



## FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.

*(Incorporated with limited liability in the Kingdom of Spain)*

**€600,000,000**

### EURO COMMERCIAL PAPER PROGRAMME

Application has been made to the Irish Stock Exchange plc trading as Euronext Dublin (**Euronext Dublin**) for Euro commercial paper notes (the **Notes**) issued during the twelve months after the date of this document under the €600,000,000 Euro commercial paper programme (the **Programme**) of Fomento de Construcciones y Contratas, S.A. (the **Issuer** or **FCC**), described in this document to be admitted to the Official List and trading on the regulated market of Euronext Dublin, a regulated market for the purposes of the Markets in Financial Instruments Directive 2014/65/EU (as amended, **MiFID II**).

There are certain risks related to any issue of Notes under the Programme, which investors should ensure they fully understand (see "*Risk Factors*" on pages 6 – 31 of this Information Memorandum).

Potential purchasers should note the statements on pages 84 – 95 regarding the tax treatment in Spain of income obtained in respect of the Notes and the disclosure requirements imposed by Law 10/2014, of 26 June (**Law 10/2014**) on the Issuer relating to the Notes. In particular, payments on the Notes may be subject to Spanish withholding tax if certain information is not received by the Issuer in a timely manner.

*Arranger*

**BANCA MARCH**

*Dealers*

**BANCA MARCH**  
**KUTXABANK INVESTMENT, SOCIEDAD DE**  
**VALORES, S.A.U.**

**BANCO SABADELL**  
**SANTANDER CORPORATE &**  
**INVESTMENT BANKING**

## IMPORTANT NOTICE

This Information Memorandum (together with any documents incorporated by reference, the **Information Memorandum**), as may be supplemented, contains summary information provided by the Issuer in connection with a Euro commercial paper programme (the **Programme**) under which the Issuer may issue and have outstanding at any time Euro commercial paper notes (the **Notes**) up to a maximum aggregate amount of €600,000,000 or its equivalent in alternative currencies. Under the Programme, the Issuer may issue Notes outside the United States pursuant to Regulation S (**Regulation S**) of the United States Securities Act of 1933, as amended (the **Securities Act**). Pursuant to the amended and restated programme agreement dated 12 December 2024 (the **Programme Agreement**, as amended, supplemented or restated from time to time), the Issuer has appointed Banca March, S.A. as arranger of the Programme (the **Arranger**) and Banca March, S.A., Banco de Sabadell, S.A., Banco Santander, S.A. and Kutxabank Investment, Sociedad de Valores, S.A.U. as dealers for the Programme and as dealers for the Notes (each a **Dealer** and, together, the **Dealers**, which expression shall include any other dealer appointed from time to time by the Issuer either generally in respect of the Programme or in relation to a particular issue of Notes) and authorised and requested the Arranger and the Dealers to circulate the Information Memorandum in connection with the Programme on its behalf to purchasers or potential purchasers of the Notes.

**THE NOTES HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE SECURITIES ACT OR ANY SECURITIES LAWS OF ANY STATE OF THE UNITED STATES AND MAY NOT BE OFFERED, SOLD OR DELIVERED WITHIN THE UNITED STATES, OR TO, OR FOR THE ACCOUNT OR BENEFIT OF, U.S. PERSONS (AS DEFINED IN REGULATION S), UNLESS AN EXEMPTION FROM THE REGISTRATION REQUIREMENTS OF THE SECURITIES ACT IS AVAILABLE AND IN ACCORDANCE WITH ALL APPLICABLE SECURITIES LAWS OF ANY STATE OF THE UNITED STATES AND ANY OTHER JURISDICTION.**

The Notes have not been approved or disapproved by the United States Securities and Exchange Commission or any other securities commission or other regulatory authority in the United States, nor have the foregoing authorities approved this Information Memorandum or confirmed the accuracy or determined the adequacy of the information contained in this Information Memorandum. Any representation to the contrary is unlawful.

The Issuer accepts responsibility for the information contained in this Information Memorandum. To the best of the knowledge and belief of the Issuer (who has taken all reasonable care to ensure that such is the case), the information contained in this Information Memorandum is in accordance with the facts and does not omit anything likely to affect the import of such information.

Notice of the aggregate nominal amount of Notes, the issue price of Notes and any other terms and conditions not contained herein which are applicable to each issue of Notes will be set out in final terms (each, the **Final Terms**) which will be attached to the relevant form of Note (see "*Form of Notes*"). Each Final Terms will be supplemental to and must be read in conjunction with the full terms and conditions of the Notes, which are set out in the relevant form of Note. Copies of each Final Terms containing details of each particular issue of Notes will be available at the specified office of the Issuing and Paying Agent (as defined below) set out below.

The Issuer has confirmed to the Arranger and the Dealers that the information contained or incorporated by reference in the Information Memorandum is true and accurate in all material respects and not misleading in any material respect, and that there are no other facts in relation to the Issuer or any Notes the omission of which would make the Information Memorandum, as a whole, or any such information contained or incorporated by reference therein, misleading in any material respect. Any statements of intention, opinion, belief or expectation contained in the Information Memorandum are honestly and reasonably made by the Issuer and, in relation to each issue of Notes agreed as contemplated in the Programme Agreement to be issued and subscribed, the Information Memorandum together with the relevant Final Terms contains all the information which is material in the context of the issue of such Notes.

Neither the Issuer, the Arranger, the Dealers, nor any institution subsequently appointed as a dealer pursuant to the Programme Agreement, accept any responsibility, express or implied, for updating the Information Memorandum and neither the delivery of the Information Memorandum nor any offer or sale made on the basis of the information contained in the Information Memorandum shall under any circumstances create any implication that the Information Memorandum is accurate at any time subsequent to the date thereof with respect to the Issuer or that there has been no change in the business, financial condition or affairs of the Issuer since the date thereof.

This Information Memorandum comprises listing particulars made pursuant to the Listing and Admission to Trading Rules for Short Term paper published by Euronext Dublin. This Information Memorandum should be read and construed with any supplemental Information Memorandum, any Final Terms and with any document incorporated by reference. Any statement contained herein or in a document incorporated by reference hereto or contained in any supplementary information memorandum or in any document which is subsequently incorporated by reference herein shall, to the extent applicable (whether expressly, by implication or otherwise), be deemed to modify or supersede earlier statements contained in this Information Memorandum or in a document which is incorporated by reference in this Information Memorandum.

The Issuer has not authorised the making or provision of any representation or information regarding the Issuer or the Notes other than as contained or incorporated by reference in this Information Memorandum, the Programme Agreement, any other document prepared in connection with the Programme or any Final Terms or as approved for such purpose by the Issuer. Any such representation or information should not be relied upon as having been authorised by the Issuer, the Arranger or the Dealers.

Neither the Arranger nor any Dealer has independently verified the information contained in the Information Memorandum. Accordingly, no representation or warranty or undertaking (express or implied) is made, and no responsibility or liability is accepted by any of them as to the authenticity, origin, validity, accuracy or completeness of, or any errors in or omissions from, any information or statement contained in the Information Memorandum, any Final Terms or in or from any accompanying or subsequent material or presentation.

The information contained in the Information Memorandum, or any Final Terms, is not and should not be construed as a recommendation by the Arranger, the Dealers or the Issuer that any recipient should purchase Notes. Each such recipient must make and shall be deemed to have made its own independent assessment and investigation of the financial condition, affairs and creditworthiness of the Issuer and of the Programme as it may deem necessary and must base any investment decision upon such independent assessment and investigation and not on the Information Memorandum or any Final Terms.

Neither the Arranger nor any Dealer undertakes to review the business or financial condition or affairs of the Issuer during the life of the Programme, nor do they undertake to advise any recipient of the Information Memorandum or any Final Terms of any information or change in such information coming to their attention.

Neither the Arranger nor any Dealer accepts any liability in relation to this Information Memorandum or any Final Terms or their distribution by any other person. This Information Memorandum does not, and is not intended to, constitute (nor will any Final Terms constitute, or be intended to constitute) an offer or invitation to any person to purchase Notes. The distribution of this Information Memorandum and any Final Terms and the offering for sale of Notes or any interest in such Notes or any rights in respect of such Notes, in certain jurisdictions, may be restricted by law. Persons obtaining this Information Memorandum, any Final Terms or any Notes or any interest in such Notes or any rights in respect of such Notes are required by the Issuer, the Arranger and the Dealers to inform themselves about and to observe any such restrictions. In particular, but without limitation, such persons are required to comply with the restrictions on offers or sales of Notes and on distribution of this Information Memorandum and other information in relation to the Notes set out under "*Subscription and Sale*" below.

Maples and Calder (Ireland) LLP is acting (and any other listing agent which may be appointed by the Issuer from time to time will act) solely in its capacity as listing agent for the Issuer (and not on its own behalf) in connection with the application for admission of the Notes to the Official List of Euronext Dublin and trading on its regulated market.

The Issuer has undertaken, in connection with the admission of the Notes to the Official List and trading on the regulated market of Euronext Dublin, that if there shall occur any adverse change in the business or financial position of the Issuer or any change in the terms and conditions of the Notes, that is material in the context of the issuance of Notes under the Programme, the Issuer will prepare or procure the preparation of an amendment or supplement to this Information Memorandum or, as the case may be, publish a new Information Memorandum, for use in connection with any subsequent issue by the Issuer of Notes to be admitted to the Official List and trading on the regulated market of Euronext Dublin. Any such supplement to this Information Memorandum will be subject to the approval of Euronext Dublin prior to its publication.

This Information Memorandum describes in summary form certain Spanish tax implications and procedures in connection with an investment in the Notes (see "*Risk Factors – Risks relating to the Notes – Risks in Relation to Spanish Taxation*" and "*Taxation – Taxation in the Kingdom of Spain*"). Holders of Notes must seek their own advice to ensure that they comply with all procedures to ensure correct tax treatment of their Notes.

Certain Dealers and their affiliates (including parent companies) have engaged, and may in the future engage, in lending, investment banking and/or commercial banking transactions with, and may perform services for, the Issuer and its affiliates in the ordinary course of business. In particular, in the ordinary course of their business activities, the Dealers and their affiliates may make or hold a broad array of investments and actively trade debt and equity securities (or related derivative securities) and financial instruments (including bank loans) for their own account and for the accounts of their customers. Such investments and securities activities may involve securities and/or instruments of any of the Issuer or its affiliates. Certain Dealers or their affiliates that have a lending relationship with the Issuer routinely hedge their credit exposure to the Issuer consistent with their customary risk management policies. Typically, such Dealers and their affiliates would hedge such exposure by entering into transactions which consist of either the purchase of credit default swaps or the creation of short positions in securities, including potentially the Notes issued under the Programme. Any such positions could adversely affect future trading prices of Notes issued under the Programme. The Dealers and their affiliates may also make investment recommendations and/or publish or express independent research views in respect of such securities or financial instruments and may hold, or recommend to clients that they acquire, long and/or short positions in such securities and instruments. For the purpose of this paragraph, the term "affiliates" also includes parent companies.

A communication of an invitation or inducement to engage in investment activity (within the meaning of Section 21 of the Financial Services and Markets Act 2000 (the **FSMA**)) received in connection with the issue or sale of any Notes will only be made in circumstances in which Section 21(1) of the FSMA does not apply to the Issuer.

## **MiFID II PRODUCT GOVERNANCE / TARGET MARKET**

The Final Terms in respect of any Notes may include a legend entitled "**MiFID II product governance – professional investors and eligible counterparties only target market**" which will outline the target market assessment in respect of the Notes and which channels for distribution of the Notes are appropriate. Any person subsequently offering, selling or recommending the Notes (a **distributor**) should take into consideration the target market assessment; however, a distributor subject to Directive 2014/65/EU (as amended, **MiFID II**) is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the target market assessment) and determining appropriate distribution channels.

A determination will be made in relation to each issue about whether, for the purpose of the MiFID Product Governance rules under EU Delegated Directive 2017/593 (the **MiFID II Product Governance Rules**), any Dealer subscribing for any Notes is a manufacturer in respect of such Notes, but otherwise neither the Arranger

nor the Dealers nor any of their respective affiliates will be a manufacturer for the purpose of the MiFID II Product Governance Rules.

### UK MiFIR PRODUCT GOVERNANCE / TARGET MARKET

The Final Terms in respect of any Notes may include a legend entitled "**UK MiFIR Product Governance – professional investors and eligible counterparties only target market**" outlining the target market assessment in respect of the Notes and which channels for distribution of the Notes are appropriate. Any person subsequently offering, selling or recommending the Notes (a **distributor**) should take into consideration the target market assessment; however, a distributor subject to the FCA Handbook Product Intervention and Product Governance Sourcebook (the **UK MiFIR Product Governance Rules**) is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the target market assessment) and determining appropriate distribution channels.

A determination will be made in relation to each issue about whether, for the purpose of the UK MiFIR Product Governance Rules, any Dealer subscribing for any Notes is a manufacturer in respect of such Notes, but otherwise neither the Arranger nor the Dealers nor any of their respective affiliates will be a manufacturer for the purpose of the UK MiFIR Product Governance Rules.

### EU BENCHMARK REGULATION

Interest and/or other amounts payable under the Notes may be calculated by reference to certain reference rates. Any such reference rate may constitute a benchmark for the purposes of Regulation (EU) 2016/1011 (the **EU Benchmark Regulation**). If any such reference rate does constitute such a benchmark, the Final Terms will indicate whether or not the benchmark is provided by an administrator included in the register of administrators and benchmarks established and maintained by the European Securities and Markets Authority (**ESMA**) pursuant to Article 36 (Register of administrators and benchmarks) of the EU Benchmark Regulation. Transitional provisions in the EU Benchmark Regulation may have the result that the administrator of a particular benchmark is not required to appear in the register of administrators and benchmarks at the date of the Final Terms. The registration status of any administrator under the EU Benchmark Regulation is a matter of public record and, save where required by applicable law, the Issuer does not intend to update the Final Terms to reflect any change in the registration status of the administrator.

### Interpretation

In the Information Memorandum, references to **EUR**, **€** and **Euro** are to the currency introduced at the start of the third stage of European economic and monetary union, and as defined in Article 2 of Council Regulation (EC) No. 974/98 of 3 May 1998 on the introduction of the euro, as amended; references to **Sterling** and **£** are to the currency of the United Kingdom (the **UK**); references to **U.S. dollars** and **U.S.\$** are to the currency of the United States of America (the **U.S.**); references to **JPY** and **¥** are to the currency of Japan, and references to **CHF** are to Swiss Francs.

In this Information Memorandum the words **Issuer** or **FCC** refers to Fomento de Construcciones y Contratas, S.A.; and the word **Group** or **FCC Group** refer to Fomento de Construcciones y Contratas, S.A. and its consolidated subsidiaries, affiliates and joint ventures.

Where the Information Memorandum refers to the provisions of any other document, such reference should not be relied upon and the document must be referred to for its full effect.

For these purposes, **IFRS-EU** refers to the International Financial Reporting Standards as adopted by the European Union (the **EU**).

The language of the Information Memorandum is English. Any foreign language text that is included with or within this document has been included for convenience purposes only and does not form part of the Information Memorandum.

## CONTENTS

	Page
Key Features of the Programme .....	2
Risk Factors .....	6
Documents Incorporated by Reference.....	32
Description of the Issuer .....	33
Certain Information in Respect of the Notes .....	52
Form of Notes.....	56
Form of Final Terms.....	78
Taxation.....	84
Subscription and Sale .....	96
General Information .....	98

## KEY FEATURES OF THE PROGRAMME

<b>Issuer:</b>	Fomento de Construcciones y Contratas, S.A.
<b>Arranger:</b>	Banca March, S.A.
<b>Dealers:</b>	Banca March, S.A., Banco de Sabadell, S.A., Banco Santander, S.A. and Kutxabank Investment, Sociedad de Valores, S.A.U.
<b>Issuing and Paying Agent:</b>	The Bank of New York Mellon, London Branch
<b>Listing Agent:</b>	Maples and Calder (Ireland) LLP
<b>Risk Factors:</b>	Investing in Notes issued under the Programme involves certain risks. The principal risk factors that may affect the ability of the Issuer to fulfil its obligations under the Notes are discussed under " <i>Risk Factors</i> " below.
<b>Programme Amount:</b>	The aggregate principal amount of Notes outstanding at any time will not exceed €600,000,000 or its equivalent in alternative currencies subject to applicable legal and regulatory requirements. The Programme Amount may be increased from time to time in accordance with the Programme Agreement.
<b>Currencies:</b>	Notes may be issued in U.S. dollars, Euro, Sterling, Japanese Yen and Swiss Francs, and such other currencies as may be agreed between the Issuer and the relevant Dealer(s) from time to time and subject to the necessary regulatory requirements having been satisfied.
<b>Denominations:</b>	<p>Global Notes shall be issued (and interests therein exchanged for Definitive Notes, if applicable) in the following minimum denominations:</p> <ul style="list-style-type: none"><li>(a) for U.S.\$ Notes, U.S.\$500,000 (and integral multiples of U.S.\$1,000 in excess thereof);</li><li>(b) for Euro Notes, €100,000 (and integral multiples of €1,000 in excess thereof);</li><li>(c) for Sterling Notes, £100,000 (and integral multiples of £1,000 in excess thereof);</li><li>(d) for Yen Notes, Yen 100,000,000 (and integral multiples of Yen 1,000,000 in excess thereof); or</li><li>(e) for Swiss Francs Notes, CHF 500,000,</li></ul> <p>or such other conventionally accepted denominations in those currencies as may be agreed between the Issuer and the Dealer(s) from time to time, subject in the case of each currency (including those listed above) (i) to compliance with all applicable legal and regulatory requirements and (ii) to the minimum denomination being at least equal to the Euro equivalent of €100,000 (except in the case of Notes</p>

to be placed in the UK, in which case the minimum denomination will be the Euro equivalent of £100,000, or higher), and provided, however, that the Notes of each issuance may only be issued in equal denominations.

Notes may, if the proceeds of the issue are accepted in the UK, constitute deposits for the purposes of the prohibition on accepting deposits contained in section 19 of the FSMA unless they are issued to a limited class of professional investors and have a denomination of at least £100,000 or its equivalent, see "*Subscription and Sale*".

<b>Maturity of the Notes:</b>	Not less than 1 day nor more than 364 days from and including the day of issue, to (but excluding) the maturity date, subject to legal and regulatory requirements.
<b>Tax Redemption:</b>	Early redemption will only be permitted for tax reasons as described in the terms of the Notes.
<b>Redemption:</b>	The Notes may be redeemed at par or as otherwise specified in the Final Terms. The Notes may also be redeemed at the option of the Issuer in whole, but not in part, at the Redemption Amount specified in the Final Terms together with (if the Notes are interest bearing Notes) accrued interest to the Early Redemption Date specified in the Final Terms at any time upon expiry of the notice period specified in the Final Terms if, prior to the date on which the relevant notice of redemption is given, purchases (and corresponding cancellations) and/or redemptions have been effected in respect of 85% or more in principal amount of the Notes originally issued.
<b>Issue Price:</b>	The issue price of each issue of Notes (if any) will be set out in the relevant Final Terms.
<b>Yield Basis:</b>	The Notes may be issued at a discount or at a premium, or may bear fixed or floating rate interest.
<b>Status of the Notes:</b>	The payment obligations of the Issuer pursuant to the Notes constitute and at all times shall constitute direct, unconditional, unsubordinated and unsecured obligations of the Issuer and upon the insolvency ( <i>concurso</i> ) of the Issuer (and unless they qualify as subordinated claims under Article 281 of the Insolvency Law (as defined below) or equivalent legal provision which replaces it in the future, and subject to any applicable legal and statutory exceptions) rank <i>pari passu</i> and without any preference among themselves and <i>pari passu</i> with all other unsecured and unsubordinated insolvency claims ( <i>créditos concursales</i> ), present and future, of the Issuer.
<b>Taxation:</b>	All payments under the Notes will be made without deduction or withholding for or on account of any present or future Spanish withholding taxes, except as stated in the terms of the Notes and as stated under the heading " <i>Taxation—Taxation in the Kingdom of Spain</i> " and " <i>Taxation—FATCA</i> ".

**Information requirements under Spanish Tax Law:**

Under Spanish Law 10/2014 and RD 1065/2007 as amended, the Issuer and the Issuing and Paying Agent are required to comply with certain information procedures.

If the Issuing and Paying Agent fails to provide the Issuer with the required information described under "*Taxation—Taxation in the Kingdom of Spain*" and "*Taxation—FATCA*" in respect of the Notes, the Issuer will withhold tax (as at the date of this Information Memorandum, at the rate of 19 per cent.) and will pay such additional amounts as will result in receipt by the holders of the Notes of such amount as would have been received by them had no such withholding been required.

Neither the Arranger, the Dealers, Euroclear nor Clearstream, Luxembourg assumes any responsibility therefor.

**Form of the Notes:**

The Notes will be in bearer form. Each issue of Notes will initially be represented by one or more global notes (each a **Global Note**, together the **Global Notes**). Each Global Note which is not intended to be issued in new global note form (a **Classic Global Note** or **CGN**), as specified in the relevant Final Terms, will be deposited on or around the relevant issue date (as specified in the Final Terms) with a depositary or a common depositary for Euroclear and/or Clearstream, Luxembourg and/or any other relevant clearing system. Each Global Note which is intended to be issued in new global note form (a **New Global Note** or **NGN**), as specified in the relevant Final Terms, will be deposited on or around the relevant issue date with a common safekeeper for Euroclear and/or Clearstream, Luxembourg. Global Notes will be exchangeable for definitive notes (the **Definitive Notes**) in whole, but not in part, in the limited circumstances set out in the Global Notes (see "*Certain Information in Respect of the Notes—Form of Notes*").

**Listing and Trading:**

Each issue of Notes may be admitted to the Official List and to trading on the regulated market of the Irish Stock Exchange plc trading as Euronext Dublin (**Euronext Dublin**) and/or listed, traded and/or quoted on any other listing authority, stock exchange and/or quotation system as may be agreed between the Issuer and the Dealers. No Notes may be issued on an unlisted basis.

**Delivery:**

The Notes will be available in London for delivery to Euroclear or Clearstream, Luxembourg or to any other recognised clearing system in which the Notes may from time to time be held.

Account holders will, in respect of Global Notes, have the benefit of a Deed of Covenant dated 12 December 2024.

**Selling Restrictions:**

The offering and sale of the Notes is subject to all applicable selling restrictions including, without limitation, those of the U.S., the UK, Japan, Kingdom of Spain and the Republic of France (see "*Subscription and Sale*").

**Governing Law:**

The status of the Notes, the capacity of the Issuer and the relevant corporate resolutions shall be governed by Spanish law. Any non-

contractual obligations arising out of or in connection with the Notes, the terms and conditions of the Notes (except as indicated above) and all related contractual documentation will be governed by, and construed in accordance with, English law.

**Use of Proceeds:**

The net proceeds of the issue of the Notes will be used for the general funding purposes of the Group (as defined herein).

**Rating:**

The Programme is not rated.

## RISK FACTORS

*The Issuer believes that the following factors may affect their ability to fulfil its obligations under Notes issued under the Programme. Most of these factors are contingencies which may or may not occur and the Issuer is not in a position to express a view on the likelihood of any such contingency occurring.*

*In addition, factors which are material for the purpose of assessing the market risks associated with Notes issued under the Programme are also described below. The Issuer believes that the factors described below represent the principal risks inherent in investing in Notes issued under the Programme as at the date of this Information Memorandum, but the inability of the Issuer to pay any amounts due on or in connection with any Notes or the Deed of Covenant, may occur for other reasons and the Issuer does not represent that the statements below regarding the risks of holding any Notes are exhaustive. Prospective investors should also read the information set out elsewhere in this Information Memorandum and reach their own view prior to making any investment decision.*

*Investing in Notes issued under the Programme involves certain risks. Prospective investors should consider, among other things, the following:*

### **Risks Relating to Macroeconomic Conditions**

***The Group's business could be adversely affected by the deterioration of global or Spanish economic conditions and by the current geopolitical conflict between Russia and Ukraine.***

The business performance of the Group is closely linked to the economic cycle in the countries, regions and cities in which it operates. Normally, robust economic growth in those areas where it is located results in greater demand for its services, while slow economic growth or economic contraction adversely affects demand for its services. Even in the absence of a market downturn, FCC is exposed to substantial risk stemming from volatility in areas such as consumer spending, business investment, government spending, capital markets conditions and price inflation, which affect the business and economic environment and, consequently, the size and profitability of its business. For example, regarding increased inflation, given the Group operates in labour intensive activities, increased costs arising from salary revisions indexed to the Consumer Price Index (**IPC**) may not be passed on or recovered through amounts invoiced to clients. Unfavourable economic conditions could lead to lower revenues, reduced investment in waste management or water facilities and reduced demand for the services provided by FCC. Furthermore, any financial difficulties suffered by the Issuer's subcontractors or suppliers could increase its costs or adversely affect its project schedules.

Although the Group has operations in over 25 countries worldwide<sup>1</sup>, it is highly dependent on the performance of the Spanish economy. During the first six months of 2024, the Group generated 51.2% of its consolidated revenue in Spain and 48.8% in international markets (51.7% and 48.3%, respectively, during the same period in 2023). In addition to the Group's significant presence in the Spanish market, it is dependent to a large extent on the economies of other countries in which the Group markets its products and services. In the first six months of 2024, the Group generated 12.4% of its consolidated revenue in the UK, 18.0% in the rest of the EU (primarily in the Czech Republic and Austria), and 13.0% America (primarily in United States and Mexico).

During 2022 and the first semester of 2023, the European Central Bank (the **ECB**) tightened gradually its monetary policy in order to tackle the high inflation caused by, among other factors, the impact of the geopolitical and trade tensions between the U.S. and China, which continue to affect economic growth and global supply chains. While interest rates have started to decline in certain regions, including the Eurozone, monetary policies are expected to remain tight in the near term. In addition, declines in interest rates could refuel inflation.

Additionally, Russia's invasion of Ukraine in February 2022 resulted in increasing energy and commodity prices, exacerbating inflationary pressures in major economies. Downside risks to the global economy are clear –

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<sup>1</sup> Countries with more than €5 million income have been taken into account.

increases by central banks of interest rates following policies to contain inflationary pressures, inflationary pressures due to, among others, the trade sanctions which the United States and the EU imposed on Russia and Belarus in response to Russia's invasion of Ukraine and potential knock-on effects in the global economy. Moreover, the conflicts that began in the Middle East in October 2023 between Israel and Palestine have impacted energy and other commodity prices and have resulted in increased tensions in financial markets and increased inflationary pressure, which in turn have impacted global growth and economic activity levels.

In addition, political uncertainty and instability risks have been on the rise across many developed economies with inward-looking policies and protectionism possibly leading to increased pressures for policy reversals or failure to implement needed reforms. Furthermore, other factors or events may affect global economic conditions, such as a negative market reaction to the absence of significant interest rate reductions by the U.S. Federal Reserve and the ECB, heightened geopolitical tensions, war, acts of terrorism, natural disasters or other similar events outside the Group's control. Any deterioration of the economies of the countries in which the Issuer operates could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

In addition, concerns about independence movements within the EU, such as the continuing Catalan independence movement in Catalonia, could cause significant market dislocations and lead to adverse economic and operational impacts that are inherently difficult to predict or evaluate. Any of these factors could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

***The Group's international operations could become subject to economic, social and political uncertainties.***

The Group operates its business in multiple international locations and it may expand its operations into new locations in the future. In 2023, the Group generated 10.7% of its consolidated revenues from clients in economies from Latin America, Middle East, and Asia; and the Group's growth strategy to a significant extent focuses on increasing its revenues in emerging economies. Also, if the Group enters into new markets, it may be difficult to identify and properly assess risks in the new jurisdiction until it has sufficient experience in that jurisdiction.

The revenues and market value of the Group's international subsidiaries, as well as the dividends they may pay, are exposed to risks inherent to the countries where they operate. The economies of these countries are in varying stages of political and socioeconomic development. Consequently, like many other companies with significant international operations, the Group is exposed to a number of risks relating to business and investments outside its home jurisdiction. These risks can include the following:

- Fluctuation on global economic growth.
- Changes in inflation rates.
- Devaluation, depreciation or excessive valuation of local currencies.
- Foreign exchange controls or restrictions on profit repatriation.
- Changing interest rate environment.
- Changes in financial, economic and tax policies.
- Instances of fraud, bribery or corruption.
- Changes in law and regulation.
- Social conflicts.
- Political and macroeconomic instability.

The Group is exposed to these risks in all of its foreign operations to some degree, and such exposure could have a material adverse effect on the Group's business, financial condition, results of operations and prospects. The Group cannot assure that it will not be subject to material adverse developments with respect to its international operations or that any insurance coverage it has will be adequate to compensate it for any losses arising from such risks.

### **Risks Relating to the FCC Group's activities**

***The Group is highly dependent on customers in the public sector. Public authorities may be able to modify or terminate its contracts unilaterally before their completion or change agreed tariff rates. The compensation, if any, due to the Group under such circumstances would likely be insufficient to cover its lost profits and could even be difficult to collect.***

Public authorities may be able to modify or terminate the Group's contracts unilaterally before their completion, and contracts with these authorities may be subject to periodic retendering.

Also, depending on the jurisdiction and the specific circumstances, a public authority customer may be able to unilaterally terminate its contract with the Group without paying any compensation. In Spain, for example, the Group's ability to recover profits lost depends upon whether the public authority terminated the contract for cause attributable to the Group. Even where compensation is required, it may be insufficient to cover profits lost as a result of termination. If the Group is unable to replace contracts that have been terminated, it may suffer a decline in revenue. Furthermore, regardless of the nature and amount of compensation the Group may be due under the relevant contract, the Group may need to resort to legal or arbitration procedures to collect any such compensation, increasing the Group's cost of collections and delaying the receipt of the amounts due to it.

If a public authority cancels a project of the Group prior to or after the start-up of its exploitation, or if it terminates or provisionally or definitively withdraws a concession awarded to the Group, the Group may have a claim for compensation against that public authority. However, such compensation ultimately awarded to the Group may be insufficient, and should this be the case, it would have a material adverse effect on the business, financial condition and results of operations of the Group. Furthermore, unilateral terminations or amendments of contracts by public authorities may lead to an increase in costs in connection with a contract as well as to reduced profits or to losses which could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

In addition, during the life of a concession, the relevant public authority may unilaterally impose restrictions on or modifications to agreed tariff rates charged to individual end users. For example, public authorities responding to public pressure may limit or modify the tariffs the Group charges, irrespective of the terms of the relevant concession contract. The Group cannot assure investors that any measures it may take to redress contractual breaches by a public authority or to negotiate adequate compensation or modification of concession terms to restore the economic viability of the relevant contracts, would be successful. Additionally, if the assumptions used for the financial models are incorrect and the revenues generated are not sufficient to cover the costs, the Group may be unable to successfully adjust the operating parameters due to inflexible contract terms or reduce its costs to remain profitable which could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

***The Group can assume the demand risk in contracts with public authorities.***

In contracts with public authorities the revenues are, in some cases, linked to the level of demand of the contract. The demand levels generally depend on external factors beyond the Group's control, such as, tariff rates imposed by the public authorities, natural disasters, economic conditions, environmental legislation, weather conditions, serious public health threats etc. In particular, this risk could affect the Environmental Services, Water and Infrastructures Concessions Business Areas, especially activities relating to energy from waste projects, water concession agreements and transport concession agreement. In case the Group is unable to maintain an adequate

level of demand it could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

***Challenging economic conditions have led to a reduction in public expenditures in areas such as concessions and infrastructure.***

Current economic conditions have led to a reduction in projects for the public sector. Economic instability and difficult economic conditions in Spain and elsewhere have also resulted in a decline in tax revenue received by the Issuer's public administration customers, which has led to a reduction in public expenditures in areas including concessions, infrastructure and construction projects. Increasing costs for social security and certain other programs in some jurisdictions can exacerbate this effect. In addition to general budgetary considerations, many of the Issuer's customers, including public authorities, continually seek to achieve greater cost savings and improved efficiencies. These and other factors could therefore result in the Issuer's customers reducing their budgets for spending on its products and services or reducing any government subsidies that may be available. A further decrease in the spending on development and execution of public sector projects by governments and local authorities could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

***Certain municipalities could decide to take over services that the Issuer currently provides.***

Urban services are affected by the decisions of current or future local governments. In certain cases, such decisions could result in the municipalisation of the services currently provided by private entities. In particular, municipalisation could affect the Group's Environmental Services, Water and Infrastructure Concessions Business Areas, depriving them of future business.

***The Group will be adversely affected if it fails to obtain, or if there are material delays in obtaining, government approvals for the Group's projects.***

The Group operates in jurisdictions where its activities may be regulated and subject to governmental approvals. Although the Group may be subject to these requirements in many of its businesses, they particularly affect Environmental Services, Construction and Infrastructure Concession Business Areas, especially activities relating to public services. In order to develop and complete a project, the developer may need to obtain permits, licenses, certificates and other approvals from the relevant administrative authorities at various stages of the project process. The process for obtaining these approvals is often lengthy and complex. The Group cannot assure investors that it will be able to obtain necessary governmental approvals or fulfil the conditions required for obtaining such approvals, or adapt to new laws, regulations or policies that may come into effect from time to time. If the Group is unable to obtain the relevant approvals or fulfil the conditions of such approvals for a significant number of its projects, the Group's projects could be delayed, its reputation with customers could suffer and its ability to generate revenue could be compromised.

