Citizen Services

Infrastructures

Environmental Services

Water

1Q2013
EARNINGS REPORT

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Construction of Callao Port (Lima), the largest in Peru and one of the largest in the Pacific

1. HIGHLIGHTS

New era for the Board of Directors of FCC

The Board of Directors of FCC has appointed Esther Alcocer Koplowitz as Chairman and Juan Béjar Ochoa as Executive Vice-Chairman and CEO. To date, Esther Alcocer Koplowitz had been Second Vice-Chairman of FCC; Juan Béjar was Chairman and CEO of Cementos Portland Valderrivas and Executive Chairman of Globalvía.

Changes at the top at FCC Construction and reinforcing the Parent company

In February, the Board of Directors approved several appointments at FCC Construction: Fernando Moreno as Chairman of FCC Construction and member of the management committee, and Miguel Jurado as Managing Director of FCC Construction. Until now, Fernando Moreno had been General Manager of Aqualia (water subsidiary) and Miguel Jurado was Deputy General Manager of Development and International Business at Aqualia.

Arnold Schiefer was also appointed Managing Director of Alpine, FCC Construction's Austrian subsidiary, to lead the restructuring process at that company, which will refocus on its domestic markets, improve operating efficiency, and reduce debt.

Within the FCC parent company, Ana Villacañas was appointed CRO and member of the management committee in charge of optimising the Group structure. Additionally, a divestment department was created to focus on divesting non-core assets.

New Strategic Plan

In March, FCC presented its new Strategic Plan for the next three years. The Plan focuses on increasing cash flow, obtaining EBITDA of 1.2 billion euro, and reducing net interest-bearing debt to 5.2 billion euro. To achieve these targets, FCC Group will concentrate on the most profitable businesses and geographies, adjusting capacity and reducing costs to adapt them to the current market situation and divesting non-strategic assets with a total enterprise value of 2.2 billion euro.

Aqualia lands contracts in the period worth over 1.1 billion euro

Aqualia, FCC's water management subsidiary, was awarded a 25-year contract, worth 900 million euro, to provide end-to-end water management services in the city of Jerez (Spain).

Amongst others, the company has also added and extended contracts worth over 200 million euro in Madrid, Ávila, Oviedo, Girona, Cantabria, León, Vizcaya, Guipúzcoa and Pontevedra.

FCC lands contracts in Peru worth close to 200 million euro

FCC entered Peru with two new contracts. It will modernise Callao Port, in Lima, for around 165 million euro, and upgrade the Trujillo sports complex, in northeast Peru, for 32 million euro. Callao Port is the largest in the country and one of South America's largest Pacific ports.

Asset swap and sale in Cement

In February, Cementos Portland Valderrivas (CPV) reached an asset swap agreement with CRH under which CRH transferred its 26.38% stake in Corporación Uniland SA to CPV in exchange for CPV's 98.75% stake in Cementos Lemona. As a result, CPV attained 99.99% of Corporación Uniland. Additionally, CRH acquired the cement business in Ipswich (UK) from CPV for 22.1 million euro.

Refinancing bank debt at Alpine

At the end of March, Alpine signed a 2-year deal with more than 50 banks to refinance all of its bank debt. The agreement, which includes an acquittance of 150 million euro, evidences the banks' support of Alpine's business plan.

2. EXECUTIVE SUMMARY

- Revenues declined by 18.5% to 1,984.1 million euro due to the process of strategic and market reorganisation that commenced at Alpine in 2012, together with the effects of lower government investment in infrastructure in Spain.

- EBITDA (-34 million euro) mainly reflects the impact of restructuring at Alpine (-140.4 million euro) on the Construction area and the decline in government expenditure on infrastructure in Spain.

- Net attributable income amounted to -140.2 million euro, due to the combination of operating losses at Alpine and the net impact of writedowns (158.9 million euro) due to changes in renewable energy regulations.

- The backlog expanded by 3.4%, to 34,716 million euro, due to the increase in water management contracts.

- Net interest-bearing debt at the end of the quarter was 7,254.2 million euro, a slight increase of 2.3% compared with December 2012. The change (166.5 million euro), which is much lower than in the same period last year, is attributable to the impact of losses at Alpine.

NOTE: ASSETS DESIGNATED AS DISCONTINUED OPERATIONS.

The assets and liabilities corresponding to FCC Energy were designated as discontinued operations since 1 July 2011 and are classified under assets and liabilities available for sale (Note 5.2).

The assets and liabilities corresponding to Giant Cement (which heads the cement division's operations in the US) were reclassified as continuing operations as of 1 July 2012. For this reason, the income statement and cash flow statement for the first quarter of 2012 have been restated to enable comparison.

KEY FIGURES

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Net sales	1,984.1	2,435.5	-18.5%
EBITDA	(34.0)	236.9	-114.4%
EBITDA margin	*-1.7%*	*9.7%*	*-11.4 p.p.*
EBIT	(65.7)	114.4	-157.4%
EBIT margin	*-3.3%*	*4.7%*	*-8.0 p.p.*
Income attributable to equity holders of the parent company	(140.2)	16.6	N/A
Operating cash flow	(290.8)	(345.8)	-15.9%
Investing cash flow	(60.4)	(104.9)	-42.4%
(million euro)	**Mar. 13**	**Dec. 12**	**Chg. (%)**
Equity (excl. non-controlling interests)	1,021.7	1,259.9	-18.9%
Net interest-bearing debt	(7,254.2)	(7,087.7)	2.3%
Backlog	34,715.9	33,576.0	3.4%

