

**Audit Report on Financial Statements
issued by an Independent Auditor**

FCC AQUALIA, S.A.

Financial Statements and Director' Report
for the year ended
December 31, 2024



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AUDIT REPORT ON FINANCIAL STATEMENTS ISSUED BY AN INDEPENDENT AUDITOR

Translation of a report and financial statements originally issued in Spanish. In the event of discrepancy, the Spanish-language version prevails (See Note 25)

To the shareholders of FCC Aqualia, S.A.:

Opinion

We have audited the financial statements of FCC Aqualia, S.A. (the Company), which comprise the balance sheet as at December 31, 2024, the income statement, the statement of changes in equity, the cash flow statement, and the notes thereto for the year then ended.

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the equity and financial position of the Company as at December 31, 2024 and of its financial performance and its cash flows for the year then ended in accordance with the applicable regulatory framework for financial information in Spain (identified in Note 2 to the accompanying financial statements) and, specifically, the accounting principles and criteria contained therein.

Basis for opinion

We conducted our audit in accordance with prevailing audit regulations in Spain. Our responsibilities under those regulations are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

We are independent of the Company in accordance with the ethical requirements, including those related to independence, that are relevant to our audit of the financial statements in Spain as required by prevailing audit regulations. In this regard, we have not provided non-audit services nor have any situations or circumstances arisen that might have compromised our mandatory independence in a manner prohibited by the aforementioned requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Most relevant audit issues

Most relevant audit issues are those matters that, in our professional judgment, were the most significant assessed risks of material misstatements in our audit of the financial statements of the current period. These risks were addressed in the context of our audit of the financial statements as a whole, and in forming our audit opinion thereon, and we do not provide a separate opinion on these risks.

Recognition of unbilled accrued revenue from water supply contracts

Description One of the Company's main activities is the supply of water to its customers, the scheduled billing for this service is stipulated in each contract and based on readings of customer water consumption.

"Trade and other receivables" on the balance sheet as at December 31, 2024 includes 57.285 thousands of euros relating to unbilled revenue recognized as revenue from this service at the relevant reporting date.

Unbilled accrued revenue from supplied water is recognized and measured by estimating the volume of consumed water from the date of the last meter reading up to the reporting date, this requires that Company's Management make judgments and assumptions regarding these estimates.

Given the complexity of making the estimates to determine customer consumption referred to above, and due to the relevance of the amount unbilled recognized as revenue as at December 31, 2024, we determined this to be a most relevant audit issue.

The information related to the valuation policies and principal assumptions applied when determining the volumes of water consumed from the date of the last meter reading up to the reporting date, as well as disclosures related to the amounts pending to be billed, is provided in Notes 2.4, 4.10 and 10.1 of the accompanying financial statements.

Our response

In relation to this matter, our audit procedures included:

- ▶ Understanding the process designed by Company's Management to recognise unbilled accrued revenue from water supply, assessing the design and implementation of the relevant controls in place in that process, and verifying the operating effectiveness of those controls in collaboration with our information system specialists.
- ▶ Examination of the transactions carried out during the fiscal year by the Company, reviewing the correlation of revenues, accounts receivable and associated collections, as well as the performance of analytical procedures consisting of a review of the evolution of the gross margin throughout the year.
- ▶ Assessing the reasonableness of the unbilled revenue amounts recorded for a selected sample of contracts, considering trends observed in comparable prior years.
- ▶ Reviewing the disclosures made in the notes to the financial statements in conformity with the applicable regulatory financial reporting framework.

Other information: directors' report

Other information refers exclusively to the 2024 directors' report, the preparation of which is the responsibility of the Company's directors and is not an integral part of the financial statements.

Our audit opinion on the financial statements does not cover the directors' report. Our responsibility for the directors' report, in conformity with prevailing audit regulations in Spain, entails:

- a. Checking only that the non-financial statement has been provided as stipulated by applicable regulations and, if not, disclose this fact.
- b. Assessing and reporting on the consistency of the remaining information included in the directors' report with the financial statements, based on the knowledge of the entity obtained during the audit, in addition to evaluating and reporting on whether the content and presentation of this part of the directors' report are in conformity with applicable regulations. If, based on the work we have performed, we conclude that there are material misstatements, we are required to disclose this fact.

Based on the work performed, as described above, we have verified that the information referred to in paragraph a) above is provided as stipulated by applicable regulations and that the remaining information contained in the directors' report is consistent with that provided in the 2024 financial statements and its content and presentation are in conformity with applicable regulations.

Directors' responsibilities for the financial statements

The directors are responsible for the preparation of the accompanying financial statements so that they give a true and fair view of the equity, financial position and results of the Company, in accordance with the regulatory framework for financial information applicable to the Company in Spain, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with prevailing audit regulations in Spain will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with prevailing audit regulations in Spain, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ▶ Conclude on the appropriateness of the director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors of the Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

From the significant risks communicated with the Company's directors, we determine those that were of most significance in the audit of the financial statements of the current period and are therefore the most significant assessed risks.

We describe those risks in our auditor's report unless law or regulation precludes public disclosure about the matter.

ERNST & YOUNG, S.L.
(Registered in the Official Register of
Auditors under No. S0530)



Alfonso Balea López
(Registered in the Official Register of
Auditors under No. 20970)

March 7, 2025

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 2 and 25). In the event of a discrepancy, the Spanish language version prevails.

FCC Aqualia, S.A

ANNUAL ACCOUNTS AND DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2024

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 2 and 25). In the event of a discrepancy, the Spanish language version prevails.

ANNUAL ACCOUNTS

- Financial Statements

Balance Sheet

Profit and loss account

Statement of Changes in Equity

Statement of Cash Flows

- Memory

MANAGEMENT REPORT

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 2 and 25). In the event of a discrepancy, the Spanish language version prevails.



FCC Aqualia, S.A.

BALANCE SHEET AS AT 31 DECEMBER 2024 AND 2023

(Thousands of Euros)

ACTIVE	Notes from the Memory	Exercise 2024	Exercise 2023
NON-CURRENT ASSETS		2.447.532	2.300.941
Intangible assets	Note 5	423.351	455.394
Development		-	90
Concessions		402.879	426.176
Concession agreements financial activation		11.225	11.481
Goodwill		8.277	16.553
Other intangible assets		970	1.094
Tangible fixed assets	Note 6	101.606	81.204
Land and buildings		2.634	2.011
Technical installations and other tangible fixed assets		95.788	77.341
Fixed assets in progress and advances		3.184	1.852
Investments in group and associated companies long-term		1.830.271	1.667.942
Equity instruments	Note 7.1	856.683	773.780
Loans to companies	Note 7.2 and 8	973.588	894.162
Long-term financial investments	Note 8	84.351	85.759
Equity instruments		10.676	8.996
Loans to third parties		44.815	48.346
Other financial assets	Note 8.3	28.860	28.417
Deferred tax assets	Note 16	7.953	10.642
CURRENT ASSETS		716.934	819.679
Stocks		23.152	21.313
Commercial		2.428	3.000
Raw materials and other supplies		15.562	14.301
Advances to suppliers		5.162	4.012
Trade and other receivables		334.628	296.623
Customers for sales and services	Note 10.1	163.163	153.423
Customers, group companies and associates	Note 10.2	84.402	79.681
Staff		206	215
Sundry debtors		12.534	10.648
Current tax assets	Note 16	5	76
Other receivables from general government	Note 16	74.318	52.580
Short-term investments in group and associated companies	Note 9 and 8.3	157.170	354.278
Loans to companies	Note 9.1	149.417	347.367
Other financial assets	Note 8.3	7.753	6.911
Short-term financial investments	Note 9 and 8.3	21.187	19.804
Loans to third parties	Note 9.2	14.804	13.526
Other financial assets	Note 8.3	6.383	6.278
Short-term accruals		2.209	2.549
Cash and cash equivalents	Note 11	178.588	125.112
Treasury		178.588	125.112
TOTAL ASSETS		3.164.466	3.120.620

The accompanying Notes 1 to 24 are an integral part of the Financial Statements for the year 2024.

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FCC Aqualia, S.A.

BALANCE SHEET AS AT 31 DECEMBER 2024 AND 2023

(Thousands of Euros)

EQUITY AND LIABILITIES	Notes from the Memory	Exercise 2024	Exercise 2023
NET WORTH	Note 12	726.500	711.732
OWN FUNDS		703.950	703.401
Capital		145.000	145.000
Assessed capital		145.000	145.000
Share premium		79.481	79.481
Reservations	Note 12.3	482.267	455.504
Legal and statutory		29.000	29.000
Other reservations		453.267	426.504
Result for the year	Note 3	42.152	53.866
Interim dividend		(44.950)	(30.450)
ADJUSTMENTS FOR CHANGES IN VALUE	Note 12.4	4.932	3.808
GRANTS, DONATIONS AND LEGACIES	Note 13	17.618	4.523
Grants, donations and legacies received		17.618	4.523
NON-CURRENT LIABILITIES		1.920.787	1.922.002
Long-term provisions	Note 14	111.544	120.524
Long-term employee benefit obligations		41	106
Provisions for action on infrastructure		100.818	109.861
Other provisions		10.685	10.557
Long-term debts	Note 15	1.793.820	1.790.110
Bonds and other marketable securities		649.033	648.654
Amounts owed to credit institutions		1.097.721	1.096.112
Other financial liabilities		47.066	45.344
Long-term debt with group and associated companies		1	1.594
Deferred tax liabilities	Note 16	12.962	6.944
Long-term accruals	Note 17	2.460	2.830
CURRENT LIABILITIES		517.179	486.886
Short-term provisions	Note 14	8.579	9.042
Short-term debts	Note 15	18.963	25.424
Interest on bonds, debentures and other securities neg.		9.738	9.691
Amounts owed to credit institutions		882	1.346
Other financial liabilities		8.343	14.387
Current payables to group companies and associates	Note 15.3	152.919	144.255
Trade and other payables	Note 15	333.867	306.054
Suppliers		98.984	103.650
Suppliers, group companies and associates	Note 15.4	46.953	26.113
Sundry creditors		80.927	74.916
Staff		4.653	5.147
Current tax liabilities	Note 16	9.866	5.703
Other debts to public administrations	Note 16	84.023	80.649
Customer advances		8.461	9.876
Short-term accruals		2.851	2.111
TOTAL EQUITY AND LIABILITIES		3.164.	3.120.620

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FCC Aqualia, S.A.
PROFIT AND LOSS ACCOUNT FOR THE YEARS ENDED 31 DECEMBER 2007 AND 2008
ENDED 31 DECEMBER 2024 AND 2023
(Thousands of Euros)

	Notes from the Memory	Exercise 2024	Exercise 2023
CONTINUING OPERATIONS			
Net turnover	Note 19.1	935.900	921.321
Sales		935.900	921.321
Work carried out by the company for its assets		7.009	3.249
Procurement	Note 19.3	(366.318)	(358.976)
Consumption of goods		(111.081)	(103.449)
Consumption of raw materials and other consumables		(119.515)	(125.313)
Work carried out by other companies		(135.722)	(130.214)
Other operating income		54.689	43.729
Ancillary and other current revenues		18.432	15.254
Operating subsidies included in profit or loss for the year	Note 13	36.257	28.475
Staff costs		(257.011)	(250.009)
Wages, salaries and similar	Note 19.6	(184.920)	(182.105)
Social charges	Note 19.7	(68.412)	(63.891)
Provisions		(3.679)	(4.013)
Other operating expenses		(170.756)	(149.480)
External services	Note 19.4	(158.944)	(140.245)
Tributes		(5.004)	(3.594)
Losses, impairment and change in provisions for trading operations	Note 19.11	(2.135)	(2.653)
Other current administrative expenditure	Note 19.12	(4.673)	(2.988)
Depreciation of fixed assets	Notes 5 and 6	(82.914)	(73.586)
Allocation of grants for non-financial fixed assets and others	Note 13	821	790
Excess provisions		3.753	1.994
Impairment and gains/losses on disposal of fixed assets		(225)	(545)
Gains/losses on disposals and other		(225)	(545)
OPERATING RESULT		124.948	138.487
Financial income		7.171	4.883
Marketable securities and other financial instruments		7.171	4.883
- In third parties		7.171	4.883
Financial expenses	Note 19.8	(77.004)	(70.220)
Payable to group and associated companies	Notes 15 and 19.2	(1.733)	(689)
For debts owed to third parties	Note	(73.334)	(67.159)
For updating provisions	Note 14 and 19.8	(1.937)	(2.372)
Exchange rate differences	Note 19.9	4.578	(3.007)
Impairment and gain or loss on disposal of financial instruments	Note 19.10	49	1.100
Impairments and losses		49	1.100
FINANCIAL RESULT		(65.206)	(67.244)
PROFIT BEFORE TAX		59.742	71.243
Profit tax	Note 16	(17.590)	(17.377)
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS		42.152	53.866
RESULT FOR THE YEAR		42.152	53.866

The accompanying Notes 1 to 24 are an integral part of the Financial Statements for the year 2024.



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FCC Aqualia, S.A.

**RELATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023
(thousands of euros)**

**A) STATEMENT OF RECOGNISED REVENUE AND EXPENDITURE FOR THE YEARS ENDED 31 DECEMBER 2024
and 2023**

	Note from the report	2024
A) Profit and loss account result		42.152
Income and expenses recognised directly in equity		
For valuation of financial instruments	12	2.925
Financial assets at fair value		2.925
Grants, donations and legacies received	13	18.476
Tax effect		(5.110)
B) Total income and expenses recognised directly in equity		16.291
Transfers to the profit and loss account		
For valuation of financial instruments		(1.310)
Financial assets at fair value	12	(1.310)
Grants, donations and legacies received	13	(821)
Tax effect		59
C) Total transfers to the profit and loss account		(2.072)
TOTAL RECOGNISED INCOME AND EXPENDITURE (A + B + C)		56.371
	Note from the report	2023
A) Profit and loss account result		53.866
Income and expenses recognised directly in equity		
III. Grants, donations and legacies received	13	4.008
V. Tax effect		(1.159)
B) Total income and expenses recognised directly in equity		2.849
Transfers to the profit and loss account		
VI. For valuation of financial instruments		(1.170)
1. Financial assets at fair value		(1.170)
VIII. Grants, donations and legacies received	13	(790)
IX. Tax effect		112
C) Total transfers to the profit and loss account		(1.848)
TOTAL RECOGNISED INCOME AND EXPENDITURE (A + B + C)		54.867

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FCC Aqualia, S.A.
RELATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023
(THOUSANDS OF EUROS)

B) STATEMENT OF TOTAL CHANGES IN EQUITY FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023

	CAPITAL (Note 12)	ISSUANCE PREMIUM (Note 12)	RESERVES (Note 12)	RESULT FOR THE YEAR	INTERIM DIVIDEND	TOTAL OWN FUNDS	VALUE ADJUSTMENT S	SUBSIDIES (Note 13)	TOTAL
BALANCE AT 31 DECEMBER 2022	145.000	79.481	341.302	118.596	-	684.379	4.978	2.353	691.710
I.Total recognised income and expenditure	-	-	-	53.866	-	53.866	(1.170)	2.171	54.867
II. Transactions with partners or owners	-	-	-	-	(30.450)	(30.450)	-	-	(30.450)
(-) Dividend distribution	-	-	-	-	(30.450)	(30.450)	-	-	(30.450)
III. Implementation of the result	-	-	118.596	(118.596)	-	-	-	-	-
IV. Other changes in equity	-	-	(4.394)	-	-	(4.394)	-	-	(4.394)
BALANCE AT 31 DECEMBER 2023	145.000	79.481	455.504	53.866	(30.450)	703.401	3.808	4.523	711.732
I.Total recognised income and expenditure	-	-	-	42.152	-	42.152	1.124	13.095	56.371
II. Transactions with partners or owners	-	-	3.347	-	(44.950)	(41.603)	-	-	(41.603)
(-) Interim dividend distribution	-	-	-	-	(44.950)	(44.950)	-	-	(44.950)
(+) Business combination	-	-	3.347	-	-	3.347	-	-	3.347
III. Other changes in equity	-	-	23.416	(53.866)	30.450	-	-	-	-
(-) Implementation of the result	-	-	23.416	(53.866)	30.450	-	-	-	-
BALANCE AT 31 DECEMBER 2024	145.000	79.481	482.267	42.152	(44.950)	703.950	4.932	17.618	726.500

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FCC Aqualia, S.A.

STATEMENT OF CASH FLOWS FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023

(thousands of euros)	Note from the report	2024	2023
(A) CASH FLOWS FROM OPERATING ACTIVITIES OPERATING ACTIVITIES			
1. Profit for the year before tax		59.742	71.243
2. Adjustments to the result		75.965	74.654
a) Depreciation of fixed assets (+)	5 y 6	82.914	73.586
b) Valuation adjustments for impairment (+/-)		(3.500)	(1.929)
c) Change in provisions (+/-)		(2.304)	1.551
d) Imputation of subsidies (-)	13	(821)	(790)
e) Results from retirements and disposals of fixed assets (+/-)		389	507
f) Financial income and dividends (-)		(73.139)	(71.498)
g) Financial charges (+)	19.8	77.004	70.220
h) Exchange rate differences (+/-)	19.9	(4.578)	3.007
3. Changes in working capital		(16.366)	(57.153)
a) Inventories, Debtors other receivables and current assets (+/-)		(37.363)	(45.125)
b) Other current assets (+/-)		339	(61)
c) Creditors and other accounts payable (+/-)		23.628	(10.072)
d) Other current liabilities (+/-)		(2.600)	(1.332)
e) Other non-current assets and liabilities (+/-)		(370)	(563)
4. Other cash flows from operating activities		(20.939)	(13.148)
a) Interest payments (-)		(73.754)	(66.138)
b) Dividend receipts (+)		15.470	17.680
c) Interest receipts (+)		52.843	51.026
d) Income tax receipts (payments) (+/-)		(15.498)	(15.716)
5. Cash flows from operating activities (+/-1+/-2+/-3+/-4)		98.402	75.596
(B) CASH FLOWS FROM INVESTING ACTIVITIES INVESTING ACTIVITIES			
6. Payments for investments (-)		(290.695)	(174.867)
a) Group companies and associates		(188.568)	(84.735)
b) Intangible assets and tangible fixed assets		(81.281)	(71.938)
c) Other financial assets		(20.847)	(18.194)
(d) Other assets		-	-
7. Divestment proceeds (+)		264.136	37.790
a) Group companies and associates		241.027	15.301
b) Intangible assets and tangible fixed assets		131	63
c) Other financial assets		22.945	22.426
d) Other assets		33	-
8. Cash flows from investing activities (7-6)		(26.560)	(137.077)
(C) CASH FLOWS FROM FINANCING ACTIVITIES FINANCING ACTIVITIES			
9. Proceeds and payments for equity instruments		15.425	-
a) Grants and donations received		15.425	-
10. Receivables and payments for financial liability instruments		41.727	37.495
(a) Issue		45.783	43.267
1. Bonds and other negotiable securities (+)		379	369
2. Amounts owed to credit institutions (+)		1.609	282
3. Payable to group and associated companies (+)		39.182	39.034
4. Other debts (+)		4.613	3.582
(b) Repayment and amortisation of		(4.056)	(5.772)
1) Bonds and other marketable securities (-)		-	-
2) Amounts owed to credit institutions (-)		-	-
3) Payable to group and associated companies (-)		-	-
4) Other debts (-)		(4.056)	(5.772)
11. Payments for dividends and remuneration of other equity instruments		(75.400)	-
12. Cash flows from financing activities (+/-9+/-10-11)		(18.248)	37.495
(D) EFFECT OF EXCHANGE RATE CHANGES		(118)	(241)
(E) NET INCREASE IN CASH OR CASH EQUIVALENTS (+/-5+/-8+/-12+/-12+/-D)		53.477	(24.227)
Cash or cash equivalents at beginning of the year		125.112	149.339
Cash or cash equivalents at year end		178.588	125.112

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FCC AQUALIA, S.A.

Annual report for the year ended 31 December 2024

NOTE 1 ACTIVITY OF THE COMPANY

FCC Aqualia, S.A. (hereinafter the Company or FCC Aqualia) is a company incorporated in Spain in accordance with the Spanish Companies Act. It was incorporated in 1980 under the name Seragua, S.A. In July 2002 it adopted the corporate name Aqualia Gestión Integral del Agua, S.A. and on 2 April 2014 the agreement to change its corporate name to FCC Aqualia, S.A. was made public.

The Company's corporate purpose is to carry out the following activities, both in Spain and in any other country:

- The provision and performance of sanitation and cleaning services of all kinds for the treatment, recovery, disposal and purification of solid or liquid waste, drinking water supply or industrial process water, urban or industrial waste water and all kinds of related works and ancillary equipment.
- The manufacture, purchase and sale, assembly, supply, representation and distribution of machinery, vehicles and mechanical and electrical equipment and all the main or accessory apparatus necessary for the treatment and purification of waste and water, as well as the execution of all kinds of civil works related to the aforementioned activities, exploiting and marketing patents, models, trademarks and licences.
- The construction, installation, operation, maintenance, management, repair, purchase, sale and development, for its own account or for the account of others, of all kinds of stations, plants and equipment for the treatment, recovery or elimination of waste, and water purification and of all those installations whose purpose is the treatment thereof.
- The purchase and sale of treated, purified or potabilised water or any other kind of water.
- The formulation, performance and advice of all kinds of reports, studies and projects, as well as the provision and execution of all kinds of services related to the activities described above.
- The performance of any task of collaboration inherent to the collection management of any of the Public Administrations, which does not involve the exercise of authority or the custody of public funds, which was awarded to him/her by such Administrations.
- Supply, piping and distribution of any type of fuel gases, as well as regasification, liquefaction and storage activities. Performance, execution and maintenance of all types of works, infrastructures and facilities related to the aforementioned activities.

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- The execution and maintenance of all types of civil and building works and facilities of any kind, both public and private and on its own account and on behalf of third parties, including the operation of sports facilities, swimming pools, sports centres and leisure and recreation centres in general.
- Management of the complete water cycle; collection, transport, treatment and distribution of water, technical, administrative and computer work for customer management, meter reading, invoicing, bill collection management services, conservation and maintenance of water and sewerage networks, conservation and integral maintenance of water treatment plants, detection of leaks in networks, sanitisation, disinfection, disinsectisation and rat extermination, in buildings, premises, mountains and gardens, sewerage, water networks and water treatment plants, maintenance and repair of electrical and electronic equipment and installations, maintenance and repair of electrical and electronic equipment and installations, maintenance and repair of electrical and electronic equipment and installations, disinsectisation and rat extermination in buildings, premises, forests and gardens, sewerage, water networks and sewage treatment plants, maintenance and repair of electrical and electronic equipment and installations, maintenance and repair of plumbing equipment and installations, water and gas pipes, treatment and incineration of waste, sludge and urban waste and cleaning services in general.
- The performance of any activity related to the analysis and control of water, drinking and waste water in the Company's laboratories and facilities.

The Company may carry on all the aforementioned activities, either on its own or by participating in other companies, whether domestic or foreign, with the same or a similar object. Such participation shall include the subscription, purchase or acquisition, by any legally valid means, of commercial securities conferring an interest in the share capital or profits of such companies, as well as any form of association between companies. All activities for the exercise of which the law imposes special requirements that are not fulfilled by this company are excluded.

During 2018, Fomento de Construcciones y Contratas, S.A., until then the sole shareholder of FCC Aqualia, S.A., sold 49% of its share capital to Global Infracore Spain, S.L.U., owned by the investment fund IFM Global Infrastructure Fund, sold 49% of its share capital to Global Infracore Spain, S.L.U., owned by the investment fund IFM Global Infrastructure Fund, with the FCC Group retaining the majority of voting rights at the General Shareholders' Meeting and on the Board of Directors, and therefore control of FCC Aqualia, S.A. The FCC Group has also incorporated two companies (FCC TOPCO, S.a.r.l and its subsidiary FCC MIDCO, S.A.), having contributed to the latter 10% of the shares held by the FCC Group in FCC Aqualia, S.A., which are pledged as security for certain obligations assumed by FCC with respect to IFM under the shareholders' agreement signed by the latter in relation to its investee FCC Aqualia, S.A.

- a) The Temporary Joint Ventures in which FCC Aqualia participates carry out the same activity and are detailed below:

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○ **2024:**

DENOMINATION	PARTICIPATING PARTNERS	TAX AND LEGAL DOMICILE	COUNTRY	% PARTICIPATION	OPERATING FUND (thousands of euros)
UTE Abastecimiento Picadas Almoguera Supply Joint Venture	FCC Aqualia, S.A. - Barahona Obras Y Serv. S.L	C/ Federico Salmón, 13. Madrid	SPAIN	95%	-
UTE Aguas de Alcalá	FCC Aqualia, S.A. - Canal de Isabel II.	C/ Federico Salmón, 13. Madrid	SPAIN	50%	3
UTE Aguas del Doramas	FCC Aqualia, S.A. - Eicoh Explot. S.L. - E. Maspalomas, S.A.	C/ Bentago Semidán, 2. Gáldar (Gran Canaria)	SPAIN	50%	3
UTE Alcantarillado Alcoy	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	C/Balmes, 36. Barcelona	SPAIN	50%	8
UTE Alcantarillado Burgos	FCC Aqualia, S.A. - FCC, S.A.	C/ Fernando Dancausa S/N. Poligono industrial Gamonal-Villimar. Burgos	SPAIN	40%	-
UTE Alcantarillado Madrid Lot D	FCC Aqualia, S.A.	Camino Hormigueras 131.	SPAIN	99,99%	-
UTE Alkhorayef	FCC Aqualia, S.A. - Alkhorayef Water & Power	Al Riyadh C Al Yarmook C. Riyadh.	SAUDI ARABIA	51%	-
UTE Expansion Edam Granadilla	FCC Aqualia, S.A. - Satocán S.A.	Cobon ravine. Granadilla de Abona (Tenerife)	SPAIN	60%	-
UTE Expansion Idam Melilla	FCC Aqualia, S.A. - Arpo empresa constr.	Carretera de Aguadú S/N Melilla	SPAIN	50%	8
UTE Oviedo	FCC Aqualia, S.A. - Soc. Española de Aguas Filtradas, S.A.	Plaza América, 10. Oviedo (Asturias)	SPAIN	95%	6
Aqualia Riofabar Piloña Joint Venture	FCC Aqualia, S.A.	C/ Muñoz Degrain, 4-6. Oviedo (Asturias)	SPAIN	100%	6
UTE Badajoz East Zone	FCC Aqualia, S.A. - Sistema Automatismo Control, S.A.U.	C/ Rasero, 11. Zafra (Badajoz)	SPAIN	50%	3
UTE Badajoz Zona Oeste	FCC Aqualia, S.A. - Sistema Automatismo Control, S.A.U.	Avda. Martinez Barrio, 4. Sevilla	SPAIN	50%	3
Granadilla de Abona Sports Centre UTE	FCC Aqualia, S.A. - FCC, S.A.	C/ Federico Salmón, 13. Madrid	SPAIN	99%	-
UTE C.H. Talave II	FCC Aqualia, S.A. - Matinsa	Nelva, plta.7 Torre A Murcia	SPAIN	80%	5
UTE Copero Environmental Complex	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.- Heliopol S.A.U.	Avda. Padre García Tejero 9. Sevilla	SPAIN	34%	-
UTE Consorcio Louro	FCC Aqualia, S.A. - Civis Global, S.L.	C/Puerto Rico, 18-20. Vigo (Pontevedra)	SPAIN	99%	6
UTE Consorcio PTAR Arraiján	FCC Aqualia, S.A. - Aqualia Intech, S.A.	C/ Nicanor Obarrio 50, Edificio Torre Global Bank.	PANAMA	50%	-
UTE Costa Tropical	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nueva, 4. Motril (Granada)	SPAIN	51%	-
Ute Costa Tropical II	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nueva, 4. Motril (Granada)	SPAIN	51%	-
Ute Costa Tropical III	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nueva, 4. Motril (Granada)	SPAIN	51%	-
Aqualia Inima Joint Venture (Western Almeria sewage treatment)	FCC Aqualia, S.A. - Inima, S.A.	C/ Rez. de Arellano, 15 Madrid	SPAIN	75%	7
UTE Depuracion San Roque	FCC Aqualia, S.A. - FCC Construcción, S.A. - Heliopol S.A.U.	Avenida Kansas city, 9 Sevilla	SPAIN	30%	6
UTE Depuradoras Lot 1	FCC Aqualia, S.A. - Barahona Obras y Servicios, S.L.	C/ Federico Salmón, 13. Madrid	SPAIN	95%	-
UTE EDAM Santa Eulalia	FCC Aqualia, S.A. - Aqualia Intech, S.A.	C/ Gral. Ramírez de Madrid, 8. Madrid.	SPAIN	99%	3
UTE EDAR A Guarda 2013	FCC Aqualia, S.A. - Depuración,Mantenimiento e Instalaciones, S.L.	C/Puerto Rico, 18-20. Vigo (Pontevedra)	SPAIN	50%	3
UTE EDAR A Guarda 2022	FCC Aqualia, S.A. - Depuración,Mantenimiento e Instalaciones, S.L.	Carretera Madrid 221. Vigo (Pontevedra)	SPAIN	50%	3
UTE EDAR Albuñol	FCC Aqualia, S.A. - FCC Construcción, S.A.	C/Hilera, 10. Albuñol. Granada.	SPAIN	50%	3
UTE Edar Galindo	FCC Aqualia, S.A. - Ansareo obras Constr. Y conserv S.A. - Altuna y Uría, S.A.	Pseo. Campo Volantin, 24-5-DP3. Bilbao.	SPAIN	50%	-
UTE EDAR La Ranilla	FCC Aqualia, S.A. - Aqualia Intech, S.A.	C/Balmes, 36. Barcelona	SPAIN	75%	9
UTE Estaciones Perales	FCC Aqualia, S.A. - Aqualia Intech, S.A.	Camino Hormigueras 131.	SPAIN	80%	-
UTE Fuentes de Cádiz	FCC Aqualia - FCC S.A.- FCC M.A.	Ana de Viya 3, Cádiz	SPAIN	50%	8

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DENOMINATION	PARTICIPATING PARTNERS	TAX AND LEGAL DOMICILE	COUNTRY	% PARTICIPATION	OPERATING FUND (thousands of euros)
UTE Garrucha	FCC Aqualia - FCC S.A.- Talleres y Gruas González S.L.	C/ González Garbin 32. Almería	SPAIN	85%	-
UTE Gestión Cangas	FCC Aqualia, S.A. - Civis Global, S.L.	C/ Puerto Rico, 18-20. Vigo (Pontevedra)	SPAIN	70%	4
UTE Groupement Solidaire Jerba	FCC Aqualia, S.A. - Aqualia Intech, S.A. - Inima	C/ Federico Salmón, 13. Madrid	TUNISIA	20%	1
Guadiana Pueblonuevo Joint Venture	FCC Aqualia, S.A. -OPS INFR Y SERV HIDR	Pza. de España 13, Badajoz	SPAIN	51%	-
UTE HIDC-HIDR-INV. do centr. ACE	FCC Aqualia, S.A. - Lena Ambiente-Gestao de Resíduos, S.A.	Urb. Dos Plátanos-lote 2D-loja B F.de Alferrade - Concelho de Abrantes.	PORTUGAL	50%	-
UTE Ibiza	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Berlín, 38-48. Barcelona	SPAIN	50%	2
UTE Idam Ibiza	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	2
UTE Idam Janubio	FCC Aqualia, S.A. - Aqualia Intech, S.A.	C/Hermano Pedro, 15, Adeje (Santa Cruz de Tenerife).	SPAIN	99%	-
Ute IDAM Santa Eulalia	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	3
Ute IDAM Santa Eulalia II	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	3
Ute IDAM Santa Eulalia III	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	3
UTE Idam Santa Eulalia IV	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	-
Idam Santa Eulalia - Sant Antoni joint venture	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	2
UTE Lot 1 Sanea Plan	FCC Aqualia, S.A. - FCC Construcción, S.A.	Camino Hormigueras 131.	SPAIN	60%	-
UTE Louro	FCC Aqualia, S.A. - Movex Vial, S.L.	C/ Puerto Rico, 18-20. Vigo (Pontevedra)	SPAIN	65%	4
Mancomunidad de Órbigo Joint Venture	FCC Aqualia, S.A. - FCC, S.A.	C/ Federico Salmón, 13. Madrid	SPAIN	99%	-
UTE Improvements San Isidro Park	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	Camino Hormigueras 131.	SPAIN	1%	0,06
UTE Works Edar Argamasilla De Calatrava	FCC Aqualia, S.A. - Barahona Obras Y Serv. S.L	C/ Federico Salmón, 13. Madrid	SPAIN	70%	-
El Endrinal Wastewater Treatment Works Joint Venture	FCC Aqualia, S.A. - FCC Construcción, S.A.	Av. Camino de Santiago 40, Madrid	SPAIN	33,33%	-
UTE OYM Cap Djinet	FCC Aqualia, S.A. - Inima, S.A.	C/ Ulises, 18. Madrid	ALGERIA	50%	3
UTE OYM Mostaganem	FCC Aqualia, S.A. - Inima, S.A.	C/ Gobelás, 35-37. Madrid	ALGERIA	50%	3
UTE Qatar	FCC Aqualia, S.A. - GEC Contracting Serv-Power Water Energy Tech	Off 723 7th. Floor Gatemall, Tower2. Doha.	QATAR	51%	-
UTE Redondela	FCC Aqualia, S.A. - FCC, S.A.	C/ Doctor Esquerdo, 59.	SPAIN	99,99%	6
UTE Pipe Renovation Lot 7	FCC Aqualia, S.A. - FCC Construcción, S.A.	Camino Hormigueras 131.	SPAIN	60%	-
UTE Reparaciones Lot 9	FCC Aqualia, S.A.	Camino Hormigueras 131.	SPAIN	100%	-
UTE Saneamiento EMASA	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	C/Cortes de la Frontera. Málaga	SPAIN	50%	3
UTE Vigo	FCC Aqualia, S.A. - FCC, S.A.	C/ Federico Salmón, 13. Madrid	SPAIN	99,99%	28.978
UTE Sevilla Territorial Areas	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	C/ Gramil, 27. Sevilla	SPAIN	50%	3
UTE Sollano Zalla	FCC Aqualia, S.A. - Ansareo Servicios Integrales	Pº Campo Volantín, 24. Bilbao	SPAIN	50%	-
UTE Tic Lillo	FCC Aqualia, S.A. - FCC Industrial e Infr. Energ., S.A.U.	C/ Federico Salmón, 13. Madrid	SPAIN	99%	-
UTE TSE Riyadh	FCC Aqualia, S.A. - Alkhorayef Water & Power	Al Riyadh - Assahafah - Al Imam Saud Bin Faisal Road. Riyadh.	SAUDI ARABIA	51%	-
UTE Ussa A 17	FCC Aqualia, S.A. - Iragaz Watin, S.A.	Pº Campo Volantín, 24-5-3 Bilbao	SPAIN	100%	4
UTE Zafra	FCC Aqualia, S.A. - Magenta, S.A.U.	Avda. Americo Vespucio, 5. Sevilla	SPAIN	65%	2

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DENOMINATION	PARTICIPATING PARTNERS	TAX AND LEGAL DOMICILE	COUNTRY	% PARTICIPATION	OPERATING FUND (thousands of euros)
UTE Zaragoza Sewerage	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	Ctra. Castellón, KM. 2,7. Zaragoza	SPAIN	50%	-

○ **2023:**

TITLE	PARTICIPATING PARTNERS	TAX AND LEGAL DOMICILE	COUNTRY	% PARTICIPATION	OPERATING FUND (thousands of euros)
UTE Abastecimiento Picadas Almoguera Supply Joint Venture	FCC Aqualia, S.A. - Barahona Obras Y Serv. S.L	C/ Federico Salmón, 13. Madrid	SPAIN	95%	-
UTE Aguas de Alcalá	FCC Aqualia, S.A. - Canal de Isabel II.	C/ Federico Salmón, 13. Madrid	SPAIN	50%	3
UTE Aguas del Doramás	FCC Aqualia, S.A. - Eicoh Explot. S.L. - E. Maspalomas, S.A.	C/ Bentago Semidán, 2. Gáldar (Gran Canaria)	SPAIN	50%	3
UTE Alcantarillado Alcoy	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	C/Balmes, 36. Barcelona	SPAIN	50%	8
UTE Alcantarillado Burgos	FCC Aqualia, S.A. - FCC, S.A.	C/ Fernando Dancausa S/N. Poligono industrial Gamonal-Villimar. Burgos	SPAIN	40%	-
UTE Alcantarillado Madrid Lot D	FCC Aqualia, S.A.	Camino Hormigueras 131.	SPAIN	99,99%	-
UTE Alkhorayef	FCC Aqualia, S.A. - Alkhorayef Water & Power	Al Riyadh C Al Yarmook C. Riyadh.	SAUDI ARABIA	51%	-
UTE Expansion Edam Granadilla	FCC Aqualia, S.A. - Satocán S.A.	Cobon ravine. Granadilla de Abona (Tenerife)	SPAIN	60%	-
UTE Expansion Idam Melilla	FCC Aqualia, S.A. - Arpo empresa constr.	Carretera de Aguadú S/N Melilla	SPAIN	50%	8
UTE Oviedo	FCC Aqualia, S.A. - Soc. Española de Aguas Filtradas, S.A.	Plaza América, 10. Oviedo (Asturias)	SPAIN	95%	6
Aqualia Riofabar Piloña Joint Venture	FCC Aqualia, S.A.	C/ Muñoz Degrain, 4-6. Oviedo (Asturias)	SPAIN	100%	6
UTE Badajoz East Zone	FCC Aqualia, S.A. - Sistema Automatismo Control, S.A.U.	C/ Rasero, 11. Zafra (Badajoz)	SPAIN	50%	3
UTE Badajoz Zona Oeste	FCC Aqualia, S.A. - Sistema Automatismo Control, S.A.U.	Avda. Martinez Barrio, 4. Sevilla	SPAIN	50%	3
Granadilla de Abona Sports Centre UTE	FCC Aqualia, S.A. - FCC, S.A.	C/ Federico Salmón, 13. Madrid	SPAIN	99%	-
UTE C.H. Talave II	FCC Aqualia, S.A. - Matinsa	Nelva, plta.7 Torre A Murcia	SPAIN	80%	5
UTE Copero Environmental Complex	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.- Heliopol S.A.U.	Avda. Padre García Tejero 9. Sevilla	SPAIN	34%	-
UTE Consorcio Louro	FCC Aqualia, S.A. - Civis Global, S.L.	C/Puerto Rico, 18-20. Vigo (Pontevedra)	SPAIN	99%	6
UTE Consorcio PTAR Arraiján	FCC Aqualia, S.A. - Aqualia Intech, S.A.	C/ Nicanor Obarrio 50, Edificio Torre Global Bank.	PANAMA	50%	-
UTE Costa Tropical	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nueva, 4. Motril (Granada)	SPAIN	51%	-
Ute Costa Tropical II	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nueva, 4. Motril (Granada)	SPAIN	51%	-
Ute Costa Tropical III	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nueva, 4. Motril (Granada)	SPAIN	51%	-
Aqualia Inima Joint Venture (Western Almeria Wastewater Treatment)	FCC Aqualia, S.A. - Inima, S.A.	C/ Rrez. de Arellano, 15 Madrid	SPAIN	75%	7
UTE Depuracion San Roque	FCC Aqualia, S.A. - FCC Construcción, S.A. - Heliopol S.A.U.	Avenida Kansas city, 9 Sevilla	SPAIN	30%	6
UTE Depuradoras Lot 1	FCC Aqualia, S.A. - Barahona Obras y Servicios, S.L.	C/ Federico Salmón, 13. Madrid	SPAIN	95%	-
UTE EDAM Santa Eulalia	FCC Aqualia, S.A. - Aqualia Intech, S.A.	C/ Gral. Ramírez de Madrid, 8. Madrid.	SPAIN	99%	3
UTE EDAR A Guarda 2013	FCC Aqualia, S.A. - Depuración,Mantenimiento e Instalaciones, S.L.	C/Puerto Rico, 18-20. Vigo (Pontevedra)	SPAIN	50%	3
UTE EDAR A Guarda 2022	FCC Aqualia, S.A. - Depuración,Mantenimiento e Instalaciones, S.L.	Carretera Madrid 221. Vigo (Pontevedra)	SPAIN	50%	3

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TITLE	PARTICIPATING PARTNERS	TAX AND LEGAL DOMICILE	COUNTRY	% PARTICIPATION	OPERATING FUND (thousands of euros)
UTE EDAR Albuñol	FCC Aqualia, S.A. - FCC Construcción, S.A.	C/Hilera, 10. Albuñol. Granada.	SPAIN	50%	3
UTE Edar Galindo	FCC Aqualia, S.A. - Ansareo obras Constr. Y conserv S.A. - Altuna y Uría, S.A.	Pseo. Campo Volantin, 24-5-DP3. Bilbao.	SPAIN	50%	-
UTE EDAR La Ranilla	FCC Aqualia, S.A. - Aqualia Intech, S.A.	C/Balmes, 36. Barcelona	SPAIN	75%	9
UTE Estaciones Perales	FCC Aqualia, S.A. - Aqualia Intech, S.A.	Camino Hormigueras 131.	SPAIN	80%	-
UTE Fuentes de Cádiz	FCC Aqualia - FCC S.A. - FCC M.A.	Ana de Viya 3, Cádiz	SPAIN	50%	8
UTE Garrucha	FCC Aqualia - FCC S.A. - Talleres y Gruas González S.L.	C/ González Garbin 32. Almería	SPAIN	85%	-
UTE Gestión Cangas	FCC Aqualia, S.A. - Civis Global, S.L.	C/ Puerto Rico, 18-20. Vigo (Pontevedra)	SPAIN	70%	4
UTE Groupement Solidaire Jerba	FCC Aqualia, S.A. - Aqualia Intech, S.A. - Inima	C/ Federico Salmón, 13. Madrid	TUNISIA	20%	1
Guadiana Pueblonuevo Joint Venture	FCC Aqualia, S.A. -OPS INFR Y SERV HIDR	Pza. de España 13, Badajoz	SPAIN	51%	-
UTE HIDC-HIDR-INV. do centr. ACE	FCC Aqualia, S.A. - Lena Ambiente-Gestao de Resíduos, S.A.	Urb. Dos Plátanos-lote 2D-loja B F.de Alferrarede - Concelho de Abrantes.	PORTUGAL	50%	-
UTE Ibiza	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Berlín, 38-48. Barcelona	SPAIN	50%	2
UTE Idam Janubio	FCC Aqualia, S.A. - Aqualia Intech, S.A.	C/Hermano Pedro, 15, Adeje (Santa Cruz de Tenerife).	SPAIN	99%	-
Ute IDAM Santa Eulalia	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	3
Ute IDAM Santa Eulalia II	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	3
Ute IDAM Santa Eulalia III	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	3
UTE Idam Santa Eulalia Iv	FCC Aqualia, S.A. - Acciona Agua, S.A.	C/ Nápoles S/N. Santa Eulalia. I. Balearic Islands.	SPAIN	50%	-
UTE Lot 1 Sanea Plan	FCC Aqualia, S.A. - FCC Construcción, S.A.	Camino Hormigueras 131.	SPAIN	60%	-
UTE Louro	FCC Aqualia, S.A. - Movex Vial, S.L.	C/ Puerto Rico, 18-20. Vigo (Pontevedra)	SPAIN	65%	4
Mancomunidad de Órbigo Joint Venture	FCC Aqualia, S.A. - FCC, S.A.	C/ Federico Salmón, 13. Madrid	SPAIN	99%	-
UTE Improvements San Isidro Park	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	Camino Hormigueras 131.	SPAIN	1%	0,06
UTE Obra Edar Argamasilla De Calatrava	FCC Aqualia, S.A. - Barahona Obras Y Serv. S.L	C/ Federico Salmón, 13. Madrid	SPAIN	70%	-
El Endrinal Wastewater Treatment Works Joint Venture	FCC Aqualia, S.A. - FCC Construcción, S.A.	Av. Camino de Santiago 40, Madrid	SPAIN	33,33%	-
UTE OYM Cap Djinet	FCC Aqualia, S.A. - Inima, S.A.	C/ Ulises, 18. Madrid	ALGERIA	50%	3
UTE OYM Mostaganem	FCC Aqualia, S.A. - Inima, S.A.	C/ Gobel, 35-37. Madrid	ALGERIA	50%	3
UTE Qatar	FCC Aqualia, S.A. - GEC Contracting Serv-Power Water Energy Tech	Off 723 7th. Floor Gatemall, Tower2. Doha.	QATAR	51%	-
UTE Redondela	FCC Aqualia, S.A. - FCC, S.A.	C/ Doctor Esquerdo, 59.	SPAIN	99,99%	6
UTE Pipe Renovation Lot 7	FCC Aqualia, S.A. - FCC Construcción, S.A.	Camino Hormigueras 131.	SPAIN	60%	-
UTE Reparaciones Lot 9	FCC Aqualia, S.A.	Camino Hormigueras 131.	SPAIN	100%	-
UTE Saneamiento EMASA	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	C/Cortes de la Frontera. Málaga	SPAIN	50%	3
UTE Vigo	FCC Aqualia, S.A. - FCC, S.A.	C/ Federico Salmón, 13. Madrid	SPAIN	99,99%	28.978
UTE Sevilla Territorial Areas	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	C/ Gramil, 27. Sevilla	SPAIN	50%	3
UTE Sollano Zalla	FCC Aqualia, S.A. - Ansareo Servicios Integrales	Pº Campo Volantín, 24. Bilbao	SPAIN	50%	-
UTE Tic Lillo	FCC Aqualia, S.A. - FCC Industrial e Infr. Energ., S.A.U.	C/ Federico Salmón, 13. Madrid	SPAIN	99%	-

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TITLE	PARTICIPATING PARTNERS	TAX AND LEGAL DOMICILE	COUNTRY	% PARTICIPATION	OPERATING FUND (thousands of euros)
UTE TSE Riyadh	FCC Aqualia, S.A. - Alkhorayef Water & Power	Al Riyadh - Assahafah - Al Imam Saud Bin Faisal Road. Riyadh.	SAUDI ARABIA	51%	-
UTE Ussa A 17	FCC Aqualia, S.A. - Iragaz Watin, S.A.	Pº Campo Volantín, 24-5-3 Bilbao	SPAIN	100%	4
UTE Zafra	FCC Aqualia, S.A. - Magenta, S.A.U.	Avda. Americo Vespucio, 5. Sevilla	SPAIN	65%	2
UTE Zaragoza Sewerage	FCC Aqualia, S.A. - FCC Medio Ambiente S.A.	Ctra. Castellón, KM. 2,7. Zaragoza	SPAIN	50%	-

b) The Company also participates in Economic Interest Groupings (EIGs), details of which are set out below:

- A.I.E. Gestión de Servicios Hidráulicos de Ciudad Real. It participates in the share capital of the company that supplies drinking water to several municipalities in the province of Ciudad Real. Its most relevant data are:

Address: C/ Ramirez de Arellano, 15. Madrid.
Participants: FCC Aqualia, S.A. 75,00 %
Acciona Agua, S.A. 25,00 %

- A.I.E. Costa Tropical de Granada. Its main activity is the construction and operation of drinking water treatment and purification facilities, as well as the supply of drinking water to the municipalities that make up the Mancomunidad de la Costa Tropical de Granada.