***The Group's design and construction activities expose the Group to risk, including the risk of and financial loss and liability caused by third parties.***

In the Group's Environmental Services, Construction, Water and Infrastructure Concessions Business Areas, the Group executes turnkey design build contracts remunerated on a fixed price basis. Whether a turnkey contract is revisable can vary by jurisdiction. For example, pricing terms in international turnkey contracts can be difficult to revise. On the other hand, historically, it has generally been possible to revise such terms in Spanish turnkey contracts, although in recent periods, there has been increasing resistance to revisable pricing terms. In many cases, the Group's earnings are conditioned on meeting performance objectives and failure to meet these objectives triggers contractual penalties.

Contracts of this nature expose the Group to technical, operational and economic risks. The Group cannot assure investors that any contractual measures it may take to mitigate these risks will be effective. Moreover, the Group may encounter difficulties over which it has no control. These difficulties may be related, for example, to the

complexity of certain infrastructure, climate or economic risks or construction contingencies, the purchasing and ordering of equipment and supplies of commodities, or changes in performance schedules.

In some cases, the Group is required to integrate into the Group's project planning existing information or studies provided by the customer. This information may prove inaccurate or inconsistent. The Group may also be required to use existing infrastructure with poorly adapted operating characteristics. These difficulties and hazards may result in non-compliance with contractual performance indicators, additional expense, lost revenue or contractual penalties.

In all its business areas, particularly in Water, Construction and Infrastructure Concessions, the Group relies on sub-contractors and suppliers. The Group generally has recourse against these subcontractors and suppliers and could make claims against them for losses caused by their breach of contract. However, if a sub-contractor or supplier becomes insolvent or ceases operations unexpectedly, their failure could cause delays and subject the Group to significant additional costs and it would likely be able to recover only a portion, or none, of these costs. The selection process and credit review to which the Group subject prospective sub-contractors and suppliers could prove inadequate for identifying potential counterparties that present unacceptable levels of risks.

***Any failure to meet project deadlines and budgets may have a material adverse effect on the business, financial condition and results of operations of the Group.***

There are certain risks that are inherent to large-scale construction projects, such as shortages, and increased costs, of materials, machinery and labour. If any of the Group's contractors and subcontractors fail to meet agreed deadlines and budgets, or if there are any interruptions arising from adverse weather conditions or unexpected technical or environmental difficulties, delays and excessive construction costs may arise. Contractor and subcontractor liability clauses, included in most standard construction agreements entered into with contractors and subcontractors, generally cover these situations, although they may not cover the total value of any resulting losses. In the event of construction delays, the Group may receive revenues later than expected and could face penalties and even contractual termination. These eventualities could increase the Group's expenses and reduce its income, particularly if it is unable to recover any such expenses from third parties under its concessions, which could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

***The Group may engage in acquisitions and investments.***

The Group may engage in acquisitions of and investments on interests in other companies or businesses from time to time. There can be no assurance that the Group will identify suitable acquisition opportunities, obtain the financing necessary to complete and support such acquisitions or investments, acquire businesses on satisfactory terms, or that any acquired business will prove to be profitable. In addition, acquisitions and investments involve a number of risks, including possible adverse effects on the Group's operating income, risks associated with unanticipated events or liabilities relating to the acquired assets or businesses which may not have been disclosed during due diligence investigations, difficulties in the assimilation of the acquired operations, technologies, systems, services and products, and risks arising from contractual conditions that are triggered by a change of control of an acquired company.

Any failure to successfully integrate such acquisitions or investments could have a material adverse effect on the Group's business, prospects, financial condition and results of operations.

***The Group carries out many of its activities under long-term contracts. Long-term contracts can hinder the Group's ability to react rapidly and appropriately to new and financially unfavourable situations.***

The initial circumstances or conditions under which the Group may enter into a contract may change over time, with possible adverse economic consequences. These changes vary in nature and may or may not be readily foreseeable. The Group cannot assure prospective investors that any contractual provisions, such as price-indexing clauses, that it may use to address such changes and restore the initial balance of the contract will be effective.

Accordingly, it may be unable to adapt its compensation to reflect changes in its costs or in demand, regardless of whether this compensation consists of a price paid by the customer or a fee levied on end users based on an agreed scale. These constraints are exacerbated by the long-term nature of many of the Group's contracts. In all cases, and most particularly with regard to public service management contracts, the Group is obliged to remain within the scope of the contract and ensure continuity of service. The Group cannot unilaterally and suddenly terminate a business that it believes to be unprofitable, nor change its features, except, under certain circumstances, in the event of obvious misconduct by the customer.

Additionally, Law 2/2015, of 30 March, regulating the de-indexation of the Spanish economy (*Ley 2/2015, de 30 de marzo, de desindexación de la economía española*) (the **Spanish De-Indexing Law**), and Royal Decree 55/2017, of 3 February, which implements the Spanish De-Indexing Law (the **RD 55/2017**), permit the update of prices in new public contracts only under certain contractual circumstances and require the prices to be updated according to a formula approved by the Council of Ministers or, in the latter's absence, by each contracting authority, linking the index to real costs of the specific activity instead of the Consumer Price Index (CPI).

Although a majority of the Group's current public contracts already apply price updating systems (different from CPI) linking the price to the real cost of the activity, the Spanish De-Indexing Law and RD 55/2017 may have an impact on the Group's future contracts only in the absence of a formula approved by Council of Ministers, depending on whether each contracting authority decides or not to establish a formula to update the contract price which will apply during the whole life of the contract. If the contracting authority decides to apply a formula, it should be established in the particular public terms for tender of the relevant contract in accordance with the criteria set out in the Spanish De-Indexing Law and RD 55/2017.

A change of circumstances or conditions under which the Group may enter into a contract and the Group's inability to adjust its compensation under such contract may adversely impact the Group's business, results of operations and financial condition.

***The Group uses significant volumes of energy in its business, exposing the Issuer to the risk of energy price fluctuations.***

In the Group's business operations, particularly in Environmental Services and Water Business Areas, the Group consumes significant volumes of energy resources. The principal elements of the Group's energy costs are electricity expenses, fuel expenses and the purchase of raw materials. The Group's results are thus significantly affected by movements in energy prices.

In a number of jurisdictions in which the Group operates, energy prices have increased significantly in last months and may vary significantly in the future. Fluctuations in energy prices are largely caused by market forces and other factors beyond the Group's control.

The Group cannot assure investors that the measures it adopts to mitigate the risk of energy price inflation, which include diversifying its fuel sources, using alternative fuel, using contractual provisions to pass on cost increases to customers and seeking to lock in favourable prices through long term supply contracts, will prove adequate to protect the Group from variations in energy costs. High energy prices over extended periods could substantially increase the Group's costs and reduce its margins to the extent the Group is unable to adjust its product prices to offset energy price increases.

***The Group's ability to make payments on some of the Group's obligations is connected to the Group clients' ability to pay it.***

The Group's liquidity risk is significantly attributable to the Group's trade receivables and hence, correlates with the Group's exposure to customer credit risk. The receivables most relevant to the Group's ability to generate sufficient revenue to make outgoing payments comprise two categories: (i) payments from public authorities, primarily in the Issuer Environmental Services and Infrastructure Concessions Business Areas; and (ii) payments from private customers. The risk related to public authorities is primarily that of late payments, which can strain

the Group liquidity. As at 31 December 2023, the Group had over €446.0 million, in past due trade receivables mostly from public authorities in Spain. Payment speed from Spanish public authorities has improved since 2013 after suffering a decline following the crisis in 2008 and 2009. In addition, during the recent financial crisis, the Spanish government established certain stimulus measures to reduce the financial impact of the economic downturn. The Group cannot assure investors that, if there is another economic downturn, the public authorities will continue or increase any type of stimulus package that is currently in place. Nor can the Group assure investors that the Spanish government will not eliminate or reduce any stimulus measures that are currently in place. However, should the Spanish economy enter a new decline, a lengthening payment cycle from public authorities could be one adverse consequence. The risk relating to commercial customers is that of late payment and, in extreme cases, of insolvency before the Group has collected all payments due from the customer. Additionally, other examples of general risks include reduced spending by the Group's customers on the Group's services, fewer construction projects, and the increased risk of insolvency of the Group's customers.

To manage these risks, the Group takes a variety of measures. However, the Group cannot assure investors that these measures will be adequate to protect it against possible risks related to commercial debts or that these measures will effectively manage the adverse effects of such risks. If customers fail to pay the Group, or are late in paying the amounts on which the Group is relying to pay the Group financial obligations, the Group will need to find an alternative funding source. If it were unable to do so, there would be a risk of the Issuer defaulting its own payment obligations, which could adversely affect the Group's financial position.

***The decrease in procurement of goods or services or delay of public and private sector projects may adversely affect the Group's results of operations.***

Current economic conditions have led to a decrease in procurement of goods or services by public administration and private sector companies. Private sector companies may decide to halt projects already underway due to a lack of funds or delay or abandon studies of potential projects while they wait for more favourable investment conditions. Although the normal procedure in the private sector is for the Group to be paid incrementally as the work is executed, the Group is still exposed to loss of revenue if work is delayed.

Financial constraints on public administrations could force municipalities to reduce their budgets and thus decrease the funds allocated for maintaining or renewing existing infrastructure or affect the scope and timing of pending projects. Any resulting deficit in public spending could adversely affect, to a significant extent, the Group Environmental Services, Water, Construction and Infrastructure Concessions Business Areas. Any reductions in public spending could require the Group to invest additional amounts to maintain the Group's business operations as planned (for example, if concessions relating to water treatment facilities are not renewed on terms adequate to provide sufficient funds for maintenance) or to suspend or close certain business projects (for example, if a municipal authority decides to close a facility for which the Group holds a concession such as a landfill).

***The Group relies on technology to operate the Group's business and maintain the Group's competitiveness. If the Group fails to adapt to technological developments or industry trends, the Group's business could suffer.***

In conducting the Group's business, the Group depends on sophisticated information and other technologies, including, among others, systems for communications, procurement and contract administration. In particular, in certain activities or in connection with specific projects, the Group may rely on customised software or other technologies for which it could be difficult or impossible to identify an alternative supplier. As operations grow in size and scope, the Group will need to continuously improve, upgrade and integrate the Group's businesses, systems and infrastructure. The Group's future success will depend on the Group ability to adapt the Group services and infrastructure to rapidly evolving consumer trends and technological demands. The Group historical success in developing the Group's technological platforms provides no guarantee that the Group will continue to be successful. If the Group is unable to continue to develop the technologies the Group needs to compete for and execute projects, the Group may lose market share and revenue to existing competitors or new market entrants better able to implement the necessary technologies.

Competition in the Group's industries is intense and the relevant technologies advance at a rapid pace. To succeed, the Group must continuously develop and improve its technological platforms. If the Group fails to do so, any competitive advantage that the Group's technology had created would likely diminish over the short to medium term, leaving the Group vulnerable to competitors that succeed in advancing and improving their technical platforms. Furthermore, even if the Group develops technologies superior to those of competitors, the Group cannot assure investors that it will be able to maintain its competitive advantage.

The Group is also at risk that disruptive technologies are developed. It is possible that new technologies will emerge that could dramatically alter the Group's industry. If the Group is unable to adopt such new technologies or adapt existing technologies to compete against them effectively, it could become difficult or impossible to maintain or improve the Group's position in its markets of operation.

***The Group faces intense competition.***

Competition in many of the Group's business activities is intense. In seeking new business, the Group competes against various groups and companies, including large construction groups and engineering companies that may have more experience or a stronger local presence in the relevant market. Furthermore, these groups and companies may have greater resources, whether material, technical or financial, or may demand lower returns on investment and be able to present better technical or economic bids compared to the Group.

In the Group Environmental Services, Water, Construction and Infrastructure Concessions Business Areas, it competes in Spanish and international markets in urban municipal waste collection and cleaning services, water infrastructure and distribution, large and complex civil construction projects and transport, social and other infrastructures Public-Private Partnerships projects (PPPs). Competition in these markets is based primarily on price, technical expertise, timely delivery of services and local presence. Accordingly, certain risk exists that in the public tenders related to the Group's business areas, the Group's competitors may present prices which are unrealistically low, both technically and economically, such that it is not viable for the Group to compete in certain circumstances.

***Public opinion may react negatively to the Group's installations, such as water facilities, disposal and facility treatment, industrial waste management facilities and infrastructures facilities.***

The Group may face adverse public opinion concerning its business activities, the expansion of existing facilities or the construction of new facilities near inhabited areas. In response to public pressure, governments may restrict, modify or terminate the Group's current activities or the Group's plans for future expansion, reducing the Group's ability to implement its strategy for growth.

***Business partnerships that the Group enters into can expose it to risk.***

The Group may be required to conduct some of the Group's business activities through partnerships, joint ventures or consortia or other similar arrangements with public authorities or private companies. Such business partnerships may be required by the terms of the tender. The participants in these partnerships share the operational, economic, and financial risks associated with certain large projects or activities. In some of these business partnerships, the Group must accept a partial loss of control. The Group seeks to manage this reduced control contractually. However, adverse developments in the project or activity, in the underlying economic or political situation, or in partners' economic position, could lead to conflict. These situations can harm the performance of a partnership and, in some cases, lead to its termination. Additionally, if the Group's partner becomes insolvent or its financial capabilities are otherwise significantly strained or limited, then the Group may be liable for payments of the partnership or of the Group's partner under any related obligations or guarantees and be unable to seek appropriate compensation from the Group's partners.

***Certain of the Group's subsidiaries are held by third parties not controlled by the Group directly.***

The Group has operations in the United Arab Emirates, Saudi Arabia, and Algeria, among others, where local law restricts or may restrict: (i) foreign shareholders from holding a majority of the shares in either any locally registered companies or those companies which operate in certain sectors such as construction; or (ii) the ability of foreign owned companies from participating in certain public tenders.

Consistent with the approach taken by many other foreign owned companies operating in these jurisdictions, the Group, in certain cases, have addressed this foreign ownership restriction through commonly used structures, whereby the majority of the shares in the Group's local business is held by a locally registered company or national in that country (depending on the requirements of local law) on trust or pursuant to a management agreement or similar arrangement, for and on behalf of the Group. The remaining minority share capital is usually held by the Group through one of its locally incorporated subsidiaries. However, these arrangements may not be as effective in providing control over these entities as a direct majority ownership.

Moreover, a particular ownership structure could be unilaterally challenged before a court in one or more of these jurisdictions. If a challenge is made against the ownership structure of any of the Group's subsidiaries based in any jurisdiction where this foreign ownership restriction applies, the Group cannot foresee which approach these courts would take in applying the relevant local laws or policies to the corporate structure in question. The potential consequences of a negative judgment in relation to the corporate structure could lead to the Group's legal arrangements and agreements being declared void or unenforceable, or to the Group having to change the corporate ownership structure of these businesses in these jurisdictions that may further lead to the imposition of legal penalties.

***The Group's backlog is subject to adjustments and project cancellations and is, therefore, an uncertain indicator of future earnings.***

As of 30 June 2024, the Group's total backlog was €43.13 billion. Of this sum, €22.23 billion was attributed to the Group Water Business Area, €14.49 billion to the Environmental Services Business Area and €6.40 billion to the Construction Business Area.

In Environmental Services and Construction Business Areas, the Group calculates backlog as of any given date as the aggregate of contractual values, less amounts under those contracts that it has recognised as revenue. The Group calculates backlog in the Water Business Area on the basis of the long term volume estimates delivered during the life of the contract that serve as the basis for those contracts with customers and for the tariffs set in those contracts.

Unforeseen events or circumstances can adversely affect the amount and timing of future revenue generated by the projects for which the Group records backlog. These events and circumstances can include:

- cancellation of projects;
- scaling down or other amendments to the terms of projects;
- increased time requirements to complete work;
- work disruptions; and
- customer termination of a contract if the Issuer's performance is inadequate.

Moreover, the Group cannot predict the impact of future economic conditions on its backlog. Adverse economic conditions can limit its ability to replace backlog once projects are completed or can result in the termination, modification or suspension of projects currently included in the Group's backlog. Finally, in the Water Business

Area, differences between original estimates and current volumes delivered over the course of long term contracts can cause revenues currently recognised to differ from corresponding amounts of backlog.

The Group cannot guarantee that the Group's backlog will generate the expected revenues or cash flows or will generate them during the expected financial periods. Accordingly, investors should exercise caution in analysing the Group's backlog, and should not regard backlog as a forecast of future revenue.

***The Group's failure to accurately estimate risks, the availability and cost of resources and time when bidding on projects, particularly fixed fee projects, could adversely affect its profitability.***

Under fixed fee contracts, the Group realises a profit only if it can successfully estimate its costs and prevent cost overruns on contracts. Cost overruns can result in lower profits or operating losses on projects. Factors such as the availability and cost of materials, equipment and labour, wage inflation, lifecycle, unexpected project modifications, unexpected reversion costs, local weather conditions, unanticipated technical or geological problems including issues with regard to design or engineering of projects, changes in local laws or delays in regulatory approvals and the cost of capital maintenance or replacement of assets are highly variable, and the Group's actual costs in remedying or addressing them may deviate substantially from originally estimated amounts and may therefore result in a lower profit or incur in operating losses.

The identification of key risks, the estimation of costs and the establishment of appropriate deadlines in relation to such contracts are an inherent part of the Group's business. However, the Group's estimates can be particularly difficult to make and may turn out to be inaccurate, particularly with respect to long-term and complex projects. If the Group fails to identify key risks or effectively estimate costs for projects where it is exposed to the risk of cost overruns, there may be a material adverse effect on its business, financial condition, results of operations and prospects.

***The Group is increasingly dependent on information technology systems that may fail, may not be adequate to the tasks at hand or may no longer be available.***

The Group is increasingly dependent on highly sophisticated information technology, or IT, systems IT systems are vulnerable to a number of problems, such as software or hardware malfunctions, malicious hacking, physical damage to vital IT centres and computer viruses. IT systems need regular upgrading and the Group may not be able to implement necessary upgrades on a timely basis or upgrades may fail to function as planned. Furthermore, failure to protect the Group's operations from cyber-attacks could result in the loss of customer or project data or other sensitive information. The threats are increasingly sophisticated and there can be no assurance that the Group will be able to protect against all threats. The Group may incur significant costs as a result of any failure of the Group IT systems The Group cannot assure investors that the back-up systems the Group maintains to provide high level service availability and ensure business continuity will protect it. Should these systems fail or prove to be inadequate, the Group could experience significant interruptions of its business and could lose or compromise important data.

***The Group is dependent on the continued availability, effective management and performance of subcontractors and other service providers.***

In the ordinary course of the Group's operations, it relies on subcontractors to provide certain services. As a result, the Group's business, results of operations, financial condition and prospects could be adversely affected if it is not able to locate, select, monitor and manage its subcontractors and service providers effectively. Additionally, subcontractors to whom the Group has awarded work may become insolvent, requiring it to select a new subcontractor at the risk of delays and/or at higher cost. If the Group is not able to locate, select, monitor and manage subcontractors and service providers effectively, its ability to complete contracts on schedule and within forecasted costs to the requisite levels of quality could be adversely impacted and there may be a material adverse effect on its business, results of operations, financial condition and prospects.

***The Group participates in competitive tender processes and regulatory authorisation procedures that can generate significant expense with no assurance of success.***

The Group is granted many of its contracts on the basis of a competitive process. Competitive tender processes or negotiation procedures preceding the award of these contracts are often long, costly and complex, and their outcomes are uncertain and difficult to foresee. The Group may invest significant resources in a project or tender bid without winning the contract thus losing growth opportunities.

In addition, the Group may also need to obtain or renew various regulatory permits or authorisations. Authorisation procedures for activities with a large environmental footprint present similar difficulties. They are often preceded by in depth studies and public inquiries. The complexity of these procedures has tended to increase. The Group may also have to abandon certain projects in which it is unable to generate compensation sufficient to cover the cost of the Group's investment if it fails to obtain the permits it needs to perform the activity or if it cannot obtain any necessary authorisations from antitrust authorities.

These developments can increase the cost of the Group's activities and, in certain cases, where the risk of failure appears substantial, may lead the Issuer to abandon certain projects.

***Any departure of key technical and management personnel could affect the success of the Group's business operations.***

The Group depends on personnel with critical technical and management expertise for the success of its business operations. Competition for qualified technical and management personnel in the sectors in which the Group operates is strong. The Group competes against other companies in its effort to recruit personnel with the skills it needs. Some of those companies may be able to devote greater financial and other resources to the recruitment effort than the Group can.

If the Group were to lose some or all of its key technical and management personnel, they would be difficult to replace. Failure to recruit and retain the key personnel that it needs could make it more difficult to conduct the Group's business successfully.

In addition, some of the Group's personnel hold specialised degrees, licenses, certifications and other government granted or government recognised professional experience. The Group may be required to employ personnel with these qualifications and experience to be eligible for certain public projects. If the Group is unable to recruit and retain personnel with the required professional experience and credentials, the Group's ability to successfully complete existing projects and compete for new projects would be adversely affected.

***Risk management policies, procedures and methods may leave the Group exposed to unidentified or unanticipated risks.***

The Group has devoted significant resources to developing policies, procedures and assessment methods to manage market, credit, liquidity and operating risk and intends to continue to do so in the future. Nonetheless, the Group's risk management techniques and strategies may not be fully effective in mitigating its risk exposure in all market environments or against all types of risks, including risks that it fails to identify or anticipate.

Any failure to adequately identify or anticipate risks could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

***The Group's insurance cover may not be adequate or sufficient.***

The Group benefits from insurance cover to protect against key insurable risks. The insurance policy may not be adequate to cover lost income, reinstatement costs, increased expenses or other liabilities. Moreover, there can be no assurance that if insurance cover is cancelled or not renewed, replacement cover will be available on commercially reasonable terms or at all.

The Group may not have, or may cease to have, insurance cover if the loss is not covered under, or is excluded from, an insurance policy including by virtue of exhaustion of applicable cover limits or a policy operating as an excess policy or if the relevant insurer successfully avails itself of defences available to it, such as breach of disclosure duties, breach of policy condition or misrepresentation.

If insurance cover is not available or proves more expensive than in the past, the Group's business, financial condition, results of operations and prospects could be materially adversely affected.

***The Group may be affected by accidents at its work sites.***

Accidents may occur at the work sites of the Group's projects, particularly in construction sites. These accidents may severely disrupt the Group's operations and lead to delays in the completion of projects that, in turn, could result in subsequent delays in payment from purchasers. Such accidents may also result in potential claims by clients for compensation and termination of contracts. Furthermore, the Group may be liable for damage caused by accidents or mishaps, and it cannot ensure that its insurance policies would be sufficient to cover these potential claims.

**Risks Relating to Financial Performance**

***The indebtedness of the Group and the characteristics of such debt could adversely affect the financial health of the Group or the ranking of the investors upon its insolvency.***

*FCC Servicios Medio Ambiente Holding indebtedness*

On 4 December 2019 FCC Servicios Medio Ambiente Holding, S.A., a subsidiary of FCC, completed two bond issues amounting to €600 million with a 0.815% annual return and maturity date 2023 (this issue was repaid at its maturity date, 4 December 2023); and €500 million with a 1.661% annual return and maturity date 2026, respectively. Both issues have been guaranteed by Group's subsidiaries FCC Medio Ambiente, S.A.U. and FCC Ambito, S.A.U. and are listed in the Global Exchange Market (GEM) of Euronext Dublin.

On 30 October 2023, FCC Servicios Medio Ambiente Holding, S.A. completed a green bond issuance amounting to €600,000,000 million with a 5.250 annual return and maturity date on October 2029 listed in the Global Exchange Market (GEM) of Euronext Dublin.

Additionally, on 8 October 2024, FCC Servicios Medio Ambiente Holding, S.A. completed a new green bond issuance amounting to €600,000,000 million with a 3.715% annual return and maturity date on October 2031 (hereinafter, all bond issues mentioned above, the **FCCMA Issues**).

The FCCMA Issues contained certain covenants in favour of the bondholders including certain limitations on indebtedness, limitations on distributions and limitations on financings and guarantees to FCC.

*Aqualia indebtedness*

Within the context of the Issuer's former financing, Aqualia completed in June 2017 two bond issues amounting to €700 million with a 1.413% annual return and maturity date 2022; and €650 million with a 2.629% annual return and maturity date 2027, respectively (on 20 April 2022, the Issuer decided to redeem the €700 million bond issue in whole). The remaining € 650 million bond has a security package that includes certain Aqualia group assets. The €650 million bond is officially listed in the non-regulated Global Exchange Market (GEM) in the Irish Stock Exchange plc trading as Euronext Dublin.

The €650 million bond contains certain covenants in favour of the bondholders including certain limitations on indebtedness, limitations on distributions and limitations on financings and guarantees to FCC.

On 22 June 2022 Aqualia entered into a long-term unsecured syndicated green facility agreement of up to €1,100 million with a maturity of 3 years with a one-year extension option which can be accepted by each lender, being the interest rate EURIBOR plus 0.97%. The referred syndicated facility contains certain covenants in favour of the lenders including certain limitations on indebtedness, limitations on distributions and limitations on financings and guarantees to FCC. On 21 April 2023 the lenders approved the one-year extension option until 22 June 2026.

***The Group is subject to liquidity risk and availability of funding risk.***

The Group conducts its operations in industry sectors that require a high level of financing since it needs to make significant investments to develop, construct and operate its projects. To date, the Group has been able to access adequate financing on acceptable terms although the Group cannot assure investors that it will be able to continue to secure financing on adequate terms, or at all, in the future. Moreover, there might be substantive legal or commercial changes to the Group's average payment periods that could have an adverse effect on its financial position.

The Group's ability to secure financing depends on several factors, many of which are beyond its control, including general economic conditions, the availability of funds from financial institutions and monetary policy in the markets in which it operates and the Group's financial performance. Exposure to adverse effects in the debt or capital markets may hinder or prevent the raising of adequate finance for its activities.

The Issuer cannot assure prospective investors that it will be able to secure new financing or renew its credit facilities on economically attractive terms or at all. An inability to secure new financing or renew these facilities on acceptable terms could adversely affect the Issuer's liquidity and its ability to fund its working capital needs. At the same time, the Issuer cannot assure it will be able to maintain the current working capital structure as a result of modifications on payment and collection average periods due to legal regulation or market conditions.

***The Group is required to provide customers with performance bonds or similar guarantees.***

In the Group's project-related businesses, it is typically required that certain entities of the Group provide customers with performance bonds or similar instruments intended to guarantee the Group's timely performance of contractual obligations to the defined specifications. If the Group cannot obtain guarantees from financial institutions on reasonable terms that are acceptable to the Group's customers, it could be prevented from bidding for or participating in a project, or the Group could be required to incur significantly higher financing costs to obtain the needed guarantees. See "*The Group is subject to liquidity risk and availability of funding risk.*"

***The Group faces certain risks related to deferred tax assets.***

As of 30 June 2024, as a consequence of losses that the Issuer incurred in previous years, offsetable against future profits, as well as tax credits and temporary differences, the Group recorded a deferred tax asset of €487.5 million in the Group's consolidated financial statements. This deferred tax asset reflects the Group's view of the amount of tax assets that it expects to be able to use, in light of the Group's business plan and expected taxable profits in the future. A change in the Group's expectations about the ability to use deferred tax assets in the future (whether due to a change law that eliminates or limits the Group's right to offset deferred tax assets or a change in the Issuer's business plans or expected future profitability) could require the Group to reassess the value of these assets, with a material negative effect on the Group's results of operations and balance sheet.

***The Group is subject to foreign exchange risks.***

Although the Group's functional and reporting currency is the euro, it also holds some financial assets and liabilities denominated in currencies other than the euro. These currency differences give rise to the risk of losses resulting from fluctuations in the value of non-euro currencies as measured in euro. For example, the Group could risk such losses if it holds debt denominated in foreign currency, invest in international markets outside the Euro zone, or receive payables in a foreign currency.

As at 30 June 2024, 79.5% of the Group's gross debt was denominated in euros, 13.3% in Sterling, and 4.3% in U.S. dollars. The remaining 2.9% is denominated in other currencies.

***The Group is subject to interest rate risks.***

The Group is exposed to various types of market risk in the normal course of business, including the impact of interest rate changes. Given the nature of the Group's activities, which are closely linked to inflation, the Group's financial policy aims to ensure that its current financial assets and its debt are partly tied to floating interest rates. The Group's euro-denominated debt, which represented 79.5% of its consolidated gross debt as at 30 June 2024, is referenced to EURIBOR. The average rate, from January to June 2024, of the Group's consolidated financial gross debt was 4.1% as at 30 June 2024 and 2.9% as at 30 June 2023.

As at 30 June 2024, 56.3% of the Group's consolidated gross debt was fixed rate indebtedness and 43.7% of its consolidated gross debt was floating rate indebtedness.

Any increase in interest rates would increase the Group's finance costs relating to its variable rate indebtedness and would, likewise, increase the costs of refinancing its existing indebtedness as well as of issuing new debt.

***The Issuer's ability to effectively manage its credit risk exposure may affect the Group's business, results of operations and financial condition.***

The Group is exposed to the credit risk implied by default on the part of a counterparty (customer, provider, partner or financial entity), which could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

There is a risk of late payment in both the public and private sectors due to the effects of the global financial crisis and in particular due to the effects of the Covid-19 pandemic. In addition, the cost of government financing and financing of other public entities has also increased due to financial stress in Europe and the effects of the Covid-19 pandemic, and this may represent an increased risk for the Group's public sector clients.

Although the Issuer actively manages this credit risk, its risk management strategies may not be successful in limiting its exposure to credit risk, which could adversely affect the Group's business, results of operations and financial condition.

**Risks Relating to Division Operations**

***Risks Associated with the Group's Environmental Services Business Area.***

*The landfill business is a highly regulated sector. The increasing legislative pressure has affected and could deteriorate even further in the future the business and operations of the Group.*

In performing its business operations, the Group must comply with various local, provincial, national, and international laws and regulations. Laws and regulations applicable to its business operations vary from jurisdiction to jurisdiction and even between municipalities and may be subject to changes that may be favourable or unfavourable. A change in the legal framework could lead to different or more restrictive regulations that could cause changes in the Group's operating conditions and, in turn, may increase its capital expenditures (for example, requirements to modify the configuration of existing facilities) or its operating expenses (for example, through the implementation of additional inspection and monitoring procedures), affect its income statement and balance sheet, or otherwise hinder its development plans. New regulations, such as those applicable to waste collection services, could affect the Group's profits.

An example of such a regulation which has caused the Group to adapt its activities is the tax on landfill in the UK and other Central and Eastern European countries that impose taxes on the type and volume of waste deposited in landfills in an effort to promote recycling, composting, and recovery of waste. In addition, in Spain, Law 7/2022, of 8 April, on waste and contaminated soils for a circular economy (*Ley 7/2022, de 8 de abril, de residuos y suelos*

*contaminados para una economía circular*) includes a tax imposed on landfill, incineration, and co-incineration of waste, which came into force on 1 January 2023. The tax on landfill and waste incineration is an indirect tax on any waste generated that is destined for disposal via landfill, incineration or co-incineration. The tax becomes chargeable upon disposal at the landfill or upon incineration or co-incineration at the relevant facilities. The tax applies throughout Spain, is collected by the autonomous regions and replaces the existing regional taxes.

Another example of a risk affecting the activity carried out by the Group is the introduction by the UK government of a new Electricity Generator Levy (EGL) of 45% on the extraordinary revenues above £10 million of low carbon electricity generators, in relation to energy generated from 1 January 2023 to 31 March 2028.

The EGL applies to corporate groups or standalone companies that (a) undertake electricity generation in the UK from nuclear and renewable sources (including biomass) or energy from waste, and (b) are connected either to the UK national transmission network or to local distribution networks.

Directive (EU) 2023/959 of the European Parliament and of the Council, of 10 May 2023 (the **EU ETS Amending Directive**), includes energy recovery from municipal waste facilities in the EU Emissions Trading System (ETS), so that from 1 January 2024 energy recovery from municipal waste facilities are required to establish CO2 emission measurement plans. With the data obtained during these measurements, an impact assessment study of these emissions is expected to be submitted to the European Commission in July 2026 and a decision will be taken on whether to include energy recovery installations for municipal waste in the EU ETS for all purposes. If so, they will be definitively included from 2028, although a temporary exemption is envisaged until 31 December 2030 at the latest. Member States have until 31 December 2024 to transpose the EU ETS Amending Directive into their national legislation.

The impact of this EU ETS Amending Directive on the emitter is uncertain, as it is not known exactly whether incinerators will finally be included in emissions trading and, if so, what the applicable emission limits will be. However, it seems reasonable to assume that this will mean an increase in the costs associated with the operation of energy recovery facilities. Likewise, if the new regulation includes energy recovery facilities for municipal waste but not controlled deposit facilities, the difficulty in measuring emissions from this type of facility, this could put the former at a competitive disadvantage compared to the latter.

