# **ANNEX I**

# GENERAL

| 1st HAI F-YFARI Y FIN   | NANCIAL REPORT FO   |  |
|---|---|--|
| REPORTING DATE  | 30/06/2018  |  |
|   | I. IDENTIFICATION DATA  |  |
| Registered Company Name: IBERDROLA, S./   | ٩.  |  |
|   |   |  |
| Registered Address: PLAZA EUSKADI, Nº 5 48  | 8009 BILBAO (VIZCAYA)   | Tax Identification<br>Number   |
|   |   | A-48010615   |
| II. SUPPLEMENTARY INFORMAT  | TION TO PREVIOUSLY RELEASE  | D PERIODIC INFORMATION   |
|   | Annex<br>Supplementary<br>information   |  |
| Explanation of the main modifications wi<br>(complete only in the situations indic  |   | -  |
| Amendment to comparative information<br>Geographical and business segment reporting<br>As provided in IFRS 8: "Operation segments", of<br>following reasons:<br>- Following the acquisition of NEOENERGIA, the<br>based on the different businesses to which they<br>- On 1 January 2018, hydropower assets have be<br>- In 2017, the gas business in the United States<br>After having sold the whole gas business in the<br>are included under the Other businesses segme<br>Abandonment of engineering and construction<br>In the second half year of 2017, the activitie<br>abandoned, meeting the requirements to be<br>discontinued operation is included under the seconsolidated income statement for the period<br>previous period has been revised.<br>Earnings per share<br>Within the context of the Iberdrola flexible divi<br>at the time of issue of these financial statemen<br>per share" these free capital increases have re<br>January 2018 has been taken into account in th<br>30 June 2018 and 2017, while in the increase | ne IBERDROLA Group has changer<br>y belong.<br>een transferred from the Liberalise<br>and Canada was included under t<br>United States, the remaining asse<br>int.<br><u>activities</u><br>is related to the provision of en-<br>e considered a discontinued acti-<br>sub-heading "Profit (loss) from dis<br>ended on 30 June 2018. Subseq<br>dend scheme, in January 2018 a f<br>ts a second free capital increase is<br>esulted in the correction of the b<br>he basic and diluted earning per si | d the way it reports its activities in Brazil<br>ed business to the Renewables business.<br>he Liberalised-Rest of the World segment.<br>ts and liabilities of this business in Canada<br>gineering and construction services were<br>vity. The profit or loss after tax of this<br>continued operations (net of tax)" on the<br>uently, comparative information from the<br>ree capital increase was carried out, while<br>in progress. According to IAS 33: "Earning<br>asic and diluted earnings. The increase in<br>hare calculations for the periods ended on |
| calculation for said periods.<br>Other explanations<br>Due to technical restrictions, when filling out a<br>Group has had to modify the presentation of a<br>Interim consolidated financial statements ender<br>In Form 10. A. Consolidated statement of cash f<br>tax" is presented grouped in line 1412 "(+/-) Oth<br>tax".   | the following information with re<br>d on 30 June 2018.<br>Tow (IFRS adopted), the "Profit (lo  | spect to the information published in the<br>ss) from discontinued operations, net of  |

#### III. STATEMENT(S) BY THE PERSON(S) RESPONSIBLE FOR THE INFORMATION

To the best of our knowledge, the accompanying condensed annual financial statements, which have been prepared in accordance with applicable accounting principles, give a true and fair view of the assets, liabilities, financial position and profit or loss of the issuer, or of the undertakings included in the consolidated financial statements taken as a whole, and the interim management report includes a fair review of the information required.

Comments on the above statement(s):

Person(s) responsible for this information:

In accordance with the power delegated by the board of directors, the board secretary certifies that the half-yearly financial report has been signed by the directors.

| Name/Company Name                | Office         |
|----------------------------------|----------------|
| Mr. José Ignacio Sánchez Galán   | Chairman & CEO |
| Mr. Iñigo Víctor de Oriol Ibarra | Director       |
| Ms. Inés Macho Stadler           | Director       |
| Ms. Samantha Barber              | Director       |
| Ms. María Helena Antolín Raybaud | Director       |
| Mr. Ángel Jesús Acebes Paniagua  | Director       |
| Ms. Georgina Kessel Martínez     | Director       |
| Ms. Denise Mary Holt             | Director       |
| Mr. José Walfredo Fernández      | Director       |
| Mr. Manuel Moreu Munaiz          | Director       |
| Mr. Xabier Sagredo Ormaza        | Director       |
| Mr. Juan Manuel González Serna   | Director       |
| Mr. Francisco Martínez Córcoles  | Director       |
| Mr. Anthony L. Gardner           | Director       |
|                                  |                |
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Date this half-yearly financial report was signed by the corresponding governing body: 24/07/2018

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4,354

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46,434,623

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#### 1. INDIVIDUAL BALANCE SHEET (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS) CURRENT P. PREVIOUS P. Units: Thousand euros ASSETS 30/06/2018 31/12/2017 A) NON-CURRENT ASSETS 0040 45,505,556 44,744,617 Intangible assets: 0030 1. 110,171 95,514 a) Goodwill 0031 0 0 b) Other intangible assets 0032 110,171 95,514 Property. plant and equipment 0033 2. 226,621 221,686 3. Investment property 0034 0 0 0035 Long-term investments in group companies and associates 4. 43,959,876 43,895,720 Long-term financial investments 0036 5. 154,575 133,135 Deferred tax assets 0037 6. 388,116 389,799 Other non-current assets 0038 7. 666,197 8,763 **B) CURRENT ASSETS** 0085 1,690,006 1,259,129 Non-current assets held for sale 0050 1. 0 0 Inventories 0055 2. 0 0 Trade and other receivables: 0060 289,828 605,877 3. a) Trade receivables 0061 162,115 98,142 0062 b) Other receivables 67,497 18,968 c) Current tax assets 0063 108,745 440,238 4. Short-term investments in group companies and associates 0064 819,168 856,814 Short-term financial investments 0070 5. 145,779 226,124

Prepayments for current assets

Cash and cash equivalents

TOTAL ASSETS (A + B)

6.

7.

**IV. SELECTED FINANCIAL INFORMATION** 

#### 1. INDIVIDUAL BALANCE SHEET (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS) (cont.)

|      | EQUITY AND LIABILITIES  |      | CURRENT P.<br>30/06/2018 | PREVIOUS P.<br>31/12/2017 |
|------|---|------|--------------------------|---------------------------|
| A) E | QUITY (A.1 + A.2 + A.3)   | 0195 | 32,335,519               | 33,216,241                |
| A.1) | CAPITAL AND RESERVES  | 0180 | 32,396,322               | 33,287,122                |
| 1.   | Capital:  | 0171 | 4,680,000                | 4,738,136                 |
|      | a) Registered capital   | 0161 | 4,680,000                | 4,738,136                 |
|      | b) Less: Uncalled capital   | 0162 | 0                        | 0                         |
| 2.   | Share premium   | 0172 | 14,667,679               | 14,667,679                |
| 3.   | Reserves  | 0173 | 4,946,196                | 6,234,009                 |
| 4.   | Own shares and equity holdings  | 0174 | (110,925)                | (589,380)                 |
| 5.   | Prior periods' profit and loss  | 0178 | 8,204,700                | 6,614,050                 |
| 6.   | Other shareholder contributions   | 0179 | 0                        | 0                         |
| 7.   | Profit (loss) for the period  | 0175 | (10,596)                 | 1,598,871                 |
| 8.   | Less: Interim dividend  | 0176 | 0                        | 0                         |
| 9.   | Other equity instruments  | 0177 | 19,268                   | 23,757                    |
| A.2) | VALUATION ADJUSTMENTS   | 0188 | (60,803)                 | (70,881)                  |
| 1.   | Available-for-sale financial assets   | 0181 | 0                        | 0                         |
| 2.   | Hedging transactions  | 0182 | (60,803)                 | (70,881)                  |
| 3.   | Other   | 0183 | 0                        | 0                         |
| A.3) | GRANTS, DONATIONS AND BEQUESTS RECEIVED                                       | 0194 | 0                        | 0                         |
| B) N | ON-CURRENT LIABILITIES  | 0120 | 5,555,638                | 5,819,415                 |
| 1.   | Long-term provisions  | 0115 | 486,562                  | 499,438                   |
| 2.   | Long-term debts:  | 0116 | 1,171,742                | 1,211,477                 |
|      | a) Debt with financial institutions and bonds and other marketable securities | 0131 | 1,015,498                | 1,053,785                 |
|      | b) Other financial liabilities  | 0132 | 156,244                  | 157,692                   |
| 3.   | Long-term payables to group companies and associates                          | 0117 | 3,169,026                | 3,381,868                 |
| 4.   | Deferred tax liabilities  | 0118 | 728,308                  | 726,632                   |
| 5.   | Other non-current liabilities   | 0135 | 0                        | 0                         |
| 6.   | Long-term accrual accounts  | 0119 | 0                        | 0                         |
| C) C | URRENT LIABILITIES  | 0130 | 8,873,528                | 7,398,967                 |
| 1.   | Liabilities associated with non-current assets held for sale                  | 0121 | 0                        | 0                         |
| 2.   | Short-term provisions   | 0122 | 0                        | 0                         |
| 3.   | Short-term debts:   | 0123 | 407,603                  | 515,796                   |
|      | a) Bank borrowings and bonds and other negotiable securities                  | 0133 | 330,696                  | 377,327                   |
|      | b) Other financial liabilities  | 0134 | 76,907                   | 138,469                   |
| 4.   | Short-term payables to group companies and associates                         | 0129 | 8,328,846                | 6,730,990                 |
| 5.   | Trade and other payables:   | 0124 | 137,047                  | 152,149                   |
|      | a) Suppliers  | 0125 | 29,001                   | 16,223                    |
|      | b) Other payables   | 0126 | 108,046                  | 135,926                   |
|      | c) Current tax liabilities  | 0127 | 0                        | 0                         |
| 6.   | Other current liabilities   | 0136 | 0                        | 0                         |
| 7.   | Current accrual accounts  | 0128 | 32                       | 32                        |
| тот  | AL EQUITY AND LIABILITIES (A + B + C )  | 0200 | 46,764,685               | 46,434,623                |

#### 2. INDIVIDUAL PROFIT AND LOSS ACCOUNT

#### (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

|       |   |      | CURR.<br>PERIOD | PERIOD<br>(2nd HALF |        | CURR. PREVIOUS CURR.<br>PERIOD PERIOD<br>(2nd HALF (2nd HALF YEAR) |           | CURRE<br>CUMULA<br>30/06/2 | TIVE      | PREVIOUS<br>CUMULATIVE<br>30/06/2017 |  |  |
|-------|---|------|-----------------|---------------------|--------|--|-----------|----------------------------|-----------|--------------------------------------|--|--|
|       |   |      | Amount          | %                   | Amount | %  | Amount    | %                          | Amount    | %                                    |  |  |
| (+)   | Revenue   | 0205 |                 |                     |        |  | 530,846   | 100,00                     | 770,039   | 100,00                               |  |  |
| (+/-) | Change in inventories of finished products and work in progress       | 0206 |                 |                     |        |  | 0         | 0,00                       | 0         | 0,00                                 |  |  |
| (+)   | Own work capitalised  | 0207 |                 |                     |        |  | 1,532     | 0,29                       | 1,359     | 0,18                                 |  |  |
| (-)   | Supplies  | 0208 |                 |                     |        |  | (218,405) | (41,14)                    | (182,246) | (23,67)                              |  |  |
| (+)   | Other operating revenue   | 0209 |                 |                     |        |  | 82        | 0,02                       | 115       | 0,01                                 |  |  |
| (-)   | Personnel expenses  | 0217 |                 |                     |        |  | (67,363)  | (12,69)                    | (76,345)  | (9,91)                               |  |  |
| (-)   | Other operating expenses  | 0210 |                 |                     |        |  | (101,455) | (19,11)                    | (103,761) | (13,47)                              |  |  |
| (-)   | Depreciation and amortisation charge                                  | 0211 |                 |                     |        |  | (30,085)  | (5,67)                     | (28,632)  | (3,72)                               |  |  |
| (+)   | Allocation of grants for non-<br>financial assets and other<br>grants | 0212 |                 |                     |        |  | 0         | 0,00                       | 0         | 0,00                                 |  |  |
| (+)   | Reversal of provisions  | 0213 |                 |                     |        |  | 0         | 0,00                       | 0         | 0,00                                 |  |  |
| (+/-) | Impairment and gain (loss) on disposal of fixed assets                | 0214 |                 |                     |        |  | (650)     | (0,12)                     | (272)     | (0,04)                               |  |  |
| (+/-) | Other profit (loss)   | 0215 |                 |                     |        |  | (12,432)  | (2,34)                     | 12,119    | 1,57                                 |  |  |
| =     | OPERATING PROFIT<br>(LOSS)  | 0245 |                 |                     |        |  | 102,070   | 19,23                      | 392,376   | 50,96                                |  |  |
| (+)   | Finance income  | 0250 |                 |                     |        |  | 222       | 0,04                       | 7,192     | 0,93                                 |  |  |
| (-)   | Finance costs   | 0251 |                 |                     |        |  | (132,539) | (24,97)                    | (145,520) | (18,90)                              |  |  |
| (+/-) | Changes in fair value of<br>financial instruments                     | 0252 |                 |                     |        |  | (1,608)   | (0,30)                     | 67,708    | 8,79                                 |  |  |
| (+/-) | Exchange differences  | 0254 |                 |                     |        |  | (7,178)   | (1,35)                     | 5,133     | 0,67                                 |  |  |
| (+/-) | Impairment and gain (loss)<br>on disposal of financial<br>instruments | 0255 |                 |                     |        |  | 0         | 0,00                       | 0         | 0,00                                 |  |  |
| =     | NET FINANCE INCOME<br>(COSTS)   | 0256 |                 |                     |        |  | (141,103) | (26,58)                    | (65,487)  | (8,50)                               |  |  |
| =     | PROFIT (LOSS) BEFORE<br>TAX   | 0265 |                 |                     |        |  | (39,033)  | (7,35)                     | 326,889   | 42,45                                |  |  |
| (+/-) | Income tax expense  | 0270 |                 |                     |        |  | 28,437    | 5,36                       | 8,230     | 1,07                                 |  |  |
| =     | PROFIT (LOSS) FOR THE<br>PERIOD FROM<br>CONTINUING ACTIVITIES         | 0280 |                 |                     |        |  | (10,596)  | (2,00)                     | 335,119   | 43,52                                |  |  |
| (+/-) | Profit (loss) from<br>discontinued operations. net<br>of tax          | 0285 |                 |                     |        |  | 0         | 0,00                       | 0         | 0,00                                 |  |  |
| =     | PROFIT (LOSS) FOR THE<br>PERIOD                                       | 0300 |                 |                     |        |  | (10,596)  | (2,00)                     | 335,119   | 43,52                                |  |  |

| EARNINGS PER SHARE | EARNINGS PER SHARE |  |  | Amount<br>(X.XX euros) | Amount<br>(X.XX euros) |
|--------------------|--------------------|--|--|------------------------|------------------------|
| Basic              | 0290               |  |  |                        |                        |
| Diluted            | 0295               |  |  |                        |                        |

In the half-yearly financial report for the first half of the year, the data relating to the present period match the cumulative data, which do not therefore need to be completed.