Address: Plaza de la Aurora, s/n. Motril (Granada).
Participants: FCC Aqualia, S.A. 51,00 %
Acciona Agua, S.A. 49,00 %

c) FCC Aqualia also has interests in companies whose corporate purpose and activities are similar to its own. Details of Group companies and associates are provided in Note 7

The Company voluntarily prepares consolidated financial statements and management report as the parent company of the group of subsidiaries listed in these notes to the consolidated financial statements in accordance with the provisions of article 42.6 of the Spanish Commercial Code. It does so despite being exempt from the obligation to do so in accordance with the applicable legislation, articles 43 of the Commercial Code and 7 of the Rules for the Preparation of Consolidated Financial Statements of Royal Decree 1159/2010 of 17 September, as it is a subsidiary of the FCC Group whose parent company is Fomento de Construcciones y Contratas, S.A. with registered office at c/Balmes, 36, Barcelona 08007, Spain and whose shares are admitted to official trading on the four Spanish Stock Exchanges (Madrid, Barcelona, Bilbao and Valencia). The annual accounts and consolidated management report of Fomento de Construcciones y Contratas, S.A. are filed with the Mercantile Registry of Barcelona.

The consolidated annual accounts of the Company have been prepared in accordance with International

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Financial Reporting Standards (EU-IFRS) established by Regulation (EC) No. 1606/2002 of the European Parliament and of the Board of 19 July 2002, as well as all provisions and interpretations implementing it. The consolidated annual accounts of the Company for the financial year 2024 have been prepared by the directors and will also be submitted for approval by the shareholders at the Annual General Meeting, and it is expected that they will be approved without any changes.

The consolidated annual accounts of the Company prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union show a volume of assets of Euros 4,427,038 thousand (Euros 4,267,463 thousand at 31 December 2023) and Equity attributable to shareholders of the Company of Euros 934,004 thousand (Euros 867,066 thousand at 31 December 2023). In addition, consolidated sales and attributable profit amount to Euros 1,674,657 thousand and Euros 112,702 thousand, respectively (Euros 1,487,402 thousand and Euros 110,720 thousand at 31 December 2023).

NOTE 2. BASIS OF PRESENTATION OF THE ANNUAL ACCOUNTS

2.1. Financial reporting regulatory framework applicable to the Company

These financial statements have been prepared by the Directors in accordance with the regulatory financial reporting framework applicable to the Company, which is set out in:

- The Commercial Code and other commercial legislation.
- The General Accounting Plan approved by Royal Decree 1514/2007, modified by Royal Decree 602/2016 and by Royal Decree 1/2021 and its sectorial adaptations and in particular the sectorial adaptation of the general accounting plan to public infrastructure concessionary companies approved by Order EHA/3362/2010.

In particular, it should be noted that following the publication in 2009 by the ICAC of a consultation on the accounting representation of the income of holding companies, the headings "Income from investments and financial income in Group companies and associates" in the accompanying income statement have been classified as "Revenue".

- The mandatory rules approved by the Instituto de Contabilidad y Auditoría de Cuentas (Accounting and Auditing Institute) in development of the General Accounting Plan and its complementary rules.
- All other applicable Spanish accounting legislation.

2.2. True picture

The annual accounts have been obtained from the Company's accounting records and are presented in accordance with the applicable financial reporting framework and, in particular, the accounting principles and criteria contained therein, so that they give a true and fair view of the Company's net worth, financial position, results of operations and cash flows for the year.

These financial statements omit information or disclosures which, although not requiring detail due to their qualitative importance, are considered immaterial or immaterial in accordance with the concept of materiality or materiality as defined in the conceptual framework of PGC 2007.

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These annual accounts, which have been prepared by the Company's directors, will be submitted for approval by the shareholders at the Annual General Meeting, and it is expected that they will be approved without any changes. The annual accounts for 2023 were approved by the General Meeting of Shareholders held on 19 April 2024.

The balance sheets, income statements and cash flow statements of the joint ventures in which the Company has interests have been proportionately consolidated according to the percentage of ownership in each joint venture.

Temporary joint ventures have been consolidated after the time and value homogenisation, the necessary reconciliations and reclassifications, as well as the appropriate eliminations of asset and liability balances and reciprocal income and expenses. Where material, the related amounts have been disclosed in the notes to these financial statements.

In addition, the Company includes in its annual accounts the results of the Economic Interest Groupings in which it participates under the sub-account "Income from equity investments" under "Revenue" in the accompanying income statement (see note 19.1).

2.3. Non-mandatory accounting principles applied

No non-mandatory accounting principles have been applied. In addition, the directors have prepared these financial statements taking into account all the mandatory accounting principles and standards that have a material effect on these financial statements, i.e. there are no accounting principles that, although mandatory, are no longer applied.

2.4. Critical aspects of assessment

The accompanying financial statements have been prepared on the basis of estimates made by the Company's directors based on historical experience and other factors that are believed to be reasonable under current circumstances and which form the basis for measuring certain of the assets, liabilities, income, expenses and commitments reported herein. The Company reviews its estimates on an ongoing basis. Basically, these estimates relate to:

- The assessment of possible impairment losses on certain assets (see Notes 6, 7, 8, 9, 10 and 11).
- The useful life of property, plant and equipment and intangible assets (see Notes 6 and 7).
- The calculation of certain provisions (see Note 14).
- The recognition and recoverability of deferred tax assets (see Note 16).
- The estimate of exchange rate, interest rate, solvency and liquidity risk (see Note 23).
- The Company's tax results which will be declared to the tax authorities in the future and which have served as the basis for the recording of the various IS-related balances in these financial statements (see Note 16)
- The progress of construction activities (see Note 4.10).
- Estimated consumption of cubic metres supplied to subscribers between the dates of the last meter

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reading and the accounting closing date (see Note 4.10).

- The fair value of certain financial assets including group companies (see Note 4.5.1).

Although these estimates have been made on the basis of the best information available at year-end 2024, future events may make it necessary to change these estimates in future years, if necessary on a prospective basis.

2.5. Comparison of information

The annual accounts present for comparative purposes, with each of the items in the balance sheet, profit and loss account, statement of changes in equity, cash flow statement and notes to the financial statements, in addition to the figures for the financial year 2024, the figures for the previous financial year, which formed part of annual accounts for the financial year 2023.

The application of accounting principles in 2024 and 2023 has been uniform, and therefore there are no transactions or operations that have been recorded according to different accounting principles that could give rise to discrepancies in the interpretation of the comparative figures for both periods.

2.6. Grouping of items

Certain items in the balance sheet, income statement, statement of changes in equity and cash flow statement are grouped together for ease of understanding, although, to the extent material, the information is disclosed in the relevant notes to the financial statements.

2.7. Correction of errors

In preparing these annual accounts, no material errors have been detected which would have led to the restatement of the amounts included for the year 2023.

2.8. Business combinations

Year 2024

Merger of FCC Aqualia, S.A. - Empresa Gestora de Aguas Linenses, S.L. - Aguas de las Galeras, S.L.

On 30 June 2024 the Boards of Directors of FCC Aqualia, S.A., Empresa Gestora de Aguas Linenses (EGAL), S.L. and Aguas de las Galeras, S.L. approved the common merger project between them, which entails the absorption of the second and third companies by the first. Prior to this operation, the Company directly or indirectly controlled 100 % of the shares of EGAL, S.L. and Aguas de las Galeras, S.L. Both had registered offices in Spain and EGAL was awarded the drinking water supply concession in La Línea de la Concepción (Cádiz), while Aguas de las Galeras was awarded the tender to select a technological partner for the company Aguas del Puerto de Santa María, in which it has a 49 % shareholding.

The merger by absorption was registered at the Madrid Mercantile Registry on 22 January 2025, and entailed the dissolution without liquidation of the absorbed companies, as of that date, and thus the transfer en bloc of the assets of EGAL, S.L. and Aguas de las Galeras, S.L. to FCC Aqualia, S.A., with the Company being

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subrogated to all the rights and obligations of the absorbed companies in accordance with Article 33 of RDL 5/2023 and on the basis of the procedure provided for in Article 53 of RDL 5/2023, the Company being subrogated to all the rights and obligations of the absorbed companies in accordance with article 33 of RDL 5/2023, and based on the procedure provided for in article 53 of RDL 5/2023.

As this is a merger between group companies, the date from which the operations of the absorbed company must be considered for accounting purposes by the absorbing company is 1 January 2024. Given that this is a merger between the parent company (FCC Aqualia, S.A.) and its subsidiaries (Empresa Gestora de Aguas Linenses, S.L. and Aguas de las Galeras, S.L.), the assets and liabilities acquired have been valued at the amount that would correspond to them, once the operation has been carried out, in the consolidated annual accounts of the subgroup, in accordance with the Rules for the Preparation of Consolidated Annual Accounts, as developed by the Commercial Code.

Furthermore, the procedure provided for in articles 4, 39 and 40 of Royal Decree-Law 5/2023, of 28 June, transposing, among others, European Union Directives on Structural Modifications of Mercantile Companies, has been followed, and the simplified regime can be applied since the absorbing company owns all the share capital of the absorbed companies. No independent experts have been involved in the merger process.

The transaction has been subject to the tax neutrality regime regulated by Chapter VII of Title VII of Law 27/2014 of 27 November on corporate income tax.

Pursuant to the provisions of article 44 of RDL 5/2023, the merger balance sheets of each of the Intervener Companies have been approved by the respective members/shareholders of the Intervener Companies, by virtue of resolutions adopted in all cases on 25 September 2024.

The book value of the assets and liabilities of Empresa Gestora de Aguas Linenses, S.L. and Aguas de las Galeras, S.L. incorporated on the date of the merger, 1 January 2024, was as follows:

(thousands of Euros)	Empresa Gestora de Aguas Linenses, S.L.	Aguas de las Galeras, S.L.
Intangible assets	194	4.350
Tangible fixed assets	672	1.170
Investments in group and associated companies	-	10.295
Deferred tax assets	1	26
Stocks	434	22
Trade debtors	756	2.620
Short-term investments in group and associated companies	2.010	1.916
Cash and cash equivalents	36	-
Financial debts with group and associated companies	-	(19.135)
Trade and other payables	(949)	(1.066)
Net total	3.154	198
Cost of participation	3	3
Difference recorded in equity	3.151	195

The latest balance sheet closed by the transferring entities corresponds to 31 December 2023 and is shown below with amounts in thousands of euros:

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EMPRESA GESTORA DE AGUAS LINENSES, S.L.

ACTIVE	2023	LIABILITIES	2023
NON-CURRENT ASSETS	867	NET WORTH	3.154
Intangible Fixed Assets	194	Own funds	
Tangible Fixed Assets	672	Capital	3
Deferred tax asset	1	Reservations	2.781
		Result for the year	370
CURRENT ASSETS	3.236	CURRENT LIABILITIES	949
Stocks	434		
Trade debtors	756		
Short-term investments in group and associated companies	2.010	Trade and other accounts payable	949
Cash and cash equivalents	36		
TOTAL ASSETS	4.103	TOTAL LIABILITIES	4.103

AGUAS DE LAS GALERAS, S.L.

ACTIVE	2023	LIABILITIES	2023
NON-CURRENT ASSETS	15.841	NET WORTH	198
Intangible Fixed Assets	4.350	Own funds	
Tangible Fixed Assets	1.170	Capital	3
Investments in group companies	10.295	Reservations	46
Deferred tax asset	26	Result for the year	149
CURRENT ASSETS	4.558	NON-CURRENT LIABILITIES	13.478
Stocks	22	Payable to group and associated companies	13.478
Trade debtors	2.620	LIABILITIES	6.723
Short-term investments in group and associated companies	1.916	Payable to group and associated companies	5.657
Cash and cash equivalents	-	Trade and other accounts payable	1.066
TOTAL ASSETS	20.399	TOTAL LIABILITIES	20.399

SEGREGATION BY TRANSFER OF BUSINESS ENTITY

On 13 June 2024, the Boards of Directors of the companies "FCC AQUALIA, S.A." (*as the SEGREGATEE Company*) and "LOCAL SPORTS CENTERS MANAGEMENT, S.L." SOCIEDAD UNIPERSONAL (*as the BENEFICIARY COMPANY*), unanimously drafted and signed a COMMON SEGREGATION PROJECT.

This project is carried out in compliance with Article 64, in relation to Articles 4, 39, 40 et seq. of Royal Decree Law 5/2023, of 28 June, transposing, among others, European Union Directives on Structural Modifications of Mercantile Companies (the "Royal Decree Law 5/2023"), by virtue of which the company "FCC AQUALIA, S.A." by means of the form of spin-off provided for in Article 61 of the aforementioned Royal Decree-Law (Segregation), transferred en bloc all those assets and liabilities that constituted an independent economic unit, corresponding to the management, maintenance and operation services of municipal sports centres and which formed part of its assets, with the company "LOCAL SPORTS CENTERS MANAGEMENT, S.L." being subrogated

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by universal succession to the company "LOCAL SPORTS CENTERS MANAGEMENT, S.L.". SOCIEDAD UNIPERSONAL, in all the assets, rights, shares, obligations, participations, responsibilities and charges linked to said assets and liabilities, with the Segregated Company receiving in exchange shares in the Beneficiary Company, newly issued by means of a capital increase in the Beneficiary Company, which would be fully subscribed by the Segregated Company and paid up through the contribution of all the assets and liabilities that make up this economic unit.

In said Project, it was stated that the Segregation was covered by the simplified regime provided for in articles 71.2 and 53.1 of Royal Decree Law 5/2023 by reference to article 63, as the Beneficiary Company is wholly owned directly by the Segregated Company, i.e. FCC Aqualia, S.A. is the sole shareholder of the Beneficiary Company, and therefore the operation could be carried out without the following requirements:

- The inclusion in the Project of the 3rd, 5th, 7th and 8th mentions of article 40 of Royal Decree Law 5/2023. The Directors' and Experts' Reports on the Project, except for the Report for the employees that the Participating Companies would prepare to explain the consequences of the Segregation for employment.

As a result of the Spin-Off and pursuant to the provisions of article 61 of Royal Decree 5/2023, the Company does not experience any reduction in its share capital and receives in exchange for its hived-off assets the shares resulting from the capital increase in the Beneficiary Company.

Consequently, the share capital of the beneficiary company is increased by the sum of two million six hundred and twenty-seven thousand five hundred and fifty-seven euros (2,627,557.00 euros), through the creation of two million six hundred and twenty-seven thousand five hundred and fifty-seven (2,627,557) new shares with a nominal value of one euro each.

These shares are issued with a "takeover premium" of € 3.9999988 per share, making a total of € 10,510,225.80 in premium and € 13,137,782.80 in capital and premium.

These shares are assumed in their entirety by FCC Aqualia.

The hive-off balance sheet as at 1 January 2024 in thousands of euros is as follows:

ACTIVE	01.01.2024	LIABILITIES	01.01.2024
NON-CURRENT ASSETS	4.882	NET WORTH	13.137
Intangible Fixed Assets	3.096	Own funds	13.
Tangible Fixed Assets	1.	Capital	2.627
Non-current financial investments		Share premium	10.510
CURRENT ASSETS	11.044	NON-CURRENT LIABILITIES	42
Stocks	85	Long-term provisions	42
Trade debtors	10.848	LIABILITIES	2.746
Short-term investments in group and associated companies	0	Short-term provisions	22
		Short-term debts	73
		Trade and other payables	2.642
Cash and cash equivalents	92	Internal Relations	11
TOTAL ASSETS	15.926	TOTAL LIABILITIES	15.926

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The draft demerger of the economic unit activity described in this note has been registered with the Commercial Registry of Madrid on 24 January 2025.

NOTE 3. DISTRIBUTION OF RESULTS

The proposed distribution of profit for the financial year 2024 to be submitted for approval at the Annual General Meeting is as follows:

PROPOSED DISTRIBUTION OF RESULTS <i>(Amounts in thousands of euros)</i>	
Benefit of the exercise	42.152
Distribution:	
Offsetting the interim dividend	44.950
Offset against Voluntary Reserves	(2.798)

REPORT OF THE BOARD OF DIRECTORS OF FCC AQUALIA S.A. FOR THE DISTRIBUTION OF AN INTERIM DIVIDEND FOR THE FINANCIAL YEAR 2024

In accordance with the provisions of Article 277 of the Capital Companies Act, which establishes the obligation of the Company's directors to present an accounting statement showing that there is sufficient liquidity for the distribution of an interim dividend, it should be noted:

1. That the profit net of tax generated by the consolidated group **FCC AQUALIA S.A.** at 31 July 2024 is **47,235,165 €**, higher than the proposed interim dividend of **44,950,000 . €**
2. The liquid resources available to the Company at 31 July 2024, amounting to **€196,786,889**, show that there are sufficient funds for the distribution of the interim dividend.

In view of the above, and taking into account that at the date of this report there have been no significant variations with respect to the above data, we consider that there is sufficient liquidity for the distribution of interim dividends of **€44,950,000** against the 2024 result.

It is therefore proposed to approve the following interim dividend out of the profit for the year 2024:

31% gross of the nominal value at a rate of **€0.31** for each of the 145,000,000 shares with dividend rights.

Total amount.	44.950.000 €
Gross interim dividend per share.	0,31 €
Cash to be received per share.	0,31 €

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The Board unanimously approves the distribution of an interim dividend out of the profit for the year 2024 in the amount indicated in the previous report, which was paid in October and November 2024.

NOTE 4. RECORDING AND VALUATION RULES

The main accounting and valuation rules used by the Company in the preparation of the annual accounts for 2024, in accordance with the accounting principles and rules set out in the Spanish Commercial Code, which are further developed in the Spanish General Chart of Accounts, as well as all other commercial legislation in force at the closing date of these annual accounts, were as follows:

4.1. Intangible assets

As a general rule, intangible assets are initially measured at acquisition or production cost. Intangible assets are subsequently measured at cost less accumulated amortisation and any impairment losses.

a) Intangible assets per concession agreement

Concession contracts are agreements between a public entity and the Company to provide public services for the distribution of drinking water, construction and operation of water infrastructure and other services. Revenues from the provision of the service may be collected directly from users or sometimes through the granting entity itself, which regulates the prices for the provision of the service.

The concessionary right generally implies the monopoly of the exploitation of the service granted for a specific period of time, after which the infrastructure affected by the concession necessary for the development of the service reverts to the granting entity, generally without consideration. It is a necessary characteristic that the concession contract contemplates the management or operation of the aforementioned infrastructure. Likewise, a common feature is the existence of acquisition or construction obligations for all those elements that are necessary for the provision of the concession service throughout the life of the contract.

The aforementioned concession contracts are recorded in accordance with the provisions of Order EHA/3362/2010 of 23 December, approving the rules for the adaptation of the general accounting plan to public infrastructure concession companies.

The Company recognises as "Intangible assets under concession agreements" the infrastructure built, improved or acquired by the Company in its capacity as a concession holder to provide a public service linked to a concession contract. The recognition of an intangible asset occurs in those cases, in accordance with the aforementioned standard, in which the Company has the right to charge tariffs to the users of the public service, based on the use they make of said service, with the concession holder therefore assuming the risk of demand. The fact that the grantor controls the physical use of the infrastructure, the way in which the service is provided and the price of the service means that the infrastructure is recorded as an intangible asset and not as a tangible asset.

Its initial valuation is made at the fair value of the service provided, equivalent to the cost of acquisition or production plus the infrastructure construction margin, and this value is recovered over the life of the contract through the right to charge the users of the service the corresponding tariffs according to the degree of use of

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the service.

Provisions for dismantling, removal or refurbishment, as well as capacity improvement or expansion measures whose revenues are foreseen in the initial contract, are also recognised as an increase in the value of the asset at the start of the concession, and the depreciation of these assets and the discounting of these provisions are taken to income over the life of the contract. Provisions for infrastructure replacement and repair work are systematically recognised in profit or loss as the obligation is incurred.

For those items under this heading that require construction periods of more than one year, the Company capitalises financial expenses accrued before the asset is ready for use and which have been drawn down by the supplier or correspond to loans or other types of specific or generic external financing directly attributable to the acquisition or manufacture of the asset.

In addition, the Company records as administrative concessions the amounts contributed in accordance with the terms and conditions and committed upon signing the concession contracts, as well as other costs incurred in obtaining the concessions for water supply and sanitation services.

It is amortised over the concession term on a straight-line basis, and there are no significant differences between the amount calculated in this way and the amount that would be obtained based on the cubic metres of water produced under the contracts operated by the Company.

At year end, the indications of impairment identified in certain intangible assets included in this caption have been adjusted, and the directors estimate that for the rest of the Company's assets the recoverable amount of the assets is greater than their carrying amount.

From the time of commissioning, the financial expenses for the year are charged to income in proportion to the income foreseen in the Company's Economic and Financial Plan.

In relation to the expected revenues, the proportion that the revenues represent with respect to the total for each financial year is determined. This ratio is applied to the total expected financial expenses during the concession period to determine the amount to be charged in each financial year as financial expenses for the year. In the event that the actual revenue for that financial year exceeds the expected revenue, the ratio shall be calculated between the actual revenue and the total expected revenue.

The difference between the total financial expenses for the year and the financial expenses taken to the income statement is capitalised as deferred financial expenses.

b) Goodwill.

Under this heading, the Company includes the goodwill arising in 2002 from the merger by absorption that the Company carried out with several of its subsidiaries.

Subsequent to initial recognition, goodwill is measured at acquisition cost less accumulated amortisation and, where applicable, the accumulated amount of any impairment losses recognised, in accordance with the criteria mentioned in note 4.3. In accordance with applicable legislation, the useful life of goodwill has been established at 10 years and amortisation is on a straight-line basis.

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In addition, goodwill is tested for impairment annually or less frequently if there are indications of a potential impairment of the asset. For these purposes, the goodwill resulting from the aforementioned business combination is allocated to the Company as a whole as a Cash Generating Unit (CGU), which is expected to benefit from the synergies of the combination.

Until the year ended 31 December 2015, and in accordance with the Capital Companies Act in force at that time, the Company was required, when appropriating the profit for each year, to set aside a restricted reserve equivalent to the goodwill appearing on the assets side of the balance sheet, with the amount of the profit representing at least five per cent of the amount of the aforementioned goodwill being used for this purpose. If there was no profit, or insufficient profit, unrestricted reserves were used.

In accordance with the amendments made to the Capital Companies Act by Law 22/2015 of 20 July on the Audit of Accounts, as from the financial years commencing on 1 January 2016, the Company will discontinue contributions to this reserve for goodwill, and the amount thereof must be reclassified to voluntary reserves and will be available as from this financial year in the amount exceeding the goodwill recognised on the assets side of the balance sheet. Neither in 2023 nor in 2024 has any amount been reclassified to voluntary reserves.

c) Computer applications.

Computer software includes the costs incurred in the acquisition of computer programs, which are amortised over a maximum period of five years. Maintenance costs are recognised in the profit and loss account in the year in which they are incurred.

d) Research and development expenditure.

They are initially measured at acquisition or production cost when the Company has undertaken research and development work. They are recorded on a project-by-project basis and are only capitalised when there are sound reasons for the technical success and economic profitability of the project.

It is amortised on a straight-line basis over the useful life of the project and in any case within a maximum period of 5 years.

4.2. Tangible fixed assets

Property, plant and equipment are initially measured at acquisition or production cost when the Company has carried out work on its own assets, and are subsequently reduced by the related accumulated depreciation and impairment losses, if any, in accordance with the criteria mentioned in note 4.3. At year-end no indications of impairment have been identified for any of the Company's property, plant and equipment, and the Company's directors consider that the recoverable amount of the assets is greater than their carrying amount, and therefore no impairment loss has been recognised.

Upkeep and maintenance costs of property, plant and equipment are expensed in the year in which they are incurred. Conversely, amounts invested in improvements that contribute to increasing the capacity or efficiency or extending the useful life of these assets are recorded as an increase in their cost.

For fixed assets that require more than one year to be ready for use, capitalised costs include borrowing costs

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that have accrued before the asset is ready for use and that have been drawn down by the supplier or relate to loans or other specific or general external financing directly attributable to the acquisition or manufacture of the asset.

Work carried out by the Company on its own fixed assets is recorded at accumulated cost, which is the sum of external costs plus internal costs, determined on the basis of in-house consumption of materials, direct labour incurred and manufacturing overheads calculated at absorption rates similar to those applied for inventory valuation purposes.

The Company depreciates its property, plant and equipment using the straight-line method, applying annual depreciation rates calculated on the basis of the years of estimated useful life of the respective assets, as follows:

YEARS OF ESTIMATED USEFUL LIFE	
Constructions	33 - 50
Technical installations and machinery	10 - 25
Other fixtures, fittings and furnishings	7 - 10
Other tangible fixed assets	4 - 6

4.3. Impairment of non-financial assets

The Company assesses the existence of indications of potential impairment of non-financial assets subject to amortisation or depreciation to determine whether the carrying amount of these assets exceeds their recoverable amount, which is the higher of fair value less costs to sell and value in use.

Impairment losses are recognised in the profit and loss account under "Impairment and gains or losses on disposal of fixed assets".

To determine the recoverable amount of the assets tested for impairment, the present value of the net cash flows generated by the cash-generating units (CGU) to which they are associated was estimated, except for those flows related to payments or collections from financing transactions and income tax payments, as well as those deriving from future improvements or refurbishments planned for the assets of the aforementioned cash-generating units. A pre-tax discount rate that includes current market assessments of the time value of money and the risks specific to each cash-generating unit has been used to discount the cash flows.

The estimated cash flows were obtained from the projections made by the management of each of the CGUs, which generally use five-year periods, except where the characteristics of the business make longer periods advisable. In this regard, the recoverable amount of the Group's concession assets is calculated by considering the remaining concession periods of the concessions and, only in the event that the Group has contractual compensation commitments that are likely to materialise, additional extensions. Growth rates are also included based on the various approved business plans, which are reviewed periodically, and zero growth rates are considered for periods beyond the years projected in the aforementioned plans. In addition, it should be noted that sensitivity analyses are performed in relation to revenue growth, operating margins and discount rates in order to forecast the impact of future changes in these variables.

The Company assesses at each reporting date whether there is any indication that the impairment loss recognised in prior years no longer exists or may have decreased. Impairment losses for goodwill are not

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reversible. Impairment losses for other assets are reversed only if there has been a change in the estimates used to determine the asset's recoverable amount.

A reversal of an impairment loss is credited to the profit and loss account. However, the reversal of the loss cannot increase the carrying amount of the asset above the carrying amount that it would have had, net of depreciation, had the impairment not been recognised.

Once an impairment loss or reversal of impairment has been recognised, depreciation is adjusted in subsequent years to the new carrying amount.

Notwithstanding the above, if the specific circumstances of the assets reveal a loss of an irreversible nature, this is recognised directly in losses on fixed assets in the profit and loss account.

4.4. Leases

Leases are classified as finance leases provided that the terms of the lease transfer substantially all the risks and rewards incidental to ownership of the leased asset to the lessee. At 31 December 2024, the Company has not entered into any contracts of this type and the directors do not consider their impact on the Company's accompanying financial statements to be material.

Operating leasing

Expenses arising from operating lease agreements are charged to the profit and loss account in the year in which they are incurred.

Any collections or payments that may be made under an operating lease are treated as prepayments and are taken to profit or loss over the lease term as the benefits of the leased asset are transferred or received.

4.5. Financial instruments

4.5.1. Financial assets

Ranking

The financial assets held by the Company are classified into the following categories:

- Financial assets at amortised cost. These are generally included in this category:
 - Trade receivables: these are financial assets arising from the sale of goods and the rendering of services in connection with the Company's business transactions for which payment is deferred.
 - Non-trade receivables: financial assets which, not being equity instruments or derivatives, do not have a commercial origin and whose collections are of a determined or determinable amount, derive from loans or credit operations granted by the Company.

Financial assets classified in this category are initially measured at fair value, which, unless there is evidence to the contrary, is assumed to be the transaction price, which is the fair value of the consideration given, plus

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directly attributable transaction costs.

However, trade receivables maturing in less than one year and which do not have an explicit contractual interest rate, as well as receivables from personnel, dividends receivable and payments due on equity instruments, the amount of which is expected to be received in the short term, are measured at nominal value when the effect of not discounting cash flows is not material.

The amortised cost method is used for subsequent measurement. Accrued interest is recognised in the profit and loss account (financial income) using the effective interest rate method.

- Financial assets at fair value through equity: this includes investments in equity instruments, provided that they are not held for trading, nor are they to be measured at cost.

Financial assets included in this category are initially measured at fair value, which, unless there is evidence to the contrary, is assumed to be the transaction price, which is the fair value of the consideration given, plus directly attributable transaction costs.

Subsequent measurement is at fair value, without deducting any transaction costs that might be incurred on disposal. Changes in fair value are recognised directly in equity until the financial asset is derecognised or impaired, at which time the amount so recognised is taken to the income statement.

- Financial assets at cost: these include equity investments in Group companies, associates and jointly controlled entities. Group companies are considered to be those related to the Company by virtue of a controlling relationship, and associates are those over which the Company exercises significant influence. In addition, jointly controlled entities include companies over which, by virtue of an agreement, joint control is exercised with one or more partners.

Investments in this category are initially measured at cost, which is the fair value of the consideration given plus directly attributable transaction costs.

Subsequent measurement is also at cost less any accumulated impairment losses. Impairment losses are calculated as the difference between the carrying amount and the recoverable amount, which is the higher of fair value less costs to sell and the present value of future cash flows from the investment. Unless there is better evidence of the recoverable amount, the estimate of the impairment loss is calculated on the basis of the equity of the investee, consolidated where appropriate, adjusted for any unrealised gains existing at the measurement date, including goodwill, if any.

At least at year-end, the Company makes valuation adjustments to financial assets that are not carried at fair value when there is objective evidence of impairment if such value is lower than their carrying amount, in which case this impairment is recognised in the income statement. In particular, with respect to impairment losses on trade and other receivables, the Company calculates the corresponding impairment losses, if any, as follows:

- Private customers with overdue balances of more than one year are fully provisioned.
- Private customers past due in less than one year are provisioned at a % based on historical bad debts.
- Public customers are provisioned on the basis of a specific analysis.

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4.5.1.1. Equity instruments

An equity instrument represents a residual interest in the Company's equity, after deducting all its liabilities from assets, and the securities issued are recognised in equity at the amount received, net of issue costs net of tax.

Treasury shares acquired by the Company during the year are recorded, at the value of the consideration given in exchange, directly as a reduction in equity. Gains or losses arising from the purchase, sale, issue or redemption of own equity instruments are recognised directly in equity, without any gain or loss being recorded in the profit and loss account.

4.5.2. Derecognition of financial assets

The Company derecognises financial assets when the rights to the cash flows from the financial asset expire or have been transferred and substantially all the risks and rewards of ownership have been transferred.

4.5.3. Financial liabilities

All financial liabilities held by the Company are classified as financial liabilities at amortised cost.

Financial liabilities are those debts and payables of the Company that have arisen from the purchase of goods and services in the ordinary course of the Company's business, or those which, without having a commercial origin, cannot be considered as derivative financial instruments.

Financial liabilities included in this category are initially measured at fair value, which, unless there is evidence to the contrary, is deemed to be the transaction price, which is the fair value of the consideration received adjusted for directly attributable transaction costs.

Payables and payables are initially measured at the fair value of the consideration received. Subsequently, such liabilities are measured at amortised cost.

Finance charges are recognised on an accrual basis in the income statement using the effective interest method and are added to the amount of the instrument to the extent that they are not settled in the period in which they are incurred.

Bank borrowings and other current and non-current financial liabilities are classified on the basis of maturity at the balance sheet date, with current liabilities falling due within 12 months of the balance sheet date and non-current liabilities falling due in more than 12 months.

The Company derecognises financial liabilities when the obligations giving rise to them are extinguished.

4.6. Stocks

Inventories are stated at the lower of acquisition cost, production cost or net realisable value. Trade discounts, rebates obtained, other similar items and interest incorporated in the nominal amount of debits are deducted in determining the acquisition price.

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The cost of production includes direct material costs and, where appropriate, direct labour costs and manufacturing overheads.

Net realisable value represents the estimated selling price less all estimated costs of completion and costs to be incurred in the marketing, selling and distribution processes.

The Company makes the appropriate valuation adjustments and recognises them as an expense in the income statement when the net realisable value of inventories is lower than their acquisition price or production cost.

4.7. Foreign currency transactions

The functional currency used by the Company is the Euro. Consequently, transactions in currencies other than the Euro are deemed to be denominated in foreign currencies and are recorded at the exchange rates prevailing at the dates of the transactions.

At year-end, monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate prevailing at the balance sheet date. Any gains or losses disclosed are taken directly to the profit and loss account in the year in which they arise.

Similarly, financial instruments held by group companies in foreign currencies whose purchase has been financed with loans in the same currency have been translated at the closing rate.

4.8. Taxation of profits

The income tax expense or income comprises the portion relating to current tax expense or income and the portion relating to deferred tax expense or income.

Current tax is the amount payable by the Company as a result of income tax assessments relating to a financial year. These tax assessments take into account permanent differences between the taxable profit and the accounting profit. Deductions and other tax benefits, excluding withholdings and prepayments, as well as tax losses carried forward from previous years and effectively applied in the current year, result in a lower amount of current tax.

Deferred tax expense or income relates to the recognition and derecognition of deferred tax assets and liabilities. These include temporary differences which are identified as amounts expected to be payable or recoverable arising from differences between the carrying amounts of assets and liabilities and their tax bases, as well as tax loss carryforwards and tax credit carryforwards. These amounts are recognised by applying to the corresponding temporary difference or credit the tax rate at which they are expected to be recovered or settled.

Deferred tax liabilities are recognised for all taxable temporary differences, except those arising from the initial recognition of goodwill or other assets and liabilities in a transaction that affects neither taxable profit nor accounting profit and is not a business combination.

Deferred tax assets are only recognised to the extent that it is considered probable that future taxable profit will be available against which the deferred tax asset can be utilised.

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Deferred tax assets and liabilities arising from transactions charged or credited directly to equity accounts are also recognised with a balancing entry in equity.

Deferred tax assets are reassessed at each balance sheet date and adjusted if there are doubts as to their future recoverability. In addition, deferred tax assets not recognised in the balance sheet are assessed at each balance sheet date and are recognised to the extent that it becomes probable that they will be recoverable against future taxable profit.

Deferred tax assets and liabilities are recognised in the balance sheet as non-current assets or liabilities, regardless of the expected date of realisation or settlement.

As a result of the sale of 49% of the shares of FCC Aqualia, S.A. by Fomento de Construcciones y Contratas, S.A., discussed in note 1, from 28 September 2018, the Company ceased to form part of the 18/89 tax consolidation group headed by FCC and taxed in relation to corporate income tax, in accordance with the Special Tax Consolidation Regime, provided for in article 64 et seq. of the Consolidated Text of Royal Legislative Decree 4/2004 of 5 March.

Since 13 February 2019, but with effect from 1 January 2019, the Company is the head of the 233/19 Tax Group. From this date, the accrued corporate income tax expense of the companies under the consolidated tax return regime is determined taking into account, in addition to the parameters to be considered in the case of individual taxation set out above, the following:

- Temporary and permanent differences arising as a result of the elimination of results from intercompany transactions arising from the process of determining the consolidated tax base.
- The deductions and allowances that correspond to each company in the tax group under the consolidated tax return system; for these purposes, the deductions and allowances shall be allocated to the company that carried out the activity or obtained the income necessary to obtain the right to the tax deduction or allowance.
- For the part of the tax losses of certain Group companies that have been offset by the other companies in the consolidated Group, a reciprocal credit and debit arises between the companies to which they relate and the companies offsetting them. In the event that there is a tax loss that cannot be offset by the other companies in the consolidated Group, these tax loss carryforwards are recognised as deferred tax assets in accordance with the criteria established for their recognition, considering the tax group as the taxpayer.
- The parent company of the Group records the total amount payable (refundable) for consolidated income tax with a charge (credit) to Receivables (Payables) from Group companies and associates.
- The amount of debt (receivable) relating to subsidiaries is credited (debited) to Payables (receivables) to Group and associated companies.

Deferred tax liabilities are recognised for all taxable temporary differences, except those arising from the initial recognition of goodwill or other assets and liabilities in a transaction that affects neither taxable profit nor accounting profit and is not a business combination.

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Deferred tax assets are only recognised to the extent that it is considered probable that future taxable profit will be available against which the deferred tax asset can be utilised.

Deferred tax assets are reviewed at each balance sheet date and adjusted if there are doubts as to their future recoverability. Deferred tax assets not recognised in the consolidated balance sheet are also assessed at each balance sheet date and are recognised to the extent that it becomes probable that they will be recoverable against future taxable profit.

Deferred tax assets and liabilities are recognised in the consolidated balance sheet as non-current assets or liabilities, irrespective of the expected date of realisation or settlement, without any financial restatement.

4.9. Provisions and contingencies

In preparing the annual accounts, the Company's directors distinguish between:

- Provisions: credit balances covering present obligations arising from past events, the settlement of which is probable to result in an outflow of resources, but the amount and/or timing of which is uncertain.
- Contingent liabilities: possible obligations arising from past events, the future realisation of which is conditional on the occurrence or non-occurrence of one or more future events beyond the control of the Company.

The annual accounts include all provisions for which it is considered more likely than not that the obligation will have to be settled. Contingent liabilities are not recognised in the annual accounts, but are disclosed in the notes to the annual accounts to the extent that they are not considered to be remote.

Provisions are measured at the present value of the best possible estimate of the amount required to settle or transfer the obligation, taking into account available information about the event and its consequences, with adjustments arising from the discounting of such provisions recorded as a finance cost as accrued.

4.10. Income and expenditure

Sales revenue is recognised when the significant risks and rewards of ownership of the asset sold have been transferred to the buyer, but the buyer does not retain current management or effective control over the asset.