The entry into force of this EU ETS Amending Directive in 2028 could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

The UK ETS authority has amended the UK ETS legislation to include energy from waste (EfW) and waste incineration facilities from 2028. Installations will be required to monitor emissions from 2026-2028 and will thereafter be subject to the UK ETS thereafter. Monitoring, reporting and verification of such installations will be the responsibility of the operator. The main objective of the UK ETS authority is that the inclusion of municipal waste incineration plants will incentivise emission reductions and improve plant efficiency. It may also encourage recycling and better waste sorting, as well as lead to an increase in heat capture and carbon capture technology. The impact of the UK ETS legislation is uncertain, as the UK ETS authority has not yet specified how emissions will be calculated, the scope of the obligations to be taken on and whether they will include emissions of other gases such as methane and it may result in cost increases associated with monitoring, reporting and verification.

### ***Risks Associated with the Group's Water Business Area.***

*The Group's water activities are sensitive to changes in consumption patterns.*

A decrease in the consumption of drinking water supply in some developed countries has been observed, notably because of water saving programs established by public authorities and manufacturers and the public perception that water is a resource which needs to be preserved. For example, in Spain, Aqualia estimates that the volumes of water billed have declined by roughly 1% a year on average for the last ten years (with a slight change to the consumption trend in the last years). As of this date, Aqualia has been able to offset the effects of reduced volumes through productivity gains and negotiating contracts under which a portion of Aqualia's revenue is independent of volumes. If the volumes decrease further, these efforts may be insufficient to fully offset any such reduction

Aqualia may experience and this may adversely impact Aqualia's business, results of operations and financial condition.

*By supplying drinkable water, the Group must ensure that the water is adequate for human consumption.*

The most significant risk associated with managing drinkable water facilities is the distribution of water that may cause health problems in end users. For example, if errors in the treatment process or acts of sabotage were to occur that affected the quality of the drinking water the Issuer supplies, the Group could suffer a loss of business and revenues and reputational damage. Furthermore, it can become subject to litigation, damages, and clean-up costs.

*Any spillage of contaminated water could negatively affect the Group.*

The Group manages waste water treatment plants. One of the principal risks associated with this business activity is the risk of spillage of contaminated water in surrounding areas. In addition to errors or negligence in managing waste water treatment plants, spillage of contaminated water could occur as a result of circumstances that are out of the Issuer's control. For example, spillage could occur as a result of acts by independent third parties, such as the Group's industrial clients. In this situation, the Group could nonetheless be liable for damages and clean-up costs, as well as suffer reputational damage.

#### ***Risks associated with the Group's Construction Business Area.***

*The Group is subject to construction risks.*

The time and costs involved in completing the Group's construction projects may be adversely affected by various factors, including fluctuations in the cost of building materials, equipment or labour, accidents, delays in approval from the relevant authorities, mismanaging projects, unfavourable weather and ground conditions, unanticipated construction constraints and other unforeseen circumstances. Any of these factors could delay the completion of the Group's projects and could result in cost overruns and subsequent losses. Delays in the completion of projects could in turn result in a loss of income or termination of contracts, as well as potential claims by clients for compensation or termination of the contracts.

*The construction industry is highly cyclical.*

The construction industry is cyclical by nature. It is largely dependent on public and private sector investment. The level of investment by the public and private sectors is in turn connected to general economic conditions. Investment generally increases in times of economic growth and decreases during a recession. In Spain in particular, the construction industry has been considerably affected by challenging economic conditions in recent years. These conditions continue to affect the Group's results of operations adversely.

Current economic conditions have led to a reduction in tenders for civil engineering works, including projects in the public sector in Spain and in other OECD countries. The civil engineering investments included in the annual budget for each of the countries where the Group is present or which it is targeting depend principally on two factors: the budgetary policies of the relevant government; and the economic conditions existing at the time.

*The Group's construction projects may be delayed or exceed their budget, generating less profit than expected or resulting in losses.*

All large-scale construction projects entail certain risks, such as shortages and increased costs of materials, machinery and labour. Any failure by contractors and sub-contractors to meet agreed deadlines and budgets and any interruptions arising from adverse weather conditions or unexpected technical or environmental difficulties may cause delays and increased construction costs. Contractual liability clauses that give the Group recourse against contractors and subcontractors in such situations may not cover the Group's losses entirely or at all, especially in the case of contractor or subcontractor insolvency. In the event of construction delays, the Group

may receive revenues later than expected and could face penalties and even termination of the contract. These factors could increase the Group's expenses and reduce its income, particularly if the Group is unable to recover these expenses from third parties under its concessions. Delays and cost increases may result in projects being less profitable than the Group expects or may result in losses, which may be significant. A number of factors may hinder the Group's ability to withdraw from such projects, including: performance bonds and other financial guarantees provided; long-term contracts with local suppliers; clients and local partners who are unwilling to terminate the project or joint venture; and employment contracts with local personnel. Consequently, it may prove even more costly to the Group to exit an unprofitable or loss-making long-term project than to continue the project to its completion.

***Risks Related to the Group's Infrastructures Concession Business Area.***

*Difficulties in obtaining the necessary land rights could negatively affect the Group.*

In order to build, expand or develop the infrastructure assets, it is necessary to obtain the necessary land rights required to carry out such development. Although such land can be acquired through market transactions, it is common to rely on the public authority to expropriate the land on the basis of public interest. It is common that under the concession agreements the risk of expropriation is borne by the new project company established for the purpose of developing the concession agreement, or in some cases, it may be shared between the new project company and the public authority. The laws governing the land transfer, land expropriation and its associated costs and procedures are different depending on the applicable law of the country in which the infrastructure asset is located. The new incorporated company can be affected by changes in land transfer and expropriation laws which could delay the start of the operation phase and legal claims can be raised in relation to the expropriated land which could increase the associated costs. Delays or increases in costs for obtaining the necessary land rights could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

*Any breach during the construction phase could delay the start of the operation phase and affect the financial condition.*

In concession agreements the new incorporated company begins to receive revenues from the public authority when the operation phase begins. However, this date could be delayed, if during the construction phase any delay or underperformance is carried out by the contractor through no fault of the new incorporated company. In this scenario, the term of the operation phase can be reduced and therefore, the revenue-generating life time of the concession. In case the new incorporated company has not adequately passed down all the risks of the concession contract to the constructor it may affect the new incorporated company by increasing its costs and reducing its revenues, which could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

*The Group's infrastructure concession projects are highly leveraged during the initial years of the operation.*

The concession business is a capital-intensive business where the concession agreement generates little or no cash for distribution to the Group during the early years of the operation. The concession projects are typically based on PPP structures. Therefore, a project finance structure is used to finance each new project, whereby a new project company is established and financed with debt on a non-recourse or limited recourse basis and with equity contributed by the Group. As the new project company is being financed during the development phase to cover the construction of the project and no payment is received until the start of the operation phase, during the initial years of the operation phase, most of the cash flows are used to repay the debt and little or no cash is available for distribution to the shareholders. Additionally, as there is no recourse or limited recourse to the shareholder, the cash flows are the main security for the repayment of the debt and the shareholders are not entirely free to distribute funds unless certain conditions are met. It is possible that the cash flow expectations will not be met or the concession will take longer than expected to generate cash flows, which could reduce the resources available to the Group to meet its financial obligations, which could have a material adverse effect on the Group's business, financial condition, results of operations and prospects.

### *Risks related to revenues from the operation of concessions.*

The ordinary income realised by the Group from the operation of infrastructure concessions depends in part on the fee revenue from the relevant concession. Any option to increase such revenue above the agreed amount may be restricted or limited and the fees may be reduced by the relevant public authority during the term of the concession. The income from the operation of infrastructure concessions carried out by the Group may depend on the number of users of the infrastructure underlying the concession (in addition to the fee rates) which in turn depends on demand. In the event of a reduction in traffic, due to weak demand caused by an economic recession, revenues from concessions will be lower than initially expected. If the number of users of the infrastructure operated by the Group or its availability for use, respectively, is lower than the number of users or the availability for use initially provided for in the economic plans and financial budgets, or if the fees initially used as a basis in the economic plans and financial budgets are reduced, this could have material adverse effects on the business, the financial condition and the results of operations of the Group.

### *Risks Related to the Alpine Group.*

FCC acquired Alpine Holding GmbH (**Alpine Holding**) and its subsidiary, Alpine Bau GmbH (**Alpine Bau**), in 2006. On 19 June 2013, Alpine Bau filed for insolvency with the Vienna Commercial Court after it became apparent that it was unable to meet its obligations when due. Insolvency proceedings were opened by the court on the same date. Upon confirmation by the Judicial receiver that a reorganisation would not be feasible, the ceasing of operations and subsequent liquidation bankruptcy were decreed by the Judge on 25 June 2013. As a direct consequence thereof, on 28 June 2013, Alpine Holding, the parent company of Alpine Bau, filed for liquidation bankruptcy on the same grounds and the proceedings were opened by the court on 2 July 2013. As of the date of this Information Memorandum, the administrator in bankruptcy of Alpine Bau has recognised claims in an aggregate amount of approximately €1.6 billion and anticipated a repayment plan around 15% whereof 14% had been paid out and on account. The administrator in bankruptcy of Alpine Holding has recognised claims in an aggregate amount of approximately €550 million and has not anticipated any repayment perspectives.

Under Austrian law, the scope of liability arising from the Alpine Group bankruptcies may be extended to the directors and even to FCC or to FCC Construcción, S.A. (**FCC Construcción**), as parent companies, if either or both have harmed creditors of the Alpine Group by unlawful acts or omissions of persons attributed to them.

In this context, FCC or FCC Construcción may be held liable for the harm to "new creditors" (*Neugläubiger*), that is, creditors who acquired their claim after the time the legal preconditions for insolvency of Alpine Holding or Alpine Bau were fulfilled, if it can be shown that FCC or FCC Construcción or both, acted as *de facto* directors or if the corporate veil is successfully pierced, and it is determined that Alpine Bau or Alpine Holding management unlawfully delayed a filing for insolvency.

On the instruction of the administrators in bankruptcy of Alpine Holding and Alpine Bau, BDO Financial Advisory Services GmbH (**BDO**) issued a report dated September 2014 concluding that there is a high likelihood that Alpine Group was objectively insolvent at the latest since October, 2010, (i) considering that Deloitte Audit Wirtschaftsprüfungs GmbH (the Alpine Group auditor) should have at least qualified its audit opinion on the consolidated financial statements of Alpine Holding for the year 2009 and (ii) challenging the unqualified audit reports issued by Deloitte Audit Wirtschaftsprüfungs GmbH in relation to the years 2010 and 2011. Those reports included emphasis-of-matter paragraphs drawing attention to paragraphs 5.20 and 4.20 of the consolidated financial statements of Alpine Holding for the years 2010 and 2011, respectively, describing the uncertainties relating with the outcome of lawsuits and the recoverability of receivables in connection with substantial projects under dispute in several countries.

In July 2015, the Court ruling the liquidation bankruptcy of Alpine Bau appointed, upon request of the Receiver, an expert to determine the day on which it would have become evident that Alpine Bau was over indebted and illiquid in terms of bankruptcy laws. The appointed expert, Mr. Schima, based his opinion on the former one given by BDO- of whom and at that time he was a leading partner- and concluded that Alpine Bau had been, at the latest, insolvent by October 2010. On the other hand, and in contrast to these conclusions, - which are being used

by the administrators in bankruptcy in their diverse claims against managers, auditors and FCC-, other expert opinions have been issued, e.g., Mr. Konecny for the Prosecutor, AKKT for the Banks, Rohatschek for Deloitte and E&Y for FCC and more recently Mr. Wundsam and Mrs. Ponesch Urbanek as judicial experts. Substantially these opinions share the same analysis and conclusions that differ from the ones of BDO/Schima. According to all these conclusions, the bankruptcy has been timely filed.

From 2010 through 2012, Alpine Holding issued three bonds, in an aggregate nominal value of €290.0 million, that were listed on the Luxembourg and Vienna Stock Exchanges. Alpine Holding, as issuer of the bonds, as well as the managing directors and supervisory board members, are potentially liable to bondholders, who could be entitled to file claims for damages arising from incorrect or incomplete information contained in the relevant prospectus. In addition to potential prospectus' liability, investors are also protected under tort law, which provides for liability based on breaches of Austrian protective laws (*Schutzgesetze*). Such liability could also extend to FCC or FCC Construcción.

## **Legal and Regulatory Risks**

***The industries in which the Group operates are subject to extensive regulation that is subject to changes.***

In performing the Group's business operations, the Group must comply with various local, provincial, national, and international laws and regulations. Laws and regulations applicable to the Group's business operations vary from jurisdiction to jurisdiction and even between municipalities and may be subject to changes that may be favourable or unfavourable to the Group. A change in the legal framework could lead to different or more restrictive regulations that could cause changes in the Group's operating conditions and, in turn, may increase the its capital expenditures (for example, requirements to modify the configuration of existing facilities) or the Group's operating expenses (for example, through the implementation of additional inspection and monitoring procedures), affect the Group's income statement and balance sheet, or otherwise hinder the Group development plans. Among the possible new regulations, any new tax regulations, such as those applicable to waste collection services, could affect the Group's profits if it is unable to share the increases with the final end users.

***The Group's past and present activities can expose it to increased costs and the risk of liability, particularly regarding health and environmental risks.***

The increasingly broad laws and regulations under which the Group operates expose it to greater risks of liability, particularly in environmental matters. The technical requirements imposed by environmental regulations are gradually becoming more costly, complex and stringent.

These laws may impose strict liability in the event of damage to natural resources or threats to public safety and health. Strict liability may mean that the Group faces liability related to assets that it no longer owns and activities that have been discontinued.

In addition, the Group may become obligated to pay fines, repair damage or undertake improvement work even when the Issuer has conducted its activities with due care and in full compliance with operating permits. The Group could be held jointly and severally liable with other parties. The competent authorities may impose fines or sanctions or may revoke and refuse to grant authorisations and permits based on a breach of current regulations.

Some of the Group's activities could cause human illness, injury or death, business interruption, or damage to property or the environment. The measures the Issuer undertakes to mitigate these risks, including contractual limitations on liability, prevention and protection measures, and insurance policies covering what the Group believes to be its key operational risks, may prove to be insufficient, resulting in significant costs. A stricter application of existing regulations, the entry into force of new laws, the discovery of previously unknown sources of pollution or the imposition of new or more stringent requirements may increase the Group's costs or impose new responsibilities, leading to lower earnings and liquidity available for the Group's activities.

In addition, under environmental services outsourcing contracts, group companies may perform activities at certain environmentally sensitive sites known as high- or low- threshold Seveso sites (or the foreign equivalent) operated by industrial customers, particularly petrochemical industry sites. In these instances, the hazardous nature of the products, waste, effluents and emissions the Group treats, as well as the close proximity of the installations the Issuer manages to customer sites, requires the Issuer to manage the provision of Group's services with particular care, and exposes the Group to significant potential cost and liability in the event of a spillage or other accident. The regulatory regime governing Seveso facilities applies only within the European Union. However, the Group also operates sites in jurisdictions outside of the European Union, such as the United States, that are subject to comparably stringent regulation.

***The Group is subject to significant and potentially burdensome environmental and hygiene regulation.***

The Group has incurred, and will continue to incur, significant costs and other expenditures to comply with environmental, health and safety obligations and to manage the Issuer's hygiene-related risks. In particular, these risks relate to water emissions, drinking water quality, waste processing, soil and ground water contamination, the quality of smoke emissions and gas emissions, causing damage to natural protected areas or actions that may harm biodiversity. The Group may be unable to recover this expenditure through higher prices. Environmental laws and regulations are frequently amended, often in the direction of greater stringency. These changes in law and regulation can require the Group to incur significant compliance expenditures or investments.

Legal requirements, including specific precautionary and preventive measures, may obligate the Group to make investments and incur other expenses to ensure that the installations the Group operates are in compliance with applicable regulations. In cases where the Group has no investment obligation, the Issuer may be required to notify customers of their obligation to undertake the necessary compliance work themselves. Failure by the client to meet these obligations could be prejudicial to the Issuer as an operator and could adversely affect the Group's reputation and capacity for growth. Furthermore, regulatory bodies have the power to launch proceedings that could lead to the suspension or cancellation of permits or authorisations that the Group holds, or to injunctions requiring it to suspend or cease certain activities. These measures may be accompanied by fines and civil or criminal sanctions that could have a significant and negative impact on the Issuer's business and finances.

***The Group is subject to litigation risks.***

The Group is, and may in the future be, a party to civil, criminal, arbitral, administrative, regulatory and similar proceedings that arise in the ordinary course of business. These proceedings may involve claims relating to defects in construction projects performed or services rendered, employment related claims, environmental claims and tax claims. Unfavourable outcomes in these proceedings could impose significant liabilities on the Group, such as damages, clean-up costs or penalties in the event of spills, discharges or environmental contamination, breaches of the requirements of the integrated environmental authorisation of the Group's facilities and plants, or interference in its conduct of the Group's business. Even if the Group prevails, such proceedings can be costly, time consuming and require significant management attention. Moreover, the Group's liability insurance, as explained above, may not be sufficient, or may not apply to all claims to which the Group may be exposed. The Group has recorded provisions in accordance with applicable law. As of 30 June 2024, the Group had a provision of €39.7 million to cover risks and costs from contingent liabilities arising from the Issuer's business activities and for which the Issuer believes it is possible that it may be held liable for payment. See "*Description of the Issuer—Legal Proceedings*

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As of the date of this Information Memorandum, there is litigation pending against the Group and certain companies of its Group related to the bankruptcies of Alpine Bau and Alpine Holding. See "*Risk Factors—Risks Related to the Alpine Group*".

In the case of unfavourable outcomes in these proceedings, the Group could suffer significant liabilities. As at 30 June 2024, the Issuer recorded provisions related to the Alpine Group in the amount of €0.4 million.

***The Group's operations are subject to anti-bribery and anti-corruption laws and regulations that govern and affect where and how its business may be conducted.***

The Group's activities are subject to a number of laws and regulations including the Spanish Criminal Code (*Código Penal*), which sets out the criminal liability of legal persons, and to other additional anti-corruption laws in other jurisdictions. The Group has established systems to facilitate compliance with applicable laws and regulations and has provided training to its employees to facilitate compliance with such laws and regulations. However, there can be no assurance that the Group's policies and procedures will be followed at all times or that it could effectively detect and prevent all violations of the applicable laws and regulations and every instance of fraud, bribery and corruption in every jurisdiction in which one or more of its employees, consultants, agents, commercial partners, contractors, sub-contractors or joint venture partners is located. The Group could be subject to penalties and reputational damage if its employees, consultants, agents, suppliers, or partners violate any anti-corruption or anti-bribery laws.

### **Risks relating to the Notes**

***There is no active trading market for the Notes.***

Notes issued under the Programme will be new securities which may not be widely distributed and for which there is, as at the date of this Information Memorandum, no active trading market. If an active trading market does not develop or is not maintained, the market price and liquidity of the Notes may be adversely affected. Further, if the Notes are traded after their initial issuance, they may trade at a discount to their initial offering price, depending upon the market for similar securities, general economic conditions and the financial condition of the Issuer. Although applications have been made for Notes issued under the Programme to be admitted to the Official List and to trading on the regulated market of Euronext Dublin, there is no assurance that such applications will be accepted, that any particular issue of Notes will be so admitted or that an active trading market will develop. Accordingly, there is no assurance as to the development or liquidity of any trading market for any particular issue of Notes.

***The market price of the Notes may be volatile.***

The market price of the Notes could be subject to significant fluctuations in response to actual or anticipated variations in the Issuer's operating results, adverse business developments, changes to regulatory environment in which the Issuer operates, changes in financial estimates by securities analysts, prevailing interest rates, the market for similar securities, and other factors. In addition, in recent years the global financial markets have experienced significant price and volume fluctuations which, if repeated in the future, could adversely affect the market price of the Notes without regard to the Issuer's operating results, financial condition or prospects.

***Legal investment considerations may restrict certain investments.***

The investment activities of certain investors are subject to legal investment laws and regulations, or review or regulation by certain authorities. Each potential investor should consult its legal advisers to determine whether and to what extent: (i) the Notes are appropriate legal investments for it; (ii) the Notes can be used as collateral for various types of borrowing; and (iii) whether other restrictions apply to its purchase of the Notes. Financial institutions should consult their legal advisers or the appropriate regulators to determine the appropriate treatment of the Notes under any applicable risk-based capital or similar rules.

***A change in applicable law could adversely impact the Notes.***

The issue of the Notes is based on law (including tax law) and administrative practice in effect at the date hereof and having due regard to the expected tax treatment of all relevant entities under such law and administrative practice. No assurance can be given as to the impact of any possible judicial decision or change to such law, tax or administrative practice after the date of this Information Memorandum and as to whether any such change could materially adversely impact the value of the Notes.

***The Issue Price may be greater than the market value of the Notes.***

The Issue Price specified in the relevant Final Terms may be more than the market value of the Notes as at the Issue Date, and the price, if any, at which a Dealer or any other person is willing to purchase the Notes in secondary market transactions is likely to be lower than the Issue Price. In particular, the Issue Price may take into account amounts with respect to commissions relating to the issue and sale of the Notes as well as amounts relating to the hedging of the Issuer's obligations under the Notes, and secondary market prices are likely to exclude such amounts. In addition, whilst the proprietary pricing models of Dealers are often based on well recognised financial principles, other market participants' pricing models may differ or produce a different result.

***Global Notes held in a clearing system.***

Because the Global Notes are held by or on behalf of Euroclear Bank SA/NV (**Euroclear**) and/or Clearstream Banking S.A. (**Clearstream, Luxembourg**) investors will have to rely on their respective procedures for transfer, payment and communication with the Issuer.

Notes issued under the Programme may be represented by one or more Global Notes. If the relevant Final Terms specify that the New Global Note form is not applicable, such Global Note will be deposited with a common depositary for Euroclear and/or Clearstream, Luxembourg. If the relevant Final Terms specify that the New Global Note form is applicable, such Global Note will be deposited with a common safekeeper for Euroclear and/or Clearstream, Luxembourg. Except in the circumstances described in the relevant Global Note, investors will not be entitled to receive definitive Notes. Euroclear and/or Clearstream, Luxembourg will maintain records of the beneficial interests in the Global Notes. While the Notes are represented by one or more Global Notes, investors will be able to trade their beneficial interests only through Euroclear and/or Clearstream, Luxembourg.

While the Notes are represented by one or more Global Notes, the Issuer will discharge its payment obligations under such Notes by making payments to the common depositary (in the case of Global Notes which are not in the New Global Note form) or, as the case may be, the common service provider (in the case of Global Notes in New Global Note form) for Euroclear and/or Clearstream, Luxembourg for distribution to their account holders. A holder of a beneficial interest in a Global Note must rely on the procedures of Euroclear and/or Clearstream, Luxembourg to receive payments under their relevant Notes. The Issuer has no responsibility or liability for the records relating to, or payments made in respect of, beneficial interests in the Global Notes.

Holders of beneficial interests in the Global Notes will not have a direct right to take enforcement action against the Issuer under the relevant Notes but will have to rely upon their rights under the Deed of Covenant dated 12 December 2024 (the **Deed of Covenant**).

***The Issuer may redeem the Notes for tax reasons.***

An optional redemption feature of Notes is likely to limit their market value. During any period when the Issuer may elect to redeem Notes, the market value of those Notes generally will not rise substantially above the price at which they can be redeemed. This also may be true prior to any redemption period.

The Issuer may be expected to redeem Notes if (a) it is not entitled to claim a deduction in computing taxation liabilities in Spain in respect of any interest to be made on the next Interest Payment Date or the value of such deduction to the Issuer is materially reduced, or (b) it has or will become obliged to pay additional amounts pursuant to the terms and conditions of the Notes as a result of any change in, or amendment to, the laws or regulations of the Kingdom of Spain or any political subdivision or any authority thereof or therein having power to tax, or any change in the application or official interpretation of such laws or regulations (including a holding by a court of competent jurisdiction) which change or amendment becomes effective on or after the issue date of the relevant Notes and such obligation cannot be avoided by the Issuer taking reasonable measures available to it.

Potential investors should consider the reinvestment risks in light of other investments available at the time any Notes are so redeemed.

*The Notes may be linked to "benchmarks".*

Notes may be issued under the Programme with interest accruing at a floating rate based upon the Euro Interbank Offered Rate (**EURIBOR**). EURIBOR and other reference rates and indices are deemed to be "benchmarks" (each a **Benchmark** and together the **Benchmarks**), which have become the subject of regulatory scrutiny and recent national and international regulatory guidance and proposals for reform. Some of these reforms are already effective, including the entry into force of the EU Benchmark Regulation and Regulation (EU) 2016/1011 as it forms part of the domestic law of the UK by virtue of the EUWA (the **UK Benchmark Regulation**) or the cessation of LIBOR currencies and tenors, while others are still to be implemented. These reforms may cause such Benchmarks to perform differently than in the past, or to disappear entirely, or have other consequences which cannot be predicted. Any such consequence could have a material adverse effect on any Notes linked to such a Benchmark.

The EU Benchmark Regulation applies, subject to certain transitional provisions, to the provision of Benchmarks, the contribution of input data to a Benchmark and the use of a Benchmark, within the EU. Among other things, it (i) requires Benchmark administrators to be authorised or registered (or, if non-EU-based, to be subject to an equivalent regime or otherwise recognised or endorsed) and (ii) prevents certain uses by EU supervised entities of Benchmarks of administrators that are not authorised or registered (or, if non-EU based, not deemed equivalent or recognised or endorsed). The UK Benchmark Regulation, among other things, applies to the provision of benchmarks and the use of a Benchmark in the UK. Similarly, it prohibits the use in the UK by UK supervised entities of benchmarks of administrators that are not authorised by the FCA or registered on the FCA register (or, if non-UK based, not deemed equivalent or recognised or endorsed). The EU Benchmark Regulation and/or the UK Benchmark Regulation could have a material impact on any Notes linked to a Benchmark, in particular, if the methodology or other terms of the Benchmark are changed in order to comply with the requirements of the EU Benchmark Regulation and/or the UK Benchmark Regulation, as applicable. Such changes could, among other things, have the effect of reducing, increasing or otherwise affecting the volatility of the published rate or level of the benchmark.

More broadly, any of the international, national or other proposals for reform, or the general increased regulatory scrutiny of Benchmarks, could increase the costs and risks of administering or otherwise participating in the setting of a Benchmark and complying with any such regulations or requirements. Such factors may have (without limitation) the following effects on certain Benchmarks (i) discouraging market participants from continuing to administer or contribute to the Benchmark; (ii) triggering changes in the rules or methodologies used in the Benchmark; and/or (iii) leading to the disappearance of the Benchmark. Any of the above changes or any other consequential changes as a result of international or national reforms or other initiatives or investigations, could have a material adverse effect on the value or liquidity of, and/or return on, any Notes linked to or referencing a Benchmark, or otherwise dependent (in whole or in part) upon, a Benchmark.

Separately, the euro risk free-rate working group for the euro area has published a set of guiding principles and high level recommendations for fallback provisions in, amongst other things, new euro denominated cash products (including bonds) referencing EURIBOR. The guiding principles indicate, among other things, that continuing to reference EURIBOR in relevant contracts (without robust fallback provisions) may increase the risk to the euro area financial system. On 11 May 2021, the euro risk-free rate working group published its recommendations on EURIBOR fallback trigger events and fallback rates. On 4 December 2023, the working group issued its final statement, announcing completion of its mandate.

In addition, the European Money Markets Institute (EMMI) as administrator of EURIBOR has launched a forward-looking term rate EFTERM as alternative to and as a new fallback rate for EURIBOR. It is therefore currently not foreseeable whether EURIBOR will continue to exist permanently and beyond 2025.

The EMMI, as administrator of the EURIBOR, has developed a hybrid methodology for the determination of EURIBOR that takes into account current transaction data, historical transaction data and modelled data based on expert opinions and has obtained regulatory authorisation under the EU Benchmark Regulation for the EURIBOR so calculated. However, since reference rates relying on expert opinion and modelled data are widely regarded as

potentially less representative than reference rates determined in a fully transaction-based approach and because central banks, supervisory authorities, expert groups and relevant markets tend to prefer the use of risk-free overnight interest rates with a broad and active underlying market as reference rates, there is a risk that the use or provision of EURIBOR may come to an end in the medium or long term.

Investors should be aware that, if EURIBOR were discontinued or otherwise unavailable, the Rate of Interest on Notes which reference EURIBOR will be determined for the relevant period by the fallback provisions applicable to such Notes. This may in certain circumstances result in the application of a backward-looking, risk-free overnight rate, whereas EURIBOR is expressed on the basis of a forward-looking term and include a risk-element based on inter-bank lending. Any of the foregoing could have an adverse effect on the value or liquidity of, and return on, any Notes which reference EURIBOR.

Investors should consult their own independent advisers and make their own assessment about the potential risks imposed by the EU Benchmark Regulation reforms and/or the UK Benchmark Regulation, as applicable, or any of the international or national reforms in making any investment decision with respect to any Notes linked to or referencing a Benchmark.

### ***Risks in Relation to Spanish Taxation.***

Under Spanish Law 10/2014 and Royal Decree 1065/2007, of 27 July, (**RD 1065/2007**) as amended, income payments in respect of the Notes will be made without withholding tax in Spain provided that certain information procedures are observed. The Issuer and the Issuing and Paying Agent have arranged certain procedures to facilitate the collection of information concerning the Notes. The Issuer will withhold Spanish withholding tax from any payment in respect of any outstanding principal amount of the Notes (as applicable) as to which the required information has not been provided at the relevant time and will pay the relevant additional amounts as will result in receipt by the holders of the Notes of such amounts as would have been received by them had no such withholding been required. The amended and restated issuing and paying agency agreement dated 12 December 2024 (the **Issuing and Paying Agency Agreement**, as amended, supplemented or restated from time to time), provides that the Issuing and Paying Agent will, to the extent applicable, comply with the relevant procedures to facilitate the collection of information concerning the Notes. The procedures may be modified, amended or supplemented, to, among other reasons, reflect a change in applicable Spanish law, regulation, ruling or interpretation thereof or to reflect a change in applicable clearing system rules or procedures or to add procedures for one or more new clearing systems. See "*Taxation—Taxation in the Kingdom of Spain*" and "*Taxation—FATCA*". None of the Dealers assumes any responsibility therefor.

RD 1065/2007, as amended, provides that any payment of interest made under securities originally registered in a non-Spanish clearing and settlement entity recognised by Spanish legislation or by the legislation of another OECD country will be made with no withholding or deduction from Spanish taxes provided that the relevant information about the Notes is received by the Issuer. In the opinion of the Issuer, payments in respect of the Notes will be made without deduction or withholding of taxes in Spain provided that the relevant information about the Notes is submitted by the Issuing and Paying Agent to it, notwithstanding the information obligations of the Issuer under general provisions of Spanish tax legislation, by virtue of which identification of Spanish investors may be provided to the Spanish tax authorities. If the Issuing and Paying Agent fails to provide the Issuer with such relevant information, the Issuer may be required to withhold tax (as at the date of this Information Memorandum, at a rate of 19 per cent.) and will pay such additional amounts as will result in receipt by the holders of the Notes of such amount as would have been received by them had no such withholding been required.

If the Spanish tax authorities maintain a different opinion as to the application by the Issuer of withholding to payments made to Spanish residents (individuals and entities subject to Corporate Income Tax) and deposited with a Spanish resident entity acting as a depositary or custodian, the Issuer will be bound by that opinion and, with immediate effect, will make the appropriate withholding and the Issuer will not, as a result, pay additional amounts.

### ***Risks relating to the Spanish Insolvency Law and other restructuring regimes.***

The consolidated text of the Spanish Insolvency Law, approved by Royal Legislative Decree 1/2020, of 5 May (recently amended in order to implement EU Directive 2019/1023 on Restructuring and Insolvency in Spain) (the **Insolvency Law**) provides, among other things, that: (i) any claim may become subordinated if it is not reported to the insolvency administrators (*administradores concursales*) within one month from the publication of the court order declaring the insolvency in the Spanish Official Gazette, (ii) provisions in a bilateral contract granting one party the right to terminate, modify or suspend such agreement by reason only of the other's insolvency may not be enforceable, and (iii) accrual of interest (other than ordinary interest – not default interest and regardless such interest is secured – accruing under secured liabilities, reported to the insolvency administrator as contingent credits, which will accrue up to the lower of the value of the asset subject to the security or the maximum secured liabilities under the relevant security interests) shall be suspended from the date of the declaration of insolvency and any amount of interest accrued up to such date (other than any secured interest accrued under secured liabilities up to an amount equal to the value of the asset subject to the security) shall become subordinated.