3. SUMMARY BY BUSINESS AREA

Area	Mar. 13	Mar. 12	Chg. (%)	% of 2013 total	% of 2012 total
(million euro)					
REVENUES BY BUSINESS AREA					
Environmental services	875.1	913.5	-4.2%	44.1%	37.5%
Construction	919.3	1,231.7	-25.4%	46.3%	50.6%
Cement	121.8	156.2	-22.0%	6.1%	6.4%
Versia	106.3	145.9	-27.1%	5.4%	6.0%
Corporate and adjustments	(38.4)	(11.8)	N/A	-1.9%	-0.5%
Total	**1,984.1**	**2,435.5**	**-18.5%**	**100.0%**	**100.0%**
REVENUES BY GEOGRAPHIC AREA					
Spain	931.7	1,127.7	-17.4%	47.0%	46.3%
Austria and Germany	331.4	398.5	-16.8%	16.7%	16.4%
Eastern Europe	148.9	206.7	-28.0%	7.5%	8.5%
United Kingdom	181.2	200.7	-9.7%	9.1%	8.2%
Rest of Europe	113.2	140.9	-19.6%	5.7%	5.8%
The Americas and others	277.6	361.0	-23.1%	14.0%	14.8%
Total	**1,984.1**	**2,435.5**	**-18.5%**	**100.0%**	**100.0%**
EBITDA					
Environmental services	131.3	157.8	-16.8%	N/A	66.6%
Construction	(155.0)	68.9	N/A	N/A	29.1%
Cement	5.6	13.3	-57.9%	-16.6%	5.6%
Versia	7.9	10.5	-24.9%	-23.2%	4.4%
Corp. and adjustments	(23.8)	(13.6)	75.7%	70.1%	-5.7%
Total	**(34.0)**	**236.9**	**-114.4%**	**100.0%**	**100.0%**
EBIT					
Environmental services	56.3	81.6	-31.0%	-85.7%	71.3%
Construction	(174.7)	48.9	N/A	N/A	42.7%
Cement	88.7	(20.8)	N/A	-135.0%	-18.2%
Versia	(11.3)	(12.2)	-7.4%	17.2%	-10.7%
Corp. and adjustments	(24.7)	16.9	N/A	37.6%	14.8%
Total	**(65.7)**	**114.4**	**-157.4%**	**100.0%**	**100.0%**

Area	Mar. 13	Dec. 12	Chg. (%)	% of 2013 total	% of 2012 total
(million euro)					
NET DEBT					
Environmental services	3,260.2	3,274.6	-0.4%	44.9%	46.2%
Construction	992.8	754.3	31.6%	13.7%	10.6%
Cement	1,348.7	1,320.5	2.1%	18.6%	18.6%
Versia	69.1	83.0	-16.7%	1.0%	1.2%
Corp. and adjustments*	1,583.4	1,655.3	-4.3%	21.8%	23.4%
Total	**7,254.2**	**7,087.7**	**2.3%**	**100.0%**	**100.0%**
BACKLOG					
Environmental services	26,323.9	24,980.8	5.4%	75.8%	74.4%
Construction	8,392.0	8,595.2	-2.4%	24.2%	25.6%
Total	**34,715.9**	**33,576.0**	**3.4%**	**100.0%**	**100.0%**

**Corporate and adjustments includes financing of the stake in Globalvía, FCC Energy and the acquisition debt of Environmental Services companies.*

4. INCOME STATEMENT

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Net sales	**1,984.1**	**2,435.5**	**-18.5%**
EBITDA	**(34.0)**	**236.9**	**-114.4%**
EBITDA margin	***-1.7%***	***9.7%***	***-11.4 p.p.***
Depreciation and amortisation	(134.8)	(144.8)	-6.9%
Other operating income	103.0	22.4	N/A
EBIT	**(65.7)**	**114.4**	**-157.4%**
EBIT margin	***-3.3%***	***4.7%***	***-8.0 p.p.***
Financial income	(112.3)	(103.4)	8.6%
Other financial results	151.5	(11.9)	N/A
Equity-accounted affiliates	(8.8)	1.0	N/A
Earnings before taxes (EBT) from continuing activities	**(35.3)**	**0.1**	N/A
Corporate income tax expense	20.5	1.3	N/A
Income from continuing operations	**(14.8)**	**1.4**	N/A
Income from discontinued operations	(112.3)	2.6	N/A
Net profit	**(127.1)**	**3.9**	N/A
Non-controlling interests	(13.1)	12.7	N/A
Income attributable to equity holders of the parent company	**(140.2)**	**16.6**	**N/A**

4.1 Revenues

Revenues amounted to 1,984.1 million euro in the first quarter of 2013, down 18.5% year-on-year.

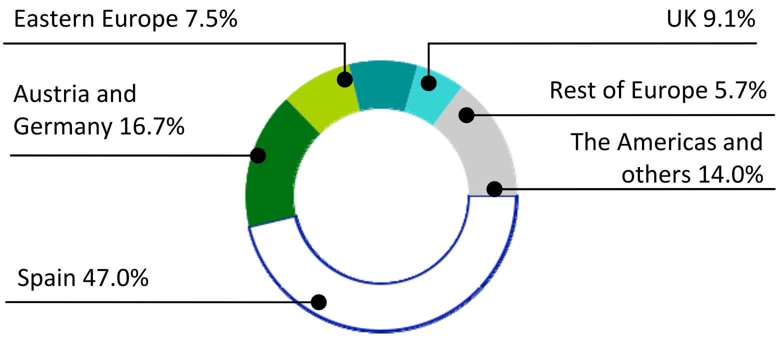
In Spain, revenues fell by 17.4% to 931.7 million euro due mainly to the negative impact on the Construction and Cement areas of the sharp reduction in government expenditure on infrastructure. International revenues shrank by 19.5% due to execution of the restructuring plan at Alpine and to the gradual withdrawal from specific markets.

International Revenue Breakdown

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Austria and Germany	331.4	398.5	-16.8%
Eastern Europe	148.9	206.7	-28.0%
United Kingdom	181.2	200.7	-9.7%
Rest of Europe	113.2	140.9	-19.6%
The Americas and others	277.6	361.0	-23.1%
Total	**1,052.4**	**1,307.8**	**-19.5%**

The difference in revenue performance between the various geographies is primarily due to Alpine's progressive withdrawal from specific markets, mainly in Eastern Europe. Revenues in Austria and Germany declined by 16.8%, due also to the harsher winter compared with 2012. In the UK, revenues fell by 9.7% due mainly to the completion of various infrastructure projects. The 19.6% decline in other European markets primarily reflects the effect of divesting the airport handling business, which obtained 68% of revenues in Belgium and Italy in the first quarter of 2012. The 23.1% decline in revenues from America and the rest of the world is due basically to Alpine's exit from specific markets in Asia, such as China and Azerbaijan, together with the reduction of the industrial waste business in the US.

% Revenues by region



4.2 EBITDA

EBITDA totalled -34 million euro in 1Q13, in contrast with 236.9 million euro in 1Q12, due mainly to the -140.4 million euro in negative EBITDA at Alpine.

Alpine aside, Group EBITDA was affected by the decline in business volume in the Construction and Cement areas in Spain, together with the impact on the Environmental Services area of the adjustment in municipal waste services provided to certain clients in Spain and the decline in sales margins in the industrial waste management business.