**3. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY** 

#### INDIVIDUAL STATEMENT OF RECOGNISED INCOME AND EXPENSE (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

|     |   |      | CURRENT<br>PERIOD<br>30/06/2018 | PREVIOUS<br>PERIOD<br>30/06/2017 |
|-----|---|------|---------------------------------|----------------------------------|
| A)  | PROFIT (LOSS) FOR THE PERIOD (from the profit and loss account) | 0305 | (10,596)                        | 335,119                          |
| B)  | INCOME AND EXPENSE RECOGNISED DIRECTLY IN EQUITY                | 0310 | 1,596                           | 5,588                            |
| 1.  | From measurement of financial instruments:                      | 0320 | 0                               | 0                                |
|     | a) Available-for-sale financial assets                          | 0321 | 0                               | 0                                |
|     | b) Other income/(expenses)                                      | 0323 | 0                               | 0                                |
| 2.  | From cash flow hedges   | 0330 | 2,128                           | 7,450                            |
| 3.  | Grants. donations and bequests received                         | 0340 | 0                               | 0                                |
| 4.  | From actuarial gains and losses and other adjustments           | 0344 | 0                               | 0                                |
| 5.  | Other income and expense recognised directly in equity          | 0343 | 0                               | 0                                |
| 6.  | Tax effect  | 0345 | (532)                           | (1,862)                          |
| C)  | TRANSFERS TO PROFIT OR LOSS                                     | 0350 | 8,482                           | 7,367                            |
| 1.  | From measurement of financial instruments:                      | 0355 | 0                               | 0                                |
|     | a) Available-for-sale financial assets                          | 0356 | 0                               | 0                                |
|     | b) Other income/(expenses)                                      | 0358 | 0                               | 0                                |
| 2.  | From cash flow hedges   | 0360 | 11,309                          | 9,823                            |
| 3.  | Grants, donations and bequests received                         | 0366 | 0                               | 0                                |
| 4.  | Other income and expense recognised directly in equity          | 0365 | 0                               | 0                                |
| 5.  | Tax effect  | 0370 | (2,827)                         | (2,456)                          |
| тот | AL RECOGNISED INCOME/(EXPENSE) (A + B + C)                      | 0400 | (518)                           | 348,074                          |

#### 4. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY (1/2)

#### INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY

#### (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

| CURRENT<br>PERIOD  |      |           | Ca                                      | apital and rese   |                                 | Grants.                  |                          |  |              |
|--|------|-----------|---|-------------------|---------------------------------|--------------------------|--------------------------|--|--------------|
|  |      | Capital   | Share<br>premium<br>and<br>Reserves (1) | Treasury<br>stock | Profit (loss)<br>for the period | Other equity instruments | Valuation<br>adjustments | donations<br>and<br>bequests<br>received | Total equity |
| Closing balance at 01/01/2018  | 3010 | 4,738,136 | 27,515,738                              | (589,380)         | 1,598,871                       | 23,757                   | (70,881)                 | 0  | 33,216,241   |
| Adjustments for<br>changes in<br>accounting policy                             | 3011 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| Adjustment for<br>errors   | 3012 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| Adjusted opening balance   | 3015 | 4,738,136 | 27,515,738                              | (589,380)         | 1,598,871                       | 23,757                   | (70,881)                 | 0  | 33,216,241   |
| I. Total recognised<br>income/(expense)  | 3020 | 0         | 0                                       | 0                 | (10,596)                        | 0                        | 10,078                   | 0  | (518)        |
| II. Transactions<br>with shareholders<br>or owners                             | 3025 | (58,136)  | 302,837                                 | 478,455           | (1,598,871)                     | 0                        | 0                        | 0  | (875,715)    |
| 1. Capital<br>increases/<br>(reductions)                                       | 3026 | (58,136)  | (1,187,708)                             | 1,245,421         | 0                               | 0                        | 0                        | 0  | (423)        |
| 2. Conversion of<br>financial<br>liabilities into<br>equity                    | 3027 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| 3. Distribution of dividends   | 3028 | 0         | 1,590,650                               | 0                 | (1,598,871)                     | 0                        | 0                        | 0  | (8,221)      |
| 4. Net trading with treasury stock   | 3029 | 0         | (2,205)                                 | (766,966)         | 0                               | 0                        | 0                        | 0  | (769,171)    |
| 5. Increases/<br>(reductions) for<br>business<br>combinations                  | 3030 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| <ol> <li>Other<br/>transactions with<br/>shareholders or<br/>owners</li> </ol> | 3032 | 0         | (97,900)                                | 0                 | 0                               | 0                        | 0                        | 0  | (97,900)     |
| III. Other changes<br>in equity  | 3035 | 0         | 0                                       | 0                 | 0                               | (4,489)                  | 0                        | 0  | (4,489)      |
| 1. Equity-settled<br>share-based<br>payment                                    | 3036 | 0         | 0                                       | 0                 | 0                               | (4,489)                  | 0                        | 0  | (4,489)      |
| 2. Transfers<br>between equity<br>accounts                                     | 3037 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| 3. Other changes   | 3038 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| Closing balance at 30/06/2018  | 3040 | 4,680,000 | 27,818,575                              | (110,925)         | (10,596)                        | 19,268                   | (60,803)                 | 0  | 32,335,519   |

(1) The column of **Share premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium. 3. Reserves. 5. Profit or loss brought forward. 6. Other shareholder contributions and 8. *Less: Interim dividend*.

#### 4. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY (2/2)

#### INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY

#### (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

|  |      |           | Ca                                      | apital and rese   | rves                            |                          |                          | Grants,                                  |              |
|--|------|-----------|---|-------------------|---------------------------------|--------------------------|--------------------------|--|--------------|
| PREVIOUS<br>PERIOD   |      | Capital   | Share<br>premium<br>and<br>Reserves (1) | Treasury<br>stock | Profit (loss)<br>for the period | Other equity instruments | Valuation<br>adjustments | donations<br>and<br>bequests<br>received | Total equity |
| Closing balance at<br>01/01/2017<br>(comparative<br>period)                        | 3050 | 4,771,559 | 28,144,691                              | (1,073,787)       | 1,410,966                       | 20,971                   | (93,107)                 | 0  | 33,181,293   |
| Adjustments for<br>changes in<br>accounting policy                                 | 3051 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| Adjustment for<br>errors   | 3052 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| Adjusted opening<br>balance<br>(comparative<br>period)                             | 3055 | 4,771,559 | 28,144,691                              | (1,073,787)       | 1,410,966                       | 20,971                   | (93,107)                 | 0  | 33,181,293   |
| I. Total recognised<br>income/(expense)  | 3060 | 0         | 0                                       | 0                 | 335,119                         | 0                        | 12,955                   | 0  | 348,074      |
| II. Transactions<br>with shareholders<br>or owners                                 | 3065 | (91,559)  | (227,011)                               | 565,172           | (1,410,966)                     | 0                        | 0                        | 0  | (1,164,364)  |
| 1. Capital<br>increases/<br>(reductions)   | 3066 | (91,559)  | (1,189,058)                             | 1,280,176         | 0                               | 0                        | 0                        | 0  | (441)        |
| 2. Conversion of<br>financial<br>liabilities into<br>equity                        | 3067 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| 3. Distribution of<br>dividends  | 3068 | 0         | 1,223,765                               | 0                 | (1,410,966)                     | 0                        | 0                        | 0  | (187,201)    |
| 4. Net trading with treasury stock   | 3069 | 0         | 2,353                                   | (715,004)         | 0                               | 0                        | 0                        | 0  | (712,651)    |
| 5. Increases/<br>(reductions) for<br>business<br>combinations                      | 3070 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| <ol> <li>Other<br/>transactions<br/>with<br/>shareholders or<br/>owners</li> </ol> | 3072 | 0         | (264,071)                               | 0                 | 0                               | 0                        | 0                        | 0  | (264,071)    |
| III. Other changes<br>in equity  | 3075 | 0         | 0                                       | 0                 | 0                               | (4,119)                  | 0                        | 0  | (4,119)      |
| 1. Equity-settled<br>share-based<br>payment  | 3076 | 0         | 0                                       | 0                 | 0                               | (4,119)                  | 0                        | 0  | (4,119)      |
| 2. Transfers<br>between equity<br>accounts   | 3077 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| 3. Other changes   | 3078 | 0         | 0                                       | 0                 | 0                               | 0                        | 0                        | 0  | 0            |
| Closing balance at<br>30/06/2017<br>(comparative<br>period)                        | 3080 | 4,680,000 | 27,917,680                              | (508,615)         | 335,119                         | 16,852                   | (80,152)                 | 0  | 32,360,884   |

(1) The column of **Share premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium. 3. Reserves. 5. Profit or loss brought forward. 6. Other shareholder contributions and 8. *Less: Interim dividend*.

#### IV. SELECTED FINANCIAL INFORMATION 5. INDIVIDUAL STATEMENT OF CASH FLOWS

### (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

|         |  |      | CURRENT<br>PERIOD<br>30/06/2018 | PREVIOUS<br>PERIOD<br>30/06/2017 |
|---------|--|------|---------------------------------|----------------------------------|
| A)      | CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)                     | 0435 | 270,914                         | (99,392)                         |
| 1.      | Profit (loss) before tax   | 0405 | (39,033)                        | 326,889                          |
| 2.      | Adjustments to profit (loss):  | 0410 | 17,569                          | (360,877)                        |
| (+)     | Depreciation and amortisation charge                                     | 0411 | 30,085                          | 28,632                           |
| (+/-)   | Other net adjustments to profit (loss)                                   | 0412 | (12,516)                        | (389,509)                        |
| 3.      | Changes in working capital   | 0415 | (33,709)                        | (64,631)                         |
| 4.      | Other cash flows from operating activities:                              | 0420 | 326,087                         | (773)                            |
| (-)     | Interest paid  | 0421 | (149,326)                       | (176,191)                        |
| (+)     | Dividends received   | 0422 | 175,192                         | 223,707                          |
| (+)     | Interest received  | 0423 | 4,069                           | 12,397                           |
| (+/-)   | Income tax recovered/(paid)  | 0430 | 335,347                         | (8,768)                          |
| (+/-)   | Other sums received/(paid) from operating activities                     | 0425 | (39,195)                        | (51,918)                         |
| B)      | CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2)                             | 0460 | (635,992)                       | (332,342)                        |
| 1.      | Payments for investments:  | 0440 | (1,032,756)                     | (1,167,933)                      |
| (-)     | Group companies. associates and business units                           | 0441 | (324,172)                       | (1,138,426)                      |
| (-)     | Property. plant and equipment. intangible assets and investment property | 0442 | (50,587)                        | (28,977)                         |
| (-)     | Other financial assets   | 0443 | (657,997)                       | (530)                            |
| (-)     | Other assets   | 0444 | 0                               | 0                                |
| 2.      | Proceeds from sale of investments  | 0450 | 396,764                         | 835,591                          |
| (+)     | Group companies. associates and business units                           | 0451 | 388,627                         | 827,560                          |
| (+)     | Property, plant and equipment, intangible assets and investment property | 0452 | 146                             | 75                               |
| (+)     | Other financial assets   | 0453 | 7,991                           | 7,956                            |
| (+)     | Other assets   | 0454 | 0                               | 0                                |
| C)      | CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3)                         | 0490 | 365,078                         | 434,609                          |
| 1.      | Sums received/(paid) in respect of equity instruments                    | 0470 | (742,035)                       | (429,447)                        |
| (+)     | Issuance   | 0471 | (417)                           | (404)                            |
| (-)     | Redemption   | 0472 | (6)                             | (37)                             |
| (-)     | Acquisition  | 0473 | (782,508)                       | (468,449)                        |
| (+)     | Disposal   | 0474 | 40,896                          | 39,443                           |
| (+)     | Grants. donations and bequests received                                  | 0475 | 0                               | 0                                |
| 2.      | Sums received/(paid) in respect of financial liability instruments:      | 0480 | 1,213,834                       | 1,128,127                        |
| (+)     | Issuance   | 0481 | 2,588,170                       | 5,501,839                        |
| (-)     | Repayment and redemption   | 0482 | (1,374,336)                     |                                  |
| 3.      | Payment of dividends and remuneration on other equity instruments        | 0485 |                                 | (4,373,712)                      |
| D)      | EFFECT OF FOREIGN EXCHANGE RATE CHANGES                                  | 0403 | (106,721)                       | (204,071)                        |
| E)      | NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C +        | 0495 | _                               | -                                |
|         | D)   |      | 0                               | 2,875                            |
| F)      | CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD                 | 0499 | 0                               | 0                                |
| G)      | CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)               | 0500 | 0                               | 2,875                            |
|         | COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIO          | D    | CURRENT<br>PERIOD<br>30/06/2018 | PREVIOUS<br>PERIOD<br>30/06/2017 |
| (+) Cas | sh on hand and at banks  | 0550 | 0                               | 2,875                            |
| (+) Oth | ner financial assets   | 0552 | 0                               | 0                                |
| (-) Les | ss: Bank overdrafts repayable on demand                                  | 0553 | 0                               | 0                                |
| TO      | TAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD                   | 0600 | 0                               | 2,875                            |

#### 6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (1/2)

|      | ASSETS  |      | CURRENT P.<br>30/06/2018 | PREVIOUS P.<br>31/12/2017 |
|------|---|------|--------------------------|---------------------------|
| A) N | ON-CURRENT ASSETS                                 | 1040 | 99,114,433               | 96,889,002                |
| 1.   | Intangible assets:                                | 1030 | 21,205,573               | 21,148,027                |
|      | a) Goodwill                                       | 1031 | 8,022,443                | 7,932,404                 |
|      | b) Other intangible assets                        | 1032 | 13,183,130               | 13,215,623                |
| 2.   | Property, plant and equipment                     | 1033 | 65,816,897               | 64,082,379                |
| 3.   | Investment property                               | 1034 | 426,713                  | 424,029                   |
| 4.   | Investments accounted for using the equity method | 1035 | 1,767,334                | 1,790,896                 |
| 5.   | Non-current financial assets                      | 1036 | 3,320,719                | 3,222,608                 |
| 6.   | Deferred tax assets                               | 1037 | 5,173,632                | 5,382,373                 |
| 7.   | Other non-current assets                          | 1038 | 1,403,565                | 838,690                   |
| B) C | URRENT ASSETS                                     | 1085 | 13,534,261               | 13,799,557                |
| 1.   | Non-current assets held for sale                  | 1050 | 35,756                   | 355,731                   |
| 2.   | Inventories                                       | 1055 | 2,392,452                | 2,202,004                 |
| 3.   | Trade and other receivables:                      | 1060 | 6,710,324                | 6,721,258                 |
|      | a) Trade receivables                              | 1061 | 5,099,246                | 5,094,667                 |
|      | b) Other receivables                              | 1062 | 1,144,907                | 1,080,287                 |
|      | c) Current tax assets                             | 1063 | 466,171                  | 546,304                   |
| 4.   | Other current financial assets                    | 1070 | 1,411,884                | 1,323,224                 |
| 5.   | Other current assets                              | 1075 | 0                        | 0                         |
| 6.   | Cash and cash equivalents                         | 1072 | 2,983,845                | 3,197,340                 |
| тот  | AL ASSETS (A + B)                                 | 1100 | 112,648,694              | 110,688,559               |

6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (2/2)

| EQUITY AND LIABILITIES  |      | CURRENT P.<br>30/06/2018 | PREVIOUS P.<br>31/12/2017 |
|---|------|--------------------------|---------------------------|
| A) EQUITY (A.1 + A.2 + A.3)   | 1195 | 43,785,894               | 42,733,186                |
| A.1) CAPITAL AND RESERVES   | 1180 | 38,953,263               | 38,379,984                |
| 1. Capital  | 1171 | 4,680,000                | 4,738,136                 |
| a) Registered capital   | 1161 | 4,680,000                | 4,738,136                 |
| b) Less: Uncalled capital   | 1162 | 0                        | 0                         |
| 2. Share premium  | 1172 | 14,667,676               | 14,667,676                |
| 3. Reserves   | 1173 | 9,945,388                | 9,814,874                 |
| 4. Own shares and equity holdings   | 1174 | (119,167)                | (597,797)                 |
| 5. Prior periods' profit and loss   | 1178 | 8,368,880                | 6,953,101                 |
| 6. Other shareholder contributions  | 1179 | 0                        | 0                         |
| 7. Profit (loss) for the period attributable to the parent company            | 1175 | 1,410,486                | 2,803,994                 |
| 8. Less: Interim dividend   | 1176 | 0                        | 0                         |
| 9. Other equity instruments   | 1177 | 0                        | 0                         |
| A.2) ACCUMULATED OTHER COMPREHENSIVE INCOME                                   | 1188 | (2,536,195)              | (2,870,724)               |
| 1. Items that are not reclassified to profit or loss                          | 1186 | 20,646                   | 21,296                    |
| 2. Items that may subsequently be reclassified to profit or loss              | 1187 | (2,556,841)              | (2,892,020)               |
| a) Available-for-sale financial assets  | 1181 | 0                        | 442                       |
| b) Hedging transactions   | 1182 | 100,596                  | (77,409)                  |
| c) Translation differences  | 1184 | (2,674,369)              | (2,828,470)               |
| d) Other  | 1183 | 16,932                   | 13,417                    |
| EQUITY ATTRIBUTABLE TO THE PARENT COMPANY (A.1 + A.2)                         | 1189 | 36,417,068               | 35,509,260                |
| A.3) NON-CONTROLLING INTERESTS  | 1193 | 7,368,826                | 7,223,926                 |
| B) NON-CURRENT LIABILITIES  | 1120 | 53,171,373               | 51,229,603                |
| 1. Grants   | 1117 | 1,481,078                | 1,481,111                 |
| 2. Long-term provisions   | 1115 | 5,433,900                | 5,486,820                 |
| 3. Long-term financial liabilities:   | 1116 | 32,119,538               | 29,799,467                |
| a) Debt with financial institutions and bonds and other marketable securities | 1131 | 31,563,877               | 29,465,739                |
| b) Other financial liabilities  | 1132 | 555,661                  | 333,728                   |
| 4. Deferred tax liabilities   | 1118 | 8,573,408                | 8,558,419                 |
| 5. Other non-current liabilities  | 1135 | 5,563,449                | 5,903,786                 |
| C) CURRENT LIABILITIES  | 1130 | 15,691,427               | 16,725,770                |
| 1. Liabilities associated with non-current assets held for sale               | 1121 | 328                      | 134,544                   |
| 2. Short-term provisions  | 1122 | 809,399                  | 626,841                   |
| 3. Short-term financial liabilities:  | 1123 | 6,357,255                | 7,542,328                 |
| a) Debt with financial institutions and bonds and other marketable securities | 1133 | 5,912,563                | 7,224,759                 |
| b) Other financial liabilities  | 1134 | 444,692                  | 317,569                   |
| 4. Trade and other payables:  | 1124 | 8,524,445                | 8,422,057                 |
| a) Suppliers  | 1125 | 4,619,539                | 5,307,551                 |
| b) Other payables   | 1126 | 3,239,719                | 2,854,873                 |
| c) Current tax liabilities  | 1127 | 665,187                  | 259,633                   |
| 5. Other current liabilities  | 1136 | 003,107                  | 0                         |
| TOTAL EQUITY AND LIABILITIES (A + B + C )                                     | 1200 | 0                        | 0                         |