Revenue from the rendering of services is recognised by reference to the stage of completion of the transaction at the balance sheet date, provided that the outcome of the transaction can be estimated reliably.

Interest received on financial assets is recognised using the effective interest method and dividends are recognised when the shareholder's right to receive them is declared. In any case, interest and dividends on financial assets accrued after the time of acquisition are recognised as income in the profit and loss account.

Turnover consists mainly of the following items:

- For water supply contracts, the Company recognises as revenue the amount corresponding to the cubic metres supplied to subscribers valued at the selling price. This selling price is established for

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each contract on the basis of the tariffs approved by each local council and published in the Official Gazettes of the respective province. In relation to the cubic metres supplied, the Company takes periodic readings of its subscribers' consumption. At the end of each accounting period, the Company assesses the income from water supply not invoiced up to the balance sheet date to record "Production executed and pending certification" under the heading "Customers for sales and services rendered". For its quantification, it takes into consideration the cubic metres consumed by each subscriber from the date of the last invoice and up to the date of the last meter reading, where applicable. Likewise, and from the date of the last meter reading to the date of closure of the accounts, the remaining consumption is estimated based on the information available for comparable historical periods.

- Sale of works and services. This includes the amount corresponding to construction work and activities carried out by the Company in relation to the provision of the integral water cycle in those municipalities in which it has been awarded the contract. The amount of the sale is calculated by applying the percentage of completion method, which consists of valuing the work units executed in the period at the selling price established in the contract, while recognising the expenses incurred thereon. The difference between the amount of production and the amount invoiced at the balance sheet date is recorded under "Trade accounts receivable for sales and services rendered" or "Trade accounts payable and other payables" under "Trade accounts payable and other payables".
- Dividends obtained from equity investments in group companies and joint ventures and associates and financial income from group companies. In accordance with Consultation 2 of Bulletin 79 of the Spanish Accounting and Audit Institute, both items are considered to form part of net turnover as they are ordinary activities for the Company. Likewise, any distribution of available reserves will be classified as a "profit distribution" and, consequently, will give rise to the recognition of income to the shareholder, provided that, since the date of acquisition, the investee or any group company in which the latter has an interest has generated profits in excess of the shareholders' equity to be distributed. The judgement as to whether profits have been generated by the investee shall be made solely on the basis of the profits recognised in the individual income statement since the date of acquisition, unless it is clear that the distribution out of those profits is to be regarded as a recovery of the investment from the perspective of the entity receiving the dividend.

Other income and expenses are also recognised on an accruals basis, i.e. when the actual flow of the related goods and services occurs, regardless of when the resulting monetary or financial flow arises.

4.11. Severance payments

In accordance with current legislation, the Company is obliged to make severance payments to employees whose employment is terminated under certain conditions. Therefore, termination benefits that can be reasonably quantified are recognised as an expense in the year in which the decision to terminate employment is taken. No provision has been recorded in the accompanying financial statements in this connection, as no such situations are foreseen.

4.12. Subsidies

The Company accounts for grants received as follows:

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- a) **Non-refundable grants:** These are recognised in equity and measured at the fair value of the amount or asset granted, depending on whether or not they are monetary in nature, and are taken to income in proportion to the depreciation charge for the period for the subsidised items or, where appropriate, when they are disposed of or impaired, with the exception of grants received from shareholders or owners, which are recognised directly in equity and do not constitute income.
- b) **Operating grants:** These are credited to income when they are granted, unless they are intended to finance operating deficits in future years, in which case they are charged to income in those years. If they are granted to finance specific expenses, they are credited as the expenses financed are incurred.

4.13. Joint ventures

The Company accounts for the contracts it operates jointly through joint ventures by recognising in the balance sheet its proportionate share, based on its percentage of ownership, of the jointly controlled assets and jointly incurred liabilities. Likewise, its share of the income generated and expenses incurred by the jointly operated contract is recognised in the income statement, and its proportionate share of the amounts of the joint contract items is recognised in the statement of changes in equity and the statement of cash flows.

The figures contributed by the joint ventures to the Company's balance sheet and profit and loss account are reflected in each of the Notes to the consolidated financial statements.

4.14. Related party transactions

The Company carries out all its transactions with related companies at market values. In addition, transfer prices are adequately supported and the Company's directors consider that there are no significant risks in this respect that could give rise to significant liabilities in the future.

In mergers and divisions of a business, the items acquired are generally valued at the amount that corresponds to them in the consolidated annual accounts after the transaction has been completed. The resulting differences are recorded in reserves.

4.15. Business actions with an impact on the environment

The Company carries out operations whose main purpose is to prevent, reduce or repair damage to the environment as a result of its operations.

Expenses arising from environmental activities are recognised as operating expenses in the year in which they are incurred.

Those items that can be incorporated into the Company's assets for long-term use in its business activities and whose main purpose is to minimise environmental impact and protect and improve the environment are recorded as property, plant and equipment.

On the other hand, the Company recognises provisions for environmental actions when it is known that expenses incurred in the year or prior years are clearly specified as to their nature, but are uncertain as to their amount or date. These provisions are made on the basis of the best estimate of the expenditure required to settle the obligation, taking into account the financial effect if significant.

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4.16. Classification of assets and liabilities as current or non-current

The Company presents its balance sheet classifying assets and liabilities as current and non-current. For these purposes, current assets or liabilities are those that meet the following criteria:

- Assets are classified as current when they are expected to be realised or intended for sale or consumption in the course of the Company's normal operating cycle, are held primarily for the purpose of trading, are expected to be realised within twelve months after the reporting date or are cash or cash equivalents, except where they cannot be exchanged or used to settle a liability for at least twelve months after the reporting date. Otherwise, they are classified as non-current.
- Liabilities are classified as current when they are expected to be settled in the normal operating cycle of the Company, they are held primarily for the purpose of trading, they are due to be settled within twelve months after the reporting date or the Company does not have an unconditional right to defer settlement of the liabilities for twelve months after the reporting date. Otherwise, they are classified as non-current.

4.17. Cash flow statement

In the cash flow statement, the following expressions are used:

- Cash flows: inflows and outflows of cash and cash equivalents.
- Cash flows from operating activities: payments and receipts from the entity's typical activities, as well as other activities that cannot be classified as investing or financing activities.
- Cash flows from investing activities: payments and receipts arising from acquisitions and disposals of non-current assets.
- Cash flows from financing activities: payments and receipts from the placement and cancellation of financial liabilities, equity instruments or dividends.

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NOTE 5. INTANGIBLE ASSETS

5.1. Variation

a) The change during the financial year 2024 was as follows:

INTANGIBLE FIXED ASSETS					
(Amounts in thousands of euros)					
Variation between 31 December 2023 and 2024					
	BALANCE	(+)	(-)	(+/-)	BALANCE
	31.12.23	ALTAS	LOW	BUSINESS COMBINATION	31.12.24
Research and development expenditure	300	22	-	-	322
Goodwill	82.764	-	-	-	82.764
Computer applications	1.041	64	(65)	(20)	1.020
Other intangible assets	1.625	358	(11)	-	1.972
Concession agreement advances	172	-	(69)	-	103
Concession agreements financial activation	11.481	35	(291)	-	11.225
Concession agreement, regulated asset	1.289.409	26.780	(24.361)	(15.440)	1.276.388
TOTAL COST	1.386.792	27.259	(24.797)	(15.460)	1.373.794
Research and development expenditure	(210)	(112)	-	-	(322)
Goodwill	(66.211)	(8.276)	-	-	(74.487)
Computer applications	(996)	(21)	64	20	(933)
Other intangible assets	(576)	(513)	-	-	(1.089)
Concession agreement, regulated asset	(850.121)	(50.464)	23.966	9.756	(866.863)
TOTAL ACCUMULATED DEPRECIATION	(918.114)	(59.386)	24.030	9.776	(943.694)
Concession agreement, regulated asset	(13.284)	(1.034)	437	7.132	(6.749)
TOTAL IMPAIRMENTS	(13.284)	(1.034)	437	7.132	(6.749)
TOTAL NET	455.394	(33.161)	(330)	1.448	423.351

- Research and development expenditure

Within this heading, the Company activates the expenses incurred in R&D, mainly in projects for the use and purification of wastewater, the use of intelligent technology in the networks and monitoring of the water cycle.

- Concession agreement, regulated asset.

In the year 2024, the Company has recorded as additions an amount of 27,137 thousand euros corresponding to the activity carried out in Spain and mainly to the following contracts:

- San Pedro del Pinatar (Murcia) in the amount of 3,500 thousand euros for the investment commitments to be made by the Company in the remaining concession period in the municipality's sewerage networks, which will favour the recovery of the Mar Menor.

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- Rota (Cádiz) in the amount of 3,983 thousand euros for the advance fee paid on signing the contract and for the investment commitment to be executed during the concession period. FCC Aqualia's proposal has been selected to manage the municipal water management service in this municipality for the next 15 years, until 2039. The company has beaten the other four competitors that participated in the bidding process in a demanding competition. In this way we will continue to manage the service in the town, as we have been doing since 1986.

Among the measures included in the new contract is the complete digitalisation of the service, within the Rota Smart City project, so that all meters will become "smart". It also envisages the expansion and renewal of all the service's technical resources, with a new fleet of 100% electric vehicles and state-of-the-art machinery. In addition, various works will be carried out on the sewerage system and the renovation of the supply network of some of the city's main roads.

- Guadix (Granada) in the amount of 2,735 thousand euros for the fee paid to the town council of this municipality for the renewal of the current contract for a further 20 years.

- Deteriorations.

During 2024, the Company has recognised an impairment loss of Euros 1,034 thousand (Euros 1,616 thousand in 2023) on several concessions it provides in Spain due to the updating of the model carried out on these concessions and has also recognised the reversal of impairment losses recognised on other concessions in Spain in previous years amounting to Euros 437 thousand, as the concession assets for which the impairment loss was recognised continue to operate and generate amortisation in the year.

b) The amounts and changes in intangible assets during 2023 were as follows:

INTANGIBLE FIXED ASSETS					
(Amounts in thousands of euros)					
Variation between 31 December 2022 and 2023					
	BALANCE 31.12.22	(+) ALTAS	(-) LOW	(+/-) TRANSFERS	BALANCE 31.12.23
Research and development expenditure	154	37	-	109	300
Goodwill	82.764	-	-	-	82.764
Computer applications	1.017	26	(2)	-	1.041
Other intangible assets	19	101	-	1.505	1.625
Concession agreement advances	172	-	-	-	172
Concession agreements financial activation	12.140	-	(659)	-	11.481
Concession agreement, regulated asset	1.262.589	29.980	(1.546)	(1.614)	1.289.409
TOTAL COST	1.358.855	30.144	(2.207)	-	1.386.792
Research and development expenditure	(154)	(56)	-	-	(210)
Goodwill	(57.935)	(8.275)	-	-	(66.211)
Computer applications	(987)	(9)	-	-	(996)
Other intangible assets	-	-	-	(1.307)	(576)
Concession agreement, regulated asset	(802.468)	(49.745)	1.515	1.307	(850.121)
TOTAL ACCUMULATED DEPRECIATION	(861.544)	(58.085)	1.515	-	(918.114)
Concession agreement, regulated asset	(12.476)	(1.616)	808	-	(13.284)
TOTAL IMPAIRMENTS	(12.476)	(1.616)	808	-	(13.284)
TOTAL NET	484.835	(29.557)	116	-	455.394

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- Research and development expenditure

Within this heading, the Company activates the expenses incurred in R&D, mainly in projects for the use and purification of wastewater, the use of intelligent technology in the networks and monitoring of the water cycle.

- Concession agreement, regulated asset.

In 2023, the Company recognised EUR 29,980 thousand as additions in respect of the activity carried out in Spain, mainly in respect of the following contracts:

- Villadepalos (León) in the amount of 10,353 thousand euros for the investment commitments to be made by the Company in the remaining concession period in the wastewater treatment plant that serves the Mancomunidad de municipios del Bajo Bierzo.
- Linares (Jaén) in the amount of 2,940 thousand euros corresponding to investment commitments to be executed for the extension of a collector during the 20-year renewal period for which the Company provides the service through a mixed economy company in which it is a shareholder together with the city council.
- Playa de Aro (Girona) in the amount of 5,517 thousand euros for the commitment of investments to be made in the 6 years following the signing of the contract. The actions will take place during the first six years of the renewal period.

- Deteriorations.

During 2023, the Company recognised an impairment loss of Euros 1,616 thousand on several concessions it lends in Spain due to the updating of the model carried out on these concessions and also recognised the reversal of impairment losses recognised on other concessions in Spain in prior years amounting to Euros 808 thousand, as the concession assets for which the impairment loss was recognised were still in operation and generating amortisation in the year.

5.2. Balances arising from the integration of SPVs

The balances contributed by the UTES at 31 December 2024 include 291,581 thousand euros corresponding to cost, 249,237 thousand euros corresponding to accumulated amortisation and 827 thousand euros corresponding to impairment (291,815 thousand euros corresponding to cost, 240,531 thousand euros corresponding to accumulated amortisation and 832 thousand euros corresponding to impairment at 31 December 2023).

5.3. Fully depreciated items

The detail of fully depreciated items by account is as follows:

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FULLY DEPRECIATED INTANGIBLE FIXED ASSETS

(Amounts in thousands of euros)

	31.12.24	31.12.23
Development	322	156
Administrative concessions and concession agreement, regulated asset	121.234	134.650
Computer applications	857	887
TOTAL	122.413	135.693

5.4. Intangible fixed assets outside Spanish territory

At 31 December 2024, intangible assets outside Spain amount to 88 thousand euros in cost and 87 thousand euros in accumulated amortisation (86 thousand euros in cost and 85 thousand euros in accumulated amortisation at 31 December 2023).

5.5 Intangible assets per concession agreement

Details of intangible assets in major contracts are as follows:

Year 2024

Contract	Regulated active concession agreement			Advances for A.I.A.C.	A.C.Act. Financial	Duration
	Cost	Am. Acum.	Deterioration			
Alcalá de Henares (Madrid)	18.021	(14.421)	-	-	-	25 years
Alcoy (Alicante)	7.568	(7.568)	-	-	-	20 years
Algeciras (Cádiz)	18.603	(8.306)	-	-	-	50 years
Almansa (Albacete)	9.234	(4.202)	-	-	-	25 years
Almería (Almería)	28.617	(20.520)	-	-	-	40 years
Arcos de la Frontera (Cádiz)	10.960	(5.235)	-	-	-	25 years
Badajoz (Badajoz)	52.795	(31.805)	-	-	-	50 years
Barbate (Cádiz)	7.218	(3.630)	-	-	-	25 years
Calahorra (La Rioja)	7.299	(6.465)	-	-	-	25 years
Cartaya (Huelva)	8.724	(3.837)	-	-	590	25 years
Castrillón (Asturias)	10.417	(5.907)	(874)	-	-	25 years
Chipiona (Cádiz)	7.054	(5.444)	-	-	-	40 years
Denia (Alicante)	15.413	(10.309)	-	-	-	35 years old
El Arenal Llucmajor (I. Balearic Islands)	24.866	(3.005)	-	-	-	20 years
Gáldar (Gran Canaria)	13.398	(7.388)	(1.576)	-	-	25 years
Güimar (Gran Canaria)	8.844	(1.120)	-	-	-	25 years
Ingenio (Gran Canaria)	6.138	(5.425)	-	-	293	25 years
Jaén (Jaén)	9.594	(8.789)	-	-	376	30 years
La Linea de Concepción (Cadiz)	16.260	(10.257)	-	-	429	40 years
La Nucia (Alicante)	32.374	(16.751)	-	-	-	50 years
La Solana (Ciudad Real)	5.513	(3.244)	-	-	547	30 years
L'Ametlla de Mar (Tarragona)	12.050	(8.255)	-	-	-	35 years old
Llanera (Asturias)	11.176	(7.697)	-	-	-	25 years
Lleida (Lleida)	50.306	(22.676)	-	-	-	25 years
Lloret de Mar (Girona)	24.774	(18.268)	-	-	-	25 years
Los Alcázares (Murcia)	3.432	(1.976)	-	-	-	20 years
Mdad. El Girasol (Toledo)	8.240	(7.441)	-	-	228	25 years
Mdad. Río Algodor (Toledo)	7.677	(3.725)	-	-	-	50 years
Mérida (Badajoz)	21.402	(17.105)	-	-	-	30 years

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Moguer (Huelva)	7.518	(4.315)	-	-	-	30 years
Oviedo (Asturias)	36.957	(20.025)	(96)	-	7.738	50 years
Salamanca (Salamanca)	11.106	(7.213)	-	-	258	25 years
San Lorenzo Escorial (Madrid)	6.512	(3.726)	-	-	-	30 years
San Pedro del Pinatar (Murcia)	13.958	(6.314)	-	-	-	50 years
Sanlucar de Barrameda (Cádiz)	17.263	(9.801)	-	-	-	40 years
Sant Feliu Gixols (Girona)	7.028	(4.767)	-	-	-	50 years
Sant Josep (Balearic Islands)	10.554	(6.873)	-	-	-	28 years old
Santander (Cantabria)	86.349	(64.694)	-	-	-	25 years
Sóller (Balearic Islands)	6.681	(4.825)	-	-	-	30 years
Talavera de la Reina (Toledo)	31.534	(25.348)	-	-	-	25 years
Valverde del Camino (Huelva)	6.206	(3.041)	-	-	-	25 years
Vélez-Málaga (Málaga)	7.800	(5.920)	-	-	-	20 years
Vigo (Pontevedra)	218.725	(211.600)	-	-	-	30 years
Rest	350.230	(217.630)	(4.203)	103	766	5 - 50 years
Total	1.276.388	(866.863)	(6.749)	103	11.225	

Year 2023

Contract	Regulated active concession agreement			Advances for Act.Intang.	A.C.Act. Financial	Duration
	Cost	Am. Acum.	Deterioration	Ac.Concession		
Alcalá de Henares (Madrid)	18.021	(13.616)	-	-	-	25 years
Alcoy (Alicante)	7.568	(7.568)	-	13	-	20 years
Algeciras (Cádiz)	18.699	(8.032)	-	-	-	50 years
Almansa (Albacete)	9.234	(3.812)	-	-	-	25 years
Almería (Almería)	28.617	(19.508)	-	-	-	40 years
Arcos de la Frontera (Cádiz)	11.187	(5.022)	-	-	-	25 years
Badajoz (Badajoz)	52.795	(30.743)	-	-	-	50 years
Barbate (Cádiz)	7.218	(3.341)	-	-	-	25 years
Cabezo Torres (Murcia)	6.314	(6.314)	-	-	-	40 years
Calahorra (La Rioja)	7.299	(6.065)	-	-	-	25 years
Cartaya (Huelva)	8.724	(3.488)	-	-	632	25 years
Castrillón (Asturias)	10.417	(5.244)	(998)	-	-	25 years
Chipiona (Cádiz)	7.054	(5.121)	-	-	-	40 years
Denia (Alicante)	17.826	(10.934)	(1.350)	-	-	35 years
El Arenal Llucmajor (I. Balearic Islands)	24.866	(1.761)	-	-	-	20 years
Gáldar (Gran Canaria)	13.398	(6.696)	(423)	-	-	25 years
Güimar (Gran Canaria)	10.115	(2.038)	-	-	-	25 years
Ingenio (Gran Canaria)	6.138	(5.181)	-	-	375	25 years
Jaén (Jaén)	9.594	(8.456)	-	-	502	30 years
La Línea de Concepción (Cádiz)	16.138	(9.885)	-	-	224	40 years
La Nucia (Alicante)	32.202	(15.786)	-	-	-	50 years
La Solana (Ciudad Real)	5.513	(3.084)	-	-	566	30 years
L'Ametlla de Mar (Tarragona)	11.605	(7.496)	-	-	-	35 years
Llanera (Asturias)	15.393	(8.518)	(2.858)	-	-	25 years
Lleida (Lleida)	49.277	(20.596)	-	-	-	25 years

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Lloret de Mar (Girona)	24.774	(17.183)	-	-	-	25 years
Los Alcázares (Murcia)	12.469	(10.085)	-	-	-	20 years
Mdad. El Girasol (Toledo)	7.855	(6.797)	-	-	271	25 years
Mdad. Río Algodor (Toledo)	7.677	(3.400)	-	-	-	50 years
Mérida (Badajoz)	21.402	(16.360)	-	-	-	30 years
Moguer (Huelva)	7.518	(4.008)	-	-	-	30 years
Oviedo (Asturias)	36.957	(19.246)	(100)	-	7.703	50 years
Salamanca (Salamanca)	11.106	(6.569)	-	-	310	25 years
San Lorenzo Escorial (Madrid)	6.512	(3.448)	-	-	-	30 years
San Pedro del Pinatar (Murcia)	10.667	(5.853)	-	-	-	50 years
Sanlúcar de Barrameda (Cádiz)	17.263	(9.113)	-	-	-	40 years
Sant Feliu Gixols (Girona)	7.028	(4.672)	-	-	-	50 years
Sant Josep (Balearic Islands)	10.554	(6.571)	-	-	-	28 years old
Santander (Cantabria)	86.349	(61.229)	-	-	-	25 years
Sóller (Balearic Islands)	6.681	(4.478)	-	-	-	30 years
Talavera de la Reina (Toledo)	31.534	(24.114)	-	-	-	25 years
Valverde del Camino (Huelva)	6.206	(2.793)	-	-	-	25 years
Vélez-Málaga (Málaga)	7.800	(5.589)	-	-	-	20 years
Vigo (Pontevedra)	218.996	(204.746)	-	-	-	30 years
Rest	344.849	(214.832)	(7.555)	159	898	5 - 50 years
Total	1.289.409	(849.391)	(13.284)	172	11.481	

In these contracts, the Company manages the integral water cycle, covering all its phases:

- Catchment from catchment areas or wells.
- Potabilisation and treatment in drinking water treatment plants.
- Water supply through the water network to all subscribers.
- Collection of wastewater through the sewerage network to the wastewater treatment plants, from where it is returned to the natural environment.

Administrative concessions are defined by Law 13/2003 of 23 May as those by virtue of which the granting Public Administration or public law entity grants a concessionaire, for a period of time, the construction and operation, or only the operation of works which, being susceptible to exploitation, are necessary for the provision of public services of an economic nature. The construction and operation of the public works under concession shall be carried out at the risk and peril of the concessionaire, who shall assume the economic risks deriving from their execution and operation.

It can be deduced from the above that concession agreements require the existence of an infrastructure controlled by the Public Administration, which is operated by the Company, within the framework of rules emanating from said Administration and which establish such important aspects as the tariff necessary for the recovery of the investment made by the concessionaire.

The definition of infrastructure includes both the works and facilities built by the Company with its own means and those acquired from third parties, provided that they are intended for the provision of the public service under the terms of the concession agreement.

The intangible assets mentioned in this Note have been recognised because the Company is entitled to charge

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fees to users of the public service based on their use of the service, with the concessionaire therefore assuming the demand risk.

Moreover, in these contracts, the grantor controls the physical use of the infrastructure, the way in which the service is provided and the price of the service.

The balance of the heading "Concession agreement - Financial activation" corresponds entirely to the deferred financial charge derived from the financing instrument associated with the construction of the concessions (see Note 4.1.a).

As indicated above, the tariffs to be charged by the Company to the users of the public service are regulated by the granting entity. However, there are clauses in these contracts that allow the Company to request a revision of the tariffs in the event of the need for economic rebalancing.

In addition, at the start of each concession, the Company recognises as an intangible asset the amount of the investment commitments included in each contract involving improvements to the networks and infrastructure covered by the concession, which are recovered in the tariffs billed to subscribers from the start of the concession. Until the actual investment is made, the Company recognises these amounts under "Provisions for infrastructure actions", which is included under "Other provisions for liabilities and charges" (see note 14).

5.6 Capitalisation of financial expenses

Neither during the financial year 2024 nor in the financial year 2023 has the Company capitalised financial expenses under the heading "Advances under concession agreement", having accrued an amount of 3,836 thousand euros at source.

In addition, under the heading "Concession agreements financial activation", the Company has recognised a net negative amount of EUR 256 thousand in 2024 (net negative recognition of EUR 659 thousand at 31 December 2023).

5.7 Commitment to purchase goods

At 31 December 2024, there are no commitments in addition to those already included under "Provisions for infrastructure measures" (see Note 14).

5.8 Insurance policies

The Company's policy is to take out all insurance policies necessary to cover possible risks that could affect intangible assets.

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NOTE 6. PROPERTY, PLANT AND EQUIPMENT

6.1. Variation

Movements during the year in the various tangible fixed asset accounts and the related accumulated depreciation were as follows:

a) Change in 2024

TANGIBLE FIXED ASSETS						
(Amounts in thousands of euros)						
Variation between 31 December 2023 and 2024						
	BALANCE	(+)	(-)	(+)(-)	(+)(-)	BALANCE
	31.12.23	ALTAS	BAJAS	TRASP.	BUSINESS COMBINATION	31.12.24
Land and buildings	4.647	752	(6)	-	-	5.393
Technical installations and other tangible fixed assets	183.354	40.211	(7.222)	1.504	(788)	217.061
Fixed assets under construction	1.852	2.834	-	(1.499)	-	3.185
TOTAL COST	189.853	43.797	(7.228)	5	(788)	225.639
Constructions	(2.636)	(130)	6	-	-	(2.760)
Technical installations and other tangible fixed assets	(105.822)	(23.399)	7.080	(5)	1.064	(121.082)
TOTAL AMORT. ACCUM.	(108.458)	(23.529)	7.086	(5)	1.064	(123.842)
Impairment of other property, plant and equipment	(191)	-	-	-	-	(191)
TOTAL DETERIORATION	(191)	-	-	-	-	(191)
TOTAL NET	81.204	20.170-	(142)	-	276	101.606

During 2024, the Company has recorded additions to property, plant and equipment amounting to Euros 40,211 thousand, corresponding to assets used in the contracts performed by the Company which are not concession contracts, as well as those acquired for those which, being concession contracts, do not revert to the granting bodies.

b) Change in 2023

TANGIBLE FIXED ASSETS						
(Amounts in thousands of euros)						
Change between 31 December 2022 and 2023						
	BALANCE	(+)	(-)	(+)(-)		BALANCE
	31.12.22	ALTAS	BAJAS	TRASP.		31.12.23
Land and buildings	4.349	298	-	-	-	4.647
Technical installations and other tangible fixed assets	150.089	32.650	(347)	962	-	183.354
Fixed assets under construction	561	2.370	(117)	(962)	-	1.852
TOTAL COST	154.999	35.318	(464)	-	-	189.853
Constructions	(2.544)	(92)	-	-	-	(2.636)
Technical installations and other tangible fixed assets	(90.659)	(15.409)	246	-	-	(105.822)
TOTAL AMORT. ACCUM.	(93.203)	(15.501)	246	-	-	(108.458)
Impairment of other property, plant and equipment	-	(191)	-	-	-	(191)
TOTAL DETERIORATION	-	(191)	-	-	-	(191)
TOTAL NET	61.796	19.626	(218)	-	-	81.204

During 2023, the Company recorded additions to property, plant and equipment amounting to Euros 35,318 thousand, corresponding to assets used in the contracts performed by the Company which are not concession

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contracts, as well as those acquired for concession contracts which do not revert to the granting bodies.

6.2 Land and buildings

At 31 December 2024, the land represents an amount of Euros 278 thousand in cost and Euros 50 thousand in accumulated amortisation due to its reversion at the end of the concession contract (Euros 278 thousand in cost and Euros 48 thousand in accumulated amortisation at 31 December 2023).

6.3 Balances arising from the integration of joint ventures

The balances at 31 December 2024 include 20,855 thousand euros and 8,785 thousand euros corresponding to the cost and accumulated amortisation contributed by the UTES, respectively (20,855 thousand euros and 8,785 thousand euros, respectively, at 31 December 2023).

6.4 Fully depreciated items

At 31 December 2024 they are fully depreciated, but items under "Plant and equipment and other tangible fixed assets" with a carrying amount of 56,363 thousand euros (60,229 thousand euros at 31 December 2023) are still in use.

6.5 Fixed assets located outside Spanish territory

At 31 December 2024, the Company has fixed assets outside Spain amounting to Euros 1,596 thousand in cost and Euros 1,199 thousand in accumulated depreciation (Euros 1,446 thousand and Euros 960 thousand, respectively, at 31 December 2023).

6.6 Insurance policies

It is the Company's policy to take out all insurance policies deemed necessary to cover possible risks that could affect property, plant and equipment.

6.7 Other information on property, plant and equipment

- In 2024 and 2023, there were no acquisitions of fixed assets from group companies.
- There are no commitments to acquire tangible fixed assets at the end of the two financial years.
- There are no tangible assets pledged as collateral for the Company's commitments.

NOTE 7. LONG-TERM INVESTMENTS IN GROUP COMPANIES AND ASSOCIATES

7.1 Equity Instruments

Equity instruments in Group companies and associates are stated at cost. Details and movements in this caption are as follows:

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a) Change in 2024

EQUITY INSTRUMENTS					
(Amounts in thousands of euros)					
Variation between 31 December 2023 and 2024					
	BALANCE	(+)	(-)	(+/-)	BALANCE
	31.12.23	ALTAS	LOW	BUSINESS COMBINATION	31.12.24
Equity Instruments in Group Companies	756.714	86.812	(7.933)	(6)	835.587
Outstanding payments in shares Group companies	(27)	-	-	-	(27)
Equity Instruments in Associated Companies	28.197	39	-	4.295	32.531
Outstanding disbursements in shares Associated Companies	(178)	-	-	-	(178)
Total	784.706	86.851	(7.933)	4.289	867.913
Deteriorations	(10.926)	(344)	40	-	(11.230)
TOTAL NET	773.780	86.507	(7.893)	4.289	856.683

By heading, the most important movements recorded in 2024 are as follows:

- Equity instruments in group companies.
 - Capital increase of 53,000 thousand euros for the capital increase carried out in the company "Servicios Hídricos Agricultura y Ciudad, S.L.U." and disbursed through the capitalisation of the current credit that the Company had granted to its subsidiary. Said credit had its origin in the acquisition and rehabilitation of the assets belonging to the "Rambla Morales" water desalination plant which have given rise to the "Mar de Alborán" water desalination plant which after 4 years of works has started its activity in 2024, producing desalinated water in the province of Almería (Spain).
 - Capital increase of Euros 17,150 thousand for the capital increase carried out in the company "Aqualia Latinoamérica, S.A.", fully paid up through the capitalisation of the loan granted by the Company to its subsidiary, which is domiciled in Bogotá (Colombia) and is dedicated to the operation from 2020 of concession contracts relating to the integral water cycle in that country.
 - A capital increase of Euros 13,140 thousand for the incorporation of the company "Local Sports Centers Management, S.L.U.", which had an initial capital of Euros 3 thousand through the creation of 3,000 shares with a par value of Euros 1 each, which were fully subscribed and paid up by the Company in April 2024. Subsequently, as indicated in note 2.8, the share capital was increased by 2,628 thousand euros through the creation of two million six hundred and twenty-seven thousand five hundred and fifty-seven new shares of 1.00 euros par value each with a share premium of 10.510 thousand euros, giving rise to a total increase of 13,137 thousand euros, which has been fully subscribed and paid up by the Company through the contribution of the economic unit of activity constituted by the sports centres and facilities that the Company manages in Spain.
 - Capital increase of 2,964 thousand euros for the capital increase in the company "Aqualia Villa del

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Rosario, S.A.", fully paid up through the capitalisation of the loan granted by the Company to its subsidiary, which is domiciled in Villa del Rosario (Colombia) and is dedicated to the operation of the concession contract for the integral aqueduct and water treatment cycle in that municipality.

- Capital increase of 554 thousand euros for the capital increase in the company "Aqualia Flandes, S.A.", fully paid up through the capitalisation of the loan granted by the Company to its subsidiary, which is domiciled in Flandes de Tolima (Colombia) and is dedicated to the operation of the concession contract for the integral aqueduct and water treatment cycle in that municipality.
 - 3 thousand euros for the acquisition of the 49 % that its subsidiary Tratamiento Industrial de Aguas, S.A. held in the merged companies Aguas de las Galeras, S.A. and Empresa Gestora de Aguas Linenses, S.L. (see note 2.8).
 - Derecognition of Euros 5,734 thousand of the Company's shareholding in Entemanser, S.A., a company managing several concession contracts on the island of Tenerife (Spain).
 - Disposal of Euros 906 thousand of the Company's shareholding in Depurplán, S.A., a company that manages several wastewater treatment plants in the autonomous community of Aragón (Spain).
 - Disposal of Euros 1,294 thousand of the Company's shareholding in Qatarat, L.L.C., a company that operates a desalination plant in Jeddah (Saudi Arabia).
- Deteriorations.
 - Impairment of 344 thousand euros in subsidiaries that are concessionaires of water contracts with a defined life and reversal of 40 thousand euros in other subsidiaries that are also concessionaires due to changes in the lives and operating flows that occurred during the year.

b) Change in 2023

EQUITY INSTRUMENTS					
(Amounts in thousands of euros)					
Change between 31 December 2022 and 2023					
	BALANCE	(+)	(-)	(+/ -)	BALANCE
	31.12.22	ALTAS	LOW	TRANSFERS	31.12.23
Equity Instruments in Group Companies	760.508	63	(3.857)	-	756.714
Outstanding payments in shares Group companies	(83)	-	56	-	(27)
Equity Instruments in Associated Companies	28.197	-	-	-	28.197
Outstanding disbursements in shares Associated Companies	(182)	-	4	-	(178)
Total	788.440	63	(3.797)	-	784.706
Deteriorations	(10.326)	(1.937)	1.337	-	(10.926)
TOTAL NET	778.114	(1.874)	(2.460)	-	773.780

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By heading, the most significant movements in 2023 were as follows:

- Equity instruments in group companies.
 - 63 thousand euros for the subscription of 51% of the capital that the Company incorporated in Saudi Arabia under the name of North Cluster SPV L.L.C., which was awarded the contract by the Saudi Arabian government for the management, operation and maintenance of the integral water cycle in the Saudi regions of Qassim, Hail, Al Jouf and Northern Border, serving a population of 2.5 million inhabitants. The rest of the shareholding was made up of companies outside the FCC Group.
 - Disposal of Euros 3,123 thousand of the Company's shareholding in Entemanser, S.A., a company managing several concession contracts on the island of Tenerife (Spain).
 - Disposal of Euros 734 thousand of the Company's holding in Depurplán, S.A., a company that manages several wastewater treatment plants in the autonomous community of Aragón (Spain).
- Outstanding disbursements on shares in group companies.
 - Derecognition in the amount of EUR 56 thousand for the paid-up amount corresponding to the share capital of South Cluster SPV LLC.
- Deteriorations.
 - Impairment of 1,937 thousand euros in subsidiaries that are concessionaires of water contracts with a defined life and reversal of 1,337 thousand euros in other subsidiaries that are also concessionaires due to changes in the lives and operating flows that occurred during the year.

c) The outstanding disbursements on shares in group and associated companies in the balance sheet as at 31 December 2024 and 2023 are as follows:

OUTSTANDING DISBURSEMENTS OF GROUP COMPANIES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Compañía Onubense de Aguas, S.A.	27	27
TOTAL	27	27
DISBURSEMENTS OUTSTANDING FROM ASSOCIATED COMPANIES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Aigües del Segarra Garrigues, S.A.	150	150
Sera Q.A. Duitama ESP., S.A.	28	28
TOTAL	178	178

d) Details of equity instruments in Group companies. Details of the balance at 31 December 2024 and 31 December 2023 are shown below:

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EQUITY INSTRUMENTS IN GROUP COMPANIES 2024

(Amounts in thousands of euros)

PARTNERSHIPS	ACTIVITY	INVESTMENT	PROVISION	NET COST
FCC Aqualia América, S.A.U. C/ Uruguay, 11 - Vigo (PONTEVEDRA)	Water cycle management	5.250	(4.649)	601
Aquajerez, S.L. Pol.Ind.Ronda Oeste, 24 Jerez de la Frontera (CADIZ)	Water Cycle Management	28.859	-	28.859
Aqua Campiña, S.A. C/Blas Infante, 6 - Écija (SEVILLA)	Water cycle management	541	-	541
Acque di Caltanissetta, S. p.a. Viale Sicilia 176 93100 Caltanissetta - ITALY	Water cycle management	39.755	-	39.755
Water Sur, S.L. Urbanización Las Bugambillas, 13 - Vera (Almería)	Water cycle management	144	(123)	21
Flores, Rebollo y Morales, S.L. Urbanización Las Bugambillas, 13 - Vera (Almería)	Water Cycle Management	576	(576)	-
Local Sports Management Centers, S.L. Avda. Camino de Santiago, 40 - MADRID	Sports Facilities Management	13.141	-	13.141
Compañía Onubense de Aguas, S.A. C/ Martín Alonso Pinzón, 8 - HUELVA	Water Cycle Management	36	(9)	27
Depurplan 11, S.A.U. C/ San Miguel, 1 - ZARAGOZA	Water treatment and purification	3.061	-	3.061
Empresa Mixta de Butarque, S.A. C/ Princesa, 3 - MADRID	Water Cycle Management	84	(84)	-
Servicios Hídricos Agricultura y Ciudad, S.L.U. C/ Alfonso XIII - Sabadell (BARCELONA)	Desalination operation	53.003	(3)	53.000
Sociedad Ibérica del Agua, S.A.U. C/Federico Salmón, 13 - MADRID	Water cycle management	60	-	60
Tratamiento Industrial del Agua, S.A. C/Federico Salmón, 13 - MADRID	Drainage and Purification	652	-	652
Hidrotec Water Technology, S.L.U. C/Pincel, 25 - SEVILLA	Laboratories and services	32	-	32
Entemanser, S.A. C/Castillo, 13 - ADEJE (SANTA CRUZ DE TENERIFE)	Water Cycle Management	48.680	-	48.680
Genesis Lodos, S.L. Avda. Kansas City, 9 - SEVILLA	Drainage and purification	2	(2)	-
Infraestructuras y Distribución General de Agua, S.L. C/La Presa, 14 - Tijoco Bajo-ADEJE (S.C.TENERIFE)	Participation and execution of works	8.665	-	8.665
Sociedad Española de Aguas Filtradas, S.A. Avda. Camino de Santiago, 40 - MADRID	Water purification	1.296	-	1.296
Aqualia Intech, S.A. Avda. Camino de Santiago, 40 - MADRID	Specialised construction	10.745	-	10.745
Aqualia México, S.A. de C.V. C/ Carrizal, 33 - Santiago de Querétaro (MEXICO)	Water works and services	1	-	1
Aqualia Czech, S.L.U. Avda. Camino de Santiago, 40 - MADRID	Water Cycle Management	334.865	-	334.865
Aqualia MACE LLC P.O Box 105547 Abu Dhabi (UNITED ARAB EMIRATES)	O&M Depuration	15	-	15
Aigües de Vallirana, S.A. C/ Conca de Tremp, 14 - Vallirana (BARCELONA)	Water Cycle Management	3.241	-	3.241
Aquamaior - Aguas de Campo Maior, S.A. Rua Mayor Talaya, 28 - Campo Maior (PORTUGAL)	Water Cycle Management	875	(622)	253
Abrantaqua, S.A. Lena Park - Alferrarede Abrantes (PORTUGAL)	Water Cycle Management	190	-	190
Conservación y Sistemas, S.A. C/Federico Salmón, 13-MADRID	Infrastructure maintenance	1.558	-	1.558
Cartagua, Aguas Do Cartaxo, S.A. Z. Industrial do Cartaxo, lote 20 - CARTAXO (PORTUGAL)	Treatment and purification	1.110	-	1.110
Aqualia desalación Guaymas S.A. de C.V. Avenida 5 de Febrero Nº 1351, ROBLE 304 - QUERÉTARO (MEXICO)	Construction and expl. desalination plant	2.358	-	2.358
Aqualia Infraestructuras Inzenyring Mariensské Hory, Slavnikovcu 571/21- Ostrava (CZECH REPUBLIC)	Specialised construction	9.065	-	9.065
Aquos El Realito, S.A. de C.V. B.Manuel Avila Camacho, nº36 - piso5 - Col. Lomas de Chapultepec México	Construction and expl. aqueduct	5.512	-	5.512

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EQUITY INSTRUMENTS IN GROUP COMPANIES 2024

(Amounts in thousands of euros)

PARTNERSHIPS	ACTIVITY	INVESTMENT	PROVISION	NET COST
Shariket Thalya Miyah Mostaganem Cité Abdoni Ilot, 36 - Dar el Beida (ALGERIA)	Construction and expl. desalination plants	8.308	-	8.308
H.A.A. & Co Integrated Serv Corniche road - Jeddah (SAUDI ARABIA)	Infrastructure maintenance	3.199	(22)	3.177
Qatarat Saquia Desalination Corniche road - Jeddah (SAUDI ARABIA)	Construction and expl. desalination plants	11.620	-	11.620
Aqualia Latinoamérica, S.A. Bogotá (COLOMBIA)	Water cycle management	30.849	-	30.849
Aqualia Villa del Rosario, S.A. C/ 4, número 6-104 - Villa del Rosario (COLOMBIA)	Water Cycle Management	4.227	-	4.227
Aqualia Georgia LLC Mtatsminda district, Medea (Mzia) Jugheli st., N 10 - Tbilisi (GEORGIA)	Portfolio holdings	158.969	-	158.969
South Cluster SPV LLC Abha, Kingdom of Saudi Arabia	Water cycle management	56	-	56
Aqualia Flandes S.A.S.E.S.P. Cr 11 No. 82 01 Of 903 - Bogotá (COLOMBIA)	Water cycle management	3.137	-	3.137
Aqualia Portugal Rua Camino Castelo Branco, 2 - Lisboa (PORTUGAL)	Water cycle management	8.563	-	8.563
North Cluster S.P.V. LLC Ali Bin Abi Talib Rd, Kingdom of Saudi Arabia	Water cycle management	63	-	63
Aqualia Gestión Los Cabos S.A. de C.V. Municipality of Los Cabos - Baja California (MEXICO)	Water works and services	1.569	-	1.569
Aqualia France 65, rue Monceau - Paris (FRANCE)	Water Cycle Management	31.655	-	31.655
TOTAL		835.587	(6.090)	829.497

EQUITY INSTRUMENTS IN GROUP COMPANIES 2023

(Amounts in thousands of euros)

