



Sacyr

FINANCIAL REPORT 2017
Third Quarter

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NOTES:

The interim financial information presented in this document has been prepared in accordance with International Financial Reporting Standards. This information is not audited and may be modified in the future. This document does not constitute an offer, invitation or recommendation to acquire, sell or exchange shares or to make any type of investment. Sacyr is not responsible for any type of damage or loss arising from any use of this document or its content.

In order to comply with the Guidelines on Alternative Performance Measures (2015/1415en) published by the European Securities and Markets Authority (ESMA), the key APMs used in preparing the financial statements are included in the Appendix at the end of this document. Sacyr considers that this additional information improves the comparability, reliability and comprehensibility of its financial information.

I. HIGHLIGHTS FOR THE FIRST NINE MONTHS OF 2017

BONUS SHARE ISSUE

The General Shareholders' Meeting, held on 8 June, approved a bonus share capital increase of one new share for every 33 shares previously issued. The bonus issue took place in July, putting the share capital at 533 million shares with a par value of 1 euro each. The issue provided shareholders with a return of 3%.

DERIVATIVE ON REPSOL SHARES AND REPAYMENT OF THE LOAN ASSOCIATED WITH THE STAKE IN REPSOL

In April 2017, as a culmination of the strategy of eliminating the risks associated with its stake in Repsol, Sacyr arranged a hedge, by means of a derivative transaction, on 72.7 million Repsol shares (60% of its total ownership interest). This operation completed the process which began in the second half of 2016, when two derivatives contracts were arranged on 40% of the Repsol stake.

In this way, Sacyr has eliminated the risk of fluctuations in the trading price of Repsol below a threshold of €10.70/share, €11.90/share and €10.90/share for 20 million, 30 million and 72.7 million shares, respectively. The structure of this final derivative also allows the company to benefit from all of the upside potential in the market price of the shares.

The funds obtained were used to make early repayment of the loan capital associated with the stake in Repsol, amounting to €769 million, along with the interest accrued to date, for a total of €773 million. In addition, Sacyr will now benefit directly from the dividends distributed by Repsol, as it will not have to use them to repay the interest or the principal of the debt.

FINANCING AGREED FOR ROAD CORRIDORS 21 AND 24 IN URUGUAY

In August, Sacyr Concesiones agreed financing with Fondo de deuda para infraestructuras (Infrastructure Debt Fund) in Uruguay CAF I, for 685 million Indexed Units (IU) (approximately €76 million), in relation to the concession project of Routes 21 and 24 (Uruguay).

SACYR ENTERED THE MEXICAN CONCESSIONS MARKET WITH ROAD RENOVATION AND MAINTENANCE FOR THE PIRAMIDES - TULANCINGO - PACHUCA CONCESSION.

In July, the General Directorate of Road Maintenance in Mexico awarded Sacyr Concesiones its first Public Private Partnership (PPP) project in the country. The 10-year project consists of the renovation, maintenance and upkeep of two road sections: Pirámides - Tulancingo and Tulancingo - Pachuca. The road has an Average Daily Traffic (ADT) of 19,743 vehicles.

NEW CONTRACT FOR SACYR CONSTRUCCIÓN IN QATAR

Sacyr Construcción and UCC will build the sewage system works for plots A and B of the QEZ-1 development zone in Doha, Qatar, for an amount of approximately €19 million (75 million QAR). Sacyr has already designed and constructed the urban development works for the QEZ-1 (Qatar Economic Zone 1) in Doha (Qatar): an area of approximately 4.1 km² that, once completed, will become a centre for logistics and advanced technologies.

CONSTRUCTION AND OPERATION AWARD FOR A WASTE TREATMENT PLANT IN MELBOURNE (AUSTRALIA)

Sacyr Industrial and Valoriza respectively have been awarded a contract for the design/construction and operation of a waste treatment and composting plant in Melbourne (Australia) with a backlog of €30 million corresponding to Sacyr Industrial and €113 million to Valoriza.

AWARD OF THE 4G ROAD CORRIDOR BETWEEN CÚCUTA AND PAMPLONA (COLOMBIA)

The Colombian National Infrastructure Agency (ANI) has awarded Sacyr the construction and concession contract for the 4G road corridor between Cúcuta and Pamplona, with an estimated €479 million for construction and a revenue backlog for the concession of €2,441 million. This is the fourth 4G concession project that Sacyr has been awarded in Colombia.

The motorway is in the Norte de Santander department in the north-east of the country. The project involves the construction of 47 km of second carriageway, 4 km of single carriageway, and the refurbishment of the existing 67 km.

AWARD OF ROUTES 2 AND 7 IN PARAGUAY

In the first quarter of 2017, Sacyr's backlog was boosted by the award in Paraguay of the construction and operation of Route 2 (between Asunción and Coronel Oviedo) and Route 7 (between Coronel Oviedo and Caaguazú) with an expected investment in its construction of €277 million and backlog of €1,350 million throughout the 30 years of the concession.

This is the first motorway project under the new PPP law of Paraguay and its execution is vital for the country's growth, since this is the most important corridor as it connects Asunción with Ciudad del Este and covers 70% of the country's economic activity.

SACYR INDUSTRIAL HAS SIGNED THE EPC CONTRACT FOR A NEW CEMENT PLANT IN BOLIVIA

In March 2017, the consortium led by Sacyr Industrial, was awarded the main contract to build the new cement plant in Potosí (Bolivia) worth 241 million US dollars (€221 million). The EPC contract includes the greenfield design, construction, assembly and start-up of a new clinker line, which will have a capacity of 3,000 tonnes per day, and a cement production line which will produce 1.3 million tonnes of cement a year. This is the second similar EPC contract signed in Bolivia (following the award of the Oruro cement plant in 2015) and the third in South America after winning last year's tender for the Riobamba (Ecuador) factory.

CONSTRUCTION CONTRACT AWARD FOR THE QUILLOTA - PETORCA HOSPITAL (CHILE)

In February 2017, the Chilean Ministry of Public Works awarded Sacyr the contract for €128 million to construct the new Quillota-Petorca Bi-provincial Hospital, in the Valparaiso Region. The 40-month project will cover an area of 73,204 m² and will have 282 beds, 9 operating theatres, 3 delivery rooms, 8 emergency rooms, 8 odontology rooms and 52 outpatient consulting rooms. The hospital will provide services to over 320,000 people from the Quillota and Petorca provinces and replace the current San Martin de Quillota Hospital.

SACYR INDUSTRIAL HAS BEEN AWARDED THE PROJECT TO MAINTAIN ELECTRICITY GRIDS IN CHILE

Sacyr Industrial strengthened its presence in Chile with a contract for the enlargement of the electricity power lines, “Cóndores-Parinacota”, “Melipulli-Puerto Montt” and “Candelaria” for a total amount of €60 million and with a 36-month execution period.

CONCESSION AWARD FOR THE MEXICO CITY GENERAL HOSPITAL

In October, after the September reporting date, the consortium led by Sacyr Concesiones won the concession for the new General Hospital in the southern regional district of Mexico City (Tláhuac hospital). The project includes the financing, design, construction and outfitting of the hospital, in addition to its operation and maintenance for a period of 23 years.