The Insolvency Law, in certain instances, also has the effect of modifying or impairing creditors' rights even if the creditor, either secured or unsecured, does not consent to the amendment. Secured and unsecured dissenting creditors may be written down or stayed for up to 10 years, converted into equity of the refinanced or insolvent debtor as well as any other company, converted into profit participating loans (*préstamos participativos*), exchanged for assets or rights of the insolvent or refinanced debtor, ripped off from security interests guaranteeing them and even the applicable law to the relevant claims may be changed not only once the insolvency has been declared by the judge as a result of the approval of a creditors' agreement (*convenio concursal*), but also as a result of a restructuring plan (*plan de reestructuración*) that has been judicially sanctioned (*homologado*) without insolvency proceedings having been previously opened (e.g., restructuring plans which satisfy certain requirements and are validated by the judge), in both scenarios (i) to the extent that certain qualified majorities are achieved and unless (ii) some exceptions in relation to the kind of claim or creditor apply (which would not be the case for the Notes). Indeed, it must be noted that the Insolvency Law contains great flexibility in terms of measures that can be imposed as a consequence of the judicial sanction of a restructuring plan since it allows (i) for the cross-class cram-down of creditors (i.e. a restructuring plan that has not been approved by all classes of creditors can eventually bound dissenting creditors provided that certain conditions are met), (ii) to cram-down dissenting equity-holders if certain conditions are met, and (iii) multiple restructuring options. Moreover, once a restructuring plan is judicially sanctioned, it may also (i) protect interim financing, new financing and acts carried out in the context of the plan against claw-back actions, (ii) recognise the interim financing or the new financing certain preferences in terms of payment in an eventual insolvency, or (iii) the termination of contracts with reciprocal pending obligations in the interest of the restructuring (with the relevant termination claim also being subject to the effects of the restructuring).

As previously noted, the Insolvency Law now also provides for cross-class cram-down in the context of the judicial sanction of a restructuring plan, i.e., even if creditors of one class voting on the restructuring plan did not consent to the restructuring plan with the required majority, the restructuring plan might still be adopted and take effect for dissenting creditors. For the purposes of approving a restructuring plan, all creditors affected by the eventual restructuring shall vote grouped in classes of creditors. The formation of a class of creditors must attend to the existence of a common interests of its members, however, the Insolvency Law provides of certain specific criteria for the class formation such as that (i) there shall be a common interest among a group of creditors when they would receive the same ranking in an eventual insolvency, (ii) secured creditors and public law credits shall constitute separate classes, or (iii) creditors which are considered small and medium-sized enterprises shall constitute a separate class when the restructuring plan implies a sacrifice of more than 50 per cent. of their credits. In any case, credits with the same ranking could be split up into separate classes as long as there is a reasonable justification for doing so. For such purposes, a majority of 66.66 per cent. by each class of creditors is required for the approval of the restructuring plan. This figure builds up to 75 per cent. when the class in question is made up of secured claims. Cross-class cram-down would apply in those cases where, a restructuring plan has not been approved by all classes of creditors, and (i) a simple majority of classes has supported the restructuring agreement provided that a least one of these classes includes claims with general privilege (*créditos con privilegio general*)

or secured claims (*créditos con privilegio especial*) in an eventual insolvency, or (ii) at least one class that can reasonably be presumed to have received some payment after a valuation of the debtor as an on-going company (i.e. so-called creditors that are in the money).

In no case shall subordinated creditors be entitled to vote upon a creditors' agreement during the insolvency proceedings, and accordingly, shall be always subject to the measures contained therein, if passed by the relevant majorities. On the other hand, all creditors that would be affected by the effects of a restructuring plan would be allowed to vote it within their respective class.

As such, certain provisions of the Insolvency Law could affect the ranking of the Notes or claims relating to the Notes on an insolvency of the Issuer or in case of approval of a restructuring plan. Additionally, other restructuring regimes which may apply were the Issuer to be in financial difficulties may also impact claims of holders of the Notes against the Issuer.

## **DOCUMENTS INCORPORATED BY REFERENCE**

The following documents shall be deemed to be incorporated in, and form part of, this Information Memorandum. This Information Memorandum should be read and construed in conjunction with the following documents, which have been previously published or are published simultaneously with this Information Memorandum and which have been or are filed with Euronext Dublin:

- (a) the unaudited condensed consolidated income statement, condensed consolidated balance sheet and condensed consolidated cash flow statement of the Issuer contained in the English language translation of the interim management report on pages 6, 11 and 15, respectively, for the six-month period ended 30 June 2024 and prepared in accordance with IFRS-EU;
- (b) the English language translation of the audited consolidated financial statements of the Issuer for the financial year ended 31 December 2023 prepared in accordance with IFRS-EU, together with the auditors' report thereon and the Issuer's management report; and
- (c) the English language translation of the audited consolidated financial statements of the Issuer for the financial year ended 31 December 2022 prepared in accordance with IFRS-EU, together with the auditors' report thereon and the Issuer's management report.

To the extent that only certain parts of the above documents are specified to be incorporated by reference herein, the non-incorporated parts of such documents are either not relevant for investors or are covered elsewhere in this Information Memorandum.

Copies of the documents (or of the certain parts) specified above as containing information incorporated by reference in this Information Memorandum may be inspected, free of charge, at the specified offices (which are set out below) of the Issuer and the Issuing and Paying Agent. The above documents can also be found in electronic format on the website of the Issuer (<https://www.fcc.es/en/informacion-publica-periodica>).

## DESCRIPTION OF THE ISSUER

### General Information

Fomento de Construcciones y Contratas, S.A. (**FCC** or the **Issuer**) traces its origins to the incorporation of Fomento de Obras y Construcciones, S.A., or FOCSA, a construction and services company, in Barcelona in 1900 and to the incorporation of the predecessor of Construcciones y Contratas, S.A., or CyC, in Madrid in 1944. In December 1991, FOCSA and CyC merged, forming FCC, which was listed on the Spanish Stock Exchanges (as defined below) on 9 March 1992. The Issuer is a publicly listed company (*sociedad anónima cotizada*) incorporated under the laws of the Kingdom of Spain and registered in the Mercantile Registry of Barcelona in sheet B-26947.

The Issuer's registered office is located at Calle Balmes, nº 36, 08007, Barcelona, Spain, with telephone number +34 91 359 54 00. The Issuer's registration number is A28037224.

The Issuer operates under the commercial name "**FCC**".

### Group Structure

The Issuer and its consolidated subsidiaries, its affiliates and joint ventures (collectively, the **Group**) operate as a diversified group, both in terms of its geographic reach and the nature of its activities. See "*Organisational Structure*".

### The Group's Business

#### General Overview

FCC is one of the leading global providers of environmental and water management services with a selective presence in high value-added infrastructure development projects. In 2023, the Issuer generated consolidated revenue of €9 billion, of which 47.6% was generated outside of Spain, and consolidated EBITDA of €1,529.6 million.

Up to May 2024, the Group operated in five business areas: (a) Environmental Services, (b) Water, (c) Construction (d) Cement and (e) Real Estate and a Corporate Support Services unit that included other minor activities (such as infrastructure concessions), which contributed 42.3%, 25.1%, 11.1%, 9.1% and 6.9% respectively, to the Group's consolidated EBITDA in 2023 (with the Corporate Support Services representing 5.5% of the Group's consolidated EBITDA in 2023).

At the end of 2022, an internal reorganisation process (the **Reorganisation**) was initiated under which FCC decided to transfer all its infrastructure concession assets under a wholly owned direct subsidiary of FCC, FCC Concesiones de Infraestructuras, S.L. (**FCC Concesiones**). The infrastructure concession assets were transferred one by one to FCC Concesiones, which required the authorisations from partners, contracting public authorities and financial institutions for each of the assets. Therefore, the Reorganisation was carried out gradually and, as a result, the audited consolidated financial statements of the Issuer for the financial year ended 31 December 2023 included the Infrastructure Concessions as part of the Corporate Support Services Business Area and it was not until June 2024 that it started to report separately as an independent business area.

As from May 2024, the assets and liabilities of the Real Estate and Cement Business Areas were classified as "discontinued", due to the financial partial spin-off process approved by the Shareholder's General Meeting of FCC held in June 2024.

The spin-off was completed on 7 November 2024. Since the beginning of the year 2024 the Real Estate and Cement Business Areas are not included in "*profit/(loss) from discontinued operations*", as well as in the balance sheet under "*Non-current assets held for sale*" and "*Liabilities related to non-current assets held for sale*". For

that reason, the financial information stated in this Information Memorandum as of June 2024 does not include the Real Estate or Cement Business Areas.

The Water, Environmental Services and Infrastructure Concession Business Areas provide recurring revenues with high future visibility based on long-term contracts, while the Group's Construction Business Area exposes the Group to a degree of revenue cyclicity.

The following table shows the Group's consolidated revenue by business area and on a consolidated basis for the periods indicated:

	2023 (€ in millions)	2022 (€ in millions)	Change (%)	June 2024 (€ in millions)
Environmental Services	3,853.2	3,641.1	5.8	2,009.5
Water	1,487.4	1,323.2	12.4	792.6
Construction	2,823.1	1,966.9	43.5	1,406.9
Cement	614.3	516.5	18.9	-
Real Estate	253.8	270.8	(6.3)	-
Corporate Support Services <sup>(1)</sup>	(5.8)	(12.8)	(54.7)	-
Corporate Support Services <sup>(2)</sup>	-	-	-	(8.0)
Infrastructure Concessions	-	-	-	36.5
<b>Total</b>	<b>9,026.0</b>	<b>7,705.7</b>	<b>17.1</b>	<b>4,237.5</b>

(1) Includes Infrastructure Concessions area for December 2023 and 2022.

(2) Does not include Infrastructure Concessions area since 1 January 2024.

The Issuer bases its business model primarily upon long-term contractual relationships in sectors with high barriers to entry. The Issuer aims to reinforce its position as a global leader in environmental and water management services, and it also aims to participate in selected highly profitable infrastructure projects that leverage its know-how. By achieving this balance, the Issuer aims to maintain a low operating risk profile.

The Issuer is based in Spain and operates in over 25 countries<sup>2</sup> with a global workforce of more than 67,000 employees in December 2023 and over 65,900 employees in June 2024 (disregarding the Real Estate and Cement areas). The following table shows the Issuer's consolidated revenue by geographical market for the periods indicated:

	2023 (€ in millions)	2022 (€ in millions)	Change (%)	June 2024* (€ in millions)
Spain	4,737.3	4,271.2	10.9	2,168.3
America	1,305.7	760.3	71.7	552.4
Rest of Europe & Others	1,052.8	878.2	19.9	550.4
United Kingdom	1,113.8	1,048.4	6.2	525.6
Middle East, Africa & Australia	402.7	362.2	11.2	229.9

<sup>2</sup> Only those countries with more than €5 million income have been taken into account.

Czech Republic	413.7	385.4	7.3	210.9
<b>Total.....</b>	<b>9,026.0</b>	<b>7,705.7</b>	<b>17.1</b>	<b>4,237.5</b>

*In 2023, the Issuer generated 52.5% of its consolidated revenue in Spain, 12.3% in the UK, 4.5% in the Middle East, Africa & Australia, 11.7% in Rest of Europe & Others, 4.6% in the Czech Republic and 14.5% in America.*

*\*As of June 2024, the Issuer generated 51.2% of its consolidated revenue in Spain, 12.4% in the UK, 5.4% in the Middle East, Africa & Australia, 13.0% in Rest of Europe & Others, 5.0% in the Czech Republic and 13.0% in America, without Real Estate and Cement business areas.*

## ***The Issuer's Business Areas***

### ***Environmental Services Business Area***

The Environmental Services Business Area generated €3.8 billion in revenue in 2023, contributing 42.7% (47.4% in June 2024) of the Group's consolidated revenues and 42.3% (49.2% in June 2024) of its consolidated EBITDA for the period. In 2022 the Group's Environmental Services Business Area generated €3.6 billion in revenue, contributing 47.3% of the Group's consolidated revenues and EBITDA of €593.1 million, contributing 45.2% of the Group's consolidated EBITDA. In 2023, 80% (82% in June 2024) of the environmental services' revenue derived from waste collection, treatment and disposal, along with other city sanitation services such as street cleaning. This business area generated the remaining 20% of its 2023 (18% in June 2024) revenue through other city sanitation services such as maintenance of green areas, or sewage network maintenance. As of 31 December 2023, the Group's backlog totalled €13.3 billion, 3.4 times its revenue for 2023. As of 31 December 2023, Environmental Services Business Area had 44,431 employees. The Group has more than a century of experience in the field of environmental services and can provide municipalities with integrated services along the entire value chain, collecting, treating, and disposing of waste and using the Group's disposal activities to generate energy and secondary raw materials. It has a leading position in its core market with a 36.17% market share in waste collection in Spain being among the seven largest environmental services providers globally and fifth in the EU (based on the Issuer's own analysis). In 2023 and in 2022, the Spanish market accounted for 54.1% and 54.2%, respectively, of Environmental Services' revenue (54.7% in June 2024).

In Iberia (Spain and Portugal), the Group provides environmental services in nearly 3,700 municipalities, serving a population of close to 33 million inhabitants (calculated on the basis of the population of the municipalities in which the Group operates). The activities carried out in Iberia (through FCC Medio Ambiente, S.A.U. (**FCC Medio Ambiente**) and FCC Ámbito) include waste collection (with an estimated market share of 36.17%) and treatment, industrial waste management, street and beach cleaning, and maintenance of green areas. Measured by revenue, the Group is the market leader in Iberia in terms of waste collection, city sanitation services (which include, among others, street cleaning and the maintenance of green areas) and industrial waste management (based on the Group's internal calculations).

The Group also holds leading market positions in several other major European countries. As of December 2023, 45.9% (45.3% in June 2024) of the total Environmental Services' revenue came from international markets. In 2023, it served over 67 million people in nearly 5,400 municipalities.

In the UK, the Group provides environmental services to close to 18 million inhabitants in the United Kingdom. Throughout the United Kingdom, the Group (through FCC Medio Ambiente Reino Unido, S.L.U.) is mainly involved in municipal waste treatment and disposal, a segment in which it is the sixth largest company in terms of revenue and the fourth largest company in terms of tonnage handled. In particular, the Group engages in landfill services (including the treatment of residual and contaminated waste), obtaining energy from waste and recycling (with an estimated market share above 5%). In 2023 and in 2022, the UK market accounted for 20.2% and 21.8% respectively, of this business area's revenue (19.6% in June 2024).

FCC is also the leader in integrated waste management services in Central and Eastern Europe, particularly in Austria, Slovakia and the Czech Republic. The Group provides environmental services to 1,571 municipalities throughout the Central and Eastern Europe area, serving a population of nearly 6 million inhabitants (based on

the Group's internal calculations). In the Central and Eastern Europe area, primarily in Austria and in the Czech Republic, the Group (through FCC Austria Abfall Services AG) mainly engages in end-to-end municipal waste management activities, including the collection, processing and disposal of waste, as well as the provision of environmental services such as outsourcing, remediation, facility services or recyclables trading. The Group is the largest waste management company in Central and Eastern Europe (based on the Group's internal calculations). The Group is (i) one of the three leading waste management companies in the Czech Republic in terms of revenues, serving over 1.15 million inhabitants and more than 25,000 industrial customers; (ii) one of the four main private waste management entities in Austria in terms of revenues, serving over 1.39 million inhabitants and more than 7,450 industrial customers; and (iii) among the top private waste management entities in Poland, Slovakia, Hungary, Romania and Serbia (based on the Group's internal calculations).

The Group carries out its environmental services activities in the United States through its subsidiary FCC Environmental Services LLC (USA) (**FCC Environmental Services**) where it provides environmental services to nearly 12 million inhabitants in the United States being amongst the twelfth largest end-to-end recycling and solid waste management companies in the United States by revenue.

As of 31 December 2023, the Group's top five clients accounted for less than 15% of the total revenues for this business area and its top ten clients accounted for 21%.

FCC's Environmental Services Business Area provides services through a group of companies including:

- FCC Servicios Medio Ambiente Holding, S.A. (**FCC Servicios Medio Ambiente Holding**);
- FCC Medio Ambiente, S.A.U. (in Iberia);
- FCC Ámbito, S.A.U. (**FCC Ámbito**);
- FCC Environnement France S.A.S. (in France);
- FCC Medio Ambiente Reino Unido, S.L.U. (in UK);
- FCC Austria Abfall Service, A.G. (in Central Europe); and
- FCC Enviromental Services LLC (USA).

On 8 May 2019, the Shareholders' General Meeting of FCC approved a contribution of its Environmental Services Business Area in favour of FCC Medio Ambiente Holding (the **Contribution**). The Contribution was structured through (i) the contribution by FCC of all assets relating to its environmental services activity in Spain in favour of FCC Medio Ambiente, S.A. and (ii) the transfer by FCC of all the shares of FCC Medio Ambiente, S.A. and of the other FCC's subsidiaries engaged in environmental services activities in favour of FCC Servicios Medio Ambiente Holding, the current parent company of FCC's Environmental Services Business Area. The Contribution was completed on 1 October 2019.

The Environmental Services Business area is currently owned by FCC, which owns 75.01% of the share capital of FCC Servicios Medio Ambiente Holding, and by the Canada Pension Plan Investment Board (**CPPI**), which owns the remaining 24.99%. CPPI acquired its stake in this area pursuant to an agreement entered into with FCC on 1 June 2023, which was implemented on 31 October 2023. The rights of FCC as a shareholder of FCC Servicios Medio Ambiente Holding are contained in the articles of association of FCC Servicios Medio Ambiente Holding and the shareholders' agreement entered into between FCC and CPPI on 30 October 2023 (the **FCC Medio Ambiente Shareholders' Agreement**). In accordance with the terms of the FCC Medio Ambiente Shareholders' Agreement, FCC retains the control and can exercise majority voting rights at the shareholders' meeting and the Board of Directors of FCC Servicios Medio Ambiente Holding.

FCC's Environmental Services Business Area provides the following services:

- *Waste collection and street cleaning*— This activity involves (i) the collection of waste generated at households, businesses, offices and others; and (ii) the collection of all waste similar to that referred to in (i) which is classified as non-hazardous as a result of its nature and composition and the maintenance and cleaning of public streets.

Based on the needs of each city in which it operates, the Group uses different collection systems. Each system has vehicles and containers chosen to maximise efficiency and minimise nuisance for citizens. In some of the world's largest cities, the Group uses the most advanced technology to improve its response capacity to deal with the challenge represented by the thousands of tons of urban solid waste collected on a daily basis.

In 2023, the Group collected and treated approximately 11.8 million tons of waste. Nearly 33 million people (calculated on the basis of the population of the municipalities in which it operates) in approximately 3,700 municipalities benefit each day from the services provided by the Group at the Spanish and international levels (United States, UK and Central and Europe). In terms of street cleaning, the Group has more than 100 years of experience working in urban areas. It invests in the development of real-world solutions such as clean-energy vehicles that can move through city centres with minimum noise and emissions. A city may be cleaned through various means:

- sweeping, washing, or scrubbing of public areas, including using clean-energy vehicles,
  - using manual or mechanical techniques, including using clean-energy vehicles, or
  - a combination of both.
- *Waste treatment & Recycling*—As of 31 December 2023, the Group had more than 800 waste management facilities in operation, of which more than 200 are environmental complex facilities used for treating and recycling waste (including 13 waste-to-energy projects with an annual capacity of 3.5 million tonnes and 402 MW of non-fossil electricity). Nearly 80 operational sanitary landfills receive the fraction of waste left after recycling and energy recovery. Biogas is captured from the landfills to produce energy, and wind turbines and photovoltaic panels are being installed at landfill sites to further increase renewable energy production.
  - *Industrial waste*—FCC Ámbito specialises in integrally managing all types of industrial waste, including hazardous, non-hazardous, recyclable, ordinary, soil and passive-environmental. Waste is treated through chemical treatment, disposal, recycling processes such as RDF (refuse derived fuel) manufacture or WEEE (waste electrical and electronic equipment) recycling and recovery of by-products. As of 31 December 2023, FCC Medio Ambiente and its subsidiaries had nearly 90 industrial waste facilities, of which 39 are located in Spain and Portugal, handling close to 8 million tons of commercial and industrial waste per year for over 82,000 clients.
  - *Other activities* —Other activities comprise, among others, maintenance of green areas, beach and coast cleaning and sewage network maintenance. The green areas maintenance activity is focused on creating, conserving and restoring green spaces and historic gardens. The Group provides maintenance services to more than 6,400 hectares of parks, gardens and other green areas. It is also present in 105 Spanish municipalities in relation to which it provides maintenance services in respect of nearly 1,500 kilometres of coastline and beaches.

### Business Characteristics

The Environmental Services Business Area benefits from long-term contracts and high entry barriers. The Group has specialised personnel and management, differential know-how and proprietary technological development, which together with its diversified selection of services encompassing a full range of environmental services, support its competitive position in this area.

The environmental services business is characterised by long-term contracts. These contracts typically have terms of 8 to 10 years for waste collection and of 15 to 25 years for waste treatment. The average term of the Group's industrial waste contracts is between three and twelve months. With respect to its geographical divisions, the average life of its contracts for each of its geographical divisions is of 10 years in Iberia, 8.6 years in UK, 2.3 years in Central and Eastern Europe and 8.5 years in the United States. The Group has an established track record in obtaining renewals of these contracts at the end of their terms. Overall, the estimated average renewal rate for contracts is between 75% and 90%. In particular, the renewal rate of its contracts in each of its geographical divisions is of 90% in Iberia, 80% in UK and 79% in Central and Eastern Europe. The main contracts in Iberia have terms of over 30 years, with Barcelona being the longest with over 100 years. This enables the business to generate recurrent cash flows with high future visibility.

The majority of the Environmental Services Business Area's contracts carry limited price and volume risks, yet they have steady margins guaranteed by cost pass-through arrangements. As a result, the Environmental Services Area is resilient and relatively independent from the economic cycle, as demonstrated by its strong performance over the last year, despite challenging macroeconomic conditions.

On 18 June 2024, the parent company of the Environmental Services Business Area announced the entry into an exclusivity agreement to analyse the acquisition of the operating subsidiaries of Europe Services Groupe (ESG). ESG had a turnover of €98.7 million in 2023 and more than 2,000 employees. ESG's activities are concentrated in the metropolitan areas of Paris and Lyon, two of the most populated areas of France. ESG provides its services, which include municipal waste collection, street cleaning, professional cleaning and maintenance services, to public and private clients through four operating subsidiaries. On 10 July 2024 the Issuer and ESG signed a sale and purchase agreement and on 1 August 2024 the transaction was successfully completed.

Additionally, in June 2024, FCC Environmental Services (USA), acquired the GEL Group, an integrated construction and demolition, recycling and roll off business in Florida. GEL Group serves more than 500 clients, has 120 employees and a fleet of more than 50 vehicles.

#### *Water Business Area*

The Water Business Area generated €1,487.4 million in consolidated revenue in 2023, contributing 16.5% (18.7% in June 2024) of the Group's consolidated revenues and EBITDA of €384.3 million, contributing, 25.1% (30.4% in June 2024) of its consolidated EBITDA for that period. In 2022, the Water Business Area generated €1,323.2 million in consolidated revenue, contributing 17.2% of the Group's consolidated revenues and EBITDA of €350.2 million, contributing 26.7% of the Group's consolidated EBITDA. Public concessions and end-to-end water management operations (capture, treatment, distribution and depuration) accounted for 90% of the business area's revenue in 2023 (92.8% in June 2024). Water infrastructure design, engineering and equipment of hydraulic infrastructures, primarily related to the development of new concessions and ancillary works for operations accounted for the remaining 10% (7.2% in June 2024). As of 31 December 2023, the Water Business Area had 13,764 employees. As of 31 December 2023, the areas' backlog totalled €21.7 billion, or more than 14.6 times revenue for 2023.

As at 31 December 2023, the area provided various services relating to the integrated water cycle serving over 45 million customers in 18 countries. The Group developed its activity in 2023 in over 2,252 municipalities worldwide. Additionally, as of December 2022 the Issuer was the ninth largest provider of water management services in the world and the fourth largest provider in Europe in terms of population served (source: Global Water Intelligence report, December 2022). In 2023 the Spanish market accounted for 61.8% of the Water Business Area's revenue. In Eastern Europe, the Issuer serves around 2.7 million users, primarily in Georgia and the Czech Republic (1.4 million in Georgia, 1.2 million in Czech Rep and 0.1 million Poland) and also has a strong presence in France (0.9 million), Italy (0.3 million) and in Portugal all of them mainly focused in end to end cycle water management. In USA, Latin America, the Middle East and North Africa, the activities of its Water Business Area focus primarily on water infrastructure design, construction and end to end water cycle management.

As at December 2023, the area's top 20 institutional clients in municipal water concessions represented 38.4% of the Water Business Area's revenues

The Water Business Area provides comprehensive services to private companies, public bodies, and individuals at every stage of the integrated water cycle. It provides services for water to be used for human consumption, as well as for industrial and agricultural needs. As of 31 December 2023, the companies through which the Water Business Area operates include FCC Aqualia, S.A. (**Aqualia**), the parent company of the Water Business Area, and other subsidiaries, associated companies and joint ventures.

The Water Business Area is currently owned by FCC, which owns 51 per cent. of the share capital of Aqualia, while the remaining 49 per cent. is owned by Global Infracore Spain, S.L.U., an entity controlled by IFM Global Infrastructure Fund investment fund (**IFM**). In accordance with the terms of the shareholders agreement entered into between FCC and IFM on 16 March 2018, as further amended and restated (the **Aqualia Shareholders Agreement**), FCC can exercise the majority voting rights at the shareholders' meeting and on the board of directors of Aqualia.

The Water Business Area engages in several activities in connection with private water management, including:

- *Regulated Water Management Activities:*
  - **Municipal Water Concessions**, which involve a municipality granting to Aqualia the management responsibility over the entire water cycle of the municipality. Such responsibilities would include (i) the collection, transportation, treatment and distribution of water from wells, catchment areas and desalination plants to urban areas through pumping systems, pipelines, distribution grids and complex water treatment facilities for purification and storage, (ii) the capturing of used water through sewer networks and (iii) the transportation of used water to treatment stations where it is treated before being returned to its natural source; and
  - **BOT Concessions**, which involve the execution of 'build-operate-transfer' projects, whereby the applicable entity grants to Aqualia the right to develop and operate a long-term public works concession or facility for a certain period.
- *Non-Regulated Activities*, including both 'engineering-procurement-construction' (**EPC**) activities, which involve the execution of EPC projects, whereby the applicable entity contracts Aqualia the right to develop and construct water infrastructures, and 'operation and maintenance' (**O&M**) activities, which involve the execution of O&M projects, whereby the applicable entity hires Aqualia the right to provide technical assistance, operation or maintenance services in connection with an existing water asset or infrastructure.

The Issuer's activities in the area of infrastructure management and operation includes managing approximately 96,469 kilometres of managed networks, 3,142 drinking water tanks, 865 wastewater treatment plants, 33 seawater and brackish water purification stations and 288 drinking water treatment plants.

#### Business Characteristics

The Water Business Area is characterised by long-term concession contracts for the urban water cycle or the management of owned water infrastructures. Contracts for water management and distribution can have terms of up to 40 years, and their average term is 25 years. The area has a high degree of success in obtaining renewals of these contracts. In 2023, in Spain it renewed in terms of revenues more than 94% contracts whose terms ended during that year. The area has a low default level since the Group charges the end user, and accordingly, the business area's working capital is stable. Like Environmental Services, the Water Business Area generates recurrent cash flows with high future visibility. Examples of the area's contracts for water storage and management, distribution, and purification are those with the cities of Vigo, Almería, Salamanca, Jaén, Jerez de la Frontera, Lleida and Oviedo. Approximately 90.7% of the Water Business Area EBITDA is coming from

regulated activity (municipal services or infrastructure concessions and owned assets), and 46.1% of Water Business Area EBITDA is international.

The Issuer has carried out large infrastructure EPC (Engineering, Procurement and Construction) projects worldwide most of them linked to their concessions under BOT scheme contracts, for the execution of sewage wastewater treatment plant (SWTP) in Guaymas, Sonora, (Mexico), SWTP Djerba (Tunez), waste water treatment plant (WWTP) Niksic, SWTP Sierra Gorda, WWTP Plevija, Water distribution in Sohar port (Oman). WWTP Salitre (Colombia), WWTP Abu Rawash (Egypt) and in Spain those of SWRO and distribution system Mar de Alboran (Almeria), Melilla SWRO expansion, WTP Vigo (Pontevedra), WWTP El Endrinal (Madrid), and Industrial water treatment plant in Tarragona. In 2012, Group was the first Spanish corporate group to be awarded a water management services contract in the United Arab Emirates. Aqualia is progressively increasing its presence in Middle East and North Africa. Since 2020, it manages: the operation and maintenance of several desalination plants in Saudi Arabia, including the plant at King Abdulaziz International Airport in Jeddah and the water supply to one of the main industrial complexes in Jizan (southwest of the Kingdom). In 2023, In the domestic market, Aqualia has maintained contracting activity for water management concessions, as well as the contracting of operation and maintenance services and hydraulic infrastructure works; the following awards stand out among others: Santa María de Guía (Las Palmas de Gran Canarias) water supply and sanitation services concession for 40 years; works to improve sanitation networks managed by CYII (Madrid); construction of the grouping of discharges from some municipalities of Campo de Gibraltar and the new San Roque WWTP (Cádiz) for ACUAES; operation and maintenance service of the sewerage network and complementary facilities for CYII (Madrid) in the Viveros, La Gavia, South and South East sub-basins. In the international market, Aqualia has maintained significant activity in tenders in different areas and in the acquisition of companies already established in the sector, mainly: Riohacha (Colombia) water and sewage concession services for 30 years; the acquisition of MDS company (Houston, Texas) for the management of the water cycle in 140 contracts for 8 counties with ever-green contracts; operation and maintenance of three floating Reverse Osmosis desalination plants on barges in Shuqaiq (Saudi Arabi); concession of the public service of sanitation of Dreux (France).

#### *Construction Business Area*

The Construction Business Area generated €2,823.1 million in revenue in 2023, contributing 31.3% (33.2% in June 2024) of the Group's consolidated revenue and 11.1% (13.5% in June 2024) of its consolidated EBITDA for the period. In 2022, the Group's Construction Business Area generated €1.9 billion in revenue, contributing 25.5% of its consolidated revenues and EBITDA of €122.8 million, contributing 9.4% of the Group's consolidated EBITDA. Construction Business Area generated 39.3% of its 2023 revenue in Spain. As of 31 December 2023, the Construction Business Area had 7,265 employees.

In 2023, the revenue of this business area was closely divided among three divisions: Spanish publicly held customers represented 19.1% of revenue, Spanish privately held customers represented 20.4% of revenue, and international clients represented 60.5% of revenue.

As at 31 December 2023, backlog for the Construction Business Area totalled €6,425.9 million, or more than 2.2 times revenue in 2023. Of this backlog, 62.9% related to projects in markets outside Spain. The Construction Business Area has more than 120 years of experience in the Spanish construction industry. The Group operates in Spain as well as in other countries in the Americas, Europe and the Middle East. The Group's Construction Business Area undertakes a wide range of large-scale civil engineering, industrial and building projects in various locations. The Group bids selectively for complex, high value-added projects where it can deploy the technical capabilities that it believes differentiate itself from many competitors. Its areas of expertise include subway/metro systems, railways, tunnels and bridges. Measured by revenue the area is among the top four contractors in Spain (source: FCC in-house information). The area has a selective presence in large, complex civil works in other European countries as well as in the Americas and Middle East.

The Issuer's Construction Business Area operates through the business area's parent company FCC Construcción together with a group of companies including together with an extensive network of affiliated companies including but not limited to the following:

- FCC Construcción América, S.A. (Central America),
- Mantenimiento de Infraestructuras, S.A. (Spain),
- FCC Industrial e Infraestructuras Energéticas, S.A. (Spain),
- FCC Américas S.A de C.V.,
- Contratas y Ventas, S.A. (Spain), and
- FCC Construction Inc. (USA).

FCC Construcción and Carso Infraestructura y Construcción S.A.B. de C.V.A (a company related to Control Empresarial de Capitales) entered into a collaboration agreement to jointly undertake projects in the Americas, excluding the United Mexican States, through the constitution of a special purpose vehicle (SPV): "FCC Américas".

To be able to compete for and provide services to complete these niche projects, the area has developed capacities within the entire spectrum of design and construction works. These capacities can be grouped into four main activities:

- *Civil engineering* (representing 79.6% of its backlog in 2023), including the design and construction of highways, bridges, canals, tunnels, rail infrastructure, maritime projects, airports, water ports, wastewater treatment and purification, and oil and gas pipelines.
- *Non-residential construction* (representing 9.2% of its backlog in 2023), focusing on the construction of buildings for non-residential use, such as administrative, health, cultural and sports centres.
- *Residential construction* (representing 1.0% of its backlog in 2023), including the construction of individual residential buildings, residential developments, parking garages, marinas, and harbour terminals. FCC Construcción and a group of its subsidiaries perform the engineering and construction works, depending on type and geographic location.
- *Industrial* (representing 10.2% of its backlog in 2023), dedicated to the construction of infrastructure and equipment linked to the industrial and energy sector, and other activities related to the construction sector. The Issuer's companies operating in this area are grouped together under the 'FCC Industrial' brand. FCC Industrial's work includes integrated projects; civil works, construction and buildings; electric grids; rail facilities; electro-mechanical facilities; distribution networks; gas and oil pipelines; infrastructure maintenance; prefabrication; corporate image; software engineering; the manufacture of electrical panels; and precast products.