#### 7. CONSOLIDATED PROFIT AND LOSS ACCOUNT (ADOPTED IFRS)

Units: Thousand euros

|       | : mousand euros  |      | PRESENT<br>CURR.<br>PERIOD<br>(2nd HALF<br>YEAR) |   | PREVIOUS<br>CURR.<br>PERIOD<br>(2nd HALF YEAR) |   | CURRENT<br>CUMULATI\<br>30/06/2018 | /E<br>3 | PREVIOUS<br>CUMULATIVE<br>30/06/2017 |         |
|-------|--|------|--|---|--|---|------------------------------------|---------|--------------------------------------|---------|
|       |  |      | Amount   | % | Amount   | % | Amount                             | %       | Amount                               | %       |
| (+)   | Revenue  | 1205 |  |   |  |   | 17,586,623                         | 100,0   | 0 14,965,876                         | 100,00  |
| (+/-) | Change in inventories of<br>finished products and work<br>in progress    | 1206 |  |   |  |   | 0                                  | 0,0     | 0 0                                  | 0,00    |
| (+)   | Own work capitalised   | 1207 |  |   |  |   | 315,231                            | 1,79    | 9 277,808                            | 1,86    |
| (-)   | Supplies   | 1208 |  |   |  |   | (9,918,192)                        | (56,4   | 0) (8,133,245)                       | (54,35) |
| (+)   | Other operating revenue  | 1209 |  |   |  |   | 314,809                            | 1,79    | 9 258,652                            | 1,73    |
| (-)   | Personnel expenses   | 1217 |  |   |  |   | (1,359,147)                        | (7,7)   | 3) (1,248,789)                       | (8,34)  |
| (-)   | Other operating expenses   | 1210 |  |   |  |   | (2,503,437)                        | (14,2   | 3) (2,333,081)                       | (15,59) |
| (-)   | Depreciation and amortisation charge                                     | 1211 |  |   |  |   | (1,757,239)                        | (9,9    | 9) (1,528,888)                       | (10,22) |
| (+)   | Allocation of grants for non-<br>financial assets and other<br>grants    | 1212 |  |   |  |   | 0                                  | 0,0     | 0 0                                  | 0,00    |
| (+/-) | Impairment and gain (loss) on disposal of fixed assets                   | 1214 |  |   |  |   | (22,810)                           | (0,1    | 3) (6,411)                           | (0,04)  |
| (+/-) | Other profit (loss)  | 1215 |  |   |  |   | (128,575)                          | (0,7    | 3) (99,066)                          | (0,66)  |
| =     | OPERATING PROFIT<br>(LOSS)   | 1245 |  |   |  |   | 2,527,263                          | 14,3    | 7 2,152,856                          | 14,39   |
| (+)   | Finance income   | 1250 |  |   |  |   | 206,723                            | 1,18    | 8 161,738                            | 1,08    |
| (-)   | Finance costs  | 1251 |  |   |  |   | (747,317)                          | (4,2    | 5) (563,341)                         | (3,76)  |
| (+/-) | Changes in fair value of financial instruments                           | 1252 |  |   |  |   | (17,338)                           | (0,10   | 0) (10,190)                          | (0,07)  |
| (+/-) | Exchange differences   | 1254 |  |   |  |   | (5,192)                            | (0,0)   | 3) 5,001                             | 0,03    |
| (+/-) | Impairment and gain (loss)<br>on disposal of financial<br>instruments    | 1255 |  |   |  |   | 22,005                             | 0,13    | 3 241,056                            | 1,61    |
| =     | NET FINANCE INCOME<br>(COSTS)  | 1256 |  |   |  |   | (541,119)                          | (3,08   | 8) (165,736)                         | (1,11)  |
| (+/-) | Profit (loss) of equity-<br>accounted investees                          | 1253 |  |   |  |   | 24,503                             | 0,14    | 4 45,428                             | 0,30    |
| =     | PROFIT (LOSS) BEFORE<br>TAX  | 1265 |  |   |  |   | 2,010,647                          | 11,43   | 3 2,032,548                          | 13,58   |
| (+/-) | Income tax expense   | 1270 |  |   |  |   | (412,268)                          | (2,34   | 4) (424,709)                         | (2,84)  |
| =     | PROFIT (LOSS) FOR THE<br>PERIOD FROM<br>CONTINUING ACTIVITIES            | 1280 |  |   |  |   | 1,598,379                          | 9,09    | 9 1,607,839                          | 10,74   |
| (+/-) | Profit (loss) from<br>discontinued operations, net<br>of tax             | 1285 |  |   |  |   | (32,265)                           | (0,18   | 8) (34,300)                          | (0,23)  |
| =     | CONSOLIDATED PROFIT<br>(LOSS) FOR THE PERIOD                             | 1288 |  |   |  |   | 1,566,114                          | 8,9     | 1 1,573,539                          | 10,51   |
|       | A) Profit (loss) for the period<br>attributable to the parent<br>company | 1300 |  |   |  |   | 1,410,486                          | 8,02    | 2 1,518,415                          | 10,15   |
|       | B) Profit (loss) attributable to non-controlling interests               | 1289 |  |   |  |   | 155,628                            | 0,8     | 8 55,124                             | 0,37    |
|       | EARNINGS PER SHARE   |      | Amount Amount<br>(X.XX euros) (X.XX euros)       |   | Amount<br>(X.XX euros)                         |   | Amount<br>(X.XX euros)             |         |                                      |         |
|       | Basic 1290   |      |  |   |  |   |                                    | 0,23    |                                      | 0,24    |
|       | Diluted  | 1295 |  |   |  |   |                                    | 0,22    |                                      | 0,23    |

In the half-yearly financial report for the first half of the year, the data relating to the present period match the cumulative data, which do not therefore need to be completed.

#### **IV. SELECTED FINANCIAL INFORMATION**

#### 8. CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE (ADOPTED IFRS)

| Un | its: Thousand euros   | Г    | CURRENT              | PREVIOUS             |
|----|---|------|----------------------|----------------------|
|    |   |      | PERIOD<br>30/06/2018 | PERIOD<br>30/06/2017 |
| A) | account)  | 1305 | 1,566,114            | 1,573,539            |
| B) | OTHER COMPREHENSIVE INCOME – ITEMS THAT ARE NOT RECLASSIFIED<br>TO PROFIT OR LOSS:                | 1310 | (652)                | (10,984)             |
| 1. | From revaluation/(reversal of revaluation) of property. plant and equipment and intangible assets | 1311 | (739)                | (13,941)             |
| 2. | From actuarial gains and losses   | 1344 | 0                    | 0                    |
| 3. | Share in other comprehensive income of investments in joint ventures and associates               | 1342 | 0                    | 0                    |
| 4. | Other income and expenses that are not reclassified to profit or loss                             | 1343 | 0                    | 0                    |
| 5. | Tax effect  | 1345 | 87                   | 2,957                |
| C) | OTHER COMPREHENSIVE INCOME – ITEMS THAT MAY SUBSEQUENTLY<br>BE RECLASSIFIED TO PROFIT OR LOSS:    | 1350 | 168,166              | (1,434,385)          |
| 1. | Available-for-sale financial assets:  | 1355 | 0                    | 9                    |
|    | a) Valuation gains/(losses) taken to equity   | 1356 | 0                    | 0                    |
|    | b) Amounts transferred to profit or loss  | 1357 | 0                    | 0                    |
|    | c) Other reclassifications  | 1358 | 0                    | 9                    |
| 2. | Cash flow hedges:   | 1360 | 235,989              | 45,490               |
|    | a) Valuation gains/(losses) taken to equity   | 1361 | 264,203              | (16,588)             |
|    | b) Amounts transferred to profit or loss  | 1362 | (28,214)             | 62,078               |
|    | c) Amounts transferred at initial carrying amount of hedged items                                 | 1363 | 0                    | 0                    |
|    | d) Other reclassifications  | 1364 | 0                    | 0                    |
| 3. | Foreign currency translation:   | 1365 | 13,430               | (1,518,733)          |
|    | a) Valuation gains/(losses)   | 1366 | 13,430               | (1,518,733)          |
|    | b) Amounts transferred to profit or loss  | 1367 | 0                    | 0                    |
|    | c) Other reclassifications  | 1368 | 0                    | 0                    |
| 4. | Share in other comprehensive income of investments in joint ventures and associates:              | 1370 | (3)                  | 3,288                |
|    | a) Valuation gains/(losses) taken to equity   | 1371 | (9)                  | 3,283                |
|    | b) Amounts transferred to profit or loss  | 1372 | 6                    | 5                    |
|    | c) Other reclassifications  | 1373 | 0                    | 0                    |
| 5. | Other income and expenses that may subsequently be reclassified to profit<br>or loss              | 1375 | 2,634                | 0                    |
|    | a) Valuation gains/(losses) taken to equity   | 1376 | (61,566)             | 0                    |
|    | b) Amounts transferred to profit or loss  | 1377 | 64,200               | 0                    |
|    | c) Other reclassifications  | 1378 | 0                    | 0                    |
| 6. | Tax effect  | 1380 | (83,884)             | 35,561               |
| то | TAL COMPREHENSIVE INCOME FOR THE PERIOD (A + B + C)   | 1400 | 1,733,628            | 128,170              |
|    | a) Attributable to the parent company   | 1398 | 1,743,905            | 296,264              |
|    | b) Attributable to non-controlling interests  | 1399 | (10,277)             | (168,094)            |

#### 9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (1/2)

Units: Thousand euros

|   |      |           | Equi                                    | ty attributable   | to the parent cor   | mpany                       |                          |                                  |              |
|---|------|-----------|---|-------------------|---|-----------------------------|--------------------------|----------------------------------|--------------|
|   |      |           | Ca                                      | apital and rese   |   | -                           |                          |                                  |              |
| CURRENT<br>PERIOD   |      | Capital   | Share<br>premium<br>and<br>Reserves (1) | Treasury<br>stock | Profit (loss)<br>for the period<br>attributable<br>to the parent<br>company | Other equity<br>instruments | Valuation<br>adjustments | Non-<br>controlling<br>interests | Total equity |
| Closing balance at 01/01/2018   | 3110 | 4,738,136 | 31,435,651                              | (597,797)         | 2,803,994   | 0                           | (2,870,724)              | 7,223,926                        | 42,733,186   |
| Adjustments for<br>changes in<br>accounting policy                              | 3111 | 0         | 54,712                                  | 0                 | 0   | 0                           | 1,110                    | (7,273)                          | 48,549       |
| Adjustment for errors   | 3112 | 0         | 0                                       | 0                 | 0   | 0                           | 0                        | 0                                | 0            |
| Adjusted opening<br>balance   | 3115 | 4,738,136 | 31,490,363                              | (597,797)         | 2,803,994   | 0                           | (2,869,614)              | 7,216,653                        | 42,781,735   |
| I. Total<br>comprehensive<br>income/(expense)<br>for the period                 | 3120 | 0         | 0                                       | 0                 | 1,410,486   | 0                           | 333,419                  | (10,277)                         | 1,733,628    |
| II. Transactions<br>with shareholders<br>or owners                              | 3125 | (58,136)  | 1,507,962                               | 478,630           | (2,803,994)   | 0                           | 0                        | (100,838)                        | (976,376)    |
| 1. Capital<br>increases/<br>(reductions)  | 3126 | (58,136)  | (1,187,707)                             | 1,245,420         | 0   | 0                           | 0                        | 0                                | (423)        |
| 2. Conversion of<br>financial<br>liabilities into<br>equity                     | 3127 | 0         | 0                                       | 0                 | 0   | 0                           | 0                        | 0                                | 0            |
| 3. Distribution of dividends  | 3128 | 0         | 2,795,774                               | 0                 | (2,803,994)   | 0                           | 0                        | (100,838)                        | (109,058)    |
| 4. Purchase / sale<br>of treasury stock   | 3129 | 0         | (2,205)                                 | (766,790)         | 0   | 0                           | 0                        | 0                                | (768,995)    |
| 5. Equity increase/<br>(decrease)<br>resulting from<br>business<br>combinations | 3130 | 0         | 0                                       | 0                 | 0   | 0                           | 0                        | 0                                | 0            |
| 6. Other<br>transactions<br>with<br>shareholders or<br>owners                   | 3132 | 0         | (97,900)                                | 0                 | 0   | 0                           | 0                        | 0                                | (97,900)     |
| III. Other changes in equity  | 3135 | 0         | (16,381)                                | 0                 | 0   | 0                           | 0                        | 263,288                          | 246,907      |
| 1. Equity-settled<br>share-based<br>payment                                     | 3136 | 0         | (15,518)                                | 0                 | 0   | 0                           | 0                        | (699)                            | (16,217)     |
| 2. Transfers<br>among<br>components of<br>equity                                | 3137 | 0         | 0                                       | 0                 | 0   | 0                           | 0                        | 0                                | 0            |
| 3. Other changes  | 3138 | 0         | (863)                                   | 0                 | 0   | 0                           | 0                        | 263,987                          | 263,124      |
| Closing balance at 30/06/2018   | 3140 | 4,680,000 | 32,981,944                              | (119,167)         | 1,410,486   | 0                           | (2,536,195)              | 7,368,826                        | 43,785,894   |

(1) The column of **Share premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium. 3. Reserves. 5. Profit or loss brought forward. 6. Other shareholder contributions and 8. *Less: Interim dividend* 