ASSET ROTATION: DIVESTMENT OF 49% OF THE RUTA DEL ALGARROBO CONCESSIONAIRE (CHILE) AND OF 4% OF TENERIFE METRO (SPAIN).

Sacyr sold 49% of Sociedad Concesionaria Ruta del Algarrobo that operates the 187 km La Serena-Vallenar motorway, which forms part of the strategic Route 5 running from the north to the south of Chile and is the country’s main highway. The transaction, agreed with Toesca Infraestructura Fondo de Inversión, totalled €161 million (171 million US dollars), including the associated debt. The deal generated an attractive return on the equity invested. Sacyr Concesiones will keep a 51% stake in Ruta del Algarrobo. A divestment was also made of a non-controlling interest in the Tenerife metro concession (Tenemetro).

These transactions are part of Sacyr Concesiones' asset rotation strategy, which involves strategic partners taking a stake in concession assets. This allows returns on these assets to be maximised and capital to be obtained to develop greenfield projects in the concessions sector, where Sacyr Concesiones is the world leader.

START UP OF THE ANTOFAGASTA HOSPITAL (CHILE)

In November, the consortium headed by Sacyr Concesiones Chile opened the new Antofagasta Regional Hospital in Chile. This was constructed by Sacyr Chile and will be managed by Sociedad Concesionaria Siglo XXI (formed by Sacyr Concesiones Chile and Global Dominion Access) for a period of 15 years.

SACYR CONCESIONES IS THE SIXTH IN THE WORLD RANKING OF INFRASTRUCTURE CONCESSIONS MANAGERS, ACCORDING TO PWF

Sacyr Concesiones is the sixth largest transport infrastructure concessions company in the world, according to the ranking of infrastructure concessions managers published by the prestigious publication, Public Works Financing (PWF). This is the same position held by Sacyr in 2016. It also ranks fourth among greenfield infrastructure project developers.

II. INCOME STATEMENT

The income statement confirms the strong operating performance of the Group's businesses and the consolidation of strategic growth in our international markets.

STATEMENT OF INCOME (Thousands of Euros)	9M 2017	9M 2016	% chg 9M17/9M16
Revenue	2,248,681	2,161,221	4.0%
Other income	48,726	60,139	-19.0%
Total operating income	2,297,407	2,221,360	3.4%
External and Operating Expenses	-2,025,697	-1,959,711	3.4%
EBITDA	271,710	261,649	3.8%
Amortisation and depreciation charge	-84,494	-80,881	4.5%
Trade Provisions and non recurring items	-10,369	-21,454	n.s.
NET OPERATING PROFIT	176,847	159,314	11.0%
Financial results	-140,839	-154,563	-8.9%
Forex results	-29,173	-832	3406.9%
Results from equity accounted subsidiaries	215,348	115,136	87.0%
Provisions for financial investments	-3,553	-5,727	-38.0%
Change in value of financial instruments	-93,742	-19,487	381.0%
Results from sales of non current assets	2,482	22,498	-89.0%
PROFIT BEFORE TAXES	127,369	116,340	9.5%
Corporate Tax	-11,596	-15,594	-25.6%
PROFIT FOR CONTINUING ACTIVITIES	115,772	100,746	14.9%
RESULTS FOR COMPANIES WITH DISCONTINUOUS ACTIVITIES	0	0	
CONSOLIDATE RESULTS	115,772	100,746	14.9%
Minorities	-19,155	-11,360	68.6%
NET ATTRIBUTABLE PROFIT	96,617	89,386	8.1%
Gross margin	12.1%	12.1%	

- Revenue in the first nine months totalled €2,249 million, up 4% compared to the same period in 2016.
- 56% of this revenue and 61% of the backlog were generated outside Spain.
- EBITDA rose by 4% to €272 million.
- Net operating profit (EBIT) increased by 11% to €177 million.
- The EBITDA margin was 12.1%, holding at similar levels to those seen in the same period in 2016.
- The financial result improved by 9%, as a result of the reduction in financial debt.
- Attributable net profit for the first nine months of the year was €97 million, 8% higher than the figure of €89 million in 2016. In like-for-like terms, stripping out the extraordinary gains

from concession asset sales (€2 million and €22 million in 2017 and 2016 respectively), net profit rose by 41%.

REVENUE

Revenue grew by 4% as a result of the favourable performance of the Group's activities.

This positive performance resulted in revenue of €2,249 million in the first nine months of the year, despite the difficult backdrop for construction activity in Spain and Portugal. Revenue in the Industrial division rose by 34%, in Infrastructure Concessions by 19% and in Services by 8%.

However, revenue in the Construction business dropped by 12.0% due mainly to the slowdown in activity in Spain and Somague and the delay in the start of works for the concessions awarded in Colombia, Uruguay, Paraguay and Chile. This last effect will be reversed over the next few quarters as the environmental impact statements for these projects are approved.

REVENUE (Thousands of Euros)	9M 2017	9M 2016	% Chg
CONSTRUCTION	876,863	996,712	-12.0%
CONCESSIONS	416,771	401,213	3.9%
Revenue from concessions	276,265	232,881	18.6%
Revenue from construction	140,506	168,332	-16.5%
SERVICES	704,007	653,921	7.7%
INDUSTRIAL	387,214	289,743	33.6%
Holding y Adjustment	-136,174	-180,369	
REVENUE	2,248,681	2,161,221	4.0%
International	1,261,010	1,126,247	12.0%
% International	56%	52%	

EBITDA

EBITDA showed a very strong performance, with growth of 4% compared with the same period in 2016, rising by 17% in the Industrial division, 13% in Services and 10% in Concessions. This improvement resulted in an EBITDA margin of 12.1% despite the aforementioned impact of the construction activity.

EBITDA (Thousands of Euros)	9M 2017	9M 2016	% Chg
CONSTRUCTION	24,958	38,257	-34.8%
CONCESSIONS	174,569	158,285	10.3%
SERVICES	59,238	52,505	12.8%
INDUSTRIAL	26,171	22,358	17.1%
Holding y Adjustment	-13,227	-9,756	
EBITDA	271,710	261,649	3.8%
Ebitda Margin (%)	12.1%	12.1%	

EBIT

EBIT totalled €177 million, an increase of 11% compared to 2016.

FINANCIAL RESULT

Net financial losses were €141 million, a fall of 9%, due to the reduction in financial debt. The average interest rate on financing stands at 4.0%.

PROFIT AND LOSS OF COMPANIES ACCOUNTED USING THE EQUITY METHOD

The total under this heading of the income statement amounts to €215 million, of which €197 million relate to our share of Repsol's net profit, after the corresponding adjustment in its carrying amount. At 30 September, Repsol's carrying amount was €16.27/share.

NET PROFIT

Net profit at 30 September 2017 stood at €97 million, 8% higher than in the same period the previous year. Bearing in mind that in 2016 net profit included €22 million from the sale of three hospitals in Portugal, like-for-like growth would be approximately +41%.

