.7 million euro, with respect to 2009 as a result of the slight adjustment in rents that were revised in the period. Offices, which account for the bulk of the building, maintained occupancy at very close to 99%

8. ACQUISITION OF TREASURY SHARES

At the end of 2010, Fomento de Construcciones y Contratas, S.A. held 3,182,582 shares of treasury stock representing 2.50% of the share capital valued at EUR 89,130 thousand.

At year-end, Asesoría Financiera y de Gestión, S.A. (Afigesa), a wholly-owned subsidiary of Fomento de Construcciones y Contratas, S.A. possessed 9,432,369 shares of Fomento de Construcciones y Contratas, S.A., which represented 7.4% of the registered share capital with a net carrying value of EUR 194,766 thousand.

According to article 148, part 4 of the revised text of the Spanish Companies Act, the changes in the number of shares held during the year are detailed below.

	FCC, S.A	Asesoría Financiera y de Gestión, S.A.	FCC Group
At 31 December 2009	3,182,582	6,131,961	9,314,543
Purchases or additions	—	3,302,013	3,302,013
Sales or disposals	—	(1,605)	(1,605)
At 31 December 2010	3,182,582	9,432,369	1,614,951

9. RESEARCH AND DEVELOPMENT

The FCC Group is an active participant in research, development and technological innovation activities. The Group's R&D+i activities extend to those aspects which are directly or indirectly related to the Group's business activities.

In the **Services** area, and more specifically **environmental services**, work continued on a number of research products that had begun years before. For example, in the field of waste elimination, progress was made in the development of alternative fuels obtained from waste which are now being used in a number of processing plants (Salamanca, Vitoria); in the machinery sector, work continued on the development of a new collecting-compacting vehicle with a low forward cab, dual side loading and dual elevator, with independent press operation for the collection of recyclable waste.

New projects were also undertaken in different fields of research. As far as new machinery was concerned, work continued on three projects related to urban sanitation vehicles:

- Design and creation of a new 5.2 tn self-propelled chassis with a maximum width of 2 metre for hard-to-reach places, with a side loading mechanism for up to 3 containers, electrically propelled by an asynchronous AC engine current and special batteries.

The following projects were undertaken in the area of waste treatment:

- Bio+ Project: Although originally scheduled to begin in 2009, work did not actually begin on this project until 2011, which strives to optimize the eco-efficiency of the urban waste treatment process through the development of a model that makes it possible to monitor the different biomethanisation technologies on an industrial scale in addition to conducting a pilot test on thermal hydrolysis prior to anaerobic digestion.
- Project for the development of liquid fuel using a procedure that transforms waste containing organic carbon for applications in waste treatment plants. The waste is transformed using a low pressure catalytic conversion to obtain four types of liquid fuel (biodiesel, kerosene, naphtha and fuel oil) and a combustible gas similar to biogas.

In the **Water** sector in 2010, in keeping with the Company's strategic plans, the research and development to obtain sustainable technologies focused on the following objectives:

- Quality (drinking water supply, re-use of wastewater, desalination and metering)
- Sustainability (reduced energy usage, use of sludge as a resource and alternative treatments)

- Comprehensive management (management systems, collection of resources and communications)

The most notable developments in the pursuit of these objectives were as follows:

- Work in progress
 - Technology for a membrane reactor (MBR) in Vigo. In collaboration with the University of Santiago de Compostela, 3R and the el Centro Superior de Investigaciones Científicas (CSIC).
 - Hybrid Bacillus System (HYBACS)/Moving Bed Biofilm Reactor (MBBR) technology for nutrient elimination (Ávila). In collaboration with Bluewater Bio.
 - Anaerobic Ammonium Oxidation technology (ANAMMOX) in Vigo. In collaboration with the Universities of Vigo and Santiago de Compostela.
 - Advanced Sludge Digestion (Loiola - San Sebastián). In collaboration with the Centro de Estudios e Investigaciones Técnicas de Guipúzcoa (CEIT) and Aguas del Añarbe.
 - Microalgae pilot plant (Arcos de la Frontera). In collaboration with the University of Cádiz, Iberdrola and Bio-Oil.
 - Sustainable sludge recovery (Salamanca). In collaboration with the Centro de Estudios e Investigaciones Técnicas de Guipúzcoa (CEIT) and the Universities of Valladolid and Salamanca.
 - Balanced Score Card (BSC) solution for customer management (Madrid).
 - Billing-CRM (Customer Relationship Management) solution in Madrid.
- UNE 166.002:2006 Certification (Unification of Spanish Standards). After successfully being audited by AENOR (Asociación Española de Normalización y Certificación), in the month of December Aqualia received certification for its “Project Management and R+D+I System”.
- Aqualia R+D+i Forum. In the month of November, Aqualia’s Marketing and Communications Department organised this event to review the company’s activities in the field of technological innovation and increase the level of communications with different public and private agents in relation to these activities. This forum was attended by representatives of Canal de Isabel II, Empresa Metropolitana de Abastecimiento y Saneamiento de Aguas de Sevilla (EMASESA), Asociación Tecnológica para el Tratamiento del Agua (ATTA), Universidad de Valladolid, Instituto Madrileño de Estudios Avanzados (IMDEA), and ITT (leading manufacturer of submersible pumps) as well as the Director of FCC’s Innovation Management and members of Aqualia’s R+D+i Work Group.
- New projects. In 2010, work got underway on two large-scale technological innovation projects focusing on the use of microalgae in wastewater treatment processes:
 - “Algae to Biofuel” Project presented to the European Union’s Framework Programme 7 (FP7).
 - “Cenit Vida” Project presented as part of the National Strategic Consortia in Technical Research of the Centre for Industrial and Technical Development (CDTI).

Two new R+D+i projects also got underway in the field of **industrial waste**:

The first one is the “Marine-Fuel Research Project” in collaboration with the Azti-Tecnalia Technology Centre which will focus on conducting experimental tests with alternative fuels obtained from recycled oil for use by fishing fleets.

The other project which is being carried out in collaboration with the Technological Research Centre of the Innovarcilla Foundation seeks to determine the viability of reusing different types of waste in ceramic paste.

Versia continued to work on the **urban furniture** projects that had begun years before:

TEC-MUSA (Technologies for Sustainable and Accessible Urban Mobility) has undertaken the development of a series of technologies for incorporation into passenger and cargo vehicles in city settings with low or no emissions and advanced conditions of accessibility and communication with clients through a multidisciplinary consortium of businesses, association and research groups. In 2010, the following milestones were achieved in accordance with the plan submitted to the Ministry of Science and Innovation:

- Formation of the work groups for each one of the sub-projects.
- Preparation of technical reports.
- Justification, audit and presentation to the Ministry of the expenses incurred in 2009.
- Receipt of the grant for 2009.
- Detailed definition of the plans for each one of the sub-projects.
- Analysis of needs and definition of specifications.

The Ministry announced the end of the Singular and Strategic Projects which means that the project will cease to be subsidized before it has concluded, although an extension has been granted to March 2011 to complete the tasks budgeted in 2010.

EPISOL (Electric vehicles powered by fuel cell and solar energy): project to develop a light urban vehicle featuring hybrid electric propulsion which, in the first phase, will be equipped with a heat engine and, in a subsequent phase, will have a highly-efficient and low-cost fuel cell, using solar power in both cases. Each model of the vehicle has a system that enables it to be connected to the electricity mains in order to recharge the battery. Thus, at the start of each journey the batteries are fully charged and the demands placed on the heat engine and/or fuel cell are greatly reduced.