PARTNERSHIPS	ACTIVITY	INVESTMENT	PROVISION	NET COST
FCC Aqualia América, S.A.U. C/ Uruguay, 11 - Vigo (PONTEVEDRA)	Water Cycle Management	5.250	(4.649)	601
Aquajerez, S.L. Pol.Ind.Ronda Oeste, 24 Jerez de la Frontera (CADIZ)	Water cycle management	28.859	-	28.859
Aqua Campiña, S.A. C/Blas Infante, 6 - Écija (SEVILLA)	Water cycle management	541	-	541
Acque di Caltanissetta, S. p.a. Viale Sicilia 176 93100 Caltanissetta - ITALY	Water Cycle Management	39.755	-	39.755
Water Sur, S.L. Urbanización Las Bugambillas, 13 - Vera (Almería)	Water cycle management	144	(144)	-
Flores, Rebollo y Morales, S.L. Urbanización Las Bugambillas, 13 - Vera (Almería)	Water cycle management	576	(576)	-
Aguas de las Galeras, S.L. Avda. Camino de Santiago, 40 - MADRID	Water cycle management	1	-	1
Compañía Onubense de Aguas, S.A. C/ Martín Alonso Pinzón, 8 - HUELVA	Water Cycle Management	36	(9)	27
Depurplan 11, S.A.U. C/ San Miguel, 1 - ZARAGOZA	Water treatment and purification	3.966	-	3.966
Empresa Mixta de Butarque, S.A. C/ Princesa, 3 - MADRID	Water Cycle Management	84	(84)	-
Servicios Hídricos Agricultura y Ciudad, S.L.U. C/ Alfonso XIII - Sabadell (BARCELONA)	Holding company	3	(3)	-
Sociedad Ibérica del Agua, S.A.U. C/Federico Salmón, 13 - MADRID	Water Cycle Management	60	-	60
Tratamiento Industrial del Agua, S.A. C/Federico Salmón, 13 - MADRID	Drainage and Purification	652	-	652
Hidrotec Water Technology, S.L.U. C/Pincel, 25 - SEVILLA	Laboratories and services	32	-	32
Empresa Gestora de Aguas Linenses, S.L.	Water cycle management	2	-	2

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EQUITY INSTRUMENTS IN GROUP COMPANIES 2023

(Amounts in thousands of euros)

PARTNERSHIPS	ACTIVITY	INVESTMENT	PROVISION	NET COST
C/Federico Salmón, 13 - MADRID				
Entemanser, S.A.	Water cycle management	54.414	-	54.414
C/Castillo, 13 - ADEJE (SANTA CRUZ DE TENERIFE)				
Genesis Lodos, S.L.	Drainage and Purification	2	(1)	1
Avda. Kansas City, 9 - SEVILLA				
Infraestructuras y Distribución General de Agua, S.L.	Participation and execution of works	8.665	-	8.665
C/La Presa, 14 - Tijoco Bajo-ADEJE (S.C.TENERIFE)				
Sociedad Española de Aguas Filtradas, S.A.	Water purification	1.296	-	1.296
Avda. Camino de Santiago, 40 - MADRID				
Aqualia Intech, S.A.	Specialised construction	10.745	-	10.745
Avda. Camino de Santiago, 40 - MADRID				
Aqualia México, S.A. de C.V.	Water works and services	1	-	1
C/ Carrizal, 33 - Santiago de Querétaro (MEXICO)				
Aqualia Czech, S.L.U.	Water Cycle Management	334.865	-	334.865
Avda. Camino de Santiago, 40 - MADRID				
Aqualia MACE LLC	O&M Depuration	15	-	15
P.O Box 105547 Abu Dhabi (UNITED ARAB EMIRATES)				
Aigües de Vallirana, S.A.	Water Cycle Management	3.241	-	3.241
C/ Conca de Tremp, 14 - Vallirana (BARCELONA)				
Aquamaior - Aguas de Campo Maior, S.A.	Water cycle management	875	(504)	371
Rua Mayor Talaya, 28 - Campo Maior (PORTUGAL)				
Abrantaqua, S.A.	Water cycle management	190	-	190
Lena Park - Alferrarede Abrantes (PORTUGAL)				
Conservación y Sistemas, S.A.	Infrastructure maintenance	1.558	-	1.558
C/Federico Salmón, 13-MADRID				
Cartagua, Aguas Do Cartaxo, S.A.	Treatment and purification	1.110	-	1.110
Z. Industrial do Cartaxo, lote 20 - CARTAXO (PORTUGAL)				
Aqualia desalinacion Guaymas S.A. de C.V.	Construction and	2.358	-	2.358
Avenida 5 de Febrero Nº 1351, ROBLE 304 - QUERÉTARO (MEXICO)				
Aqualia Infraestructuras Inzenyring	Specialised construction	9.065	-	9.065
Mariennské Hory, Slavnikovcu 571/21- Ostrava (CZECH REPUBLIC)				
Aquos El Realito, S.A. de C.V.	Construction and expl. aqueduct	5.512	-	5.512
B.Manuel Avila Camacho, nº36 - piso5 - Col. Lomas de Chapultepec México				
Shariket Thalys Miyah Mostaganem	Construction and expl. desalination plants	8.308	-	8.308
Cité Abdoni Ilot, 36 - Dar el Beida (ALGERIA)				
H.A.A. & Co Integrated Serv	Infrastructure maintenance	3.199	(39)	3.160
Corniche road - Jeddah (SAUDI ARABIA)				
Qatarat Saquia Desalination	Construction and expl. desalination plants	12.914	-	12.914
Corniche road - Jeddah (SAUDI ARABIA)				
Aqualia Latinoamérica, S.A.	Water cycle management	13.699	-	13.699
Bogotá (COLOMBIA)				
Aqualia Villa del Rosario, S.A.	Water cycle management	1.263	-	1.263
C/ 4, número 6-104 - Villa del Rosario (COLOMBIA)				
Aqualia Georgia LLC	Portfolio holdings	158.969	-	158.969
Mtatsminda district, Medea (Mzia) Jugheli st., N 10 - Tbilisi (GEORGIA)				
South Cluster SPV LLC	Water cycle management	56	-	56
Abha, Kingdom of Saudi Arabia				
Aqualia Flanders S.A.S.S.E.S.P.	Water cycle management	2.583	-	2.583
Cr 11 No. 82 01 Of 903 - Bogotá (COLOMBIA)				
Aqualia Portugal	Water cycle management	8.563	-	8.563
Rua Camino Castelo Branco, 2 - Lisboa (PORTUGAL)				
North Cluster S.P.V. LLC	Water cycle management	63	-	63
Ali Bin Abi Talib Rd, Kingdom of Saudi Arabia				
Aqualia Gestión Los Cabos S.A. de C.V.	Water works and services	1.569	-	1.569
Municipality of Los Cabos - Baja California (MEXICO)				
Aqualia France	Water cycle management	31.655	-	31.655
65, rue Monceau - Paris (FRANCE)				
TOTAL		756.714	(6.009)	750.705

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The balance sheets of these companies as at 31 December 2024 and 2023 presented the following balance sheet data. None of these companies is listed on the stock exchange and none of them has generated results from discontinued operations.

EQUITY DATA OF GROUP COMPANIES 2024 (Amounts in thousands of euros)						
				Result 2024		
PARTNERSHIPS	CAPITAL	Reserves and other equity items	Operating result	Result Continuing Operations	Result	% Share
Abrantaqua, S.A.	500	3.882	320	682	60	60,00%
Acque di Caltanissetta, S.p.a.	24.500	41.404	435	2.673	100	99,56%
Aigües de Vallirana, S.A. (*)	102	635	162	242	100	100,00%
Aqua Campiña, S.A.	601	704	37	145	90	90,00%
Aquajerez, S.L.	3	9.999	(476)	1.810	100	100,00%
Aqualia Czech, S.L.U.	69.362	322.624	2.895	(35)	100	100,00%
Aqualia Desalación Guaymas, S.A. de C.V.	3.369	8.834	5.533	2.107	100	70,00%
Aqualia Flanders S.A.S.S.E.S.P.	3.274	823	(903)	(26)	100	95,00%
Aqualia France	400	2.366	865	(4.658)	100	100,00%
Aqualia Georgia LLC	175.155	174.995	(60)	(75)	100	100,00%
Aqualia Gestion los Cabos SACV	2.285	3.273	2.373	1.791	100	70,00%
Aqualia Infraestructuras Inzenyring	64	3.524	3.342	4.247	100	49,00%
Aqualia Intech, S.A.	1.200	43.002	1.313	1.269	100	99,99%
Aqualia Latinoamérica, S.A.	31.723	16.582	(3.061)	597	100	94,00%
Aqualia MACE LLC	30	6.205	3.030	3.345	51	51,00%
Aqualia México, S.A. de C.V.	8.070	15.617	1.090	2.147	100	0,01%
Aqualia Portugal	22.518	22.031	(9)	(11)	100	100,00%
Aqualia Villa del Rosario S.A.	4.294	(69)	(622)	(203)	100	95,00%
Aquamaior - Aguas de Campo Maior, S.A.	50	253	(118)	(57)	100	100,00%
Aquos El Realito, S.A. DE CV	11.651	21.186	4.625	8.440	51	46,00%
Cartagua, Aguas do Cartaxo, S.A.	1.850	3.197	171	693	60	60,00%
Compañía Onubense de Aguas, S.A. (*)	60	(12)	0	0	60	60,00%
Conservación y Sistemas, S.A.	300	2.150	331	340	100	99,99%
Depurplan 11, S.A.U.	4.700	6.138	732	776	100	100,00%
Ecosistema de Morelos S.A. DE C.V.	1.296	2.940	1.937	1.509	100	0,00%
Empresa Mixta de Butarque, S.A. (*)	120	0	0	0	70	70,00%
Entemanser, S.A.	2.137	16.017	7.128	8.796	97	97,00%
FCC Aqualia America, S.A.U. (*)	601	603	2	(1)	100	100,00%
Flores, Rebollo y Morales, S.L.	18	30	0	0	60	60,00%
Genesis Lodos, S.L.	3	0	(1)	(1)	80	80,00%
H.A.A. & CO. Integrated Serv	1.187	5.266	743	986	51	51,00%
Hidrotec Water Technology, S.L.U.	3	19.382	444	1.158	100	100,00%
Infraestructuras y Dist. General del Agua, S.L. (*)	63	4.634	707	868	100	100,00%
Local Sports Centers Managment, S.L. Sole proprietorship	2.631	14.379	1.238	1.575	100	100,00%
North Cluster Spv Llc	123	3.501	1.745	2.190	51	51,00%
Qatarat Saqiya Desalination	4.985	31.201	3.748	5.863	51	51,00%
Sociedad Española de Aguas Filtradas, S.A.	1.087	8.917	2.113	2.141	100	99,99%
Servicios Hidricos Agricultura y Ciudad S.L.	10.821	52.569	13	57	100	100,00%
Sharikeet Tahlya Miyah Mostaganem	32.579	142.419	19.216	23.699	26	25,50%
Sociedad Ibérica del Agua, S.A.U. (*)	60	495	93	92	100	100,00%
South Cluster Spv Llc	125	4.950	2.399	3.115	45	45,00%
Tratamiento Industrial de Aguas, S.A.	656	39.027	10.015	13.050	100	99,99%
Water Sur, S.L.	6	35	47	47	60	60,00%

(*) Unaudited data as at 31 December 2024.

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EQUITY DATA OF GROUP COMPANIES 2023						
(Amounts in thousands of euros)						
PARTNERSHIPS	CAPITAL	Reserves and other equity items	Operating result	Result 2023		% Share
				Result Continuing Operations	Result	
Abrantaqua, S.A.	500	3.062	751	407	407	60,00%
Acque di Caltanissetta, S.p.a.	24.500	16.482	2.193	218	218	99,56%
Aguas de las Galeras, S.L.	3	196	1.455	149	149	51,00%
Aigües de Vallirana, S.A. (*)	102	404	66	33	33	100,00%
Aqua Campiña, S.A.	601	66	33	(54)	(54)	90,00%
Aquajerez, S.L.	3	11.039	6.087	2.722	2.722	100,00%
Aqualia Czech, S.L.U.	69.362	250.367	(39)	1.908	1.908	100,00%
Aqualia Desalación Guaymas, S.A. de C.V.	3.369	621	(2.439)	(4.142)	(4.142)	70,00%
Aqualia Flanders S.A.S.S.E.S.P.	2.719	(1.961)	(399)	(1.744)	(1.744)	95,00%
Aqualia France, SAS	400	1.101	(4.396)	(3.343)	(3.343)	100,00%
Aqualia Georgia LLC	175.155	(97)	99	83	83	100,00%
Aqualia Gestion los Cabos SACV	2.285	918	468	503	503	70,00%
Aqualia Infraestructuras Inzenyring, s.r.o.	64	3.539	4.334	3.499	3.499	49,00%
Aqualia Intech, S.A.	1.200	40.450	1.578	4.064	4.064	99,99%
Aqualia Latinoamérica, S.A.	14.573	(13.950)	(2.483)	(614)	(614)	94,00%
Aqualia MACE LLC	30	3.108	2.860	4.127	4.127	51,00%
Aqualia México, S.A. de C.V.	8.070	7.771	1.298	1.606	1.606	0,01%
Aqualia Portugal, S.A.	22.518	(228)	(10)	(8)	(8)	100,00%
Aqualia Villa del Rosario S.A.	1.330	(3.672)	(385)	(2.173)	(2.173)	95,00%
Aquamaior - Aguas de Campo Maior, S.A.	50	321	13	(50)	(50)	100,00%
Aquos El Realito, S.A. DE CV	11.651	9.064	5.892	2.211	2.211	46,00%
Cartagua, Aguas do Cartaxo, S.A.	1.850	1.176	716	259	259	60,00%
Compañía Onubense de Aguas, S.A. (*)	60	(72)	0	0	0	60,00%
Conservación y Sistemas, S.A.	300	1.519	(83)	(2)	(2)	99,99%
Depurplan 11, S.A.U.	4.700	1.611	1.222	1.006	1.006	100,00%
Ecosistema de Morelos S.A. DE C.V.	1.296	(133)	1.405	(443)	(443)	0,00%
Empresa Gestora de Aguas Linenses, S.L.	3	3.150	494	370	370	51,00%
Empresa Mixta de Butarque, S.A. (*)	120	(120)	0	0	0	70,00%
Entemanser, S.A.	2.137	12.662	7.326	5.911	5.911	97,00%
FCC Aqualia América, S.A.U. (*)	601	(1)	(0)	(0)	(0)	100,00%
Flores, Rebollo y Morales, S.L.	18	12	0	0	0	60,00%
Genesis Lodos, S.L.	3	(2)	(1)	(1)	(1)	80,00%
H.A.A. & CO. Integrated Serv. Ltd.	1.187	3.061	51	(99)	(99)	51,00%
Hidrotec Water Technology, S.L.U.	3	18.935	2.902	2.141	2.141	100,00%
Infraestructuras y Dist. General del Agua, S.L. (*)	63	4.335	555	470	470	100,00%
North Cluster Spv Llc	123	1.470	1.701	1.498	1.498	51,00%
Qatarat Saquia Desalination Ltd.	4.985	23.161	6.754	3.401	3.401	51,00%
Sociedad Española de Aguas Filtradas, S.A.	1.087	5.717	2.118	1.553	1.553	99,99%
Servicios Hidricos Agricultura y Ciudad S.L.	3	(446)	(89)	(67)	(67)	100,00%
Shariket Tahlya Miyah Mostaganem	32.579	103.960	22.130	18.188	18.188	25,50%
Sociedad Ibérica del Agua, S.A.U. (*)	60	342	98	74	74	100,00%
South Cluster Spv Llc	125	2.182	1.763	1.486	1.486	45,00%
Tratamiento Industrial de Aguas, S.A.	656	28.356	10.864	8.440	8.440	99,99%
Water Sur, S.L.	6	(18)	9	9	9	60,00%

(*) Unaudited data as at 31 December 2023.

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e) Details of equity instruments in associates at 31 December 2024 and 31 December 2023 are presented below:

EQUITY INSTRUMENTS IN ASSOCIATES 2024				
(Amounts in thousands of euros)				
PARTNERSHIPS	ACTIVITY	INVESTMENT	PROVISION	NET
Aguas de Denia, S.A. Pedro Esteve, 17 - Denia (ALICANTE)	Water Cycle Management	400	-	400
Aguas de Archidona, S.L. Pza. Ochavada, 1 - Archidona (MÁLAGA)	Water Cycle Management	72	(31)	41
Aigües del Vendrell, S.A. c/ Vella, 1 - El Vendrell (TARRAGONA)	Water Cycle Management	490	-	490
Aguas de Narixa, S.A. C/Málaga, 11 - Nerja (MÁLAGA)	Water Cycle Management	300	-	300
Aguas del Puerto Empresa Municipal, S.A. C/Aurora, 1 El Puerto de Santa María (CADIZ)	Water Cycle Management	4.295	-	4.295
Concesionaria de Desalación de Ibiza, S.A. Rotonda de Sta. Eulalia, s/n - Ibiza (BALEARIC ISLANDS)	Operation of desalination plants	1.082	-	1.082
AIE Costa Tropical de Granada Plaza Aurora, s/n - Motril (GRANADA)	Water cycle management	828	-	828
Aguas de Guadix, S.A. C/ Córdoba, 5 - Guadix (ALMERÍA)	Water cycle management	844	(637)	207
Compañía de Servicios Medioambientales do Atlántico, S.A. Carretera de Cedeira, km1 - Narón (LA CORUÑA)	Water cycle management	294	-	294
EMANAGUA - Empresa Municipal de Aguas de Nijar, S.A. Plaza de la Glorietta, 1 - Nijar (ALMERÍA)	Water cycle management	221	(42)	179
Empresa Municipal Aguas de Algeciras, S.A. C/Virgen del Carmen, s/n - Algeciras (CÁDIZ)	Water Cycle Management	442	(442)	-
Empresa Municipal de Aguas de Linares, S.A. C/ Cid Campeador, 7 - Linares (JAEN)	Water cycle management	147	(147)	-
Empresa Municipal Aguas de Benalmádena, S.A. Expl. Ap.Tívoli, s/n - Arroyo de la Miel (MÁLAGA)	Water cycle management	1.310	(201)	1.109
Empresa Municipal Aguas de Toxiria, S.A. Plaza de la Constitución - Torredonjimeno (JAÉN)	Water cycle management	118	(54)	64
Aigües del Segarra Garrigues, S.A. C/Santa Clara, 4 - Tárrega (LÉRIDA)	Construction and operation of irrigation systems	348	-	348
Girona, S.A. Travesía del Carril, 2 - GERONA	Water Cycle Management	365	-	365
New Company of Aguas de Ibiza, S.A. C/Bartolomé Rosselló, 18 - (IBIZA)	Water Cycle Management	28	-	28
Orasqualia O-M Nile City Towers - Cairo (EGYPT)	Sewage treatment plant maintenance	1.508	-	1.508
Sera.Q.A. Duitama, S.A. (COLOMBIA)	Water cycle management	94	(67)	27
Suministros Aguas de Querétaro, S.A. de C.V. Santiago de Querétaro - Querétaro Arteaga (MEXICO)	Water cycle management	182	-	182
Codeur, S.A. C/Mayor, 22 - Vera (ALMERÍA)	Water cycle management	6.500	(1.127)	5.373
Aguas de Langreo, S.L. C/Alonso del Riesgo, 3 - Langreo (ASTURIAS)	Water cycle management	882	-	882
Orasqualia Devel. Waste T.P. S.A.E. 2112 South Tower - New Cairo (EGYPT)	Sewage treatment plant maintenance	10.922	(2.319)	8.603
Empresa Mixta de Aguas de Jódar, S.A. Pz. De España, 1 - 23500 JÓDAR (JAEN)	Water cycle management	73	(73)	-
Empresa Mixta de Aguas de Ubrique, S.A. C/ IUZGADO S/N - 11600 - UBRIQUE (CÁDIZ)	Water cycle management	73	-	73
Oman Sustainable Water Services SAOC Batinah Highway - 322 - SOHAR (OMAN)	Construction and operation of desalination plants	713	-	713
TOTAL		32.531	(5.140)	27.391

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EQUITY INSTRUMENTS IN ASSOCIATES 2023				
(Amounts in thousands of euros)				
PARTNERSHIPS	ACTIVITY	INVESTMENT	PROVISION	NET
Aguas de Denia, S.A. Pedro Esteve, 17 - Denia (ALICANTE)	Water cycle management	400	-	400
Aguas de Archidona, S.L. Pza. Ochavada, 1 - Archidona (MÁLAGA)	Water cycle management	72	(34)	38
Aigües del Vendrell, S.A. c/ Vella, 1 - El Vendrell (TARRAGONA)	Water Cycle Management	490	-	490
Aguas de Narixa, S.A. C/Málaga, 11 - Nerja (MÁLAGA)	Water Cycle Management	300	-	300
Concesionaria de Desalación de Ibiza, S.A. Rotonda de Sta. Eulalia, s/n - Ibiza (BALEARIC ISLANDS)	Operation of desalination plants	1.082	-	1.082
AIE Costa Tropical de Granada Plaza Aurora, s/n - Motril (GRANADA)	Water Cycle Management	828	-	828
Aguas de Guadix, S.A. C/ Córdoba, 5 - Guadix (ALMERÍA)	Water Cycle Management	844	(654)	190
Compañía de Servicios Medioambientales do Atlántico, S.A. Carretera de Cedeira, km1 - Narón (LA CORUÑA)	Water Cycle Management	294	-	294
EMANAGUA - Empresa Municipal de Aguas de Nijar, S.A. Plaza de la Glorieta, 1 - Nijar (ALMERÍA)	Water Cycle Management	221	-	221
Empresa Municipal Aguas de Algeciras, S.A. C/Virgen del Carmen, s/n - Algeciras (CÁDIZ)	Water cycle management	442	(442)	0
Empresa Municipal de Aguas de Linares, S.A. C/ Cid Campeador, 7 - Linares (JAEN)	Water cycle management	147	-	147
Empresa Municipal Aguas de Benalmádena, S.A. Expl. Ap.Tívoli, s/n - Arroyo de la Miel (MÁLAGA)	Water cycle management	1.310	(197)	1.113
Empresa Municipal Aguas de Toxiria, S.A. Plaza de la Constitución - Torredonjimeno (JAÉN)	Water cycle management	118	(47)	71
Aigües del Segarra Garrigues, S.A. C/Santa Clara, 4 - Tárrega (LÉRIDA)	Construction and operation of irrigation systems	309	-	309
Girona, S.A. Travesía del Carril, 2 - GERONA	Water cycle management	365	-	365
New Company of Aguas de Ibiza, S.A. C/Bartolomé Rosselló, 18 - (IBIZA)	Water Cycle Management	28	-	28
Orasqualia O~M Nile City Towers - Cairo (EGYPT)	Sewage treatment plant maintenance	1.508	-	1.508
Sera.Q.A. Duitama, S.A. (COLOMBIA)	Water Cycle Management	94	(67)	27
Suministros Aguas de Querétaro, S.A. de C.V. Santiago de Querétaro - Querétaro Arteaga (MEXICO)	Water Cycle Management	182	-	182
Codeur, S.A. C/Mayor, 22 - Vera (ALMERÍA)	Water Cycle Management	6.500	(1.084)	5.416
Aguas de Langreo, S.L. C/Alonso del Riesgo, 3 - Langreo (ASTURIAS)	Water Cycle Management	882	-	882
Orasqualia Devel. Waste T.P. S.A.E. 2112 South Tower - New Cairo (EGYPT)	Sewage treatment plant maintenance	10.922	(2.319)	8.603
Empresa Mixta de Aguas de Jódar, S.A. Pz. De España, 1 - 23500 JÓDAR (JAEN)	Water Cycle Management	73	(73)	0
Empresa Mixta de Aguas de Ubrique, S.A. C/JUZGADO S/N - 11600 - UBRIQUE (CÁDIZ)	Water Cycle Management	73	-	73
Oman Sustainable Water Services SAOC Batinah Highway - 322 - SOHAR (OMAN)	Construction and operation of desalination plants	713	-	713
TOTAL		28.197	(4.917)	23.280

The balance sheet data of these companies as at 31 December 2024 and 2023 are presented below. None of

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these companies are listed on the stock exchange and none of them have generated income from discontinued operations in 2024 and 2023.

EQUITY DATA OF ASSOCIATED COMPANIES 2024						
(Amounts in thousands of euros)						
PARTNERSHIPS	CAPITAL	Reserves and other equity items	RESULT 2024			
			Operating result	Result Continuing Operations	Result	Participation
Aguas de Archidona, S.L.	150	(66)	32	5	5	48,00%
Aguas de Denia, S.A. (*)	425	1.000	31	85	85	33,00%
Aguas de Guadix, S.A.	200	318	273	204	204	40,00%
Aguas de Langreo, S.L.	1.800	421	354	179	179	49,00%
Aguas del Puerto Empresa municipal, S.A.	1.767	2.035	630	222	222	49,00%
Aguas de Narixa, S.A.	600	856	695	477	477	50,00%
AIE Gestion Servicios Hidráulicos Ciudad Real (*)	0	0	106	243	243	75,00%
AIE Costa Tropical de Granada	0	1.622	3.703	1.939	1.939	51,00%
Aigües del Segarra Garrigues, S.A.	30.000	1.446	5.281	4.434	4.434	1,00%
Aigües del Vendrell, S.A. (*)	1.000	(374)	918	539	539	49,00%
Cía. de Serv. Medioambientales do Atlántico, S.A.	601	341	12	1	1	49,00%
CODEUR, S.A.	200	1.475	182	30	30	28,00%
Concesionaria de Desalación de Aguas de Ibiza, S.A.	1.850	371	3.156	2.469	2.469	50,00%
EMANAGUA - Empresa Municipal de Aguas de Níjar, S.A.	450	(86)	(448)	(359)	(359)	49,00%
Empresa Mixta de Aguas de Jódar, S.A.	150	(271)	(49)	(82)	(82)	49,00%
Empresa Municipal de Aguas de Linares, S.A.	300	(763)	(1.206)	(905)	(905)	49,00%
Empresa Municipal Aguas de Algeciras, S.A.	451	(1.401)	(1.442)	(1.286)	(1.286)	49,00%
Empresa Mixta de Aguas de Ubrique, S.A.	150	82	23	15	15	49,00%
Empresa Municipal de Aguas Benalmádena, S.A.	1.803	415	340	54	54	50,00%
Empresa Municipal de Aguas de Toxiria, S.A.	240	(110)	0	(13)	(13)	49,00%
Girona, S.A.	1.200	4.537	53	134	134	33,61%
Nueva Sociedad de Aguas de Ibiza, S.A. (*)	60	63	45	34	34	40,00%
Oman Sustainable Water Services SAOC	1.085	2.283	1.950	1.727	1.727	49,00%
Orasqualia Devel.waste T.P. S.A.E.	29.458	(19.645)	2.175	1.881	1.881	45,00%
Orasqualia O&M	3.016	1.378	1.025	1.193	1.193	50,00%
SERA.Q.A. Duitama, S.A. (*)	375.000	(135.505)	0	0	0	30,60%
Suministro de Agua de Queretaro, SA de CV	18.196	31.907	11.967	9.366	9.366	1%

(*) Unaudited data.

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EQUITY DATA OF ASSOCIATED COMPANIES 2023

(Amounts in thousands of euros)

PARTNERSHIPS	CAPITAL	Reserves and other equity items	RESULT 2023			
			Operating result	Result Continuing Operations	Result	Participation
Aguas de Archidona, S.L.	150	(71)	(53)	(61)	(61)	48,00%
Aguas de Denia, S.A. (*)	425	915	141	111	111	33,00%
Aguas de Guadix, S.A.	200	275	228	166	166	40,00%
Aguas de Langreo, S.L.	1.800	291	328	196	196	49,00%
Aguas de Narixa, S.A.	600	852	737	489	489	50,00%
AIE Gestion Servicios Hidráulicos Ciudad Real (*)	0	0	83	83	83	75,00%
AIE Costa Tropical de Granada	0	1.622	4.064	2.208	2.208	51,00%
Aigües del Segarra Garrigues, S.A.	30.000	511	7.945	6.372	6.372	1,00%
Aigües del Vendrell, S.A. (*)	1.000	(913)	(440)	(525)	(525)	49,00%
Cía. de Serv. Medioambientales do Atlántico, S.A.	601	340	(135)	(114)	(114)	49,00%
CODEUR, S.A.	200	1.446	249	71	71	28,00%
Concesionaria de Desalación de Aguas de Ibiza, S.A.	1.850	(98)	262	89	89	50,00%
EMANAGUA - Empresa Municipal de Aguas de Nijar, S.A.	450	2.154	56	7	7	49,00%
Empresa Mixta de Aguas de Jódar, S.A.	150	(189)	(51)	(81)	(81)	49,00%
Empresa Municipal de Aguas de Linares, S.A.	300	142	10	22	22	49,00%
Empresa Municipal Aguas de Algeciras, S.A.	451	(787)	(687)	(674)	(674)	49,00%
Empresa Mixta de Aguas de Ubrique, S.A.	150	66	(110)	(85)	(85)	49,00%
Empresa Municipal de Aguas Benalmádena, S.A.	1.803	424	401	64	64	50,00%
Empresa Municipal de Aguas de Toxiria, S.A.	240	(97)	(45)	(45)	(45)	49,00%
Girona, S.A.	1.200	4.403	(79)	25	25	33,61%
Nueva Sociedad de Aguas de Ibiza, S.A. (*)	60	202	35	26	26	40,00%
Oman Sustainable Water Services SAOC	1.085	2.000	1.890	1.590	1.590	49,00%
Orasqualia Devel.waste T.P. S.A.E.	29.458	(10.564)	2.620	2.045	2.045	45,00%
Orasqualia O&M	3.016	2.363	1.111	815	815	50,00%
SERA.Q.A. Duitama, S.A. (*)	86	(31)	0	0	0	30,60%
Suministro de Agua de Queretaro, SA de CV	18.196	35.954	12.623	8.854	8.854	1%

(*) Unaudited data

Details of income from equity investments in Group companies and associates are included in Note 19.1.

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7.2. Long-term loans to Group companies and associates

Loans to Group and associated companies are measured at amortised cost and are broken down as follows:

LONG-TERM LOANS TO COMPANIES <i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Loans to Group companies (Note 7.2.1)	955.567	880.988
Interest on loans to Group companies (Note 7.2.1)	1.204	2.182
Loans to Associated Companies (Note 7.2.2)	16.817	10.992
TOTAL	973.588	894.162

7.2.1 Long-term loans to group companies. The detail and balance at 31 December 2024 and 2023 is as follows:

LOANS TO GROUP COMPANIES <i>(Amounts in thousands of euros)</i>				
	31.12.24	31.12.23	INTEREST	EXPIRY
Aqua Campiña, S.A.	367	839	Euribor + 1 %.	2026
Aquajerez, S.L.	8.430	9.119	3 % + Variable	2038
Aqualia Desalación Guaymas, S.A. de C.V.	13.930	16.014	- (*)	2029
Aquos El Realito, S.A. de C.V.	6.176	7.109	- (*)	2037
Depurplán, S.A.U.	14.547	13.174	4,50%	2027
Ecosistema de Morelos, S.A. de C.V.	3.512	4.571	9,80%	2029
Aguas de las Galeras, S.L.	-	13.477	10%	2025
FCC Aqualia USA Corp.	92.395	3.115	SOFR + 0.95	2026
Fomento de Construcciones y Contratas, S.A.	806.479	806.479	3,55%	2048
Qatarat Saquia	5.735	5.391	5%	2029
Sociedad Española de Aguas Filtradas, S.A.	678	689	4,25%	2026
Water Sur, S.L.	78	78	-	2026
Aqualia Gestión Los Cabos S.A. de C.V.	3.240	933	- (*)	2031
Interests	1.204	2.182		
TOTAL	956.771	883.170		

(*) The balances with Aqualia Desalación Guaymas, S.A. de C.V., Aquos El Realito, S.A. de C.V. and Aqualia Gestión Los Cabos S.A. de C.V. do not accrue interest because they are funds transferred for future capital increases.

On 28 September 2018, the Company signed a contract with Fomento de Construcciones y Contratas, S.A. which entailed the non-extinguishing modifying novation of the two loans existing since 8 June 2017 between the two companies. For this loan, which had a joint balance of Euros 806,479 thousand, a single maturity date of 28 September 2048 and an interest rate of 3.55% was set, which would accrue in 12-month periods starting on 30 November of each year.

On 23 September 2024, the Company increased the loan granted to its subsidiary FCC Aqualia USA Corp by USD 96,500 thousand, enabling its subsidiary to repay the bank loan that had been used to finance the acquisition of Municipal District Services on 31 December 2023.

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7.2.2 Long-term receivables from associates are as follows:

LOANS TO AFFILIATED COMPANIES				
<i>(Amounts in thousands of euros)</i>				
	31.12.24	31.12.23	INTEREST	EXPIRY
AIE Gest. Hydraulic Services Ciudad Real	79	79	-	2026
Emp. Municipal de Aguas de Algeciras, S.A.	1.765	582	EURIBOR + 1%.	2045
Emp. Municipal de Aguas de Benalmádena, S.A.	-	819	EURIBOR (12) + 0.9%.	2025
Emp. Municipal de Aguas de Toxiria, S.A.	210	210	EURIBOR (12) + 1%.	2029
Aguas de Langreo, S.L.	2.256	2.256	EURIBOR + 1	2031
EMANAGUA - Empresa Mpal de Aguas de Nijar	1.192	1.461	EURIBOR (12) + 1.25%.	2026
Aigües del Tomoví, S.A.	1	1	4%	2032
Aguas de Archidona, S.A.	365	390	LEGAL I.I.T. + 3%.	2036
Empresa Mixta de Aguas de Jódar, S.A.	722	722	7%	2035
Orasqualia Development Waste T.Plant SAE	-	18	-	2026
Aigües del Vendrell, S.A.	4.326	4.454	5,5 %	2044
Aguas del Puerto de Santa María Empresa Municipal S.A.	5.901	-	8 %	2031
TOTAL	16.817	10.992		

The loans granted by the Company to the municipal companies in which it participates form part of the agreements reached between the Company and the respective city council in the formalisation of the contract governing the respective water concession and generally have a duration equal to the life of the concession.

As a result of the business combination mentioned in note 2.8, the Company has a loan to Aguas del Puerto de Santa María Empresa Municipal, S.A. which was originally granted by Aguas de las Galeras, S.A. to finance the concession fee that this company had to pay to the City Council of Puerto de Santa María (Cádiz) under the contract for the operation, maintenance and conservation of the wastewater treatment plants, sewerage networks and wastewater and rainwater pumping stations in this municipality.

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NOTE 8. FINANCIAL ASSETS BY CATEGORY

The classification of financial assets excluding investments in group companies and associates is as follows:

	FINANCIAL ASSETS BY CATEGORY					
	(Amounts in thousands of euros)					
	31.12.24			31.12.23		
	Non-current	Current	Total	Non-current	Current	Total
Financial assets at fair value through equity						
Unquoted equity instruments (note 8.1)	10.676	-	10.676	8.996	-	8.996
Financial assets at amortised cost						
Loans to group and associated companies (notes 7.2 and 9)	973.588	149.417	1.123.005	894.162	347.367	1.241.529
Loans to third parties (note 8.2 and 9.2)	44.815	14.804	59.619	48.346	13.526	61.872
Other financial assets with group companies and associates (note 8.3)	-	7.753	7.753	-	6.911	6.911
Other financial assets with third parties (note 8.3)	28.860	6.383	35.243	28.417	6.278	34.695
Trade and other receivables (*) (note 10)	-	260.305	260.305	-	243.967	243.967
TOTAL FINANCIAL ASSETS	1.057.939	438.662	1.496.601	979.921	618.048	1.597.969

The fair value of financial assets does not differ significantly from their carrying amount. The only gains and losses on financial assets relate to the impairment losses detailed in Note 10.3 and to the financial income from interest on loans, which amounted to Euros 56,771 thousand at 31 December 2024 (Euros 54,652 thousand at 31 December 2023).

8.1. Unquoted Equity Instruments

Details as at 31 December 2024 and 2023 are as follows:

EQUITY INSTRUMENTS	31.12.23	Fair value update	Collection of dividends	31.12.24
(Amounts in thousands of euros)				
Other investments	8.996	2.925	(1.245)	10.167
TOTAL	8.996	2.925	(1.245)	10.167

The amount recorded under this heading corresponds to the 25.5% stake held by the Company in Shariket Miyeh Ras Djinet, the voting rights of which have been transferred to one of the shareholders for a period of 9 years from 1 January 2019.

Since that time, the Company began to measure the investment at fair value by discounting the cash flows forecast in the model over the life of the contract at a discount rate of 8.7%, which takes into account the location of the desalination plant in Algeria and the high proportion of collections in US dollars. This valuation resulted in an adjustment of Euros 5,953 thousand in 2019 to "Valuation adjustments" in equity (see note 12.4).

During the year, the Company has updated the fair value of the investment for the remaining years of the contract at a WACC discount rate of 15.2%, which has resulted in a revaluation of Euros 2,924 thousand against Valuation adjustments. In addition, dividends of EUR 1,245 thousand were collected from the subsidiary in 2024 (see note 12.4) (EUR 1,170 thousand of dividends collected in 2023).

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8.2. Claims on third parties

This heading mainly includes loans granted to local councils for the execution of works and installations in the water network. These loans accrue interest at a variable rate based on Euribor and are repaid in accordance with the repayment schedule included in the contract by offsetting debts with the local councils arising from the collection of final purpose water charges and other items. The portion of these loans maturing in less than one year is recorded under short-term financial investments (see note 9.2).

Details as at 31 December 2024 and 2023 are as follows:

CREDITS TO THIRD PARTIES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Alboraya Town Hall	456	535
Alcalá de Henares Town Council	1.224	1.563
City Council	460	-
Bollullos Par del Condado Town Council	1.379	1.379
Caravaca de la Cruz Town Council	-	5
Chipiona Town Council	-	463
Cristina Town Council	43	62
Gáldar Town Council	2.283	2.283
Güimar Town Hall	-	29
Jaén City Council	10.636	13.839
La Guardia Town Council	291	313
La Línea Town Council	553	724
La Nucia Town Council	564	-
Lepe Town Hall	8.419	8.497
Magán Town Council	-	31
Platja d'Aro Town Council	2.553	2.832
Medina del Campo Town Council	32	39
Moratalla Town Council	389	-
Ribera del Fresno Town Council	278	278
Ronda City Council	1.375	1.491
San Pedro del Pinatar Town Council	-	181
San Lorenzo del Escorial Town Council	961	1.502
Sant Fost Town Council	(25)	(7)
Solana de Los Barros Town Council	-	26
Talavera de la Reina City Council	562	-
Turcia Town Council	9	9
Vélez-Málaga Town Council	4.986	4.506
Villarrubia de Santiago Town Council	129	134
General Menacho Base	42	61
Campo de Gibraltar Region	4.564	4.680
Staff costs	2	15
Aguas de Priego	2.494	2.646
Magenta	156	230
Total Loans to third parties	44.815	48.346

The forecast maturity of non-current receivables from third parties by year is as follows:

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As at 31 December 2024

	2026	2027	2028	2029	2030 and beyond	TOTAL
Non-current receivables, third parties	9.053	7.779	12.204	3.668	12.111	44.815
	9.053	7.779	12.204	3.668	12.111	44.815

As at 31 December 2023

	2025	2026	2027	2028	2029 onwards	TOTAL
Non-current receivables, third parties	8.342	8.305	11.499	19.943	257	48.346
	8.342	8.305	11.499	19.943	257	48.346

8.3 Other financial assets

The balance as at 31 December 2024 and 2023 is as follows:

OTHER FINANCIAL ASSETS (Amounts in thousands of euros)			
Non-current		31.12.24	31.12.23
Long-term deposits and guarantees given		28.860	28.417
TOTAL		28.860	28.417
Current		31.12.24	31.12.23
Short-term deposits and guarantees lodged		6.383	6.278
Dividends receivable from Group companies and associates (note 8.3.1)		7.753	6.911
TOTAL		14.136	13.189

8.3.1 Dividends receivable from group companies and associates

Details of dividends receivable from Group and associated companies and shares in income receivable at 31 December 2024 and 2023 are as follows:

DIVIDENDS RECEIVABLE FROM GROUP AND ASSOCIATED COMPANIES (Amounts in thousands of euros)			
		31.12.24	31.12.23
A.I.E. Gestión de servicios hidráulicos Ciudad Real		244	62
A.I.E. Costa Tropical de Granada		7.350	6.361
Aguas de Guadix, S.A.		103	164
Conservación y Sistemas, S.A.		56	56
Codeur, S.A.		-	93
Orasqualia Devel. Waste T.P. S.A.E.		-	175
TOTAL		7.753	6.911

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NOTE 9. SHORT-TERM RECEIVABLES

The composition of the balance at 31 December 2024 and 2023 is as follows:

SHORT-TERM CREDITS (Amounts in thousands of euros)		
	31.12.24	31.12.23
Loans to group and associated companies (Note 9.1)	149.417	347.367
Other loans to third parties outside the group	14.804	13.526
TOTAL	164.221	360.893

9.1. Loans to group and associated companies: The detail at 31 December 2024 and 2023 is as follows:

SHORT-TERM LOANS TO GROUP AND ASSOCIATED COMPANIES (Amounts in thousands of euros)		
	31.12.24	31.12.23
Loans to group and associated companies	125.533	327.779
Short-term interests in group and associated companies	24.116	20.266
Impairment of receivables from group and associated companies	(232)	(678)
TOTAL	149.417	347.367

SHORT-TERM LOANS TO GROUP AND ASSOCIATED COMPANIES (Amounts in thousands of euros)		
	31.12.24	31.12.23
A.I.E. Costa Tropical de Granada	10.927	13.084
Abrantaqua	1.465	1.732
Acque de Caltanissetta, S.P.A.	12.766	12.432
Aguas de Archidona, S.L.	30	29
Aguas de Langreo, S.L.	367	732
Aguas de las Galeras, S.L.	-	5.658
Aguas del Puerto Municipal Company	340	10
Aguas del Sur del Atlántico, S.A. E.S.P.	661	630
Aigües de Vallirana, S.A.U.	2.488	1.905
Aigües del Vendrell, S.A.	306	306
Aqua Campiña, S.A.	544	526
Aqualia México, S.A. de C.V.	3.874	4.954
Aquajerez, S.L.	1.201	1.058
Aqualia Colombia S.A.S.	10.867	9.468
Aqualia Czech, S.L.	-	5
Aqualia Flanders S.A.S.E.S.P.	807	1.259
Aqualia Intech, S.A.	11.490	10.683
Aqualia Latinoamérica, S.A.	35.378	38.644
Aqualia Riohacha, S.A.S. E.S.P.	3.647	-
Aqualia Villa del Rosario S.A.	2.639	2.126
Aquamaior - Aguas de Campo Maior, S.A.	1.306	1.308
Cartagua, Aguas do Cartaxo, S.A.	2.932	2.911
Conservación y Sistemas, S.A.	1.763	2.640
Depurplán 11, S.A.U.	65	41
EMANAGUA - Emp. Municipal de Aguas de Nijar, S.A.	548	609

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SHORT-TERM LOANS TO GROUP AND ASSOCIATED COMPANIES

(Amounts in thousands of euros)

	31.12.24	31.12.23
Ematoxiria, S.A.	13	365
Emp. Mixta de Aguas de Jodar, S.A.	24	116
Emp. Municipal de Aguas de Benalmádena, S.A.	840	823
Empresa Gestora de Aguas Linenses, S.L.	-	25
Empresa mixta de aguas y servicios, S.A.	15	13
Empresa Mixta de Aguas de Ubrique, S.A.	1	-
Empresa municipal de Aguas de Algeciras, S.A.	539	670
Entemanser, S.A.	903	1
FCC Aqualia América, S.A.U.	2	-
FCC Construcción, S.A.	61	61
FCC Medio Ambiente, S.A.	1	1
Fomento de Construcciones y Contratas, S.A.	2.465	2.465
Genesis Lodos, S.L.	50	3
Georgia Global Utilities JSC	-	171.410
Local Sports Centers Management, S.L.U.	336	-
Hidrotec Water Technology, S.L.U.	22.234	3.011
Infraestructuras y Distribución General del Agua, S.L.	-	850
Matinsa, S.A.	5	5
Naunet, S.A.S.	6.011	549
North Cluster SPV LLC	983	535
Oman Sustainable Water Services SAOC	-	8
Sociedad Española de Aguas Filtradas, S.A.	92	140
Servicios Hídricos de Agricultura y Ciudad, S.L.U.	6.351	52.877
Shariket Tahlya Mostaganem, S.p.a.	31	30
Sociedad Ibérica del Agua, S.A.	-	1
South Cluster SPV LLC	1.002	440
Tratamiento Industrial de aguas, S.A.	1.045	216
Water Sur, S.L.	2	2
TOTAL	149.417	347.367

These receivables bear interest at market rates and the balance at 31 December 2024 includes an amount of Euros 4,079 thousand in respect of amounts receivable for corporate income tax from subsidiaries belonging to the FCC Aqualia tax group (Euros 524 thousand at 31 December 2023).