III. BACKLOG

At 30 September 2017, the revenue backlog stood at €29,683 million, up 14% on the figure at 31 December 2016. 77% of this corresponds to Concessions and Services, which are Sacyr's most recurring activities, accounting for 57% and 20% of the total backlog, respectively.

BACKLOG (Thousands of euros)	9M 2017	International	Spain	% Internat.
CONSTRUCTION	4,338	3,789	550	87%
CONCESSIONS	16,906	12,056	4,850	71%
SERVICES	6,029	1,817	4,212	30%
INDUSTRIAL	2,410	518	1,892	21%
TOTAL	29,683	18,180	11,503	
Backlog December 2016	25,956			
Chg. 3Q17	14%			

The Group continues to pursue a process of strategic internationalisation in selected markets. The international backlog now stands at 61% compared to 52% in December 2016. This strategy is reflected in the Construction and Concessions activities, Water projects and EPC projects in the Industrial division.

Sacyr's real international presence is even larger if we consider that these figures do not include the backlog of our concessions in Italy (Pedemontana – Veneta and Roma-Latina), or the backlog of the Autopista Mar 1 concession in Colombia, as these are accounted for using the equity method.

In the Construction area, international contracts account for 87% of the total, with contracts in Chile, Italy, Peru, Colombia, Paraguay, Mexico, the United Kingdom, Qatar, Panama, Brazil, Portugal, Angola and other countries.

Sacyr's international presence is steadily increasing in the Concessions business, with a focus on strategic markets. At 30 September 2017, the international backlog accounted for 71% of

the total. The company operates in Chile, Colombia, Uruguay, Paraguay, Peru, Italy, Mexico, Ireland and Portugal.

Sacyr Industrial is present in countries such as Australia, the United Kingdom, Bolivia, Mexico, Peru, Panama, Chile, Colombia and Ecuador, as well as Spain, with numerous projects in the oil and gas sector, electricity infrastructure, power plant, cement plant, desalination plant and waste treatment sectors. It now has a backlog worth over €2,400 million and growth outside Spain stood at 11% in the first nine months of the year.

Valoriza is more focused on the domestic business, with contracts in Spain for dependency services, municipal services, waste treatment, environmental projects, catering, mining, facility management, etc. The services area accounts for 30% of its backlog outside Spain, where it is present in Algeria, Portugal, Chile, Australia and other countries, largely through contracts for the operation and maintenance of water concessions, and the upkeep of infrastructure. This quarter, the inclusion of the operation and maintenance contract for the Antofagasta University Hospital (Chile) for €139 million stands out.

IV. CONSOLIDATED BALANCE SHEET

BALANCE SHEET (Thousands of Euros)	SEP 2017	DEC 2016	Chg 9M17
NON CURRENT ASSETS	7,081,957	7,023,764	58,193
Intangible Assets	15,914	13,044	2,870
Concessions Investments	1,375,605	1,402,267	-26,662
Fixed Assets	368,665	363,350	5,315
Financial Assets	3,100,334	3,110,156	-9,822
Receivables from concession assets	1,795,632	1,712,627	83,005
Other non Current Assets	240,434	236,820	3,614
Goodwill	185,374	185,500	-126
CURRENT ASSETS	3,743,909	3,665,181	78,728
Non current assets held for sale	449,818	475,406	-25,589
Inventories	196,918	236,121	-39,203
Receivables from concession assets	225,407	173,877	51,530
Accounts Receivable	2,202,942	2,065,683	137,260
Financial Assets	66,051	92,787	-26,736
Cash	602,773	621,308	-18,535
ASSETS = LIABILITIES	10,825,866	10,688,945	136,921
	0	0	
EQUITY	1,978,293	2,080,399	-102,107
Shareholder's Equity	1,650,273	1,791,524	-141,251
Minority Interests	328,020	288,875	39,144
NON CURRENT LIABILITIES	5,475,609	5,271,628	203,980
Financial Debt	2,946,933	3,605,678	-658,745
Financial Instruments at fair value	238,042	185,829	52,213
Provisions	367,374	370,428	-3,054
Other non current Liabilities	512,455	491,399	21,057
Other hedged debt	1,410,804	618,294	792,510
CURRENT LIABILITIES	3,371,965	3,336,918	35,047
Liabilities associated with the non current assets held for sale	175,855	203,042	-27,187
Financial Debt	913,941	829,062	84,879
Financial Instruments at fair value	16,534	21,375	-4,841
Trade Accounts Payable	1,402,077	1,550,211	-148,134
Operating Provisions	213,444	220,778	-7,334
Other current liabilities	650,114	512,450	137,664

FINANCIAL DEBT

The Group's net debt amounted to €3,192 million. The breakdown and change with respect to the previous year is as follows:

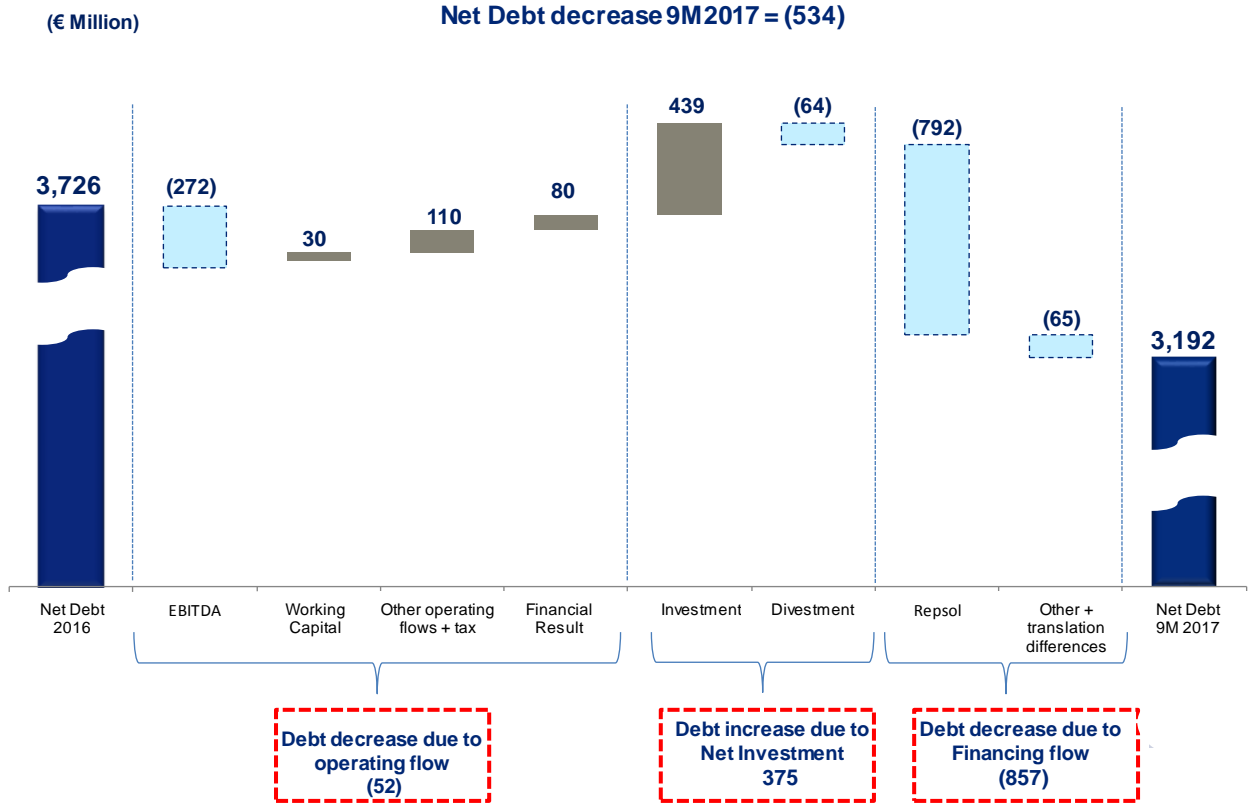
€ Million	9M 2017	Dec. 2016	Var. 9M
Project Finance	2,317	2,187	130
Other business lines debt	292	248	44
Total Business Lines	2,609	2,435	174
Corporate Bank Borrowings	220	255	-35
Capital Markets	363	271	92
Total Corporate	583	526	57
Repsol	0	765	-765
NET DEBT	3,192	3,726	-534