### Business Characteristics

Overall, the Group is shifting towards a more flexible, capital-light business model. The area's goal is to minimise the need to deploy capital for construction activities, while maximising its exposure to the revenue streams generated through its service provider businesses. The area complements this approach with a relentless focus on achieving a lean, efficient cost platform, including the cost-savings measures that it has already implemented and which has produced an operating result improvement.

Completing the restructuring of its infrastructure development business areas, Construction is an important element of the Group's strategy. Particularly in Spain, the area has aligned the size of its construction activities with the business opportunities the market offers. In markets outside Spain, it will focus exclusively on the most highly profitable projects in selected, attractive markets that it believes will best enable the Group to leverage its

differential and best-in-class technical capabilities, in particular, in tunnels, railways, and bridge and airport construction.

The area's current projects include:

- the construction of the NEOM Tunnels, Saudi Arabia;
- the construction of Penndot Major Bridges, USA;
- the design, construction, and maintenance of a section of the A9 Badhoevedorp-Holendrecht in the Netherlands, near the city of Amsterdam and its airport;
- the design and execution of the works for the "Modernization of the Railway Line: Caransebes-Timisoara-Arad, Lot 2 Lugoj-Timisoara East, Romania;
- construction and maintenance of the Sotra bridge and adjacent roads in Norway;
- the engineering and construction of Line 2 Project and Faucett Avenue - Gambetta Avenue Branch of the Basic Network of the Lima and Callao Subway, Peru;
- the electrification and rehabilitation of the Cluj Napoca-Oradea-Episcopia Bihor Railway Line, Lot 3, Romania;
- Regional Express Rail on-corridor Project, Canada;
- the construction of the undergrounding of the R2 line of Barcelona's suburban train line as it passes through the town of Montcada i Reixac, Spain; and
- the construction of a photovoltaic plant in Guillena, Spain.

#### *Infrastructure Concessions Business Area*

From June 2024 the Infrastructure Concessions Business Area became a separate business area from the Corporate Support Services and started reporting as a new independent business area.

The Infrastructure Concessions Business Area accounted for 4.1% of the Group's total EBITDA for the first half of 2024. At 30 June 2024, the area held a total of 15 concessions in varying degrees of participation (six under global consolidation). However, following the sale of Cemark (street furniture concession in Portugal) on 10 October 2024, the area currently holds 14 concessions assets (five under global consolidation). As of 30 June 2024, the Infrastructure Concessions Business Area had 250 employees. As of 30 June 2023, the Infrastructure Concessions Business Area had 88 employees.

The Infrastructure Concessions Business Area's revenues amounted to €36.5 million as of 30 June 2024, compared to €29.3 million in the first half of the previous year (including only the revenues relating to the Infrastructure Concessions Business Area). This change comes in response to an increase in road traffic, as well as the entry into global consolidation of the Parla Tramway concession, after acquiring full control of its capital in April 2024.

By geographical area, almost all revenue is concentrated in Spain, reaching €32.4 million, with 72.2% corresponding to the contribution made by the Conquense motorway and the Murcia tramway as of 30 June 2024. The Coatzacoalcos Tunnel concession in Mexico remains practically unchanged compared to 30 June 2023, and its contribution reflects the appreciation effect of the Mexican peso during this period (6.1%). It also includes the

disposed asset of street furniture concession in Portugal. At June 2023 total revenues amounted €29.3 million, mainly in Spain, being the contribution of The Coatzacoalcos Tunnel concession in Mexico the same (6.1%).

The main concession businesses are currently divided into:

- *Roads*: FCC Concesiones has an extensive experience in the management of road projects under PPPs schemes as an investor, contractor and operation in more than 30 contracts in 9 countries, managing 2,100 km of roads through availability payments, shadows tolls or hard tolls.
- *Urban transport*: FCC Concesiones has managed 11 rail transport projects in Spain and Peru, covering both the financing, construction and operation of more than 150 km of railway lines with more than 200 stations.
- *Social infrastructure*: FCC Concesiones has worked on 9 social infrastructure projects, including 5 hospital concessions totalling more than 700,000 square metres and more than 2,000 beds. In addition, it has managed office, prison and hotel projects.
- *Other infrastructure*: FCC Concesiones also has a presence in the port sector, with participation in 5 projects including marinas and terminals.

#### Business Characteristics

The Infrastructure Concessions Business Area is characterised by long-term concession contracts for developing, financing, managing and operating transport and social infrastructure concessions. Contracts for infrastructure assets can have terms of up to 40 years, and their average term is 25 years. The area manages all stages of the project, from tendering, financing, design, construction, commissioning, operation, maintenance and handover, adopting a long-term partnership approach with clients. It has experience in the management and operation of roads, urban transport and social infrastructure projects, both in Spain and internationally.

In December 2023, the Issuer, which is the parent company of FCC Concesiones de Infraestructuras, S.L., head of the Infrastructure Concessions Business Area signed a sale and purchase agreement for all the shares of the Parla Tramway, subject to certain conditions that were fulfilled in April 2024. The concession contract for the construction and operation of the Parla Tramway was signed in August 2005 for a term of 40 years. The infrastructure is 8.3 km long and has 15 stops. In 2023, which is the 16th year of operation, 6,273,562 validations have been reached, exceeding six million passengers per year for the first time.

Additionally, on 10 October 2024, FCC Versia, S.A. executed and closed a sale and purchase agreement pursuant to which it transferred the 100% of the shares in Cemark Mobiliario Urbano e Publicidade, S.A., to Centaur Fantasy SGPS Uniperssoal, LDA, without prejudice to the Issuer having committed to certain financial responsibilities related to the Sintra concession awarded to Cemark for the supply and installation of urban furniture in the context of the aforementioned transaction.

#### *Corporate Support Services*

The Group's Corporate Support Services (which included the Infrastructure Concessions Business Area up to 31 December 2023) contributed 5.5% of the Group's consolidated EBITDA in 2023. Corporate Support Services Area (excluding the Infrastructure Concessions Business Area) accounted for 4.1% of the Group's total EBITDA for the first half of 2024. As at 31 December 2023, the Corporate Support Services had 457 employees.

## Recent Developments

### *Acquisition of the Waste to Energy business of Urbaser*

On 12 December 2023, the parent company of the Environmental Services Business Area (FCC Servicios Medio Ambiente Holding, S.A.) agreed to purchase the Urbaser Group's business in the United Kingdom, consisting primarily of recycling and waste treatment activities. The enterprise value (including debt and equity) estimated at that time amounted to £398 million. The transaction was completed on 10 June 2024.

### *Financial Partial Spin-off of FCC in favour of Inmocermento, S.A.U. (Inmocermento or Beneficiary Company)*

On 27 June 2024, the FCC's General Shareholders' Meeting approved the financial partial spin-off of FCC, as spun-off company, in favour of Inmocermento, S.A.U. (**Inmocermento**), a wholly-owned subsidiary of FCC, by virtue of which FCC would transfer, and Inmocermento would acquire, two economic units (*unidades económicas*) consisting of: (a) the entirety of the shares of FCYC, S.A. (**FCYC**) owned by FCC (which represent 80.03% of FCYC's share capital); and (b) the entirety of the shares of Cementos Portland Valderrivas, S.A. (**Cementos**) owned by FCC (which represent 99.028% of Cementos' share capital) (jointly referred to as, the **Spun-Off Assets and Liabilities**), together with all the assets, liabilities, rights, obligations and any other elements that are inherent thereto (the **Partial Spin-off** or the **Transaction**).

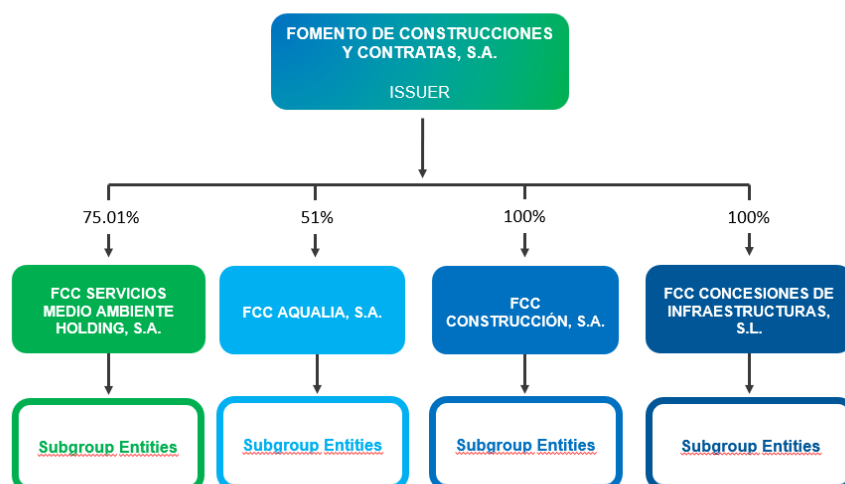
In the context of the Partial Spin-off, each of FCC's shareholders would receive an identical number of Inmocermento shares to those held in FCC, which would be effected through an accordion share capital reduction and subsequent share capital increase to be carried out by Inmocermento.

Through the Partial Spin-off, the Group aims to establish Inmocermento as the parent company of a new business group comprising FCYC, Cementos and their respective subsidiaries. As a result of the Partial Spin-Off, FCC will reduce its reserves freely available for distribution (*reservas de libre disposición*) by the total nominal amount and the share premium of Inmocermento's share capital increase, which shall amount to €1,596,560,483.03 (corresponding to FCC's book valuation of the Spun-Off Assets and Liabilities). Consequently, the Partial Spin-Off will not result in the reduction of the Issuer's share capital, which will remain unaltered.

The Partial Spin-Off has been registered in the Mercantile Registry of Barcelona on 7 November 2024. Inmocermento's shares were admitted to trading on the Madrid, Barcelona, Bilbao and Valencia Stock Exchanges through the Spanish Stock Exchange Interconnection System (*Sistema de Interconexión Bursátil, SIBE*) on 12 November 2024.

## Organisational Structure

The following graphic shows the major companies and the subgroups that make up the Group as of the date of this Information Memorandum and does not include those businesses that have been classified as discontinued or held for sale.



For a complete list of the Group companies, joint ventures, and associated companies please see the documents incorporated by reference to this Information Memorandum.

## Share Capital and Major Shareholders

### *Scrip Dividend & Capital reduction*

On 27 June 2024, the Board of Directors of the Issuer agreed to implement the agreement on the distribution of the scrip dividend adopted for the sum of €0.65 per share at the Issuer's General Shareholders' Meeting, held on 27 June 2024, in item 5 of the Agenda, in compliance with the terms and conditions agreed at such General Shareholders' Meeting. Subsequently, at the end of the first six months of the year, in July, the holders of 99.0% of the free allocation rights chose to receive new shares, similar percentage when compared to previous years. Therefore, the increase in paid-up capital stood at 18,771,215 shares. The Group's share capital at the date of this Information Memorandum stands at 454,878,132 shares.

The table below shows the major shareholders of FCC, excluding directors, as of the date of this Information Memorandum:

SHAREHOLDER	No. of shares	Participation (%)
Control Empresarial de Capitales, S.A. de C.V. <sup>(1)</sup>	331,102,950	72.789
Koplowitz Romero de Juseu, Esther <sup>(2)</sup>	14,636,921	3.218
Slim Helú, Carlos <sup>(3)</sup>	54,203,535	11.916

- (1) Control Empresarial de Capitales, S.A. de C.V. is a direct holder of 275,695,863 shares of FCC (60.609% of the capital) and indirect holder of 55,407,087 (12.181% of the share capital) through Dominum Dirección y Gestión, S.A. with an 8.998% of the share capital. In addition, article 24.2.b) of Royal Decree 1362/2007, of October 19, is attributed the voting rights of 14,476,218 FCC shares (3.182% of the capital) owned by Nueva Samede 2016, S.L.U. The voting rights attributable to Control Empresarial de Capitales, S.A. de C.V., in accordance with article 24.2.b) mentioned above, are included in the table, in turn, in the participation of Mrs. Esther Koplowitz and are computed only once. Therefore, Control Empresarial de Capitales, S.A. de C.V., is the direct and indirect owner exclusively of the 69.607% of the Issuer's voting rights.
- (2) Mrs. Esther Koplowitz Romero de Juseu is a direct holder of 157,671 FCC shares (0.035% of the capital) and indirect of 14,479,250 shares (3.183% of the capital) are primarily from Nueva Samede 2016, S.L.U. The increase in the share position is caused by the scrip dividend approved by the Issuer's General Shareholder's Meeting on 27 June 2024.
- (3) Mr. Carlos Slim Helú is an indirect holder of 54,203,535 FCC shares (11.916% of the capital) through Finver Inversiones 2020, S.L.U. 100% owned by Inmobiliaria AEG, S.A. de C.V. which is controlled by Carlos Slim Helú.

**Source:** to the Issuer's knowledge and according to notices provided to the CNMV (the CNMV website checked on the date of this Information Memorandum).

## Shareholders' Agreements

It is hereby noted that Dominum Dirección y Gestión, S.A., Nueva Samede 2016, S.L.U. and Control Empresarial de Capitales, S.A. de C.V., all of them shareholders of FCC, entered into a shareholders' agreement in November 2014, which was novated in February 2016. The full content of these agreements is available on the website of the CNMV.

## Management

### Board of Directors

As at the date of this Information Memorandum the Issuer has 11 Directors. The following table describes the composition of the Board of Directors of the Issuer as at the date of this Information Memorandum:

Name / Company name	Position	Type	Date of first appointment	Date of last appointment	Shareholder represented
Esther Alcocer Koplowitz	Chairman	Proprietary Director	27/06/2024	24/06/2024	Esther Koplowitz Romero de Juseu
Esther Koplowitz Romero de Juseu	First Vice-Chairman	Proprietary Director	14/06/2023	14/06/2023	
Alejandro Aboumrad González	Vice Chairman	Proprietary Director	13/01/2015	14/06/2023	Control Empresarial de Capitales, S.A. de C.V.
Pablo Colio Abril	Chief Executive Officer	Executive Director	12/09/2017	14/06/2022	—
Alicia Alcocer Koplowitz	Voting Member	Proprietary Director	29/06/2021	29/06/2021	Esther Koplowitz Romero de Juseu Control Empresarial de Capitales, S.A. de C.V. Control Empresarial de Capitales, S.A. de C.V. Control Empresarial de Capitales, S.A. de C.V. Control Empresarial de Capitales, S.A. de C.V. Control Empresarial de Capitales, S.A. de C.V. — — —
Carmen Alcocer Koplowitz	Voting Member	Proprietary Director	14/06/2023	14/06/2023	
Carlos Slim Helú	Voting Member	Proprietary Director	14/06/2023	14/06/2023	
Juan Rodríguez Torres	Voting Member	Proprietary Director	07/10/2015	02/06/2020	
Gerardo Kuri Kaufmann	Voting Member	Proprietary Director	13/01/2015	14/06/2023	
Manuel Gil Madrigal	Voting Member	Independent Director	27/02/2015	14/06/2023	
Álvaro Vázquez de Lapuerta	Voting Member	Independent Director	27/02/2015	14/06/2023	
Francisco Vicent Chuliá	Non-Director Secretary	—	26/10/2004	26/10/2004	
Felipe Bernabé García Pérez	Non-Director Vice-Secretary	—	30/03/1999	13/01/2015	

In its meeting of June 14, 2022, FCC's Board of Directors delegated all the Board of Directors powers, except the non-delegable ones, to the new CEO Mr. Pablo Colio Abril, who was appointed on the annual general meeting held on 14 June 2022.

The business address of each of the Members of the Board of Directors of the Issuer is Calle Balmes, nº 36, 08007, Barcelona, Spain.

### Board of Directors Committees

The Board of Directors has established various committees including an Executive Committee (*Comisión Ejecutiva*), an Appointments and Remuneration Committee (*Comisión de Nombramientos y Retribuciones*) and an Audit and Control Committee (*Comisión de Auditoría y Control*).

A brief description of each of these three Board of Directors committees follows.

### ***Executive Committee***

The Executive Committee is regulated by articles 36 and 37 of FCC's Bylaws and by article 36 of the Board of Directors Regulations. The Executive Committee must be composed of a minimum of four and a maximum of ten members and their appointment requires the favourable vote of two-thirds of the members of the Board of Directors to be valid, according to art. 33.3 of FCC's Bylaws and art. 34.10 of the Board of Directors Regulations.

As at the date of this Information Memorandum the Executive Committee is made up of six members. The following table describes the composition of the Executive Committee as at the date of this Information Memorandum:

<b>Name</b>	<b>Position</b>	<b>Nature of the position</b>
Alejandro Aboumrad González	Chairman	Proprietary
Esther Alcocer Koplowitz	Member	Proprietary
Alicia Alcocer Koplowitz	Member	Proprietary
Gerardo Kuri Kaufmann	Member	Proprietary
Juan Rodríguez Torres	Member	Proprietary
Pablo Colio Abril	Member	Chief Executive Officer
Francisco Vicent Chuliá	Non-Member Secretary	—
Felipe Bernabé García Pérez	Non-Member Vice-Secretary	—

The permanent delegation of powers by the Board of Directors to the Executive Committee covers all the Board of Directors' powers, except those expressly reserved for the Board of Directors under the provisions of FCC's Bylaws, the Board of Directors Regulations or applicable law.

During 2023, the Executive Committee met on a total of eight occasions. During 2024 and as at the date of this Information Memorandum, the Executive Committee has met on a total of seven occasions.

### ***Appointments and Remuneration Committee***

The Board of Directors shall appoint the members of the Appointments and Remuneration Committee, who may be re-elected for an unlimited number of times as far as they are re-elected as directors. The committee shall be made up of not less than four and no more than six members. All the members of the Appointments and Remuneration Committee shall be external Directors, and at least two of them might be Independent Directors.

As at the date of this Information Memorandum the Appointments and Remuneration Committee is made up of four members. The following table describes the composition of the Executive Committee as at the date of this Information Memorandum:

<b>Name</b>	<b>Position</b>	<b>Nature of the position</b>
Manuel Gil Madrigal	Chairman	Independent
Esther Alcocer Koplowitz	Member	Proprietary
Juan Rodríguez Torres	Member	Proprietary
Álvaro Vázquez de Lapuerta	Member	Independent
Felipe Bernabé García Pérez	non-Member Secretary	—

The Appointments and Remuneration Committee is responsible for supporting and assisting the Board of Directors, mainly in connection with proposals for appointment, re-election, ratification and removal of directors, establishment and control of the remuneration policy for FCC's directors and senior executive officers and control of performance of their duties as directors, particularly in connection with situations of conflict of interest and related-party transactions.

During 2023, the Appointments and Remuneration Committee met on a total of six occasions. During 2024 and as at the date of this Information Memorandum, the Appointments and Remuneration Committee has met on a total of five occasions.

### ***Audit and Control Committee***

Pursuant to the provisions of FCC's Bylaws and the Board of Directors Regulations, the Board of Directors shall appoint the members of the Audit and Control Committee, with a previous report of the Appointments and Remuneration Committee, for a period not exceeding their mandate as Directors, and may be reelected to the extent that they also were reelected as Directors. The committee shall be made up of not less than three and no more than six members. All the members of the Audit and Control Committee shall be external Directors, and the majority of them may be Independent Directors, from which at least one of them shall be appointed taking into account the knowledge and experience thereof in accounting, auditing or both. The committee is chaired by an independent director.

As at the date of this Information Memorandum the Audit and Control Committee is made up of three members all of whom are non-executive Directors. The following table describes the composition of the Audit and Control Committee as at the date of this Information Memorandum:

<b>Name</b>	<b>Position</b>	<b>Nature of the Position</b>
Álvaro Vázquez de Lapuerta	Chairman	Independent
Juan Rodríguez Torres	Member	Proprietary
Manuel Gil Madrigal	Member	Independent
Felipe Bernabé García Pérez	non-Member Secretary	—

As provided in Article 37 of the Board of Directors Regulations, the primary duty of the Audit and Control Committee is providing support to the Board of Directors in exercising its supervisory tasks by regularly reviewing, among others, the process of preparation of financial information, the internal controls thereof and the independence of the external Auditor.

During 2023, the Audit and Control Committee met on a total of ten occasions. During 2024 and as at the date of this Information Memorandum, the Audit and Control Committee has met on a total of eight occasions.

## Employees

The following table shows the Issuer's workforce by business area (including Central Services) and by Spanish and non-Spanish markets as at the dates indicated:

<b>Business areas</b>	<b>2022</b>			<b>2023</b>		
	<b>Spain</b>	<b>Int.</b>	<b>Total</b>	<b>Spain</b>	<b>Int.</b>	<b>Total</b>
Environmental services	35,663	8,184	43,847	36,152	8,279	44,431
Water	6,771	5,902	12,673	6,971	6,793	13,764
Construction	3,872	2,787	6,659	4,115	3,150	7,265
Cement	835	230	1,065	865	212	1,077
Real Estate	101	0	101	96	0	96
Corporate Support Services & Infr. Concessions	384	70	454	388	69	457
<b>Total</b>	<b>47,626</b>	<b>17,173</b>	<b>64,799</b>	<b>48,587</b>	<b>18,503</b>	<b>67,090</b>

As of 31 December 2023, the Issuer employed 67,090 persons, which included contingent, contract, and part-time employees. As of June 2024, without the Real Estate and Cement areas, the Issuer employed over 65,900 persons.

## Insurance

The Issuer has four main types of insurance policies: general liability, accidental pollution, employers' liability, and professional indemnity. The Issuer's insurance policies are with the following companies: AXA XL, QBE and Liberty. The Issuer's property insurance policies' insured values and limits correspond to the new replacement value of the insured assets.

The Issuer maintains insurance coverage which the Issuer believes is adequate for the Issuer's activities in line with industry practice and standards.

### **Conflicts of Interest**

Other than those specifically declared according to the applicable law and regulations and, as set out in the Issuer's audited consolidated 2023 financial statements incorporated by reference herein, the following transactions have been approved by FCC during 2024 with some directors having refrained from deliberating and voting such agreement in the relevant board of directors meeting:

- In relation to the appointment of Mr. Pablo Colio Abril as CEO of Cementos Portland Valderrivas, S.A (CPV) and approval of the Service Agreement between CPV and Mr. Pablo Colio Abril.
- In relation to the approval of a cash capital increase in FCYC.
- In relation to the assignment by FCC in favour of FCYC of credits that FCC holds against Realia.
- In relation to Cancellation of FCC's creditor position in favour of FCYC through repayment of that debt by FCYC.
- In relation to the authorisation of an agreement between FCC Industrial and Realia for maintenance of buildings in Madrid, Guadalajara and Barcelona.
- In relation to the authorisation of an agreement between Hermanos Revilla, S.A. and Realia, and Servicios Especiales de Limpieza, S.A. for the cleaning service of buildings in Madrid.
- In relation to the authorisation of an agreement between FCC Medio Ambiente, S.A. and Realia, for the cleaning service of buildings in Murcia.
- In relation to the authorisation of an agreement FCC and Realia, for the loan (in favour of Realia) in order for this company to meet corporate needs.

### **Related Party Transactions**

All related-party transactions executed in the financial year ended 31 December 2023 and up to the date of this Information Memorandum were undertaken in the ordinary course of business of the Issuer and were performed on an "arm's length" basis.

### **Legal Proceedings**

The Group makes provisions for contingent liabilities in accordance with applicable law. As of 31 December 2023, the Group had provisioned €40.2 million for legal proceedings and other claims arising out of the Group operations in the ordinary course of business. The Issuer believes that these provisions are sufficient to cover the potential costs that could arise from legal proceedings and claims.

The following is a description of the pending legal proceedings that the Issuer regards as material:

- A police investigation has been opened against two ex-employees of the Leaderham landfill site (UK) for a possible corruption offence between private individuals which may have led to an erroneous classification of certain waste affecting the tax applicable to the materials deposited in the landfill sites. The UK tax authority (HMRC) has initiated an investigation to determine the amounts which were paid incorrectly. FCC has carried out an internal investigation and the conclusion is that no member of the senior management of FCC has been involved.
- As a result of an internal investigation in May 2019 in application of FCC compliance policy and regulations, the Group has become aware of the existence of payments between 2010 and 2014 amounting to U.S.\$82 million that might not be justified and may therefore be illegal. These acts were uncovered as a result of application of the procedures in the Group's compliance rules. FCC has informed prosecutors in Spain and Panama about these acts and has been providing the utmost cooperation since then to clarify what happened, applying the "zero tolerance" anti-corruption principle that permeates the

entire FCC Compliance System. In the context of this cooperation, on 29 October 2019, the Spanish National Court's of Instruction No. 2 resolved to investigate FCC Construcción, S.A. and two of its subsidiaries, FCC Construcción América, S.A. and Construcciones Hospitalarias, S.A. in the context of Preliminary Measures 34/2017. These proceedings are still ongoing and up to day it is therefore impossible to determine whether charges will eventually be filed against these companies, and, if so, what their scope will be. These actions may therefore have a financial impact on the Group, although the Issuer does not currently have enough information to qualify such impact.

- On 15 July 2019, the Spanish National Commission for Markets and Competition (CNMC) opened sanctioning proceedings against Mantenimiento de Infraestructuras, S.A.U., (subsidiary of FCC Construcción) (**MATINSA**) and twelve other companies (practically all the companies in the sector) for possible anti-competitive practices consisting of the distribution among them of tenders called by the Spanish Ministry of Development (*Ministerio de Fomento*) for the provision of maintenance and operation services of the state road network. On July 19, 2021 the CNMC issued a resolution sanctioning all the companies included in the proceedings. MATINSA has challenged such resolution before the court, as it has never been involved in any distribution of tenders among other competitors.
- FCC Construcción, S.A., together with the other five major construction companies in Spain, was sanctioned by the National Commission for Markets and Competition (*Comisión Nacional de los Mercados y la Competencia*) on July 5, 2022 for an alleged breach of Article 101 of the Treaty on the Functioning of the EU derived from sharing certain data and costs when preparing a number of bids to be submitted to the Spanish Administration. FCC Construcción, S.A. strongly opposes the conclusions reached by the CNMC, which are not supported by any evidence. According to the advice received by external lawyers who are prestigious experts in Spanish Competition Law, the conducts sanctioned do not infringe the Spanish Competition Law. The decision of the CNMC has been challenged by FCC Construcción, S.A. before the Spanish courts, asking them for the decision to be overturned.

Finally, the following material legal proceedings are pending in connection with the Alpine Group as of the date of this Information Memorandum:

- In April 2015, a claim filed by the administrator in bankruptcy of Alpine Holding against FCC Construcción, S.A. and other ex-executive of Alpine Bau considering that these parties should compensate Alpine Holding in amount of €186.2 million plus interest, representing two intercompany loans granted by Alpine Holding to Alpine Bau whereby the amounts of the loans derive from the proceeds of the second and third bond tranches issued by Alpine Holding in 2011 and 2012, respectively. In his argument, the administrator in bankruptcy is relying on a report prepared by the auditing firm BDO and other reports, issued at the request of Alpine Bau's and Alpine Holding's administrators in bankruptcy. These reports conclude that there is a high likelihood that Alpine Group was objectively insolvent, at the latest, since October 2010. On this basis, the administrator in bankruptcy is arguing that according to a special provision of the Austrian Equity Substitution Act (*Eigenkapitalersatzgesetz*) and/or according to Austrian Capital Maintenance Rules, FCC Construcción is required to compensate Alpine Holding for the intragroup loans that it granted to Alpine Bau. On 31 July 2018, the ruling dismissing the claim was handed down and the claimant ordered to pay the costs. Having filed appeals and cassation appeals for procedural infringement, in April 2020, the Austrian Supreme Court declared the need to return the Orders to the Court of Instance so that the witness statement of two former directors could be practiced in person before the Judge of First Instance. Such witness statements took place in June 2021 and, in light of the mandate contained in the Supreme Court Judgment, the judge having followed Supreme Court's doctrine ruled in February 2024 the second dismissal of the claim of the administrator in bankruptcy of Alpine Holding GmbH. This latter ruling had been newly challenged by the administrator in bankruptcy based on alleged procedural breaches and pretending a new witness statement of a former director of Alpine Holding, the inclusion and valuation of two expert opinions in other proceedings related to the bankruptcy well as a new expert opinion appointed by the court to, once again, determine the date of bankruptcy of Alpine. The regional court of Vienna ordered to return the file

to the court of first instance as well as the practice of the proofs requested by the administrator in bankruptcy after which and upon their result a new judgement should be passed.

- In April 2017, AFIGESA, was served a notice of claim filed by the administrator in bankruptcy of Alpine Bau for the amount of €19 million plus 8% interest since January 2012. In the context of factoring and deposit agreements between AFIGESA, Alpine Bau and two German subsidiaries companies of Alpine Bau, the administrator in bankruptcy contends that the deposit in amount of €19 million held in AFIGESA by Alpine Bau, had never been paid out and hence breached Austrian Limited Liability Companies' Act and Austrian Equity Substitution Act. The Court Expert reported that these factoring agreements were not detrimental to Alpine Bau's interests, the sentence is still to be pronounced. The proceedings are still at the evidentiary phase, the court expert having issued his report according to which the deposit and the factoring transactions between subsidiary companies of AB and Asesoría Financiera y de Gestión S.A. would not have caused any loss to AB. Given the multiplicity of allegations made by the bankruptcy administrator, the judge is weighing the request for a complementary expert report. The expert has expressed that the complementary report requested by the receiver will have no incidence as to the existence of an economic harm to Alpine Bau. In February 2024, the judge of first instance delivered its judgement whereby it dismissed the claim of the administrator in bankruptcy of Alpine Bau GmbH and the latter filed an appeal which also had been dismissed by the regional court of Vienna in September 2024. In November 2024 the administrator in bankruptcy filed an appeal at the Supreme Court.
- In April 2017, a former FCC employee and manager in Alpine Bau and Alpine Holding was served a notice of claim filed by the administrator in bankruptcy of Alpine Bau in the amount of €72 million for alleged damages to the insolvency state due to late filing of insolvency. A negative outcome and a hypothetical refusal of the D&O Insurance Company could have an impact FCC.

As of 30 June 2024, FCC has recognised provisions for the Alpine subgroup amounting to €0.4 million to cover the risks and liabilities arising from the bankruptcies of Alpine Holding and Alpine Bau to cover compromised guarantees and accounts receivable for Alpine works.

## **CERTAIN INFORMATION IN RESPECT OF THE NOTES**

### **Key Information**

The persons involved in the Programme and the capacities in which they act are specified at the end of this Information Memorandum.

The net proceeds of the issue of each issue of Notes will be used for the general funding purposes of the Group.

### **Information concerning the securities to be admitted to trading**

#### ***Total amount of Notes admitted to trading***

The aggregate amount of each issue of Notes will be set out in the applicable Final Terms.

The maximum aggregate principal amount of Notes which may be outstanding at any one time is €600,000,000 (or its equivalent in other currencies). Such amount may be increase from time to time in accordance with the Programme Agreement.

#### ***Type and class of Notes***

Notes will be issued in tranches. Global Notes shall be issued (and interests therein exchanged for Definitive Notes, if applicable) in the following minimum denominations:

- (a) for U.S.\$ Notes, U.S.\$500,000 (and integral multiples of U.S.\$1,000 in excess thereof);
- (b) for Euro Notes, €100,000 (and integral multiples of €1,000 in excess thereof);
- (c) for Sterling Notes, £100,000 (and integral multiples of £1,000 in excess thereof);
- (d) for Yen Notes, Yen 100,000,000 (and integral multiples of Yen 1,000,000 in excess thereof); or
- (e) for Swiss Francs Notes, CHF 500,000;

or such other conventionally accepted denominations in those currencies as may be agreed between the Issuer and the relevant Dealer from time to time, subject in the case of each currency (including those listed above) (i) to compliance with all applicable legal and regulatory requirements and (ii) to the minimum denomination being at least equal to the Euro equivalent of €100,000 (except in the case of Notes to be placed in the UK, in which case the minimum denomination will be the Euro equivalent of £100,000, or higher), and provided, however, that the Notes of each issuance may only be issued in equal denominations.

Notes may, if the proceeds of the issue are accepted in the UK, constitute deposits for the purposes of the prohibition on accepting deposits contained in section 19 of the FSMA unless they are issued to a limited class of professional investors and have a denomination of at least £100,000 or its equivalent, see "*Subscription and Sale*".

The international security identification number of each issue of Notes will be specified in the relevant Final Terms.

#### ***Legislation under which the Notes, the related contractual documentation have been created***

The status of the Notes, the capacity of the Issuer and the relevant corporate resolutions shall be governed by Spanish law. Any non-contractual obligations arising out of or in connection with the Notes, the terms and conditions of the Notes (save as provided above) and all related contractual documentation will be governed by, and construed in accordance with, English law.

### ***Form of the Notes***

The Notes will be in bearer form. Each issue of Notes will initially be represented by a Global Note which will be deposited with a common depositary or a common safekeeper for Euroclear and/or Clearstream, Luxembourg and/or any other relevant clearing system. Each Classic Global Note, as specified in the relevant Final Terms, will be deposited on or around the relevant issue date with a depositary or a common depositary for Euroclear and/or Clearstream, Luxembourg and/or any other relevant clearing system. Each New Global Note, as specified in the relevant Final Terms, will be deposited on or around the relevant issue date with a common safekeeper for Euroclear and/or Clearstream, Luxembourg. Each Global Note may, if so specified in the relevant Final Terms, be exchangeable for Notes in definitive bearer form in the limited circumstances specified in the relevant Global Note.

