January - September 2022 results

SACYR INCREASED ITS EBITDA BY 47% UP TO €924 MILLION, AND RAISED PROFITABILITY TO 23%

- **P3 assets with low demand risk comprise 85% of Sacyr's EBITDA, a reflection of the company's focus on the Concession business.**
- **The backlog increases by 16%, up to € 53.1 billion.**

Madrid, November 7, 2022.- Sacyr obtained a **€924 million EBITDA** from January to September 2022, a **47% increase** compared to the same period in 2021. The EBITDA as of September 2022 already surpassed that of the entire year 2021.

This significant growth came with an improvement in the **profitability** rate (EBITDA margin), which stood at a **record 22.6%**, **360 basis points more than in September 2021**.

The improvement in results over the first nine months of 2022 demonstrate the **strength of Sacyr's business model**, which is predictable, recurring and stable, thanks to its focus on the concession business. P3 assets comprise **85% of the company's EBITDA**, which is now 300 basis points higher than in 2021.

Sacyr continues to demonstrate its ability to bring assets into operation with the commissioning of several important infrastructure: AVO I and Ruta 78 (Chile), Mar 1 and Rumichaca-Pasto (Colombia), and the A3 (Italy).

Revenues grew by 24%, up to **€ 4,092 million**, due to the fact that the revenues from P3 assets are directly linked to inflation. **Net profits soared to €68 million (+13%)**.

From January to September, the **operating cash flow grew to €427 million**, 6% higher than in 2021.

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The company gave **a boost to its 2021-2025 Strategic Plan** with the announcement that it is actively exploring several corporate actions **to achieve its recourse net debt reduction goals two years in advance**.

These actions include the search for an **investment partner for 49% of Sacyr Water**, a **divestment of 49% of Sacyr Services** and continuing the company's **rotation policy of non-strategic P3 assets**.

In the first half of 2022, Sacyr **sold its stake in Repsol**, which brought a **€58 million positive cash result** and an **associated debt reduction by €563 million**. Thus, Sacyr achieved one of the goals in its 2021-2025 Strategic Plan.

Backlog increases by 16%

Sacyr ended September with a **€53.1 billion backlog, 16% higher** than in the same period of the previous year, after securing significant contracts. 81% of the backlog corresponds to the Concessions division, 13% to Sacyr Engineering and Infrastructures, and the remaining 6% to Sacyr Services.

The most relevant contracts in this period include several P3 projects, such as the Ruta 78 (Chile); the Buga-Buenaventura highway (Colombia); the construction and management of the Velindre Cancer Center, and the construction of a transport hub in Belfast (Northern Ireland); a section of the US 62 highway and the Vanderbilt Beach road (USA); and a pediatric center in Ontario (Canada). The Services division has been awarded with multiple contracts in this period, including the Barcelona street cleaning service and the cleaning services of Santiago de Chile Metro.

Net debt evolution

Recourse net debt went from €767 million in June 2022, to €689 million at the end of September 2022. As previously mentioned, Sacyr has boosted its Strategic Plan with the aim of achieving its goal of drastically reducing the recourse net debt in 2023.

Shareholder remuneration

Shareholder remuneration is one of the foundations of the 2021-2025 Strategic Plan. In 2022, Sacyr has paid two scrip dividends for € 0.115 per share, which represent a 4.8% dividend yield, fulfilling the company's goals and market commitments.

Performance by business area

Concessions.- Revenues of the concession activity reached **€1,439 million (+66%)** and a **€542 million EBITDA (+65%)** thanks to the good operating results of most assets, the contribution of the new Ruta 78 highway (Chile), and several sections of highways in Italy, Colombia and Paraguay.

Over the first nine months of 2022, Sacyr Concesiones has been awarded two new contracts, the Velindre Cancer Center (United Kingdom) and the Buga-Buenaventura highway (Colombia). Moreover, it has completed and commissioned AVO I and Ruta 78 (Chile), Mar 1 and Rumichaca-Pasto (Colombia) and the A3 (Italy).

Concession backlog stands at **€43.1 billion (+18%)**.

Engineering and Infrastructures.- Revenues for this division reached the €2,228 million, 14% higher than in 2021. The **EBITDA increased by 25%, up to €303 million**, and the **EBITDA margin reached 13.6%**, compared to 12.3% in 2021.

This growth is underpinned by the execution of the portfolio's major projects in countries such as Chile, Colombia, the United States, Peru, Uruguay, or Spain, among others.

Removing the financial effect of the Pedemontana and A3 projects, this division's EBITDA margin remained stable at 3.7%, despite the extraordinary situation that the sector is going through, affected by the increase in the cost of raw materials.

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The backlog for this division reached **€6,774 million, 8% higher than at the end of 2021.** Approximately 50% of that figure comes from Sacyr Concesiones. The backlog equates to 27 months of activities.

Services.- Revenues for this division increased by 4%, up to €793 million. The **EBITDA reached €79 million**, consolidating its good performance, despite having suffered the negative impact of the steep rise in energy prices and other supplies. The **EBITDA margin stood at 10%.**

The Services **backlog stood at €3,217 million, 3% higher**. In 2022, this division has obtained new street cleaning and waste collection contracts in Reus, Santurce, Torrejón de Ardoz, lot 2 of the Madrid waste collection contract, and lots 2 and 3 of the capital's garden spaces, among others.

Consolidated Income Statement

Thousand euros

	9M 2022	9M 2021	Chg. % 22/21
REVENUE	**4.091.896**	**3.309.820**	**23,6%**
Other income	206.004	200.143	2,9%
Total operating income	**4.297.900**	**3.509.963**	**22,4%**
External and Operating Expenses	-3.373.939	-2.880.041	17,1%
EBITDA	**923.961**	**629.922**	**46,7%**
Depreciation and amortisation expense	-135.362	-116.670	16,0%
Trade Provisions and non recurring items	-26.671	-1.230	n.a.
NET OPERATING PROFIT	**761.928**	**512.022**	**48,8%**
Financial results	-376.884	-275.693	36,7%
Forex results	-159.694	-54.840	n.a.
Results from equity accounted subsidiaries	5.144	368.574	n.a.
Provisions for financial investments	-80.058	-1.949	n.a.
Change in value on financial instruments	71.552	-349.700	n.a.
Results from sales of non current assets	12.812	10.618	20,7%
PROFIT BEFORE TAX	**234.800**	**209.032**	**12,3%**
Corporate Tax	-83.544	-72.122	15,8%
RESULT FROM CONTINUING OPERATIONS	**151.256**	**136.910**	**10,5%**
CONSOLIDATED RESULT	**151.256**	**136.910**	**10,5%**
Minorities	-83.477	-76.664	8,9%
NET ATTRIBUTABLE PROFIT	**67.779**	**60.246**	**12,5%**

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