Corporate debt: the Group's net bank debt amounted to €220 million; corresponding to working capital used by the parent to coordinate and provide financial management as the Group's parent.

In addition, the holding company registered a financial liability of €363 million at 30 September 2017, due mainly to the outstanding balance of the convertible bond issue, placed in 2014 and due to mature in 2019, and the ECP programme.

Debt from business activities: amounted to €2,609 million, of which 90% is associated with very long-term project finance. This debt is repaid with cash flow generated by the projects.

Repsol debt: as mentioned at the start of this document, Sacyr had repaid the loan associated with the Repsol ownership interest, which was due to mature in January 2018, through the contracting of three derivative instruments. The proceeds from these derivatives are recognised under the heading "Other hedged debt" on the liability side of the balance sheet.





V. PERFORMANCE BY BUSINESS AREA

CONSOLIDATED INCOME STATEMENT AS OF SEPTEMBER 2017						
(Thousands of Euros)	Construcción	Sacyr Concesiones	Valoriza	Sacyr Industrial	Holding and Adjustments	TOTAL
Turnover	876,863	416,771	704,007	387,214	-136,174	2,248,681
Other Sales	31,079	6,827	9,987	2,783	-1,951	48,726
Total Income	907,942	423,599	713,993	389,997	-138,125	2,297,407
External and Operating Expenses	-882,984	-249,030	-654,755	-363,826	124,898	-2,025,697
GROSS OPERATING PROFIT	24,958	174,569	59,238	26,171	-13,227	271,710
Depreciation	-12,145	-36,049	-27,962	-6,805	-1,532	-84,494
Trade Provisions and non recurring items	-2,738	-6,824	-708	-111	12	-10,369
NET OPERATING PROFIT	10,075	131,695	30,568	19,255	-14,747	176,847
Financial results	1,869	-73,379	-6,534	-2,713	-60,082	-140,839
Forex results	-2,241	1,686	-188	-1,644	-26,786	-29,173
Results from equity accounted subsidiaries	8,957	4,617	4,494	44	197,236	215,348
Provisions for financial investments	-26	-3,918	399	513	-521	-3,553
Change in value of financial instruments at fair value	0	-14,470	-2,656	-843	-75,772	-93,742
Results from sales of non current assets	2,449	-52	64	-281	302	2,482
PROFIT BEFORE TAXES	21,083	46,178	26,146	14,331	19,631	127,369
Corporate Tax	-12,781	-15,796	-7,927	-3,930	28,837	-11,596
PROFIT FOR CONTINUING ACTIVITIES	8,302	30,382	18,219	10,402	48,468	115,772
PROFIT FOR DISCONTINUING ACTIVITIES	0	0	0	0	0	0
CONSOLIDATE RESULTS	8,302	30,382	18,219	10,402	48,468	115,772
Minorities	-83	-16,784	-30	-2,560	302	-19,155
NET ATTRIBUTABLE PROFIT	8,219	13,598	18,188	7,842	48,770	96,617

CONSOLIDATED INCOME STATEMENT AS OF SEPTEMBER 2016						
(Thousands of Euros)	Construcción	Sacyr Concesiones	Valoriza	Sacyr Industrial	Holding and Adjustments	TOTAL
Turnover	996,712	401,213	653,921	289,743	-180,369	2,161,221
Other Sales	34,287	10,242	12,658	1,869	1,083	60,139
Total Income	1,030,999	411,455	666,579	291,612	-179,286	2,221,360
External and Operating Expenses	-992,743	-253,170	-614,074	-269,254	169,530	-1,959,711
GROSS OPERATING PROFIT	38,257	158,285	52,505	22,358	-9,756	261,649
Depreciation	-12,715	-34,463	-25,493	-6,860	-1,350	-80,881
Trade Provisions and non recurring items	-17,254	-7,624	1,411	2,127	-113	-21,454
NET OPERATING PROFIT	8,287	116,198	28,423	17,625	-11,219	159,314
Financial results	-15,819	-65,630	-7,513	-2,938	-62,662	-154,563
Forex results	3,876	-2,552	-343	-1,736	-77	-832
Results from equity accounted subsidiaries	-44	1,480	4,767	23	108,910	115,136
Provisions for financial investments	-2,047	-2,950	-659	-70	0	-5,727
Change in value of financial instruments at fair value	0	-15,273	-2,732	-1,482	0	-19,487
Results from sales of non current assets	886	21,313	20	279	0	22,498
PROFIT BEFORE TAXES	-4,862	52,585	21,965	11,699	34,952	116,340
Corporate Tax	-9,046	-14,851	-4,505	-5,184	17,992	-15,594
PROFIT FOR CONTINUING ACTIVITIES	-13,907	37,734	17,459	6,515	52,944	100,746
PROFIT FOR DISCONTINUING ACTIVITIES	0	0	0	0	0	0
CONSOLIDATE RESULTS	-13,907	37,734	17,459	6,515	52,944	100,746
Minorities	-99	-11,565	152	-147	300	-11,360
NET ATTRIBUTABLE PROFIT	-14,007	26,169	17,612	6,368	53,244	89,386