The project is broken down into the following phases:

- PHASE 1. Bi-hybrid vehicles, standard configuration with MEP engine (gasoline combustion engine) + solar power: the thermal engine activates a generator that charges the batteries which supply power to the electric engine in charge of transmitting power to the drive shaft. Solar panels are included as an additional energy source and regenerative brake.
- PHASE 2. Tri-hybrid vehicle, standard configuration: in this model, the vehicle has a thermal engine (MEP) and generator plus a hydrogen fuel cell that keeps the batteries charged, meaning that the thermal engine needs to be started less frequently. This model also includes the solar panels as an additional energy source and the regenerative brake.
- PHASE 3. Tri-hybrid vehicle, standard configuration: in this model, the MEP engine is replaced with a H₂ (hydrogen) combustion engine. The rest of the components and functions remain that same as in phase 2.
- PHASE 4. Bi-hybrid vehicle, standard configuration: in the final version of this vehicle, the H₂ combustion engine is eliminated and the fuel cell is replaced with a more powerful one. The fuel cell provides power to the batteries and the electric traction engine. This model also includes the solar panels as an additional energy source and the regenerative brake.

In 2010 CEMUSA continued to collaborate with INSIA (University Institute for Automotive Research at the Universidad Politécnica de Madrid), conducting optimisation tests of the tri-hybrid energy management system and gathering data on actual usage conditions, obtaining satisfactory

results on the approval tests which are currently awaiting administrative approval. This work has been certified as an R+D project.

The prototype was presented at the International Ecological Automobile and Sustainable Mobility Show.

Forthcoming objectives include increasing battery capacity and moving forward with the subsequent phases defined in the project plan.

C-CYCLES: Development of an unattended bicycle hire system. The system functions with smart cards and features payment by credit card. Internet connection. The project responds to the need for sustainable urban mobility promoting multi-modal transport. The following milestones were achieved in 2010:

- Conclusion of the basis development of the system:
 - Management programme and database
 - Control units for derbi and terminal. Software and communications
- Solar-powered light station
- Commencement of pilot testing

Pilot testing will be completed in 2011 at which time the final plans will be launched. Work is ongoing on other features: power bikes, solar energy.

LED ILLUMINATION PROJECTS: The LED illumination projects which aim to reduce energy consumption and, therefore, greenhouse gas emissions. Parallel to the LED illumination projects, studies are being performed relating to the reduction of light pollution. Having achieved the first objective of using just 28% of the energy of fluorescent lighting, we are now working to reduce that usage to 16%.

PHOTOVOLTAIC SOLAR ENERGY PROJECTS: Development of a photovoltaic solar power system that includes the development of a solar PV system which, together with illumination using LEDs, will allow greenhouse gas emissions to be reduced to zero and in certain cases to reduce network connection costs. The following work was completed in 2010:

- Poste bus prototypes and development of bus stop hoardings with semi-translucent solar panels and electronics
- Conclusion of NY bus hoarding project
- Development of light station for solar bikes.

Research continues into flexible cells with the idea of making the system more efficient.

DIGITAL ADVERTISING PROJECTS: The aim is to implement a digital advertising system incorporating LCD screens and the technology required for them to be viewed properly outdoors. Must be equipped with an effective heat evacuation system. The following work was done in 2010:

- Installation and commissioning of LCD screens for a project to digitalise the rear and sides of 8 newsstands in NYC.
- Definition of a project to digitalise the rear and crowns of newsstands on Las Ramblas in Barcelona using LED screens.

The following projects were carried out in 2010 in the Logistics sector:

VOICE PICKING: New voice recognition technology for order preparation. The development phase is over. The technology has been tested with satisfactory results and is now being used.

PLV: A computer tool for covering the new market channel of promotional materials for pharmaceutical laboratories. The tool was successfully implemented in 2010.

CONTROL PANEL: Development of a software tool for extracting statistical data which improves the management and productivity of the Consumer Unit. The tool was 80% operation in 2010 and is expected to be fully operational in the first half of 2011.

APPOINTMENT SCHEDULING : A customised software programme developed to manage the new customs activity, "Customs Inspection Point". The tool is intended to support Customs Officials in the container inspection process. It has been fully operational since July 2010.

In the **Conservation and Systems**, the Company focused its efforts on the development of the AVANZA technology platform, to which a number of services were added for the shadow toll highways and tunnels projects. The most important milestones achieved in relation to the AVANZA software included:

- Multi-tunnel user interface.
- Advanced integrated DAI services
- Integration of dynamic weighing subsystem.
- Video verification software.
- Advanced incident management.
- Advanced management of the tunnel operation manual.