4.3 EBIT

The depreciation and amortisation charge amounted to 134.8 million euro in 1Q13, i.e. 6.9% less than in 1Q12, due in part to lower asset base in Versia (divestment of the airport handling business in September 2012) and the asset swap and sale in the Cement area. That figure also includes a 17 million euro charge for the depreciation of assets that were stepped up on consolidation in the FCC Group (19.4 million euro in 1Q12).

Other operating income, which amounted to 103 million euro, mainly reflect capital gains of 89.8 million euro from the cement asset swap with CRH (no effect on cash), together with capital gains of 15.1 million euro from the sale of the Ipswich terminal for 22.1 million euro.

As a result, EBIT amounted to -65.7 million euro in 1Q13, compared with +114.4 million euro in 1Q12.

4.4 Earnings before taxes (EBT) from continuing activities

EBT from continuing activities in the period amounted to -35.3 million euro, after applying the following to EBIT:

4.4.1 Financial income

Net financial expenses totalled 112.3 million euro in the quarter, i.e. an increase of 8.6% year-on-year.

Other financial income amounted to 151.5 million euro, and mainly reflects the 150 million euro acquittance on bank debt arranged by Alpine with its banks in March, together with refinancing all of its remaining bank debt for 2 years.

4.4.2 Equity-accounted affiliates

The contribution from equity-accounted affiliates amounted to -8.8 million euro in the quarter, compared with 1 million euro in the same period last year. This decline is basically due to greater attributable losses at Realia, amounting to 10.7 million euro.

4.5 Income attributable to equity holders of the parent company

Net attributable profit amounted to -140.2 million euro in 1Q13, compared with +16.6 million euro in 1Q12, after including the following items in EBT:

4.5.1 Income tax

The corporate income tax expense includes a 20.5 million euro tax credit, compared with a 1.3 million euro tax credit earned in 1Q12.

4.5.2 Income from discontinued operations

This item reflects a net loss of 112.3 million euro at FCC Energy following a 158.9 million euro value adjustment in its portfolio of renewable assets, due to the latest regulatory changes introduced by the Spanish government.

4.5.3 Non-controlling interests

Income attributable to non-controlling interests amounted to +13.1 million euro, compared with -12.7 million euro in the first quarter of 2012, mainly in the Cement division.

5. BALANCE SHEET

(million euro)	**Mar. 13**	**Dec. 12**	**Change (M€)**
Intangible assets	3,827.7	3,821.7	6.0
Property, plant and equipment	4,556.1	4,691.3	(135.2)
Equity-accounted affiliates	928.0	935.0	(7.0)
Non-current financial assets	416.9	412.6	4.3
Deferred tax assets and other non-current assets	724.1	717.2	6.9
Non-current assets	**10,452.8**	**10,577.9**	**(125.1)**
Non-current assets available for sale	1,035.6	1,476.2	(440.6)
Inventories	1,123.7	1,128.7	(5.0)
Trade and other accounts receivable	4,720.3	4,921.2	(200.9)
Other current financial assets	473.8	437.2	36.6
Cash and cash equivalents	1,019.0	1,166.2	(147.2)
Current assets	**8,372.4**	**9,129.5**	**(757.1)**
TOTAL ASSETS	**18,825.2**	**19,707.5**	**(882.3)**
Equity attributable to equity holders of parent company	1,021.7	1,259.9	(238.2)
Non-controlling interests	262.3	461.7	(199.4)
Net equity	**1,284.0**	**1,721.6**	**(437.6)**
Grants	242.2	220.2	22.0
Long-term provisions	1,051.4	1,114.8	(63.4)
Long-term interest-bearing debt	4,949.5	4,540.0	409.5
Other non-current financial liabilities	631.8	565.9	65.9
Deferred tax liabilities and other non-current liabilities	1,139.6	1,106.1	33.5
Non-current liabilities	**8,014.4**	**7,547.0**	**467.4**
Liabilities linked to non-current assets available for sale	957.0	970.4	(13.4)
Short-term provisions	267.1	303.6	(36.5)
Short-term interest-bearing debt	3,797.6	4,151.8	(354.2)
Other current financial liabilities	122.9	172.8	(49.9)
Trade and other payables	4,382.1	4,840.4	(458.3)
Current liabilities	**9,526.8**	**10,438.9**	**(912.1)**
TOTAL LIABILITIES	**18,825.2**	**19,707.5**	**(882.3)**

5.1 Equity-accounted affiliates

The investment in equity-accounted companies (928 million euro) comprised the following at the end of March:

1) 381.1 million euro corresponding to the 50% stake in Globalvia Infraestructuras (GVI).
2) 46.1 million euro corresponding to the 30% stake in Realia.
3) 51.0 million euro corresponding to the 50% stake in the Proactiva Group (Environmental Services).
4) 26.9 million euro corresponding to concession companies not contributed to GVI.
5) 422.9 million euro corresponding to the other stakes in, and loans to, equity-accounted affiliates.

The carrying value of FCC's holdings in infrastructure concessions amounted to 408 million euro at the end of March 2013. That figure includes the value attributable to FCC for its 50% stake in GVI (381.1 million euro) and the value of its holdings in other equity-accounted concession companies (26.9 million euro).

5.2 Non-current assets and liabilities available for sale

The 1,035.6 million euro in non-current assets available for sale at 31 March 2013 corresponds to FCC Energy, which continues to be classified as a discontinued operation.

Those assets have associated liabilities amounting to 957 million euro. FCC Energy's net interest-bearing debt to third parties, which is solely project-related, amounted to 776.7 million euro at 31 March 2013. The 103.1 million euro increase with respect to December 2012 is due mainly to the closure of funding in January for the 49 MW Villena solar thermal plant (Alicante).

5.3 Net equity

Net equity amounted to 1,021.7 million euro at the end of 1Q13. The main component was the net loss for the period (-127.1 million euro).