On 13 June 2006, the ECB announced that Notes in NGN form are in compliance with the "Standards for the use of EU securities settlement systems in ESCB credit operations" of the central banking system for the euro (the **Eurosystem**), *provided that* certain other criteria are fulfilled. At the same time the ECB also announced that arrangements for Notes in NGN form will be offered by Euroclear and Clearstream, Luxembourg as of 30 June 2006 and that debt securities in global bearer form issued through Euroclear and Clearstream, Luxembourg after 31 December 2006 will only be eligible as collateral for Eurosystem operations if the NGN form is used.

### ***Currency of the Notes***

Notes may be issued in U.S. dollars, Euro, Sterling, Japanese Yen, and Swiss Francs and such other currencies as may be agreed between the Issuer and the Dealer(s) from time to time and subject to the necessary regulatory requirements having been satisfied.

### ***Status of the Notes***

The payment obligations of the Issuer pursuant to the Notes constitute and at all times shall constitute direct, unconditional, unsubordinated and unsecured obligations of the Issuer and upon the insolvency (*concurso*) of the Issuer (and unless they qualify as subordinated claims under Article 281 of the Insolvency Law or equivalent legal provision which replaces it in the future, and subject to any applicable legal and statutory exceptions) rank *pari passu* and without any preference among themselves and *pari passu* with all other unsecured and unsubordinated insolvency claims (*créditos concursales*), present and future, of the Issuer.

*In the event of insolvency (concurso) of the Issuer, under the Insolvency Law, claims relating to Notes (unless they qualify as subordinated claims under Article 281 of the Insolvency Law) will be ordinary credits (créditos ordinarios) as defined in the Insolvency Law. Claims that qualify as subordinated credits under Article 281 of the Insolvency Law include, but are not limited to, any accrued and unpaid unsecured interests (including, for Notes sold at a discount, the amortisation of the original issue discount from (and including) the date of issue to (but excluding) the date upon which the insolvency proceeding (concurso) of the Issuer commenced). Ordinary claims rank below claims against the insolvency state (créditos contra la masa) and claims with special privilege (créditos con privilegio especial) and general privilege (créditos con privilegio general). Ordinary claims rank above subordinated credits and the rights of shareholders. Pursuant to Article 152 of the Insolvency Law, accrual of interest shall be suspended from the date of declaration of insolvency of the Issuer (other than any ordinary interest accruing under secured liabilities up to an amount equal to the lower of the value of the asset subject to the security and the maximum secured liabilities under the relevant security and provided that a contingent claim was reported to the insolvency administrator in due course in respect of ordinary interest that may accrue after the declaration of insolvency).*

### ***Rights attaching to the Notes***

Each issue of Notes will be the subject of Final Terms which, for the purposes of that issue only, supplements the terms and conditions set out in the relevant Global Note or, as the case may be, definitive Notes and must be read in conjunction with the relevant Notes. See "*Form of Notes*" and "*Form of Final Terms*".

### ***Maturity of the Notes***

The maturity date applicable to each issue of Notes will be specified in the relevant Final Terms (the **Maturity Date**). The Maturity Date of an issue of Notes may not be less than 1 day nor more than 364 days from and including the day of issue, to (but excluding) the maturity date, subject to applicable legal and regulatory requirements.

### ***Optional Redemption for Tax Reasons***

The Issuer may redeem Notes (in whole but not in part) if (a) it is not entitled to claim a deduction in computing taxation liabilities in Spain in respect of any interest to be made on the next Interest Payment Date or the value of such deduction to the Issuer is materially reduced, or (b) it has or will become obliged to pay additional amounts pursuant to the terms and conditions of the Notes as a result of any change in, or amendment to, the laws or regulations of the Kingdom of Spain or any political subdivision or any authority thereof or therein having power to tax, or any change in the application or official interpretation of such laws or regulations (including a holding by a court of competent jurisdiction) which change or amendment becomes effective on or after the issue date of the relevant Notes and such obligation cannot be avoided by the Issuer taking reasonable measures available to it.

### ***Redemption at the Option of the Issuer***

The Notes may be redeemed at the option of the Issuer in whole, but not in part, at the Redemption Amount specified in the Final Terms together with (if this Note is an interest bearing Note) accrued interest to the Early Redemption Date specified in the Final Terms at any time upon expiry of the notice period specified in the Final Terms if, prior to the date on which the relevant notice of redemption is given, purchases (and corresponding cancellations) and/or redemptions have been effected in respect of 85% or more in principal amount of the Notes originally issued.

### ***Prescription***

Claims for payment of principal and interest in respect of the Notes shall become prescribed and void unless made, in the case of principal, within ten years after the Maturity Date (or, as the case may be, the Relevant Date) or, in the case of interest, five years after the relevant Interest Payment Date in each case as specified in the relevant Final Terms.

### ***Yield Basis***

The Notes may be issued at a discount or at a premium (in which case they will not bear interest) or may bear fixed or floating rate interest. The yield basis in respect of Notes bearing interest at a fixed rate will be set out in the relevant Final Terms.

### ***Authorisations and approvals***

The update of the Programme and the issuance of Notes pursuant thereto was authorised by a resolution of the Board of Directors of the Issuer adopted at a meeting passed on 23 October 2024. The Issuer has obtained or will obtain from time to time all necessary consents, approvals and authorisations in connection with the issue and performance of the Notes.

### ***Admission to Trading and Dealing Arrangements***

Application has been made to Euronext Dublin for Notes issued under the Programme during the period of twelve months after the date of this Information Memorandum to be admitted to the Official List and to trading on the regulated market of Euronext Dublin. Notes may be listed, traded and/or quoted on any other listing authority, stock exchange and/or quotations system, as may be agreed between the Issuer and the Dealers. No Notes may be issued on an unlisted basis.

The Bank of New York Mellon, London Branch is the Issuing and Paying Agent in respect of the Notes.

Maples and Calder (Ireland) LLP is the Listing Agent in respect of the Notes.

***Expense of the Admission to Trading***

The expense in relation to the admission to trading of each issue of Notes will be specified in the relevant Final Terms.

***Additional Information***

The legal advisers and capacity in which they act are specified at the end of this Information Memorandum.

The Notes to be issued under the Programme have not been rated.

## FORM OF NOTES

### PART I

#### FORM OF MULTICURRENCY GLOBAL NOTE

THE SECURITIES COVERED HEREBY HAVE NOT BEEN REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933, AS AMENDED (THE SECURITIES ACT) OR ANY SECURITIES LAWS OF ANY STATE OF THE UNITED STATES AND MAY NOT BE OFFERED, SOLD OR DELIVERED WITHIN THE UNITED STATES OR TO, OR FOR THE ACCOUNT OR BENEFIT OF, U.S. PERSONS (AS DEFINED IN REGULATION S UNDER THE SECURITIES ACT) UNLESS AN EXEMPTION FROM THE REGISTRATION REQUIREMENTS OF THE SECURITIES ACT IS AVAILABLE AND IN ACCORDANCE WITH ALL APPLICABLE SECURITIES LAWS OF ANY STATE OF THE UNITED STATES AND ANY OTHER JURISDICTION. THIS LEGEND SHALL CEASE TO APPLY UPON THE EXPIRY OF THE PERIOD OF 40 DAYS AFTER THE COMPLETION OF THE DISTRIBUTION OF ALL THE SECURITIES OF THE TRANCHE OF WHICH THIS SECURITY FORMS PART.

**FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.**  
*(Incorporated with limited liability in the Kingdom of Spain)*

**€600,000,000**

#### EURO-COMMERCIAL PAPER PROGRAMME

1. For value received, Fomento de Construcciones y Contratas, S.A. (the **Issuer**) promises to pay to the bearer of this Global Note on the Maturity Date set out in the Final Terms or on such earlier date as the same may become payable in accordance with paragraph 4 below (the **Relevant Date**), the Nominal Amount or, as the case may be, Redemption Amount set out in the Final Terms, together with interest thereon, if this is an interest bearing Global Note, at the rate and at the times (if any) specified herein and in the Final Terms. Terms defined in the Final Terms attached hereto but not otherwise defined in this Global Note shall have the same meaning in this Global Note.

All such payments shall be made in accordance with the amended and restated issuing and paying agency agreement (the **Issuing and Paying Agency Agreement**) dated 12 December 2024 (as amended and restated or supplemented from time to time) between the Issuer and The Bank of New York Mellon, London Branch as issue agent and as principal paying agent (the **Issuing and Paying Agent**, together with their successors in such capacity and any other paying agents appointed by the Issuer on the terms of the Issuing and Paying Agency Agreement, the **Paying Agents**), a copy of which is available for inspection at the offices of the Issuing and Paying Agent at 160 Queen Victoria Street, London, EC4V 4LA, United Kingdom (or by e-mail, following the holder's prior written request and provision of proof of holding and identity (in a form satisfactory to the Issuing and Paying Agent)), and subject to and in accordance with the terms and conditions set forth below. All such payments shall be made (upon presentation and surrender (as the case may be) of this Global Note) to the bearer through Euroclear Bank SA/NV and Clearstream Banking S.A. or any other relevant clearing system or, if this Global Note has been exchanged for bearer definitive Notes pursuant to paragraph 12 below, by transfer to an account denominated in the Specified Currency set out in the Final Terms maintained by the bearer in the principal financial centre in the country of that currency or, in the case of a Global Note denominated in Euro, by Euro cheque drawn on, or by transfer to a Euro account (or any other account to which Euro may be credited or transferred) maintained by the payee with, a bank in the principal financial centre of any member state of the European Union. The Issuer undertakes that, so long as the Notes are listed, traded and/or quoted on any listing authority, stock exchange and/or quotation system, there will at all times be a paying agent with a specified office in such place as may be required by the rules and regulations of the relevant listing authority, stock exchange and/or quotation system.

Notwithstanding the foregoing, presentation and surrender of this Global Note shall be made outside the United States and no amount shall be paid by transfer to an account in the United States, or mailed to an address in the United States. In the case of a Global Note denominated in U.S. dollars, payments shall be made by transfer to an account denominated in U.S. dollars in the principal financial centre of any country outside of the United States that the Issuer or the Issuing and Paying Agent so chooses.

2. If the Final Terms specify that the New Global Note form is applicable, this Global Note shall be a "**New Global Note**" or "**NGN**" and the principal amount of Notes represented by this Global Note shall be the aggregate amount from time to time entered in the records of both ICSDs (as defined below). The records of the ICSDs (which expression in this Global Note means the records that each ICSD holds for its customers which reflect the amount of such customers' interests in the Notes (but excluding any interest in any Notes of one ICSD shown in the records of another ICSD)) shall be conclusive evidence of the principal amount of Notes represented by this Global Note and, for these purposes, a statement issued by an ICSD (which statement shall be made available to the bearer upon request) stating the principal amount of Notes represented by this Global Note at any time shall be conclusive evidence of the records of the ICSD at that time.

If the Final Terms specify that the New Global Note form is not applicable, this Global Note shall be a "**Classic Global Note**" or "**CGN**" and the principal amount of Notes represented by this Global Note shall be the amount stated in the Final Terms or, if lower, the principal amount most recently entered by or on behalf of the Issuer in the relevant column in the Schedule hereto.

3. All payments in respect of this Global Note by or on behalf of the Issuer shall be made without set-off, counterclaim, fees, liabilities or similar deductions and free and clear of, and without deduction or withholding for or on account of, taxes, levies, duties, assessments or charges of any nature now or hereafter imposed, levied, collected, withheld or assessed in the Kingdom of Spain, in or from which such payments are made or any political subdivision or taxing authority of or in any of the foregoing (**Taxes**). If the Issuer is required by law or regulation to make any deduction or withholding for or on account of Taxes imposed or levied by or on behalf of the Kingdom of Spain or any political subdivision thereof or any authority or agency therein or thereof having power to tax in respect of payment of interest, the Issuer shall, to the extent permitted by applicable law or regulation, pay such additional amounts as shall be necessary in order that the net amounts received by the bearer of this Global Note after such deduction or withholding shall equal the amount which would have been receivable hereunder in the absence of such deduction or withholding, except that no such additional amounts shall be payable where this Global Note is presented for payment:
  - (a) by or on behalf of a holder which is liable to such Taxes by reason of having some connection with the jurisdiction imposing the Taxes other than the mere holding of this Global Note; or
  - (b) to, or to a third party on behalf of, a holder who could have been able to avoid such deduction or withholding by presenting a certificate of tax residence and/or such other document evidencing its tax residence as may be required by the competent tax authorities in order to comply with Spanish tax disclosure obligations according to the procedures that may be eventually implemented to comply with the interpretation of Royal Decree 1065/2007 or any other applicable legislation at that time; or
  - (c) more than fifteen days after the Maturity Date (or, as the case may be, the Relevant Date) or, if applicable, the relevant Interest Payment Date or (in either case) the date on which the payment hereof is duly provided for, whichever occurs later, except to the extent that the relevant holder would have been entitled to such additional amounts on presenting the same for payment on the expiry of such period of fifteen days; or

- (d) to, or to a third party on behalf of an individual resident for tax purposes in the Kingdom of Spain if the Spanish tax authorities determine that the Notes do not comply with exemption requirements and require a withholding to be made; or
- (e) to, or to a third party on behalf of, a Spanish-resident corporate entity if the Spanish tax authorities determine that the Notes do not comply with exemption requirements including those specified in the Reply to Consultation of the Directorate General for Taxation (*Dirección General de Tributos*) dated 27 July 2004 and require a withholding to be made.

Notwithstanding any other provision of this Global Note, in no event will the Issuer be required to pay any additional amounts in respect of the Notes for, or on account of, any withholding or deduction required pursuant to an agreement described in Section 1471(b) of the U.S. Internal Revenue Code of 1986, as amended, (the **Code**), or otherwise imposed pursuant to Sections 1471 through 1474 of the Code, any regulations or agreements thereunder, or any official interpretations thereof, or any law implementing an intergovernmental approach thereto.

4. The Notes may be redeemed at the option of the Issuer in whole, but not in part, at any time, on giving not less than 14 days' notice to the holders (which notice shall be irrevocable), at the Redemption Amount specified in the Final Terms, together with (if this Note is an interest-bearing Note) interest accrued to the date fixed for redemption, if:

- (a) the Issuer (a) is not entitled to claim a deduction in computing taxation liabilities in Spain in respect of any interest to be made on the next Interest Payment Date or the value of such deduction to the Issuer is materially reduced, or (b) has or will become obliged to pay additional amounts as provided or referred to in paragraph 3 above as a result of any change in, or amendment to, the laws or regulations of the Kingdom of Spain or any political subdivision thereof or any authority or agency thereof or therein having power to tax, or any change in the application or official interpretation of such laws or regulations (including a holding by a court of competent jurisdiction), which change or amendment becomes effective on or after the Issue Date as specified in the Final Terms; and
- (b) such obligation cannot be avoided by the Issuer taking reasonable measures available to it;

**provided, however, that** no such notice of redemption shall be given earlier than 14 days prior to the earliest date on which the Issuer would be obliged to pay such additional amounts if a payment in respect of the Notes were then due.

Prior to the publication of any notice of redemption pursuant to this paragraph, the Issuer shall deliver to the Issuing and Paying Agent:

- (a) a certificate signed by two directors of the Issuer stating that the Issuer is entitled to effect such redemption and setting forth a statement of facts showing that the conditions precedent to the right of the Issuer so to redeem have occurred; and
- (b) an opinion of independent legal advisers of recognised standing to the effect that the Issuer (i) is not entitled to claim a deduction in computing taxation liabilities in Spain in respect of any interest to be made on the next Interest Payment Date or the value of such deduction to the Issuer is materially reduced, or (ii) has or will become obliged to pay such additional amounts as a result of such change or amendment (as applicable).

Upon the expiry of any such notice as is referred to in this paragraph, the Issuer shall be bound to redeem the Notes in accordance with this paragraph.

5. The Notes may be redeemed at the option of the Issuer in whole, but not in part, at the Redemption Amount specified in the Final Terms together with (if this Note is an interest bearing Note) accrued interest to the Early Redemption Date specified in the Final Terms at any time upon expiry of the notice period specified in the Final Terms if, prior to the date on which the relevant notice of redemption is given, purchases (and corresponding cancellations) and/or redemptions have been effected in respect of 85 per cent. or more in principal amount of the Notes originally issued.
6. The Issuer or any subsidiary of the Issuer may at any time purchase Notes in the open market or otherwise and at any price.
7. All Notes so purchased by the Issuer or otherwise than in the ordinary course of business of dealings in securities or as a nominee shall be cancelled and shall not be reissued or resold. All Notes so purchased by any subsidiary of the Issuer may be cancelled, held by such subsidiary or resold.
8. On each occasion on which:
  - (a) *Definitive Notes*: Notes in definitive form are delivered; or
  - (b) *Cancellation*: Notes represented by this Global Note are to be cancelled in accordance with paragraph 7 above,

the Issuer shall procure that:

- (a) if the Final Terms specify that the New Global Note form is not applicable, (i) the aggregate principal amount of such Notes; and (ii) the remaining principal amount of Notes represented by this Global Note (which shall be the previous principal amount hereof less the aggregate of the amounts referred to in (i) above) are entered in the Schedule hereto, whereupon the principal amount of Notes represented by this Global Note shall for all purposes be as most recently so entered; and
  - (b) if the Final Terms specify that the New Global Note form is applicable, details of the exchange or cancellation shall be entered pro rata in the records of the ICSDs and the Nominal Amount of the Notes entered in the records of the ICSDs and represented by the Global Note shall be reduced by the principal amount so exchanged or cancelled.
9. The payment obligations of the Issuer represented by this Global Note constitute and at all times shall constitute direct, unconditional, unsubordinated and unsecured obligations of the Issuer and upon insolvency (*concurso*) of the Issuer (and unless they qualify as subordinated claims under Article 281 of Royal Legislative Decree 1/2020, of 5 May, approving the consolidated and restated text of the Insolvency Law, as amended from time to time, including by Law 16/2022, of 5 September, implementing the Directive (EU) 2019/1023 of the European Parliament and the Council of 20 June, 2019, on preventive restructuring frameworks, on discharge of debt and disqualifications, and on measures to increase the efficiency of procedures concerning restructuring, insolvency and discharge of debt, and amending Directive (EU) 2017/1132 (the **Insolvency Law**), or equivalent legal provision which replaces it in the future, and subject to any applicable legal and statutory exceptions) rank *pari passu* and without any preference among themselves and *pari passu* with all other unsecured and unsubordinated insolvency claims (*créditos concursales*), present and future, of the Issuer.
  10. If the Maturity Date (or, as the case may be, the Relevant Date or, if applicable, the relevant Interest Payment Date), is not a Payment Business Day (as defined herein) payment in respect hereof will not be made and credit or transfer instructions shall not be given until the next following Payment Business Day (unless that date falls more than 364 days after the Issue Date, in which case payment shall be made on the immediately preceding Payment Business Day) and the bearer of this Global Note shall not be entitled to any interest or other sums in respect of such postponed payment.

As used in this Global Note:

**Payment Business Day** means any day other than a Saturday or Sunday which is either (i) if the Specified Currency set out in the Final Terms is any currency other than Euro, a day on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealings in foreign exchange and foreign currency deposits) in the principal financial centre of the country of the Specified Currency set out in the Final Terms (which, if the Specified Currency is Australian dollars, shall be Sydney) or (ii) if the Specified Currency set out in the Final Terms is Euro, a day which is a TARGET Business Day;

**T2** means the Trans-European Automated Real-time Gross Settlement Express Transfer payment system which utilises a single shared platform and which was launched on 20 March 2023, or any successor or replacement for that system; and

**TARGET Business Day** means any day on which T2 is open for the settlement of payments in euro.

11. This Global Note is negotiable and, accordingly, title hereto shall pass by delivery and the bearer shall be treated as being absolutely entitled to receive payment upon due presentation hereof (notwithstanding any notation of ownership or other writing thereon or notice of any previous loss or theft thereof).
12. This Global Note is issued in respect of an issue of Notes of the Issuer and is exchangeable in whole (but not in part only) for duly executed and authenticated bearer Notes in definitive form (whether before, on or, subject as provided below, after the Maturity Date):
  - (a) if Euroclear Bank SA/NV (**Euroclear**) or Clearstream Banking S.A. (**Clearstream, Luxembourg**), together with Euroclear, the international central securities depositaries or **ICSDs**) or any other relevant clearing system is closed for business for a continuous period of 14 days (other than by reason of legal holidays) or announces an intention permanently to cease business; or
  - (b) if default is made in the payment of any amount payable in respect of this Global Note; or
  - (c) if the Notes are required to be removed from Euroclear, Clearstream, Luxembourg or any other clearing system and no suitable (in the determination of the Issuer) alternative clearing system is available.

Upon presentation and surrender of this Global Note during normal business hours to the Issuer at the offices of the Issuing and Paying Agent (or to any other person or at any other office outside the United States as may be designated in writing by the Issuer to the bearer), the Issuing and Paying Agent shall authenticate and deliver, in exchange for this Global Note, bearer definitive notes denominated in the Specified Currency set out in the Final Terms in an aggregate nominal amount equal to the Nominal Amount of this Global Note.

13. If, upon any such event and following such surrender, definitive Notes are not issued in full exchange for this Global Note before 5:00 p.m. (London time) on the 30th day after surrender, this Global Note (including the obligation hereunder to issue definitive notes) will become void and the bearer will have no further rights under this Global Note (but without prejudice to the rights which the bearer or any other person may have under a Deed of Covenant dated 12 December 2024, entered into by the Issuer).
14. If this is an interest-bearing Global Note, then:
  - (a) notwithstanding the provisions of paragraph 1 above, if any payment of interest in respect of this Global Note falling due for payment prior to the Maturity Date remains unpaid on the 15th

day after falling so due, the amount referred to in paragraph 1 above shall be payable on such 15th day;

- (b) upon each payment of interest (if any) prior to the Maturity Date in respect of this Global Note, the Issuer shall procure that:
  - (i) if the Final Terms specify that the New Global Note form is not applicable, the Schedule hereto shall be duly completed by the Issuing and Paying Agent to reflect such payment; and
  - (ii) if the Final Terms specify that the New Global Note form is applicable, details of such payment shall be entered *pro rata* in the records of the ICSDs.

15. If this is a fixed rate interest bearing Global Note, interest shall be calculated on the Calculation Amount specified in the Final Terms as follows:

- (a) interest shall be payable on the Calculation Amount in respect of each successive Interest Period (as defined below) from the Issue Date to the Maturity Date (or, as the case may be, to the Relevant Date), in arrears on the relevant Interest Payment Date, on the basis of the Day Count Convention specified in the Final Terms or, if none is specified, on the basis of the actual number of days in such Interest Period and a year of 360 days or, if this Global Note is denominated in Sterling, 365 days at the Rate of Interest specified in the Final Terms with the resulting figure being rounded to the nearest amount of the Specified Currency which is available as legal tender in the country or countries (in the case of the Euro) of the Specified Currency (with halves being rounded upwards); and
- (b) the period beginning on and including the Issue Date and ending on but excluding the first Interest Payment Date and each successive period beginning on and including an Interest Payment Date and ending on but excluding the next succeeding Interest Payment Date is an **Interest Period** for the purposes of this paragraph.

16. If this is a floating rate interest bearing Global Note, interest shall be calculated on the Calculation Amount specified in the Final Terms as follows:

- (a) the Rate of Interest will be the aggregate of EURIBOR and the Margin specified in the Final Terms (if any) above or below EURIBOR. Interest shall be payable on the Calculation Amount in respect of each successive Interest Period (as defined below) from the Issue Date to the Maturity Date (or, as the case may be, to the Relevant Date), in arrears on the relevant Interest Payment Date, on the basis of the Day Count Convention specified in the Final Terms or, if none is specified, on the basis of the actual number of days in such Interest Period and a year of 360 days.

As used in this Global Note (and unless otherwise specified in the Final Terms), **EURIBOR** shall be equal to EUR-EURIBOR-Reuters (as defined in the 2006 ISDA Definitions) or EUR-EURIBOR (as defined in the 2021 ISDA Definitions) as at 11:00 a.m. (Brussels time) or as near thereto as practicable on the second TARGET Business Day before the first day of the relevant Interest Period (a **EURIBOR Interest Determination Date**), as if the Reset Date (as defined in the ISDA Definitions) were the first day of such Interest Period and the Designated Maturity (as defined in the ISDA Definitions) were the number of months specified in the Final Terms in relation to the Reference Rate.

As used in this Global Note:

**2006 ISDA Definitions** means the 2006 ISDA Definitions published by the International Swaps and Derivatives Association, Inc., as amended, updated or replaced at the Issue Date;

**2021 ISDA Definitions** means the 2021 ISDA Definitions published by the International Swaps and Derivatives Association, Inc., as amended, updated or replaced at the Issue Date; and

**ISDA Definitions** means the 2006 ISDA Definitions or the 2021 ISDA Definitions, as specified in the Final Terms;

- (b) the Calculation Agent specified in the Final Terms will, as soon as practicable after 11:00 a.m. (Brussels time) on each EURIBOR Interest Determination Date determine the Rate of Interest and calculate the amount of interest payable (the **Amount of Interest**) for the relevant Interest Period. **Rate of Interest** means the rate which is determined in accordance with the provisions of paragraph 16(a) above. The Amount of Interest payable per Note shall be calculated by applying the Rate of Interest to the Calculation Amount (as specified in the Final Terms), multiplying such product by the Day Count Convention specified in the Final Terms or, if none is specified, by the actual number of days in the Interest Period concerned divided by 360 and rounding the resulting figure to the nearest amount of the above-mentioned Specified Currency which is available as legal tender in the country or countries (in the case of the Euro) of the Specified Currency (with halves being rounded upwards). The determination of the Rate of Interest and the Amount of Interest by the Calculation Agent shall (in the absence of manifest error) be final and binding upon all parties;
  - (c) the period beginning on and including the Issue Date and ending on but excluding the first Interest Payment Date and each successive period beginning on and including an Interest Payment Date and ending on but excluding the next succeeding Interest Payment Date is called an **Interest Period** for the purposes of this paragraph; and
  - (d) the Issuer will procure that a notice specifying the Rate of Interest payable in respect of each Interest Period be published as soon as practicable after the determination of the Rate of Interest. Such notice will be delivered to the clearing system(s) in which this Global Note is held at the relevant time or, if this Global Note has been exchanged for bearer definitive Notes pursuant to paragraph 12 above, will be published in a leading English language daily newspaper published in London (which is expected to be the *Financial Times*).
17. If the proceeds of this Global Note are accepted in the United Kingdom, the Nominal Amount shall be not less than £100,000 (or the equivalent in any other currency).
18. Upon any payment being made in respect of the Notes represented by this Global Note, the Issuer shall procure that:
- (a) *CGN*: if the Final Terms specify that the New Global Note form is not applicable, details of such payment shall be entered in the Schedule hereto and, in the case of any payment of principal, the principal amount of the Notes represented by this Global Note shall be reduced by the principal amount so paid; and
  - (b) *NGN*: if the Final Terms specify that the New Global Note form is applicable, details of such payment shall be entered *pro rata* in the records of the ICSDs and, in the case of any payment of principal, the principal amount of the Notes entered in the records of the ICSDs and represented by this Global Note shall be reduced by the principal amount so paid.
19. This Global Note shall not be validly issued unless manually or electronically authenticated by The Bank of New York Mellon, London Branch as Issuing and Paying Agent.

20. If the Final Terms specify that the New Global Note form is applicable, this Global Note shall not be valid for any purpose until it has been effectuated for and on behalf of the entity appointed as common safekeeper by the ICSDs.
21. This Global Note (other than paragraph 9 above) and all non-contractual obligations arising out of or in connection with this Global Note are governed by, and construed in accordance with, English law. Paragraph 9 above is governed by, and shall be construed in accordance with, Spanish law.
- (a) **English courts**
- The courts of England have exclusive jurisdiction to settle any dispute arising from or connected with this Global Note (including a dispute relating to the existence, validity or termination of this Global Note or any non-contractual obligation arising out of or in connection with this Global Note) or the consequences of its nullity (a **Dispute**).
- (b) **Appropriate forum**
- The Issuer agrees that the courts of England are the most appropriate and convenient courts to settle any Dispute and, accordingly, that it will not argue to the contrary.
- (c) **Rights of the bearer to take proceedings outside England**
- Paragraph 21(a) above is for the benefit of the bearer only. As a result, nothing in this paragraph 21 prevents the bearer from taking proceedings relating to a Dispute (**Proceedings**) in any other courts with jurisdiction. To the extent allowed by law, the bearer may take concurrent Proceedings in any number of jurisdictions.
- (d) **Process agent**
- The Issuer agrees that the documents which start any Proceedings and any other documents required to be served in relation to those Proceedings may be served on it by being delivered to FCC Recycling (UK) Ltd. At 3 Sidings Court, White Rose Way, Doncaster, South Yorkshire DN4 5NU (UK), or, if different, its registered office for the time being or at any address of the Issuer in Great Britain at which process may be served on it. If such person is not or ceases to be effectively appointed to accept service of process on behalf of the Issuer, the Issuer shall, on the written demand of the bearer addressed to the Issuer and delivered to the Issuer or to the offices of the Issuing and Paying Agent, appoint a further person in England to accept service of process on its behalf and, failing such appointment within 15 days, the bearer shall be entitled to appoint such a person by written notice addressed to the Issuer and delivered to the Issuer or to the offices of the Issuing and Paying Agent. Nothing in this paragraph shall affect the right of the bearer to serve process in any other manner permitted by law. This Clause applies to Proceedings in England and to Proceedings elsewhere.
22. If this Global Note has been admitted to listing on the Official List of Euronext Dublin and to trading on the regulated market of Euronext Dublin (and/or has been admitted to listing, trading and/or quotation on any other listing authority, stock exchange and/or quotation system), all notices required to be published concerning this Global Note shall be published in accordance with the requirements of Euronext Dublin (and/or of the relevant listing authority, stock exchange and/or quotation system). So long as the Notes are represented by this Global Note, and this Global Note has been deposited with a depositary or common depositary for the ICSDs or any other relevant clearing system or a Common Safekeeper (which expression has the meaning given in the Issuing and Paying Agency Agreement), the Issuer may, in lieu of such publication and if so permitted by the rules of Euronext Dublin (and/or of the relevant listing authority, stock exchange and/or quotation system), deliver the relevant notice to the clearing system(s) in which this Global Note is held.

23. Claims for payment of principal and interest in respect of this Global Note shall become prescribed and void unless made, in the case of principal, within ten years after the Maturity Date (or, as the case may be, the Relevant Date) or, in the case of interest, five years after the relevant Interest Payment Date.
24. No person shall have any right to enforce any provision of this Global Note under the Contracts (Rights of Third Parties) Act 1999.

**AUTHENTICATED by THE BANK OF  
NEW YORK MELLON, LONDON  
BRANCH**

without recourse, warranty or liability and for  
authentication purposes only

**SIGNED for and on behalf of  
FOMENTO DE CONSTRUCCIONES Y  
CONTRATAS, S.A.**

By its lawfully appointed attorney:

By: .....  
(*Authorised Signatory*)

.....

**EFFECTUATED for and on behalf of**

.....  
as common safekeeper without  
recourse, warranty or liability

By:  
.....  
[*manual signature*] (*duly authorised*)

### SCHEDULE<sup>3</sup>

#### PAYMENTS OF INTEREST, DELIVERY OF DEFINITIVE NOTES AND CANCELLATION OF NOTES

<u>Date of payment, delivery or cancellation</u>	<u>Amount of interest then paid</u>	<u>Amount of principal then paid</u>	<u>Aggregate principal amount of Definitive Notes then delivered</u>	<u>Aggregate principal amount of Notes then cancelled</u>	<u>New principal amount of this Global Note</u>	<u>Authorised Signature</u>
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<sup>3</sup> The Schedule should only be completed where the Final Terms specify that the New Global Note form is not applicable

## **FINAL TERMS**

*[Completed Final Terms to be attached]*

**PART II**  
**FORM OF MULTICURRENCY DEFINITIVE NOTE**

THE SECURITIES COVERED HEREBY HAVE NOT BEEN REGISTERED UNDER THE U.S. SECURITIES ACT OF 1933, AS AMENDED (THE SECURITIES ACT) OR ANY SECURITIES LAWS OF ANY STATE OF THE UNITED STATES AND MAY NOT BE OFFERED, SOLD OR DELIVERED WITHIN THE UNITED STATES OR TO, OR FOR THE ACCOUNT OR BENEFIT OF, U.S. PERSONS (AS DEFINED IN REGULATION S UNDER THE SECURITIES ACT) UNLESS AN EXEMPTION FROM THE REGISTRATION REQUIREMENTS OF THE SECURITIES ACT IS AVAILABLE AND IN ACCORDANCE WITH ALL APPLICABLE SECURITIES LAWS OF ANY STATE OF THE UNITED STATES AND ANY OTHER JURISDICTION. THIS LEGEND SHALL CEASE TO APPLY UPON THE EXPIRY OF THE PERIOD OF 40 DAYS AFTER THE COMPLETION OF THE DISTRIBUTION OF ALL THE SECURITIES OF THE TRANCHE OF WHICH THIS SECURITY FORMS PART.

**FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.**  
*(Incorporated with limited liability in the Kingdom of Spain)*

**€600,000,000**

**EURO-COMMERCIAL PAPER PROGRAMME**

Nominal Amount of this Note: .....

1. For value received, Fomento de Construcciones y Contratas, S.A. (the **Issuer**) promises to pay to the bearer of this Note on the Maturity Date set out in the Final Terms, or on such earlier date as the same may become payable in accordance with paragraph 3 below (the **Relevant Date**), the above-mentioned Nominal Amount or, as the case may be, the Redemption Amount set out in the Final Terms, at the rate and at the times (if any) specified herein and in the Final Terms. Terms defined in the Final Terms attached hereto but not otherwise defined in this Note shall have the same meaning in this Note.

All such payments shall be made in accordance with the amended and restated issuing and paying agency agreement (the **Issuing and Paying Agency Agreement**) dated 12 December 2024 (as amended and restated or supplemented from time to time) between the Issuer and The Bank of New York Mellon, London Branch as issue agent and as principal paying agent (the **Issuing and Paying Agent**, together with their successors in such capacity and any other paying agents appointed by the Issuer on the terms of the Issuing and Paying Agency Agreement, the **Paying Agents**), a copy of which is available for inspection at the offices of the Issuing and Paying Agent at 160 Queen Victoria Street, London, EC4V 4LA, United Kingdom (or by e-mail, following the holder's prior written request and provision of proof of holding and identity (in a form satisfactory to the Issuing and Paying Agent)), and subject to and in accordance with the terms and conditions set forth below. All such payments shall be made (upon presentation and surrender (as the case may be) of this Note) to the bearer through Euroclear Bank SA/NV and Clearstream Banking S.A. or any other relevant clearing system by transfer to an account denominated in the Specified Currency set out in the Final Terms maintained by the bearer in the principal financial centre in the country of that currency or, if this Note is denominated in Euro, by Euro cheque drawn on, or by transfer to a Euro account (or any other account to which Euro may be credited or transferred) maintained by the payee with, a bank in the principal financial centre of any member state of the European Union. The Issuer undertakes that, so long as the Notes are listed, traded and/or quoted on any listing authority, stock exchange and/or quotation system, there will at all times be a paying agent with a specified office in such place as may be required by the rules and regulations of the relevant listing authority, stock exchange and/or quotation system.

2. All payments in respect of this Note by or on behalf of the Issuer shall be made without set-off, counterclaim, fees, liabilities or similar deductions, and free and clear of, and without deduction or withholding for or on account of, taxes, levies, duties, assessments or charges of any nature now or

hereafter imposed, levied, collected, withheld or assessed in the Kingdom of Spain, in or from which such payments are made or any political subdivision or taxing authority of or in any of the foregoing (**Taxes**). If the Issuer is required by law or regulation to make any deduction or withholding for or on account of Taxes imposed or levied by or on behalf of the Kingdom of Spain or any political subdivision thereof or any authority or agency therein or thereof having power to tax in respect of payment of interest, the Issuer shall, to the extent permitted by applicable law or regulation, pay such additional amounts as shall be necessary in order that the net amounts received by the bearer of this Note after such deduction or withholding shall equal the amount which would have been receivable hereunder in the absence of such deduction or withholding, except that no such additional amounts shall be payable where this Note is presented for payment:

- (a) by or on behalf of a holder which is liable to such Taxes by reason of having some connection with the jurisdiction imposing the Taxes other than the mere holding of this Note; or
- (b) to, or to a third party on behalf of, a holder who could have been able to avoid such deduction or withholding by presenting a certificate of tax residence and/or such other document evidencing its tax residence as may be required by the competent tax authorities in order to comply with Spanish tax disclosure obligations according to the procedures that may be eventually implemented to comply with the interpretation of Royal Decree 1065/2007 or any other applicable legislation at that time; or
- (c) more than fifteen days after the Maturity Date (or, as the case may be, the Relevant Date) or, if applicable, the relevant Interest Payment Date or (in either case) the date on which the payment hereof is duly provided for, whichever occurs later, except to the extent that the relevant holder would have been entitled to such additional amounts on presenting the same for payment on the expiry of such period of fifteen days; or
- (d) to, or to a third party on behalf of an individual resident for tax purposes in the Kingdom of Spain if the Spanish tax authorities determine that the Notes do not comply with exemption requirements and require a withholding to be made; or
- (e) to, or to a third party on behalf of, a Spanish-resident corporate entity if the Spanish tax authorities determine that the Notes do not comply with exemption requirements including those specified in the Reply to Consultation of the Directorate General for Taxation (*Dirección General de Tributos*) dated 27 July 2004 and require a withholding to be made.

Notwithstanding any other provision of this Global Note, in no event will the Issuer be required to pay any additional amounts in respect of the Notes for, or on account of, any withholding or deduction required pursuant to an agreement described in Section 1471(b) of the U.S. Internal Revenue Code of 1986, as amended, (the **Code**), or otherwise imposed pursuant to Sections 1471 through 1474 of the Code, any regulations or agreements thereunder, or any official interpretations thereof, or any law implementing an intergovernmental approach thereto.

3. This Note may be redeemed at the option of the Issuer in whole, but not in part, at any time, on giving not less than 14 days' notice to the holders (which notice shall be irrevocable), at the Redemption Amount specified in the Final Terms, together with (if this Note is an interest-bearing Note) interest accrued to the date fixed for redemption, if:
  - (a) the Issuer (a) is not entitled to claim a deduction in computing taxation liabilities in Spain in respect of any interest to be made on the next Interest Payment Date or the value of such deduction to the Issuer is materially reduced, or (b) has or will become obliged to pay additional amounts as provided or referred to in paragraph 2 above as a result of any change in, or amendment to, the laws or regulations of the Kingdom of Spain or any political subdivision thereof or any authority or agency thereof or therein having power to tax, or any change in the

application or official interpretation of such laws or regulations (including a holding by a court of competent jurisdiction), which change or amendment becomes effective on or after the Issue Date specified in the Final Terms; and

- (b) such obligation cannot be avoided by the Issuer taking reasonable measures available to it,

**provided, however, that** no such notice of redemption shall be given earlier than 14 days prior to the earliest date on which the Issuer would be obliged to pay such additional amounts if a payment in respect of the Notes were then due.

Prior to the publication of any notice of redemption pursuant to this paragraph, the Issuer shall deliver to the Issuing and Paying Agent:

- (a) a certificate signed by two directors of the Issuer stating that the Issuer is entitled to effect such redemption and setting forth a statement of facts showing that the conditions precedent to the right of the Issuer so to redeem have occurred; and
- (b) an opinion of independent legal advisers of recognised standing to the effect that the Issuer (i) is not entitled to claim a deduction in computing taxation liabilities in Spain in respect of any interest to be made on the next Interest Payment Date or the value of such deduction to the Issuer is materially reduced, or (ii) has or will become obliged to pay such additional amounts as a result of such change or amendment.

Upon the expiry of any such notice as is referred to in this paragraph, the Issuer shall be bound to redeem the Notes in accordance with this paragraph.

4. This Note may be redeemed at the option of the Issuer in whole, but not in part, at the Redemption Amount specified in the Final Terms together with (if this Note is an interest bearing Note) accrued interest to the Early Redemption Date specified in the Final Terms at any time upon expiry of the notice period specified in the Final Terms if, prior to the date on which the relevant notice of redemption is given, purchases (and corresponding cancellations) and/or redemptions have been effected in respect of 85 per cent. or more in principal amount of the Notes originally issued.
5. The Issuer or any subsidiary of the Issuer may at any time purchase Notes in the open market or otherwise and at any price.
6. All Notes so purchased by the Issuer otherwise than in the ordinary course of business of dealings in securities or as a nominee shall be cancelled and shall not be reissued or resold. All Notes so purchased by any subsidiary of the Issuer may be cancelled, held by such subsidiary or resold.
7. The payment obligations of the Issuer represented by this Note constitute and at all times shall constitute direct, unconditional, unsubordinated and unsecured obligations of the Issuer and upon insolvency (*concurso*) of the Issuer (and unless they qualify as subordinated claims under Article 281 of Royal Legislative Decree 1/2020, of 5 May, approving the consolidated and restated text of the Insolvency Law, as amended from time to time, including by Law 16/2022, of 5 September, implementing the Directive (EU) 2019/1023 of the European Parliament and the Council of 20 June, 2019, on preventive restructuring frameworks, on discharge of debt and disqualifications, and on measures to increase the efficiency of procedures concerning restructuring, insolvency and discharge of debt, and amending Directive (EU) 2017/1132 (the **Insolvency Law**) or equivalent legal provision which replaces it in the future, and subject to any applicable legal and statutory exceptions) rank *pari passu* and without any preference among other Notes of the same Series (as specified in the Final Terms) and *pari passu* with all other unsecured and unsubordinated insolvency claims (*créditos concursales*), present and future, of the Issuer.

8. If the Maturity Date (or, as the case may be, the Relevant Date) or, if applicable, the relevant Interest Payment Date, is not a Payment Business Day (as defined herein) payment in respect hereof will not be made and credit or transfer instructions shall not be given until the next following Payment Business Day (unless that date falls more than 364 days after the Issue Date, in which case payment shall be made on the immediately preceding Payment Business Day) and the bearer of this Note shall not be entitled to any interest or other sums in respect of such postponed payment.

As used herein:

**Payment Business Day**, shall mean any day, other than a Saturday or a Sunday, which is both (a) a day on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealings in foreign exchange and foreign currency deposits) in the relevant place of presentation, and (b) either (i) if the Specified Currency set out in the Final Terms is any currency other than Euro, a day on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealings in foreign exchange and foreign currency deposits) in the principal financial centre of the country of the Specified Currency set out in the Final Terms (which, if the Specified Currency is Australian dollars, shall be Sydney) or (ii) if the Specified Currency set out in the Final Terms is Euro, a day which is a TARGET Business Day;

**T2** means the Trans-European Automated Real-time Gross Settlement Express Transfer payment system which utilises a single shared platform and which was launched on 20 March 2023, or any successor or replacement for that system; and

**TARGET Business Day** means any day on which T2 is open for the settlement of payments in euro.

9. This Note is negotiable and, accordingly, title hereto shall pass by delivery and the bearer shall be treated as being absolutely entitled to receive payment upon due presentation hereof (notwithstanding any notation of ownership or other writing thereon or notice of any previous loss or theft thereof).
10. If this is an interest-bearing Note, then:
- (a) notwithstanding the provisions of paragraph 1 above, if any payment of interest in respect of this Note falling due for payment prior to the Maturity Date remains unpaid on the 15th day after falling so due, the amount referred to in paragraph 1 above shall be payable on such 15th day; and
  - (b) upon each payment of interest (if any) prior to the Maturity Date in respect of this Note, the Schedule hereto shall be duly completed by the Issuing and Paying Agent to reflect such payment.
11. If this is a fixed rate interest bearing Note, interest shall be calculated on the Calculation Amount specified in the Final Terms as follows:
- (a) interest shall be payable on the Calculation Amount in respect of each successive Interest Period (as defined below) from the Issue Date to the Maturity Date (or, as the case may be, to the Relevant Date), in arrears on the relevant Interest Payment Date, on the basis of the Day Count Convention specified in the Final Terms or, if none is specified, on the basis of the actual number of days in such Interest Period and a year of 360 days or, if this Note is denominated in Sterling, 365 days, at the Rate of Interest specified in the Final Terms with the resulting figure being rounded to the nearest amount of the Specified Currency which is available as legal tender in the country or countries (in the case of the Euro) of the Specified Currency (with halves being rounded upwards); and

- (b) the period beginning on and including the Issue Date and ending on but excluding the first Interest Payment Date and each successive period beginning on and including an Interest Payment Date and ending on but excluding the next succeeding Interest Payment Date is an **Interest Period** for the purposes of this paragraph.

12. If this is a floating rate interest bearing Note, interest shall be calculated on the Calculation Amount specified in the Final Terms as follows:

- (a) the Rate of Interest will be the aggregate of EURIBOR and the Margin specified in the Final Terms (if any) above or below EURIBOR. Interest shall be payable on the Calculation Amount in respect of each successive Interest Period (as defined below) from the Issue Date to the Maturity Date (or, as the case may be, to the Relevant Date), in arrears on the relevant Interest Payment Date, on the basis of the Day Count Convention specified in the Final Terms or, if none is specified, on the basis of the actual number of days in such Interest Period and a year of 360 days.

As used in this Note (and unless otherwise specified in the Final Terms), **EURIBOR** shall be equal to EUR-EURIBOR-Reuters (as defined in the 2006 ISDA Definitions) or EUR-EURIBOR (as defined in the 2021 ISDA Definitions) as at 11:00 a.m. (Brussels time) or as near thereto as practicable on the second TARGET Business Day before the first day of the relevant Interest Period (a **EURIBOR Interest Determination Date**), as if the Reset Date (as defined in the ISDA Definitions) were the first day of such Interest Period and the Designated Maturity (as defined in the ISDA Definitions) were the number of months specified in the Final Terms in relation to the Reference Rate.

As used in this Global Note:

**2006 ISDA Definitions** means the 2006 ISDA Definitions published by the International Swaps and Derivatives Association, Inc., as amended, updated or replaced at the Issue Date;

**2021 ISDA Definitions** means the 2021 ISDA Definitions published by the International Swaps and Derivatives Association, Inc., as amended, updated or replaced at the Issue Date; and

**ISDA Definitions** means the 2006 ISDA Definitions or the 2021 ISDA Definitions, as specified in the Final Terms;

- (b) the Calculation Agent specified in the Final Terms will, as soon as practicable after 11:00 a.m. (Brussels time) on each EURIBOR Interest Determination Date, determine the Rate of Interest and calculate the amount of interest payable (the **Amount of Interest**). "**Rate of Interest**" means the rate which is determined in accordance with the provisions of paragraph (a) above. The Amount of Interest shall be calculated by applying the Rate of Interest to the Calculation Amount (as specified in the Final Terms), multiplying such product by the Day Count Convention specified in the Final Terms or, if none is specified, by the actual number of days in the Interest Period concerned divided by 360 and rounding the resulting figure to the nearest amount of the above-mentioned Specified Currency which is available as legal tender in the country or countries (in the case of the Euro) of the Specified Currency (with halves being rounded upwards). The determination of the Rate of Interest and the Amount of Interest by the Calculation Agent shall (in the absence of manifest error) be final and binding upon all parties;
- (c) the period beginning on and including the Issue Date and ending on but excluding the first Interest Payment Date and each successive period beginning on and including an Interest Payment Date and ending on but excluding the next succeeding Interest Payment Date is called an **Interest Period** for the purposes of this paragraph; and

- (d) the Issuer will procure that a notice specifying the Rate of Interest payable in respect of each Interest Period be published as soon as practicable after the determination of the Rate of Interest. Such notice will be delivered to the bearer of this Note or, if that is not practicable, will be published in a leading English language daily newspaper published in London (which is expected to be the *Financial Times*).
13. If the proceeds of this Note are accepted in the United Kingdom, the Nominal Amount shall be not less than £100,000 (or the equivalent in any other currency).
14. This Note shall not be validly issued unless manually or electronically authenticated by The Bank of New York Mellon, London Branch as Issuing and Paying Agent.
15. This Note (other than paragraph 7 above) and all non-contractual obligations arising out of or in connection with this Note are governed by, and construed in accordance with, English law. Paragraph 7 above is governed by, and shall be construed in accordance with, Spanish law.
- (a) **English courts**
- The courts of England have exclusive jurisdiction to settle any dispute arising from or connected with this Note (including a dispute relating to the existence, validity or termination of this Note or any non-contractual obligation arising out of or in connection with this Note) or the consequences of its nullity (a **Dispute**).
- (b) **Appropriate forum**
- The Issuer agrees that the courts of England are the most appropriate and convenient courts to settle any Dispute and, accordingly, that it will not argue to the contrary.
- (c) **Rights of the bearer to take proceedings outside England**
- Paragraph 15(a) above is for the benefit of the bearer only. As a result, nothing in this paragraph 15 above prevents the bearer from taking proceedings relating to a Dispute (**Proceedings**) in any other courts with jurisdiction. To the extent allowed by law, the bearer may take concurrent Proceedings in any number of jurisdictions.
- (d) **Process agent**
- The Issuer agrees that the documents which start any Proceedings and any other documents required to be served in relation to those Proceedings may be served on it by being delivered to FCC Recycling (UK) Ltd. at 3 Sidings Court, White Rose Way, Doncaster, South Yorkshire DN4 5NU (UK), or, if different, its registered office for the time being or at any address of the Issuer in Great Britain at which process may be served on it. If such person is not or ceases to be effectively appointed to accept service of process on behalf of the Issuer, the Issuer shall, on the written demand of the bearer addressed to the Issuer and delivered to the Issuer or to the offices of the Issuing and Paying Agent, appoint a further person in England to accept service of process on its behalf and, failing such appointment within 15 days, the bearer shall be entitled to appoint such a person by written notice addressed to the Issuer and delivered to the Issuer or to the offices of the Issuing and Paying Agent. Nothing in this paragraph shall affect the right of the bearer to serve process in any other manner permitted by law. This Clause applies to Proceedings in England and to Proceedings elsewhere.
16. If this Note has been admitted to listing on the Official List of Euronext Dublin and to trading on the regulated market of Euronext Dublin (and/or has been admitted to listing, trading and/or quotation on any other listing authority, stock exchange and/or quotation system), all notices required to be published

concerning this Note shall be published in accordance with the requirements of Euronext Dublin (and/or of the relevant listing authority, stock exchange and/or quotation system).

17. Claims for payment of principal and interest in respect of this Note shall become prescribed and void unless made, in the case of principal, within ten years after the Maturity Date (or, as the case may be, the Relevant Date) or, in the case of interest, five years after the relevant Interest Payment Date.
18. No person shall have any right to enforce any provision of this Note under the Contracts (Rights of Third Parties) Act 1999.

**AUTHENTICATED by THE BANK OF NEW  
YORK MELLON, LONDON BRANCH**

without recourse, warranty or liability and for  
authentication purposes only

By:

.....  
(Authorised Signatory)

**SIGNED for and on behalf of  
FOMENTO DE CONSTRUCCIONES Y  
CONTRATAS, S.A.**

By its lawfully appointed attorney:

.....

## **SCHEDULE**

### **PAYMENTS OF INTEREST**

The following payments of interest in respect of this Note have been made:

<b>Date made</b>	<b>Payment From</b>	<b>Payment To</b>	<b>Amount Paid</b>	<b>Notation on behalf of the Issuing and Paying Agent</b>
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## **FINAL TERMS**

*[Completed Final Terms to be attached]*

## FORM OF FINAL TERMS

*Set out below is the form of Final Terms which will be completed in respect of each issue of Notes issued under the Programme and will be attached to the relevant Global or Definitive Notes on issue.*

### **[MiFID II product governance – professional investors and eligible counterparties only target market]**

Solely for the purposes of each manufacturer's product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is eligible counterparties and professional clients only, each as defined in Directive 2014/65/EU (as amended, **MiFID II**); and (ii) all channels for distribution of the Notes to eligible counterparties and professional clients are appropriate. Any person subsequently offering, selling or recommending the Notes (a **distributor**) should take into consideration the manufacturers' target market assessment; however, a distributor subject to MiFID II is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturers' target market assessment) and determining appropriate distribution channels.]

### **[UK MiFIR Product Governance – professional investors and eligible counterparties only target market]**

Solely for the purposes of [the/each] manufacturer's product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is only eligible counterparties, as defined in the FCA Handbook Conduct of Business Sourcebook (**COBS**), and professional clients, as defined in Regulation (EU) No 600/2014 as it forms part of domestic law of the United Kingdom (**UK**) by virtue of the European Union (Withdrawal) Act 2018 (**UK MiFIR**); and (ii) all channels for distribution of the Notes to eligible counterparties and professional clients are appropriate. Any person subsequently offering, selling or recommending the Notes (a **distributor**) should take into consideration the manufacturer['s/s'] target market assessment; however, a distributor subject to the FCA Handbook Product Intervention and Product Governance Sourcebook (the **UK MiFIR Product Governance Rules**) is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturer['s/s'] target market assessment) and determining appropriate distribution channels.]

**Final Terms dated [●]**

**FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.**  
*(Incorporated with limited liability in the Kingdom of Spain)*

**€600,000,000**  
**EURO-COMMERCIAL PAPER PROGRAMME**  
**ISSUE OF [AGGREGATE PRINCIPAL AMOUNT OF NOTES] [TITLE OF NOTES]**

## **PART A**

### **CONTRACTUAL TERMS**

This document constitutes the Final Terms (as referred to in the Information Memorandum dated 12 December 2024 (as amended, updated or supplemented from time to time, the **Information Memorandum**) in relation to the Programme) in relation to the issue of Notes referred to above (the **Notes**). Terms defined in the Information Memorandum, unless indicated to the contrary, have the same meanings where used in these Final Terms. Reference is made to the Information Memorandum for a description of the Issuer, the Programme and certain other matters. These Final Terms are supplemental to and must be read in conjunction with the full terms and conditions of the Notes. These Final Terms are also a summary of the terms and conditions of the Notes for the purpose of listing.

Full information on the Issuer and the offer of the Notes described herein is only available on the basis of the combination of these Final Terms and the Information Memorandum [as so supplemented]. The Information Memorandum [and the supplemental Information Memorandum dated [●]] [is][are] available for viewing during normal business hours at the registered office of the Issuer at Calle de Balmes, 36, 08007, Barcelona, Spain, and at the offices of the Issuing and Paying Agent at 160 Queen Victoria Street, London, EC4V 4LA, United Kingdom.

The particulars to be specified in relation to the issue of the Notes are as follows:

*[Include whichever of the following apply or specify as "Not applicable" (N/A). Note that the numbering should remain as set out below, even if "Not applicable" is indicated for individual paragraphs or sub- paragraphs. Italics denote guidance for completing the Final Terms.]*

- |     |                           |  |
|-----|---------------------------|--|
| 1.  | Issuer:                   | Fomento de Construcciones y Contratas, S.A.  |
| 2.  | Type of Note:             | Euro-commercial paper  |
| 3.  | Series No:                | [●]  |
| 4.  | Dealer(s):                | [●]  |
| 5.  | Specified Currency:       | [●]  |
| 6.  | Nominal Amount:           | [●]  |
| 7.  | Trade Date:               | [●]  |
| 8.  | Issue Date:               | [●]  |
| 9.  | Maturity Date:            | [●] <i>[May not be less than 1 day nor more than 364 days after the Issue Date]</i>  |
| 10. | Issue Price:              | [●]  |
| 11. | Denomination:             | [●]  |
| 12. | Calculation Amount:       | [●]  |
| 13. | Redemption Amount:        | [Redemption at par][ [●] per Note of [●] Denomination][Nominal amount specified on the face of each Note in definitive form][ <i>other</i> ] |
| 14. | Early Redemption Date:    | [●]  |
| 15. | Redemption Notice Period: | [Not less than 30 days and not more than 60 days prior to the Early Redemption Date/ <i>other</i> ]  |
| 16. | Delivery:                 | [Free of/against] payment  |

#### **PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE**

- |     |                             |  |
|-----|-----------------------------|--|
| 17. | Fixed Rate Note Provisions: | [Applicable/Not applicable]  |
|     |                             | <i>(If not applicable, delete the remaining sub- paragraphs of this paragraph)</i> |

- (a) Rate[(s)] of Interest: [●] per cent. per annum payable [annually/semi-annually/quarterly/monthly/other (specify)] in arrear
- (b) Interest Payment Date(s): [●]
- (c) Day Count Convention (if different from that specified in the terms and conditions of the Notes): [Not applicable/*other*]  
[The above-mentioned Day Count Convention shall have the meaning given to it in the ISDA Definitions (as defined below)]<sup>4</sup>
- (d) Other terms relating to the method of calculating interest for Fixed Rate Notes (if different from those specified in the terms and conditions of the Notes): [Not applicable/*give details*]
- (e) ISDA Definitions: [2006 ISDA Definitions] / [2021 ISDA Definitions] published by the International Swap and Derivatives Association, Inc., as amended, updated or replaced as at the Issue Date
18. Floating Rate Note Provisions: [Applicable/Not applicable]  
*(If not applicable, delete the remaining sub-paragraphs of this paragraph)*
- (a) Interest Payment Dates: [●]
- (b) Calculation Agent (party responsible for calculating the Rate(s) of Interest and/or Interest Amount(s) (if not the Issuing and Paying Agent)): [[*Name*] shall be the Calculation Agent]
- (c) Reference Rate: [●] months [EURIBOR]
- (d) Margin(s): [+/-][●] per cent. per annum
- (e) Day Count Convention (if different from that specified in the terms and conditions of the Notes): [Not applicable/*other*]  
[The above-mentioned Day Count Convention shall have the meaning given to it in the ISDA Definitions.]<sup>5</sup>
- (f) Other terms relating to the method of calculating interest for Floating Rate Notes (if terms are different from those specified in the terms and conditions of the Notes): [Not Applicable] [*give details*]  
[To be calculated by the Calculation Agent as follows:

<sup>4</sup> Delete text in square brackets unless a Day Count Convention which is different from that specified in the terms and conditions of the Notes is used.

<sup>5</sup> Delete text in square brackets unless a Day Count Convention which is different from that specified in the terms and conditions of the Notes is used.

[Calculation time and date: [●]]

[Insert particulars of calculation]

(g) ISDA Definitions: [2006 ISDA Definitions] / [2021 ISDA Definitions]  
published by the International Swap and Derivatives  
Association, Inc., as amended, updated or replaced as  
at the Issue Date

#### GENERAL PROVISIONS APPLICABLE TO THE NOTES

19. Listing and admission to trading: [Application [has been made/is expected to be made]  
by the Issuer (or on its behalf) for the Notes to be  
admitted to trading on the regulated market of  
Euronext Dublin with effect from [●].][other]
20. Rating: The Notes have [not] been rated
21. Clearing System(s): Euroclear, Clearstream, Luxembourg
22. Issuing and Paying Agent: The Bank of New York Mellon, London Branch
23. Listing Agent: Maples and Calder (Ireland) LLP
24. ISIN: [●]
25. Common code: [●]
26. CFI: [See the website of the Association of National  
Numbering Agencies (ANNA) or alternatively  
sourced from the responsible National Numbering  
Agency that assigned the CFI / Not Applicable / Not  
Available]
27. FISN: [See the website of the Association of National  
Numbering Agencies (ANNA) or alternatively  
sourced from the responsible National Numbering  
Agency that assigned the FISN / Not Applicable /  
Not Available]
- [If the CFI and/or FISN is not required or requested,  
it/they should be specified to be "Not Applicable"]
28. Any clearing system(s) other than Euroclear Bank SA/NV, Clearstream Banking, S.A. and  
the relevant identification number(s): [Not applicable/give name(s) and number(s)]
29. New Global Note: [Yes][No]
30. Intended to be held in a manner which would  
allow Eurosystem eligibility: [Yes.][No.][Not applicable.]
- [Note that the designation "Yes" simply means that  
the Notes are intended upon issue to be deposited  
with one of the ICSDs as common safekeeper and

does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.][*include this text if "yes" selected in which case the Notes must be issued in NGN form*]

[Whilst the designation is specified as "No" at the date of these Final Terms, should the Eurosystem eligibility criteria be amended in the future such that the Notes are capable of meeting them the Notes may then be deposited with one of the ICSDs as common safekeeper. Note that this does not necessarily mean that the Notes will then be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem at any time during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.]. [*Include this text if "No" selected in which case the Notes must be issued in CGN form*]

31. Relevant Benchmark[s]:

[[*Specify benchmark*] is provided by [*administrator legal name*]. As at the date hereof, [[*administrator legal name*][appears]/[does not appear]] in the register of administrators and benchmarks established and maintained by ESMA pursuant to Article 36 (*Register of administrators and benchmarks*) of the EU Benchmark Regulation]/[Not Applicable]]

## LISTING AND ADMISSION TO TRADING APPLICATION

These Final Terms comprise the final terms required to list and have admitted to trading the issue of Notes described herein pursuant to the €600,000,000 Euro-Commercial Paper Programme of Fomento de Construcciones y Contratas, S.A.

## RESPONSIBILITY

The Issuer accepts responsibility for the information contained in these Final Terms.

**SIGNED** on behalf of

**FOMENTO DE CONSTRUCCIONES Y CONTRATAS, S.A.**

By: .....  
(*duly authorised*)

Dated: [●] [●] [●]

## **PART B**

### **OTHER INFORMATION**

1. **INTEREST OF NATURAL AND LEGAL PERSONS INVOLVED IN THE [ISSUE/OFFER]**

Need to include a description of any interest, including conflicting ones, that is material to the issue/offer, detailing the persons involved and the nature of the interest. May be satisfied by the inclusion of the following statement:

["Save as discussed in "*Subscription and Sale*", so far as the Issuer is aware, no person involved in the offer of the Notes has an interest material to the offer."]

2. **ESTIMATED TOTAL EXPENSES RELATED TO THE ADMISSION TO TRADING**

Estimated total expenses: [●]

3. [Fixed Rate Notes only – **YIELD**

Indication of yield: [●]]

4. [Floating Rate Notes only – **HISTORIC INTEREST RATES**

Details of historic [EURIBOR/other] rates can be obtained from [Reuters]].

## TAXATION

*The following summary does not purport to be a comprehensive description of all the tax considerations that may be relevant to a decision to acquire, hold or dispose of the Notes, and does not purport to deal with the tax consequences applicable to all categories of investors, some of whom (such as dealers in securities) may be subject to special rules. Prospective investors who are in any doubt as to their position should consult with their own professional advisers. Tax legislation, including in the country where the investor is domiciled or tax resident and in the Issuer's country of incorporation, may have an impact on the income that an investor receives from the Notes.*

### **The proposed financial transactions tax (the EU FTT)**

On 14 February 2013, the European Commission published a proposal (the **Commission's proposal**) for a Directive for a common EU FTT in Belgium, Germany, Estonia, Greece, Spain, France, Italy, Austria, Portugal, Slovenia and Slovakia (the **participating Member States**). However, Estonia has since stated that it will not participate.

The Commission's proposal has very broad scope and could, if introduced, apply to certain dealings in the Notes (including 'secondary' market transactions) in certain circumstances. The issuance and subscription of Notes should, however, be exempt.

Under the Commission's proposal, EU FTT could apply in certain circumstances to persons both within and outside of the participating Member States. Generally, it would apply to certain dealings in the Notes where at least one party is a financial institution, and at least one party is established in a participating Member State. A financial institution may be, or be deemed to be, "established" in a participating Member State in a broad range of circumstances, including (a) by transacting with a person established in a participating Member State or (b) where the financial instrument which is subject to the dealings is issued in a participating Member State.

In the ECOFIN meeting of 17 June 2016, the EU FTT was discussed between the EU Member States. It has been reiterated in this meeting that participating Member States envisage introducing an FTT by the so-called enhanced cooperation process.

The proposed Directive defines how the EU FTT would be implemented in participating Member States. It involves a minimum 0.1 per cent. tax rate for transactions in all types of financial instruments, except for derivatives that would be subject to a minimum 0.01 per cent. tax rate.

On 3 December 2018, the finance ministers of France and Germany outlined a joint proposal for a limited FTT based on a system already in place in France. Under the new proposal, the tax obligation would apply only to transactions involving shares issued by domestic companies with a market capitalisation of over €1 billion.

However, the Commission's proposal remains subject to negotiation between participating Member States and the scope of any such tax is uncertain. It may therefore be altered prior to any implementation, the timing of which remains unclear. Additional EU Member States may decide to participate and participating Members States may withdraw.

Prospective holders of the Notes are advised to seek their own professional advice in relation to the EU FTT.

### **The Spanish financial transactions tax (the Spanish FTT)**

On 16 January 2021, the Law 15/2020, of 15 October, on FTT (the **FTT Law**) entered into force.

The Spanish FTT should not affect transactions involving bonds or debt or analogous instruments. It taxes the acquisition of listed shares (including the transfer or conversion) of Spanish companies with a market

capitalisation of more than €1 billion, at a tax rate of 0.2 per cent., regardless of the jurisdiction of residence of the parties involved in the transaction.

Therefore, an indirect tax at a rate of 0.2 per cent. will apply on acquisitions of shares of Spanish listed companies, regardless of the residence of the agents that intervene in the transactions, provided the market value of the capitalisation thereof is greater than €1 billion. The taxpayer will be the financial traders that transfer or execute the purchase order and must submit an annual tax return.

The list of Spanish companies with a market capitalisation exceeding €1 billion on 1 December of each year will be published on the Spanish tax authorities' website before 31 December each year. For the purposes of transactions closed during 2024, the Spanish tax authorities issued a list of entities whose market capitalisation exceeded €1 billion as of 1 December 2023, that will fall within the scope of the Spanish FTT.

Notwithstanding this, Notes should not be subject to this tax in accordance with the FTT Law. Prospective holders of the Notes are advised to seek their own professional advice in relation to the Spanish FTT.