In field equipment, both functional features and electronics have been improved.

The **Airport Handling** sector focused on the development of the Groundstar tool to optimise process planning and control in the aeronautics sector which will replaced the current "handlnet" system. This new system is much more versatile, can communicate with other systems and adds resources management tools which the previous system did not have.

It includes the following modules:

- Flight programming manager (Seasonal FIP)
- Human resources planning
- Shift management
- Billing modules that includes the CRM module (contracts, control of services rendered and billing) and SAP interface

In 2010, plans were devised to implement the same project in Belgium.

For the year 2011 there are plans to begin the implementation in the first half of 2011 and a second phase that will begin in October 2011 and end in May 2012.

During the first phase, the current system, Handlnet, will be replaced and the rest of the modules will be implemented in the second phase.

FCC Construcción, S.A. and its subsidiaries, aware of just how important activities of this kind are to maintaining a competitive edge in the market and to continuously improving the quality of their work, have implemented policies that actively promote research, development and technological innovation.

In keeping with this, FCC Construcción, S.A. participates in the European Construction Technology Platform, the E2B Association (Energy Efficient Buildings), the ENCORD Group (European network of construction companies which promotes research and development efforts) and the Spanish Construction Technology Platform. The aim of these organisations is to bring research centres, universities and industry together to work side-by-side on research, development and technological innovation projects.

Noteworthy among the projects carried out in 2010 are the following:

ARFRISOL, for the development of bioclimatic architecture and solar energy.

OLIN, which studies the qualities and treatment of embankment and subgrade materials for the construction of sustainable linear works.

URBAN TUNNELS, a project that researches new methodologies for analysing, designing and building tunnels in urban areas.

CLEAM, which focuses on clean, efficient and environmentally-friendly construction.

EXPLOSIVES, which investigates the conditions for designing and building terminal parking garages at risk of terrorist attack.

DAMAGES TO BRIDGES, which conducts low-cost dynamic tests for maintaining bridges subjected to uncontrolled environmental loads using wireless sensors.

CEMESFERAS, which researches vitreous spherical microparticles with cementing properties.

BALI, which focuses on acoustically efficiency and health buildings.

RS which researches sustainable building renovation.

DEPÓSITOS, which is designing a system for the storage of bitumen modified with unused tyres for plants that make hot asphalt mix.

ECORASA, which researches new ways to reuse construction and demolition debris on the same construction as fill material for sewer trenches.

VITRASO, which diagnoses the sound transmission paths in construction.

In 2010, the management of the **Cementos Portland Valderrivas** Group continued to promote the research of new products with enhanced added value and/or new markets. As a result, eight new cements have been developed with highly competitive advantages such as shorter hardening times, resistance to adverse external conditions, lower impact of the production process on the the environment and the ability to neutralise certain pollutants.

In 2010, the Group's R+D+i Department received public grants for eight research projects, most focusing on the development of new materials. The number of projects which competed for and received public financing broke was record-setting for CPV in terms of both the quantity and quality of the financing obtained.

The benchmarking for cement factories which began in 2009 continued in 2010 with the analysis of technical and management aspects which need to be monitored continuously by the company in order to make improvements.

Corporate Engineering and the Operations Department have brought about significant fuel savings in most of the cement factories by replacing petcoke with fuels derived from waste.

The Innovation Management Department was created in 2010 with the mission of coordinating the innovation function within the **FCC Group** and optimising the public funding available for this.

Agreements have been signed with a number of public and private research centres to reinforce FCC's commitment to innovation.

In 2010, AENOR certified the FCC Group's activities according to UNE 166002.

10. FINANCIAL RISK MANAGEMENT POLICIES AND OBJECTIVES

Financial risk refers to changes in the value of financial instruments contracted by the Group due to political, market and other factors, and the effect of such changes on the consolidated balance sheet. The FCC Group's risk management philosophy is consistent with its business strategy, as it strives for maximum solvency and efficiency at all times. In that regard, the Group has set out stringent financial risk management and control criteria for identifying, measuring, analysing and controlling the risks faced in the course of FCC's operations. This risk policy is correctly integrated into the Group's organisational structure. In keeping with the risk control policy, hedging transactions arranged by the FCC Group are not speculative but, rather, aim to cover the transaction risks.