5.4 Net interest-bearing debt

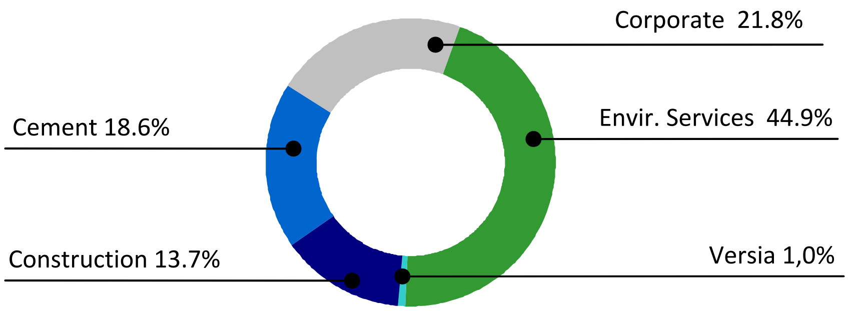
At the end of 1Q13, net interest-bearing debt amounted to 7,254.2 million euro, having increased by 166.5 million euro (+2.3%) with respect to the end of 2012.

(million euro)	**Mar. 13**	**Dec. 12**	**Change (M€)**
Bank borrowings	7,270.8	7,272.3	(1.5)
Debt instruments and other loans	1,168.4	1,144.7	23.7
Accounts payable due to financial leases	71.2	70.9	0.3
Derivatives and other financial liabilities	236.7	203.9	32.8
Gross interest-bearing debt	**8,747.1**	**8,691.8**	**55.3**
Cash and other financial assets	(1,492.8)	(1,604.1)	111.3
Net interest-bearing debt	**7,254.2**	**7,087.7**	**166.5**
With recourse	*4,536.7*	*4,262.9*	273.8
Without recourse	*2,717.5*	*2,824.8*	(107.3)

The main change between years is the decline in operating profit, particularly at Alpine, together with the seasonal increase in working capital in the Construction area (+153.4 million euro). Both factors were mitigated by the 150 million euro reduction in bank debt agreed at the end of March as part of Alpine's financial restructuring process. The gradual normalisation expected after Alpine, once it completes restructuring in 2013, should pave the way for a recovery in the operating cash flow at that subsidiary.

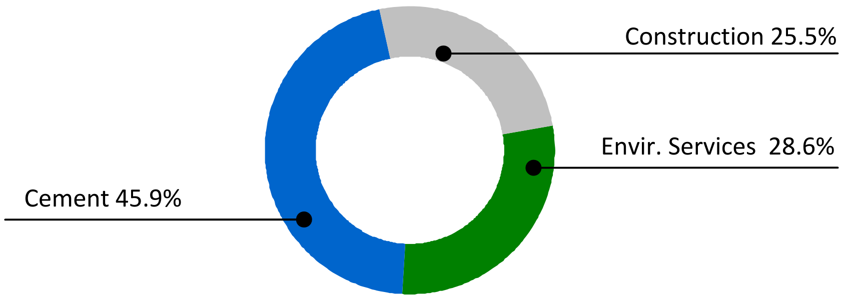
Environmental Services accounted for 44.9% of net debt, connected to stable, regulated long-term public service contracts. Cement, a business which represents a large proportion of fixed assets on the balance sheet, accounted for 18.6% of total net debt. Construction accounted for 13.7% as a result of temporary investment of operating finance in Alpine, and Versia for just 1%. The remaining 21.8% corresponds to the Parent company, which reflects the acquisition debt of subsidiaries outside Spain in the Environment area as well as funding for investees (GVI, FCC Energy, etc.).

Net debt, by business area



Net interest-bearing debt with recourse to the Parent company amounted to 2,717.5 million euro, accounting for 37.5% of the total. The breakdown by business area is as follows:

Net debt without recourse, by area



It is important to note that almost all of the debt in the Cement area is without recourse to the rest of FCC Group, as stipulated in the refinancing agreement for the area that was signed in July 2012. Another 625 million euro correspond to Alpine, and are classified in line with the financial restructuring process agreed upon at the end of March. The remaining debt with recourse is confined to the projects and assets it finances and corresponds almost entirely to water and waste management activities performed by Environmental Services.

5.5 Other current and non-current financial liabilities

The balance of other current and non-current financial liabilities amounts to 754.7 million euro and includes other financial liabilities not classified as interest-bearing debt, such as those linked to suppliers of property, plant and equipment (operation permits for urban furniture at Versia, amounting to 571 million euro), deposits and guarantees received, and stock options.

Citizen Services

6. CASH FLOW

From continuing activities

(million euro)	Mar. 13	Mar. 12	Chg. (%)
Funds from operations	**(63.6)**	**226.2**	**-128.1%**
(Increase)/decrease in working capital	(206.7)	(556.2)	-62.8%
Other items (taxes, dividends, etc.)	(20.5)	(15.8)	29.7%
Operating cash flow	**(290.8)**	**(345.8)**	**-15.9%**
Investing cash flow	(60.4)	(104.6)	-42.3%
Cash flow from business operations	**(351.2)**	**(450.4)**	**-22.0%**
Financing cash flow	(101.3)	(199.7)	-49.3%
Other cash flow (exchange differences, change in consolidation scope, etc.)	285.9	(36.7)	N/A
(Increase) / decrease in net interest-bearing debt	**(166.6)**	**(686.8)**	**-75.7%**

6.1 Operating cash flow

Consolidated operating cash flow in the quarter amounted to -290.8 million euro, which is notably better than in the same period of 2012 (-345.8 million euro). This 55 million euro improvement is mainly attributable to lower consumption of working capital (349.5 million euro) coupled with lower funds from operations (289.8 million euro). The reduction in working capital and lower FFO occurred mainly in Construction, and especially at Alpine.

(million euro)	Mar. 13	Mar. 12	Diff.
Construction	(153.4)	(572.8)	419.4
Environmental Services	(65.9)	(10.9)	(55.0)
Versia	(1.0)	6.3	(7.3)
Cement	(9.4)	(19.0)	9.6
Parent company and adjustments	23.0	40.2	(17.2)
(Increase)/decrease in working capital	**(206.7)**	**(556.2)**	**349.5**

The 55 million euro increase in working capital in the Environmental Services area is in line with expectations, given the lower level of factoring compared with the first quarter of 2012.

Past-due accounts receivable from public sector clients in Spain remained stable at the end of 1Q13, at approximately 600 million euro. One of the Group's main objectives is to gradually reduce and collect those receivables, following the measures already taken by the public administrations (budget adjustment and control plans), together with additional measures expected in the second quarter of 2013.

6.2 Investing cash flow

Consolidated investing cash flow amounted to 60.4 million euro in the quarter, i.e. 44.2 million euro less than in the same period of 2012. This is due mainly to the 22.1 million euro in revenues from the sale of a port terminal by the Cement area in 1Q13, together with lower investment in Versia.