In July 2024, the subsidiary in Georgia, Georgia Global Utilities JSC, issued a USD 300 million bond in the amount of USD 300 million, which enabled the subsidiary to repay the USD 164,300 thousand loan received from the Company in August 2022.

9.2. Loans to third parties outside the group. This caption mainly includes loans granted to local councils, maturing in the short term, for the execution of works and installations in the water network. The portion of these loans maturing in over one year is included under "Non-current financial investments" (see note 8.2). These loans include the following detail at 31 December 2024 and 2023

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CREDITS TO THIRD PARTIES
(Amounts in thousands of euros)

	31.12.24	31.12.23
Commonwealth of Municipalities Campo de Gibraltar	256	252
Alboraya Town Hall	114	200
Alcalá de Henares Town Council	370	370
Bollullos Par del Condado Town Council	317	316
Calasparra Town Council	-	43
Callosa del Segura Town Council	17	17
Caravaca de la Cruz Town Council	5	41
Chipiona Town Council	471	451
El Vendrell Town Council	-	32
Gáldar Town Council	728	728
Güímar Town Hall	-	29
Hondón de los Frailes Town Council	8	9
Jaén City Council	4.563	3.464
La Guardia Town Council	36	36
La Línea Town Council	47	47
La Nucia Town Council	145	-
Lepe Town Hall	2.662	1.845
Medina del Campo Town Council	14	7
Olivenza City Council	21	20
Platja d'Aro Town Council	564	553
Ribera del Fresno Town Council	397	465
Ronda City Council	155	194
San Lorenzo del Escorial Town Council	546	275
San Pedro del Pinatar Town Council	-	30
Sant Fost Town Council	47	58
Talavera de la Reina City Council	381	-
Vélez-Málaga Town Council	943	791
General Menacho Base	5	5
Aguas de Priego , S.L.	226	283
Cubic	178	207
Shariket Thaliya Ras Djinet	3	3
Other credits	6	14
Claims with partners of joint ventures for contribution differences	1.579	2.741
Total Loans to third parties	14.804	13.526

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NOTE 10. _____ TRADE AND OTHER RECEIVABLES.

Details of trade and other receivables are as follows:

TRADE AND OTHER RECEIVABLES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Trade receivables for sales and services (note 10.1)	163.163	153.423
Trade receivables from group and associated companies (note 10.2)	84.402	79.681
Sundry debtors	12.534	10.648
Staff	206	215
Current tax assets (note 16)	5	76
Other receivables from public authorities (note 16)	74.318	52.580
TOTAL	334.628	296.623

10.1. The breakdown of the balance of "Trade receivables for sales and services" at 31 December of each financial year is as follows:

CUSTOMERS FOR SALES AND SERVICES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Invoiced output receivable from non-group customers	112.910	121.897
Executed production pending invoicing to non-group customers	73.601	59.199
Withholdings for guarantees from non-group customers	653	633
Public entities owed for non-fiscal items	608	350
Impairment of customer value	(24.609)	(28.656)
TOTAL	163.163	153.423

At 31 December 2024, 24,260 thousand euros of the net balance of Clients corresponds to Temporary Joint Ventures (19,949 thousand euros at 31 December 2023).

The heading "Invoiced production pending collection" includes the amount of invoices issued to customers for services rendered and pending collection at the balance sheet date.

The difference between the amount of production recorded for each of the water supply works and services, valued in accordance with the criteria set out in note 4.10 "Income and expenses", and the amount certified for each of them is recorded as "Production executed and pending certification". At 31 December 2024, "Production executed and pending certification" includes Euros 16,316 thousand relating to construction work and Euros 57,285 thousand relating mainly to water supply to subscribers that were pending invoicing at that date (Euros 11,147 thousand relating to construction work and Euros 48,052 thousand relating to water supply at 31 December 2023).

10.2. The detail of the balance of "Trade receivables from Group and associated companies" at 31 December 2024 and 2023, which mainly includes commercial transactions, is as follows:

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CUSTOMERS GROUP COMPANIES AND ASSOCIATES

(Amounts in thousands of euros)

	31.12.24	31.12.23
GROUP COMPANIES		
Abrantaqua, S.A.	58	58
Acque di Caltanissetta, S.P.A.	32.554	29.247
Aguas de las Galeras, S.L.	-	612
Aguas del Sur del Atlántico, S.A. E.S.P.	6	-
Aigües de Vallirana, S.A.U.	12	2
AISA D.O.O. Beograd-Vracar	2	2
Aqua Campiña, S.A.	58	53
Aquaervas - Aguas de Elvas, S.A.	43	40
Aquafundalia -Agua Do Fundao, S.A.	69	64
Aquajerez, S.L.	6.549	5.274
Aqualia Colombia, S.A.S.	102	-
Aqualia Desalación Guaymas, S.A. de C.V.	164	164
Aqualia Flandes, S.A.S. E.S.P.	66	-
Aqualia France SAS	53	340
Aqualia Georgia LLC	364	355
Aqualia Infrastructures Inzenyring, s.r.o.	6	1
Aqualia Latinoamérica, S.A.	299	4
Aqualia Mace LLC	177	84
Aqualia Mace Qatar	24	240
Aqualia Infraestructuras de México, S.A. de C.V.	1.092	3.040
Aqualia Intech, S.A.	2.598	1.566
Aqualia Villa del Rosario, S.A.	23	-
Aquamaior - Aguas del Campo Maior, S.A.	27	26
Cartagua, Aguas Do Cartaxo, S.A.	2.709	3.101
Conservación y Sistemas, S.A.	35	-5
Depurplan 11, S.L.	112	72
Ecosistema de Morelos, S.A. de C.V.	73	-
Empresa Gestora de Aguas Linenses, S.L.	-	415
Entemanser, S.A.	31	130
FCC Aqualia USA Corp	1.593	408
FCC Construcción, S.A.	95	37
FCC Medio Ambiente, S.A.	39	18
FCC Servicios Industriales y Energéticos, S.A.	3	4
Fedemes, S.L.	-	-
Fomento de Construcciones y Contratas, S.A.	90	130
H.A.A.&CO Ltd.	13	13
Hidrotec Tecnología del Agua, S.L.	29	38
Infraestructuras y Distribución General del Agua, S.L.	17	63
Matins	10	2
Naunet, S.A.S.	56	-
North Cluster S.P.V. LLC	1.502	981
Qatarat Saquia Desalination Ltd.	66	21
Severomoravske Vodovody a Kanalizace Ostrava, a.s.	611	458
Sociedad Española de Aguas Filtradas, S.A.	97	165
Shariket Tahlya Miyah Mostaganem S.p.A.	1.068	935
South Cluster SPV LLC	3.785	2.272

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CUSTOMERS GROUP COMPANIES AND ASSOCIATES

(Amounts in thousands of euros)

	31.12.24	31.12.23
Tratamiento Industrial de aguas, S.A.	242	64
Vodotech Spol, S.R.O.	12	2
Water Sur, S.L.	2	18
PARTNER COMPANIES		
Aguas de Archidona, S.L.	367	376
Aguas de Guadix, S.A.	147	36
Aguas de Langreo, S.L.	962	777
Aguas de Narixa, S.A.	58	32
Aguas del Puerto Empresa municipal S.A.	1.130	
AIE Costa Tropical de Granada	1.167	1.034
Aigües del Segarra Garrigues, S.A.	81	23
Aigües del Vendrell, S.A.	63	79
Compañía de Servicios Medioambientales Do Atlántico, S.A.	39	42
Codeur, S.A.	52	72
Concesionaria de Desalación de Ibiza, S.A.	8	101
Empresa Mixta de Aguas de Jodar, S.A.	771	1.017
Empresa Mixta de Aguas de Ubrique, S.A.	451	456
Empresa Mixta de Aguas y Servicios, S.A.	483	325
Empresa Municipal de Aguas de Algeciras, S.A.	13.093	14.531
Empresa Municipal de Aguas de Benalmádena, S.A.	118	129
Empresa Municipal de Aguas de Linares S.A.	2.912	3.949
Empresa Municipal de Aguas de Níjar, S.A.	4.677	4.975
Empresa Municipal de Aguas de Toxiria, S.A.	1.123	899
Nueva Sociedad de Aguas de Ibiza, S.A.	1	1
Oman Sustainable Water Services, SAOC	55	290
Orasqualia Devel. Water Treatment Plant. S.A.E.	8	16
Orasqualia O&M	-	7
TOTAL	84.402	79.681

The balance receivable from Shariket Tahlya Miyah Mostaganem S.p.A. and Shariket Miyeh Ras Djinet S.p.A. is denominated in US dollars, while the balance receivable from Orasqualia Development Waste Water Treatment Plant, S.A.E, is denominated in Egyptian pounds, the balance with Aqualia Mace LLC, is denominated in UAE dirham; the balance receivable from HAACO, Qatarat and South Cluster is denominated in Saudi Riyal; the balance with Aquos El Realito, S.A. de CV is denominated in Mexican pesos and the balance from Severomoravske Vodovody to Kanalizace Ostrava, A.S. is denominated in Czech crowns. All of them have been translated at the year-end exchange rate.

10.3 The detail of the balance under "Impairment of trade receivables" is as follows:

IMPAIRMENT OF TRADE RECEIVABLES

(Amounts in thousands of euros)

	31.12.24	31.12.23
Customer insolvencies	24.609	28.656
Debtor insolvencies	109	109
TOTAL	24.718	28.765

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10.4 The movement in the "Impairment of trade receivables" account is as follows:

IMPAIRMENT OF TRADE RECEIVABLES	
<i>(Amounts in thousands of euros)</i>	
<i>Change between 1 January 2023 and 31 December 2023</i>	
Balance as at 31 December 2022	30.277
Impairment allowance allocated in the current year	1.080
Reversal of impairment losses recognised in previous years	(2.592)
Balance as at 31 December 2023	28.765
<i>Variation between 1 January 2024 and 31 December 2024</i>	
Balance as at 31 December 2023	28.765
Impairment allowance allocated in the current year	1.341
Reversal of impairment losses recognised in previous years	(5.388)
Balance as at 31 December 2024	24.718

The Company recognises the net effect of this provision under "Losses, impairment and changes in trade provisions" (see Note 19.11). This heading also includes the loss on receivables considered uncollectible amounting to Euros 3,959 thousand at 31 December 2024 (Euros 3,264 thousand at 31 December 2023) and other short-term provisions.

NOTE 11. CASH AND CASH EQUIVALENTS

In the context of the bond issue carried out by the Company in 2017 (see Note 15.1), guarantees have been provided in relation to certain accounts held by FCC Aqualia, S.A. with a balance at 31 December 2024 of Euros 80,129 thousand (Euros 99,487 thousand at 31 December 2023). These amounts include the balances of the debt service accounts amounting to Euros 17,088 thousand at 31 December 2024 and 31 December 2023.

Current accounts start to accrue interest mainly in the second half of the year. The interest rates applied evolve in line with Euribor.

NOTE 12. EQUITY

The composition and movement of Equity are presented in the Statement of Changes in Equity.

12.1. The **share capital** is represented by 145,000,000 fully subscribed and paid-up registered shares of one euro par value each. In 2001 the share capital was redenominated in euros, giving rise to an unavailable reserves account of Euros 76 thousand, which is shown under "Other reserves" in the accompanying balance sheet. The Company's shares are not listed on the stock exchange.

During 2018, **Fomento de Construcciones y Contratas, S.A.** sold 49% of its share capital to Global Infracore Spain, S.L.U., a company belonging to the IFM investment fund, and transferred 10% of its stake to a 100% FCC Group company called FCC MIDCO, S.A., with the shareholding being distributed as follows:

Shareholder	Number of titles	% of direct participation
Fomento de Construcciones y Contratas, S.A.	59.450.000	41,00
Global Infracore Spain, S.L.U.	71.050.000	49,00
FCC MIDCO, S.A. (*)	14.500.000	10,00

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145.000.000

100,00

(*) FCC MIDCO, S.A. is a company wholly owned by Fomento de Construcciones y Contratas, S.A., and therefore Fomento de Construcciones y Contratas, S.A. directly and indirectly owns 51% of FCC Aqualia, S.A.

12.2. The **share premium** is fully distributable as at 31 December 2024 and 2023.

12.3 The composition of the **reserves** as at 31 December 2024 and 2023 is as follows:

RESERVATIONS		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Legal reserve	29.000	29.000
Voluntary reserves	420.556	393.793
Special bookings	76	76
Goodwill reserves	32.635	32.635
TOTAL	482.267	455.504

On 1 September 2024, the Board of Directors of the Company approved an interim dividend distribution of Euros 44,950 thousand charged to profit for the year, which was paid on 14 October and 8 November 2024 (see note 3).

At 31 December 2024, the **Legal Reserve** is equal to 20% of share capital and therefore no additional amount will be allocated in the distribution of profit for 2024 (see Note 3). Similarly, the Legal Reserve was fully funded at 31 December 2023.

The legal reserve may be used to increase the capital to the extent of the balance of the reserve in excess of 10% of the increased capital. Except for the purpose mentioned above, and as long as it does not exceed 20% of the share capital, this reserve may only be used to offset losses, provided that no other reserves are available for this purpose.

Voluntary reserves are unrestricted as at 31 December 2024 and 2023.

Goodwill reserve. Pursuant to the provisions of article 273.4 of the Consolidated Spanish Companies Act until 31 December 2015, the Company had set up a restricted goodwill reserve for the amount of goodwill shown on the asset side of the balance sheet (see Note 5), the balance of which at 31 December 2024 was Euros 32,635 thousand (the same balance at 31 December 2023).

In accordance with the amendments made to the Capital Companies Act by Act 22/2015 of 20 July on Auditing of Accounts, as from the financial years commencing 1 January 2016 the Company discontinued contributions to this reserve for goodwill, and the amount thereof must be reclassified to voluntary reserves and will be available as from the financial year and in the amount exceeding the goodwill recognised on the assets side of the balance sheet. In 2024, no amount has been reclassified to voluntary reserves.

12.4 Adjustments for changes in value.

The composition of this heading is as follows:

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ADJUSTMENTS FOR CHANGES IN VALUE		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Financial investments at fair value	4.932	3.808
TOTAL	4.932	3.808

The Company records under this heading the adjustment recognised in 2019 for the valuation at fair value of the financial investment in 25.5% of the share capital of Shariket Ras Djinet, the concession company for the desalination plant located in the city of the same name in Algeria and for which it has signed an agreement with one of the other shareholders for the transfer of the voting rights of the shares and its capacity for significant influence in this company (see note 8.1).

The balance has increased in 2024 due to the revaluation of the investment by 2,369 thousand euros and decreased due to the dividend of 1,245 thousand euros received in the subsidiary.

NOTE 13. SUBSIDIES

The movement in this heading during each year is as follows:

SUBSIDIES	
<i>(Amounts in thousands of euros)</i>	
<i>Variation between 1 January and 31 December 2024</i>	
Balance as at 31 December 2023	4.523
Additions for the year	18.476
Profit and Loss Account Assignment	(821)
Tax effect	(4.560)
Balance as at 31 December 2024	17.618

SUBSIDIES	
<i>(Amounts in thousands of euros)</i>	
<i>Variation between 1 January and 31 December 2023</i>	
Balance as at 31 December 2022	2.353
Additions for the year	4.008
Profit and Loss Account Assignment	(790)
Tax effect	(1.048)
Balance as at 31 December 2023	4.523

In 2024, the Company was awarded 18,476 thousand euros in the second call made by the Spanish Government for competitive grants for the development of projects to improve the efficiency of the urban water cycle (PERTE II digitalisation of the water cycle) within the framework of the Recovery, Transformation and Resilience Plan financed by the European Union with Next Generation funds. FCC Aqualia's project involves the digitalisation of the water cycle in the municipalities belonging to Gran Canaria, Cantabria and Ciudad Real where the company provides services.

In 2023, the Company was awarded an amount of 4,008 thousand euros in the first call made by the Government of Spain for competitive grants for the development of projects to improve the efficiency of the urban water cycle (PERTE digitalisation of the water cycle) within the framework of the Recovery, Transformation and Resilience Plan financed by the European Union with Next Generation funds. FCC Aqualia's project involves the digitalisation of the water cycle in the municipalities belonging to the Campo de Gibraltar

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region (Cádiz - Spain).

The profit and loss account includes an amount of EUR 821 thousand relating to the recognition in profit or loss of capital grants for non-financial fixed assets (EUR 790 thousand at 31 December 2023).

The profit and loss account includes an amount of Euros 36,257 thousand in operating subsidies (Euros 28,475 thousand at 31 December 2023) relating to subsidies granted to the Company by the town councils to which it provides the integral water cycle service in recognition of the concession holder's operating deficit in the concessions in accordance with the terms of the respective specifications and contract.

The amounts receivable at 31 December 2024 and 2023 in this connection are shown in Note 16.

NOTE 14. PROVISIONS

Details and movement in 2024 and 2023 are as follows:

LONG-TERM PROVISIONS						
<i>Variation between 31 December 2023 and 2024</i>						
	BALANCE	(+)	(+)	(-)	+ / (-)	BALANCE
	31.12.23	DOTATION	UPDATE	APPLICATION	BUSINESS COMBINATION	31.12.24
Provisions for social benefits	106	31	-	(96)	-	41
Other provisions	10.557	3.370	111	(3.312)	(42)	10.685
Provisions for action on infrastructure	109.861	11.902	1.826	(22.771)	-	100.818
TOTAL	120.524	15.303	1.937	(26.179)	(42)	111.544

LONG-TERM PROVISIONS						
<i>Change between 31 December 2022 and 2023</i>						
	BALANCE	(+)	(+)	(-)	+ / (-)	BALANCE
	31.12.22	DOTATION	UPDATE	APPLICATION/REVERSAL	BUSINESS COMBINATION	31.12.23
Provisions for social benefits	144	-	-	(38)	-	106
Other provisions	10.766	1.085	-	(1.294)	-	10.557
Provisions for action on infrastructure	109.227	25.247	2.372	(26.985)	-	109.861
TOTAL	120.137	26.332	2.372	(28.317)	-	120.524

The "other provisions" recorded at 31 December 2024, amounting to Euros 3,370 thousand (Euros 1,085 thousand at 31 December 2023), are charged to "Other operating expenses" in the accompanying income statement and cover contractual liabilities that may give rise to a probable future payment obligation.

The restatement of provisions amounting to Euros 1,937 thousand at 31 December 2024 (Euros 2,372 thousand at 31 December 2023) is recognised with a charge to "Finance costs" (see Note 19.8) in the accompanying income statement account.

The variation due to business combinations corresponds to the balance contributed by the absorbed companies, Aguas de Las Galeras, S.L. and E.G. Aguas Linenses, S.L. (see note 2.8).

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Long-term provisions relate to:

- a) Pension provisions. The Company has externalised all commitments in respect of social security pension supplements and retirement bonuses.
- b) Other provisions. This includes estimates made by the Company of contractual liabilities that may give rise to a future payment obligation.
- c) Provisions for actions on the infrastructure. These provisions are recorded when the Company is obliged to carry out infrastructure improvement actions and these actions are not offset by obtaining higher concession revenues. The balancing entry is "Intangible assets under concession agreement". Details by contract at 31 December 2024 and 2023 are as follows:

<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Ab. Sn Andreu (Barcelona)	287	287
Albal (Alicante)	807	807
Algeciras (Cádiz)	1.720	2.007
Almadén (Ciudad Real)	38	-
Añoover de Tajo (Toledo)	(48)	30
Arcos de la Frontera (Cádiz)	528	876
Arico (Santa Cruz de Tenerife)	813	700
Arnedo (La Rioja)	-	107
Ávila (Ávila)	1.383	1.567
Azuaga (Badajoz)	31	54
Barbate (Cádiz)	243	271
Benalup (Cádiz)	263	288
Bolaños de Calatrava (Ciudad Real)	-	52
Candelaria (Santa Cruz de Tenerife)	61	224
Candeleda (Ávila)	60	60
Cangas (Pontevedra)	1.119	1.343
Carrascal de Barrega (Salamanca)	302	302
Casasimarro (Cuenca)	152	152
Caspe (Zaragoza)	16	16
Castrillón (Asturias)	2.201	3.249
Cazalegas (Toledo)	66	11
Darro (Granada)	81	84
Denia (Alicante)	3.336	3.297
El Arenal-Llucmajor (Balearic Islands)	20.618	20.849
El Peral (Cuenca)	57	120
Els Poblets (Alicante)	38	-
Gáldar (Gran Canaria)	(91)	122
Guimar (Gran Canaria)	7.844	7.877
Hinojos (Huelva)	4	-
Hondón de los Frailes (Alicante)	767	-
Huésca (Granada)	165	167
La Adrada (Ávila)	482	-
La Nucia (Alicante)	-	39
La Puebla de Almoradiel (Toledo)	-	315
La Puebla de Montalbán (Toledo)	1.279	1.379
Lepe (Huelva)	-	28
Librilla (Murcia)	44	44
Linares (Jaén)	809	2.829
Llanera (Asturias)	393	404
Lleida (Lleida)	4.359	4.814
Logrosán (Cáceres)	86	86
Los Alcázares (Murcia)	29	587
Los Yébenes (Toledo)	-	115
Madrigal de las Altas Torres (Ávila)	-	18
Mancomunidad de La Serena (Badajoz)	-	61
Association of Municipalities of Campo de Gibraltar (Cádiz)	395	2.315

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(Amounts in thousands of euros)

	31.12.24	31.12.23
Community of Municipalities of Oropesa (Toledo)	109	134
Mancomunidad Río Torcon (Toledo)	29	50
Manserman (Albacete)	468	618
Mazarrón (Murcia)	3.501	4.471
Mérida (Badajoz)	-	128
Miajadas (Cáceres)	251	297
Monforte de Lemos (Lugo)	144	449
Moratalla (Murcia)	-	454
Morelábor (Granada)	15	15
Pantoja (Toledo)	99	99
Paterna (Valencia)	142	142
Aro Beach (Gerona)	6.176	5.818
Pliego (Murcia)	139	139
Puebla de Almoradiel (Toledo)	155	-
Rota (Cádiz)	3.186	-
Salamanca	284	686
San José del Valle (Cádiz)	-	14
San Pedro del Pinatar (Murcia)	2.929	-
San Román (Toledo)	322	456
Santa Eulalia (Balearic Islands)	-	64
Santa María de Cayón (Cantabria)	596	703
Santa María de Guía (Las Palmas)	1.473	-
Santa Cruz de Bezana (Cantabria)	223	464
Talavera de la Reina (Toledo)	158	1.219
Tarazona de la Mancha (Albacete)	59	59
Toledo	-	16
Torrox (Málaga)	(53)	221
Turleque (Toledo)	30	30
Vigo (Pontevedra)	13.252	18.866
Villacañas (Toledo)	78	100
Villadepalos (León)	15.778	16.055
Villamuelas (Toledo)	18	18
Villasequilla (Toledo)	15	15
Villaviciosa (Asturias)	-	13
Viso del Marqués (Ciudad Real)	7	16
Yepes (Toledo)	486	-
Other contracts	12	79
TOTAL	100.818	109.861

Short-term provisions include the Company's obligations to meet future payment commitments arising from events occurring in the course of its business and to which it is contractually or legally liable.

NOTE 15. FINANCIAL LIABILITIES AND TRADE PAYABLES BY CATEGORY

All financial liabilities held by the Company are classified as financial liabilities at amortised cost. The classification of financial liabilities at year-end 2024 and 2023 is as follows:

BALANCES AT 31.12.24 (in thousands of euros)	Non-current	Current	Total
Debits and payables			
Payable to group and associated companies (notes 15.3 and 15.4)	1	152.919	152.920
Amounts owed to credit institutions (note 15.2)	1.097.721	882	1.098.603
Bonds and other marketable securities (note 15.1)	649.033	9.738	658.771
Other financial liabilities (note 15.5)	47.066	8.343	55.409
Trade and other payables	-	239.978	239.978
TOTAL	1.793.821	411.860	2.205.681

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BALANCES AT 31.12. 23 in thousands of euros)	Non-current	Current	Total
Debits and payables			
Payable to group and associated companies (notes 15.3 and 15.4)	1.594	144.255	145.849
Amounts owed to credit institutions (note 15.2)	1.096.112	1.346	1.097.458
Bonds and other marketable securities (note 15.1)	648.654	9.691	658.345
Other financial liabilities (note 15.5)	45.344	14.387	59.731
Trade and other payables	-	219.702	219.702
TOTAL	1.791.704	389.381	2.181.085

There are no significant differences between the fair value and the carrying amount of financial liabilities classified under "Debts and payables".

Net gains and losses on financial liabilities corresponding mainly to financial expenses on debts to group and associated companies and to credit institutions and bondholders amounted to EUR 1,732 thousand and EUR 73,334 thousand, respectively, at 31 December 2024 (31 December 2023: EUR 689 thousand and EUR 67,159 thousand, respectively) (note 19.8) (note 19.8).

15.1. Bonds and other negotiable securities

The details of this heading are as follows:

Amounts in thousands of euros	31.12.	31.12.
Issuance of Irish-listed plain vanilla bonds due 2027	649.033	648.654
TOTAL NON-CURRENT	649.033	648.654
Interest on plain vanilla bonds quoted in Ireland	9.738	9.691
CURRENT TOTAL	9.738	9.691
TOTAL	658.771	658.345

The movement during the financial years 2024 and 2023 is:

	Balance at 31.12.23	Amortisation	Interest and other	Balance at 31.12.24
Debt securities issued within the E.U., which have been required to have a prospectus filed	658.344	-	427	658.771
	657.975	-	796	658.771

	Balance as at 31.12.22	Amortisation	Interest and other	Balance at 31.12.23
Debt securities issued within the E.U., which have been required to have a prospectus filed	657.975	-	369	658.344
	657.975	-	369	658.344

Issuance of plain vanilla bonds listed in Ireland.

In the context of the Agreement to Refinance the financial indebtedness of Fomento de Construcciones y Contratas, S.A. and certain companies of its group, the Board of Directors of FCC Aqualia at its meeting held on

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24 February 2017 agreed, among others, to carry out one or several issues of simple bonds of the Company for an aggregate maximum nominal amount of 1,350,000,000 euros.

Subsequently, on 1 June 2017, the Irish Stock Exchange ("Irish Stock Exchange") approved the prospectus in relation to two issues of the Company's senior secured plain vanilla bonds with the following features:

- One of them for an amount of 700,000,000 euros with an annual remuneration of 1.413% and maturity in 2022, which was redeemed in April of that year.
- 650,000,000 with an annual remuneration of 2.629% and maturity in 2027.

Finally, on 8 June 2017, the Company notarised the terms and conditions of the two previous issues which, in addition to the above, contain the following features:

- The nominal value of the bonds is €100,000 and above that in whole multiples of €1,000 up to €199,000.
- Interest shall be paid annually on 8 June of each year.
- The scheduled redemption date for the first issue was 8 June 2022 and for the second issue 8 June 2027.
- The uncovered bonds are admitted to trading on the Irish Stock Exchange in an unregulated market.
- Both issues have the following guarantees:
 - Pledge on 100 % of the shares of Tratamiento Industrial de Aguas, S.A., Conservación y Sistemas, S.A., Sociedad Española de Aguas Filtradas, S.A., Depurplán and Aigues de Vallirana, S.A. and on 97 % of the shares of Entemanser, S.A.
 - Pledge on 100% of the shares of Infraestructura y Distribución General del Agua, S.L., Empresa Gestora de Aguas Linenses. S.L., Aguas de las Galeras, S.L., Hidrotec Tecnología del Agua, S.L. and 51 % of Aqualia Czech.
 - Pledge on 98 % of the shares of Acque di Caltanissetta and on 100 % of Aqualia México, S.A.C.V.
 - Pledge on certain account balances (Note 11)

On 19 April 2022, the Company redeemed early the bond issue scheduled to mature on 8 June 2022.

Under the heading "Interest, debentures, bonds and other marketable securities", the Company records an amount of Euros 9,738 thousand at 31 December 2024 (Euros 9,691 thousand at 31 December 2023) for interest accrued since 8 June of each year. The financial expense corresponding to this debt recorded in the profit and loss account for 2024 was Euros 17,515 thousand (Euros 17,458 thousand in 2023).

The price of the bonds maturing in June 2027 is 99.343% at 31 December 2024 (97.965% at 31 December 2023).

In addition to the guarantees set out in the preceding paragraphs, the simple bond issues by FCC Aqualia have imposed the following limitations on the Consolidated Group:

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- Limitation to new financial indebtedness that did not exist on the date of issue of the bonds if a Net Debt/EBITDA ratio of less than 5 times is not reached or if it does not relate to the purchase and sale of goods and services, possible claims by employees, contractual obligations and guarantees provided by the FCC Aqualia Group in the normal course of its business. In addition to the aforementioned transactions, the granting of credits and loans within the consolidation perimeter is permitted. This limitation on financial indebtedness does not include the three subsidiaries that have their own financing, which are Severomoravske Vodovody a Kanalizace Ostrava, Shariket Talhya Mostaganem and Aquajerez, nor does it include non-recourse financing by the Group.
- Limitation on dividend distribution. No dividend distribution is allowed as long as a Net Debt to EBITDA ratio of less than 5 times is not reached.
- Limitation to changes in the capital structure of the Company and its investees whose shares are pledged except for capital increases permitted under the terms and conditions of the issue.

15.2. In **debts with credit institutions**, the Company records the amount drawn down under the long-term syndicated financing agreement signed on 22 June 2022 by the Company with a group of banks in which Caixabank acts as Agent Bank, coordinating entity and sustainability agent. The main features of this agreement are as follows:

- Maximum amount available: 1,100,000,000 euros.
- Maturity: 22 June 2026, after the initial 3-year term has been extended in the year.
- Interest. Calculated at Euribor + 0.97 on the amount drawn down and paid in 6-month periods.
- Purpose. Financing or refinancing of eligible projects, which are all those investment projects that the Company or its subsidiaries, in the ordinary course of their business, have launched prior to the signing of this contract or will launch in the future and that meet the eligibility criteria established in the Sustainable Financing Framework Agreement.
- Debt instruments to be refinanced:
 - The USD 250 million bond issue by Georgia Global Utilites (GGU) with an initial maturity of 30 July 2025.
 - The bilateral financing contracts signed between the Company and Caixabank between 21 November 2021 and 28 March 2022 for successive amounts of 600,000, 200,000 and 300,000 thousand euros, of which an aggregate amount of 975,000 thousand euros has been drawn down at signature.
- Funding entities. The name and participation of the entities involved in the contract are as follows:

Funding Entity	Amount financed
Caixabank, S.A.	450.000
BBVA, S.A.	76.000
Credit Agricole Corporate Investment Bank, Suc. in Spain	76.000
ING Bank NV, Branch in Spain	100.000
Banco de Sabadell, S.A.	76.000

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Komerční Banka, A.S.	55.000
Société Generale, Branch in Spain	21.000
Intesa San Paolo, S.P.A. Branch in Spain	76.000
Kutxabank, S.A.	70.000
Banco de Crédito Social Cooperativo, S.A.	50.000
Unicaja Banco, S.A.	50.000
Total	1.100.000

- ESG reporting. The Company has to provide the Sustainability Agent with a periodic funding review report regarding the allocation of funds to eligible projects verified by an independent expert.
- In addition, the financing obtained entails another series of formal obligations for the financed party, such as:
 - Delivery of audited annual financial information to the agent bank no later than 180 days after the closing of such information.
 - Report prior to the payment of dividends to its shareholders or the raising of new indebtedness and send a certificate showing the calculations before and after payment or the raising of such indebtedness showing that the consolidated Net Debt ratio is equal to or less than 5.

The financial expense corresponding to this debt recorded in the profit and loss account for the year 2024 was 54,646 thousand euros (49,038 thousand euros in 2023).

15.3 Current payables to group companies and associates at 31 December 2024 and 2023 for financial transactions and consolidated tax effect are as follows:

SHORT-TERM PAYABLES TO GROUP AND ASSOCIATED COMPANIES		
(Amounts in thousands of euros)		
	31.12.24	31.12.23
Acque Di Caltanissetta, S.P.A.	3.121	4.389
Agua do Fundao, S.A.	800	800
Aguas de Archidona, S.L.	5	3
Aguas de las Galeras, SL	-	(3)
Aguas del Puerto Empresa Municipal, S.A.	1	-
Aguas de Tomovi, S.A.	32	39
Aigües del Vendrell	(29)	(26)
Aigües de Vallirana, S.A.U.	2.364	1.768
Aqua Campiña, S.A.	13	15
Aquaervas, S.A.	1.250	1.250
Aqualia Czech, S.L.	60.401	39.254
Aqualia France, S.A.	15	15
Aqualia Intech, S.A.	3.815	3.878
Aqualia Latinoamérica, S.A.	15	6
Aqualia México, S.A. de C.V.	20	20
Augas Municipais de Arteixo, S.A.	1	1
Conservación y Sistemas, S.A.	4.452	4.397
Depurplan 11, S.A.U.	17.016	14.858
Empresa Gestora de Aguas Linenses, S.L.	-	2.034
Empresa mixta de Aguas de Jodar, S.A.	124	467
Empresa Mixta de Aguas de Ubrique, S.A.	450	366

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SHORT-TERM PAYABLES TO GROUP AND ASSOCIATED COMPANIES		
(Amounts in thousands of euros)		
	31.12.24	31.12.23
Empresa mixta de Aguas y Servicios, S.A.	-	1
Empresa Mixta de Butarque, S.A.	166	166
Empresa Municipal de Aguas de Algeciras, SA	182	119
Empresa Municipal de Aguas de Linares	63	54
Empresa Municipal de Aguas de Toxiria, S.A.	1	-
Entemanser, S.A.	10.658	6.202
FCC Aqualia América, S.A.	431	430
FCC Construcción, S.A.	61	61
FCC Medio Ambiente, S.A.	296	324
FCC Midco, S.A. (FCC Group)	-	3.045
Fomento de Construcciones y Contratas, S.A.	2	12.488
Proactiva Group	13	13
Global Infracore Spain, S.L.U.	-	14.921
Infraestructuras y Distribución General de Agua, S.L.	3.090	3.823
Local Sports Management, S.L.	2.593	-
Oman Sustainable Water Services, S.A.O.C.	-	6
Sistemas y Vehículos de Alta Tecnología, S.A.	29	29
Sociedad Española de Aguas Filtradas, S.A.	7.238	4.828
Sociedad Ibérica del Agua, S.A.	167	88
Tratamiento Industrial de Aguas, S.A.	34.030	24.094
Water Sur, S.L.	33	32
TOTAL	152.919	144.255

At 31 December 2024, the short-term balance held with subsidiaries belonging to the FCC Aqualia tax group in respect of corporate income tax amounts to Euros 379 thousand (Euros 495 thousand at 31 December 2023). The average interest rate applied was 1% in 2024 (1% in 2023).

15.4. Accounts payable to group and associated companies for commercial operations are as follows:

SHORT-TERM SUPPLIERS TO GROUP AND ASSOCIATED COMPANIES		
(Amounts in thousands of euros)		
	31.12.24	31.12.23
Acque di Caltanissetta, S.P.A.	749	1.214
Aguas de Archidona, S.L.	1	1
Aguas de Denia, S.A.	-	26
Aguas de Elvas, S.A.	60	16
Aguas do Fundao, S.A.	39	11
Aguas de Guadix, S.A.	(5)	-
Aquacampiña, S.A.	2	-
AIE Costa Tropical de Granada	1	1
Aquajerez, S.L.	11	3
Aqualia France, S.A.	-	11
Aqualia Intech, S.A.	7.545	5.244
Aqualia Latinoamérica, S.A.	1	-
Aqualia Mace Qatar	-	(1)
Aqualia México, S.A. de C.V.	20	20
Áridos de Melo, S.L.	14	16
Asesoría financiera y de Gestión, S.A.	60	120
Ecoactiva Medioambiente, S.A.	5	-
Company. Gestora de Aguas Linenses, S.L.	-	26
Emp. Mixta de Aguas de Ubrique, S.A.	4	5
Emp. Mixta de Aguas y Servicios, S.A.	35	73
Emp. Municipal Mixed Water Company of Nijar	133	130
Empresa Municipal de Aguas de Algeciras, S.A.	3.779	4.010
Empresa Municipal de Aguas de Linares, S.A.	31	25
Entemanser, S.A.	902	341
FCC Ámbito, S.A.	7	4
FCC Aqualia América, S.A.	2	-

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SHORT-TERM SUPPLIERS TO GROUP AND ASSOCIATED COMPANIES

(Amounts in thousands of euros)

	31.12.24	31.12.23
FCC Construcción, S.A.	717	664
FCC Industrial y Servicios Energéticos, S.A.	95	264
FCC Medio Ambiente, S.A.	65	60
Fedemes, S.L.	391	594
Fomento de Construcciones y Contratas, S.A.	3.592	2.784
Gamasur Gibraltar, S.L.	1	7
Georgia Global Utilities JSC	33	-
Georgia Water and Power LLC	13	-
H.A.A.&CO. Integrated Service	3.286	440
Hidrotec Tecnología del Agua, S.L.	22.133	6.933
Hormigones Delfín, S.A.	1	-
Infraestructuras y distribución general de aguas, S.L.	75	10
Prefabricados Delta, S.A.	-	5
Proveiments D'Aigua, S.A.	1	1
Severomoravske Vodovody A Kanal Ost	3	-
Sociedad Española de Aguas Filtradas, S.A.	607	562
Tratamiento Industrial de Aguas, S.A.	2.502	2.493
Tratamiento y Recuperaciones Industriales, S.A.	42	-
TOTAL	46.953	26.113

15.5. Other financial liabilities

This heading mainly includes guarantees received from subscribers to water contracts and suppliers of fixed assets.

The breakdown by maturity is as follows:

As at 31 December 2024

	2026	2027	2028	2029	2030 and beyond	TOTAL
Non-current financial liabilities, third parties	439	-	-	-	-	439
Non-current suppliers of fixed assets, third parties	101	101	187	-	-	389
Non-current guarantees and deposits received, third parties	7.178	-	-	-	39.060	46.238
	8.006	101	187	-	39.060	47.066

As at 31 December 2023

	2025	2026	2027	2028	2029 onwards	TOTAL
Non-current financial liabilities, third parties	790	97	-	-	-	887
Non-current suppliers of fixed assets, third parties	101	101	101	101	532	936
Non-current guarantees and deposits received, third parties	-	-	-	-	43.521	43.521
	891	198	101	101	44.053	45.344

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NOTE 16. GENERAL GOVERNMENT AND TAXATION

Following the sale transaction carried out in the 2018 financial year, mentioned in Note 1 to these financial statements, the Company ceased to form part of the tax consolidation headed by Fomento de Construcciones y Contratas, S.A. Since 13 February 2019, and with effect from 1 January 2019, the Company is the head of Tax Group 233/19.

16.1 Balances with general government

The detail of the balance at 31 December 2024 and 2023 with the Public Administrations is as follows:

DEBTOR PUBLIC ADMINISTRATIONS		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Current tax assets	5	76
Inland Revenue, VAT debtor	18.479	18.619
Public Treasury Debtor for subsidies granted	52.675	32.140
Taxes owed for other items	3.164	1.821
TOTAL	74.323	52.656
CURRENT GENERAL GOVERNMENT CREDITORS		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Current tax liabilities	9.866	5.703
Public Treasury Creditor for VAT.	12.280	15.443
Public Treasury Creditor for withholdings on account of personal employment	3392	3.160
Inland Revenue withholding tax on movable and immovable capital	74	71
Taxes payable for other items	59.253	52.513
Accrual of fees and other taxes	949	943
Indirect taxes levied	1.357	2.120
Social Security Organisations, Creditors	6.679	6.360
Social Security Payable for current deferrals of contributions	39	39
Tax Authorities Payable for deferrals to personnel work account	-	-
TOTAL	93.889	86.352

The "Tax receivable for subsidies granted" includes, among others, the amounts pending collection for the subsidies obtained in the financial year 2024, especially those relating to the second water PERTE, which were definitively awarded in October 2024.

The "Taxes payable for other items" mainly includes taxes collected by the Company on behalf of certain municipalities and outstanding at 31 December 2024 and 2023.

16.2 Deferred tax assets and liabilities

Deferred tax assets mainly relate to provisions not deductible for tax purposes in the year, the time limit on the deduction of depreciation of fixed assets recorded in previous years and the tax loss carryforwards of joint ventures which are to be taken to income in the following year, while deferred tax liabilities basically relate to non-refundable subsidies and the taxable income of joint ventures which are to be taken to income in the following year.