CONSOLIDATED BALANCE SHEET AS OF SEPTEMBER 2017						TOTAL
(Thousands of Euros)	Construcción	Sacyr Concesiones	Valoriza	Sacyr Industrial	Holding y Ajustes	
NON CURRENT ASSETS	377,012	3,286,815	772,119	190,135	2,455,876	7,081,957
Intangible Assets	622	71	12,028	1,676	1,518	15,914
Concessions Investments	49,425	1,077,255	248,925	0	0	1,375,605
Fixed Assets	115,133	2,496	146,864	100,614	3,557	368,665
Financial Assets	174,802	347,949	106,766	20,016	2,450,801	3,100,334
Receivables for concession assets	18,548	1,621,204	155,880	0	0	1,795,632
Other non Current Assets	0	237,840	2,594	0	0	240,434
Goodwill	18,482	0	99,062	67,829	0	185,374
CURRENT ASSETS	2,288,261	965,035	494,349	408,025	-411,761	3,743,909
Non current assets held for sale	0	280,357	0	0	169,461	449,818
Inventories	148,464	290	21,591	15,645	10,927	196,918
Receivables for concession assets	81	223,361	1,964	0	0	225,407
Accounts Receivable	1,523,641	144,227	349,369	241,246	-55,541	2,202,942
Financial Assets	482,044	9,031	69,496	49,816	-544,337	66,051
Cash	134,030	307,767	51,929	101,318	7,728	602,773
ASSETS = LIABILITIES	2,665,273	4,251,850	1,266,468	598,160	2,044,115	10,825,866
Equity	487,313	898,901	287,959	143,632	160,487	1,978,293
Shareholder's Equity	491,200	624,095	278,406	92,036	164,536	1,650,273
Minority Interests	-3,887	274,806	9,553	51,596	-4,049	328,020
NON CURRENT LIABILITIES	672,833	2,648,285	592,084	100,930	1,461,476	5,475,609
Financial Debt	203,932	1,915,532	299,014	74,761	453,695	2,946,933
Financial Instruments at fair value	0	137,501	14,419	677	85,445	238,042
Provisions	350,094	92,566	109,394	10,865	-195,544	367,374
Other non current Liabilities	118,807	502,687	169,257	14,628	-292,924	512,455
Other hedged debt	0	0	0	0	1,410,804	1,410,804
CURRENT LIABILITIES	1,505,128	704,663	386,425	353,597	422,151	3,371,965
Liabilities associated with the non current assets held for sale	0	0	0	0	175,855	175,855
Financial Debt	197,849	365,625	86,250	49,282	214,935	913,941
Financial instruments at fair value	0	14,453	1,397	684	0	16,534
Trade Accounts Payable	745,678	246,153	125,502	246,246	38,499	1,402,077
Operating Provisions	76,820	16,402	21,570	5,018	93,633	213,444
Other current liabilities	484,781	62,030	151,706	52,367	-100,771	650,114

CONSOLIDATED BALANCE SHEET AS OF DECEMBER 2016						
(Thousands of Euros)	Construcción	Sacyr Concesiones	Valoriza	Sacyr Industrial	Holding y Ajustes	TOTAL
NON CURRENT ASSETS	363,685	3,200,814	716,131	191,383	2,551,750	7,023,764
Intangible Assets	633	47	9,083	1,961	1,320	13,044
Concessions Investments	50,405	1,091,406	260,455	0	0	1,402,267
Fixed Assets	118,270	3,105	135,638	102,192	4,145	363,350
Financial Assets	157,156	281,039	106,275	19,401	2,546,285	3,110,156
Receivables for concession assets	18,738	1,591,154	102,735	0	0	1,712,627
Other non Current Assets	0	234,063	2,757	0	0	236,820
Goodwill	18,482	0	99,188	67,829	0	185,500
CURRENT ASSETS	2,345,295	857,383	600,220	258,789	-396,505	3,665,181
Non current assets held for sale	0	279,928	0	0	195,478	475,406
Inventories	154,128	17,278	40,359	23,441	915	236,121
Receivables for concession assets	0	170,040	3,837	0	0	173,877
Accounts Receivable	1,536,256	104,884	346,959	174,660	-97,076	2,065,683
Financial Assets	506,616	6,321	74,628	8,366	-503,145	92,787
Cash	148,295	278,931	134,437	52,322	7,323	621,308
ASSETS = LIABILITIES	2,708,980	4,058,197	1,316,351	450,172	2,155,245	10,688,945
Equity	510,109	863,066	270,669	133,573	302,983	2,080,399
Shareholder's Equity	514,341	633,437	260,885	84,535	298,326	1,791,524
Minority Interests	-4,233	229,629	9,784	49,037	4,657	288,875
NON CURRENT LIABILITIES	659,964	2,510,324	573,885	58,947	1,468,509	5,271,628
Financial Debt	203,075	1,876,519	273,310	40,689	1,212,085	3,605,678
Financial Instruments at fair value	-24	132,374	17,506	1,133	34,840	185,829
Provisions	343,042	92,128	115,759	2,808	-183,310	370,428
Other non current Liabilities	113,871	409,303	167,309	14,317	-213,401	491,399
Other hedged debt	0	0	0	0	618,294	618,294
CURRENT LIABILITIES	1,538,907	684,807	471,797	257,653	383,753	3,336,918
Liabilities associated with the non current assets held for sale	0	0	0	0	203,042	203,042
Financial Debt	218,572	341,528	95,486	61,375	112,099	829,062
Financial instruments at fair value	0	19,033	1,326	1,015	0	21,375
Trade Accounts Payable	880,389	231,396	226,281	151,916	60,229	1,550,211
Operating Provisions	96,420	5,540	21,599	3,586	93,633	220,778
Other current liabilities	343,526	87,309	127,104	39,761	-85,250	512,450

CONSTRUCTION

CONSTRUCTION (Thousands of euros)	9M 2017	9M 2016	% Chg
Revenue	877	997	-12.0%
Sacyr Construcción	750	742	1.1%
Somague	127	255	-50.2%
EBITDA	25	38	-34.8%
Sacyr Construcción	32	40	-19.8%
Somague	(7)	(2)	n.s.
EBITDA Margin	2.8%	3.8%	
EBITDA Margin Sacyr Construcción	4.3%	5.4%	
EBITDA Margin Somague	-5.6%	-0.7%	
Backlog*	4,338	4,131	5.0%
International	3,789	3,469	9.2%
% International Backlog	87%	84%	
Months of activity	45	37	

* Backlog compared 9M17/2H16

Construction division revenue totalled €877 million in the first nine months of 2017. The fall in revenue year on year was due to the slowdown in activity in Spain and Somague. However, Sacyr Construcción recorded international growth of 10%. Sacyr Construcción's growth was a result of the increase in activity in Italy, Qatar and Peru, which offset the slowdown of the business in Spain.

With regard to Somague, the slowdown observed since last year in the activity of the Portuguese subsidiary, has led to a 50% year-on-year decline in revenue, caused by the slowdown in the markets in which it operates.

Sacyr Construcción's EBITDA margin was 4.3%, bolstered by its international activity and efficient project selection. The negative performance of the EBITDA margin for Somague's projects in the first nine months of 2017 placed the global construction margin at 2.8%.

This movement in Sacyr Construcción, which will reverse in the next few months, is due to delays in compulsory purchases and obtaining environmental and property permits for certain projects in Colombia, Chile, Paraguay and Uruguay.

The construction backlog stood at €4,338 million, a 5% increase in the first nine months of the year. The backlog covers 45 months of business at the current rate of revenue. 87% of this backlog is overseas.