The breakdown of net investments by activity is as follows:

(Investment/divestment, million euro)	**Mar. 13**	**Mar. 12**	**Diff.**
Environmental services	(28.9)	(32.1)	3.2
Construction	(18.2)	(17.2)	(1.0)
Cement	16.2	(6.2)	22.4
Versia	(8.4)	(20.3)	11.9
Parent company and adjustments	(21.1)	(28.8)	7.7
Total	**(60.4)**	**(104.6)**	**44.2**

6.3 Financing cash flow

Consolidated financing cash flow declined by 98.4 million euro year-on-year, since the 1Q12 figure included 73.7 million euro of dividend payments by the FCC Group parent company, together with capital expenditure of 52.6 million euro in 1Q12 to buy out the remaining non-controlling interests (13.5%) in Alpine, in accordance with the agreement signed the previous year.

6.4 Others

This account, which amounted to 285.9 million euro, includes two main items:

- A 150 million euro acquittance on Alpine's debt, agreed in March with its banks as part of the company's 2-year deal to refinance its remaining debt.
- The reclassification of 117 million euro in corporate debt associated with available-for-sale non-current liabilities, after completing funding for the 49 MW Villena solar thermal plant (Alicante). This facility, FCC Energy's only plant under development, is expected to enter into service in mid-2013.

7. BUSINESS PERFORMANCE

7.1 Environmental Services

7.1.1 Results

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Revenues	875.1	913.5	-4.2%
Spain	*531.8*	*550.8*	*-3.4%*
International	*343.3*	*362.6*	*-5.3%*
EBITDA	131.3	157.8	-16.8%
EBITDA margin	15.0%	17.3%	*-2.3 p.p.*
EBIT	56.3	81.6	-31.0%
EBIT margin	6.4%	8.9%	*-2.5 p.p.*

Revenues in the Environmental Services area totalled 875.1 million euro in the first quarter of 2013, 4.2% less than in the same period last year.

Revenues in Spain declined by 3.4% due mainly to the adjustment in municipal waste activity, while international revenues shrank by 5.3% due to the reduction in industrial waste activities in the US and the completion of a soil decontamination contract in the Czech Republic.

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Revenues - Spain	531.8	550.8	-3.4%
Environment	*347.8*	*369.4*	*-5.8%*
Water	*155.5*	*147.3*	*5.6%*
Industrial Waste	*28.5*	*34.1*	-16.4%
Revenues - International	343.3	362.6	-5.3%
Environment	*262.0*	*269.6*	-2.8%
Water	*44.6*	*47.5*	-6.1%
Industrial Waste	*36.7*	*45.5*	-19.3%

Revenues in the Environment business in Spain fell by 5.8%, due mainly to the adjustment in services provided to certain clients to adapt to their financial situation. In international markets, Environment revenues declined by 2.8%, due primarily to the completion of a soil decontamination contract in the Czech Republic and to the UK, where the lower volume being disposed of in landfills has not yet been offset by new facilities, which are actually under construction.

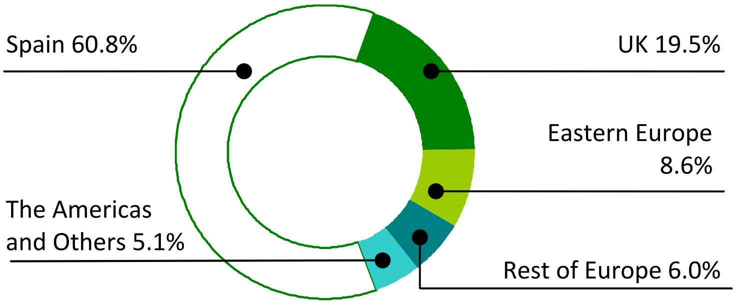
Revenues in the Water business in Spain increased by 5.6%, due to the contribution from several contracts, such as the extension of the supply contract in Lleida and the new treatment service in Algeciras. International revenues fell by 6.1%, attributable mainly to the construction completion of several treatment plants and pumping stations in Mexico.

The Industrial Waste business continues to reflect the decline in industrial activity in Spain and Portugal, and the lower volumes and sale prices of recycled raw materials in the US.

International Revenue Breakdown			
(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
United Kingdom	171.3	174.1	-1.6%
Eastern Europe	75.1	78.7	-4.6%
Rest of Europe	52.4	54.0	-3.0%
The Americas and others	44.5	55.8	-20.3%
Total	**343.3**	**362.6**	**-5.3%**

The most important international markets are the UK (accounting for 19.5% of this area's revenues), for urban solid waste treatment and disposal; the rest of Europe (14.6%), primarily the Czech Republic and Austria, for urban solid waste and end-to-end water management; and the US, for industrial waste management (hydrocarbons).

Revenue breakdown by geographic area



EBITDA fell by 16.8% in the first quarter, to 131.3 million euro, and the EBITDA margin was 15.0%, compared with 17.3% in 1Q12. The reduction in the EBITDA margin is mainly due to cutting back urban waste services provided to certain clients in Spain and to shrinking sales margins in the industrial waste management business.

The backlog expanded by 5.4% with respect to 2012 year-end, and amounted to 26,323.9 million euro. In Spain, the backlog increased by 6.7% due to the inclusion of a 25-year end-to-end water management contract in Jerez that is worth close to 900 million euro. Outside Spain, the extension of existing contracts in the Czech Republic and Portugal increased the backlog by +2.7%. However, the international backlog does not yet reflect the 350 million euro from the 30-year contract to build and manage a waste treatment plant in Buckinghamshire (UK), which was formalised in April 2013.

Backlog breakdown by region

(million euro)	**Mar. 13**	**Dec. 12**	**Chg. (%)**
Spain	17,841.5	16,723.3	6.7%
International	8,482.4	8,257.5	2.7%
Total	**26,323.9**	**24,980.8**	**5.4%**

7.1.2 Proactiva

Proactiva is the leading urban waste and end-to-end water management company in Ibero-America (Brazil, Chile, Mexico, Peru, Colombia, etc.). The group is owned 50% by FCC and is equity-accounted, in line with FCC accounting policy.

Proactiva revenues amounted to 130.4 million euro in the first quarter of 2013, up 3.2% year-on-year despite the adverse currency effect. EBITDA totalled 21.4 million euro in 1Q13, and the EBITDA margin was 16.4%. Net interest-bearing debt amounted to 106.9 million euro at 31 March.