DEFERRED TAX ASSETS		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Impairment of portfolio, fixed assets and customers	4.464	6.183
Depreciation	18	581

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For the result of joint ventures carried forward and adjustments thereto	2.519	2.158
Other	952	1.720
TOTAL	7.953	10.642

DEFERRED TAX LIABILITIES

(Amounts in thousands of euros)

	31.12.24	31.12.23
For the result of joint ventures carried forward and adjustments thereto	3.203	4.442
For freedom of depreciation	1.394	308
Temporary differences due to capital grants and other balance sheet items	8.118	2.004
Other	247	190
TOTAL	12.962	6.944

The movement in deferred tax assets and liabilities is as follows:

	Deferred tax assets	Deferred tax liabilities
Balance as at 31.12.2022	13.600	2.697
Originating in the exercise	1.663	4.442
Arising from previous years	(3.724)	(3.348)
Other adjustments	(897)	3.153
Balance at 31.12.2023	10.642	6.944
Originating in the exercise	7.168	(11.928)
Arising from previous years	(10.732)	17.946
Other adjustments	875	-
Balance at 31.12.2024	7.953	12.962

16.3 Reconciliation between accounting profit and taxable income:

The reconciliation of the accounting profit for the year to the taxable income for corporate income tax purposes at 31 December 2024 and 2023 is as follows:

RECONCILIATION OF THE ACCOUNTING RESULT WITH THE CORPORATE TAX BASE (Amounts in thousands of euros)		
	31.12.24	31.12.23
Accounting profit for the year before tax	59.742	71.243
Permanent differences	(2.419)	(17.256)
Adjusted accounting result	57.323	53.987
Temporary differences: Anticipated	(3.564)	(8.245)
Originating in the exercise	7.168	6.652
Arising from previous financial years	(10.732)	(14.897)
Temporary differences: Deferred	615	(4.379)
Originating in the exercise	(17.331)	(17.769)
Arising from previous financial years	17.946	13.390
Tax base	54.374	41.363

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From the above table, it is worth noting the permanent differences for both years. These differences arise from the exemption for the avoidance of double taxation of dividends calculated at 95% of the amount recorded as Dividends in these financial statements and the impairments of concessions and shareholdings reversed in 2024 and 2023.

16.4 Tax recognised in equity

In the year 2023, an amount of EUR 4,394 thousand was recorded in tax recognised in equity, which corresponded to the correction of the previous year's corporate income tax calculation.

16.5 Reconciliation between accounting profit and corporate income tax expense.

The calculation of the accounting provision for corporate income tax is as follows:

CALCULATION OF THE ACCOUNTING PROVISION FOR CORPORATION TAX (Amounts in thousands of euros)		
	31.12.24	31.12.23
Profit before tax	59.742	71.243
-Permanent differences	(2.419)	(17.256)
Adjusted accounting balance	57.323	53.987
Gross corporate income tax due (25%)	14.331	13.497
+Deductions and allowances	(1.700)	(516)
+Other Settings	4.959	4.396
Corporate income tax expense	17.590	17.377

At 31 December 2024, "Other adjustments" includes an expense of Euros 4,189 thousand for corporate income tax accrued by permanent establishments abroad (Euros 4,404 thousand at 31 December 2023).

16.6 Breakdown of income tax expense

The breakdown of the income tax expense in 2024 and 2023 is as follows:

Breakdown of corporate tax expense (Amounts in thousands of euros)		
	31.12.24	31.12.23
Current tax	14.331	13.497
Deferred taxes	3.259	3.880
Total corporate income tax (expense)/revenue	17.590	17.377

16.7 Tax loss carryforwards and deductions pending application

The company has no tax losses or deductions to be applied.

16.8 Years pending inspection and inspection actions

In relation to tax returns that have been inspected in FCC Aqualia or in Group companies, in certain cases, the different criteria applied by the tax authorities have given rise to tax assessments that are being appealed by

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the corresponding Group companies.

The criteria that the tax authorities may adopt in relation to the years open to inspection could give rise to contingent tax liabilities that cannot be objectively quantified. The directors consider that the liabilities that may arise, both in respect of the years open for review and the assessments issued, will not have a significant effect on the Company's equity.

NOTE 17. LONG-TERM ACCRUALS AND DEFERRALS

This item in the balance sheet at 31 December 2024 and 2023 includes the amounts received in tariffs for works and investments involving environmental improvements to the water supply networks during the construction phase and until they are brought into operation.

NOTE 18. ENDORSEMENTS AND GUARANTEES

At 31 December 2024, the Company has provided guarantees mainly to secure the fulfilment of its contractual obligations, as well as to guarantee the submission of tenders for future contracts, amounting to Euros 266,562 thousand (Euros 281,355 thousand at 31 December 2023). In addition, it has granted guarantees to third parties for the following group companies for the following amounts (in thousands of euros):

	31.12.2024	31.12.2023
Abrantaqua	463	463
Acque di Caltanissetta, S.p.a.	11.738	11.738
Aguas de las Galeras, S.L.	-	3.340
Aquajerez, S.L.	1.223	718
Aqualia Czech, S.L.	-	37
Aqualia Desalación Guaymas, S.A. de C.V.	-	6.028
Aqualia Gestión Los Cabos S.A. de CV	22.637	25.566
Aqualia Intech, S.A.	2.628	4.669
Aqualia latinoamérica, S.A.	2.359	2.325
Aqualia México, S.A. de C.V.	544	5.437
Aquamaior - Aguas de Campomaior, S.A.	900	900
Aquos El Realito S.A. de CV	1.377	1.377
Conservación y Sistemas, S.A.	627	71
Ecosistema de Morelos S.A. de C.V.	246	250
Empresa Gestora de Aguas Linenses, S.L.	-	31
Hidrotec Tecnología del Agua, S.L.	26	57
Local Sports Managment, S.L. Sole Proprietorship	347	-
Servicios Hídricos de Agricultura y Ciudad, S.L.U.	73	73
Sociedad Española de Aguas Filtradas, S.A.	1.309	239
Tratamiento Industrial de Aguas, S.A.	1.307	24
TOTAL	47.804	63.343

At 31 December 2023, the Company had provided guarantees in the financing obtained by its subsidiary FCC Aqualia USA Corp in the amount of USD 95 million, the loan for which was repaid in September 2024.

The directors of the Company do not expect any material liabilities to arise as a result of the guarantees provided.

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NOTE 19. INCOME AND EXPENSES

19.1 The distribution of **net turnover** by geographical location and type of activity of the Company is as follows:

TURNOVER		
BY GEOGRAPHICAL LOCATION		
<i>(Amounts in thousands of euros)</i>		
Autonomous Community	31.12.24	31.12.23
Andalusia	201.831	202.303
Aragon	14.114	11.659
Asturias	34.500	35.621
Balearic Islands	41.396	41.055
Canary Islands	43.878	38.302
Cantabria	26.651	25.446
Castilla - La Mancha	98.231	81.870
Castile - Leon	52.405	50.861
Catalonia	65.398	64.617
Valencian Community	42.342	46.516
Extremadura	43.518	46.645
Galicia	68.234	75.658
Madrid	101.268	102.663
Murcia	36.038	35.807
Navarre	4.786	3.058
Basque Country	7.552	4.253
La Rioja	6.706	7.441
Melilla	-	5.837
National Total	888.848	879.612
International		
United Arab Emirates	115	336
Serbia	-	1
Czech Republic	724	311
Algeria	17.945	14.724
Egypt	179	176
Colombia	770	881
Italy	17.446	18.728
France	134	136
Mexico	641	452
Portugal	1.742	1.597
Saudi Arabia	1.895	2048
United States	503	434
Romania	22	52
Qatar	3.257	544
Oman	511	514
Georgia	1.168	775
Total International	47.052	41.709
TOTAL	935.900	921.321

TURNOVER BY TYPE OF ACTIVITY		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Supply	444.704	429.166
Sanitation	122.008	119.531
Debugging	115.511	108.097
Hydraulic works	135.646	147.368
Desalination	23.013	18.741
Income from equity investments	16.367	16.847
Financial income from receivables from group companies	49.599	49.769
Other income	29.052	31.802
TOTAL	935.900	921.321

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Details of income from equity investments received from group and associated companies in 2024 and 2023 are presented below:

DIVIDENDS RECEIVED		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Conservación y Sistemas, S.A.	-	56
Aqua Campiña, S.A.	-	87
Infraestructuras y Distribución General del Agua, S.A.	470	416
Aguas de las Galeras, S.L.	-	187
Aqualia Mace LLC	144	1.898
Aqualia Infraestructuras Inzenyring	1.634	1.635
Shariket Tahlya Miyah Mostaganem	5.251	6.158
Aigües de Vallirana, S.A.U.	33	271
Qatarat Saquia Desalination	-	2.263
TOTAL GROUP COMPANIES	7.532	12.971
IEA Ciudad Real	182	62
AIE Costa Tropical de Granada	989	1.126
Aigües del Segarra Garrigues, S.A.	38	36
Aguas de Guadix, S.A.	65	100
Aguas de Narixa, S.A	236	194
Empresa Municipal de Aguas de Níjar, S.A.	922	-
Empresa Municipal de Aguas de Benalmádena, S.A.	32	19
Concesionaria de Desalación de Ibiza, S.A.	1.000	-
New Company of Aguas de Ibiza, S.A.	69	-
Codeur, S.A	78	92
Suministros Aguas de Querétaro, S.A. de C.V.	55	62
Orasqualia O&M	715	335
Oman Sustainable Water Services SAOC	769	618
Orasqualia Devel. Waste T.P. S.A.E.	2.375	-
TOTAL PARTNER COMPANIES	7.487	2.644
Shariket Miyeh Ras Djinet S.p.a.	1.310	1.232
TOTAL THIRD PARTIES	1.310	1.232
TOTAL DIVIDENDS	16.367	16.847

The detail of financial income with group and associated companies in 2024 and 2023 amounts to 49,599 thousand euros and 49,769 thousand euros respectively, the breakdown of which is shown in note 19.2.

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Of the total turnover, the joint ventures contribute as follows, in thousands of euros:

TEMPORARY JOINT VENTURES	31.12.24	31.12.23
UTE Abastecimiento Picadas Almoguera	8.131	8.009
UTE Aguas de Alcalá	7.605	7.409
UTE Alcantarillado Alcoy	97	104
UTE Alcantarillado Burgos	229	236
UTE Alcantarillado Madrid Lot D	168	7.333
UTE Expansion IDAM melilla	-	5.837
UTE Expansion Edam Granadilla	566	-
Aqualia - FCC Vigo joint venture	51.175	52.608
Aqualia - Riofabar Piloña Joint Venture	0	144
UTE C.H. Talave II	36	135
Granadilla de Abona Sports Centre UTE	980	831
UTE Copero Environmental Complex	307	6.382
UTE Consorcio Louro	-89	-
UTE Costa Tropical III	67	509
UTE Depuración Poniente Almería	1.945	1.781
UTE Depuradoras Lot 1	5.355	4.462
UTE EDAM Santa Eulalia	-	393
UTE EDAR A Guarda 2022	100	100
UTE EDAR Ranilla	-	119
UTE EDAR Galindo	3.723	624
UTE Estaciones Perales	-	41
FCC - Aqualia Oviedo Joint Venture	16.820	16.190
UTE Garrucha	1.353	1.256
UTE Gestión Cangas	1.769	1.511
UTE Hidr-Inv. Do Centr. Ace	80	58
UTE IDAM Ibiza	437	-
UTE Idam Santa Eulalia III	202	444
Ute IDAM Santa Eulalia IV	-	118
Ute IDAM Santa Eulalia- S.Antoni	585	-
UTE Lot 1 Sanea Plan	1431	-
Mancomunidad de Órbigo Joint Venture	197	191
UTE Improvements San Isidro Park	1	-
Argamasilla de Calatrava WWTP Works Joint Venture	-	52
El Endrinal WWTP Works Joint Venture	2.505	1.610
UTE OYM Cap Djinet	7.670	6.344
UTE OYM Mostaganem	10.234	8.341
UTE Qatar	3.176	488
UTE Redondela	2.048	1.972
UTE Pipe Renovation Lot 7	3.807	3.472
UTE Saneamiento EMASA	745	646
UTE Sevilla Territorial Areas	628	599
UTE Sollano Zalla	520	512
UTE Depuración San Roque	4.521	482

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UTE Zaragoza Sewerage	1.721	1.521
UTE Tic Lillo	-	355
TOTAL	140.846	143.217

19.2 Income and expenses with related parties in the years 2024 and 2023:

OPERATIONS WITH GROUP COMPANIES IN 2024

(Amounts in thousands of euros)

	EXPLORATION		FINANCIAL	
	EXPENDITURE	REVENUE	EXPENDITURE	REVENUE
Abrantaqua, S.A.	-	210	-	131
Acque di Caltanissetta, S.P.A.	70	17.441	-	461
Aguas de Guadix, S.A.	9	312	-	-
Aguas Del Sur Del Atlántico S.A. E.S.P.	-	-	-	37
Aigües de Vallirana, S.A.U.	-	27	-	27
Aqualia Czech, S.L.	-	-	466	-
Aqua Campiña, S.A.	21	435	-	49
Aquaervas - Aguas de Elvas, S.A.	-	393	44	-
Aquafundalia - Aguas do Fundao, S.A.	-	430	28	-
Aquajerez, S.L.	47	6.933	-	481
Aqualia Colombia S.A.S.	-	-	-	611
Aqualia Flandes S.A.S.E.S.P.	-	-	-	39
Aqualia France	-	258	-	-
Aqualia Georgia LLC	-	1.167	-	-
Aqualia Infrastructures Inzenyring, s.r.o.	-	10	-	-
Aqualia Intech, S.A.	16.384	1.393	-	579
Aqualia Latinoamérica, S.A.	-	-	1	1.918
Aqualia Mace LLC	25	293	-	20
AQUALIA MACE QATAR	-	163	-	-
Aqualia México, S.A. de C.V.	127	620	-	259
Aqualia Villa del Rosario, S.A.	-	-	-	85
Aquamaior - Aguas de Campo Maior, S.A.	-	184	-	88
Aridos de Melo, S.L.	163	-	-	-
Cartagua, Aguas do Cartaxo, S.A.	-	453	-	252
Conservación y Sistemas, S.A.	7	183	102	-
Depurplan 11, S.A.	-	1.279	162	-
Ecoactiva de Medioambiente, S.A.	20	-	-	-
Ecosistema de Morelos S.A. de C.V.	-	-	-	539
Empresa Gestora de Aguas Linenses, S.L.	-	-	-	-
Entemanser, S.A.	711	581	559	-
FCC Ámbito, S.A.	109	-	-	-
FCC Aqualia América, S.A.U.	-	-	4	-
FCC USA Aqualia Corp	-	323	-	1.488
FCC Construcción, S.A.	38	282	-	-
FCC Industrial e Infraestructuras Energéticas, S.A.	868	7	-	-
Fomento de Construcciones y Contratas, S.A.	14.472	767	-	29.107
FCC Medio Ambiente, S.A.	144	155	-	-
Fedemes, S.L.	3.845	-	-	-
Gamasur Campo Gibraltar, S.A.	83	-	-	-
Georgia Global Utilities JSC	33	-	-	7.666

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 2 and 25). In the event of a discrepancy, the Spanish language version prevails.

OPERATIONS WITH GROUP COMPANIES IN 2024

(Amounts in thousands of euros)

	EXPLORATION		FINANCIAL	
	EXPENDITURE	REVENUE	EXPENDITURE	REVENUE
Haji Abdullah Ali Reza Integrated Services Ltd (H.A.A. & CO.)	3.684	-	-	-
Hidrotec Tecnología del Agua, S.L.	36.371	138	-	562
Infraestructuras y Distribución General de Agua, S.L.	820	83	9	-
Matinsa, S.A.	-	2	-	-
Naunet S.A.S.	-	-	-	178
North Cluster Spv LLC	-	802	-	91
Prefabricados Delta, S.A.	6	-	-	-
Qatarat Saquia Desalination Company LTD.	-	87	-	165
Sociedad Ibérica del Agua, S.A.U.	-	-	1	-
Sociedad Española de Aguas Filtradas, S.A.	3.208	712	58	-
Servicios Hidricos de Agricultura y Ciudad, S.L.	-	-	-	1.908
Severomoravske Vodovody A Kanalizace Ostrava AS	11	691	-	-
Sistemas y Vehículos de Alta Tecnología, S.A.	-	-	-	-
South Cluster SPV LLC	-	1.425	-	127
Tratamiento Industrial de Aguas, S.A.	24.082	387	299	-
Tratamientos y Recuperaciones Industriales, S.A.	524	-	-	-
Vodotech, spol. s.r.o	-	23	-	-
Watersur, S.L.	-	7	-	-
Grand total	105.882	38.656	1.733	46.868

OPERATIONS WITH GROUP COMPANIES IN 2023

(Amounts in thousands of euros)

	EXPLORATION		FINANCIAL	
	EXPENDITURE	REVENUE	EXPENDITURE	REVENUE
Abrantaqua, S.A.	-	202	-	143
Acque di Caltanissetta, S.P.A.	207	18.802	-	37
Aguas de Guadix, S.A.	-	67	-	-
Aguas de Las Galeras, S.L.	21	2.090	-	1869
Aigües de Vallirana, S.A.U.	-	28	-	22
Aqualia Infrastructures D.O.O. Beograd-Vracar	-	1	-	-
AISA Pristina LLC	-	27	-	-
Aqua Campiña, S.A.	-	426	-	61
Aquaervas - Aguas de Elvas, S.A.	-	383	16	-
Aquafundalia - Aguas do Fundao, S.A.	-	438	11	-
Aquajerez, S.L.	35	6.431	-	503
Aqualia Flandes S.A.S.S.E.S.P.	-	-	-	49
Aqualia France	-	260	15	-
Aqualia Georgia LLC	-	775	-	6
Aqualia Infrastructures Inzenyryng, s.r.o.	-	9	-	-
Aqualia Intech, S.A.	15.375	1.513	-	321
Aqualia Latinoamérica, S.A.	-	-	-	1.923
Aqualia Mace LLC	-	360	-	2
AQUALIA MACE QATAR	-	221	-	-

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OPERATIONS WITH GROUP COMPANIES IN 2023

(Amounts in thousands of euros)

	EXPLORATION		FINANCIAL	
	EXPENDITURE	REVENUE	EXPENDITURE	REVENUE
Aqualia México, S.A. de C.V.	-	594	-	331
Aqualia Villa del Rosario, S.A.	-	-	-	67
Aquamaior - Aguas de Campo Maior, S.A.	-	208	-	77
Aridos de Melo, S.L.	204	-	-	-
Cartagua, Aguas do Cartaxo, S.A.	-	400	-	228
Conservación y Sistemas, S.A.	-	99	81	-
Depurplan 11, S.A.	-	954	111	-
Ecoactiva de Medioambiente, S.A.	16	-	-	-
Ecosistema de Morelos S.A. de C.V.	-	-	-	745
Empresa Gestora de Aguas Linenses, S.L.	203	1.059	-	-
Entemanser, S.A.	566	569	266	-
FCC Ámbito, S.A.	108	-	-	-
FCC USA Aqualia Corp	-	106	-	57
FCC Construcción, S.A.	50	226	-	-
FCC Industrial e Infraestructuras Energéticas, S.A.	783	-	-	-
Fomento de Construcciones y Contratas, S.A.	14.269	838	-	29.028
FCC Medio Ambiente, S.A.	83	134	-	-
Fedemes, S.L.	3.726	26	-	-
Gamasur Campo Gibraltar, S.A.	73	-	-	-
Georgia Global Utilities JSC	-	-	-	11.888
Haji Abdullah Ali Reza Integrated Services Ltd (H.A.A. & CO.)	803	-	-	-
Hidrotec Tecnología del Agua, S.L.	32.642	142	3	53
Infraestructuras y Distribución General de Agua, S.L.	560	130	-	-
Matinsa, S.A.	-	4	-	-
North Cluster Spv LLC	-	1.104	-	4
Prefabricados Delta, S.A.	7	-	-	-
Qatarat Saquia Desalination Company LTD.	-	88	-	165
Sociedad Española de Aguas Filtradas, S.A.	3.742	779	32	-
Severomoravske Vodovody A Kanalizace Ostrava AS	6	611	-	-
Sistemas y Vehículos de Alta Tecnología, S.A.	1	-	-	-
South Cluster SPV LLC	-	1.506	-	5
Tratamiento Industrial de Aguas, S.A.	22.838	173	153	-
Tratamientos y Recuperaciones Industriales, S.A.	468	-	-	-
Vodotech, spol. s.r.o	-	21	-	-
Watersur, S.L.	-	34	-	-
Grand total	96.786	41.838	688	47.507

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 2 and 25). In the event of a discrepancy, the Spanish language version prevails.

TRANSACTIONS WITH AFFILIATED COMPANIES IN 2024

(Amounts in thousands of euros)

	EXPLORATION		FINANCIAL	
	EXPENDITURE	REVENUE	EXPENDITURE	REVENUE
Aguas de Archidona, S.L.	-	563	-	24
Aguas de Denia, S.A.	256	-	-	-
Aguas de Langreo, S.L.	-	198	-	115
Aguas de Narixa, S.A.	-	302	-	-
Aguas del Puerto Empresa Municipal, S.A.	39	6.319	-	513
AIE Costa Tropical de Granada	1	1.424	-	1.556
Aigües del Segarra Garrigues, S.A.	19	212	-	-
Aigües Del Vendrell, S.A.	-	554	-	247
Compañía de Servicios Medioamb. do Atlántico, S.A.	-	-	-	-
Codeur, S.A.	-	143	-	-
Concesionaria de Desalación de Ibiza, S.A.	-	530	-	-
Empresa Municipal de Aguas de Níjar, S.A.	993	4.873	-	80
Empresa mixta de Aguas de Jódar, S.A.	3	698	-	52
Empresa Municipal de Aguas de Linares, S.A.	22	5.469	-	-
Empresa Municipal Aguas de Algeciras, S.A.	2.128	11.238	-	79
Empresa Mixta de Aguas de Ubrique, S.A.	3	1.201	-	-
Empresa Mixta de Aguas y Servicios, S.A.	458	739	-	-
Empresa Municipal Aguas de Benalmádena, S.A.	-	721	-	55
Empresa Municipal Aguas de Toxiria, S.A.	(43)	1.245	-	10
Girona, S.A.	-	24	-	-
Hormigones Delfín, S.A.	1	-	-	-
Hormigones Reinares, S.A.	1	-	-	-
New Company of Aguas de Ibiza, S.A.	127	2	-	-
Oman Sustainable Water Services SAOC	-	521	-	-
Orasqualia Devel. Waste Treatment Plant S.A.E.	-	96	-	-
Orasqualia Operation and Maintenance, S.A.E.	-	69	-	-
Proveïments d'Aigua, S.A.	67	-	-	-
Shariket Miyeh Ras Djinet	-	7.670	-	-
Shariket Tahlya Miyah Mostaganem	-	10.234	-	-
TOTAL	4.075	55.179	-	2.731

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TRANSACTIONS WITH AFFILIATED COMPANIES IN 2023

(Amounts in thousands of euros)

	EXPLORATION		FINANCIAL	
	EXPENDITURE	REVENUE	EXPENDITURE	REVENUE
Aguas de Archidona, S.L.	1	572	-	27
Aguas de Denia, S.A.	256	441	-	-
Aguas de Langreo, S.L.	-	188	-	131
Aguas de Narixa, S.A.	1	284	-	-
AIE Costa Tropical de Granada	18	1.831	-	1.514
Aigües del Segarra Garrigues, S.A.	-	92	-	-
Aigües Del Vendrell, S.A.	(18)	500	-	253
Compañía de Servicios Medioamb. do Atlántico, S.A.	-	130	-	-
Codeur, S.A.	-	137	-	-
Concesionaria de Desalación de Ibiza, S.A.	-	509	-	-
Empresa Municipal de Aguas de Nijar, S.A.	988	4.518	-	92
Empresa mixta de Aguas de Jódar, S.A.	30	639	-	55
Empresa Municipal de Aguas de Linares, S.A.	21	4.473	-	-
Empresa Municipal Aguas de Algeciras, S.A.	2.138	12.238	-	46
Empresa Mixta de Aguas de Ubrique, S.A.	8	1.234	-	-
Empresa Mixta de Aguas y Servicios, S.A.	385	506	-	-
Empresa Municipal Aguas de Benalmádena, S.A.	-	728	-	54
Empresa Municipal Aguas de Toxiria, S.A.	61	1.042	-	13
Gestión y Valorización Integral del Centro S.L.	1	-	-	-
Girona, S.A.	-	24	-	-
Hormigones Delfin, S.A.	2	-	-	-
Hormigones Reinares, S.A.	3	-	-	-
Nueva Sociedad de Aguas de Ibiza, S.A.	66	2	-	-
Oman Sustainable Water Services SAOC	-	514	-	-
Orasqualia Devel. Waste Treatment Plant S.A.E.	-	96	-	-
Orasqualia Operation and Maintenance, S.A.E.	-	69	-	-
Proveïments d'Aigua, S.A.	39	-	-	-
Shariket Miyeh Ras Djinet	-	6.344	-	-
Shariket Tahlya Miyah Mostaganem	-	8.341	-	-
TOTAL	4.000	45.452	-	2.185

Transactions with Shariket Tahlya Miyah Mostaganem S.p.A. and Shariket Miyeh Ras Djinet S.p.A. are denominated in US Dollars, while those with Orasqualia Development Waste Water Treatment Plant, S. A.E. are denominated in Egyptian Pounds; those with Aquos El Realito, S.A. CV are denominated in Mexican Pesos and those with Severomoravske Vojvodina, S.A. are denominated in Mexican Pesos.A.E. are denominated in Egyptian Pounds; those with Aquos El Realito, S.A. de CV are denominated in Mexican Pesos and those with Severomoravske Vodovody A Kanalizace Ostrava AS are denominated in Czech Korunas.

Information on balances and transactions with members of the board of directors are disclosed in Note 22.

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19.3 Procurements. Details as at 31 December 2024 and 2023 are as follows:

PROCUREMENT		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Consumption of goods	111.081	103.449
Consumption of raw materials and other consumables	119.515	125.313
Work carried out by other companies	135.722	130.214
TOTAL	366.318	358.976

19.4 External services. Details as at 31 December 2024 and 2023 are as follows:

EXTERNAL SERVICES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Leases and royalties	71.177	61.556
Repairs and maintenance	8.836	7.278
Independent professional services	25.963	19.355
Transport	475	326
Insurance premiums	6.657	6.665
Banking and similar services	2.781	2.710
Advertising, publicity and public relations	2084	967
Supplies	5.059	5.161
Other services	35.912	36.227
TOTAL	158.944	140.245

19.5 The average number of persons employed during the financial years 2024 and 2023 is shown below:

CATEGORIES	No. of employees		Men		Women	
	2024	2023	2024	2023	2024	2023
Executives and managers	101	101	93	94	8	7
Controls	921	919	719	726	202	193
Technicians	553	742	303	399	250	343
Administrative	745	819	182	196	563	623
Various trades	3.421	3.519	3.354	3.395	67	124
TOTAL	5.741	6.100	4.651	4.810	1.090	1.290

The number of persons employed at the end of each financial year is shown below:

CATEGORIES	No. of employees		Men		Women	
	2024	2023	2024	2023	2024	2023
Executives and managers	101	102	93	96	8	6
Controls	951	931	735	729	216	202
Technicians	559	772	305	414	254	358
Administrative	736	825	174	193	562	632
Various trades	3.460	3.527	3.392	3.402	68	125
TOTAL	5.807	6.157	4.699	4.834	1.108	1.323

The Company has 86 employees with a disability of 33% or more at 31 December 2024 (91 at 31 December 2023).

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19.6. Wages, salaries and similar. Details as at 31 December 2024 and 2023 are as follows:

WAGES AND SALARIES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Wages, salaries and similar.	183.271	181.197
Indemnities	1.649	908
TOTAL	184.920	182.105

19.7. Social charges. Details as at 31 December 2024 and 2023 are as follows:

SOCIAL CHARGES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Social security to be paid by the company	64.284	60.031
Other social expenditure	4.033	3.860
Contributions to supplementary pension schemes	95	-
TOTAL	68.412	63.891

19.8. Financial expenses. These are broken down as follows at 31 December 2024 and 2023:

FINANCIAL EXPENSES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Interest on debts with group and associated companies (Note 19.2)	1.733	689
Interest on bonds and debentures (Note 15.1)	17.515	17.458
For third-party financial debts (Note 15.2)	55.819	49.701
Restatement of provisions (Note 14)	1.937	2.372
TOTAL	77.004	70.220

19.9. Exchange differences. Details are as follows at 31 December 2024 and 2023:

EXCHANGE RATE DIFFERENCES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Positive exchange rate differences	25.175	20.372
Negative exchange rate differences	(20.597)	(23.379)
TOTAL	4.578	(3.007)

19.10. Impairment and gain or loss on disposal of financial instruments. The detail at 31 December 2024 and 2023 is as follows:

IMPAIRMENTS AND LOSSES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Impairment of non-current investments in Group companies and associates (Note 7.1)	49	1.418
Other	-	(318)
TOTAL	49	1.100

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19.11. Losses, impairment and changes in provisions for trading operations.

The heading "Losses, impairment and changes in trade provisions" in the accompanying income statements for 2024 and 2023 basically includes the following items:

LOSSES, IMPAIRMENT AND CHANGES IN PROVISIONS FOR TRADING OPERATIONS		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Provision for Loan Loss Provision (see note 10.4)	1.341	1.080
Reversal Provision for bad debts (see note 10.4)	(5.388)	(2.592)
Losses on bad debts (see note 10.4)	3.959	3.264
Other short-term provisions	2.223	901
TOTAL	2.135	2.653

19.12. Other current administrative expenditure.

The heading "Other current management expenses" in the accompanying income statement for 2024 mainly includes Euros 2,481 thousand relating to long-term provisions (see note 14) (Euros 1,151 thousand for the same item at 31 December 2023).

19.13 Leases

In its position as lessee, the Company has entered into leasing contracts for assets of different types, mainly offices in the municipalities where it provides the service that is the object of its activity and transport elements with leasing contracts.

In general, the leases entered into by the Company do not include variable payments; only certain contracts contain clauses to update the rent, mainly in line with inflation. In some cases, these contracts contain restrictions on use, the most common of which are those limiting the use of the underlying assets to geographical areas or to their use as office or production premises. The lease contracts do not include significant residual value guarantee clauses.

At 31 December 2024 and 2023, the expenses recognised under "Other operating expenses" in the accompanying income statement amounted to

LEASES		
<i>(Amounts in thousands of euros)</i>		
	31.12.24	31.12.23
Leasing of real estate	8.512	8.055
Leasing of machinery and transport equipment	8.116	7.757
Other leases	5.218	7.587
TOTAL	21.846	23.399

Under "Property leases", the Company records as the main item the rent paid to Fedemes, the FCC Group company in charge of managing the corporate buildings in Spain, including the offices at Avenida Camino de

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Santiago, 40 and Federico Salmón, 13 in Madrid, the office at calle Balmes 36 in Barcelona and the office at Avenida Kansas City in Seville. In all of them there is an annual review based on the CPI and an annual renewal, which means that there are no future minimum payments in these contracts.

Other leases" mainly includes the expense accrued for the rental of computer equipment and servers owned by the subsidiary, Hidrotec Tecnología del Agua, S.L.

NOTE 20.AUDITORS' REMUNERATION

The Company's auditor at year-end 2024 is Ernst & Young, S.L.

The fees accrued during the year for services rendered by the Statutory Auditor are as follows:

Amounts in thousands of euros

	2024			2023		
	Lead Auditor	Other auditors	Total	Lead Auditor	Other auditors	Total
Audit Services	84	-	84	82	-	82
Other Verification Services	13	32	45	8	11	19
Total Audit and Related Services	97	32	129	90	11	101
Tax Advisory Services	-	114	114	-	-	-
Other services	-	154	154	-	37	37
Total professional services	-	268	268	-	37	37
TOTAL	97	300	397	90	48	138

NOTE 21. ENVIRONMENTAL INFORMATION

Our knowledge of the current environmental challenges and our role in addressing them has guided us in the design of the Aqualia 2024-2026 Strategic Sustainability Plan. Thus, we are committed to innovation, design, regeneration and the development of solutions to provide water in areas with limited availability of the resource, through projects to reduce water consumption, energy optimisation, emissions reduction, protection and recovery of the ecosystem and to promote the circular economy, the reuse and circularity of water.

In the implementation of the Environmental Management System, we define the operational control of the significant environmental aspects and legal requirements through procedures and technical instructions. These aspects are identified on the basis of Aqualia's activities and environmental risks, related to events such as floods, chemical product spills, wastewater discharges outside specifications, etc.

From there, the Management Committee, through the Integrated Management System Committee, sets the overall objectives and milestones of the Integrated Management System, such as, for example, energy reduction and carbon footprint projects, efficient and responsible management of the integral water cycle.

We are also committed to the Paris Agreement Framework Convention's commitment to global warming and decarbonisation in all countries where we operate with a strategy for achieving these outcomes.

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In Spain, we aligned our performance with the Long-Term Decarbonisation Strategy of the Ministry for Ecological Transition and the Demographic Challenge (MITERD), which establishes a roadmap for Spanish companies to develop their decarbonisation strategies with targets for 2030, 2040 and a horizon in 2050; and in Italy, we aligned with the decree-law that includes decarbonisation as an environmental priority.

Projects underway to act on the carbon footprint by 2024 include the following:

- 2022 - 2024: Project Calculation, Reduction, Compensation and Neutrality of carbon footprint in Lleida (Spain) with declaration of neutrality verified by AENOR (PAS 2060). It has been carried out:
 - Calculation and verification HC 2020-2023.
 - HC Reduction Plan 2023- 025.
 - Purchase of carbon credits: 1800 tonnes of CO₂.
 - AENOR Verification Standard PAS 2060: Neutrality Declaration.
 - Next steps: registration in the COMPENSO Seal (OECC), in the "Voluntary Compensation" and "Voluntary Agreement" Seal of the OCCC (Catalonia).
- LCA (Life Cycle Assessment) and environmental footprint project: development of a comprehensive project to measure/calculate environmental impacts in the water cycle contracts of the Spanish municipalities of Ronda and Badajoz. Tools included: water footprint; LCA/environmental footprint/DAP; carbon footprint; project closure in the first half of 2025.
- Development of a comprehensive project for measuring and calculating environmental impacts in two FCC Aqualia water cycle contracts: Ronda and Badajoz.
- Tools included: water footprint; LCA/environmental footprint/DAP; carbon footprint.
- Compliance with Law 3/2023, Circular Economy of Andalusia.
- Reduction/compensation action plans: water efficiency/water remediation; energy efficiency; energy targets; photovoltaic energy, carbon footprint reduction and compensation. Hydraulic efficiency; energy efficiency; energy targets; photovoltaic energy, carbon footprint reduction and offsetting.

Improving energy efficiency

At Aqualia, we have our Energy Efficiency Improvement Plan, developed under the ISO 50001 Energy Management Systems standard, to reduce our electricity consumption. The contracts included within the perimeter of these systems are subject to an energy review-audit. The objective is to evaluate the results of the energy efficiency measures adopted after the previous review and to propose new ones. The specialised reporting and data analysis tool Aqualia RT-BI is responsible for monitoring and implementing the proposed improvements.

Among the projects launched for energy efficiency, the transversal projects for improving aeration automation and control, biogas recovery and the implementation of renewable energy in the facilities that make up the water cycle stand out. Also important is the development of new applications based on artificial intelligence, aimed at the energy optimisation of production processes in desalination plants.

Energy efficiency projects

Since 2020, we have been purchasing 76 GWh/year of green electricity from photovoltaic plants through the PPA (*power purchase agreement*) model. In 2023, a new contract for 75 GWh/year of photovoltaic electricity

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was added. As a result, by 2024, Spain will have achieved more than 70 % renewable electricity. The company's energy mix for 2024 is shown in the graph below:

mix	2024	
	KWh	%
renewable kWh of the electricity mix	438.702.213	29 %
non-renewable kWh of the electricity mix	814.934.095	54 %
kWh self-consumption photovoltaic generation	11.442.637	1 %
kWh biogas generation in purification	22.038.650	1 %
kWh hydroturbine generation	221.293.183	15 %
Total	1.508.410.778	100 %

In Spain in 2024, 1,867.21 kWp of photovoltaic energy were installed in 24 installations, so that the overall power in operation amounted to 9,048.8 kWp in 60 installations. The forecast for the coming years is to install 59 installations, with a power of 16,923 kWp.

In plants with several renewable energy generation systems (cogeneration, solar-photovoltaic, hydro turbines, etc.), good hybridisation energy management is crucial. In this regard, in 2024, a control system was implemented at the wastewater treatment plant in the Spanish city of Lleida to manage the hybridisation of technologies and ensure that the demand for electricity from the outside is as low as possible. The hydraulic turbine installed at the Badajoz plant, which generates more than 600,000 kW/year and accounts for 38% of consumption at this facility, has also been commissioned.

NOTE 22 TRANSACTIONS WITH THE COMPANY'S DIRECTORS AND MANAGEMENT TEAM

Board of Directors.

The members of the Board of Directors have not received any remuneration from the Company.

In addition, there are no advances, loans or any other type of guarantee granted to these members of the Board of Directors, nor are there any pension or life insurance obligations in respect of these members.

of the Board who hold positions in companies in which FCC Aqualia, S.A. has interests do not directly or indirectly participate in other companies of the FCC Aqualia Group, but may hold positions, perform functions and/or have interests of less than 0.01% in other companies of the FCC Group and the IFM Group.

In 2024 there were no significant transactions involving a transfer of resources or obligations between Group companies and their managers or directors.

Management Team:

The amount accrued for remuneration to the members of the Management Team, as salaries, in the financial year 2024 amounts to 4,029 thousand euros (4,531 thousand euros in 2023). The management team consists of 17 people in 2024, one more than in 2023.

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NOTE 23. FINANCIAL RISK MANAGEMENT POLICY

The concept of financial risk refers to the variation, due to political, market and other factors, of the financial instruments contracted by the Company and their impact on the financial statements.

FCC Aqualia's risk management philosophy, in line with that of the FCC Group, is consistent with the business strategy, seeking maximum efficiency and solvency at all times, for which strict financial risk control and management criteria have been established, consisting of identifying, measuring, analysing and controlling the risks incurred by the Company's operations, with the risk policy being correctly integrated into its organisation.

Exchange rate risk

It arises from the different exchange rates used in investments and transactions with subsidiaries, associates and joint ventures, as well as with third parties whose activities are carried out in a functional currency other than that of the company preparing the financial statements. The Company's directors consider that the impact of this risk will not be material.

Credit risk.

Credit risk is the risk that the counterparty to a contract will default on its contractual obligations, resulting in a financial loss to the Company. The Company has adopted a policy of dealing only with creditworthy third parties and obtaining sufficient collateral to mitigate the risk of financial loss in the event of default.

Its main customers are public bodies or ultimate consumer customers in activities related to the integral water cycle, so it does not have significant exposure to credit risk. Likewise, the concentration of credit risk is not significant.

Solvency risk

At 31 December 2024, FCC Aqualia's net financial debt amounts to 586,091 thousand euros (485,518 thousand euros in 2023), as shown in the following table:

	Amounts in thousands of euros	
	2024	2023
Bonds and other marketable securities (Note 15.1)	658.771	658.344
Amounts owed to credit institutions (Note 15.2)	1.098.603	1.097.458
Current financial debts with group companies (excluding tax effect) (note 15.3)	152.541	114.905
Financial debts with third parties (note 15)	2.630	7.643
Loans to companies (excluding loans to Group companies for tax effect) (note 8)	(1.118.926)	(1.241.005)
Other current financial assets (note 8.3)	(14.136)	(13.189)
Short-term loans to third parties (note 9.2)	(14.804)	(13.526)
Treasury and cash equivalents	(178.588)	(125.112)
Net financial indebtedness	586.091	485.518

Liquidity risk

In 2022, the Company signed a syndicated loan for an amount of 1,100,000 thousand euros and a maturity of 3 years, extendable to one more year, which has materialised in 2023, the current maturity date being 22 June 2026.

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NOTE 24. OTHER INFORMATION

24.1. Post-closing events

No events have occurred since the end of the financial year that significantly affect the content of these annual accounts.

24.2. Information on payment deferrals made to suppliers. Third additional provision "Duty of information" of Law 15/2010, of 5 July.

The Official State Gazette in Spain has published Law 18/2022 of 28 September on the creation and growth of companies, which aims, among other things, to reduce commercial late payments. The new law changes Law 15/2010 of 5 July 2010 amending Law 3/2004, which established measures to combat late payment by regulating payment periods in commercial relations between Spanish companies or between companies and the Spanish Administration. Specifically, it amends the Third Additional Provision which established that companies must expressly publish information on supplier payment periods in the notes to their annual accounts. Following the publication of Law 18/2022, unlisted companies that do not present abridged accounts, as is the case of the Company, must publish the average supplier payment period, the monetary volume and number of invoices paid in a period lower than the maximum established in the regulations on late payment and the percentage they represent of the total number of invoices and of the total monetary amount of their payments to suppliers, both on their website and in their annual accounts.

In compliance with the aforementioned Law, a table with information on the average payment period to suppliers is set out below.

	Average supplier payment period	
	2024	2023
	Days	Days
Average supplier payment period	53	56
Ratio of paid transactions	53	55
Ratio of transactions outstanding	53	62
	Amount	Amount
Total payments made	533.740	539.132
Total outstanding payments	71.774	56.773
Total payments made in a period shorter than the maximum established in the late payment regulation	415.460	334.912
% of total payments made	78%	62%
Total number of invoices paid in the period	247.714	265.378
Number of invoices paid in a period shorter than the maximum period established in the late payment regulations.	200.624	164.624
% of total number of invoices paid in the year	81 %	62 %

25. ADDITIONAL NOTE FOR ENGLISH TRANSLATION

These financial statements are presented on the basis of the regulatory financial reporting framework applicable to the Company in Spain (See Note 2). Certain accounting practices applied by the Company that conform with that regulatory framework may not conform with other generally accepted accounting and rules.

