

1H 2007 RESULTS

(JANUARY-JUNE)



JULY 07
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In accordance with Regulation 1606/2002 of the European Parliament and of the Council of 19 July 2002, for each financial year starting on or after 1 January 2005, companies governed by the law of a Member State must prepare their consolidated accounts in conformity with the International Financial Reporting Standards (IFRS) adopted by the European Union if their securities are admitted to trading on a regulated market. Accordingly, the ACCIONA Group is obliged to present its consolidated financial statements for the year ending 31 December 2006 in accordance with the IFRS adopted by the European Union at that date.

The ACCIONA Group's consolidated financial statements are presented in accordance with the International Financial Reporting Standards (IFRS) approved by the European Parliament to date. The financial statements were based on the individual accounts of Acciona, S.A. and its Group companies and they include the necessary adjustments and reclassifications to adapt them to IFRS.

This information was prepared internally by the Acciona Group and has not been audited. Therefore, it is subject to changes, in terms of both the balance sheet and the income statement, as a result of changes in the applicable standards, estimates or any other similar circumstances.

1. Key points:

- EBITDA increased by 5.1%
- Net profit increased by 96.2% and EBIT by 1.4%
- Capital expenditure in the period amounted to 804 million euro.

Income statement summary

(Million euro)	Jan.-Jun. 2006	Jan.-Jun. 2007	Chg. (%)
Revenue	2,873	3,279	14.1
EBITDA	458	481	5.1
EBIT	296	300	1.4
Net profit	188	370	96.2

Balance sheet data

(Million euro)	31/12/2006	30/06/2007
Equity	4,633	5,553
Net debt	-9,128	-10,148
Financial gearing	197%	183%
	Jan.-Jun. 2006	Jan.-Jun. 2007
Capital expenditure	1,555	804

Operating data

(Million euro)	Jan.-Jun. 2006	Jan.-Jun. 2007	Chg. (%)
Infrastructure backlog	5,028	5,232	4.1
Residential property pre-sales	218	171	-21.4
Land purchases	138	36	-74.0
Attributable Wind Installed capacity (MW)	2,008	2,605	29.7
Passengers served	1,192,954	1,339,743	12.3
Cargo handled (linear metres)	2,414,789	2,564,686	6.2
Average workforce	32,858	36,300	10.5

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The results are presented in accordance with International Financial Reporting Standards (IFRS).

Acciona reports in accordance with its business structure, which comprises five divisions:



Acciona Infraestructure: construction, engineering and transport concessions.



Acciona Real Estate: property rental and development.



Acciona Energy: development, construction, operation and maintenance of renewable energy installations and related manufacturing activities



Acciona Logistics & Transport Services: end-to-end passenger and cargo transport by land, sea and air



Acciona Urban & Environmental Services: city services and environmental protection



Other activities: fund management, securities brokering, wine production and other businesses.

The 5.1% increase in EBITDA in was due mainly to strong growth at Acciona Infraestructure and Acciona Real Estate. It is also important to point out the increased contributions to earnings by Acciona Urban & Environmental Services.

In 1H2007, Acciona Energy contributed 36.7% of EBITDA, followed by Acciona Infraestructure 32.2%, Acciona Real Estate 14.5% and the Services divisions 11.6%.

% EBITDA	Jun. 06	Jun. 07
Acciona Infraestructure	30.6%	33.2%
Acciona Real Estate	12.6%	14.5%
Acciona Energy	40.2%	36.7%
Acciona Logistics & Transport Services	8.2%	5.0%
Acciona Urban & Environmental Services	6.2%	6.6%
Other activities	4.2%	4.1%

Capital investment totalled 804 million euro, aimed mainly at acquiring 0.7% of ENDESA. The remainder of capital expenditure was principally for organic growth by Acciona Energy, Acciona Logistics & Transport Services and Acciona Infrastructure. As a result of the investment in Endesa and Acciona's continuing strategy of capital expenditure, net financial debt at 30 June 2007 amounted to 10,148 million euro (74.5% without recourse) and the gearing ratio was 183%; accordingly, the company retains its ability to finance its growth strategy.