7.1.3 Cash flow

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Funds from operations	**137.9**	**160.5**	**-14.1%**
(Increase) / decrease in working capital	(65.9)	(10.9)	N/A
Other items (taxes, dividends, etc.)	(10.3)	(11.9)	-13.4%
Operating cash flow	**61.7**	**137.7**	**-55.2%**
Investing cash flow	(28.9)	(32.1)	-10.0%
Cash flow from business operations	**32.8**	**105.6**	**-68.9%**
Financing cash flow	(53.0)	(65.9)	-19.6%
Other cash flow (exchange differences, change in consolidation scope, etc.)	34.6	12.3	181.3%
(Increase) / decrease in net interest-bearing debt	**14.4**	**52.0**	**-72.3%**

(million euro)	**Mar. 13**	**Dec. 12**	**Change (M€)**
Net interest-bearing debt	**3,260.2**	**3,274.6**	**(14.4)**
With recourse	*2,482.5*	*2,537.8*	*(55.3)*
Without recourse	*777.7*	*736.8*	40.9

Operating cash flow in the Environmental Services area totalled 61.7 million euro in the period, down 55.2% with respect to 1Q12, due primarily to the 55 million euro increase in working capital and, to a lesser extent, to the 14.1% decline in funds from operations.

The increase in working capital is in line with expectations, given the reduction in factoring with respect to 1Q12.

Past-due accounts receivable from public sector clients in Spain at the end of the quarter remained stable, at around 600 million euro. Their gradual reduction and realisation is one of the area's main objectives, following the measures already taken by the public administrations (budget adjustment and control plans), together with additional measures expected in the second quarter of 2013.

After applying investing and financing cash flow, the area's net interest-bearing debt declined by 14.4 million euro, to 3,260.2 million euro. Net interest-bearing debt without recourse to the Group's parent company totalled 777.7 million euro, mainly related to the acquisition of WRG in the UK and funding for waste treatment plants.

7.2 Construction

7.2.1 Results

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Revenues	919.3	1,231.7	-25.4%
Spain	*297.2*	*411.6*	*-27.8%*
International	*622.1*	*820.1*	*-24.1%*
EBITDA	(155.0)	68.9	N/A
EBITDA margin	*-16.9%*	*5.6%*	*-22.5 p.p.*
EBIT	(174.7)	48.9	N/A
EBIT margin	*-19.0%*	*4.0%*	*-23.0 p.p.*

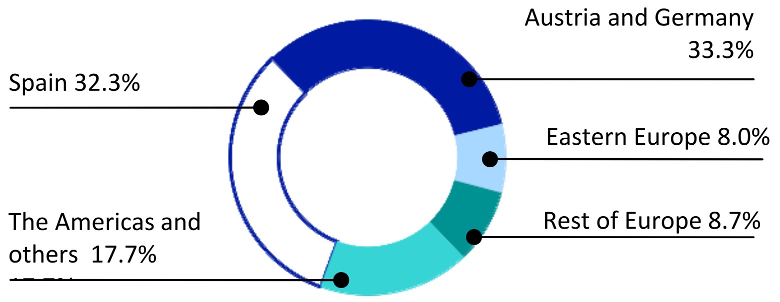
Revenues in the Construction area amounted to 919.3 million euro in the first quarter of 2013, down 25.4% year-on-year. The sharp adjustment in public expenditure in infrastructure led to a 27.8% decline in revenues in Spain, while revenues from international markets fell by 24.1% due to the execution of Alpine's restructuring plan, which includes a gradual exit from Eastern and Central European markets.

International Revenue Breakdown

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Austria and Germany	306.5	372.8	-17.8%
Eastern Europe	73.8	128.0	-42.3%
Rest of Europe	79.8	86.6	-7.9%
The Americas and others	162.0	232.7	-30.4%
Total	**622.1**	**820.1**	**-24.1%**

The difference in revenues by geographic area, together with Alpine's progressive withdrawal from specific markets in Eastern Europe and resizing in Germany, mainly reflects the effect of a harsher winter than in the previous year. The 30.4% decline in revenues in the Americas and the rest of the world is also due to the exit from Asian markets such as China and Azerbaijan.

Revenue breakdown by region



EBITDA amounted to -155 million euro in the quarter, compared with 68.9 million euro in the same period of 2012. This was due to operating losses of 140.4 million euro at Alpine due to its restructuring process and to the effect of the sharp decline in revenues in Spain.

The area's backlog amounted to 8,392 million euro, i.e. down by 2.4% with respect to 2012 year-end, due mainly to the decline in tenders in Spain. In international markets, the decline in tenders resulting from the strategic reorientation at Alpine was offset by the addition of major contracts in other areas, such as the hospital complex in Panama for 416 million euro.

Backlog breakdown by region

(million euro)	Mar. 13	Dec. 12	Chg. (%)
Spain	3,501.5	3,807.5	-8.0%
International	4,890.4	4,787.7	2.1%
Total	**8,392.0**	**8,595.2**	**-2.4%**

At the end of the quarter, civil engineering and industrial services continued to account for the bulk of the backlog, i.e. 78.2% of the total, while non-residential building accounted for 14.9% and residential building for 6.9%.

Backlog breakdown, by business segment

(million euro)	Mar. 13	Dec. 12	Chg. (%)
Civil engineering	6,163.4	6,274.7	-1.8%
Non-residential building	1,248.4	1,229.8	1.5%
Residential building	584.4	633.5	-7.8%
Industrial services	395.8	457.2	-13.4%
Total	**8,392.0**	**8,595.2**	**-2.4%**

7.2.2 Cash flow

(million euro)	Mar. 13	Mar. 12	Chg. (%)
Funds from operations	**(190.1)**	**64.6**	**N/A**
(Increase) / decrease in working capital	(153.4)	(572.8)	-73.2%
Other items (taxes, dividends, etc.)	(1.9)	(1.5)	26.7%
Operating cash flow	**(345.4)**	**(509.7)**	**-32.2%**
Investing cash flow	(18.2)	(17.2)	5.8%
Cash flow from business operations	**(363.6)**	**(526.9)**	**-31.0%**
Financing cash flow	(21.6)	(52.6)	-58.9%
Other cash flow (exchange differences, change in consolidation scope, etc.)	146.7	0.8	N/A
(Increase) / decrease in net interest-bearing debt	**(238.5)**	**(578.7)**	**-58.8%**

(million euro)	Mar. 13	Dec. 12	Change (M€)
Net interest-bearing debt	**992.8**	**754.3**	**238.5**
With recourse	*299.2*	*(46.6)*	*345.8*
Without recourse	*693.6*	*800.9*	(107.3)

The Construction area's operating cash flow totalled -345.4 million euro, compared with -509.7 million euro in 1Q12. This 164.3 million euro improvement is due to the reduction in working capital (by 419.4 million euro) and to lower funds from operations (254.7 million euro).