Aqualia

Management Report 2024

ON CONSOLIDATED FINANCIAL STATEMENTS AS OF 31/12/2023

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1. Business model and strategy

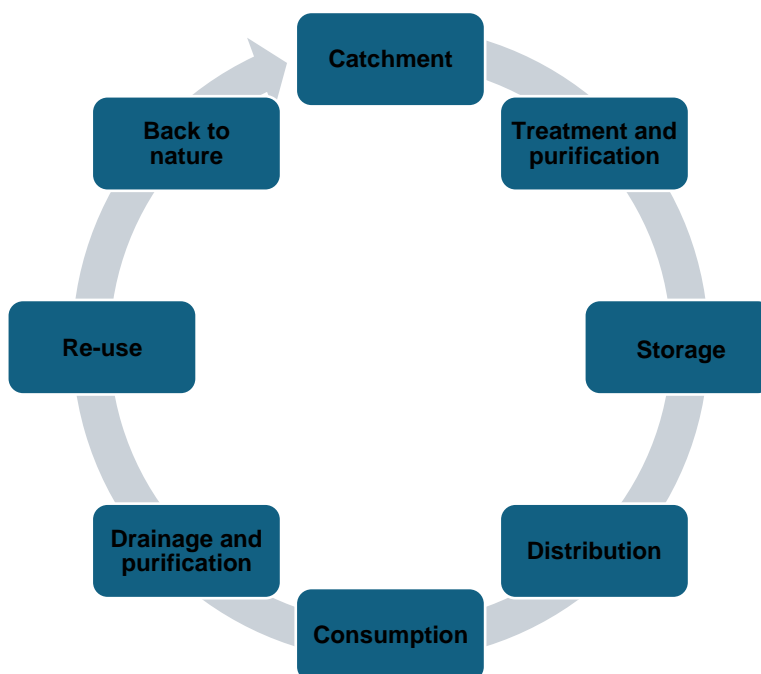
+14,000 employees around the world	Presence in 18 countries (2,347 municipalities)	44,8 millions of users	1.246.224.141 m³ drinking water produced
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As one of the world's leading operators, we provide technical solutions and quality services at all stages of the water cycle. Our aim is to improve the well-being of the people and communities in which we operate.

Aqualia's way of working¹ is based on the preservation of water and environmental resources through innovation to improve management efficiency. To do this, we follow the guidelines of the United Nations Sustainable Development Goals (SDGs), and the legal and regulatory frameworks existing in each geography.

Our activity covers all **stages of the water cycle**: a thread that links the entire value chain, from collection and treatment, purification and reuse, to distribution, customer management, sewerage and infrastructure construction. We stand out for our ability to adapt to the specific business model of each region and for our solid experience, adaptability and strategic leadership in a dynamic environment that also makes a difference in the regions where we operate.

Integrated water cycle: efficient and sustainable management from start to finish (and back again)



¹ FCC Aqualia S.A. The trademark will be used in the document. Aqualia

The head office is located at Avda. del Camino de Santiago 40. 28050. Madrid. Spain

FCC Aqualia S.A. is part of the FCC Group, one of Europe's leading groups specialising in environment, water, development and infrastructure management with a presence in more than 25 countries around the world.

We focus our management on a business model based on **public-private collaboration with the** aim of achieving sustainable and sustained long-term growth. To this end, we seek reasonable profitability in all areas of the value chain comprising the water cycle, from the design of facilities to the management of large investment projects in water systems.

In our more than 50 years of experience, we have demonstrated a strong commitment to sustainability and a significant contribution to the Sustainable Development Goals. A commitment that presides over both **Aqualia's Strategic Sustainability Plan 2024-2026 (PESA)** and the pillars of our business model:

Sustainability	Digitalisation and technology	Internationalisation
----------------	-------------------------------	----------------------

1. Sustainability. Our activity contributes to several of the goals of the 2030 Agenda: specifically, everything related to the use of water as a scarce resource, as well as the fight against pollution, climate change and its environmental and social impact. To this end, innovating in sustainability and playing an important role in the circular economy is a priority.

2. Digitalisation and technology. Digital transformation and the application of technological solutions in processes shape our present and future. The development of these areas allows us to optimise the management of the integral water cycle and, as a result, reduce or avoid losses in the water distribution networks supplied, as well as improve all processes related to the internal organisation of the company and customer service.

3. Internationalisation. Our action is closely linked to sustainable growth and international expansion to meet clean water and sanitation needs worldwide, especially in Europe, America, Africa and Asia.

We create connections with the environment and with society through social value, dialogue and knowledge transfer. We also build an internal culture of pride and trust among our employees, which also brings us closer to the objectives of the Aqualia 2024-2026 Strategic Sustainability Plan.

Providers of essential services to citizens

Our business focuses on concessions and services, and encompasses concessions and proprietary infrastructure for full cycle, BOT, operation and maintenance services and irrigation; as well as technology and network activities, including EPC contracts and industrial water treatment activities.

Among the business models we deploy in the geographical areas where we are present are the following:

MANAGEMENT OF THE INTEGRAL WATER CYCLE (GCIA)

Management of public utilities in the integral water cycle through long-term concession models or ownership of assets in countries with proven regulatory systems. We currently operate municipal water concessions in **Spain, Portugal, Italy, France and Colombia**, as well as owned assets in **Spain, Czech Republic, Georgia and Colombia**.

INFRASTRUCTURE CONCESSIONS (BOT)

Infrastructure concessions in which infrastructures, treatment plants (drinking water treatment, purification and desalination) or reuse facilities are designed, built, financed and operated in the long term through BOT-type contracts and *take or pay* mechanisms, in which the recovery of the investment associated with the infrastructure is guaranteed without assuming demand risk. We develop this business model in **Spain, Mexico, the United States, Algeria and Egypt**.

OPERATION AND MAINTENANCE (O&M)

Operation, maintenance and exploitation services for hydraulic infrastructures. This service allows for the continuous availability of quality water, which requires the dedication, technology, professionalism and experience necessary to achieve maximum excellence in the processes. We have these business models in **Spain, United Arab Emirates, Egypt, Saudi Arabia, Oman, Mexico, United States and Chile**.

TECHNOLOGY AND NETWORKS (EPC)

Design and construction projects on hydraulic infrastructures, mainly for our own concessions and singular projects. The experience of working with leading construction companies allows us to create alliances to reduce and minimise construction risks. We have EPC contracts in all geographies, mainly in those where we manage the complete cycle.

AQUALIA INDUSTRIAL

At Aqualia we are committed to industry, innovation and infrastructure as fundamental pillars for the creation of positive impact. Thanks to Aqualia Industrial, we contribute to a **resilient and modernised infrastructure**, which supports and accompanies a competitive and sustainable industry, and adapts to changes through the development of technologies and innovation.

Faced with a new and increasingly demanding legal environment, especially in the regulation of effluents (liquids emanating from industrial plants), there is a growing demand for efficient and sustainable water management in production processes. As an awareness of this, Aqualia Industrial's water projects have experienced significant growth in recent years.

An example of this is that, as of 31 December 2024, Aqualia Industrial was working on **45 new projects** in different industrial sectors, such as petrochemicals, energy, agri-food, canning, pharmaceuticals, paper and mining. We have more than six hundred references in treatment plants and an extensive presence in **Spain** and Portugal.

At Aqualia Industrial, we have completed significant projects, such as the operation at Aguas Industriales de Tarragona (AITASA) and the construction and operation of the treatment plant for Jealsa Rianxeira, the largest canning group in Spain. We have been awarded notable contracts, such as the extension of the Industrial Waste Water Treatment Plant (WWTP) for Heineken-Cruzcampo in Seville and the Industrial Waste Water Treatment Plant (WWTP) for Prolongo in Malaga, as well as the approval of the private initiative of the Waste Water Regeneration Plant for Industrial Uses in Campo de Gibraltar, for ARCGISA, which will be put out to tender in the future.

We have also renewed contracts for the expansion and maintenance of industrial wastewater treatment plants with leading companies such as Danone, Cuétara and Mahou-San Miguel. In 2024, we have also strengthened our area of activity in **Portugal**, where we are currently managing more than ten projects in important sectors such as agri-food, paper and petrochemicals.

The new technologies we are developing for the industrial sector take into account respect for the environment. Sustainability (reductions in operating costs and improved efficiency in pollutant elimination processes) and the reduction of the carbon footprint are the most critical aspects in the development of biogas production projects and *upgrading* to biomethane for injection into the gas grid.

Another commitment to sustainability comes from technologies that allow the reuse of water (reclaimed water). Examples of this are the projects implemented at ENCE (Pontevedra, Spain).

1.1 Purpose, values and culture

Aqualia's identity stems from its purpose, values and culture, from its unique way of being and being in the world. What makes us who we are is our strong conviction of the responsibility of managing a public good and a human right such as access to water and sanitation.

Our **purpose** is to ensure the well-being and progress of the people and communities in which we work by providing a public service, the sustainable management of water. Ensuring with pride and commitment the universal/local right to water.

Values and attributes			
Specialised expertise in each stage of the management of the full water cycle	Orientation towards people's present and future well-being	Quality and efficiency in service	Solvency and financial consistency
Innovation	Environmental involvement, awareness-raising and outreach	Social involvement	Business ethics, transparency and integrity

Our culture and [Code of Ethics and Conduct](#) are inspired and based on these values, from which we face the challenge of efficient and innovative management of the integral water cycle. This is how we build our identity, **our own culture** that leaves a mark and a positive impact on each territory where we operate.

1.2 Worldwide presence

We are the **fourth largest water company in Europe** by population served and the **ninth largest in the world**, according to the latest Global Water Intelligence ranking (December 2024). We currently serve 44.8 million users

and are present in 18 countries: Algeria, Saudi Arabia, Colombia, Chile, Egypt, United Arab Emirates, Spain, United States, France, Georgia, Italy, Mexico, Oman, Peru, Portugal, Qatar, Czech Republic and Romania.

Europe

The company's evolution in Europe in 2024 is characterised by a moderate reduction in consumption. This is due to several factors: on the one hand, greater public awareness of water stress has led to significant water savings; and, on the other hand, demand has been sensitive to tariff increases due to the rise in the operating costs of water services.

Likewise, the search for water resources, such as desalination and reuse, and greater control of groundwater and surface water, resulting from scarcity, have also marked the sector's performance. In 2024, moreover, emphasis has been placed on leakage control and reduction, sectorisation and digitalisation thanks to the allocation of European funds for these purposes.

In the **Czech Republic**, through the Czech subsidiary SmVak, we have been awarded the tender for the management of the integrated water cycle in the industrial area of Mošnov, in the district of Nový Jičín. In 2024 we implemented investments in network upgrades to maintain the efficiency of the infrastructure. And in line with the sustainability plan, we plan to undertake further investments in improving the electrical efficiency of existing infrastructure and reducing the carbon footprint of the integrated management system.

In **France**, the population served now totals 970,000 inhabitants, distributed among 101 municipalities where we manage supply, and 100 municipalities where we manage sewerage or wastewater treatment. We have signed new contracts in Ile d'Adam for production and distribution and in Pithiviers for sanitation. In addition, the renewal of the Gousainville contract marks a new milestone by completing the renewal of the last major contract from the previous owner. At the end of the year, we continued to consolidate our presence in the country with three new contracts in the Val d'Oise, Eure et Loir and Loiret departments, which will bring the total number of inhabitants served to 50,000. These contracts - two for water supply and one for wastewater and wastewater treatment - will come on stream at the beginning of 2025. This growth keeps us as the fourth largest operator in France.

In **Italy**, Aqualia's subsidiary in the country, Acque di Caltanissetta, manages the water service in the province of Caltanissetta, which suffered a severe drought in 2024 that led to severe restrictions. Throughout the year we have carried out important actions aimed at minimising the effects of this water crisis under the coordination of a Regional Crisis Committee.

Similarly, **Portugal** has faced a period of drought in recent years, which has highlighted the need to optimise water use. This shortage has led Portuguese organisations, industries and authorities to consider both the improvement of distribution networks and the reuse of treated water in WWTPs. In this context, several innovation projects focused on sustainability have been launched.

In **Spain**, we are leaders in integrated water management thanks to management backed by specialised human capital and a high level of technological development and R&D&I projects that allow us to make our integrated water cycle more sustainable. In 2024, the drought has worsened in communities such as Andalusia, Catalonia

and the Canary Islands, which has led us to put our technologies at the service of the administrations and implement four water reuse plants in El Ejido, Almería, Velez-Málaga and Algarrobo.

Another of the alternative sources to alleviate the drought is desalination, a technology in which we are pioneers. We have started up the first phase of our own desalination project in the Alboran Sea (Almería). We have also been commissioned by the government to build extensions to five seawater desalination plants in the Canary Islands.

In **Romania**, the expansion of the Glina wastewater treatment plant has been a major milestone for Aqualia in this country and has been a great technical challenge, as the works have been carried out without interrupting activity. In addition to treating all the wastewater, the plant will also co-generate energy through the incineration of the sludge. It is the largest facility of its kind in the country and meets European standards for biological pollutants. It will be able to treat more than one million cubic metres per day by 2040, serving almost two and a half million people. Aqualia has been working for more than 15 years in Romania, where we have previously developed the wastewater treatment plants of Agnita and Dumbraveni, both in the county of Sibiu, and Zimnicea in the county of Teleorman.

Africa and Asia

In **Algeria**, we keep the two desalination plants, Mostaganem and Cap Djinet, operating at full capacity and without significant incidents. Thanks to them, we provide an essential service for the population of the country's most important metropolitan areas, Oran and Algiers. In addition, their outstanding energy efficiency reduces the carbon footprint that is common in this type of facility.

In **Egypt**, we continue to manage the water treatment plants of Abu Rawash (the largest in Africa) and New Cairo (the country's first and only PPP²), as well as the El Alamein desalination plant, which supports new urban developments on the Mediterranean coast and is a benchmark within the desalination plan designed by the government to reduce the country's water stress.

In **Saudi Arabia**, we lead two of the National Water Company's six regional water management contracts (clusters), serving eight million people. These contracts form a firm basis for water management in the country, and are in line with the sustainability requirements of the Vision 2030 agenda. Aqualia is also developing a contract for the operation and maintenance of three floating desalination plants for the Saudi state-owned shipping group Bahri, each with a capacity of 56,000 m³/d. Thanks to this initiative, Aqualia would be in a position to offer a rapid solution in water-stressed areas.

In the **United Arab Emirates**, we developed two sanitation contracts in Abu Dhabi and Al Ain, in **Qatar** the Al Dakhira treatment plant and in **Oman**, through the subsidiary Oman Sustainable Services Company, we manage the desalination and treatment facilities of the port of Sohar, one of the largest in the world and of vital strategic and economic importance in the area.

Finally, in **Georgia**, our activity through Georgian Global Utilities (GGU) focuses on water and energy infrastructures in Tbilisi and adjacent areas, where a third of the country's population lives. GGU is advancing

² Public - Private Partnerships

and improving on all fronts, within a framework of sustainability standards that ensure the robustness of the services provided.

America

In the **United States** in 2023, we acquired 97% of the company Municipal District Services, LLC (MDS), dedicated to the comprehensive management of water and sanitation infrastructures in the Municipal Utility District (MUD) around the metropolitan area of Houston (Texas). MDS is the second operator of this delivery model in this area and serves more than 360,000 inhabitants through 147 contracts. The scarcity of water, the constant loss of quality in the resources at source, the obsolescence of hydraulic infrastructures and the low penetration of private operators in the sector are our main opportunities for growth in certain states of the country. On the other hand, the increasingly demanding legislation for the protection of aquifers and surface water represent a business opportunity for the coming years.

In **Mexico**, we have consolidated our position as the benchmark company in the water sector, thanks to a highly diversified portfolio of assets that includes water distribution and purification with the Querétaro and San Luis de Potosí BOT contracts, desalination through the Guaymas BOT, wastewater treatment thanks to the Cuernavaca Wastewater Treatment Plant (WWTP) BOT contract and the Integral Management Improvement project, with a BOT contract structure, in Los Cabos (Baja California Sur).

In **Colombia**, we also established ourselves as the second largest private operator in the country. In 2023, we started a major project in the district of Riohacha (Guajira), where we will provide service to around 310,000 inhabitants for 30 years. The execution of the contract includes the management, financing, rehabilitation, design, expansion, construction, replacement and maintenance of the water and sewerage infrastructures. In addition, with the entry into management of the capital of the department of Guajira, we reached a population of more than 1,400,000 inhabitants in 32 municipalities and eight departments of the country. On the other hand, in 2024 we completed the construction of the El Salitre Bogotá WWTP and we also inaugurated the remodelled and expanded "La Gran Colombia" Drinking Water Treatment Plant (DWTP) in Villa del Rosario. Thanks to it, the inhabitants of this municipality will see an improvement in their drinking water supply as it will increase the distribution flow by 60%.

In **Peru**, we actively participate in several private initiatives that, in most cases, promote the optimisation of water treatment plants in different regions, as well as the construction, operation and maintenance of wastewater treatment plants and water collectors. In other projects, we seek to improve the quality of life of the population through the construction of seawater desalination plants for drinking water and other industrial uses. At the date of writing this report, Aqualia has been awarded the BOT contract for the Chincha WWTP and associated collectors, the result of one of the private initiatives mentioned above.

In **Chile**, we operate the Huechún sulphate abatement plant - built by Aqualia - for CODELCO (Corporación Nacional del Cobre de Chile). We are also exploring commercial opportunities in desalination under the BOT scheme, for both public and private clients.

18	2.347	44.822.891	14.040
countries	municipalities	population served	employees

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language version prevails.

		Catchment	Treatment / Potabilisation	Distribution and Customer Management	Debugging	Re-use	Sewerage	Construction	Commercial Delegation	Municipalities	Population served (Inhabitants)	Employees
AFRICA AND ASIA	Saudi Arabia	X	X	X	X	X	X			631	8.815.518	311
	Algeria	X	X							4	1.500.000	59
	Egypt	X	X		X	X		X		3	11.000.000	226
	United Arab Emirates				X		X			2	1.960.000	428
	Georgia	X	X	X	X	X	X	X		35	1.437.833	2.844
	Oman	X	X	X	X		X	X		1	85.000	2
	Qatar				X		X			1	280.000	45
AMERICA	Chile				X					-	-	11
	United States of America	X	X	X	X	X	X			8	434.049	243
	Colombia	X	X	X	X		X			28	1.240.686	1.056
	Mexico** Mexico	X	X	X	X	X		X		6	2.444.494	106
	Peru*** Peru*** Peru*** Peru								X	-	-	4
EUROPA	Spain	X	X	X	X	X	X	X		1.167	13.224.673	7.079
	France		X	X	X	X	X			147	816.745	190
	Italy	X	X	X	X		X	X		22	249.431	279
	Portugal	X	X	X	X		X	X		5	113.479	114
	Czech Republic****	X	X	X	X	X	X	X		287	1.220.983	1.037
	Romania*****	X			X					-	-	4

*In Chile, Aqualia has the Tranque Huechún water treatment contract for Codelco.

** In the specific case of Mexico, distribution does not involve customer management.

*** In Peru, Aqualia has a commercial delegation.

**** In the Czech Republic, Aqualia also supplies water to Poland from its subsidiary SmVaK (109,708 inhabitants included in the Czech Republic figure).

*****In Romania, Aqualia is finalising the EPC contract for the Glina WWTP (to serve 2.4 million inhabitants).

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1.3 Certifications

At Aqualia, we act in accordance with the principles, commitments and procedures for action wherever we operate. We do this through an **Integrated Management System**, unique and efficient, which includes the management of the quality of the processes, products and services (ISO 9001), as well as environmental management (ISO 14001), energy management (ISO 50001) and innovation (166002).

The **Integrated Management System** defines our desire for continuous improvement in each and every one of the activities we carry out, through the monitoring and analysis of data, management of communication and accessibility to information, application of quality tools and innovation techniques.

Aqualia Integrated Management System	
1997	Quality Management System (ISO 9001)
1999	Environmental Management System (ISO 14001)
2006	A-LAB (Accreditation of Physicochemical and Microbiological Laboratory)
2010	R&D&I Management System (UNE 166002)
	Energy Management System (ISO 50001)
2011	Information Security Management System (ISO 27001)
2013	Greenhouse Gases (14064)
2017	Work-Life Balance Management (EFR 1000-1)
2020	Occupational Health and Safety Management System (ISO 45001) *
	Asset Management System (ISO 55001)
2021	Certificate of Business Contribution to the SDGs
2024	Information management when using BIM (ISO 19650-1/2:2019)
	Value-added purchasing management (UNE 15896)
	Sustainable Procurement (ISO 20400)

*From 2008 - 2019, OHSAS 18001 (standard superseded by ISO 45001)

Key milestones achieved in 2024 in terms of certifications include:

- **The EDAM of Granadilla de Abona (Canary Islands), the first contract in Spain to implement and certify the ISO 55001 Asset Management System Standard.** The certification, issued by AENOR, enables long-term investment plans to be made so that the administration can make an appropriate investment and maintain - and even extend - the useful life of these facilities. Previously, in 2020, the contract for the industrial port of Sohar in Oman had been certified in this standard.

- **Six companies of the Aqualia Group in Colombia have been awarded the Quality Management System seal for complying with the specific requirements for the provision of water and sewerage services.** The companies certified with ISO 9001 are the subsidiaries of the Aguas de la Península S.A. E.S.P. group, in Maicao, Aguas de Aracataca S.A.S. E.S.P. and Aquamag S.A.S. E.S.P., in Magdalena, the Ruitoque operation of Aqualia Latinoamérica S.A. E.S.P., in Santander and Aguas de la Sabana S.A. E.S.P., in Cundinamarca with the ISO 45001 seal of 2018, in the Occupational Health and Safety Management System.

- **Spain:** Aguas de Garrucha, Almeria (ISO 9001, 14001).

- **Oman (OSWS):** Extension of the scope for the desalination plant and WWTP (ISO 9001, 14001, 45001 and 55001).

- **Qatar:** Al Dhakhira WWTP: ISO 9001, 14001 and 45001.

- **BIM:** ISO 19650-1 and ISO 19650-2.

1.4 Value creation in figures

Financial capital

1.674,7 M€	425,4 M€
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Turnover	EBITDA
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Industrial capital

53,498 km supply networks	38,907 km sewage systems	48 seawater desalination plants (IDAM)	1.246.224.141 m³ drinking water produced
291 drinking water treatment plants (DWTP)	3.353 drinking water tanks	1.721 drinking water pumping stations	996 sewage treatment plants

Intellectual capital

86,17 M€ total subsidies**	82,67 M€ investment and operating grants and other relevant types of grants*.	3,50 M€ operating subsidies in R&D&I	16.800.585 € investment in digital transformation
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*Includes training subsidies (subsidised training courses, an item which, by nature, corresponds to personnel costs) plus capital subsidies on non-R&D projects and operating subsidies on non-R&D projects.

** Accrual basis.

Natural capital

958,985 tCO₂e GHG emissions (scopes 1, 2 and 3)	2,933,763 GJ Total energy consumption	1.532.941.125 m³ Purified water returned to its natural environment	+45 % of energy consumed from renewable sources
941.631 water quality determinations		2.065.839.327 m³ Drinking water collected for management	

Human capital



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14,040 employees (20 % women - 80 % men)	11.880 permanent employees	1.490.690 € investment in training	232,374 hours of employee training
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Social and relational capital

0,69 % Aqualia Contact complaints index	92 % positive ratings of the service provided Spain (excellent, very good or good)	5.564.393 € social investment	351,336 customers benefited via bonds and subsidies
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1.5 Aqualia Strategic Sustainability Plan 2024-20246

Our Aqualia Strategic Sustainability Plan (PESA 2024-2026) is a solid, transversal roadmap with a positive impact on the business. It is a continuation of the previous PESA, corresponding to the period 2021-2023, which marked a turning point for the company in the integration and management of ESG aspects with a firm purpose: to **ensure the well-being and progress of people and communities through the provision of a public service such as the sustainable management of water.**

The plan materialises a series of internally agreed, firm and realistic commitments that facilitate the day-to-day management of our activities with rigour and a clear commitment to sustainability. It establishes 43 objectives, articulated around **seven Strategic Lines**, aimed at our activity, our supply chain, our employees and society.

The Strategic Sustainability Plan is itself a dynamic document, subject to annual review and updating. Given the changing nature of stakeholder expectations and concerns, as well as the increasingly rapid evolution of events, the plan is subject to constant updating.

In addition to disseminating and deploying this plan, at Aqualia we continue to devote efforts to raising awareness and internal awareness of sustainability. In this regard, more than 350 managers and middle managers have already gone through the sustainability training programme.

1.6 Sustainability Policy

Aqualia's **Sustainability Policy** expresses our commitment to the environment, efficient water management and the well-being of communities. It sets out our way of acting and summarises the actions related to ESG aspects that are developed in other documents such as **Aqualia's Strategic Sustainability Plan 2024-2026.**



Aqualia
Management Report 2024

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2. Market situation

2.1 Domestic market

In 2024, once the effects of the pandemic were finally overcome, we started the year with a resource availability crisis due to drought in large parts of the country. The recovery of economic activity - especially in the services and tourism sectors - has also been affected by the exorbitant increase in material costs that began with the war in Ukraine, and which in 2024 has begun to moderate.

The accumulated water reserve began the year at 47% of the volume available in reservoirs, after four months at around 39%. Thus, 2024 began with a drought situation in the internal basins of Catalonia, Andalusia and Murcia, where cuts and restrictions on non-priority consumption were decreed. This situation began to stabilise in the second half of the year and ended 2024 at 52%, the average percentage for the last 10 years.

Continuing with severe weather events, the floods caused by the DANA in October resulted in heavy loss of life and material damage in the south of Valencia, Letur (Albacete) and parts of Malaga. In the Valencian Community, the most affected region, the public authorities requested assistance to meet the needs for equipment and personnel to work on recovering facilities. In response to this request, Aqualia mobilised 15 trucks and seven plumbing teams. Once the infrastructure reconstruction work had begun, we were awarded one of the largest emergency works contracts for the replacement of more than five kilometres of sewerage collector between Buñol and the Buñol wastewater treatment plant.

Beyond this tragic episode, the Spanish government and several regional governments have approved emergency plans, especially for the construction of new infrastructures such as deep water catchments, the expansion of desalination plants and the improvement of surface water use. These include new desalination projects in Barcelona, Almeria and Malaga, and water reuse in Andalusia and Alicante, valued at a total of 1.4 billion euros. The central government has also

approved the third cycle of hydrological planning for all the national basins - for the period ending in 2027 - with special attention to the maintenance of ecological flows and the quality standards set by the European Directives, with a total budget of 22.8 billion euros.

The Spanish government also gave the go-ahead to the PERTE project for the Digitalisation of the Urban Water Cycle, endowed with 1.6 billion euros from the funds of the European Mechanism for Reconstruction and Development. Of the two calls for tenders, we were awarded the project presented for Campo de Gibraltar (Cádiz) in the first one, and four in the second: Realwater (Ciudad Real), Digital island (Canary Islands), Anda (Asturias) and Cantabricontrol (Cantabria). These five projects will improve services for 1,539,876 people and have an approved budget of 54 million, of which we will directly execute 32.4 million. The tender for a third phase with an additional 100 million is currently open and we will once again bid for several significant projects.

In relation to the evolution of electricity costs, we have maintained a policy of diversifying our suppliers in order to minimise the economic risk due to variations in the price of the kilowatt hour. The two PPAs (Power Purchase Agreement) signed in previous years have covered slightly more than a third of total consumption in Spain. In addition, fixed tariffs have been negotiated on the fixed and futures markets for a high percentage of our CUPs, which account for approximately 60 % of consumption. As a result, only 3% of electricity consumption in Spain has been left open to the free market (OMIE). The rest of the costs have consolidated the increases of previous years and have evolved around the CPI, with slight additional increases due to legislative changes.

Tariff billing for residential and industrial customers was stable in 2024. In the first half of the year, there was an increase of 0.6 % in the volumes billed to customers in decline. The average value for the year finally ended with an increase compared to 2023 of 0.7%. During 2024, the ban on water cut-off for non-payment to vulnerable customers has been maintained, without affecting Aqualia's collection capacity.

As for the sale of water in bulk, in 2024 the volumes supplied fell by 6.63% compared to 2023. In any case, this type of supply has little weight in our overall calculation. The aforementioned upstream supplies have been affected by the prolonged drought that Spain is suffering.

It should also be noted that a special effort has been made to obtain tariff increases or subsidies to compensate for cost increases and thus maintain the profitability levels of previous years. In

this way, we have managed to ensure that many of the contracts reflect the CPI increases of recent years.

Commercial area

In 2024, we secured new contracts and renewed services we were already operating in 366 contracts. This figure represents a production of 58 million euros per year and a contracted portfolio of 533 million euros. It is also a sign of the trust and loyalty of our customers, as this is a renewal of over 95% of the contracts that expired during the year.

Similarly, in 2024 we continued to consolidate our presence in the industrial water sector. The pre-award of the Minera Los Frailes water treatment plant (Seville) - for 48.7 million euros - is a technological challenge for which we have been chosen among the most important industrial water companies. For this reason, we believe that this engineering work will be a very important worldwide reference for Aqualia.

In the municipal concessions market, new contracts were awarded. The main ones were La Llagosta (Barcelona) and Rota (Cádiz). In O&M contracts, of note were the IDAM O&M service contracts for Santa Eulalia and San Antoni de Portmany (Balearic Islands), IDAM Ibiza O&M service (Balearic Islands), CABB peripheral sanitation installations O&M service (Vizcaya), La Almozara WWTP O&M service (Zaragoza) and Navarra Canal infrastructure operation service.

In addition, the main O&M contracts extended or renewed were the renewal of the operation and maintenance service for the Valle de la Orotava (Santa Cruz de Tenerife), the renewal of the operation, maintenance and conservation service for the Rio Huerva (Zaragoza) sewerage and wastewater treatment system, the maintenance service for the Levinco DWTP in Mieres (Asturias), the operation services for the Picadas-Almoguera (Toledo) and Mancoma (Manresa) water supply systems, and the maintenance services for the Picadas-Almoguera (Toledo) and Manresa (Manresa) supply systems, the maintenance service for the Levinco DWTP in Mieres (Asturias), the operation services for the Picadas-Almoguera (Toledo) and Mancomunidad El Girasol (Cuenca) supply systems, the operation and maintenance service for the installations attached to the water service of the Consorcio del Louro (Pontevedra), the O&M service for the regional desalination system (Toledo), the renewal of the operation, maintenance and upkeep service for the M service of the regional desalination system of Oeste-Guía de Isora (Santa Cruz

de Tenerife), the operation and maintenance services of the peripheral sewerage networks managed by Canal de Isabel II in lots 3 Guadarrama, 9 (Torrelaguna), the maintenance service of the sewerage network of the city of Zaragoza (Zaragoza) and EMASESA (Seville) and the maintenance of the WWTP of Chiclana de la Frontera and La Barrosa (Cádiz).

In terms of EPC activity, highlights include the award of emergency works to guarantee supply to the La Caleta WWTP (Santa Cruz de Tenerife), emergency works to repair the sewerage and treatment facilities affected by the DANA in the Valencian Community (Buñol-Alborache system) (Valencia), new connections to the Ter-Llobregat network. Lot 4: Copons, Rubió and Jorbá connection (Barcelona), the actions to increase production at the Valle de Güímar portable WWTP (Santa Cruz de Tenerife), the supply of equipment for IDAMs in Fuerteventura, the enlargement of the Industrial Wastewater Treatment Plant (WWTP) of Heineken España in the Seville factory, and the tertiary treatment works at the Valle de la Orotava WWTP (Santa Cruz de Tenerife).

Efficiency in operational management

Our policy is always aimed at seeking efficiency in operational management. In this regard, in 2024 we have redoubled our efforts to reduce costs - especially in consumption (energy, materials and water purchase) - which has enabled us to improve efficiency ratios, despite generalised price increases. We have also made progress in the creation of eleven regional logistics centres to obtain synergies in purchasing capacity and to have warehouses provided by suppliers.

Continuing along these lines, in the last year we have continued to reduce costs linked to customer management, with measures such as policies to pursue fraud in the measurement of consumption, the promotion of electronic billing, the increase in direct debit of bills, the control of bank fees, the reduction of face-to-face customer service and the transfer to other channels (telephone, social networks, internet).

In the field of digitalisation, we have set up the technology centres in Denia (Alicante), Oviedo and Toledo, where the **Aqualia Live** integrated digital management tool for water services is being developed. This platform enables integrated management of water networks, incidents, issuing of work orders, asset management and meters.

In addition to all this intense activity, we have promoted initiatives as a socially committed company. Thus, we have renewed our agreements with Caritas, and we have promoted actions for the reduction of emissions and the commitment to green energy. As a founding member of the StepbyWater Alliance, we continue to promote the development of its founding objectives under the chairmanship of our CEO.

2.2 International market

Internationally, we have concentrated our activity in 2024 mainly in Europe, North Africa and the Middle East (MENA) and Latin America (LATAM).

2.2.1. Europe

Developments in Europe in the financial year 2024 were characterised by the following highlights:

- Moderate reduction in consumption, due to several factors: the effects of the health crisis that originated in 2020, which persist in some regions; public awareness of the need to save water and care for the planet; and the sensitivity of demand to tariff increases caused by the rise in operating costs. Specifically, in Italy we have suffered a 5.9% reduction in consumption due to the restrictions caused by the drought that has plagued Sicily since April.
- Increase in water and sewerage tariffs. As a result of inflation due to the energy crisis caused by the war in Ukraine, the operating costs of water services have risen significantly. Thanks to the resilience of water contracts supported by mature regulatory systems, these increases have translated into parallel tariff increases. For example, the Czech Republic has increased its tariffs by 10%. Tariff increases in Italy have been significant (7.1%), helping to partially mitigate the effects of the drop in consumption.
- In the face of water scarcity, member states have adopted supply-side policies based on the search for new resources in desalination and reuse, and greater control of groundwater and

surface water. They have also acted on demand-side policies for leakage reduction, sectorisation and digitisation through the allocation of EU funds.

- The sustainability plans for the reduction of the carbon footprint and the promotion of the circular economy with the transformation of the sector's waste into new usable resources (reused water, biogas, biofertilisers, renewable energies) have promoted new regulations and the promotion of innovation in treatment technologies. The improvement of the quality of the water distributed and the water discharged has acted in the same direction.

Czech Republic

In the Czech Republic, annual inflation - after a couple of years of double-digit growth - has stabilised at around 2.8%. In relation to the infrastructure necessary for the provision of services, the Czech subsidiary SmVaK has continued with its investment plan of renovation and improvement in order to maintain its high levels of efficiency.

At the same time, the Czech koruna has remained relatively stable at around CZK 25/€ throughout 2024, which has benefited the company's consolidated financial statements expressed in its functional currency (euro).

In mid-September, the region of Moravia Silesia, where our subsidiaries' operations are concentrated, was hit by heavy rains and floods that affected their facilities and networks. By the end of the year, all these facilities were operational.

In terms of business activity in the country, the Czech subsidiary SmVaK was successful in winning the contract for the Mošnov industrial area in Ostrava (Moravia Silesia region). In addition, as a result of the aforementioned floods, cooperation with industrial customers has been intensified, as many of their water treatment facilities were severely damaged.

France

France remains the European country with the most business opportunities for organic growth despite having the largest global competitors in the sector and several local players causing margins to tighten.

Over the past year, we have continued our expansion in this country, where we now serve more than 100 municipalities. We have strengthened our presence in the north of Île de France with the management of the Île d'Adam supply service and the renewal of the historic Goussainville contract. We also expanded our presence in Pays de Dreux with a new supply concession contract and won a first contract in the Loiret department. In addition, in the last quarter of the year, we opened a new branch in Lyon to strengthen our presence in the south of France and begin a phase of more intense development in the south-east of the country. All of this has contributed to consolidating Aqualia's position as the fourth largest water operator with a presence throughout the country.

On the other hand, the dissolution of parliament at the beginning of June and the subsequent difficulties in forming a government have hindered the progress of the measures announced in 2023 by the French Ministry of Ecological Transition, in particular key legislation on reuse and initiatives to support industrial efficiency projects.

Italy

In Italy, the year has been marked by the drought that has plagued Sicily. Restrictions have been frequent since the end of April, reaching a situation of extreme need in the summer. This situation has highlighted the chronic lack of infrastructure in the region. To alleviate this situation, the authorities have activated plans to improve and improve existing infrastructures and to develop new infrastructures in order to mitigate a new situation of low rainfall such as that of the last two years.

Acque di Caltanissetta has received funding from Civil Protection for a total amount of 8.4 million euro for several projects to combat the water emergency. Among them, the most significant is the project for the creation of a new well field in the south-east of the province with a production of 100 l/s.

In addition, new funding has been obtained from the Sicilian Region to implement in 2025 a new project to upgrade the networks in Caltanissetta for 4.2 million euros and a second project for the first phase of upgrading the networks in the industrial areas of Caltanissetta and San Cataldo for 2.5 million euros.

Portugal

Drought has also been one of the main issues of the year in Portugal. Thus, water management in Portugal has focused on protecting the use of water resources by increasing the monitoring of groundwater consumption and holding public tenders to promote the efficiency of distribution networks within the framework of the sector's digital transition. On the other hand, policies to increase supply have been adopted with the announcement of the construction of new desalination and reuse infrastructures.

In this regard, the Portuguese Water Strategic Plan (PENSAARP 2030) aims to revitalise leakage reduction activity. The plan foresees that any network upgrades will introduce smart grids to meet the target of 20% (10 percentage points below the current level) of non-revenue water by 2030 set by the country's water regulator (ERSAR).

In the field of desalination, it is important to mention the ongoing seawater desalination projects in the Algarve, and those planned for the port and industrial area of Sines, and the agricultural area in the south of the country.

A new phase is also beginning in the industrial sector, which, aware of the water situation, is actively seeking more efficient solutions for the consumption and treatment of its liquid effluents. Thus, in 2024, we were awarded the contract for a Faruni WWTP for the Lusiaves Group, the largest agri-food business group in the Centro region of Portugal. With this project, we have once again positioned ourselves as an international benchmark in the treatment of industrial effluents due to the incorporation of our own technologies and our capacity to recover valuable resources from waste.

With respect to operating costs, we have suffered a considerable increase in electricity costs. This has been covered by the revision formulas stipulated in the concession contracts and which, following negotiations with the administrations, have been passed on to the tariffs.

2.2.2. AFRICA AND ASIA

Georgia

At the end of December 2023, the national regulator GNERC published the new water tariffs for the period 2024-2026 - previously agreed with GGU - in order to update the impact of inflation and make funds available to increase investments for the improvement of water cycle infrastructures.

The new tariffs - effective from 1 January 2024 - include a significant increase in the commercial tariff billed to companies, businesses and public entities. During 2024, this commercial billing has been monitored in detail to detect changes in consumption behaviour, but no reduction has been identified, but, on the contrary, increases due to increased economic activity.

With regard to the operation of the project, the modernisation and operational improvement programme continued throughout the year, with the planned investment programme and the reorganisation of the operational centres. With regard to the latter, a total reorganisation has been implemented, and a new operations centre has been opened, which has significantly increased the presence on the street and, therefore, has greatly reduced outages.

In April 2024, a landslide caused a break in one of the main supply pipes to Tbilisi, the capital of the country, which meant that an urgent repair had to be carried out in order to minimise the time the population would be without supply. Thanks to the efforts and foresight of the GGU team, the repair was completed in less time than expected, for which the city authorities acknowledged and thanked them for their work.

Algeria

In Algeria, the two desalination plants, Mostaganem and Cap Djinet, have continued to operate at full capacity and without significant incidents. These provide a critically important service to the population of the country's most important metropolitan areas: Oran and Algiers.

Egypt

We have continued to operate the Abu Rawash wastewater treatment plant to the full satisfaction of the client. With a treatment capacity of 1,600,000 m³/d, this plant serves the western area of Cairo.

As for the operation of the 250,000 m³/d wastewater treatment plant in New Cairo, it continued to operate at full capacity throughout the year, also maintaining customer satisfaction.

The Alamein desalination plant - with a capacity of 150,000 m³/d - is a first level reference within the desalination plan designed by the Egyptian government with the aim of reducing the country's water stress in the Mediterranean and Red Sea coastal areas. An extension of the operation and maintenance contract was signed in 2022 for a period of five years, and during 2024 the plant has been operating without incident.

Saudi Arabia

The three desalination plants traditionally operated by the Haaisco subsidiary - at Jeddah International Airport, KAUST University and Petrorabigh - have been fully operational since 2024. As for the Jizan desalination plant - also operated by Haaisco - it has been fully operational since the end of 2023.

Haaisco signed in June 2023 a new operation and maintenance contract for three floating desalination plants of 50,000 m³/d each for the Saudi state-owned shipping group Bahri. By the end of 2023, one of the three desalination plants was already in operation and in November 2024 the second floating desalination plant came on stream. The third plant is expected to be operational by mid-2025. These mobile plants are currently located in the port of Yanbu on the Red Sea, but will be able to move to wherever they are required along the country's coastline for periods of several months or years.

In Saudi Arabia, we led consortia won in 2022, two of the six regional delegated water management contracts for the national operator National Water Company: the North Cluster and the South Cluster. The other four contracts were awarded to consortia led by Saur, Veolia and Suez.

These two contracts - Cluster North and Cluster South - have maintained customer satisfaction in 2024. Each comprising a large team of professionals who manage and transform the client's existing water management organisation in the provinces of each cluster, they are carrying out an ambitious programme of modernisation and optimisation of the full water cycle services, with a view to future privatisation.

The South Cluster comprises the governorates of Jizan, Al Baha, Najran and Asir, and serves a population of 5.5 million. The Northern Cluster comprises the governorates of Qassim, Hail, Al Jouf and Northern Border, and serves a population of 2.5 million. In both the North and South, work has been progressing satisfactorily throughout the year.



United Arab Emirates

The subsidiary Aqualia MACE has continued to provide the operation and maintenance of the networks of collectors, pumping stations and wastewater treatment plants in the geographical area of Al Ain and Abu Dhabi capital without incident and at full capacity.

The operation and maintenance contract for the operation and maintenance of water distribution infrastructure for irrigation in agricultural production facilities and for irrigation of recreational areas also continues to operate for Al Ain Distribution Company (AADC).

Oman

During 2024, we continued to operate the integrated water cycle management of the Sohar port area without incident through the subsidiary Ornan Sustainable Services Company. It now operates all the infrastructures for the desalination of seawater, supply and distribution of drinking and process water, distribution of cooling water for industries, collection and treatment of wastewater and distribution of reused water for irrigation.

Qatar

Aqualia MACE has continued to operate the Al Dhakhira wastewater treatment plant, one of the most important in the country, which supplies treated water for garden irrigation to nearby areas.

Likewise, under the framework agreements signed with the Ministry of Public Works for the execution of works on sewerage networks and infrastructure, in 2024 we continued to execute several projects for the internal lining of collectors, the extension of networks and the remodelling of plants.