In order to adopt the optimal position for the Group's interests, it implements an active risk management policy; it constantly monitors the market and adopts positions depending mainly on the asset being financed. Given the nature of the Group's activities, closely linked to inflation, its financial policy consists of ensuring that both its current financial assets, which to a large extent provide natural hedging for its current financial liabilities, and the Group's debt are partially tied to floating interest rates. Even so, the FCC Group performed interest rate hedging transactions, ending the year with various hedging instruments of varying maturities. In compliance with the policy of classifying original instruments as hedges, the FCC Group has arranged interest rate hedges, mainly swaps (IRSs), in which the Group companies pay a fixed interest rate and receive a floating rate.

As a result of the FCC Group's positioning in international markets, it is exposed to exchange rate risks in its net foreign currency positions with respect to both the euro and other foreign currencies when the investment and financing of an activity cannot be arranged in the same currency. The FCC Group's general policy is to mitigate, as far as possible, the adverse effect on its financial statements of exposure to foreign currencies, with regard to both transactional and purely equity-related changes. The FCC Group therefore manages the effect that foreign exchange risk can have on both the balance sheet and the income statement.

The Group actively manages its foreign exchange risk by arranging financial transactions in the same currency as that in which the related asset is denominated. In that regard, the Group strives always to finance its activities in the local currency as this creates a natural hedge between cash flows and financing. However, this is occasionally not possible where the currency of the country of origin of the investment is weak and long-term financing cannot be obtained in that currency. In

these cases, financing is obtained either in the currency of the consolidated Group or in the most closely-related foreign currency.

The FCC Group operates in various markets in order to obtain the financing it needs, thereby mitigating liquidity risk. Despite the adverse situation reigning in the financial markets throughout 2010, the FCC Group has remained extremely well positioned and has anticipated any potential adversity by paying close attention to trends in those factors that may help to resolve liquidity shortfalls in the future and to the various sources of financing and their characteristics.

11. OUTLOOK FOR 2011

Set forth below are the prospects for 2011 for the various lines of business composing the FCC Group. The construction and services backlog at 2010 year-end, which amounted to EUR 35,309 million, guarantees the continuation of a high level of activity over the coming years.

Generally speaking, the **Services** area will see almost all of its economic and financial variables affected in 2011 by the general economic crisis, particularly in Spain. On the contrary, the outlook for the International area calls for a significant upturn starting in 2012.

Strict cost reduction policies continued in 2010 and will continue in future fiscal years.

In the **Environmental** sector, despite the current stagnation, the group expects a level of activity in 2011 similar to that seen in 2010 which will allow it to maintain its current market share with investments levels that are expected to be similar to those of the previous year.

The main objective is to maintain the most significant contracts already in place, which will entail certain renewals and extensions in an attempt to grow in the field of solid urban waste treatment and elimination.

As mentioned above, in the **International** arena, business is expected to pick up starting in 2012.

In the United Kingdom – where the Group has been operating in the waste collection and urban sanitation sector through Focsa Services UK since 1989 – with the acquisition of WRG in 2006 the Group has become one of the leading operators in the sector. Significant growth is expected in new, complementary activities, particularly PFIs (Private Financing Initiatives). The portfolio of contracts of this kind is expected to grow throughout 2011.

The Allington incinerator is in the process of resolving certain technical problems which will improve the plant's performance and bring it to full operating capacity in 2011.

In the **Industrial Waste** sector, the downward trend of recovery material prices continues albeit with a certain improvement in the volumes processed. Therefore, the positive evolution seen in the final months of 2010 is expected to continue and to become even more significant at the end of 2011 or early 2012.

An important contract got underway in Spain in 2010 which involves the decontamination of soil in at the Flix reservoir in Tarragona. Noteworthy on the international front is the remediation of contaminated soil in Siracusa (Italy). All of this has resulted in significant growth in this sector compared to the year before.