2. Acquisition of 21% of Endesa

At 30 June 2007, Acciona owned 222,714,523 shares of Endesa, representing 21% of its capital stock, acquired for an amount of 7,581 million euro, i.e. approximately 34 euro per share of Endesa. The investment is part of the strategic plan to expand in the electricity business. The deal was financed with two syndicated loans: i) a syndicated loan to Acciona, S.A. amounting to 2,513 million euro, against which 1,430 million euro have been drawn to finance part of the acquisition of Endesa, S.A. by subsidiary Finanzas Dos, S.A. This syndicated loan includes a cap of 1,083 million euro which is the maximum amount that Acciona, S.A. has undertaken to contribute to Finanzas Dos, S.A. in the event that the Senior Debt Coverage Ratio of Finanzas Dos, S.A. is less than 1.15. ii) Another syndicated loan, to Finanzas Dos, S.A., amounting to 5,678 million euro against which 5,669 million euro have been drawn to finance the acquisition of shares of Endesa, S.A. owned by Finanzas Dos, S.A. That loan is secured by a pledge on the shares of Endesa, S.A. owned by Finanzas Dos, S.A., thus enabling the company to retain its capacity to invest. The remaining 1.03% has been financed through corporate loans

Impact of Endesa (Million euro)	January-June	
	2006	2007
EBT	0	217

The impact of Endesa corresponds with the dividends on the Endesa shares, net of expenses associated to the transaction.

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3. Consolidated income statement

(Million euro)	Jan.-Jun. 2006		Jan.-Jun. 2007		Chg. (%)
	Amount	% Revenue	Amount	% Revenue	
Revenues	2,873	100,0	3,279	100,0	14.1
Other revenues	246	8.6	343	10.5	39.1
Changes in inventories of finished goods and work in progress	303	10.6	136	4.1	-55.2
Total production value	3,423	119.1	3,757	114.6	9.8
Cost of goods sold	-1,016	-35.4	-983	-30.0	-3.3
Personnel expenses	-523	-18.2	-604	-18.4	15.6
Other expenses	-1,426	-49.6	-1,689	-51.5	18.4
EBITDA	458	15.9	481	14.7	5.1
Depreciation and amortisation	-162	-5.7	-182	-5.5	11.8
EBIT	296	10.3	300	9.1	1.4
Financial revenues	50	1.7	486	14.8	868.4
Financial expenses	-87	-3.0	-276	-8.4	217.6
Exchange differences (net)	-7	-0.3	0	0.0	-101.3
Results on impairment/release of assets	1	0.0	-1	0.0	-322.1
Income from associated companies	6	0.2	4	0.1	-22.8
Income on sale of non-current assets	6	0.2	17	0.5	176.9
Other gains or losses	9	0.3	-16	-0.5	-279.3
EBT from continuing activities	273	9.5	515	15.7	88.8
Income tax	-79	-2.8	-143	-4.4	80.7
Profit from continuing activities	194	6.7	372	11.3	92.2
Minority interest	-5	-0.2	-2	-0.1	-57.6
Attributable net profit	188	6.6	370	11.3	96.2

Revenues

Consolidated sales increased by 14.1% to 3,279 million euro due to good performance by all the divisions excepting for the Logistics and Transport Services division. The 9.4% increase in revenues at Acciona Infrastructure is notable because of this division's weight within the Group; Acciona Urban & Environmental Services increased sales by 46.7% due mainly to the consolidation of Pridesa in the 1H; Acciona Energy boosted sales by 29.4% due to the organic growth of the division regarding installed wind power capacity.

EBITDA

By 30th June EBITDA amounted to 481 million euro, a 5.1% increase, and the EBITDA margin was 14.7%.

EBIT

EBIT amounted to 300 million euro, i.e. 1.4% higher than same period last year, after a 11.8% increase in depreciation and amortisation due to a larger weighting of the capital-intensive divisions. The EBIT margin was 9.1%.

EBT from Continuing Activities

This figure increased by 88.8% to 515 million euro. This significant increase shows the positive impact achieved with the investment in Endesa.

Attributable net profit

Attributable net profit grew 96.2% to 370 million euro.