## FATCA

Pursuant to certain provisions of the U.S. Internal Revenue Code of 1986, commonly known as FATCA, a "foreign financial institution" may be required to withhold on certain payments it makes ("*foreign passthru payments*") to persons that fail to meet certain certification, reporting, or related requirements. A number of jurisdictions (including Spain) have entered into, or have agreed in substance to, intergovernmental agreements with the United States to implement FATCA (**IGAs**), which modify the way in which FATCA applies in their jurisdictions. Under the provisions of IGAs as currently in effect, a foreign financial institution in an IGA jurisdiction would generally not be required to withhold under FATCA or an IGA from payments that it makes. Certain aspects of the application of the FATCA provisions and IGAs to instruments such as the Notes, including whether withholding would ever be required pursuant to FATCA or an IGA with respect to payments on instruments such as the Notes, are uncertain and may be subject to change. Even if withholding would be required pursuant to FATCA or an IGA with respect to payments on instruments such as the Notes, such withholding would not apply prior to the date that is two years after the date on which final regulations defining foreign passthru payments are published in the U.S. Federal Register. Moreover, any Notes with a final maturity of 183 days or less generally will not be subject to FATCA withholding. Holders should consult their own tax advisors regarding how these rules may apply to their investment in the Notes. In the event any withholding would be required pursuant to FATCA or an IGA with respect to payments on the Notes, no person will be required to pay additional amounts as a result of the withholding.

## Taxation in the Kingdom of Spain

*The following is a general description of certain Spanish tax considerations. The information provided below does not purport to be a complete summary of tax law and practice applicable in the Kingdom of Spain as at the date of this Information Memorandum and is subject to any changes in law and the interpretation and application thereof, which could be made with retroactive effect.*

### Introduction

This information has been prepared in accordance with the following Spanish tax legislation in force at the date of this Information Memorandum:

- (a) of general application, Additional Provision One of Law 10/2014, and RD 1065/2007, as amended;
- (b) for individuals with tax residency in Spain who are personal income tax (**Personal Income Tax**) tax payers, Law 35/2006, of 28 November on Personal Income Tax and on the partial amendment of the Corporate Income Tax Law, Non Residents Income Tax Law and Wealth Tax Law, as amended, (the **Personal Income Tax Law**), and Royal Decree 439/2007, of 30 March, promulgating the Personal

Income Tax Regulations, as amended, along with Law 19/1991, of 6 June on Wealth Tax, as amended, and Law 29/1987, of 18 December on Inheritance and Gift Tax, as amended, and Law 38/2022, of 27 December, for the establishment of temporary levies on energy and on financial credit institutions and introducing a temporary solidarity tax on large fortunes, as amended;

- (c) for legal entities resident for tax purposes in Spain which are corporate income tax (**Corporate Income Tax**) taxpayers, Law 27/2014, of 27 November, of the Corporate Income Tax Law, as amended, and Royal Decree 634/2015, of 10 July promulgating the Corporate Income Tax Regulations (the **Corporate Income Tax Regulations**); and
- (d) for individuals and legal entities who are not resident for tax purposes in Spain and are non-resident income tax (**Non-Resident Income Tax**) taxpayers, Royal Legislative Decree 5/2004, of 5 March promulgating the Consolidated Text of the Non-Resident Income Tax Law, as amended, and Royal Decree 1776/2004, of 30 July, promulgating the Non-Resident Income Tax Regulations, as amended, (**Non-Resident Income Tax Regulations**), along with Law 19/1991, of 6 June on Wealth Tax, as amended and Law 29/1987, of 18 December, on Inheritance and Gift Tax, as amended, and Law 38/2022, of 27 December, for the establishment of temporary levies on energy and on financial credit institutions and introducing a temporary solidarity tax on large fortunes, as amended.

Whatever the nature and residence of the holder of a beneficial interest in the Notes (each, a **Beneficial Owner**), the acquisition and transfer of the Notes will be exempt from indirect taxes in Spain, in accordance with Article 338 of the Securities Market Law, approved by Law 6/2023, of 17 March, for example exempt from transfer tax and stamp duty, in accordance with the consolidated text of such tax promulgated by Royal Legislative Decree 1/1993, of 24 September, and exempt from value added tax, in accordance with Law 37/1992, of 28 December regulating such tax.

## 1. INDIVIDUALS WITH TAX RESIDENCY IN SPAIN

### 1.1 *Personal Income Tax (Impuesto sobre la Renta de las Personas Físicas)*

Personal Income Tax is levied on an annual basis on the worldwide income obtained by Spanish resident individuals, whatever its source and wherever the relevant payer is established. Accordingly, income obtained from the Notes will be taxed in Spain when obtained by individuals that are considered resident in Spain for tax purposes. The fact that a Spanish company pays interest under a Note will not lead an individual being considered tax-resident in Spain.

Both interest periodically received and income deriving from the transfer, redemption or repayment of the Notes obtained by individuals who are resident in Spain would constitute a return on investment obtained from the transfer of own capital to third parties in accordance with the provisions of Section 25.2 of the Personal Income Tax Law, and should be included in each investor's taxable savings and taxed at the tax rate applicable from time to time, currently at the rate of 19 per cent. for taxable income up to €6,000, 21 per cent. for taxable income between €6,000.01 to €50,000, 23 per cent. for taxable income between €50,000.01 and €200,000, 27 per cent. for taxable income between €200,000.01 and €300,000 and 28 per cent. for taxable income exceeding €300,000.00.

As a general rule, both types of income are subject to a withholding tax on account at the rate of 19 per cent. According to Section 44.5 of RD 1065/2007, the Issuer will make interest payments to individual holders who are resident for tax purposes in Spain without withholding **provided that** the relevant simplified reporting obligations imposed by Spanish tax legislation from time to time (currently under the regulations established by Royal Decree 1065/2007, of 27 July, as amended by Royal Decree 1145/2011, of 29 July), were complied with. If the Issuing and Paying Agent fails or for any reason is unable to deliver the required information in the manner indicated, the Issuer will withhold at the general rate applicable from time to time (currently 19 per cent.), and the Issuer will pay the relevant additional

amounts as will result in receipt by the holders of the Notes of such amounts as would have been received by them had no such withholding or deduction been required.

Notwithstanding the above, withholding tax at the applicable rate of 19 per cent. may have to be deducted by other entities (such as depositaries, institutions or financial entities) provided that such entities are resident for tax purposes in Spain or have a permanent establishment in Spanish territory.

In any event, individual holders may credit the withholding against their Personal Income Tax liability for the relevant fiscal year.

## Reporting Obligations

The Issuer will comply with the reporting obligations set forth in the Spanish tax laws with respect to beneficial owners of the Notes that are individuals resident in Spain for tax purposes.

### 1.2 *Wealth Tax (Impuesto sobre el Patrimonio) and Solidarity Tax (Impuesto Temporal de Solidaridad de las Grandes Fortunas)*

Individuals with tax residency in Spain are subject to Wealth Tax to the extent that their net worth exceeds €700,000 (subject to any exceptions provided under relevant legislation in an autonomous region (*Comunidad Autónoma*)). Therefore, they should take into account the value of the Notes which they hold as at 31 December in each year, the applicable rates ranging between 0.2 per cent. and 3.5 per cent. Although the final tax rates may vary depending on any applicable regional tax laws, and some reductions may apply.

In addition to the above, the so-called "Solidarity Tax" was approved in December 2022 and, although it was introduced as a two year direct wealth tax, in December 2023 it was extended indefinitely. In general terms, it applies, under certain conditions, to those residents in an autonomous region where the Wealth Tax is partial or fully exempt.

The rates of the "Solidarity Tax" are:

Taxable base up to (Euros)	Tax due (Euros)	Rest of taxable base (Euros)	Rate
0.00	0.00	3,000,000.00	0 per cent.
3,000,000.00	0.00	2,347,998.03	1.7 per cent.
5,347,998.03	39,915,97	5,347,998.03	2.1 per cent.
10,695,996.06	152,223,93	Any excess	3.5 per cent.

Note that the regulation lays down a minimum exempt amount of €700,000 which means that its effective impact, in general, will occur when the net wealth, not tax exempt, is greater than €3,700,000.

Note that this tax information is applicable in the Spanish common territory, without prejudice to the regional tax regimes of Concert and Economic Agreement in force, respectively, in the historical territories of the Basque Country and in the Foral Community of Navarra, or those other exceptional ones that may be applicable by the specific characteristics of the relevant investors. The Basque Country and Navarra have approved their own legislation in this regard.

Prospective investors are advised to seek their own professional advice in this regard.

### 1.3 ***Inheritance and Gift Tax (Impuesto sobre Sucesiones y Donaciones)***

Individuals with tax residency in Spain who acquire ownership or other rights over any Notes by inheritance, gift or legacy will be subject to Inheritance and Gift Tax in accordance with the applicable Spanish regional and State rules.

As at the date of this Information Memorandum, the applicable tax rates currently range between 7.65 per cent. and 34 per cent. Relevant factors applied (such as previous net wealth or family relationship among transferor and transferee) determine the final effective tax rate that range, as of the date of this Information Memorandum, between 0 per cent. and 81.6 per cent. although the final tax rate may vary depending on any applicable regional tax laws. Some tax benefits could reduce the effective tax rate.

## 2. **LEGAL ENTITIES WITH TAX RESIDENCY IN SPAIN**

### 2.1 ***Corporate Income Tax (Impuesto sobre Sociedades)***

Legal entities with tax residency in Spain are subject to Corporate Income Tax on a worldwide basis.

Payments of income deriving from the transfer, redemption or repayment of the Notes constitute a return on investments for tax purposes obtained from the transfer to third parties of own capital and would have to be included in profit and taxable income of legal entities with tax residency in Spain for Corporate Income Tax purposes in accordance with the rules for Corporate Income Tax and subject to the general rate of 25 per cent. However, this general rate will not be applicable to all Corporate Income Tax taxpayers and, for instance, it will not apply to banking institutions (which will be taxed at the rate of 30 per cent.). Special rates apply in respect of certain types of entities (such as qualifying collective investment institutions).

In accordance with Section 44.5 of RD 1065/2007, there is no obligation to withhold on interests payable to Spanish Corporate Income Tax taxpayers (which for the sake of clarity, include Spanish tax resident investment funds and Spanish tax resident pension funds). Consequently, the Issuer will not withhold on interest payments to Spanish Corporate Income Tax taxpayers **provided that** the relevant simplified reporting obligations imposed by Spanish tax legislation from time to time (currently under the regulations established by Royal Decree 1065/2007, of 27 July, as amended by Royal Decree 1145/2011, of 29 July), were complied with. If the Issuing and Paying Agent fails or for any reason is unable to deliver the required information in the manner indicated, the Issuer will withhold at the general rate applicable from time to time (currently 19 per cent.), and the Issuer will pay the relevant additional amounts as will result in receipt by the holders of the Notes of such amounts as would have been received by them had no such withholding or deduction been required.

Notwithstanding the above, payments of interest under the Notes may be subject to withholding tax at the applicable rate of 19 per cent. by other entities (such as depositaries, institutions or financial entities), as established by article 61 of Royal Decree 634/2015 (Regulation of the Spanish Corporate Income Tax).

Notwithstanding the above, amounts withheld, if any, may be credited by the relevant investors against its final Corporate Income Tax liability.

### **Reporting Obligations**

The Issuer will comply with the reporting obligations set forth in the Spanish tax laws with respect to beneficial owners of the Notes that are legal persons or entities resident in Spain for tax purposes.

2.2 **Wealth Tax (*Impuesto sobre el Patrimonio*) and Solidarity Tax (*Impuesto Temporal de Solidaridad de las Grandes Fortunas*)**

Spanish resident legal entities are neither subject to Wealth Tax nor to Solidarity Tax.

2.3 **Inheritance and Gift Tax (*Impuesto sobre Sucesiones y Donaciones*)**

Legal entities tax resident in Spain which acquire ownership or other rights over the Notes by inheritance, gift or legacy are not subject to Inheritance and Gift Tax and must include the market value of the Notes in their taxable income for Spanish Corporate Income Tax purposes.

3. **INDIVIDUALS AND LEGAL ENTITIES WITH NO TAX RESIDENCY IN SPAIN**

3.1 **Non-Resident Income Tax (*Impuesto sobre la Renta de No Residentes*)**

(a) *Non-Spanish resident investors acting through a permanent establishment in Spain*

Ownership of the Notes by investors who are not resident for tax purposes in Spain will not in itself create the existence of a permanent establishment in Spain.

If the Notes form part of the assets of a permanent establishment in Spain of a person or legal entity who is not resident in Spain for tax purposes, the tax rules applicable to income deriving from such Notes are the same as those for Spanish Corporate Income Tax taxpayers.

**Reporting Obligations**

The Issuer will comply with the reporting obligations set forth under Spanish tax laws with respect to beneficial owners of the Notes that are individuals or legal entities not resident in Spain for tax purposes and that act with respect to the Notes through a permanent establishment in Spain.

(b) *Non-Spanish resident investors not acting through a permanent establishment in Spain*

Payments of income deriving from the transfer, redemption or repayment of the Notes obtained by individuals or entities who have no tax residency in Spain, and which are Non-Resident Income Tax taxpayers with no permanent establishment in Spain, are exempt from such Non-Resident Income Tax on the same terms laid down for income from public debt provided that the relevant simplified reporting obligations imposed by Spanish tax legislation from time to time (currently under the regulations established by Royal Decree 1065/2007, of 27 July, as amended by Royal Decree 1145/2011, of 29 July), were complied with. If the Issuing and Paying Agent fails or for any reason is unable to deliver the required information in the manner indicated, the Issuer will withhold at the general rate applicable from time to time (currently 19 per cent.), and the Issuer will pay the relevant additional amounts as will result in receipt by the holders of the Notes of such amounts as would have been received by them had no such withholding or deduction been required.

**Reporting Obligations**

The Issuer will comply with the reporting obligations set forth under Spanish tax laws with respect to beneficial owners of the Notes that are individuals or legal entities not resident in Spain for tax purposes and that act with respect to the Notes through a permanent establishment in Spain.

### 3.2 **Wealth Tax (*Impuesto sobre el Patrimonio*) and Solidarity Tax (*Impuesto Temporal de Solidaridad de las Grandes Fortunas*)**

Individuals resident in a country with which Spain has entered into a double tax treaty in relation to the Wealth Tax would generally not be subject to such tax. Otherwise, non-Spanish resident individuals whose properties and rights located in Spain, or that can be exercised within the Spanish territory exceed €700,000 on the last day of any year would be subject to Wealth Tax, the applicable rates ranging between 0.2 per cent. and 3.5 per cent. Therefore such individuals should take into account the value of the Notes held as of 31 December in each year.

However, non-Spanish resident individual will be exempt from Wealth Tax in respect of the Notes which income is exempt from Non-Resident Income Tax described above.

Non-Spanish tax resident individuals may apply the rules approved by the autonomous region where the assets and rights with more value (i) are situated, (ii) can be exercised or (iii) must be fulfilled. As such, prospective investors should consult their tax advisers.

In addition to the above, the so-called "Solidarity Tax" was approved in December 2022 and, although it was introduced as a two year direct wealth tax, in December 2023, it was extended indefinitely. In general terms, it applies, under certain conditions, to those non-Spanish residents having properties or rights located in Spain, or that can be exercised within the Spanish territory. The amount payable for this tax could be reduced by the amount paid for Wealth Tax.

The rates of the "Solidarity Tax" are:

<b>Taxable base up to (Euros)</b>	<b>Tax due (Euros)</b>	<b>Rest of taxable base (Euros)</b>	<b>Rate</b>
0.00	0.00	3,000,000.00	0 per cent.
3,000,000.00	0.00	2,347,998.03	1.7 per cent.
5,347,998.03	39,915,97	5,347,998.03	2.1 per cent.
10,695,996.06	152,223,93	Any excess	3.5 per cent.

Notwithstanding the above, note that the regulation lays down a minimum exempt amount of €700,000 which means that its effective impact, in general, will occur when the value of the properties and rights located in Spain, or that can be exercised within the Spanish territory, of the non-Spanish residents not tax exempt, are greater than €3,700,000.

Note that this tax information is applicable in the Spanish common territory, without prejudice to the regional tax regimes of Concert and Economic Agreement in force, respectively, in the historical territories of the Basque Country and in the Foral Community of Navarra, or those other exceptional ones that may be applicable by the specific characteristics of the relevant investors. Please note that the Basque Country and Navarra have approved their own legislation in this regard.

Prospective investors are advised to seek their own professional advice in this regard.

Non-Spanish resident legal entities are neither subject to Wealth Tax nor to Solidarity Tax.

### 3.3 ***Inheritance and Gift Tax (Impuesto sobre Sucesiones y Donaciones)***

Individuals not tax resident in Spain who acquire ownership or other rights over the Notes by inheritance, gift or legacy, and who reside in a country with which Spain has entered into a double tax treaty in relation to Inheritance and Gift Tax will be subject to the relevant double tax treaty.

If the provisions of the foregoing paragraph do not apply, such individuals will be subject to Inheritance and Gift Tax in accordance with the Spanish legislation applicable in the relevant autonomous region (*Comunidad Autónoma*).

If no treaty for the avoidance of double taxation in relation to Inheritance and Gift Tax applies, applicable rates would range between 0 per cent. (full exemption) and 81.6 per cent., depending on relevant factors.

Generally, non-Spanish tax resident individuals are subject to the Spanish Inheritance and Gift Tax according to the rules set forth in the Spanish State level law. However, if the deceased or the done are not resident in Spain, the applicable rules will be those corresponding to the relevant Spanish autonomous regions where the assets and rights with more value are located. As such, prospective investors should consult their tax advisers.

Non-Spanish resident legal entities which acquire ownership or other rights over the Notes by inheritance, gift or legacy are not subject to Inheritance and Gift Tax. They will be subject to Non-Resident Income Tax. If the legal entity is resident in a country with which Spain has entered into a double tax treaty, the provisions of such treaty will apply. In general, double-tax treaties provide for the taxation of this type of income in the country of residence of the beneficiary.

## 4. **INFORMATION ABOUT THE NOTES IN CONNECTION WITH PAYMENTS**

The Issuer is currently required by Spanish law to report on certain information relating to the Notes. In accordance with Section 44 of RD 1065/2007, for that purpose, certain information with respect to the Notes must be submitted to the Issuer at the time of each payment.

Such information would be the following:

- (a) identification of the Notes;
- (b) income payment date (or refund if the Notes are issued at a discount or segregated);
- (c) total amount of income (or total amount to be refunded if the Notes are issued at a discount or segregated); and
- (d) total amount of the income corresponding to each clearing system located outside Spain.

In particular, the Issuing and Paying Agent must certify the information above about the Notes by means of a certificate the form of which is attached as **ANNEX I** of this Information Memorandum.

In light of the above, the Issuer and the Issuing and Paying Agent have arranged certain procedures to facilitate the collection of information concerning the Notes. If the procedures set out above are complied with, the Issuing and Paying Agent, on behalf of the Issuer, will pay the relevant amount to (or for the account of) the clearing systems without withholdings or deductions for or on account of Spanish taxes.

If, despite these procedures, the relevant information is not received by the Issuer, the Issuer may be required to withhold at the applicable rate of 19 per cent. from any payment in respect of the relevant Notes as to which the required information has not been provided. In that event the Issuer will pay such additional amounts as will result in receipt by the holders of the Notes of such amount as would have

been received by them had no such withholding been required. The Issuing and Paying Agent will pay the relevant amount to (or for the account of) the clearing systems.

The procedures for providing documentation referred to in this section are set out in detail in the amended and restated issuing and paying agency agreement dated 12 December 2024 (the **Issuing and Paying Agency Agreement**) which may be inspected during normal business hours at the specified office of the Issuing and Paying Agent. In particular, if the Issuing and Paying Agent does not act as common depositary, the procedures described in this section will be modified in the manner described in the Issuing and Paying Agency Agreement.

Regarding the interpretation of Royal Decree 1065/2007 and the new simplified information procedures please refer to "*Risk Factors - Risks relating to the Notes - Risks in Relation to Spanish Taxation*".

*Set out below is Annex I, sections in English have been translated from the original Spanish and such translations constitute direct and accurate translations of the Spanish language text. In the event of any discrepancy between the Spanish language version of the certificate contained in Annex I and the corresponding English translation, the Spanish tax authorities will give effect to the Spanish language version of the relevant certificate only.*

## ANNEX I

### **Anexo al Reglamento General de las actuaciones y los procedimientos de gestión e inspección tributaria y de desarrollo de las normas comunes de los procedimientos de aplicación de los tributos, aprobado por Real Decreto 1065/2007**

#### **Modelo de declaración a que se refieren los apartados 3, 4 y 5 del artículo 44 del Reglamento General de las actuaciones y los procedimientos de gestión e inspección tributaria y de desarrollo de las normas comunes de los procedimientos de aplicación de los tributos**

Annex to Royal Decree 1065/2007, of 27 July, approving the General Regulations of the tax inspection and management procedures and developing the common rules of the procedures to apply taxes

Declaration form referred to in paragraphs 3, 4 and 5 of Article 44 of the General Regulations of the tax inspection and management procedures and developing the common rules of the procedures to apply taxes

**Don (nombre), con número de identificación fiscal ( )<sup>(1)</sup>, en nombre y representación de (entidad declarante), con número de identificación fiscal ( )<sup>(1)</sup> y domicilio en ( ) en calidad de (marcar la letra que proceda):**

Mr. (name), with tax identification number ( )<sup>(1)</sup>, in the name and on behalf of (entity), with tax identification number ( )<sup>(1)</sup> and address in ( ) as (function – mark as applicable):

**(a) Entidad Gestora del Mercado de Deuda Pública en Anotaciones.**

(a) Management Entity of the Public Debt Market in book entry form.

**(b) Entidad que gestiona el sistema de compensación y liquidación de valores con sede en el extranjero.**

(b) Entity that manages the clearing and settlement system of securities resident in a foreign country.

**(c) Otras entidades que mantienen valores por cuenta de terceros en entidades de compensación y liquidación de valores domiciliadas en territorio español.**

(c) Other entities that hold securities on behalf of third parties within clearing and settlement systems domiciled in the Spanish territory.

**(d) Agente de pagos designado por el emisor.**

(d) Issuing and Paying Agent appointed by the issuer.

**Formula la siguiente declaración, de acuerdo con lo que consta en sus propios registros:**

Makes the following statement, according to its own records:

**1. En relación con los apartados 3 y 4 del artículo 44:**

1. In relation to paragraphs 3 and 4 of Article 44:

**1.1 Identificación de los valores .....**

1.1 Identification of the securities .....

**1.2 Fecha de pago de los rendimientos (o de reembolso si son valores emitidos al descuento o segregados)**

- 1.2 Income payment date (or refund if the securities are issued at discount or are segregated)
- 1.3 Importe total de los rendimientos (o importe total a reembolsar, en todo caso, si son valores emitidos al descuento o segregados) .....**
- 1.3 Total amount of income (or total amount to be refunded, in any case, if the securities are issued at discount or are segregated)
- 1.4 Importe de los rendimientos correspondiente a contribuyentes del Impuesto sobre la Renta de las Personas Físicas, excepto cupones segregados y principales segregados en cuyo reembolso intervenga una Entidad Gestora .....**
- 1.4 Amount of income corresponding to Personal Income Tax taxpayers, except segregated coupons and segregated principals for which reimbursement an intermediary entity is involved .....
- 1.5 Importe de los rendimientos que conforme al apartado 2 del artículo 44 debe abonarse por su importe íntegro (o importe total a reembolsar si son valores emitidos al descuento o segregados).**
- 1.5 Amount of income which according to paragraph 2 of Article 44 must be paid gross (or total amount to be refunded if the securities are issued at discount or are segregated).
- 2. En relación con el apartado 5 del artículo 44.**
2. In relation to paragraph 5 of Article 44.
- 2.1 Identificación de los valores .....**
- 2.1 Identification of the securities.....
- 2.2 Fecha de pago de los rendimientos (o de reembolso si son valores emitidos al descuento o segregados) .....**
- 2.2 Income payment date (or refund if the securities are issued at discount or are segregated) .....
- 2.3 Importe total de los rendimientos (o importe total a reembolsar si son valores emitidos al descuento o segregados) .....**
- 2.3 Total amount of income (or total amount to be refunded if the securities are issued at discount or are segregated)
- 2.4 Importe correspondiente a la entidad que gestiona el sistema de compensación y liquidación de valores con sede en el extranjero A.**
- 2.4 Amount corresponding to the entity that manages the clearing and settlement system of securities resident in a foreign country A.
- 2.5 Importe correspondiente a la entidad que gestiona el sistema de compensación y liquidación de valores con sede en el extranjero B.**
- 2.5 Amount corresponding to the entity that manages the clearing and settlement system of securities resident in a foreign country B.
- 2.6 Importe correspondiente a la entidad que el sistema de compensación y liquidación de valores con sede en el extranjero C.**

- 2.6 Amount corresponding to the entity that manages the clearing and settlement system of securities resident in a foreign country C.

**Lo que declaro en.....a ... de.....de ...**

I declare the above in ..... on the ... of ..... of ...

<sup>(1)</sup> **En caso de personas, físicas o jurídicas, no residentes sin establecimiento permanente se hará constar el número o código de identificación que corresponda de conformidad con su país de residencia.**

<sup>(1)</sup> In case of non-residents (individuals or corporations) without permanent establishment in Spain it shall be included the number or identification code which corresponds according to their country of residence.

## SUBSCRIPTION AND SALE

### 1. General

Each Dealer has represented and agreed, and each further Dealer appointed under the Programme will be required to represent and agree, that it will observe all applicable laws and regulations in any jurisdiction in which it may offer, sell, or deliver Notes and it will not directly or indirectly offer, sell, resell, re-offer or deliver Notes or distribute the Information Memorandum, circular, advertisement or other offering material in any country or jurisdiction except under circumstances that will result, to the best of its knowledge and belief, in compliance with all applicable laws and regulations.

### 2. United States of America

The Notes have not been and will not be registered under the Securities Act and may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons.

Each Dealer has represented and agreed, and each further Dealer appointed under the Programme will be required to represent and agree, that it has not offered and sold, and will not offer and sell, Notes (i) as part of their distribution at any time and (ii) otherwise until 40 days after the completion of the distribution of the Notes comprising the relevant tranche, only in accordance with Rule 903 of Regulation S. Accordingly, each Dealer has represented and agreed, and each further Dealer appointed under the Programme will be required to represent and agree, that neither it, nor its affiliates nor any person acting on its or their behalf has engaged or will engage in any directed selling efforts with respect to the Notes, and that it and they have complied and will comply with the offering restrictions requirement of Regulation S. Each Dealer has also agreed, and each further Dealer appointed under the Programme will be required to agree, that, at or prior to confirmation of sale of Notes, it will have sent to each distributor, dealer or person receiving a selling commission, fee or other remuneration that purchases Notes from it a confirmation or notice to substantially the following effect:

"The Securities covered hereby have not been registered under the U.S. Securities Act of 1933, as amended (the **Securities Act**), and may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons (i) as part of their distribution at any time or (ii) otherwise until 40 days after the completion of the distribution of the Securities, and except in either case in accordance with Regulation S under the Securities Act. Terms used above have the meanings given to them by Regulation S."

In addition, until 40 days after the commencement of the offering, an offer or sale of Notes within the United States by any dealer (whether or not participating in the offering) may violate the registration requirements of the Securities Act.

Terms used in this section have the meanings given to them by Regulation S.

### 3. The United Kingdom

Each Dealer has represented and agreed, and each further Dealer appointed under the Programme will be required to represent and agree to the Issuer, that:

(a)

- (i) it is a person whose ordinary activities involve it in acquiring, holding, managing or disposing of investments (as principal or agent) for the purposes of its business; and

- (ii) it has not offered or sold and will not offer or sell any Notes other than to persons whose ordinary activities involve them in acquiring, holding, managing or disposing of investments (as principal or agent) for the purposes of their businesses or who it is reasonable to expect will acquire, hold, manage or dispose of investments (as principal or agent) for the purposes of their businesses where the issue of the Notes would otherwise constitute a contravention of section 19 of the FSMA by the Issuer;
- (b) it has only communicated or caused to be communicated and will only communicate or cause to be communicated an invitation or inducement to engage in investment activity (within the meaning of section 21 of the FSMA) received by it in connection with the issue or sale of any Notes in circumstances in which section 21(1) of the FSMA does not apply to the Issuer; and
- (c) it has complied and will comply with all applicable provisions of the FSMA with respect to anything done by it in relation to such Notes in, from or otherwise involving the UK.

#### 4. **Japan**

The Notes have not been and will not be registered under the Financial Instruments and Exchange Act of Japan (Act No. 25 of 1948, as amended; the **FIEA**) and each Dealer has represented and agreed, and each further Dealer appointed under the Programme will be required to represent and agree, that it will not offer or sell any Notes, directly or indirectly, in Japan or to, or for the benefit of, any resident of Japan (as defined under Item 5, Paragraph 1, Article 6 of the Foreign Exchange and Foreign Trade Act (Act No. 228 of 1949, as amended)), or to others for re-offering or resale, directly or indirectly, in Japan or to, or for the benefit of, a resident of Japan except pursuant to an exemption from the registration requirements of, and otherwise in compliance with, the FIEA and any other applicable laws, regulations and ministerial guidelines of Japan.

#### 5. **Kingdom of Spain**

Each Dealer has represented and agreed, and each further Dealer appointed under the Programme will be required to represent and agree, that the Notes will not be offered, sold or distributed, nor will any subsequent resale of Notes be carried out in Spain, except in circumstances which do not require the registration of a prospectus in Spain or without complying with all legal and regulatory requirements under Spanish securities laws.

#### 6. **Republic of France**

Each Dealer has represented and agreed, and each further Dealer appointed under the Programme will be required to represent and agree, that it has not offered or sold and will not offer or sell, directly or indirectly, Notes to the public in France, and has not distributed or caused to be distributed and will not distribute or cause to be distributed to the public in France, the Information Memorandum, the relevant Final Terms or any other offering material relating to the Notes, except to qualified investors (*investisseurs qualifiés*) as defined in, and in accordance with, Article 2(e) of the Regulation (EU) 2017/1129 and Articles L.411-1 and L.411-2 of the French *Code monétaire et financier*. The Information Memorandum has not been submitted for clearance to the *Autorité des marchés financiers*.

## GENERAL INFORMATION

### 1. Clearing of the Notes

The Notes have been accepted for clearance through Euroclear and Clearstream, Luxembourg. The appropriate common code and International Securities Identification Number in relation to each issue of Notes and any other clearing system as shall have accepted the relevant Notes for clearance will be specified in the Final Terms relating thereto.

### 2. Admission to Listing and Trading

It is expected that Notes issued under the Programme may be admitted to the Official List and to trading on the regulated market of Euronext Dublin on or after 12 December 2024. The admission of the Notes to trading on the regulated market of Euronext Dublin will be expressed as a percentage of their principal amount. Any Notes intended to be admitted to the Official List and admitted to trading on the regulated market of Euronext Dublin will be so admitted to listing and trading upon submission to Euronext Dublin of the relevant Final Terms and any other information required by Euronext Dublin, subject in each case to the issue of the relevant Notes.

However, Notes may be issued pursuant to the Programme which will be admitted to listing, trading and or quotation by such other listing authority, stock exchange and/or quotation system as the Issuer and the relevant Dealer(s) may agree. No Notes may be issued pursuant to the Programme on an unlisted basis.

### 3. Significant Change

There has been no significant change in the financial or trading position of the Group since 30 June 2024.

### 4. Legal and Arbitration Proceedings

Except as disclosed in section "*Legal Proceedings*"

" and under the headings "*Risks Related to the Alpine Group*" and "*The Group is subject to litigation risks*" in the Risk Factors section, there are no pending or threatened governmental, legal or arbitration proceedings against or affecting the Issuer and/or the Group which may have, or have had during the 12 months prior to the date hereof, individually or in the aggregate, a significant effect on the financial position or profitability of the Issuer or the Group.

### 5. Independent Auditors

The consolidated financial statements of the Issuer for the years ended 31 December 2023 and 31 December 2022 have been audited by Ernst & Young, S.L., registered in the Official Registry of Auditors (*Registro Oficial de Auditores de Cuentas*) under number S0530. The registered office of Ernst & Young, S.L. is Raimundo Fernández Villaverde, 65 - 28003, Madrid, Spain.

### 6. LEI Code

The Legal Entity Identifier (LEI) Code of the Issuer is 95980020140005178328.

### 7. Material Contracts

There are no material contracts which could result in any member of the Group being under an obligation that is material to the Issuer's ability to meet its obligations to holders of Notes.

8. **Documents on Display**

Physical copies and, where appropriate, English translations of the following documents may be inspected during normal business hours at the office of the Issuing and Paying Agent for the life of this Information Memorandum:

- (a) the documents listed in the section "*Documents Incorporated by Reference*" above;
- (b) this Information Memorandum, together with any supplements thereto;
- (c) the Issuing and Paying Agency Agreement relating to the Notes;
- (d) the Programme Agreement;
- (e) the Deed of Covenant; and
- (f) the Issuer-ICSDs Agreement (which is entered into between the Issuer and Euroclear and/or Clearstream, Luxembourg with respect to the settlement in Euroclear and/or Clearstream, Luxembourg of Notes in New Global Note form).

## **ISSUER**

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## **LEGAL ADVISERS**

*To the Issuer as to English and Spanish law*

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