#### 9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (2/2)

Units: Thousand euros

|   |      |           | Equi                                    |                   |   |                          |                          |                                  |              |  |
|---|------|-----------|---|-------------------|---|--------------------------|--------------------------|----------------------------------|--------------|--|
|   |      |           |   | apital and rese   |   |                          |                          |                                  |              |  |
| PREVIOUS<br>PERIOD  |      | Capital   | Share<br>premium<br>and<br>Reserves (1) | Treasury<br>stock | Profit (loss)<br>for the period<br>attributable<br>to the parent<br>company | Other equity instruments | Valuation<br>adjustments | Non-<br>controlling<br>interests | Total equity |  |
| Closing balance at<br>01/01/2017<br>(comparative<br>period)                     | 3150 | 4,771,559 | 31,506,301                              | (1,083,367)       | 2,704,983   | 0                        | (1,208,511)              | 3,996,424                        | 40,687,389   |  |
| Adjustments for<br>changes in<br>accounting policy                              | 3151 | 0         | 0                                       | 0                 | 0   | 0                        | 0                        | 0                                | 0            |  |
| Adjustment for<br>errors  | 3152 | 0         | 0                                       | 0                 | 0   | 0                        | 0                        | 0                                | 0            |  |
| Adjusted opening<br>balance<br>(comparative<br>period)                          | 3155 | 4,771,559 | 31,506,301                              | (1,083,367)       | 2,704,983   | 0                        | (1,208,511)              | 3,996,424                        | 40,687,389   |  |
| I. Total<br>comprehensive<br>income/(expense)<br>for the period                 | 3160 | 0         | 0                                       | 0                 | 1,518,415   | 0                        | (1,222,151)              | (168,094)                        | 128,170      |  |
| II. Transactions<br>with shareholders<br>or owners                              | 3165 | (91,559)  | 1,067,007                               | 565,652           | (2,704,983)   | 0                        | 0                        | (47,762)                         | (1,211,645)  |  |
| 1. Capital<br>increases/<br>(reductions)  | 3166 | (91,559)  | (1,189,058)                             | 1,280,176         | 0   | 0                        | 0                        | 0                                | (441)        |  |
| 2. Conversion of<br>financial<br>liabilities into<br>equity                     | 3167 | 0         | 0                                       | 0                 | 0   | 0                        | 0                        | 0                                | 0            |  |
| 3. Distribution of<br>dividends   | 3168 | 0         | 2,517,783                               | 0                 | (2,704,983)   | 0                        | 0                        | (47,762)                         | (234,962)    |  |
| 4. Purchase / sale<br>of treasury stock   | 3169 | 0         | 2,353                                   | (714,524)         | 0   | 0                        | 0                        | 0                                | (712,171)    |  |
| 5. Equity increase/<br>(decrease)<br>resulting from<br>business<br>combinations | 3170 | 0         | 0                                       | 0                 | 0   | 0                        | 0                        | 0                                | 0            |  |
| 6. Other<br>transactions<br>with<br>shareholders or<br>owners                   | 3172 | 0         | (264,071)                               | 0                 | 0   | 0                        | 0                        | 0                                | (264,071)    |  |
| III. Other changes<br>in equity   | 3175 | 0         | 1,602                                   | 0                 | 0   | 0                        | 0                        | (99,333)                         | (97,731)     |  |
| 1. Equity-settled<br>share-based<br>payment                                     | 3176 | 0         | (8,222)                                 | 0                 | 0   | 0                        | 0                        | 0                                | (8,222)      |  |
| 2. Transfers<br>among<br>components of<br>equity                                | 3177 | 0         | 0                                       | 0                 | 0   | 0                        | 0                        | 0                                | 0            |  |
| 3. Other changes  | 3178 | 0         | 9,824                                   | 0                 | 0   | 0                        | 0                        | (99,333)                         | (89,509)     |  |
| Closing balance at<br>30/06/2017<br>(comparative<br>period)                     | 3180 | 4,680,000 | 32,574,910                              | (517,715)         | 1,518,415   | 0                        | (2,430,662)              | 3,681,235                        | 39,506,183   |  |

(1) The column of **Share premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium. 3. Reserves. 5. Profit or loss brought forward. 6. Other shareholder contributions and 8. *Less: Interim dividend* 