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4. Business performance:

(Million euro)	Jan.-Jun. 2006		Jan.-Jun. 2007		Chg. (%)
	Amount	% Revenue	Amount	% Revenue	
Revenues	2,873	100.0	3,279	100.0	14.1
Infrastructure	1,693	58.9	1,853	56.5	9.4
Real Estate	215	7.5	226	6.9	5.0
Energy	365	12.7	473	14.4	29.4
Logistics & Transport Services	422	14.7	412	12.6	-2.4
Urban & Environmental Services	248	8.6	365	11.1	46.7
Other businesses and financial results	52	1.8	72	2.2	40.3
Consolidation adjustments	-123	-4.3	-122	-3.7	

(Million euro)	Jan.-Jun. 2006		Jan.-Jun. 2007		Chg. (%)
	Amount	% Revenue	Amount	% Revenue	
EBITDA	458	15.9	481	14.7	5.1
Infrastructure	140	8.3	162	8.8	15.7
Real Estate	58	26.9	71	31.3	22.4
Energy	184	50.4	180	38.1	-2.4
Logistics & Transport Services	37	8.9	24	5.9	-35.1
Urban & Environmental Services	28	11.4	32	8.9	14.3
Other businesses and financial results	19	37.5	20	27.4	2.6
Consolidation adjustments	-10		-8		

(Million euro)	Jan.-Jun. 2006		Jan.-Jun. 2007		Chg. (%)
	Amount	% Revenue	Amount	% Revenue	
EBT	273	9.5	298	9.1	9.3
Infrastructure	101	6.0	123	6.6	22.0
Real Estate	42	19.6	52	23.1	23.5
Energy	81	22.1	61	12.9	-24.7
Logistics & Transport Services	12	2.9	-4	-1.0	-133.0
Urban & Environmental Services	20	8.2	18	5.0	-10.8
Other businesses and financial results	29	55.7	60	82.6	108.0
Consolidation adjustments	-13		-12		

4.1. Acciona Infrastructure

(Million euro)	January-June		
	2006	2007	Chg. (%)
Revenues	1,693	1,853	9.4
EBITDA	140	162	15.7
<i>Margin</i>	8.3%	8.8%	
EBT	101	123	22.0
<i>Margin</i>	6.0%	6.6%	

Revenues amounted to 1,853 million euro, a 9.4% increase on same period last year. EBITDA increased by 15.7% to 162 million euro, and the EBITDA margin was 8.8%, which shows the factual quality of the construction backlog. Earnings before taxes (EBT) continued to increase, gaining 22.0% to 123 million euro, and the margin improved by 60 basis points.

The construction backlog in June amounted to 5,232 million euro, 4.1% more than in same period last year .

Main contracts obtained in January-June 2007

CIVIL ENGINEERING

MA-417 CONNECTION TO CARRIAGEWAY A-357 WEST MALAGA
 REROUTING OF THE M-30 ROAD THROUGH TUNNELS BETWEEN S.
 ISIDRO AND PRAGA BRIDGES. MADRID.
 INFRASTRUCTURE FOR METRONORTE. SECTION 1B. MADRID
 IMPROVEMENTS AND PURIFICATION ON WATER IN CACERES
 PAJARES TUNNEL.. INITIAL CONTRACT
 PLATFORM VI-BI-S.SEBASTIAN.ESKORIATZA-ARAMAIO
 IMPROVEMENT OF GRANADILLA PORT, TENERIFE
 SEGARRA-GARRIGUES PIPE. SECTION II
 DAM IN TERROBA, SOTO DE CAMEROS, LA RIOJA
 SEWER IN WYGORZELE, JAROSZOWICE AND CIELMICE
 IMPROVEMENTS IN HIGH SPEED TRAIN RAIL CAMINREAL-
 FEREUELA.TERUEL
 5th GNL STORING TANK. HUELVA ´S PLANT
 UTE. PLAZA 2ND PHASE (MF.5)
 UPGRADING THE C-830. LOS SAUCES-CRUZ CASTILLO. TENERIFE

RESIDENTIAL BUILDING

48 HOMES IN SOTO DE HENARES, TORREJÓN DE ARDOZ, MADRID
 120 HOMES "MAGNOLIA GOLF RESORT" ADEJE , TENERIFE
 2 BUILDINGS WITH 75 UNITS IN SARRIA DE TER
 4 BLOCKS OF HOMES IN OSIEDLE LESNE, POLAND
 CONSTRUCTION OF HOMES IN WARSAW, POLAND
 HOUSING ESTATE UE J-41 "LAS CAÑAS", LOGROÑO