The 153.4 million euro increase in working capital is due entirely to the decline in activity in Spain, while the execution of Alpine's restructuring plan provided a positive cash flow of 43.6 million euro.

The Other cash flow item includes mainly the agreement between Alpine and its financial partners to the acquittance of 150 million euro in bank debt in March, along with a 2-year refinancing plan for the remaining debt.

After applying investing cash flow and financing cash flow, the area's net interest-bearing debt increased by 238.5 million euro in the quarter, to 992.8 million euro, of which 693.6 million euro is attributable to debt without recourse to the parent company and almost all of which belongs to the subsidiary Alpine (625 million euro).

7.3 Cement

7.3.1 Results

(million euro)	Mar. 13	Mar. 12	Chg. (%)
Revenues	121.8	156.2	-22.0%
Spain	*52.8*	*86.0*	*-38.6%*
International	*69.0*	*70.1*	*-1.6%*
EBITDA	5.6	13.3	-57.9%
EBITDA margin	*4.6%*	*8.5%*	*-3.9 p.p.*
EBIT	88.7	(20.8)	N/A
EBIT margin	*72.8%*	*-13.4%*	*N/A*

Revenues in the Cement area amounted to 121.8 million euro in 1Q13, down 22% year-on-year.

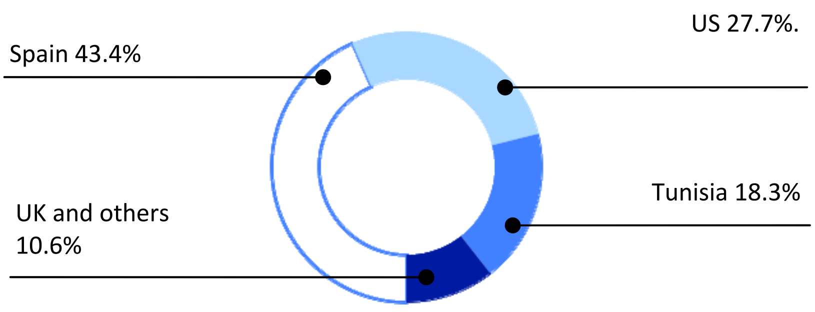
In Spain, revenues fell by 38.6%, due mainly to the 29% decline in domestic cement consumption during the first quarter together with the effect of the asset swap with CRH, which includes the deconsolidation of Cementos Lemona and the acquisition of CRH's minority stake in Corporación Uniland (already fully consolidated). Adjusting for Cementos Lemona, revenues in Spain would have fallen by 33%.

International Revenue Breakdown

(million euro)	Mar. 13	Mar. 12	Chg. (%)
United States	33.7	29.6	14.0%
Tunisia	22.3	21.2	5.1%
UK and Others	13.0	19.3	-33.0%
Total	**69.0**	**70.1**	**-1.6%**

Outside Spain, this area reported 14% growth in revenues in the US, driven by the 18% increase in volumes sold, together with 5.1% growth of revenues in Tunisia. This increase was offset by the decline in exports to the UK, due to the divestment of the Ipswich terminal in February. Overall, international revenues slipped by just 1.6% and account for 56.6% of the area's total revenues.

Revenue breakdown by region



EBITDA declined by 57.9% with respect to 1Q12, to 5.6 million euro, and the EBITDA margin was 4.6%, compared with 8.5% in the same period last year. This lower margin is primarily attributable to the decline in capacity utilisation in Spain, together with zero emissions rights sales in the period compared with 2012. This was partially offset by the recovery in the EBITDA margin in the US.

The area had to reinforce its objectives to recover profitability, set out in the New Val operational restructuring plan, as a result of the greater-than-expected decline in cement consumption in Spain. For this reason, the company is implementing additional measures to adapt production capacity and structural costs to the current market situation.

The sharp increase in EBIT, to 88.7 million euro in the quarter, includes 89.8 million euro in capital gains from the asset swap with CRH (with no cash effect), together with 15.1 million euro in capital gains from the sale of the terminal in Ipswich (UK) for 22.1 million euro.

7.3.2 Cash flow

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Funds from operations	**4.3**	**4.6**	**-6.5%**
(Increase) / decrease in working capital	(9.4)	(19.0)	-50.5%
Other items (taxes, dividends, etc.)	0.3	8.9	-96.6%
Operating cash flow	**(4.8)**	**(5.5)**	**-12.7%**
Investing cash flow	16.2	(6.2)	N/A
Cash flow from business operations	**11.4**	**(11.7)**	**-197.4%**
Financing cash flow	(24.2)	(22.8)	6.1%
Other cash flow (exchange differences, change in consolidation scope, etc.)	(15.3)	42.9	-135.7%
(Increase) / decrease in net interest-bearing debt	**(28.1)**	**8.5**	**N/A**

(million euro)	**Mar. 13**	**Dec. 12**	**Change (M€)**
Net interest-bearing debt	**1,348.7**	**1,320.5**	**28.2**
With recourse	*102.5*	*33.4*	69.1
Without recourse	*1,246.2*	*1,287.1*	(40.9)

The Cement area's operating cash flow amounted to -4.8 million euro in the quarter, compared with -5.5 million euro in the same period last year. Lower funds from operations after taxes were offset by the decline in working capital.

Investing cash flow, which totalled 16.2 million euro in 1Q13, includes an inflow of 22.1 million euro from the sale of the terminal in Ipswich. The 5.9 million euro investment in the quarter was used to increase the use of alternative fuels and raw materials and to develop new products. At the end of the March 2013, the fossil fuel replacement rate was 19.7%.

After applying financing cash flow and other changes, the area's net interest-bearing debt increased by 28.2 million euro in the quarter, to 1,348.7 million euro. Of that amount, 102.5 million euro is debt owed to the Group's parent company. The remainder is net interest-bearing debt without recourse to the parent company.