| 10. A. CONSOLIDATED STATEMENT OF CASH FLOWS (INDIRECT METHOD) (ADOPTED IFSS)           PRIVIDE           Units: Thousand euros         PRIVIDE           OBSENDED         PRIVIDE           A)         CASH FLOWS FROM OPERATING ACTIVITIES (I + 2 + 3 + 4)         14155         2,200,5471         2,200,5471         Coll Default         PRIVIDES           A.         Adjustments to profit (lose):         1416         2,200,5471         2,200,541         2,200,541         2,200,541         2,200,541  |       | IV. SELECTED FINANCIAL INFORMATION                                       | ١         |              |             |
|---|-------|--|-----------|--------------|-------------|
| Units: Thousand euros         DPERIOD<br>30062017           A)         CASH FLOWS FROM OPERATING ACTIVITES (1 + 2 + 3 + 4)         1435         3,312,388         3,312,388         3,312,388         3,312,388         3,312,388         3,312,388         2,00,647         2,012,549           A.         Adjustments to profit (loss):         1410         1,233,200         1,667,544           (*)         Depreciation and monitosation charge         1411         1,757,238         1,588,888           (*)         Other cash flows from oparating activities:         1420         (941,012)         (747,73)           (*)         Interest para         1421         0         0         0           (*)         Interest received         1422         5,746         12,856           (*)         Interest received         1422         5,746         12,855           (*)         Interest received         1422         5,313,314         (2,313,314)           (*)         Interest received <t< th=""><th></th><th>10.A. CONSOLIDATED STATEMENT OF CASH FLOWS (INDIRECT N</th><th>(IETHOD)</th><th>(ADOPTED IFF</th><th>?S)</th></t<>  |       | 10.A. CONSOLIDATED STATEMENT OF CASH FLOWS (INDIRECT N                   | (IETHOD)  | (ADOPTED IFF | ?S)         |
| 1.         Profit (loss) before tax         1405         2.010,647         2.032,548           2.         Adjustments to profit (loss):         1410         2.33,300         1,667,544           9.         Depreciation and amorisation charge         1411         1,757,239         1,528,888           (4-6)         Other net adjustments to profit (loss)         1412         576,661         138,655           3.         Changes in working capital         1415         (941,177)         (380,760)           (-1)         Interest and         1422         (941,177)         (380,760)           (-2)         Payment dividenda momenteration on other equity instruments         1430         0         0           (-2)         Dividends received         1423         0         0         0           (-4)         Interest recovered/(paid) from operating activities         1442         (25,542         (443,801)           (-4)         Interest recovered/(paid) from operating activities         1442         (25,542         (443,801)           (-4)         Interest recovered/(paid) from operating activities         1444         (25,673)         (23,652)           (-4)         Interest recovered/(paid) from operating activities         1444         (25,674)         (23,5142)   |       | Units: Thousand euros  |           | PERIOD       | PERIOD      |
| 2.         Adjustments to profit (loss):         1410         2,333,300         1,667,344           (+)         Depreciation and amonitation charge         1411         1,772,300         1,667,344           (+)         Other cating dustments to profit (loss)         1412         576,661         138,666           3.         Changes in working capital         1415         (94,1012)         (742,781)           4.         Other casin flows from operating activities:         1420         0         0         0           (+)         Interest paid         1421         0         0         0         0           (+)         Divide fischesheid         1422         5,746         59,534           (+)         Dividenti seesheid         1423         0         0         0           (+)         Dividenti seesheid         1423         0         0         0           (+)         Dividenti seesheid         1422         (232,265)         (293,533)         0         (232,265)         (232,265)         (232,265)         (232,265)         (232,265)         (232,265)         (233,264)         (143,233,34)         (26,361,27)         (22,215)         (23,215,33)         (24,215,33,34)         (24,235,37,34)         (232,255)         (232,35,37) <th>A)</th> <th>CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)</th> <th>1435</th> <th>3,312,358</th> <th>2,566,541</th>   | A)    | CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)                     | 1435      | 3,312,358    | 2,566,541   |
| (+)         Depreciation and amontisation charge         1411         1,27,239         1,528,88           (+/)         Other read adjustments to profit (loss)         1412         576,661         138,656           3         Changes in working capital         1415         (s/4,72,73)         1,528,88           4         Other cash flows from operating activities:         1420         (s/1,777,129)         (30,760)           (-)         Interest paid         1421         0         0         0           (-)         Interest paid         1422         0         0         0           (+)         Interest convolution         1422         5,764         5,8,64           (+)         Interest convolution         1422         5,764         5,8,64           (+)         Interest convolution         1424         235,342         (143,801)           (+)         Interest convolution         1424         (235,127)         (36,989)         (2,318,342)           (+)         Interest convolution         1444         (37,640)         (22,513,127)           (-)         Group companies, associates and busines units         1444         (20,1490)         (23,3062)           (-)         Other casetis         1444         (20,1490) </td <td>1.</td> <td>Profit (loss) before tax</td> <td>1405</td> <td>2,010,647</td> <td>2,032,548</td>  | 1.    | Profit (loss) before tax   | 1405      | 2,010,647    | 2,032,548   |
| (+)         Other net adjustments to profit (loss)         1412         576,661         136,666           3. Obtarges in working capital         1415         (94,102)         (742,201)           (-)         Interest paid         1421         0         0         0           (-)         Interest paid         1421         0         0         0           (-)         Interest paid         1422         0         0         0           (+)         Inderest received         1423         0         0         0           (+)         Income tax recovered/paid)         1424         235,342         (143,801)           (+)         Income tax recovered/paid)         1424         (235,343)         (2,955,337)           (+)         Income tax recovered/paid)         (2,15,331)         (2,955,337)         (2,955,337)           (+)         Group companies, associates and business units         1441         (3,76,701)         (2,2,513)           (-)         Other famoid assets         1443         (142,26,313)         (2,295,327)           (-)         Other famoid assets         1443         (7,701)         (2,2,513)           (-)         Other famoid assets         1444         0         0         0   | 2.    | Adjustments to profit (loss):  | 1410      | 2,333,900    | 1,667,544   |
| 3.         Changes in working capital         1415         (D42,701)           4.         Other cash flows from operating activities:         1420         (91,177)         (90,700)           (o)         Interest paid         1421         0         0         0           (c)         Payment of dividends and remuneration on other equity instruments         1430         0         0           (d)         Dividends received         1422         5,746         52,634           (e)         Interest received         1423         0         0         0           (e+/)         Interest received         1422         25,746         52,634         (143,801)           (e+/)         Other sum received/gile/Ibm operating activities         1426         (332,525)         (232,555)           (e)         Other sum received/gile/Ibm operating activities         1444         (37,570)         (232,555)           (c)         Other sasts         1444         (37,670)         (231,545)         (232,555)           (c)         Other sasts         1444         (30,701)         (31,300)         (0)         0           (e)         Other sasts         1444         0         0         0         0         0         0         0  | (+)   | Depreciation and amortisation charge                                     | 1411      | 1,757,239    | 1,528,888   |
| 4.         Other cash flows from operating activities:         1420         (01,177)         (020,760)           (-)         Payment of dividends and remuneration on other equity instruments         1430         0         0           (-)         Payment of dividends and remuneration on other equity instruments         1430         0         0           (+)         Interest received         1422         5,746         52,634           (+)         Interest received/(paid)         1424         225,342         ((43,801)           (+/)         Income tax recovered/(paid)         1425         (332,265)         (299,593)           B)         CASH FLOWS FROM INVESTING ACTIVITES (1 + 2 + 3)         1460         (3,366,698)         (2,318,420)           (-)         Property plant and equipment, intangible assets and investment property         1442         (3,044,196)         (2,230,622)           (-)         Other financial assets         1444         0         0         0           (+)         Other financial assets         1444         0         0         0           (+)         Other financial assets         1445         10,07,91         31,009           (+)         Dividends freesived         1455         1,77,78         10,01,208           (+) <td>(+/-)</td> <td>Other net adjustments to profit (loss)</td> <td>1412</td> <td>576,661</td> <td>138,656</td>   | (+/-) | Other net adjustments to profit (loss)                                   | 1412      | 576,661      | 138,656     |
| (·)         Interest paid         (0.2375)         (0.2375)           (·)         Payment of dividends and remuneration on other equity instruments         1421         (0.10)           (·)         Dividends received         1422         5,746         52,634           (·)         Dividends received         1423         0         0           (·+)         Dividends received         1423         0         0           (·+)         Dividends received         1423         0         0           (·+)         Dividend received         1423         0         0           (·+)         Dividend received         1424         225,5342         (143,801)           (·+)         Other sum sreceived/goaldo from operating activities         1444         (0,366,969)         (2,31,512)           (·)         Group companies. associates and business units         1444         (0,366,969)         (2,33,512)           (·)         Other financial assets         1444         (0,07,268)         0         0           2.         Property, plant and equipment, intangible assets and investment property         1445         0         0         0           2.         Proceeds from sale of investing activities         1455         127,778         203,044   | 3.    | Changes in working capital   | 1415      | (941,012)    | (742,791)   |
| (·)       Payment of dividends and remuneration on other equity instruments       1430       0       0         (·)       Dividends received       1422       5,746       55,634         (+)       Interest received       1423       0       0         (+')       Interest received       1424       235,342       (143,801)         (+')       Interest received       1425       (33,265,999)       (25,31,340)       (2,903,527)         (+)       Ditter sums received/Gaid) from operating activities       1440       (3,753,134)       (2,903,627)         (-)       Other sums tor investments:       1440       (3,753,134)       (2,903,627)         (-)       Other anasots       1444       (0       0       0         (-)       Other anasots       1444       0       0       0       0         (-)       Other anasots       1444       0  | 4.    | Other cash flows from operating activities:                              | 1420      | (91,177)     | (390,760)   |
| (+)         Dividends received         1422         5,746         52,634           (+)         Interest received         1423         0         0           (++)         Income tax recoverd(paid)         1424         235,342         (143,801)           (++)         Content tax recoverd(paid) from operating activities         1425         (332,265)         (29,953)           B)         CASH FLOWS FROM INVESTING ACTIVITES (1 + 2 + 3)         1460         (3,753,13)         (2,953,17)           (-)         Group companies, associates and business units         1441         (3,753,13)         (2,953,062)           (-)         Other financial assets         1444         (0,12,151)         (2,353,662)           (-)         Other financial assets         1444         0         (2,333,662)           (+)         Oroup companies, associates and business units         1444         0         0           (+)         Oroup companies, associates and business units         14451         200,71         1313,099           (+)         Other assets         14454         0         0         0           3)         Other cash flows from investing activities         1455         177,798         203,004           (+)         Other sasets         1455  | (-)   | Interest paid  | 1421      | 0            | 0           |
| (+)         Interest received         1423         0         0           (+)         Income tax received(paid) from operating activities         1424         235,442         (143,801)           (+)         Other sums received(paid) from operating activities         1445         (332,265)         (239,593)           B)         CASH FLOWS FROM INVESTING ACTIVITES (1 + 2 + 3)         1460         (.3,66,99)         (.2,183,41)         (.2,66,177)           (-)         Oroup comparies. associates and business units         1444         (.3,67,09)         (.2,23,052)         (.2,351,552)         (.2,351,552)         (.2,351,552)         (.2,454,552)         (.2,455,552)         (.2,454,  | (-)   | Payment of dividends and remuneration on other equity instruments        | 1430      | 0            | 0           |
| (+/-)         Income tax recovered(paid)         1424         215,422         (143,001)           (+/-)         Other sums received(paid) from operating activities         1425         (233,265)         (299,593)           B)         CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2 + 3)         1460         (3,366,999)         (2,318,342)           1.         Payments for investments:         1440         (3,75,134)         (26,53,77)           (-)         Group companies, associates and business units         1441         (37,670)         (22,515)           (-)         Other financial assets         1443         (201,766)         0         0           (-)         Other financial assets         1444         0         0         0           (-)         Other financial assets         1445         200,347         441,831           (+)         Other financial assets         1445         200,347         441,831           (+)         Other financial assets         1445         1,775         127,910           (+)         Other financial assets         1455         1,775         127,910           (+)         Other assets         1455         1,77,798         203,004           (+)         Other assets         1456         0  | (+)   | Dividends received   | 1422      | 5,746        | 52,634      |
| (+/-)       Other sums received(paid) from operating activities       1425       (32,265)       (29,953)         B)       CASH FLOWS RROM INVESTING ACTIVITIES (1 + 2 + 3)       1460       (3,366,899)       (2,218,342)         1.       Payments for investments:       1440       (3,366,899)       (2,218,342)         (i)       Group companies. associates and business units       1441       (37,570)       (32,515)         (i)       Other financial assets       1443       (0       0         (i)       Other financial assets       1444       0       0       0         (i)       Other financial assets       1444       0       0       0         (i)       Other financial assets       1444       0       0       0         (i)       Other assets       1451       206,971       313,009         (i)       Other cash flows from investing activities       1455       127,978       203,004         (i+)       Other cash flows from investing activities       1456       0       0       0         (i+)       Other cash flows from investing activities       1456       111,697       110,961         (i+)       Other cash flows from investing activities       14456       0       0       0 <td>(+)</td> <td>Interest received</td> <td>1423</td> <td>0</td> <td>0</td>  | (+)   | Interest received  | 1423      | 0            | 0           |
| B)         CASH FLOWS FROM INVESTING ACTIVITES (1 + 2 + 3)         1460         (3,66,989)         (2,133,342)           1.         Payments for investments:         1440         (3,753,134)         (2,963,177)           (-)         Group companies, associates and business units         1441         (3,75,70)         (32,513)           (-)         Other financial assets         1443         (701,268)         0           (-)         Other financial assets         1443         (701,268)         0           (-)         Other financial assets         1444         0         0         0           (-)         Other financial assets         1445         208,347         441,831           (+)         Group companies, associates and business units         1451         200,791         313,009           (+)         Other financial assets         1453         1,745         1127,910           (+)         Other fassets         1453         0         0         0           3.         Other fassets         1455         0         0         0           (+)         Interest received         1457         111,677         100,616         (+)         11457         111,672         100,616         (+)         11458  | (+/-) | Income tax recovered/(paid)  | 1424      | 235,342      | (143,801)   |
| B)         CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2 + 3)         1460         (3,366,989)         (2,318,342)           1.         Payments for investments:         14440         (3,753,134)         (2,953,177)           (-)         Group companies. associates and business units         14441         (3,76,70)         (32,515)           (-)         Other financial assets         14442         (3,014,195)         (2,930,62)           (-)         Other financial assets         14444         0         0           (-)         Other financial assets         14454         0         0           (-)         Other financial assets         14551         200,791         313,009           (+)         Other financial assets         1455         1,745         1127,910           (+)         Other financial assets         1455         1,779         203,004           (+)         Other financial assets         1456         0         0           3.         Other cash flows from investing activities         1456         0         0           4(+)         Dividends received         1457         111,697         100,616           (+)         Interest received         1458         66,101         93,388           C) <td>(+/-)</td> <td>Other sums received/(paid) from operating activities</td> <td>1425</td> <td>(332,265)</td> <td>(299,593)</td>  | (+/-) | Other sums received/(paid) from operating activities                     | 1425      | (332,265)    | (299,593)   |
| 1.         Payments for investments:         1440         (3,753,134)         (2,963,177)           (·)         Group companies. associates and business units         1441         (3,750,134)         (2,930,662)           (·)         Other financial assets         1442         (3,014,196)         (2,930,662)           (·)         Other financial assets         1443         (701,268)         0           (2)         Other assets         1443         (701,268)         0           (2)         Proceeds from sale of investments         1451         200,791         313,009           (+)         Group companies. associates and business units         1451         200,791         313,009           (+)         Other financial assets         1453         1,745         122,920           (+)         Other assets         1455         1,77,786         203,004           (+)         Other assets         1455         177,796         203,004           (+)         Dividends received         1456         0         0         0           3.         Other cash flows from investing activities         1455         111,697         109,616           (+)         Interest received         1457         111,697         109,616         (4/   | B)    | CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2 + 3)                         | 1460      |              |             |
| (·)       Group companies. associates and business units       1441       (37,670)       (32,515)         (·)       Dreperty, plant and equipment, intangible assets and investment property       1443       (701,268)       0         (·)       Other assets       1443       (701,268)       0       0         (·)       Other assets       1444       0       0       0         (·)       Other assets       1444       0       0       0         (·)       Other assets       1444       0       0       0         (·)       Group companies. associates and business units       14451       200,791       313.009         (+)       Property, plant and equipment, intangible assets and investment property       1452       5,811       912         (+)       Other assets       1455       1,7736       203,004         (+)       Dividends received       1455       111,697       109,616         (+)       Dividends received       1457       111,697       109,616         (+)       Dividends received/(paid) from investing activities       1456       0       0         (+)       Dividends received/(paid) in respect of equity instruments       1470       (741,859)       (428,967)         (  | 1.    | Payments for investments:  | 1440      |              |             |
| (·)       Property, plant and equipment, intangible assets and investment property       1442       (3,014,156)       (2,930,662)         (·)       Other financial assets       1444       (0       0         (·)       Other assets       1444       (0       0         (·)       Other assets       1444       (0       0         (·)       Other assets       1455       208,347       441,831         (·)       Group companies, associates and business units       1451       200,791       313,009         (·)       Other financial assets       1453       1,745       127,910         (·)       Other financial assets       1453       1,745       127,910         (·)       Other assets       1455       177,798       203,004         (·)       Dividends received       1456       0       0         (·)       Dividends received       1456       0       0         (·+)       Dividends received/(paid) from investing activities       1457       111,697       109,616         (·+)       Interest received       1457       114,693       (428,957)       (448,849)         (·+)       Dividends received/(paid) in respect of equity instruments       1477       (417)       (404) </td <td>(-)</td> <td>Group companies. associates and business units</td> <td>1441</td> <td></td> <td></td>   | (-)   | Group companies. associates and business units                           | 1441      |              |             |
| (·)       Other financial assets       1443       (701,268)       0         (·)       Other assets       1444       0       0         2.       Proceeds from sale of investments       1450       208,347       441,831         (·)       Group companies, associates and business units       1451       200,791       313,009         (+)       Property, plant and equipment, intangible assets and investment property       1452       5,811       912         (+)       Other financial assets       1453       1,745       122,910         (+)       Other cash flows from investing activities       1455       0       0         (+)       Dividends received       1456       0       0         (+)       Dividends received       1456       0       0         (+)       Dividends received (paid) from investing activities       1457       111,697       109,616         (+)       Divers arus received/(paid) in respect of equity instruments       1470       (741,859)       (428,967)         (+)       Issuance       1471       (417)       (440)       (428,967)         (+)       Issuance       1471       (417)       (440)       (428,967)         (+)       Issuance       1474  | (-)   | Property, plant and equipment, intangible assets and investment property | 1442      |              |             |
| (·)       Other assets       1444       0       0         2.       Proceeds from sale of investments       1450       206,347       441,831         (+)       Group companies, associates and business units       1451       200,791       313,009         (+)       Property, plant and equipment, intangible assets and investment property       1452       5,811       912         (+)       Other financial assets       1453       1,745       127,910         (+)       Other assets       1454       0       0       0         3.       Other assets       1455       177,798       203,004         (+)       Dividends received       1455       111,697       109,616         (+)       Other sums received/(paid) from investing activities       1456       0       0         (+)       Other sums received/(paid) in respect of equity instruments       1470       (741,859)       (428,967)         (+)       Issuance       1471       (417)       (404)         (+)       Redemption       1472       (6)       (37)         (+)       Businese coleved/(paid) in respect of financial liability instruments:       1480       1,144,780       1,495,002         (+)       Disposal       1474 <t< td=""><td></td><td>Other financial assets</td><td>1443</td><td></td><td></td></t<>   |       | Other financial assets   | 1443      |              |             |
| 2.         Proceeds from sale of investments         1450         208,347         441,81           (+)         Group companies. associates and business units         1451         200,791         313,009           (+)         Property, plant and equipment, intangible assets and investment property         1452         5,811         912           (+)         Other financial assets         1453         1,745         127,910           (+)         Other cash flows from investing activities         1455         177,798         203,004           (+)         Dividends received         1455         0         0         0           (+)         Dividends received         1455         177,798         203,004           (+)         Dividends received         1456         0         0         0           (+)         Other sums received/(paid) from investing activities         1458         66,101         93,388           C)         CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)         14490         (58,266)         120,309           (+)         Issuance         1471         (4177)         (404)         (428,967)           (+)         Issuance         1473         (782,508)         (448,449)         (495,705           (+)   |       | Other assets   | 1444      |              | -           |
| (+)       Group companies. associates and business units       1451       200,791       313,009         (+)       Property, plant and equipment, intangible assets and investment property       1452       5,811       912         (+)       Other financial assets       1453       1,745       127,910         (+)       Other assets       1453       1,775       203,004         (+)       Other cash flows from investing activities       1455       177,798       203,004         (+)       Dividends received       1456       0       0         (+)       Dividends received/paid) from investing activities       1457       111,697       109,616         (+/-)       Other sums received/(paid) from investing activities       1458       66,101       93,388         (-)       Active sums received/(paid) from investing activities       1470       (741,455)       (248,967)         (+)       Issuance       1471       (417)       (404)         (+)       Issuance       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,144,780       1,495,705         (+)       Issuance       1481       8,007,301       7,033,288       (-)       Regayment of d   |       |  | 1450      | -            | -           |
| (+)       Property, plant and equipment, intangible assets and investment property       1452       5,811       912         (+)       Other financial assets       1453       1,745       127,910         (+)       Other assets       1453       1,745       127,910         (+)       Other assets       1454       0       0         3.       Other cash flows from investing activities       1455       177,798       203,004         (+)       Dividends received       1456       0       0         (+)       Dividends received/(paid) from investing activities       1457       111,697       109,616         (+/-)       Other sums received/(paid) in respect of equity instruments       1470       (741,859)       (428,967)         (+)       Issuance       1471       (417)       (404)         (-)       Redemption       1472       (6)       (37)         (+)       Disposal       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,44780       1,4495,00         (+)       Disposal       1474       41,072       39,923       2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,606,2   |       |  |           |              |             |
| (+)       Other financial assets       1453       1,745       127,910         (+)       Other cash flows from investing activities       1453       1,77,98       203,004         (+)       Dividends received       1455       177,798       203,004         (+)       Dividends received       1455       177,798       203,004         (+)       Interest received       1457       111,697       109,616         (+/-)       Other sums received/(paid) from investing activities       1458       66,101       93,388         C)       CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)       1490       (58,266)       120,309         1.       Sums received/(paid) in respect of equity instruments       1477       (417)       (444)         (+)       Issuance       1471       (417)       (448,867)         (+)       Disposal       1473       (782,508)       (468,449)         (+)       Disposal       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,144,780       1,4455,525         (+)       Disposal       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:  | . ,   |  | -         |              |             |
| (+)       Other assets       1454       0       0         3.       Other cash flows from investing activities       1455       177,798       203,004         (+)       Dividend's received       1455       177,798       203,004         (+)       Dividend's received       1455       111,697       109,616         (+/-)       Other sums received/(paid) from investing activities       1457       111,697       109,616         (+/-)       Other sums received/(paid) in respect of equity instruments       1470       (741,859)       (428,967)         (+)       Issuance       1471       (417)       (404)         (-)       Redemption       1472       (6)       (37)         (+)       Issuance       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,144,780       1,495,705         (+)       Issuance       1481       8,007,301       7,033,258         (-)       Repayment and redemption       1482       (6,686,2521)       (5,537,553)         3.       Payment of dividends and remuneration on other equity instruments       1488       (206,171)       (31,0909)         4.       Other cash flows from financing activities<  | . ,   |  | -         |              |             |
| 3.         Other cash flows from investing activities         1455         177,798         203,004           (+)         Dividends received         1456         0         0           (+)         Interest received         1457         111,697         109,616           (+/-)         Other sums received/(paid) from investing activities         1458         66,101         93,388           C)         CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)         1490         (58,266)         120,309           1.         Sums received/(paid) in respect of equity instruments         1477         (41,75)         (428,967)           (+)         Issuance         1471         (41,7)         (640)         (37)           (+)         Redemption         1472         (6)         (37)           (+)         Disposal         1474         41,072         39,923           2.         Sums received/(paid) in respect of financial liability instruments:         1480         1,144,780         1,495,705           (+)         Disposal         1474         41,072         39,923         3.         Payment of dividends and remuneration on other equity instruments:         1481         8,007,301         7,033,258           (-)         Repayment of financing activities         1482 <td>. ,</td> <td></td> <td></td> <td></td> <td></td>   | . ,   |  |           |              |             |
| (+)         Dividends received         1456         0         0           (+)         Interest received         1457         111,697         109,616           (+/-)         Other sums received/(paid) from investing activities         1458         66,101         93,388           (-)         CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)         1490         (58,266)         120,309           1.         Sums received/(paid) in respect of equity instruments         1470         (741,859)         (428,967)           (+)         Issuance         1471         (417)         (404)           (-)         Redemption         1472         (6)         (37)           (-)         Acquisition         1473         (782,508)         (468,449)           (+)         Disposal         1474         41,072         39,923           2.         Sums received/(paid) in respect of financial liability instruments:         1480         1,144,780         1,495,705           (+)         Issuance         1481         8,007,301         7,033,258           (-)         Repayment and redemption         1482         (6,662,521)         (5,537,553)           3.         Payment of dividends and remuneration on other equity instruments         1485         (206,171) <td></td> <td></td> <td></td> <td>-</td> <td>-</td>   |       |  |           | -            | -           |
| Interest received         1457         111,697         109,616           (+/-)         Other sums received/(paid) from investing activities         1458         66,101         93,388           C)         CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)         1490         (58,266)         120,309           1.         Sums received/(paid) in respect of equity instruments         1470         (741,859)         (428,967)           (+)         Issuance         1471         (417)         (404)           (-)         Redemption         1472         (6)         (37)           (+)         Issuance         1474         41,072         39,923           2.         Sums received/(paid) in respect of financial liability instruments:         1480         1,144,780         1,495,705           (+)         Issuance         1481         8,007,301         7,033,258           (-)         Repayment and redemption         1482         (6,862,521)         (5,537,553)           3.         Payment of dividends and remuneration on other equity instruments         1485         (206,171)         (310,909)           4.         Other cash flows from financing activities         1486         (255,016)         (635,520)           (+/-)         Interest paid         1487   |       |  |           |              |             |
| (+/-)       Other sums received/(paid) from investing activities       1458       66,101       93,388         C)       CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)       1490       (58,266)       120,309         1.       Sums received/(paid) in respect of equity instruments       1470       (741,859)       (428,967)         (+)       Issuance       1471       (417)       (404)         (-)       Redemption       1472       (6)       (37)         (-)       Acquisition       1473       (782,508)       (468,449)         (+)       Disposal       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,144,780       1,703,258         (+)       Disposal       1481       8,007,301       7,033,258         (-)       Repayment and redemption       1482       (6,862,521)       (5,537,553)         3.       Payment of dividends and remuneration on other equity instruments       1486       (255,016)       (635,520)         (+)       Interest paid       1487       (506,248)       (537,829)         (+/-)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)  |       |  |           | -            | -           |
| C)         CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)         1490         05,265         12,039           1.         Sums received/(paid) in respect of equity instruments         1470         (741,859)         (428,967)           (+)         Issuance         1471         ((417)         ((404)           (-)         Redemption         1472         (6)         (37)           (-)         Acquisition         1473         (782,508)         (468,449)           (+)         Disposal         1474         41,072         39,923           2.         Sums received/(paid) in respect of financial liability instruments:         1480         1,144,780         1,495,705           (+)         Disposal         1481         8,007,301         7,033,258           (-)         Repayment and redemption         1482         (6,662,521)         (5,537,553)           3.         Payment of dividends and remuneration on other equity instruments         1485         (206,171)         (310,909)           4.         Other cash flows from financing activities         1486         (255,016)         (633,520)           (-)         Interest paid         1487         (506,248)         (537,829)           (+/-)         Other sums received/(paid) from financing activities   |       |  |           |              |             |
| 1.         Sums received/(paid) in respect of equity instruments         1470         (741,859)         (428,967)           (+)         Issuance         1471         (417)         (448,967)           (-)         Redemption         1472         (6)         (37)           (-)         Acquisition         1473         (782,508)         (468,449)           (+)         Disposal         1474         41,072         39,923           2.         Sums received/(paid) in respect of financial liability instruments:         1480         1,144,780         1,495,705           (+)         Issuance         1481         8,007,301         7,033,258           (-)         Repayment and redemption         1482         (6,682,521)         (5,537,553)           3.         Payment of dividends and remuneration on other equity instruments         1486         (205,171)         (310,909)           4.         Other cash flows from financing activities         1486         (255,016)         (635,520)           (-)         Interest paid         1487         (506,248)         (537,829)           (+/-)         Other sums received/(paid) from financing activities         1488         251,232         (97,691)           b)         EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND  | . ,   |  | _         |              |             |
| (+)         Issuance         (1471         (1477)         (14373)           (-)         Redemption         1471         (417)         (404)           (-)         Redemption         1472         (6)         (37)           (-)         Acquisition         1473         (782,508)         (468,449)           (+)         Disposal         1474         41,072         39,923           2.         Sums received/(paid) in respect of financial liability instruments:         1480         1,144,780         1,495,705           (+)         Issuance         1481         8,007,301         7,033,258           (-)         Repayment and redemption         1482         (6,862,521)         (5,537,553)           3.         Payment of dividends and remuneration on other equity instruments         1485         (206,171)         (310,909)           4.         Other cash flows from financing activities         1486         (255,016)         (635,520)           (-)         Interest paid         1487         (506,248)         (537,829)           (+/-)         Other sums received/(paid) from financing activities         1488         251,232         (97,691)           b)         EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD         1492   |       |  |           | (58,266)     | 120,309     |
| (+)       Rodemption       (417)       (444)         (-)       Redemption       1472       (6)       (37)         (-)       Acquisition       1473       (782,508)       (468,449)         (+)       Disposal       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,144,780       1,495,705         (+)       Issuance       1481       8,007,301       7,033,258         (-)       Repayment and redemption       1482       (6,862,521)       (5,537,553)         3.       Payment of dividends and remuneration on other equity instruments       1485       (206,171)       (310,909)         4.       Other cash flows from financing activities       1486       (255,016)       (635,520)         (-)       Interest paid       1487       (506,248)       (537,829)         (+/-)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)       EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH       1492       (100,598)       (52,520)         E)       NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)       1492       (213,495)       315,988         F)  |       |  |           | (741,859)    | (428,967)   |
| (-)       Acquisition       1473       (0)       (0)       (0)         (+)       Disposal       1473       (782,508)       (468,449)         (+)       Disposal       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,144,780       1,495,705         (+)       Issuance       1481       8,007,301       7,033,258         (-)       Repayment and redemption       1482       (6,862,521)       (5,537,553)         3.       Payment of dividends and remuneration on other equity instruments       1485       (206,171)       (310,909)         4.       Other cash flows from financing activities       1486       (255,016)       (635,520)         (-)       Interest paid       1487       (506,248)       (537,829)         (+/-)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)       EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH       1492       (100,598)       (52,520)         E)       NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)       1495       (213,495)       315,988         F)       CASH AND CASH EQUIVALENTS AT THE EBGINNING OF THE PERIOD       1499  |       |  |           | (417)        | (404)       |
| (+)       Disposal       1474       41,072       39,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,144,780       1,495,705         (+)       Issuance       1481       8,007,301       7,033,258         (-)       Repayment and redemption       1482       (6,862,521)       (5,537,553)         3.       Payment of dividends and remuneration on other equity instruments       1485       (206,171)       (310,909)         4.       Other cash flows from financing activities       1486       (225,016)       (635,520)         (-)       Interest paid       1487       (506,248)       (537,829)         (+/-)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)       EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH       1492       (100,598)       (52,520)         E)       NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)       1495       (213,495)       315,988         F)       CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD       1499       3,197,340       1,432,686         G)       CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)       1500       2,983,845       1,748,674         YERIOD   |       |  |           | (6)          | (37)        |
| (+)       Depote       41,072       33,923         2.       Sums received/(paid) in respect of financial liability instruments:       1480       1,144,780       1,495,705         (+)       Issuance       1481       8,007,301       7,033,258         (-)       Repayment and redemption       1482       (6,862,521)       (5,537,553)         3.       Payment of dividends and remuneration on other equity instruments       1485       (206,171)       (310,909)         4.       Other cash flows from financing activities       1486       (255,016)       (635,520)         (-)       Interest paid       1487       (506,248)       (537,829)         (+/-)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)       EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH       1492       (100,598)       (52,520)         (+)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)       EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH       1492       (100,598)       (52,520)         (E)       NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)       1495       (213,495)       315,988         F)       CASH AND CASH EQUIVALENTS   |       |  |           | (782,508)    | (468,449)   |
| (+)         Issuance         IAB         IAPT (1)/00         II         III         III         III         III         III         III         IIII <thiiiiiiiiiiiiiiiiiiiiiiiiiiiii< td=""><td></td><td></td><td>1474</td><td>41,072</td><td>39,923</td></thiiiiiiiiiiiiiiiiiiiiiiiiiiiii<>  |       |  | 1474      | 41,072       | 39,923      |
| (1)       Repayment and redemption       1482       6,007,301       7,033,236         (-)       Repayment and redemption       1482       (6,862,521)       (5,537,553)         3.       Payment of dividends and remuneration on other equity instruments       1485       (206,171)       (310,909)         4.       Other cash flows from financing activities       1486       (255,016)       (635,520)         (-)       Interest paid       1487       (506,248)       (537,829)         (+/-)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)       EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD       1492       (100,598)       (52,520)         E)       NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)       1495       (213,495)       315,988         F)       CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD       1499       3,197,340       1,432,686         G)       CASH AND CASH EQUIVALENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)       1500       2,983,845       1,748,674         PERIOD       1499       3,006/2018       30/06/2017       30/06/2018       30/06/2017         (+)       Cash on hand and at banks       1550       282,436       226,  |       |  |           | 1,144,780    | 1,495,705   |
| (1)       Note reacting and remuneration on other equity instruments       1485       (0,802,321)       (3,33,333)         3.       Payment of dividends and remuneration on other equity instruments       1485       (206,171)       (310,909)         4.       Other cash flows from financing activities       1486       (255,016)       (635,520)         (-)       Interest paid       1487       (506,248)       (537,829)         (+/-)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)       EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH<br>EQUIVALENTS HELD       1492       (100,598)       (52,520)         E)       NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)       1495       (213,495)       315,988         F)       CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD       1499       3,197,340       1,432,686         G)       CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)       1500       2,983,845       1,748,674         VEX       COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD       1550       282,436       226,765         (+)       Cash on hand and at banks       1552       2,701,409       1,521,909       30/06/2017         (-)       Less: Bank overdrafts repayable on dem   | (+)   | Issuance   |           | 8,007,301    | 7,033,258   |
| 4.         Other cash flows from financing activities         1486         (200/H1)         (200/H1)         (200/H1)           (-)         Interest paid         1486         (255,016)         (635,520)           (-)         Interest paid         1487         (506,248)         (537,829)           (+/-)         Other sums received/(paid) from financing activities         1488         251,232         (97,691)           D)         EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH<br>EQUIVALENTS HELD         1492         (100,598)         (52,520)           E)         NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)         1495         (213,495)         315,988           F)         CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD         1499         3,197,340         1,432,686           G)         CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)         1500         2,983,845         1,748,674           F)         CASH AND CASH EQUIVALENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)         1500         2,82,436         226,765           (+)         Cash on hand and at banks         1550         282,436         226,765         2,701,409         1,521,909           (-)         Less: Bank overdrafts repayable on demand         1000         1000         1000 </td <td>(-)</td> <td>Repayment and redemption</td> <td>1482</td> <td>(6,862,521)</td> <td>(5,537,553)</td> | (-)   | Repayment and redemption   | 1482      | (6,862,521)  | (5,537,553) |
| Construction         Construction<                              | 3.    | Payment of dividends and remuneration on other equity instruments        | 1485      | (206,171)    | (310,909)   |
| (+/-)       Other sums received/(paid) from financing activities       1488       251,232       (97,691)         D)       EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH<br>EQUIVALENTS HELD       1492       (100,598)       (52,520)         E)       NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)       1495       (213,495)       315,988         F)       CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD       1499       3,197,340       1,432,686         G)       CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (E + F)       1500       2,983,845       1,748,674         COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD       1550       282,436       226,765         (+)       Cash on hand and at banks       1550       282,436       226,765         (+)       Other financial assets       1552       2,701,409       1,521,909         (-)       Less: Bank overdrafts repayable on demand       1553       0       0   | 4.    | Other cash flows from financing activities                               | 1486      | (255,016)    | (635,520)   |
| EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH<br>EQUIVALENTS HELD1492(100,598)(52,520)E)NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)1495(213,495)315,988F)CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD14993,197,3401,432,686G)CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (E + F)15002,983,8451,748,674COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIODCURRENT<br>PERIOD<br>30/06/2017(+)Cash on hand and at banks1550282,436226,765(+)Other financial assets15522,701,4091,521,909(-)Less: Bank overdrafts repayable on demand155300   | (-)   | Interest paid  | 1487      | (506,248)    | (537,829)   |
| D)         EQUIVALENTS HELD         1492         (100,598)         (52,520)           E)         NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)         1495         (213,495)         315,988           F)         CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD         1499         3,197,340         1,432,686           G)         CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (E + F)         1500         2,983,845         1,748,674           COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD         PERIOD<br>30/06/2017         PERIOD<br>30/06/2018         PERIOD<br>30/06/2017           (+)         Cash on hand and at banks         1550         282,436         226,765           (+)         Other financial assets         1552         2,701,409         1,521,909           (-)         Less: Bank overdrafts repayable on demand         1553         0         0   | (+/-) |  |           | 251,232      | (97,691)    |
| F)         CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD         1499         3,197,340         1,432,686           G)         CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)         1500         2,983,845         1,748,674           COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD         COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD         PREVIOUS<br>9ERIOD         PREVIOUS<br>30/06/2018         PREVIOUS<br>9ERIOD           (+)         Cash on hand and at banks         1550         282,436         226,765           (+)         Other financial assets         1552         2,701,409         1,521,909           (-)         Less: Bank overdrafts repayable on demand         1553         0         0  | D)    |  | 1492      | (100,598)    | (52,520)    |
| G)         CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)         1500         2,983,845         1,748,674           COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD         COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD         PREVIOUS<br>9280,2017         PREVIOUS<br>30/06/2017           (+)         Cash on hand and at banks         1550         282,436         226,765           (+)         Other financial assets         1552         2,701,409         1,521,909           (-)         Less: Bank overdrafts repayable on demand         1553         0         0   | E)    | NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)     | 1495      | (213,495)    | 315,988     |
| COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD         CURRENT<br>PERIOD<br>30/06/2018         PEVIOUS<br>PERIOD<br>30/06/2017           (+)         Cash on hand and at banks         1550         282,436         226,765           (+)         Other financial assets         1552         2,701,409         1,521,909           (-)         Less: Bank overdrafts repayable on demand         1553         0         0   | F)    | CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD                 | 3,197,340 | 1,432,686    |             |
| Components of CASH AND CASH EQUIVALENTS AT THE END OF<br>THE PERIOD         PERIOD<br>30/06/2018         PERIOD<br>30/06/2018           (+)         Cash on hand and at banks         1550         282,436         226,765           (+)         Other financial assets         1552         2,701,409         1,521,909           (-)         Less: Bank overdrafts repayable on demand         1553         0         0   | G)    | CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)               | 1500      |              |             |
| (+)         Cash on hand and at banks         1550         282,436         226,765           (+)         Other financial assets         1552         2,701,409         1,521,909           (-)         Less: Bank overdrafts repayable on demand         1553         0         0   |       |  | PERIOD    | PERIOD       |             |
| (+)         Other financial assets         1552         2,701,409         1,521,909           (-)         Less: Bank overdrafts repayable on demand         1553         0         0  | (     | +) Cash on hand and at banks   | 1550      |              |             |
| (-) Less: Bank overdrafts repayable on demand 1553 0 0  | (     | +) Other financial assets  | 1552      |              |             |
| TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD 1600 2,983,845 1,748,674   | (     | -) Less: Bank overdrafts repayable on demand                             | 1553      |              |             |
|   |       | TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD                 | 1600      | 2,983,845    | 1,748,674   |