The following projects awarded in the first nine months of 2017 particularly stand out:

- Renovation, maintenance and upkeep works on the 91.5 km Pirámides-Tulancingo - Pachuca motorway; this project has a revenue backlog of €41 million.
- The design, construction and outfitting of the general hospital in Pachuca (Mexico) for €18 million.
- The construction of the 4G road corridor between Cúcuta and Pamplona (Colombia), with an estimated €479 million for construction. This is the fourth 4G concession project that Sacyr has been awarded in Colombia.
- The construction project of Route 2 (between Asunción and Coronel Oviedo) and Route 7 (between Coronel Oviedo and Caaguazú) in Paraguay, with an expected investment of €277 million in its construction.
- The construction of the Quillota-Petorca Bi-provincial Hospital in the Valparaíso Region (Chile), for €128 million.
- The sewage system works for plots A and B of the QEZ-1 development zone in Doha, Qatar, for the amount of approximately €19 million.
- The construction of the Ciudad Acuña regional general hospital, in the Mexican state of Coahuila for €21 million.
- The construction of an industrial plant for the production of Spanish cold meat products in Jabugo (Huelva) for €39 million.
- After the reporting date, Sacyr Construcción was awarded the project to build the Tláhuac Hospital in Mexico.

SACYR CONCESIONES

CONCESSIONS (Thousands of euros)	9M 2017	9M 2016	% Chg.
Revenue	416,771	401,213	4%
Revenue from construction	140,506	168,332	-17%
Revenue from concessions	276,265	232,881	19%
EBITDA	174,569	158,285	10%
EBITDA Margin	63.2%	68.0%	
NET PROFIT	13,598	26,169	

- Revenue from the concessions activity totalled €417 million, an increase of 4% compared to the same period last year.
- Revenue from concessions grew by 19% to €276 million at 30 September 2017. This significant increase is due to the improved traffic figures on Spanish motorways (Arlanzón, Guadalmedina, Turia...), the start-up of the Chilean motorway Valles del Bio Bio (in August 2016), and the contribution from Chilean motorways.
- The remaining €141 million corresponded to construction revenue, which was down 17% owing mainly to the reduction in income as a result of completing the works in Chile (Rutas de Algarrobo, Antofagasta Hospital...). Revenue from construction in the quarter showed a smaller fall than in previous quarters, as the completion of key projects in Chile was offset by the start of projects in Uruguay, Paraguay and Peru.
- At 30 September 2017. EBITDA stood at €175 million, up 10% compared to the same period in the previous year.

REVENUE

(€ Thousands)	9M 2017	9M 2016	Var. (%)
AUTOVÍA DEL TURIA	10,154	9,204	10.3%
AUTOVÍA NOROESTE C.A.R.M.	5,347	6,245	-14.4%
VIASTUR	5,395	5,229	3.2%
PALMA MANACOR	8,514	7,945	7.2%
AUTOVÍA DEL BARBANZA	7,780	7,485	3.9%
AUTOVÍA DEL ERESMA	5,378	5,014	7.3%
AUTOVÍA DEL ARLANZÓN	27,927	26,318	6.1%
INTERCAMBIADOR DE MONCLOA	8,870	9,363	-5.3%
INTERCAMBIADOR DE PLAZA ELÍPTICA	4,800	4,938	-2.8%
AUTOPISTA DE GUADALMEDINA	12,454	11,390	9.3%
HOSPITAL DE PARLA	10,171	10,969	-7.3%
HOSPITAL DE COSLADA	10,852	10,603	2.3%
HOLDINGS	1,586	1,944	-18.4%
SPAIN	119,229	116,646	2.2%
HOLDINGS	912	905	0.8%
IRELAND	912	905	0.8%
HOSPITAL BRAGA	-	1,239	-100.0%
HOSPITAL DE VILA FRANCA	-	1,285	-100.0%
PARQUE DO NOVO HOSPITAL	-	155	-100.0%
HOLDINGS	664	799	-16.9%
ESCALA PARQUE	-	327	-100.0%
PORTUGAL	664	3,805	-82.5%
HOLDINGS	1,178	1,010	16.7%
RUTAS DEL DESIERTO - ACCESOS A IQUIQUE	15,579	14,693	6.0%
VALLES DEL BIO BIO - CONCEPCIÓN CABRERO	26,758	18,088	47.9%
VALLES DEL DESIERTO - VALLENAR CALDERA	18,014	17,158	5.0%
RUTA 43 - LIMARI	2,449	1,172	109.0%
HOSPITAL ANTOFAGASTA	15,690	9,425	66.5%
SERENA VALLENAR - RUTAS DEL ALGARROBO	22,802	23,105	-1.3%
CHILE	102,471	84,651	21.1%
CONVIAL SIERRA NORTE	9,670	10,456	-7.5%
PERU	9,670	10,456	-7.5%
HOLDINGS	619	-	n/a
MONTES DE MARÍA	13,295	9,863	34.8%
RUMICHACA	15,215	6,553	132.2%
PAMPLONA-CÚCUTA	13,783	-	n/a
COLOMBIA	42,911	16,417	161.4%
HOLDINGS	17	-	n/a
RUTAS DEL LITORAL	59	3	2206.8%
URUGUAY	75	3	2865.5%
RUTAS DEL ESTE	333	-	n/a
PARAGUAY	333	-	n/a
TOTAL WITHOUT CONSTRUCTION INCOME	276,265	232,881	18.6%
CONSTRUCTION INCOME	140,506	168,332	-16.5%
TOTAL	416,771	401,213	3.9%

TRAFFIC PERFORMANCE

The positive trends in traffic of previous periods were consolidated, with average growth in our concessions in Spain of 4.26%. The following table shows traffic data:

	ACCUMULATED ADT		
	9M 2017	9M 2016	Var.
SHADOW TOLL HIGHWAY SPAIN			
- AUTOVIA DEL NOROESTE	12,308	11,626	5.9%
- Ma-15 PALMA-MANACOR	25,778	24,142	6.8%
- AS-II OVIEDO-GIJÓN (VIASTUR)	23,394	22,761	2.8%
- AUTURSA CV-35	39,088	37,973	2.9%
- ERESMA	8,193	7,733	5.9%
- BARBANZA	14,010	13,592	3.1%
- ARLANZON	22,570	21,768	3.7%
TOLL HIGHWAY SPAIN			
- AP-46 MÁLAGA - LAS PEDRIZAS	12,922	11,923	8.4%
TOLL HIGHWAYS OTHER COUNTRIES			
- N6 GALWAY-BALLINASLOE	11,666	11,186	4.3%
- VALLES DEL DESIERTO	4,814	4,716	2.1%
- R-1 RUTAS DEL DESIERTO	5,603	5,648	-0.8%
- R-16 RUTAS DEL DESIERTO	7,542	7,377	2.2%
- RUTAS DEL ALGARROBO RG- III	4,440	4,313	2.9%
- RUTAS DEL ALGARROBO RG-IV	4,658	3,860	20.7%
- VALLES DEL BIO-BIO - HUINANCO (4)	8,530	-	
- VALLES DEL BIO-BIO - PUENTES NEGROS (4)	2,463	-	
- MONTES DE MARÍA	3,064	3,019	1.5%
- UNIÓN VIAL DEL SUR	6,012	6,026	-0.2%
- DESARROLLO VIAL AL MAR	7,103	-	

NOTE: HIGHWAYS WITH NO DATA IN ACCUMULATED ADT 9M2016 ARE CONCESSIONS WITH LESS THAN 12 MONTHS INTO OPERATION.