NON-RESIDENTIAL BUILDING

2ND PHASE OF FORESTA BUSINESS PARK, MADRID

MINORS COURT BUILDING, LEGAL CAMPUS VALDEBEBAS

ALTERATION AND EXTENSION OF SAN PEDRO HOSPITAL, LA RIOJA

PARKING LOT AND ENTRANCES TO IT. MALAGA'S AIRPORT

TREASURY MAIN BUILDING IN GIRONA

EXHIBITION CENTRE / HOTEL IN PALMA DE MALLORCA

HAM SALTING INDUSTRY IN GÚIJUELO, SALAMANCA

4.2. Acciona Real Estate

(Million euro)	January-June		
	2006	2007	Chg. (%)
Revenues	215	226	5.0
EBITDA	58	71	22.4
<i>Margin</i>	<i>26.9%</i>	<i>31.3%</i>	
EBT	42	52	23.5
<i>Margin</i>	<i>19.6%</i>	<i>23.1%</i>	

Acciona Real Estate's revenues increased by 5.0% to 226 million euro. EBITDA increased by 22.4% to 71 million euro with a 31.3% margin.

(Million euro)	January-June		
	2006	2007	Chg. (%)
Residential property pre-sales	218	171	-21.4%
Land purchases	138	36	-74.0%

Residential property pre-sales amounted to 171 million euro and land investment was of 36 million euro.

4.3. Acciona Energy

(Million euro)	January-June		
	2006	2007	Chg. (%)
Revenues	365	473	29.4
EBITDA	184	180	-2.4
<i>Margin</i>	<i>50.4%</i>	<i>38.1%</i>	
EBT	81	61	-24.7
<i>Margin</i>	<i>22.1%</i>	<i>12.9%</i>	

Acciona Energy's revenues increased by 29.4%, reaching 473 million Euro which shows the strong organic growth of the division.

Acciona Energy's EBITDA amounted to 180 million which represents a decrease by 2.4%, much lower than the price drop within the wind power energy thanks to a greater power installed capacity which has been reflected in a bigger wind power production. Installed wind power capacity increased by 30% in attributable terms and attributable wind power output increased by 33%.

Acciona Energy's installed capacity at 30th June 2007, by technology, was as follows:

Installed capacity (MW)	30 June 2007	
	Total	Attributable
Wind power in Spain	2,951	2,315
Wind power in other countries	514	291
Total Wind	3,465	2,606
Minihydro	59	59
Biomass	33	33
Solar	67	67
Cogeneration	103	103
Total other technologies	262	262
Total Energy	3,727	2,868

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Energy production by 30th June 2007 was follows:

(GWh produced)	30 June 2007	
	Total	Attributable
Wind power in Spain	3,045	2,350
Wind power in other countries	601	325
Total Wind	3,646	2,675
Minihydro	139	139
Biomass	70	70
Solar	2	2
Cogeneration	331	330
Total other technologies	542	541
Total Energy	4,188	3,216

The percentage of attributable capacity (MW) is 77% overall: 75% in wind and 100% in other technologies.

4.4. Acciona Logistics & Transport Services

(Million euro)	January-June		
	2006	2007	Chg. (%)
Revenues	422	412	-2.4
EBITDA	37	24	-35.1
<i>Margin</i>	8.9%	5.9%	
EBT	12	-4	-133.0
<i>Margin</i>	2.9%	-1.0%	

During 1H2007, Acciona Logistics & Transport Services decreased its EBITDA by 35% as a result of the impact of lines restructure, the increase of competition in the sector and the loss of licenses' for the airports of Madrid, Alicante, Tenerife South and Tenerife North. Acciona Trasmediterránea has kept on improving passenger traffic by 12.3% and cargo traffic by 6.2%.

	Jan.-Jun. 2006	Jan.-Jun. 2007	Chg. (%)
Passengers	1,192,954	1,339,743	12.3
Cargo handled (linear metres)	2,414,789	2,564,686	6.2

4.5. Acciona Urban & Environmental Services

(Million euro)	January-June		
	2006	2007	Chg. (%)
Revenues	248	365	46.7
EBITDA	28	32	14.3
<i>Margin</i>	<i>11.4%</i>	<i>8.9%</i>	
EBT	20	18	-10.8
<i>Margin</i>	<i>8.2%</i>	<i>5.0%</i>	

The 46.7% increase in sales is due to the incorporation of Pridesa into Acciona Urban & Environmental Services as well as to the organic growth within this division's other activities: facility services, waste collection, sewage, and burial services.

Acciona Water has been selected by the US Company Poseidon Resources Corporation to carry out the design, engineering, construction and start up of a seawater desalination plant in the city of Carlsbad, California which will be the largest plant in the whole of the United States. The new desalination plant in Carlsbad will mean a further investment of 300 million dollars and will produce 204,000 cubic meters per day of high-quality drinking water.