This template of the consolidated statement of cash flows (indirect method) allows the alternatives for classifying interest and dividends, both received and paid, provided for in the adopted IFRS. Each of the above items shall be classified in a single consistent manner, in each period, as operating, investing or financing activities.

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#### **IV. SELECTED FINANCIAL INFORMATION**

#### 10.B. CONSOLIDATED STATEMENT OF CASH FLOWS (DIRECT METHOD) (ADOPTED IFRS)

Units: Thousand euros

|       |   |      | CURRENT              | PREVIOUS             |
|-------|---|------|----------------------|----------------------|
|       |   |      | PERIOD<br>30/06/2018 | PERIOD<br>30/06/2017 |
| A)    | CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)                              | 8435 | 00/00/2010           | 00/00/2011           |
| (+)   | Proceeds from operating activities  | 8410 |                      |                      |
| (-)   | Payments to suppliers and to personnel for operating expenses                     | 8411 |                      |                      |
| (-)   | Interest paid   | 8421 |                      |                      |
| (-)   | Payment of dividends and remuneration on other equity instruments                 | 8422 |                      |                      |
| (+)   | Dividends received  | 8430 |                      |                      |
| (+)   | Interest received   | 8423 |                      |                      |
| (+/-) | Income tax recovered/(paid)   | 8424 |                      |                      |
| (+/-) | Other sums received/(paid) from operating activities                              | 8425 |                      |                      |
| B)    | CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2 + 3)                                  | 8460 |                      |                      |
| 1.    | Payments for investments:   | 8440 |                      |                      |
| (-)   | Group companies. associates and business units                                    | 8441 |                      |                      |
| (-)   | Property, plant and equipment, intangible assets and investment property          | 8442 |                      |                      |
| (-)   | Other financial assets  | 8443 |                      |                      |
| (-)   | Other assets  | 8444 |                      |                      |
| 2.    | Proceeds from sales of investments  | 8450 |                      |                      |
| (+)   | Group companies. associates and business units                                    | 8451 |                      |                      |
| (+)   | Property, plant and equipment, intangible assets and investment property          | 8452 |                      |                      |
| (+)   | Other financial assets  | 8453 |                      |                      |
| (+)   | Other assets  | 8454 |                      |                      |
| 3.    | Other cash flows from investing activities  | 8455 |                      |                      |
| (+)   | Dividends received  | 8456 |                      |                      |
| (+)   | Interest received   | 8457 |                      |                      |
| (+/-) | Other flows from investing activities   | 8458 |                      |                      |
| C)    | CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)                              | 8490 |                      |                      |
| 1.    | Sums received/(paid) in respect of equity instruments                             | 8470 |                      |                      |
| (+)   | Issuance  | 8471 |                      |                      |
| (-)   | Redemption  | 8472 |                      |                      |
| (-)   | Acquisition   | 8473 |                      |                      |
| (+)   | Disposal  | 8474 |                      |                      |
| 2.    | Sums received/(paid) in respect of financial liability instruments:               | 8480 |                      |                      |
| (+)   | Issuance  | 8481 |                      |                      |
| (-)   | Repayment and redemption  | 8482 |                      |                      |
| 3.    | Payment of dividends and remuneration on other equity instruments                 | 8485 |                      |                      |
| 4.    | Other cash flows from financing activities  | 8486 |                      |                      |
| (-)   | Interest paid   | 8487 |                      |                      |
| (+/-) | Other sums received/(paid) from financing activities                              | 8488 |                      |                      |
| D)    | EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH<br>EQUIVALENTS HELD | 8492 |                      |                      |
| E)    | NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)              | 8495 |                      |                      |
| F)    | CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD                          | 8499 |                      |                      |
| G)    | CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)                        | 8500 |                      |                      |

|     | COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | CURRENT<br>PERIOD<br>30/06/2018 | PREVIOUS<br>PERIOD<br>30/06/2017 |  |
|-----|--|---------------------------------|----------------------------------|--|
| (+) | Cash on hand and at banks  | 8550                            |                                  |  |
| (+) | Other financial assets   | 8552                            |                                  |  |
| (-) | Less: Bank overdrafts repayable on demand                        | 8553                            |                                  |  |
|     | TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD         | 8600                            |                                  |  |

This template of the consolidated statement of cash flows (direct method) allows the alternatives for classifying interest and dividends, both received and paid, provided for in the adopted IFRS. Each of the above items shall be classified in a single consistent manner, in each period, as operating, investing or financing activities.