All our shadow toll road concessions in Spain reported higher levels of traffic in comparison with the same period in 2016. A particular highlight was the 8% increase in traffic on the Malaga - Las Pedrizas motorway.

CONTRACT WINS

Sacyr Concesiones' concessions backlog to 30 September 2017 totalled €16,906 million, of which 71% is international.

- Sacyr has entered the Mexican concessions market with road renovation and maintenance services. The General Directorate of Road Maintenance in Mexico has awarded Sacyr Concesiones its first Public Private Partnership (PPP) project in the country: the renovation, maintenance and upkeep of 91.5 km of highway between Pirámides, Tulancingo and Pachuca. The project consists of the renovation, maintenance and upkeep of two road sections: Pirámides - Tulancingo and Tulancingo – Pachuca, in the states of México and Hidalgo. This road has an Average Daily Traffic (ADT) of 19,743 vehicles and a revenue backlog of €235 million.
- In the first nine months of 2017, Sacyr Concesiones was awarded the fourth 4G concession project in Colombia, positioning it as the concession which has been awarded the most projects within the Colombian national infrastructure plan. The Cúcuta – Pamplona motorway road corridor is in the Norte de Santander department in the north-east of the country. The project, which has a revenue backlog of €2,441 million, involves the construction of 47 km of second carriageway, 4 km of single carriageway, and the refurbishment of a further 67 km.
- Sacyr Concesiones was also awarded the first concession motorway project in Paraguay, in the city of Asunción. The project involves the award of the construction and operation of Route 2 (between Asunción and Coronel Oviedo) and Route 7 (between Coronel Oviedo and Caaguazú) with an expected investment in its construction of €475 million and revenue backlog of €1,350 million throughout the 30 year concession term.
- After the reporting date, Sacyr Concesiones also won the concession for the Tláhuac Hospital in Mexico.

VALORIZA

At 30 September 2017, revenue at Valoriza amounted to €704 million, which represents growth of 8% and reflects the positive trend of this business.

Revenue by business line is as follows:

- There was revenue growth of 24% in Multiservices as a result of the contribution from major contracts awarded during 2016, such as for dependency services.
- Environment revenue increased by 21%, thanks to urban waste collection services.
- Changes in revenue in the Water business line mainly resulted from the transfer of the Water EPC division to Sacyr Industrial in the first quarter of 2017.

VALORIZA (Thousands of Euros)	9M 2017	9M 2016	% Chg.
REVENUE	704.007	653.921	8%
Environment	292.794	262.055	11,7%
Multi-Services	325.105	281.710	15,4%
Water	83.414	108.444	-23,1%
Central	2.694	1.712	57,4%
EBITDA	59.238	52.505	13%
Environment	33.450	32.225	3,8%
Multi-Services	11.649	12.467	-6,6%
Water	14.593	7.711	89,2%
Central	(454)	102	n.a.
EBITDA Margin	8,4%	8,0%	5%

EBITDA totalled €59 million, up 13% on the same period last year. This improved profitability is due to the general increase in the profitability of contracts. The EBITDA margin was 8.4%.

CONTRACTING AND BACKLOG

Valoriza's backlog totalled €6,029 million. 30% of this backlog is international. Valoriza continues to see vigorous commercial activity across all business areas both in Spain and abroad. Valoriza Facilities has entered the Chilean building maintenance market through two contracts (Iquique free trade zone and the Senate of the Republic of Chile).

Some of the most noteworthy contracts won are as follows:

- Water:
 - Replacement and repair of the recycled water supply network of Canal de Isabel II Gestión in Madrid, for €8 million.
 - Operation and maintenance services for the “la China” wastewater treatment plant (EDAR) in Madrid for an amount of €5 million.

- Environmental Services:
 - Operation of a waste treatment and composting plan in Melbourne (Australia), for €113 million, over a period of 15 years.
 - Maintenance and operation service for the ERAR Sur plant of the Madrid Municipal Council for €16 million, over a period of one year.
 - Economic rebalancing of the cleaning and maintenance contract for green zones lots 2 and 3 of the Madrid Municipal Council through a 4-year contract worth €24 million.
 - Valoriza Servicios Medioambientales was awarded a concession contract for the cleaning services of the outer area at Madrid Barajas Airport worth €11 million over a three-year period.

- Nine-month extension of the contract for the collection and transport of urban solid waste and street cleaning in Toledo, for €6 million.
- A 10-year contract to collect, transport and dispose of urban waste for the community of towns of Bajo Tietar (Ávila), worth €5 million.

- Multiservices:

- Operation and maintenance services contract for the Antofagasta University Hospital (Chile) for €139 million over a period of 15 years.
- Signing of an Operation and Maintenance contract between Operadora Ruta del Litoral (Saopse Uruguay 50%) and Sociedad Concesionaria for the amount of €41 million for a period of 25 years.
- Award of a pluriannual maintenance services contract for the Pirámides-Tulancingo- Pachuca section, pursuant to public-private partnership law, with Sociedad Concesionaria, for €14.8 million over a period of 10 years.
- A five-year contract, worth €31 million, for the development of a new facility management model in Repsol's headquarters in Madrid and regional offices across Spain.
- Cleaning contract for the Gerencia de Atención Integrada health service in Albacete, for a total amount of €15 million, with a 4-year concession period.
- 18-month extension for the cleaning contract for various General State Administration offices in Madrid (Nuevos Ministerios, Arturo Soria, Ventas and Sur districts), for €14 million.

- Cleaning services contract for the healthcare buildings, lots 1 and 3, at Hospital Royo Villanova and Primary Care Centre of the city of Zaragoza (Aragón Health Service) for €9 million and a four-year concession period.
- Home-help services for the Burgos Municipal Council, amounting to €5 million, over a two-year period.
- Motorway maintenance and upkeep services for the Autopistas del Atlántico AP-9 AUDASA, Autoestradas de Galicia AG-55 and Autoestradas de Galicia AG-57, for a total of €40 million and a concession term of 6 years, extendable by a further 2 years.
- Concession to provide repair and upkeep services for the "Global Mixto" motorways in the provinces of Santiago, Maipo and Cordillera (Metropolitana region) and the provinces of Iquique and Tamaraugal (Taracopa region), in Chile, for a total amount of €13 million and a term of 4 years.
- Cafeteria, restaurant and events service for the Deliquo restaurant, for the amount of €16 million, with a concession period of 3 years, extendable for five year periods.