7.4 Versia

7.4.1 Results

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Revenues	106.3	145.9	-27.1%
Spain	*81.2*	*90.2*	-10.0%
International	*25.1*	*55.7*	-54.9%
EBITDA	7.9	10.5	-24.9%
EBITDA margin	*7.4%*	*7.2%*	*0.2 p.p.*
EBIT	(11.3)	(12.2)	-7.4%
EBIT margin	*-10.6%*	*-8.4%*	*-2.3 p.p.*

Revenues from urban services (Versia) amounted to 106.3 million euro in 1Q13, a year-on-year reduction of 27.1% due to the divestment of airport handling business in September 2012.Excluding that effect, revenues would have expanded by 10.2% in like-for-like terms, driven by the Urban Furniture business.

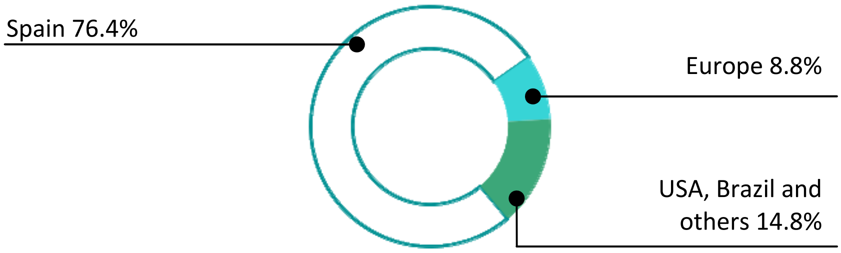
Breakdown of revenues by business

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Logistics	61.4	62.2	-1.4%
Urban Furniture	32.7	25.1	30.1%
Others*	12.3	58.6	-79.1%
Total	**106.3**	**145.9**	**-27.1%**

***Others include SVAT, Maintenance-Systems and Airport Handling.*

Urban Furniture revenues increased by 30.1%, due to the commencement of the contract to manage advertising space throughout Aena's airport network in Spain (excluding the airports in the Canary Islands), and to the positive performance of the urban furniture management contract in New York City. The Logistics business continues to underperform, due to lower activity in Spain, while the 79.1% decline in revenues in the other businesses is attributable to the divestment of the airport handling business in September 2012.

Revenue breakdown by region



Revenues in Spain accounted for 76.4% of the total. The international component is particularly important in Urban Furniture (where 57.3% of revenues come from the USA, Portugal and Brazil).

International Revenue Breakdown			
(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
US, Brazil and others	15.8	12.0	31.4%
Europe	9.3	43.7	-78.6%
Total	**25.1**	**55.7**	**-54.9%**

The 31.4% increase in revenues in the USA, Brazil and other countries is due mainly to good performance by the urban furniture contract in New York City. The 78.6% decline in revenues in Europe is due primarily to the sale of the airport handling business in September 2012.A total of 68% of this business' revenues came from Belgium and Italy in the first quarter 2012.

EBITDA amounted to 7.9 million euro, a 24.9% decline year-on-year due both to the sale of the airport handling business and to the impact on returns in the urban furniture business of the ramp-up phase of the contract to manage advertising space in the Aena airports network.

7.4.2 Cash flow

(million euro)	**Mar. 13**	**Mar. 12**	**Chg. (%)**
Funds from operations	**8.0**	**6.9**	**15.9%**
(Increase) / decrease in working capital	(1.0)	6.3	-115.9%
Other items (taxes, dividends, etc.)	0.7	(4.2)	-116.7%
Operating cash flow	**7.7**	**9.0**	**-14.4%**
Investing cash flow	(8.4)	(20.3)	-58.6%
Cash flow from business operations	**(0.7)**	**(11.3)**	**-93.8%**
Financing cash flow	(4.0)	(5.2)	-23.1%
Other cash flow (exchange differences, change in consolidation scope, etc.)	18.6	8.2	126.8%
(Increase) / decrease in net interest-bearing debt	**13.9**	**(8.3)**	**N/A**

(million euro)	**Mar. 13**	**Dec. 12**	**Change (M€)**
Net interest-bearing debt	**69.1**	**83.0**	**(13.9)**
With recourse	*69.1*	*83.0*	(13.9)
Without recourse	*0.0*	*0.0*	0.0

Operating cash flow at Versia amounted to 7.7 million euro in 1Q13, down 14.4% with respect to 1Q12, due primarily to the increase in working capital.

Investing cash flow declined by 58.6% in the quarter, to 8.4 million euro, mainly as a result of lower fees paid in the Urban Furniture business.

After applying financing cash flow and other changes, this area's net interest-bearing debt declined by 13.9 million euro with respect to December 2012, to 69.1 million euro.

8. SHARE DATA

8.1 Share performance

	Jan. – Mar. 2013	Jan. -Mar. 2012
Closing price (euro)	7.44	16.75
Appreciation	*(24.5%)*	*(16.4%)*
*Yield**	*(24.5%)*	*(13.2%)*
High (euro)	11.50	20.30
Low (euro)	7.44	16.44
Average daily trading (shares)	637,799	401,845
Average daily trading (million euro)	5.8	7.4
Market cap. at end of period (million euro)	947	2,132
No. of shares outstanding at end of period	127,303,296	127,303,296
Basic EPS	N/A	0.14

*Includes dividend payment in 2012.

8.2 Dividends

On 20 December 2012, applying the principle of prudence and in the best interests of all the shareholders, the Board of Directors of FCC decided not to distribute an interim dividend out of 2012 income, in contrast with standard practice in previous years.

8.3 Own shares

At 31 March 2013, the FCC Group held a total of 12,712,107 own shares directly and indirectly (9.986% of the company's capital).

9. DISCLAIMER

This document may contain forward-looking statements regarding intentions, expectations or predictions by the FCC Group and its management as of the date of writing in connection with various aspects such as the growth of the business lines, FCC Group earnings, and other aspects related to its activity and situation.

By their nature, such forward-looking statements do not constitute guarantees of future performance and are affected by risks, uncertainties and other material aspects that could lead developments and final outcomes to differ materially from those expressed in these statements.

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This document contains financial information prepared in accordance with International Financial Reporting Standards (IFRS). This financial information has not been audited and is subject to changes.

10. CONTACT DETAILS

FINANCE DEPARTMENT	
INVESTOR RELATIONS DEPARTMENT	
> Postal address:	C/ Federico Salmón, 13. 28016 - Madrid. Spain.
> Telephone:	902 109 845
> Fax:	+34 91 350 71 54
> Web site:	www.fcc.es
> E-mail:	ir@fcc.es