#### 11. CHANGES IN THE COMPOSITION OF THE GROUP

Table 1:

# BUSINESS COMBINATIONS AND OTHER ACQUISITIONS OR INCREASES IN HOLDINGS IN SUBSIDIARIES. JOINT VENTURES AND/OR INVESTMENTS IN ASSOCIATES (CURRENT PERIOD).

|   |  | Effective date | (Net) cost of the co<br>(thousar  |   | % of total<br>voting                 |   |  |
|---|--|----------------|---|---|--------------------------------------|---|--|
| Name of company (or business line)<br>acquired or merged        | Category transactio<br>n<br>(dd/mm/yy<br>yy) |                | (Net) amount paid<br>in the acquisition +<br>other costs directly<br>attributable to the<br>combination (a) | Fair value of equity<br>instruments issued<br>for the acquisition<br>of the company (b) | % of<br>voting<br>rights<br>acquired | rights in<br>the<br>company<br>after<br>acquisitio<br>n |  |
| SCOTTISHIPOWER RENEWABLES (UK<br>Assets), LTD                   | SUBSIDIARY                                   | 05-02-2018     | 0   | 0   | 100,00                               | 100,00  |  |
| IBERDROLA ROW, S,L,   | SUBSIDIARY                                   | 15-06-2018     | 4   | 0   | 100,00                               | 100,00  |  |
| KARANKAWA WIND, LLC   | SUBSIDIARY                                   | 27-02-2018     | 0   | 0   | 81,50                                | 81,50   |  |
| LA JOYA WIND, LLC   | SUBSIDIARY                                   | 27-02-2018     | 0   | 0   | 81,50                                | 81,50   |  |
| SCOTTISHPOWER GENERATION (Assets),<br>LTD                       | SUBSIDIARY                                   | 15-03-2018     | 0   | 0   | 100,00                               | 100,00  |  |
| COMPANHIA DE ELETRICIDADE DO<br>ESTADO DO BAHIA, S,A,           | SUBSIDIARY                                   | 20-03-2018     | 1,479   | 0   | 0,18                                 | 50,62   |  |
| PROYECTO NUÑEZ DE BALBOA, S,L,                                  | SUBSIDIARY                                   | 29-03-2018     | 11,000  | 0   | 100,00                               | 100,00  |  |
| EKTT 1-A SERVIÇOS DE TRANSMISSAO DE<br>ENERGIA ELÉTRICA SPE S/A | SUBSIDIARY                                   | 07-04-2018     | 0   | 0   | 52,45                                | 52,45   |  |
| EKTT 2-A SERVIÇOS DE TRANSMISSAO DE<br>ENERGIA ELÉTRICA SPE S/A | SUBSIDIARY                                   | 07-04-2018     | 0   | 0   | 52,45                                | 52,45   |  |
| IBERDROLA IRELAND LTD   | SUBSIDIARY                                   | 11-05-2018     | 0   | 0   | 100,00                               | 100,00  |  |
|   |  |                |   |   |                                      |   |  |

Table 2:

#### REDUCTION IN HOLDINGS IN SUBSIDIARIES. JOINT VENTURES AND/OR INVESTMENTS IN ASSOCIATES OR OTHER TRANSACTIONS OF A SIMILAR NATURE (CURRENT PERIOD)

| Name of company (or business line)<br>sold. spun off or retired | Category    | Effective<br>date<br>of<br>transactio<br>n<br>(dd/mm/y<br>yyy) | % of voting rights sold or retired | % of total voting<br>rights in the<br>company after<br>disposal | Profit/(Loss)<br>generated<br>(thousand euros) |
|---|-------------|--|------------------------------------|---|--|
| DEMON INTERNET, LTD   | Dependiente | 12-01-2018   | 100,00                             | 0,00  | 0  |
| SUBGRUPO TIRME  | Asociada    | 19-06-2018   | 20,00                              | 0,00  | 30,928   |
| MANWEB SHARE SCHEME TRUSTEES, Ltd,                              | Dependiente | 15-06-2018   | 100,00                             | 0,00  | 0  |
| MANWEB NOMINEES, LTD  | Dependiente | 21-01-2018   | 100,00                             | 0,00  | 0  |
| PROMOTORA LA CASTELLANA DE BURGOS,<br>S,A,                      | Dependiente | 08-02-2018   | 100,00                             | 0,00  | 0  |
| SCOTTISH POWER UK HOLDINGS, LTD                                 | Dependiente | 22-02-2018   | 100,00                             | 0,00  | 0  |
| ENSTOR ENERGY SERVICES, LLC                                     | Dependiente | 01-03-2018   | 81,50                              | 0,00  | 9,573  |
| MANWEB ENERGY CONSULTANTS, LTD                                  | Dependiente | 04-04-2018   | 100,00                             | 0,00  | 0  |
| STREATOR DEER RUN WIND FARM, LLC                                | Dependiente | 01-05-2018   | 81,50                              | 0,00  | 0  |
| SUBGRUPO ENSTOR GAS   | Dependiente | 01-05-2018   | 81,50                              | 0,00  | (21,628)                                       |
| URBANIZADORA MARINA DE COPE, S,L,                               | Dependiente | 10-05-2018   | 80,00                              | 0,00  | 0  |
|   |             |  |                                    |   |  |
|   |             |  |                                    |   |  |
|   |             |  |                                    |   |  |
|   |             |  |                                    |   |  |

#### SELECTED FINANCIAL INFORMATION IBERDROLA, S.A. 1st HALF-YEAR OF 2018

|   | IV. SELECTED FINANCIAL INFORMATION |                           |                               |                          |                           |                               |    |  |  |  |  |  |
|---|------------------------------------|---------------------------|-------------------------------|--------------------------|---------------------------|-------------------------------|----|--|--|--|--|--|
| 12. DIVIDENDS PAID  |                                    |                           |                               |                          |                           |                               |    |  |  |  |  |  |
|   |                                    | C                         | URRENT PERIC                  | D                        | PF                        | REVIOUS PERIO                 | DD |  |  |  |  |  |
|   | % of<br>nominal<br>value           | Euros per<br>share (X.XX) | Amount<br>(thousand<br>euros) | % of<br>nominal<br>value | Euros per<br>share (X.XX) | Amount<br>(thousand<br>euros) |    |  |  |  |  |  |
| Ordinary shares   | 2158                               | 19,00                     | 0,14                          | 8,220                    | 0,00                      | 0,00                          | 0  |  |  |  |  |  |
| Other shares (non-voting shares. redeemable shares. etc.) | 2159                               | 0,00                      | 0,00                          | 0                        | 0,00                      | 0,00                          | 0  |  |  |  |  |  |
| Total dividends paid                                      | 2160                               | 19,00                     | 0,14                          | 8,220                    | 0,00                      | 0,00                          | 0  |  |  |  |  |  |
| a) Dividends charged to profit and loss                   | 2155                               | 19,00                     | 0,14                          | 8,220                    | 0,00                      | 0,00                          | 0  |  |  |  |  |  |
| b) Dividends charged to reserves or share premium 2156    |                                    | 0,00                      | 0,00                          | 0                        | 0,00                      | 0,00                          | 0  |  |  |  |  |  |
| c) Dividends in kind                                      | 0,00                               | 0,00                      | 0                             | 0,00                     | 0,00                      | 0                             |    |  |  |  |  |  |

|                                      | IV. SELECTED FINANCIAL INFORMATION |   |                                       |  |                       |                                     |                        |  |  |  |  |
|--------------------------------------|------------------------------------|---|---------------------------------------|--|-----------------------|-------------------------------------|------------------------|--|--|--|--|
| 13. BRE                              | AKDO                               | WN OF FINAN                             | CIAL INSTRUM                          | IENTS BY NAT                               | URE AND CAT           | EGORY (1/2)                         |                        |  |  |  |  |
| Units: Thousand euros                |                                    |   |                                       | CURREN                                     | T PERIOD              |                                     |                        |  |  |  |  |
| FINANCIAL ASSETS:<br>NATURE/CATEGORY |                                    | Financial<br>assets held for<br>trading | Other financial<br>assets at<br>FVTPL | Available-for-<br>sale financial<br>assets | Loans and receivables | Held-to-<br>maturity<br>investments | Hedging<br>derivatives |  |  |  |  |
| Equity instruments                   | 2061                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Debt securities                      | 2062                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Derivatives                          | 2063                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Other financial assets               | 2064                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Long-term/non-current                | 2065                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Equity instruments                   | 2066                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Debt securities                      | 2067                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Derivatives                          | 2068                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Other financial assets               | 2069                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Short-term/current                   | 2070                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| INDIVIDUAL TOTAL                     | 2075                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Equity instruments                   | 2161                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Debt securities                      | 2162                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Derivatives                          | 2163                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Other financial assets               | 2164                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Long-term/non-current                | 2165                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Equity instruments                   | 2166                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Debt securities                      | 2167                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Derivatives                          | 2168                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Other financial assets               | 2169                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| Short-term/current                   | 2170                               |   |                                       |  |                       |                                     |                        |  |  |  |  |
| CONSOLIDATED TOTAL                   | 2175                               |   |                                       |  |                       |                                     |                        |  |  |  |  |

|   |      |  | CURRENT                                    | PERIOD             |                        |
|---|------|--|--|--------------------|------------------------|
| FINANCIAL LIABILITIES:<br>NATURE/CATEGORY         |      | Financial<br>liabilities held<br>for trading | Other financial<br>liabilities at<br>FVTPL | Debts and payables | Hedging<br>derivatives |
| Bank borrowings                                   | 2076 |  |  |                    |                        |
| Bonds and other negotiable securities             | 2077 |  |  |                    |                        |
| Derivatives                                       | 2078 |  |  |                    |                        |
| Other financial liabilities                       | 2079 |  |  |                    |                        |
| Long-term debts/Non-current financial liabilities | 2080 |  |  |                    |                        |
| Bank borrowings                                   | 2081 |  |  |                    |                        |
| Bonds and other marketable securities             | 2082 |  |  |                    |                        |
| Derivatives                                       | 2083 |  |  |                    |                        |
| Other financial liabilities                       | 2084 |  |  |                    |                        |
| Short-term debts/Current financial liabilities    | 2085 |  |  |                    |                        |
| INDIVIDUAL TOTAL                                  | 2090 |  |  |                    |                        |
| Bank borrowings                                   | 2176 |  |  |                    |                        |
| Bonds and other negotiable securities             | 2177 |  |  |                    |                        |
| Derivatives                                       | 2178 |  |  |                    |                        |
| Other financial liabilities                       | 2179 |  |  |                    |                        |
| Long-term debts/Non-current financial liabilities | 2180 |  |  |                    |                        |
| Bank borrowings                                   | 2181 |  |  |                    |                        |
| Bonds and other negotiable securities             | 2182 |  |  |                    |                        |
| Derivatives                                       | 2183 |  |  |                    |                        |
| Other financial liabilities                       | 2184 |  |  |                    |                        |
| Short-term debts/Current financial liabilities    | 2185 |  |  |                    |                        |
| CONSOLIDATED TOTAL                                | 2190 |  |  |                    |                        |

(FVTPL: fair value through profit or loss)

| IV. SELECTED FINANCIAL INFORMATION |       |   |                                       |  |                       |                                     |                     |  |  |  |
|------------------------------------|-------|---|---------------------------------------|--|-----------------------|-------------------------------------|---------------------|--|--|--|
| 13. BRI                            | EAKDO | WN OF FINAN                             | CIAL INSTRUM                          | IENTS BY NAT                               | URE AND CAT           | EGORY (2/2)                         |                     |  |  |  |
| Units: Thousand euros              |       | PREVIOUS PERIOD                         |                                       |  |                       |                                     |                     |  |  |  |
| NATURE/CATEGORY                    |       | Financial<br>assets held for<br>trading | Other financial<br>assets at<br>FVTPL | Available-for-<br>sale financial<br>assets | Loans and receivables | Held-to-<br>maturity<br>investments | Hedging derivatives |  |  |  |
| Equity instruments                 | 5061  |   |                                       |  |                       |                                     |                     |  |  |  |
| Debt securities                    | 5062  |   |                                       |  |                       |                                     |                     |  |  |  |
| Derivatives                        | 5063  |   |                                       |  |                       |                                     |                     |  |  |  |
| Other financial assets             | 5064  |   |                                       |  |                       |                                     |                     |  |  |  |
| Long-term/non-current              | 5065  |   |                                       |  |                       |                                     |                     |  |  |  |
| Equity instruments                 | 5066  |   |                                       |  |                       |                                     |                     |  |  |  |
| Debt securities                    | 5067  |   |                                       |  |                       |                                     |                     |  |  |  |
| Derivatives                        | 5068  |   |                                       |  |                       |                                     |                     |  |  |  |
| Other financial assets             | 5069  |   |                                       |  |                       |                                     |                     |  |  |  |
| Short-term/current                 | 5070  |   |                                       |  |                       |                                     |                     |  |  |  |
| INDIVIDUAL TOTAL                   | 5075  |   |                                       |  |                       |                                     |                     |  |  |  |
| Equity instruments                 | 5161  |   |                                       |  |                       |                                     |                     |  |  |  |
| Debt securities                    | 5162  |   |                                       |  |                       |                                     |                     |  |  |  |
| Derivatives                        | 5163  |   |                                       |  |                       |                                     |                     |  |  |  |
| Other financial assets             | 5164  |   |                                       |  |                       |                                     |                     |  |  |  |
| Long-term/non-current              | 5165  |   |                                       |  |                       |                                     |                     |  |  |  |
| Equity instruments                 | 5166  |   |                                       |  |                       |                                     |                     |  |  |  |
| Debt securities                    | 5167  |   |                                       |  |                       |                                     |                     |  |  |  |
| Derivatives                        | 5168  |   |                                       |  |                       |                                     |                     |  |  |  |
| Other financial assets             | 5169  |   |                                       |  |                       |                                     |                     |  |  |  |
| Short-term/current                 | 5170  |   |                                       |  |                       |                                     |                     |  |  |  |
| CONSOLIDATED TOTAL                 | 5175  |   |                                       |  |                       |                                     |                     |  |  |  |
|                                    |       |   |                                       |  | PREVIOUS PE           |                                     |                     |  |  |  |

|   |      | PREVIOUS PERIOD                              |  |                    |                        |  |  |  |
|---|------|--|--|--------------------|------------------------|--|--|--|
| FINANCIAL LIABILITIES:<br>NATURE/CATEGORY         | _    | Financial<br>liabilities held<br>for trading | Other financial<br>liabilities at<br>FVTPL | Debts and payables | Hedging<br>derivatives |  |  |  |
| Bank borrowings                                   | 5076 |  |  |                    |                        |  |  |  |
| Bonds and other negotiable securities             | 5077 |  |  |                    |                        |  |  |  |
| Derivatives                                       | 5078 |  |  |                    |                        |  |  |  |
| Other financial liabilities                       | 5079 |  |  |                    |                        |  |  |  |
| Long-term debts/Non-current financial liabilities | 5080 |  |  |                    |                        |  |  |  |
| Bank borrowings                                   | 5081 |  |  |                    |                        |  |  |  |
| Bonds and other negotiable securities             | 5082 |  |  |                    |                        |  |  |  |
| Derivatives                                       | 5083 |  |  |                    |                        |  |  |  |
| Other financial liabilities                       | 5084 |  |  |                    |                        |  |  |  |
| Short-term debts/Current financial liabilities    | 5085 |  |  |                    |                        |  |  |  |
| INDIVIDUAL TOTAL                                  | 5090 |  |  |                    |                        |  |  |  |
| Bank borrowings                                   | 5176 |  |  |                    |                        |  |  |  |
| Bonds and other negotiable securities             | 5177 |  |  |                    |                        |  |  |  |
| Derivatives                                       | 5178 |  |  |                    |                        |  |  |  |
| Other financial liabilities                       | 5179 |  |  |                    |                        |  |  |  |
| Long-term debts/Non-current financial liabilities | 5180 |  |  |                    |                        |  |  |  |
| Bank borrowings                                   | 5181 |  |  |                    |                        |  |  |  |
| Bonds and other negotiable securities             | 5182 |  |  |                    |                        |  |  |  |
| Derivatives                                       | 5183 |  |  |                    |                        |  |  |  |
| Other financial liabilities                       | 5184 |  |  |                    |                        |  |  |  |
| Short-term debts/Current financial liabilities    | 5185 |  |  |                    |                        |  |  |  |
| L CONSOLIDATED                                    | 5190 |  |  |                    |                        |  |  |  |

(FVTPL: fair value through profit or loss)