4.6 Other businesses and financial results

(Million euro)	January-June		
	2006	2007	Chg. (%)
Revenues	52	72	40.3
EBITDA	19	20	2.6
<i>Margin</i>	37.5%	27.4%	
EBT	29	60	108.0
<i>Margin</i>	55.7%	82.6%	

The activities included in this area are: i) Fund management through Bestinver, which reached 6,323 million euro under management at 30th June 2007 (74% year-on-year growth); ii) Wine production and marketing; and iii) Media (GPD, which is fully consolidated).

Revenues increased by 40.3% in 2007. EBITDA increased by 2.6% to 20 million euro due to positive performance by other businesses. The EBT increased by 108% to 60 million euro.

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5. Consolidated balance sheet:

(Million euro)	31 Dec. 06		30 Jun. 07	
	Amount	% Total	Amount	% Total
PROPERTY, PLANT & EQUIPMENT, AND INTANGIBLE ASSETS	5,851	27.5	6,301	27.09
FINANCIAL ASSETS	8,065	37.9	9,265	39.83
GOODWILL	1,162	5.5	1,165	5.01
OTHER NON-CURRENT ASSETS	247	1.2	325	1.40
NON-CURRENT ASSETS	15,325	72.0	17,056	73.33
Inventories	1,443	6.8	1,625	6.6
Accounts receivable	2,316	10.9	2,651	11.40
Other current assets	291	1.4	414	1.78
Current financial assets	300	1.4	216	0.93
Cash and cash equivalents	1,612	7.6	1,297	5.58
CURRENT ASSETS	5,962	28.0	6,203	26.67
TOTAL ASSETS	21,287	100.0	23,259	100.0
Capital	64	0.3	64	0.27
Reserves	3,025	14.2	4,963	21.34
Profit attributable to equity holders of parent	1,370	6.4	370	1.59
Own securities	-135	-0.6	-154	-0.66
Interim dividend				
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	4,324	20.3	5,243	22.54
MINORITY INTERESTS	309	1.5	311	1.34
EQUITY	4,633	21.8	5,553	23.88
Interest-bearing borrowings	10,087	47.4	10,509	45.18
Other non-current liabilities	1,390	6.6	1,730	7.44
NON-CURRENT LIABILITIES	11,477	53.9	12,238	52.62
Interest-bearing borrowings	954	4.5	1,153	4.96
Trade payables	3,352	15.7	3,157	13.57
Other current liabilities	871	4.1	1,157	4.98
CURRENT LIABILITIES	5,177	24.3	5,467	23.51
TOTAL LIABILITIES AND EQUITY	21,287	100.0	23,258	100.0

Acciona's equity amounted to 5,553 million euro at 30th June 2007, which is a 20% more than at the end of last financial year.

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Net financial debt amounted to 10,148 million euro at 30th June 2007, i.e. 183% leverage, due mainly to the acquisition of 21% of ENDESA and intense investment to finance organic growth of all our divisions. The deal was financed with two syndicated loans: i) a syndicated loan to Acciona, S.A. amounting to 2,513 million euro, against which 1,430 million euro have been drawn to finance part of the acquisition of Endesa, S.A. by subsidiary Finanzas Dos, S.A. This syndicated loan includes a cap of 1,083 million euro which is the maximum amount that Acciona, S.A. has undertaken to contribute to Finanzas Dos, S.A. in the event that the Senior Debt Coverage Ratio of Finanzas Dos, S.A. is less than 1.15. ii) Another syndicated loan, to Finanzas Dos, S.A., amounting to 5,678 million euro against which 5,669 million euro have been drawn to finance the acquisition of shares of Endesa, S.A. owned by Finanzas Dos, S.A. That loan is secured by a pledge on the shares of Endesa, S.A. owned by Finanzas Dos, S.A., thus enabling the company to retain its capacity to invest. The remaining 1.3% has been financed through corporate loans.