INDUSTRIAL

(Thousands of Euros)

	9M 2017	9M 2016	% Chg.
Revenue	387,214	289,743	33.6%
Oil and gas	152,116	171,739	
Electricity grid	26,494	16,080	
Enviroment and mining	50,424	21,314	
Water	58,152	0	
Generation	98,529	79,672	
Central	1,499	938	
EBITDA	26,171	22,358	17.1%
EBITDA Margin	6.8%	7.7%	
BACKLOG*	2,410	2,452	-2%
National	1,892	1,987	-5%
International	518	465	11%

* Backlog compared with december 2016

On 30 September 2017, Sacyr Industrial's revenue stood at €387 million, a year-on-year increase of 34% from €290 million in the same period last year.

- This year, the Water EPC contracts were included in this division (previously included in Valoriza) and have contributed €58 million in the nine-month period. Valoriza will be responsible for the concession part of the project and the Industrial division will carry out the construction.
- In the area of EPC contracts, Oil&Gas reported €152 million. The major expansion projects of the diesel unit of La Pampilla refinery (Peru) and the regasification terminal in Cartagena (Colombia) have been completed and new projects have been started, such as Nuevo Mundo (Peru) and the fuel unit of La Pampilla refinery

(Peru). Subsidiary Sacyr Nervión contributed revenue of €23 million, consolidating its large market share this year.

- Electrical infrastructures reported €26 million, up 65% compared the same period the previous year, thanks to the new contracts won in Chile and the maintenance contract in Panama now in its second year of operation.
- The activities of Environment and Mining contributed €50 million in revenue, versus the €21 million in the same period of last year. This substantial growth was due to the contribution of the Chimborazo project (Ecuador).
- Power plants contributed €99 million in revenue, versus the €80 million in the same period of last year. This growth can be explained by the increase in the electricity pool price caused by weather conditions. The average electricity pool price in the first nine months of 2017 was €50.30/MWh, compared to the price of €39.61/MWh seen in the same period the previous year.

This higher revenue (+34%) was coupled with a 17% increase in EBITDA, which reached €26 million in the first nine months of this year.

CONTRACTING AND BACKLOG

The backlog of the Industrial division stood at €2,410 million, with the international segment up 11%. The following contracts were particularly noteworthy:

- Design and construction of an organic waste treatment plant in Melbourne (Australia), for a total amount of €30 million.
- Management consultancy contract for two of Sonatrach's liquefaction plants in Algeria (GL1Z and GL2Z) for a total amount of €22 million. These contracts belong to Sacyr Flúor.

- Turnkey construction of a new cement plant in Potosí (Bolivia) worth €221 million, with the scheduled completion of the project in 36 months.
- Contracts to extend the electricity lines and substations at “Cóndores-Parinacota”, “Melipulli-Puerto Montt” and “Candelaria” (all in Chile), for a total amount of €60 million and with a 36-month execution period.

VI. STOCK MARKET PERFORMANCE

SACYR	SEPTEMBER		% Chg 17/16
	2017	2016	
Market Price at closing (euros per share)	2.22	1.88	18.21%
High share price	2.80	1.95	43.41%
Low share price	2.12	1.17	80.66%
Market Capitalization at closing (Thousands of euros)*	1,183,506	1,001,182	18.21%
Average Trading Volume (Thousands of euros)	1,576,115	1,755,905	-10.24%
Average Daily Trading Volume (Number of shares)	3,403,410	5,582,753	-39.04%
Liquidity (%)	100	100	
Number of shares (Thousands)	533,111	517,431	3.03%
Share Nominal Value	1 EURO	1 EURO	

*Adjusted in 2016 pursuant to capital increase in July 2017 consisting of issue of bonus shares at a proportion 1 new share for 33 previously issued shares

VII. APPENDIX: ALTERNATIVE PERFORMANCE MEASURES

The Sacyr Group presents its earnings in accordance with International Financial Reporting Standards (IFRS). The Group also provide with certain additional financial measurements, known as Alternative Performance Measures (APMs) used by management in decision-making and evaluation of the Group's financial performance, cash flows and financial position.

In order to comply with the Guidelines on Alternative Performance Measures (2015/1415en) published by the European Securities and Markets Authority (ESMA), the disclosures required for each APM are set out below, including its definition, reconciliation, explanation of its use, comparatives and consistency.

Sacyr Group considers that this additional information will improve the comparability, reliability and comprehensibility of its financial information.

ALTERNATIVE PERFORMANCE MEASURES:

Earnings before interest, taxes, depreciation and amortisation (EBITDA): this indicator shows operating profit or loss prior to depreciation and amortisation and any change in provisions, excluding extraordinary/non-recurring profits and losses.

Operating profit/(loss) (EBIT): Calculated as the difference between Operating income (Revenue, Own work capitalised, Other operating income, Government grants released to the income statement) and Operating expenses (Staff costs, Depreciation and amortisation expense, Changes in provisions and Other).

Gross debt: Comprises Non-current financial debt and Current financial debt as shown on the liabilities side of the consolidated statement of financial position, which includes bank borrowings and issues in capital markets (bonds).

NET DEBT: Calculated as Gross debt less Other current financial assets and Cash and cash equivalents, from the asset side of the consolidated statement of financial position.

Project finance debt (gross or net): is the financial debt (gross or net) from project companies. In this type of debt, the guarantee received by the lender is limited to the project cash flow and its asset value, with limited recourse to shareholders.

Corporate debt (gross or net): Debt held by the Group's Parent, comprising bank borrowings and issues in capital markets.

FINANCIAL RESULT: The difference between Total finance income and Total finance costs.

Backlog: Value of awarded and closed work contracts pending completion. These contracts are included in the backlog once they are formalised. The backlog is shown as the percentage attributable to the Group, as per the corresponding consolidation method.

Once a contract has been included in the backlog, the value of production pending completion on the contract remains in the backlog, until it is completed or cancelled. Nevertheless, valuation adjustments are made to reflect any changes in prices and time periods agreed with the client. Due to a number of factors, all or part of the backlog linked to a contract may not actually become income. The backlog is subject to adjustments and cancellation of projects, and cannot be taken as an exact indicator of future earnings.

Given that no comparable financial measure is foreseen under IFRS, a reconciliation with the financial statements is not possible. Sacyr Management considers that the backlog is a useful indicator of the Group's future revenues and a customary indicator used by companies in the sector in which Sacyr operates.

The concessions backlog: represents estimated future revenues on concessions, over the concession period, based on the financial plan for each concession. Includes projected fluctuations in the exchange rate between the euro and other currencies, as well as changes in inflation, prices, tolls and traffic volumes.

Market capitalisation: number of shares at the reporting date, multiplied by the year-end share price.

Like-for-like basis: On occasions, certain figures are corrected to permit a year-on-year comparison, for example, by eliminating non-recurring impairment, significant changes in the consolidation scope that could distort the year-on-year comparison of indicators such as sales, the effect of exchange rates, etc. In each case, details are provided in the notes to the corresponding item.

Average Daily Traffic (ADT): defined as the total number of users of a concession during a day. ADT is normally calculated as the total number of vehicles travelling on the motorway each day.

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