#### 14. Segment information

| Units: thousand euros |      |                   |  |                   |                    |  |  |  |  |  |
|-----------------------|------|-------------------|--|-------------------|--------------------|--|--|--|--|--|
| Table 1:              |      |                   | Distribution of revenue by geographic area |                   |                    |  |  |  |  |  |
| GEOGRAPHIC AREA       |      | INDIVI            | DUAL                                       | CONSOLIDATED      |                    |  |  |  |  |  |
|                       |      | CURRENT<br>PERIOD | PREVIOUS<br>PERIOD                         | CURRENT<br>PERIOD | PREVIOUS<br>PERIOD |  |  |  |  |  |
| Domestic market       | 2210 | 247,297           | 491,219                                    | 6,860,060         | 7,035,499          |  |  |  |  |  |
| Exports:              | 2215 | 283,549           | 278,820                                    | 10,726,563        | 7,930,377          |  |  |  |  |  |
| a) European Union     | 2216 | 49,277            | 27,232                                     | 3,921,782         | 3,406,856          |  |  |  |  |  |
| b) OECD countries     | 2217 | 228,204           | 224,020                                    | 3,839,170         | 3,649,544          |  |  |  |  |  |
| c) Other countries    | 2218 | 6,068             | 27,568                                     | 2,965,611         | 873,977            |  |  |  |  |  |
| TOTAL                 | 2220 | 530,846           | 770,039                                    | 17,586,623        | 14,965,876         |  |  |  |  |  |

| Table 2:   |      | Ordinary revenue         |                    |                       |                       |                   |                    |  |  |
|--|------|--------------------------|--------------------|-----------------------|-----------------------|-------------------|--------------------|--|--|
|  |      |                          |                    | CONSOL                | IDATED                |                   |                    |  |  |
|  |      | Ordinary re<br>foreign c |                    | Ordinary reve<br>segn | enue between<br>nents | Total ordina      | ary revenue        |  |  |
| SEGMENTS   |      | CURRENT<br>PERIOD        | PREVIOUS<br>PERIOD | CURRENT<br>PERIOD     | PREVIOUS<br>PERIOD    | CURRENT<br>PERIOD | PREVIOUS<br>PERIOD |  |  |
| Generation and supply  | 2221 | 10,180,915               | 9,664,100          | 222,305               | (28,917)              | 10,403,220        | 9,635,183          |  |  |
| Renewable  | 2222 | 927,387                  | 689,360            | 1,129,824             | 990,568               | 2,057,211         | 1,679,928          |  |  |
| Networks   | 2223 | 6,381,758                | 4,450,471          | 151,807               | 159,153               | 6,533,565         | 4,609,624          |  |  |
| Other businesses, Corporation and adjustments                              | 2224 | 96,563                   | 161,945            | 8,717                 | 56,732                | 105,280           | 218,677            |  |  |
|  | 2225 |                          |                    |                       |                       |                   |                    |  |  |
|  | 2226 |                          |                    |                       |                       |                   |                    |  |  |
|  | 2227 |                          |                    |                       |                       |                   |                    |  |  |
|  | 2228 |                          |                    |                       |                       |                   |                    |  |  |
|  | 2229 |                          |                    |                       |                       |                   |                    |  |  |
|  | 2230 |                          |                    |                       |                       |                   |                    |  |  |
| (-) Adjustments and elimination of<br>ordinary revenue between<br>segments | 2231 |                          |                    | (1,512,653)           | (1,177,536)           | (1,512,653)       | (1,177,536)        |  |  |
| TOTAL  | 2235 | 17,586,623               | 14,965,876         | 0                     | 0                     | 17,586,623        | 14,965,876         |  |  |

| Table 3:   | Profit (loss) |                   |                    |  |
|--|---------------|-------------------|--------------------|--|
|  | Γ             | CONSOLIDATED      |                    |  |
| SEGMENTS   |               | CURRENT<br>PERIOD | PREVIOUS<br>PERIOD |  |
| Generation and supply  | 2250          | 446,687           | 494,585            |  |
| Renewable  | 2251          | 646,690           | 463,176            |  |
| Networks   | 2252          | 1,485,205         | 1,244,486          |  |
| Other businesses   | 2253          | 0                 | 0                  |  |
| Corporation and adjustments  | 2254          | (51,319)          | (49,391)           |  |
|  | 2255          |                   |                    |  |
|  | 2256          |                   |                    |  |
|  | 2257          |                   |                    |  |
|  | 2258          |                   |                    |  |
|  | 2259          |                   |                    |  |
| Total profit (loss) of segments reported                           | 2260          | 2,527,263         | 2,152,856          |  |
| (+/-) Unallocated profit (loss)                                    | 2261          | (516,616)         | (120,308)          |  |
| (+/-) Elimination of internal profit (loss) (between segments)     | 2262          | 0                 | 0                  |  |
| (+/-) Other profit (loss)  | 2263          | 0                 | 0                  |  |
| (+/-) Income tax and/or profit (loss) from discontinued activities | 2264          | 0                 | 0                  |  |
| PROFIT (LOSS) BEFORE TAX   | 2270          | 2,010,647         | 2,032,548          |  |

# IV. SELECTED FINANCIAL INFORMATION 15. AVERAGE WORKFORCE

|                   |      | INDIVIDUAL        |                    | CONSOLIDATED      |                    |
|-------------------|------|-------------------|--------------------|-------------------|--------------------|
|                   |      | CURRENT<br>PERIOD | PREVIOUS<br>PERIOD | CURRENT<br>PERIOD | PREVIOUS<br>PERIOD |
| AVERAGE WORKFORCE | 2295 | 717               | 651                | 33,248            | 26,212             |
| Men               | 2296 | 390               | 362                | 25,527            | 20,094             |
| Women             | 2297 | 327               | 289                | 7,721             | 6,118              |

# IV. SELECTED FINANCIAL INFORMATION

#### 16. REMUNERATION RECEIVED BY DIRECTORS AND MANAGING DIRECTORS

| DIRECTORS:   | Amount (thousand euros) |                   |                    |
|--|-------------------------|-------------------|--------------------|
| Type of remuneration:                                |                         | CURRENT<br>PERIOD | PREVIOUS<br>PERIOD |
| Fixed remuneration                                   | 2310                    | 1,625             | 1,375              |
| Variable remuneration                                | 2311                    | 3,798             | 3,185              |
| Attendance fees                                      | 2312                    | 382               | 370                |
| Directors' fees                                      | 2313                    | 2,267             | 2,281              |
| Options on shares and/or other financial instruments | 2314                    | 0                 | 0                  |
| Other  | 2315                    | 4,610             | 5,017              |
| TOTAL  | 2320                    | 12,682            | 12,228             |

#### Other benefits:

| Advances  | 2326 | 0  | 0   |
|---|------|----|-----|
| Loans granted                                   | 2327 | 0  | 0   |
| Pension funds and plans: Contributions          | 2328 | 0  | 0   |
| Pension funds and plans: Contracted obligations | 2329 | 0  | 0   |
| Life insurance premiums                         | 2330 | 0  | 0   |
| Guarantees granted to directors                 | 2331 | 78 | 116 |

|   |      | Amount (thousand euros) |                    |  |
|---|------|-------------------------|--------------------|--|
| MANAGING DIRECTORS:                           |      | CURRENT<br>PERIOD       | PREVIOUS<br>PERIOD |  |
| Total remuneration paid to managing directors | 2325 | 5,686                   | 10,918             |  |

#### 17. RELATED-PARTY TRANSACTIONS (1/2)

| ONS  | CURRENT PERIOD   |  |  |  |  |  |  |
|------|--|--|--|--|--|--|--|
|      | Significant<br>shareholders  | Directors and<br>managing<br>directors   | Group<br>employees.<br>companies<br>and entities   | Other related parties  | Total  |  |  |
| 2340 | 0  | 0  | 7  | 0  | 7  |  |  |
| 2341 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2342 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2343 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2344 | 0  | 0  | 1,038  | 6,401  | 7,439  |  |  |
| 2345 | 0  | 0  | 7,654  | 754  | 8,408  |  |  |
| 2346 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2347 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2348 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2350 | 0  | 0  | 8,699  | 7,155  | 15,854   |  |  |
| 2351 | 91   | 0  | 33   | 3  | 127  |  |  |
| 2352 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2353 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2354 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2355 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2356 | 0  | 0  | 1,613  | 0  | 1,613  |  |  |
| 2357 | 0  | 0  | 13,151   | 427  | 13,578   |  |  |
| 2358 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2359 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2360 | 91   | 0  | 14,797   | 430  | 15,318   |  |  |
|      |  | C  |  |  |  |  |  |
|      | Significant<br>shareholders  | Directors and<br>managing<br>directors   | employees,<br>companies<br>and entities  | Other related parties  | Total  |  |  |
| 2371 | 0  | 0  | 27,904   | 54,997   | 82,901   |  |  |
| 2372 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2373 | 0  | 0  | 0  | 0  | 0  |  |  |
| 2377 | 0  | 0  | 0  | 0  | 0  |  |  |
|      |  |  |  |  |  |  |  |
| 2374 | 0  | 0  | 0  | 0  | 0  |  |  |
|      | 0  | 0  | 0  | 0  | 0  |  |  |
|      | 2341<br>2342<br>2343<br>2344<br>2345<br>2346<br>2347<br>2348<br>2350<br>2351<br>2352<br>2353<br>2354<br>2355<br>2356<br>2355<br>2356<br>2357<br>2358<br>2359<br>2359<br>2360 | Significant<br>shareholders2340023410234202343023440234502346023470234802350023519123520235302354023550235602357023580235902359023590236091237102373023730 | Significant<br>shareholdersDirectors and<br>managing<br>directors234000234100234200234300234400234500234600234700234800235000235191023520023530023540023550023560023570023580023590023509102351002352002354002355002356002357002358002359002350002351002352002353002354002355002359002350002351002352002353002354002355002350002350002350002350002350002 | Significant<br>shareholdersDirectors and<br>managing<br>directorsGroup<br>employees.<br>companies<br>and entities<br>and entities<br>and entities<br>and entities234000723410002342000234300023440002345001,0382346000234700023480002350000235191033235200023530002354000235500023560002357000236091014,79723520002353000235400023550002356000235700023580002359000236091014,79723710027,90423720002373000 | Significant<br>shareholdersDirectors and<br>managing<br>directorsGroup<br>employees.<br>companiesOther related<br>parties23400070234100002342000023430000234400002345001,0386,4012346007,65475423470000234800002349000023400000234100002342000023450000234600002350000023519103333235200002354000023550000235600002357000023580000236091014,797430235900002360910002371000023720000237300002374000 |  |  |

Repayment or cancellation of loans

and lease arrangements (lessee) Collateral and guarantees given

Collateral and guarantees received

Commitment/Guarantees cancelled

other

earnings

and

Commitments assumed

Dividends

distributed Other transactions 2,766

45,365

3,041

45,365

#### 17. RELATED-PARTY TRANSACTIONS (2/2)

| RELATED-PARTY TRANSACTIO   | ONS  | PREVIOUS PERIOD             |  |  |                       |        |  |  |  |
|--|------|-----------------------------|--|--|-----------------------|--------|--|--|--|
| EXPENSES AND REVENUE   |      | Significant<br>shareholders | Directors and<br>managing<br>directors | Group<br>employees,<br>companies<br>and entities | Other related parties | Total  |  |  |  |
| 1) Finance costs   | 6340 | 0                           | 0                                      | 7  | 0                     | 7      |  |  |  |
| 2) Management and cooperation contracts  | 6341 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 3) R&D transfers and licence agreements  | 6342 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 4) Leases  | 6343 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 5) Receipt of services   | 6344 | 0                           | 0                                      | 4,291  | 24,417                | 28,708 |  |  |  |
| <ol> <li>Purchase of goods (finished or in progress)</li> </ol>                          | 6345 | 0                           | 0                                      | 29,609   | 776                   | 30,385 |  |  |  |
| 7) Allowance for bad and doubtful debts  | 6346 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| <ol> <li>Losses on retirement or disposal<br/>of assets</li> </ol>                       | 6347 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 9) Other expenses  | 6348 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| EXPENSES (1 + 2 + 3 + 4 + 5 + 6 +<br>7 + 8 + 9)  | 6350 | 0                           | 0                                      | 33,907   | 25,193                | 59,100 |  |  |  |
| 10) Finance income   | 6351 | 0                           | 0                                      | 14,242   | 0                     | 14,242 |  |  |  |
| 11) Management and cooperation contracts   | 6352 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 12) R&D transfers and<br>licence agreements  | 6353 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 13) Dividends received   | 6354 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 14) Leases   | 6355 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 15) Provision of services  | 6356 | 0                           | 0                                      | 6,425  | 0                     | 6,425  |  |  |  |
| 16) Sale of goods (finished<br>or in progress)   | 6357 | 0                           | 0                                      | 7,586  | 915                   | 8,501  |  |  |  |
| 17) Gains on retirement or<br>disposal of assets   | 6358 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
|  | 6359 | 0                           | 0                                      | 0  | 0                     | 0      |  |  |  |
| 18) Other revenue  |      | -                           |  |  |                       |        |  |  |  |
| 18)         Other revenue           REVENUE (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18) | 6360 | 0                           | 0                                      | 28,253   | 915                   | 29,168 |  |  |  |

| OTHER TRANSACTIONS:   |      | Significant<br>shareholders | Directors and<br>managing<br>directors | Group<br>employees.<br>companies<br>and entities | Other related parties | Total   |
|---|------|-----------------------------|--|--|-----------------------|---------|
| Purchase of property, plant and equipment, intangible assets and other assets   | 6371 | 0                           | 0                                      | 0  | 133,404               | 133,404 |
| Financing agreements: loans and capital contributions (lender)                  | 6372 | 0                           | 0                                      | 0  | 0                     | 0       |
| Finance lease arrangements (lessor)   | 6373 | 0                           | 0                                      | 0  | 0                     | 0       |
| Repayment or cancellation of loans and lease arrangements (lessor)              | 6377 | 0                           | 0                                      | 0  | 0                     | 0       |
| Sale of property. plant and<br>equipment. intangible assets and<br>other assets | 6374 | 0                           | 0                                      | 0  | 0                     | 0       |
| Financing agreements: loans and capital contributions (borrower)                | 6375 | 0                           | 0                                      | 0  | 0                     | 0       |
| Finance lease arrangements (lessee)   | 6376 | 0                           | 0                                      | 0  | 0                     | 0       |
| Repayment or cancellation of loans and lease arrangements (lessee)              | 6378 | 0                           | 0                                      | 0  | 0                     | 0       |
| Collateral and guarantees given   | 6381 | 0                           | 0                                      | 0  | 0                     | 0       |
| Collateral and guarantees received  | 6382 | 0                           | 0                                      | 0  | 0                     | 0       |
| Commitments assumed   | 6383 | 0                           | 0                                      | 0  | 0                     | 0       |
| Commitment/Guarantees cancelled   | 6384 | 0                           | 0                                      | 0  | 0                     | 0       |
| Dividends and other earnings<br>distributed                                     | 6386 | 19,172                      | 263                                    | 0  | 0                     | 19,435  |
| Other transactions  | 6385 | 0                           | 0                                      | 0  | 0                     | 0       |

#### V. EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS/CONDENSED ANNUAL FINANCIAL STATEMENTS FOR THE INTERIM PERIOD

| Annex<br>Explanatory notes to<br>the financial               | Annex<br>Condensed annual<br>financial statements <sup>(2)</sup>  |
|--|---|
| The Annex contains:  |   |
| Individual Selected Condensed Interim Financial Information. | n Management Report for the six-month period ending on 30 June 2018 and Limited Review Report on the<br>n Consolidated Management Report for the six-month period ending on 30 June 2018 and Limited Review |
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(1) Explanatory notes to the financial statements: Explanatory notes to the interim financial statements and other Selected financial information required in Chapter IV of this template should be attached here, and shall contain at least the minimum disclosures required in the instructions for the preparation of the half-yearly financial report.

#### (2) Condensed annual financial statements:

(2.1) Issuers that prepare condensed consolidated annual financial statements: If the consolidated financial statement templates of Sections 6. 7. 8. 9 and 10.A or 10.B of Chapter IV of the Selected financial information do not meet the requirements established in the adopted international accounting standard applicable to interim financial information, or if the issuer voluntarily chooses to prepare condensed consolidated annual financial statements for the interim period including its own condensed financial statement templates, it shall attach in this section the condensed consolidated annual financial statements for the interim period, which shall contain, at least, all the minimum disclosures required under the adopted international accounting standard applicable to interim financial information, without prejudice to the obligation to additionally complete the financial information contained in Chapter IV on Selected financial information.

(2.2) Issuers that do not prepare condensed consolidated annual financial statements: In the exceptional case that the individual financial statement templates of Sections 1. 2. 3. 4 and 5 of Chapter IV on Selected financial information do not comply with the requirements established by Article 13 of Royal Decree 1362/2007; or if the issuer voluntarily draws up condensed individual annual financial statements for the interim period including its own condensed financial statement templates, it shall attach in this section the condensed individual annual financial statements for the interim period, which shall contain, at least, all the minimum disclosures required under the adopted international accounting standard applicable to interim financial information, without prejudice to the obligation to additionally complete the financial information contained in Chapter IV on Selected financial information.

| The Limited Rever Report and Consolidated Limited Rever Report are included in the annex to Orager V.    | VI. INTERIM MANAGEMENT REPORT  |  |  |  |
|--|--|--|--|--|
| The Limited Review Report and Consolidated Limited Review Report are included in the annes to Chapter V. | Annex<br>Annex<br>Interim management<br>report   |  |  |  |
|  | The Limited Review Report and Consolidated Limited Review Report are included in the annex to Chapter V. |  |  |  |
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| VII. AUDIT REPORT  |  |  |
|--|--|--|
| Annex<br>Audit report  |  |  |
| The Limited Review Report and Consolidated Limited Review Report are included in the annex to Chapter V. |  |  |
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