(Million euro)	31 Dec. 06		30 June. 07		Chg. (%)
	Amount	% Total	Amount	% Total	
Cash + cash equivalents	1,913		1,513		
Interest-bearing borrowings without recourse	8,846	76.5	8,691	74.5	2.9
Interest-bearing borrowings with recourse	2,595	23.5	2,971	25.5	14.5
Total interest-bearing debt	11,041	100.0	11,661	100.0	5.6
Net debt	-9,128		-10,148		11.2

Net debt performed as follows in the period:

	30/06/2006	30/09/2006	31/12/2006	31/03/2007	30/06/2007
Net debt (million euro)	-3,270	-6,954	-9,128	-9,906	-10,148
Gearing (Debt/Equity)	90%	184%	197%	183%	183%

Capital expenditure amounted to 804 million euro in the period. The bulk of investment was to acquire 0.7% of ENDESA, but it is also important to point out that of Acciona Energy and the steady entry into service of new wind power capacity; additionally, Acciona Urban and Environmental Services.

(Million euro)	Capital expenditure Jan.-Jun. 2007
Acciona Infrastructure	79
Acciona Real Estate	17
Acciona Energy	378
Acciona Logistics & Transport Services	-54
Acciona Urban & Environmental Services	104
Other businesses	280*
Total	804

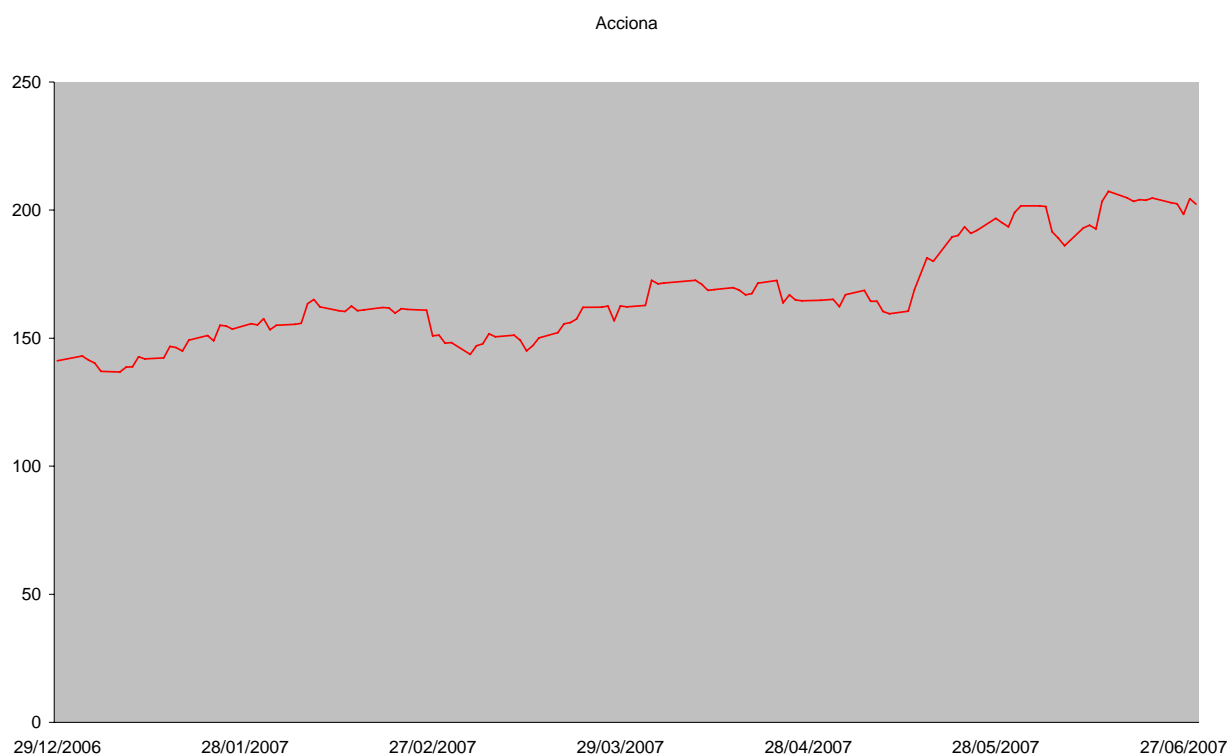
* Includes an investment of 275 million euro in shares of Endesa, S.A.

6. Annex:

7.1. Acciona: Share data

	Share data June 2007
Price at January 1 st 2007	143.05
Price at June 30 th 2007	202.30
Appreciation in 1H 07	41.42%
Low in 1H07 (08/01/2007)	136.8
High in 1H07 (15/06/2007)	207.35
Average daily trading (shares)	353,228
Average daily trading (euro)	59,112,706
Number of shares	63,550,000
Market capitalisation on 30 June 2007 (million euro)	12,856

7.2. Acciona: Share performance in 1H 07



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