The group's presence in the US in the business of waste derived from the gas and oil industry is expected to growth in 2011 through the companies FCC Environmental, International Petroleum Corp. and Apex. Work will also begin in 2011 on a new project for refining used oil in oil-based lubricants.

In Italy, the work that began in the month of December to decontaminate polluted soil in Syracuse will continue next year.

In Portugal, more than 80,000 tn of contaminated soil will be cleaned up through the subsidiary Ecodeal thanks to a recently awarded contract.

In Spain, work will commence on four new projects:

- Treatment of unused tyres on the Canary Islands
- Recovery of foundry waste and conversion into iron and steelwork aggregate for Arcelor Mittal in Guipúzcoa
- Conclusion of the construction and operation of a new controlled dump for non-hazardous industrial waste in Cantabria through the subsidiary Iacan
- Finally, toward the 4th quarter of the year, implementation of a plant in Cataluña for waste recovery plant and conversion into alternative fuel for the Corporación Uniland cement company.

In the **Water Sector**, Aqualia continues to be the leading full-service water operator in the Spanish market. At the same time, Aqualia has continue to reinforce its international presence through a geographical diversification strategy that was first implemented four years ago.

In 2011, given the generalised economic crisis in Spain, household water consumption is expected to remain flat while industrial consumption and new business will see a decline. On the other hand, the company's presence in consolidated regions of the international market has and will continue to allow it to minimise the impact of the Spanish crisis by getting a foothold in new markets as they gradually open up and allows companies with expertise to resolve their historical problems with the management of this resource.

Throughout 2010, the Company was awarded a number of lucrative international contracts, including one for the construction of an aqueduct and water supply system in San Luís de Potosí (Mexico) and another for the construction and operation of a treatment plant with a capacity of 250,000m³/day in Cairo (Egypt). Another notable international achievement was the agreement reached with the European Bank for Reconstruction and Development (EBRD) to form a joint investment vehicle with Aqualia in order to bid on projects related to the water cycle in countries falling within the catchment area of the EBRD and to jointly study potential investments in the companies that currently manage the water systems in those countries.

In the domestic market, the company has been awarded a number of new contracts and renewed or extended others with different municipalities; moreover, in keeping with its diversification policy, the company has begun providing related services to athletic facilities such as: Reception and customer care services, cleaning, maintenance, consulting and management of indoor swimming pools in Vendrell, (Tarragona) and management of sporting activities with the construction of the Water and Health Centre in San Lorenzo de El Escorial (Madrid). The Company has also entered into or renewed service agreements with irrigation associations such as: Contract for the supply of irrigation water and maintenance of irrigation facilities for the Vingalis Irrigation Association

(Tarragona) and renewal of the operation, conservation and maintenance agreement with the Garrigues Irrigation Association (Lérida).

In the international market, the Company was awarded two new contracts in Portugal: A water supply, sanitation and water treatment contract in Cartaxo and a water supply and sanitation contract in Fundao. Aqualia Infraestructuras was awarded a contract to modernise the filtering system at the Los Berros water treatment plant in Cutzamala (Mexico) and a contract to build Candelaria water treatment plant in Chile.

At the beginning of 2011, the order book for the Service Area totalled EUR 25,325 million which is equivalent to almost seven years of production.

For 2011, **Versia** foresees a slight decline in earnings as a result of the sale in December 2010 of the companies pertaining to the Vehicle Inspection business and the assets associated with the underground parking business in, both part of the asset rotation policy defined by the FCC Group. This decline in earnings will be attenuated to a large extent by expected increases in: **Urban Furniture** in both the domestic and international markets thanks to the recovery taking place in the sector and the increases in advertising spaces installed in New York; and in the **Conservation and Systems** sector thanks primarily to new sewer maintenance contracts.

Profit margins will suffer the effects of the sale of the assets mentioned above, since the profit margins they contributed were higher than average for the Area, despite a significant increase in the profits generated in the **Urban Furniture** area due to increase sales and in the **Logistics** area due to the cost-containment policies implemented in recent years and new lines of business.

In the **Construcción** area, the turnover in 2011 from domestic business will be lower than in 2010 due to the stagnation of residential construction caused by the real estate crisis and budget restrictions in the public sector that will affect civil engineering work.

To offset the weakness of the domestic markets, companies are focusing heavily on international business, as a result of which the revenues obtained from international business are expected to be higher in 2011 than they were in 2010.

The company's international business is handled primarily through the Alpine group of companies based in Austria which operates in numerous Central and Eastern European countries and is supplemented with the American market business which is handled through investee companies operating primarily in Central America and Mexico.

The order book in the construction area at the beginning of 2011 was EUR 9,984 million.

In the **Cement** area, the world economy is clearly in the recovery stages, albeit with different geographical areas and countries recovering at different rates, following the economic crisis that began at the end of 2008. As far as the situation and specific problems of western economies and emerging countries are concerned, it is believed that the US could take a bit longer to achieve stable growth, but because of the flexibility of its economy it is likely to once again play a leading role in the recovery of world economic growth.

Europe in general and the European Union in particular are also in the process of consolidating their economic growth, albeit with sharper differences between countries. The problems with sovereign

debt and their implications for the stability of the euro are going to condition and limit these economies' ability to grow.

Overall, the evolution of the world economy in general and that of the European Union in particular will enable the Spanish economy to grow more than originally expected due to the strong performance of foreign demand.

With this outlook for 2011, the sales forecast for the Cement area will depend to a large extent on the economic recovery in the United States and Spain. Both the North American and Spanish cement markets are at historical minimums, although the deceleration process began to see some relief towards the end of last year. Renewed market stability will result in a stabilisation of prices, with upward pressure due to rising costs. These forecasts are in line with what both Oficemen and the Portland Cement Association (PCA) of the United States are saying.

Once the political situation in Tunisia is stabilised the good results obtained in 2010 can be maintained.

As a continuation of the Plan 100+, which saw stated objectives achieved a year in advance, the Area will now launch the 2011 Excellence Plan focused in increasing EBITDA and generating cash. To do so, the area will continue the policy of reducing recurring costs but with greater emphasis on new sources of corporate revenue with the development of new types of cements with higher margins, among other initiatives. Investments in the different business areas will remain at 2010 levels, with priority being placed on the investments in energy recovery technology (CO₂-energy costs) and occupational safety.

Following the acquisitions in 2008 and 2009 in the photovoltaic (20 MW in production), wind (420.7 MW in production) and thermosolar (49.9 MW under construction) areas, in 2010 FCC **Energía** continued to implement the FCC Group's strategic plan through 2010, which has materialised as follows:

- Construction and operation of a 49.9 MW thermosolar power plant in the province of Córdoba which is scheduled to be completed in the first quarter of 2011.
- Award of 99 MW in the wind power public tender sponsored by the Autonomous Community of Cataluña which is currently in the initial stages.
- Award of 48 MW in the wind power public tender sponsored by the Autonomous Community of Galicia which is currently in the initial stages.
- Presentation of proposal for 155 MW in the wind power public tender sponsored by the Autonomous Community Aragón; currently awaiting final decision.

In 2011, the immediate objectives of FCC Energía are:

- Presentation of offers for zones D and E in the wind power public tender in Aragón, competing for 79.2 and 100 MW of power, respectively.
- As part of Phase E of the aforementioned public tender, the company is also seeking authorisation to install 9.30 MW of power at the Valdeconejos plant owned by S.E. ABADÍA.
- Commencement of energy efficiency activities.
- Continuation of the activities to develop the MWs awarded in the Cataluña and Galicia public tenders in addition to any MWs awarded in Aragón.

It is the intention of FCC Energía to analyse opportunities for growth in the renewable energy sector as they arise, either by taking part in new projects or by presenting bids for new power contracts in Spain, Eastern European EU member countries and the United States. All of these geographical areas have two common denominators: they offer the legal safeguards necessary to commit to medium term investments and their governments have expressed a political will to promote the development of renewal energies.

12. ANNUAL CORPORATE GOVERNANCE REPORT