2.2.3. United States



On 31 December 2023, through the subsidiary FCC Aqualia USA Corp, we acquired 97% of the company Municipal District Services (MDS), dedicated to the comprehensive management of water and sanitation infrastructure in the Municipal Utility District (MUD) around the metropolitan area of Houston (Texas). MDS currently serves 360,000 inhabitants through 136 contracts. Throughout 2024, the operation has been consolidated, the company has been reorganised, and new work methodologies have been implemented for greater operational efficiency. By the end of 2024, 147 contracts will be in operation.

In the last year, we have focused our commercial activity on the active search for new projects and business opportunities in which the company's acquired experience can be put to good use. Water scarcity, the obsolescence of hydraulic infrastructures and the low penetration of private operators in the sector are the main growth opportunities for the company in certain states. At the same time, increasingly stringent legislation on the control and elimination of emerging pollutants for the protection of aquifers and surface water is another future business opportunity.

2.2.4. Latin America

The deficit of water infrastructures and the search for efficiency in the existing ones are two factors that enhance our possibilities for growth in Latin America.

Mexico

In Mexico, we have consolidated our position as a benchmark company in the water sector, thanks to a highly diversified portfolio of assets, which includes water distribution and treatment with the Querétaro and San Luis de Potosí BOT contracts, desalination through the Guaymas BOT, wastewater treatment thanks to the Cuernavaca WWTP BOT contract, and the Integrated Management Improvement project, with the structure of a BOT contract, in Los Cabos (Baja California Sur). Thanks to this contract, efficiency levels will increase and the provision of drinking water services in the municipality will improve.

The national body that controls, regulates and administers national waters in Mexico is CONAGUA, which includes the country's water policy for the coming years in the National Water Programme 2024-2030. In order to meet its objectives, different projects will be carried out,

several of them led directly by CONAGUA. Many others - generally smaller - will be carried out by local, regional or state entities, although the budget will be mainly federal.

Colombia

We have consolidated our position as the second largest private operator in the country, with contracts as important as that of the district of Riohacha (Guajira), where we provide service to around 310,000 inhabitants, or the management of the capital of the department of Guajira (more than 1,400,000 inhabitants). In addition to our main project in Colombia, the construction of the El Salitre Bogotá Wastewater Treatment Plant, our presence in the country has been boosted with the inauguration of the expansion of the Villa del Rosario drinking water treatment plant.

In Colombia, 32% of municipalities (350) lack access to quality drinking water, while 450 receive water less than 20 hours a day. Moreover, the gap between urban and rural coverage remains wide. In terms of sanitation, less than half of the wastewater passes through treatment plants, and the country lags behind others in the Pacific Alliance (Colombia, Peru, Chile and Mexico).

Colombia has therefore become a target for large European water corporations: a country with a high investment deficit that, at the same time, has economic resources and supports long-term private management contracts. The increasing urban population, the necessary adaptation and mitigation of climate change, sustainable rainwater management and integrated water resources management are posing a number of challenges for the water sector in this country.

At present, due to problems of coverage, quality and continuity of service, and the aforementioned urban-rural gap, projects at national and municipal level are oriented towards rural areas. The Departmental Water and Sanitation Plan for Peace, the Bogota Water and Sewerage Master Plan, the National Circular Economy Strategy (ENEC) and the National Plan for Ecological Restoration and Recovery of Degraded Areas are some of the projects promoted by the National Government.

Peru

The government has recently launched a new initiative to reform legislation and create new water management institutions, which takes up many of the ideas and debates of the 1990s. While this

initiative definitively ruled out water privatisation, it retained the possibility of introducing market mechanisms for water allocation. The Promotora de la Inversión Privada (ProInversión) is in charge of promoting this private investment through public-private partnerships. Thanks to the PPP regulatory framework created in 2009, it has been possible to implement transport, energy, agriculture and irrigation, as well as water and sanitation projects.

Aqualia is actively involved in several private initiatives in this country. Most of the projects are aimed at optimising water treatment plants, as well as the construction, operation and maintenance of wastewater treatment plants and water collectors. Other projects aim to improve the quality of life of the population through the construction of seawater desalination plants for drinking water and other uses in industrial sectors. ProInversión's short-term PPP projects such as Chincha, Cajamarca, Cusco, Cañete, Ilo, Lambayeque and Trujillo-Chepén are at different stages: many of them have passed the formulation and feasibility stage, and others are in the structuring phase.

In the case of the province of Chincha, at the time of writing, ProInversión had awarded us the project to develop the wastewater treatment plant for USD 96.5 million. More than 345,000 inhabitants in seven districts will benefit from a project comprising the design, financing, construction, operation and maintenance for 24 years of approximately 21 kilometres of main collection networks and impulsion lines, a pumping station, two new treatment plants, and 7.7 kilometres of lines for the final disposal of treated wastewater.

Chile

We are currently monitoring several projects in this country, which has 32 desalination plants: 24 in operation, five under construction and three with environmental approval. In addition, 17 projects are in the preliminary assessment phase. In 2023, a new law was passed to study and build water infrastructure, the permitting system was modified, and tenders were announced for the construction of new desalination plants. During 2024, significant progress was made in the construction of large desalination plants in the Valparaíso, Antofagasta and Tarapacá regions, and new projects were submitted for environmental assessment. The ministry's project portfolio includes the tendering of the desalination plant for the Coquimbo Region in 2025 and the Rancagua desalination plant in 2026. The current production capacity is 9,882 lps and 85% of the desalinated water is used by the mining industry.

As water demand increases in all sectors suffering from water scarcity and continuous droughts, desalination emerges as the best option for water resources. In fact, the Chilean government has proposed new policies to promote the use of this type of water in some sectors, such as urban, mining and agriculture. In this context, for example, the use of seawater desalination for mining in Chile is expected to grow by 156% by 2030, while the use of inland water will decrease by 6%.

3. Foreseeable developments

In Spain, growth expectations for 2025 are for the consolidation of the recovery of pre-pandemic activity levels in non-residential consumption together with the commissioning of the Mar de Alborán IDAM in the Spanish province of Almería. This situation will be reinforced by our international activity as a result of the incorporation of new assets in Colombia, France and the United States into our perimeter.

In addition, we expect to maintain historically high renewal rates for maturing contracts (above 90%) and, from an operational perspective, a stabilisation of electricity tariffs.

In the concession businesses of the international activity, tariff revenues will grow as a result of the generalised rise in water and sanitation tariffs. Despite the inflationary crisis, the EBITDA margin of these businesses will be maintained due to the water and energy efficiency measures derived from our sustainability strategy. Meanwhile, our entry into the US market, with the acquisition of a majority stake in MDS, generates expectations of new projects, especially in the large cities of Texas.

Throughout the year, we will also promote the design of renewable energy generation projects to reduce the carbon footprint in the countries where we operate (Spain, Mexico, Qatar, Georgia, Czech Republic, Portugal). The development of singular construction projects will be fairly limited in international activity as a result of the completion of the El Salitre WWTP in Colombia and the Glina WWTP in Romania. Although other projects linked to Aqualia's technological advantage will continue to be explored, the focus will be on projects related to our own concessions.

Similarly, no major variations in O&M activity are expected. Existing contracts will continue to develop at their normal pace and we expect a significant contribution from the new contracts in

Saudi Arabia (management of the clusters awarded in 2023 and the operation of the floating desalination plants).

In Colombia, Aqualia's operating standards will be consolidated in all the concessions acquired and awarded in 2022, with operational efficiency improvements stabilising in the existing perimeter and synergies obtained from the integration of these in 2023 and 2024. New tenders for municipal concessions will also be submitted and new acquisition opportunities are expected throughout the year.

In Mexico, the final overcoming of the operational issues arising from the Realito aqueduct is expected, as well as significant progress in the project for the Integral Management Improvement of Los Cabos, which began in 2023.

The situation in Peru in 2025 will be marked by the launch of the BOT Chincha project. In this country, we are also developing four other private initiative projects in purification and another two in desalination.

In France, development activity will be accelerated with the search and selection of new business opportunities inside and outside the current perimeter. We also plan to open new sales offices, including Lyon, which is already operational and will strengthen our presence in the south and east of the country.

Georgia expects to maintain the positive trend of this year's results, motivated by the approval of the new regulatory triennium 2024-2026 with the consequent tariff update, once the bases that will regulate the three-year Infrastructure Master Plan have been established.

In addition, several BOT contracts are expected to be tendered in Egypt and Saudi Arabia during 2025, for which Aqualia is well positioned.

4. Customer management

Our main customers are national and regional governments, municipalities, public institutions, business and industry, irrigators and citizens.

• 4.1 Transparent communication to the citizen

Meeting users' needs and doing so through excellent service are an essential part of our commitment to society. With the end customer at the centre of our strategy, in 2024 we have continued to focus on direct communication with the user and on technological investment to improve this interaction.

The European Directive 2020/2184 on the quality of water intended for human consumption includes the problem of leaks in distribution networks and establishes a period of three years for their evaluation. The transposition in Spain through Royal Decrees 3/2023 and 665/2023 established the control mechanisms, information and indices to be communicated and improved, and the obligation to make available to municipalities systems that trace, control and optimise this management.

To analyse these new requirements, a multidisciplinary working group drew up the **Water Health Plans** to identify and manage the possible risk in water supply infrastructures. And to accompany the process and enhance transparency with citizens, the **Aqualia Laboratory Platform (LAB)** tool was developed

Citizen information portals

Continuing with this quest for greater transparency, in 2024 we redefined the **Citizen Information Portals** with the local councils of the towns in which we operate, so that users can access transparent and quality information on the service. There are already 200 portals published and [accessible through our website](#), where citizens can search for their municipality and access the portal of the municipal water service in their locality.

What is on Aqualia's **Citizen Information Portals**?

- **Service excellence:** complaints rate, customer service data, incoming call satisfaction rate.
- **Social action mechanisms:** information on subsidised tariffs



- **Customer service channels:** face-to-face office, virtual office, *app*, social networks, telephone service.
- **Water quality,** water qualification access to SINAC
- **Information on bills,** tariffs and average water price regulations, average consumption per inhabitant.
- Information on the integral water cycle, responsible water use, fraud prevention, commitment to the SDGs and news.

On our website we have also developed the **Responsible Water Use Area**, consisting of two sections: water sanitation and responsible consumption, where public administrations can find communication tools and messages to raise public awareness of the importance of using water responsibly.

Aqualia Contact

In 2024, our customer call centre celebrated its 20th anniversary in Spain. In these two decades, nearly 17 million calls have been received and it now serves three million customers in 430 Spanish municipalities.

Aqualia Contact Ecosystem			
Customer Service Centre (CAC) ³	Virtual office website	Mobile application	Profile on X (formerly Twitter)

In 2024 we launched a **new Aqualia Contact virtual office** to offer a clearer, safer and more efficient management experience to the end customer. With global coverage and adapted to each country and jurisdiction, the solution provides new functionalities and greater ease of use.

The new virtual office is just a click away:

- All your transactions and enquiries made easier .
- Increased security in access with personal passwords.
- Information on irregularities or fraud in consumption or management.
- Detailed consumption with daily and monthly consumption graphs.

³ The Customer Service Centre currently serves Spain, Czech Republic, Italy, Georgia and Colombia, where it began operations in April 2024.

- Technological innovation: cloud platform for greater monitoring and control.
- And other services such as meter reading, meter queries, data, files, requests for subrogations or duplicate contracts, etc.

In 2025, digitalisation will continue to be developed to improve customer relations through the creation of professional Whatsapp, the integration of telephone customer service on the web with *click-to-call* and the incorporation of Bizum as a new payment method.

• 4.2 Working to ensure access to water and sanitation

351,336 customers benefited via bonds and subsidies	5.564.393 € Social investment	+ 20.000 People benefited through partnership with Caritas
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Our Strategic Sustainability Plan 2024-2026 (PESA) directs our efforts to guarantee access to water and sanitation through effective measures for the population. Our commitment leads us to develop the best technical, social and environmental solutions, as well as to seek public-private partnerships to make this right effective in a stable and safe manner.

A right that should be enjoyed by all people, regardless of their social or economic situation. For this reason, strategic line 7 of the SPFS includes the development of mechanisms (vouchers, social tariffs, solidarity funds) in the countries in which we operate.

Information on tariffs and social bonuses is available on Aqualia's website for all users. We also inform customers in the notifications of the possibility of setting up deferred payment plans.

In 2024 more than 23,700 customers in Spain took advantage of these payment plans in line with their needs.

On the other hand, 2,658,000 customers have access to bonuses and subsidies, of which 46,518 have access to subsidised tariffs. In the rest of the countries, more than one million people have access to these tariffs, and in particular, in Italy, Portugal and France, 5,000 users benefited in 2024.

● 4.3 Satisfaction surveys

In the countries where we are responsible for the management of the integrated cycle, we carry out customer satisfaction surveys. Thanks to this direct listening, the company can integrate the opinions and assessments of end users into its management, and thus base its performance on understanding the areas of satisfaction and improvement in supply or sanitation services.

Edition 2024: general conclusions

In the 2024 household surveys, up to 92% of respondents rated our management as positive, and 96% considered the drinking water supplied to be of good quality (with 56% of the total saying the water was excellent).

Regarding the institutional customer, 94% of the municipalities are of the opinion that we manage the infrastructures adequately, and 93% of the respondents report that the drinking water supply is running smoothly and without problems, which is stated by all respondents in municipalities with more than 5,000 inhabitants.

In the case of industrial customers, the level of satisfaction is even higher and close to excellence with 98% of respondents having a positive perception of management.

These results are the fruit of a persistent strategy of investment and updating of the infrastructure, which each year allocates around 40 million euros to the supply and sanitation networks and treatment plants. They also speak of the dedication and public service vocation of all the company's employees.

Conclusions by country

In **Spain**, we have carried out 3,535 surveys with end customers and 17 interviews with institutional customers, in both cases in the municipalities where Aqualia (or its subsidiaries) manages the municipal service. Among the results, 88% of the users consulted were satisfied with the quality of the service. When asked about the processes, satisfaction is also at high levels: between 83% with regard to supply and 90% with regard to meter reading. In terms of communication with the company, the personal customer service office, the app, the telephone assistance service and the virtual office are, in that order, the most highly rated channels.

Continuing on the Iberian Peninsula, in **Portugal**, 700 interviews were conducted with end customers distributed among the brands under which we operate in Portugal (Abrantaqua, Aqualia, Aquamaior and Aquaelvas, and Cartagua). Almost all of them have a high level of satisfaction with the service - over 65% - and have water quality and pressure as aspects highlighted by customers. In turn, trust and efficiency are the company's most valued attributes.

In **Italy**, the end-customer survey in Caltanissetta and neighbouring municipalities (1,104 interviews) reveals that 67% consider the service to be good. The population participating in the study highlighted the continuity of service (64%) and the understanding of the bill (71%) as positive aspects. In terms of communication with the company, timetables, waiting times and the friendliness of the staff are perceived as a competitive advantage.

The results for **France**, meanwhile, show a clear improvement compared to 2022, with 86% of end customers satisfied. The survey of 441 respondents, divided by the different commercial brands (SEFO, CEG, CAE and DREUX), also shows that the telephone is the most used communication channel in France.

In the **Czech Republic**, very positive results were obtained in a survey that added the business customer to the usual end customer and institutional customer. More than 1,000 interviews showed a level of satisfaction of more than 90% across all audiences. Among the most valued aspects were the quick solution of operational problems such as network breakdowns.

Finally, in Latin America we surveyed 924 end customers in **Colombia**, in the municipalities of Guajira, Córdoba, Atlántico and Magdalena. The results show an overall satisfaction rate of 33%, and a perception of water as a cheaper service than electricity and telephone (59%). From this study, Aqualia extracts points for improvement on which it is already working to continue to make progress in providing the best service.

5. Efficient and sustainable management

Integrated management and environmental approach

By the very nature of our business, we have always been very aware that our activity is intrinsically linked to caring for the planet. And this awareness is reflected in everything we do and in a clear desire to leave a positive footprint through the reduction of emissions, the efficient use of water resources, the protection of biodiversity and the promotion of the circular economy. We also know that the health of the planet is the health of all the people who inhabit it, two interdependent and inseparable realities.

Our knowledge of the current environmental challenges and our role in addressing them has guided us in the design of the **Aqualia 2024-2026 Strategic Sustainability Plan**. Thus, we are committed to innovation, design, regeneration and the development of solutions to provide water in areas with limited availability of the resource, through projects to reduce water consumption, energy optimisation, emissions reduction, protection and recovery of the ecosystem and to promote the circular economy, the reuse and circularity of water.

In the implementation of the **Environmental Management System**, we define the operational control of the significant environmental aspects and the legal requirements through procedures and technical instructions. These aspects are identified on the basis of Aqualia's activities and environmental risks, related to events such as floods, chemical product spills, wastewater discharges outside specifications, etc.

From there, the **Management Committee**, through the **Integrated Management System Committee**, sets the overall objectives and milestones of the **Integrated Management System**, such as, for example, energy reduction and carbon footprint projects, efficient and responsible management of the integral water cycle.

• 5.1. Commitment to the climate emergency

958,985 tCO₂e Carbon footprint: Scope 1, 2 and 3 (-1.44% compared to 2023)	45,97 % renewable energy from own generation, PPA or acquisition (+50% compared to 2023)	33 % vehicles with low CO ₂ emissions of total vehicle fleet (+3% compared to 2023)
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Prolonged droughts, extreme weather events, infrastructure failures... These are some of the physical risks that jeopardise access to water today and that could affect our ability to fulfil our active contracts and thus fail to meet the needs of the population. For this reason, in the **Aqualia 2024-2026 Strategic Sustainability Plan**, we have defined a line of work focused on "**Climate emergency and care for the planet**" with commitments, projects and actions in which we do not act alone. We work with governments, communities and industry to find solutions to water challenges, thanks to models that prioritise energy optimisation, renewable energies and the reduction of emissions.

An example of this is the development of innovative technologies in **desalination** and water **reuse** to achieve alternative sources of water collection. Our experience makes us a benchmark ally of the administrations in tackling the water crises of the coming decades.

This leadership in desalination is evident in all the projects we have in the countries where we operate. Thus, in Algeria we have the Mostaganem and Cap Djinet desalination plants; in Saudi Arabia, three floating desalination plants, in Egypt, Abu Rawash and New Cairo; and in Mexico, the Guaymas plant. In Spain, we have a strong presence in the archipelagos: in the Canary Islands we operate four desalination plants (Abona, Fonsalia and La Caleta) and we offer portable solutions with containerised desalination plants as an emergency plan against drought. In

addition, in 2024 the Balearic Water and Environmental Quality Agency (Abaqua) awarded the consortium we formed with Acciona the contract for the operation, maintenance and conservation of the three desalination plants in Ibiza for the next four years, extendable for a further year.

In addition, the project for the rehabilitation and remodelling of the Alboran Seawater Desalination Plant in Almeria (Spain), which includes the design, construction and operation of a plant that can supply 20hm³ of water per year for irrigation, stands out. This rehabilitation has been a technical and management challenge, and provides a very valuable contribution of water for the Almeria countryside, where the aquifers are salinised and with very low levels.

Also in Almeria, in terms of wastewater reuse, the remodelling project of the El Ejido treatment plant is important, which includes a treatment line with MBR membranes, as well as microfiltration and subsequent ultraviolet disinfection in the conventional line to obtain quality water for agricultural irrigation adapted to the new legal requirements (RD 1081/2024).

Commitment to decarbonisation

We are also committed to the **Paris Agreement Framework Convention's** commitment to global warming and decarbonisation in all countries where we operate with a strategy to achieve these outcomes. We do so at a time when action is even more urgent, after 2024 was the warmest year on record for the planet and the first to exceed the 1.5 degree increase over pre-industrial levels, a critical threshold under the Paris Agreement.

In Spain, we aligned our performance with the **Long-Term Decarbonisation Strategy of the Ministry for Ecological Transition and the Demographic Challenge (MITERD)**, which establishes a roadmap for Spanish companies to develop their decarbonisation strategies with targets for 2030, 2040 and a horizon in 2050; and in **Italy**, we aligned with the decree-law that includes decarbonisation as an environmental priority.

We are thus responding to the climate challenge with energy management based on optimisation through four lines of action: **calculation of the individual carbon footprint per country** aimed at emission neutrality, **improvement of the energy efficiency** of the facilities, **use of renewable energies** and **transformation of the vehicle fleet**.

Lines of action of our energy management			
Calculation of country-specific carbon footprint aimed at emission neutrality	Improving the energy efficiency of installations	Use of renewable energies	Transformation of the vehicle fleet

Carbon footprint calculation and action plan

In this line of action we implement strategic measures for the control and reduction of greenhouse gas (GHG) emissions.

One of the most important is the detailed study of emissions by processes carried out in Spain. Thanks to this study, we have found that the treatment process is the one that generates the most GHG emissions due to the consumption of electrical energy in the plants. It would be about 31% of the total, while other significant emissions come from wastewater management, either as part of the managed infrastructure or depending on the pollution at the entrance of the facility. Because of this, the reduction of these emissions is beyond the scope of the company.

As a result of this study, strategic plans for the control and reduction of GHG emissions have focused - mainly, but not exclusively - on reducing emissions derived from the consumption of electrical energy by wastewater treatment plants. These key initiatives include plans to improve energy efficiency and to reduce the emission factor associated with the energy consumed.

Location-based GHG emissions (tCO ₂ e)	2024	2023	2022
Scope 1	348.400	99.237	119.246
Scope 2	391.738	344.355	330.519
Scope 3	218.847	552.726	272.386
Total	958.985	996.318	722.151



Aqualia Management Report 2024

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 2 and 25). In the event of a discrepancy, the Spanish language version prevails.

Scope 1: includes fossil fuels and water management complexes.

Scope 2: includes electricity or steam purchased from third parties.

Scope 3: includes purchased items and services, fuel and energy activities not included in scope 1 and 2, and waste generated in operations.

It should be noted that avoided emissions in Spain, the Czech Republic and Georgia from heat production (biogas flaring), electricity generation in turbines, production in renewable energy generation (photovoltaic), energy recovery in pressure exchangers, during 2024 amount to 23,046 tCO₂e.

Projects underway to act on the carbon footprint by 2024 include the following:

- **2022 - 2024: Project Calculation, Reduction, Compensation and Neutrality of carbon footprint in Lleida (Spain) with declaration of neutrality verified by AENOR (PAS 2060).** It has been carried out:
 - Calculation and verification HC 2020-2023.
 - HC Reduction Plan 2023- 025.
 - Purchase of carbon credits: 1800 tonnes of CO₂.
 - AENOR Verification Standard PAS 2060: Neutrality Declaration.
 - Next steps: registration in the COMPENSO Seal (OECC), in the "Voluntary Compensation" and "Voluntary Agreement" Seal of the OCCC (Catalonia).

FCC Aqualia ha compensado un total de **1.800 toneladas de CO₂**, a través de las siguientes entidades:

• **VERRA** (Internacional):



El **90%** (1.600 toneladas) se ha compensado a través del **proyecto REDD+ ADPML Portel-Pará REDD Project** en Brasil.

• **MITECO** (Nacional):



El **5%** (100 toneladas) corresponde al **proyecto Bosque Forcarei**, registrado bajo el código 2024-b158.

• **OCCC** (Regional):



El **5%** restante (100 toneladas) proviene de **créditos de la Bolsa 3 de OCCC**, incluyendo el proyecto del **Banco de Alimentos de Lleida**.



- **LCA (Life Cycle Assessment) and environmental footprint project:** development of a comprehensive project to measure/calculate environmental impacts in the integrated water cycle contracts of the Spanish municipalities of Ronda and Badajoz. Tools included: water footprint; LCA/environmental footprint/DAP; carbon footprint; project closure in the first half of 2025.
 - Development of a comprehensive project for measuring and calculating environmental impacts in two FCC Aqualia water cycle contracts: Ronda and Badajoz.
 - Tools included: water footprint; LCA/environmental footprint/DAP; carbon footprint.
 - Compliance with Law 3/2023, Circular Economy of Andalusia.
 - Reduction/compensation action plans: water efficiency/water remediation; energy efficiency; energy targets; photovoltaic energy, carbon footprint reduction and compensation. Hydraulic efficiency; energy efficiency; energy targets; photovoltaic energy, carbon footprint reduction and offsetting.

Improving energy efficiency

At Aqualia, we have our **Energy Efficiency Improvement Plan**, developed under the ISO 50001 Energy Management Systems standard, to reduce our electricity consumption. The contracts included in the perimeter⁴ of these systems are subject to an energy review-audit. The objective is to evaluate the results of the energy efficiency measures adopted after the previous review and to propose new ones. The specialised reporting and data analysis tool Aqualia RT-BI is responsible for monitoring and implementing the proposed improvements.

Among the projects launched for energy efficiency, the transversal projects for improving aeration automation and control, biogas recovery and the implementation of renewable energy in the facilities that make up the water cycle stand out. Also important is the development of new applications based on artificial intelligence, aimed at the energy optimisation of production processes in desalination plants.

Energy efficiency projects

Since 2020, we have been purchasing 76 GWh/year of green electricity from photovoltaic plants through the PPA (*power purchase agreement*) model. In 2023, a new contract for 75 GWh/year of photovoltaic electricity was added. As a result, by 2024, Spain will have achieved more than 70 % renewable electricity. The company's energy mix for 2024 is shown in the graph below:

Electricity mix	2024	
	KWh	%
renewable kWh of the electricity mix	438.702.213	29 %
non-renewable kWh of the electricity mix	814.934.095	54 %
kWh self-consumption photovoltaic generation	11.442.637	1 %
kWh biogas generation in purification	22.038.650	1 %
kWh hydroturbine generation	221.293.183	15 %
Total	1.508.410.778	100 %

⁴ Corresponds to the contracts of Spain and the Czech Republic.

In Spain in 2024, 1,867.21 kWp of photovoltaic energy have been installed in 24 installations, so that the overall power in operation has risen to 9,048.8 kWp in 60 installations. The forecast for the coming years is to install 59 installations, with a power of 16,923 kWp.

In plants with several renewable energy generation systems (cogeneration, solar-photovoltaic, hydro turbines, etc.), good hybridisation energy management is crucial. In this sense, in 2024 at the Wastewater Treatment Plant in the Spanish city of Lleida, we have implemented a control system to manage the hybridisation of technologies and allow the demand for electricity from outside to be as low as possible. We have also started up the hydraulic turbine installed at the Badajoz plant, which generates more than 600,000 Kw/year and accounts for 38% of the consumption at this facility.

Aeration control project

We have implemented advanced aeration controls to improve the process and increase energy efficiency, while optimising the effluent. To achieve this, we have installed systems adaptable to each plant and need, which manage aeration with low-cost probes (redox potential and oxygen) located at the outlet of the reactors.

In the first phase, we have selected 22 WWTPs (mainly located in the different delegations of Andalusia and Extremadura, in Spain). With this project and the average data obtained in similar projects, we foresee an estimated reduction of more than 3.3 MkWh/year and more than 100,000 kg/year of FeCl₃.

In addition, we continue to co-digest local co-substrates at the WWTPs in the Spanish towns of Guijuelo and Guillarei. Thanks to this process, the plant's anaerobic digestion can be self-sustaining and we reduce the external energy demand of the facility by more than 40%.

At the Lleida WWTP we have built a plant to recover sludge from nearby treatment plants for energy recovery. In this plant the sludge is received, mixed and homogenised before being stabilised in the anaerobic digestion of the WWTP, which increases the production of biogas. In addition, the fats generated during the process are pre-treated with soda hydrolysis and then fed into the digester. This reduces the waste to be managed and increases biogas generation.

Creation of expert groups

The group of experts working with the Biowin software favours the modelling and optimisation of the process in Aqualia, and its implementation in other facilities. This generates a network of experts who, with the necessary training, will be prepared to deal with different installations.

The objectives of the group are to simulate:

- Special monitoring plants, which may be contract headworks, with non-compliance or spillage.
- Singular plants, either because of the treatment or their size.
- Plants where advanced aeration control is of interest, to define the control strategy.
- Plants considered to be of strategic interest to the company.

Alboran Sea desalination plant project

In 2024 we launched the Mar de Alborán desalination plant project in the Spanish region of Almeria to improve energy efficiency at this plant through new technology. We have replaced the previous turbines and a double-pass osmosis system with state-of-the-art equipment, including more advanced energy recuperators and energy-efficient reverse osmosis membranes with higher production capacity.

This upgrade has allowed us to double the desalinated water production capacity (from 8,000 m³/day to 13,000 m³/day), and has reduced the plant's carbon footprint. This water will mitigate the consequences of the drought in the area and provide an additional resource for Almeria's farmers.

We have also incorporated a 12 MWh photovoltaic installation in this desalination plant. This is yet another example of our commitment to renewable energies and the reduction of energy consumption. Thus, the combination of technology and clean energies ensures a more economical and environmentally friendly water supply. Another step forward in our action against the climate emergency.

Energy efficiency in the Czech Republic

Energy efficiency measures in the Czech Republic have ensured that the three water treatment plants in Ostrava remain energy self-sufficient: in 2024, the seven hydropower plants produced 4.72 GWh of electricity, i.e. more than they consumed.

Use of renewable energies

Our target for 2030 is to use 50% of renewable energy generated by own installations, PPAs or procurement, divided by the total energy consumed⁵. And, thanks to the installation of plants for self-consumption, the use of biogas resulting from the digestion of sewage sludge for electricity generation, and for self-consumption of the plants themselves, cogeneration systems, hydroelectric generation, among other actions, in 2024, 45% of the renewable energy used will come from own facilities, PPAs or acquisition.

In order to achieve this objective, we developed several projects, among which we can highlight the following:

- Together with seven other companies (Naturgy, Norvento, Perseo, Repsol, Redexis, Reganosa and Técnicas Reunidas) and nine research organisations, the ongoing **Zeppelin Missions** project will implement several innovative hydrogen production pilots at the WWTP in the Andalusian town of Algeciras, which can supply large hydrogen consumers in the area such as Acerinox, Viesco, Air Liquide, Linde, as well as the port companies.
- Also in **Spain**, the wastewater treatment plant in Mérida (Badajoz) achieved zero energy consumption at peak hours thanks to the energy from its 665 solar panels, which are able to cover 100 % of the daytime electricity consumption. This means that 40 % of the annual consumption (500,000 kilowatts per year) will come directly from the sun, saving 2 million tonnes of CO₂ emissions.

⁵ 5 MWC and BOT contracts of more than three years.

- In **France**, we have installed 3,500 m² of photovoltaic panels at the Dreux wastewater treatment plant, which will produce 730,000 kWh per year, 24% of the plant's consumption. The panels, located on the roof of the sludge storage facility, will allow the investment to pay for itself in just over three years thanks to the green energy generated.
- The sector of energy production through biogas generated from the treatment of wastewater and its sludge in municipal and industrial WWTPs is experiencing a remarkable growth in **Portugal**. Our innovative technology is generating interest and opening up new business opportunities.
- In **Georgia**, we continued to upgrade the infrastructure managed by our subsidiary GWP. These include the modernisation of the Zhinvali hydroelectric complex, the second largest hydroelectric complex in the country, through the installation of a SIEMENS HB3-C generator system of European standard. An investment of more than 1.13 million euros will guarantee the safety and stable operation of this strategic plant for the water supply of the country's capital.

We are currently working on updating the projects for mini-hydro power plants at two locations with large water reservoirs and on the construction of photovoltaic power plants at several large wastewater treatment plant sites in the region, which could be commissioned next year.

Transformation of the vehicle fleet

Continuing with our vehicle fleet transformation strategy, in 2024 we continued to incorporate electric vehicles in our management and in several of the municipal water services we manage. As a result, 33% of our vehicle fleet now consists of vehicles with low CO₂ emissions. By incorporating electric vehicles, we modernise our fleet and provide a better service for the well-being of citizens and the planet, as we avoid the use of fossil fuels.

• 5.2 Efficiency and optimisation for the reduction of water consumption



2.065.839.327 m³ volume of raw water abstracted for its management (+30% compared to 2023)	1.532.941.125 m³ purified water (+94 % compared to 2023)	Aqualia-LAB network of 22 international laboratories assuring water quality
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It has never been more important than now to ensure the continuity of the blue thread through efficient and optimised consumption of water resources. For this reason, a large part of our efforts and investments are dedicated to developing or improving water collection, treatment and distribution systems, in collaboration with the administrations. With the **Aqualia 2024-2026 Strategic Sustainability Plan** as a guide, we have developed plans to reduce the volumes of non-revenue water (NRW) and improve the efficiency of the water networks.

Optimisation of water consumption

In view of the drought affecting several of the regions where we operate, we are committed to the most advanced technology and the implementation of remote control solutions to reduce water losses and optimise water consumption.

In these areas we strictly comply with the drought plans to guarantee supply to the population in any situation, we collaborate with the public administrations and we dedicate all our technology to optimising this essential resource.

In **Georgia** the number of breakdowns in the water supply network remains very high. However, improvements in losses are taking place in several areas thanks to the introduction of acoustic detectors and improved training of field staff.

In addition, we will invest more than 46 million euros to renovate 70 kilometres of water supply and sewerage networks in Tbilisi, Rustavi and Mtskheta. This project is part of a 10-year action plan developed after a comprehensive infrastructure audit. By September 2024, GWP has already completed 40 rehabilitation projects and has nine more underway.

In **Colombia**, meanwhile, some municipalities face a number of water problems, such as turbidity, colour and hardness problems and limited water supply due to the "El Niño" weather phenomenon. To address these problems, we are taking measures such as investing in new

pumps, alternative water sources and desalination plants. In addition, we have commissioned the Villa del Rosario Drinking Water Treatment Plant, which will improve catchments, increase treatment capacity, as well as increase the availability of the resource in the rainy season.

Like Spain, Portugal has faced a period of drought in recent years that has highlighted the need to optimise water use. This shortage has led Portuguese organisations, industries and authorities to consider both the improvement of distribution networks and the reuse of treated water in Waste Water Treatment Plants. In this context, we have launched several innovation projects focused on sustainability:

- The **Life Phoenix** project, a pioneering initiative in the development of solutions for the regeneration of wastewater, as well as the treatment of microplastics and emerging pollutants.
- The **GestEAUr project**, which seeks to promote collaboration between different entities in the countries or regions that make up southwest Europe. Within this project, Aqualia will carry out two specific actions:
 - The installation and monitoring of pilot stations for the elimination of arsenic in the water collected in the Portuguese municipality of Elvas.
 - The construction and monitoring of a wetland at one of the Cartaxo WWTPs, which will function as a pilot wastewater treatment station with the aim of studying the operability of intensive/extensive treatment systems using electrostimulation.

In Spain, the portable desalination plant in San Sebastián (La Gomera) is already in the final phase of commissioning to combat water stress on the island, as it will generate up to 3,000 m³ of desalinated water per day for domestic, industrial and irrigation use. We have also carried out a study of containerised plants of different sizes that will contribute to improving water quality in drinking water treatment plants located in the Spanish Levante region (Catalonia, Valencia and Murcia).

Other 2024 actions: emergency response

Commitment and responsibility are no longer everyday words and take on new meaning in situations such as the one caused by the DANA in Spain in October. At Aqualia, we express our

solidarity with those affected in the best way we know how: by restoring the basic services of the full water cycle as soon as possible. In collaboration with the local councils, we are deploying human and material resources to recover the basic supply and sanitation services.

Of the services we manage, the most affected was Albal (Valencia), where we made sure that the people who work there and their families were provided with basic necessities. Also affected were the Chulilla service, the Jerez de la Frontera, San José del Valle and El Puerto de Santa María services in Cádiz and the Cártama service in Málaga. All services were restored within a very short time.

Water quality

Aqualia-LAB

Our responsibility at Aqualia is to guarantee access to quality water, free of any microorganism, parasite or substance that could threaten human health. To this end, we have a **network of 22 international laboratories** and two in the process of accreditation in five countries:

- **Spain:** eight accredited laboratories in the cities of Vigo, Tafalla, Oviedo, Badajoz, Adeje (Tenerife), Jerez de la Frontera, Lleida, and Ávila; the latter six are managed under the HIDROTEC brand and employ 64 people, who analyse 1,034,387 parameters in 66,175 samples. In total, 1,170 parameters are accredited between the eight laboratories.
- **Georgia:** six accredited laboratories, employing 57 people, where 233,831 parameters are analysed in 17,854 samples. In total, 149 parameters are accredited between the six laboratories.
- **Czech Republic:** seven accredited laboratories, employing 97 people, analysing 221,000 parameters. In total, 28 parameters are accredited among the seven laboratories.
- **Italy:** one accredited laboratory with three staff analysing 19,300 parameters in 1,120 samples. The laboratory is accredited for 17 parameters.

- **Colombia:** two laboratories in the process of accreditation (24 parameters between the two laboratories).

The primary function of the laboratories is to carry out quality control analyses of water for human consumption, as well as the analysis of inland, waste, swimming pool and sea water. To this end, the laboratories are accredited according to ISO 17025, the highest guarantee and reliability in terms of technical competence for the performance of these analyses.

The main challenge for the laboratories in 2024 has been to continue with the implementation of the new regulation on water for human consumption in accordance with Royal Decree 3/2023, which establishes the technical-sanitary criteria for the quality of drinking water, its control and supply. The implementation of this Royal Decree has meant an overall increase of 7,568 samples in 2024 with respect to 2023, an increase of 13%. With regard to the total number of parameters analysed, 169,384 parameters were analysed in 2024, an increase of 20%.

Tank cleaning to ensure water excellence

Tank cleaning is a key task in guaranteeing the quality of the water we supply to citizens and users. At Aqualia, we manage 3,142 drinking water tanks around the world, which require cleaning that can take several weeks and must be carried out without affecting the supply.

During 2024, we implemented the asset management system in tank cleaning and thus assisted in carrying out the inspection tasks set out in the procedure and recording regulatory compliance.

New software application to manage water quality

Also in the last year we have designed a new system to manage all aspects related to water quality. An application called **LAB**, which has the following modules:

- Infrastructure management (synchronisation with SINAC)
- Analytical planning
- Incident management
- Elaboration and management of Water Sanitation Plans
- Display of parameters and bulletins

- Integration of the sampling points into our G.I.S.
- Dashboard

This system - unique in the market - is of vital importance for regulatory compliance with RD3/23 and covers all the needs of the operator. In addition to helping to comply with legal requirements, it is oriented towards the operation and process control of the facilities we manage. Currently, through this tool, we are preparing around 750 Water Health Plans.

Control of discharges

In addition to guaranteeing controlled water discharges, Aqualia has plans for possible emergencies related to accidental discharges and/or spills. These plans establish preventive and response actions. Similarly, the wastewater treatment plants have discharge authorisations approved by the competent water authorities.

All the wastewater treatment plants identified have applicable authorisations for discharging water into the natural environment. In the event that they do not have this legislation, we establish minimum discharge criteria. Regardless of the country, we use European technology, which meets high standards in terms of discharge levels, ensuring that in most countries the minimum levels established by regulatory requirements are exceeded.

One way to prevent the impact of unauthorised dumping is to set up pollution warning stations. In this regard, Aqualia has developed a pilot project with a camera for detecting water pollution by image based on artificial intelligence, so that pollution information is available in real time. This will allow us to have early warning systems and therefore make process control decisions quickly and efficiently.

Presence at events and awards in efficiency and optimisation of water consumption.

Our leadership and leading position in the sector inspires us to participate in the public conversation. We want to share knowledge and best practices in sectoral forums and working

groups, such as the one represented by **StepbyWater**, a multi-sectoral alliance that promotes initiatives to optimise and reduce water consumption.

Beyond this partnership, these are some of the most significant examples of our public activity in 2024:

- Digital and efficient management, control centres, artificial intelligence, and the efficient operation of plants in the integral water cycle managed by Aqualia have been chosen by the **Ministry for Ecological Transition and the Demographic Challenge** (MITERD) and by **AGA-AEAS** as success stories.
- Large representation of Aqualia at the **Spain Smart Water Summit 2024**, a benchmark forum in the water sector in Spain, in which we participated in four sessions.
- Participation in a **UNESCO event** on sustainable desalination in the Arab region with a presentation of our emerging desalination technologies.

Presentation of good municipal practices based on technology and reuse in the face of drought in Catalonia at the conference organised by the **Catalan Water Partnership**, the water cluster in this community.

- Participation for the third consecutive year in the "**Local Forum on Water Management**", a reference event for public bodies, water management entities and technology providers in north-west France.

The extension of the Glina WWTP (Romania), nominated for "**Best Wastewater Treatment Plant of the Year**" at the **Global Water Awards**, presented by the **Global Water Intelligence (GWI)** platform.

- Presence at three of the **most important sector forums in the United States** to explain our experience in sustainable water management: WEFTEC (New Orleans), AU San Diego and Algae Biomass Summit (Houston).
- **ERSAR Exemplary Water Quality Seal** in the Aquamaior and Cartágua services in Portugal.

- **Silver Sun" award** for the artwork that the StepbyWater alliance produced on a wetland in the province of Toledo (Spain), the first artwork on a lagoon to raise awareness of the water crisis.

• 5.3 Ecosystem protection and restoration

Analysis of nature-related risks and opportunities	817 analysed facilities	8 new biodiversity protection and ecosystem restoration projects
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As part of the **Climate emergency and care for the planet** action line of the **Aqualia 2024-2026 Strategic Sustainability Plan**, we work to protect and recover the natural capital in the territories where we operate. In our management of the integral water cycle, integrated into the natural environment, we redouble our efforts to prevent the contamination of soils or bodies of water, and to minimise the impact on ecosystems.

At Aqualia, we manage operations centres - owned or leased - next to protected areas or areas of great value for biodiversity. We operate in two directions:

- In accordance with **ISO 14001**, we care for protected spaces with initiatives such as green roofs and green walls, light emission reductions, pruning and mowing to control vegetation, restoration of ponds, wetlands and riverbanks.
- We seek to be proactive in paying special attention to protected areas with a focus on the preservation of ecosystems and the survival of species.

Our commitment also materialises in the support of initiatives, whether governmental or from benchmark institutions, that are leading the way in biodiversity care and conversation. Thus, we are members of the Spanish **Business and Biodiversity Initiative (IEEB)** and the **Biodiversity Pact**, both initiatives promoted by **Fundación Biodiversidad** of the **Ministry for Ecological Transition and the Demographic Challenge**.

Analysis of nature-related risks and opportunities

A major step forward in our ambition to preserve natural capital has been the nature-related risk and opportunity analysis we conducted in 2024. With this initiative we have analysed all facilities included in our own operations in order to identify nature-related risks. We have developed the **LEAP methodology** proposed by the Taskforce on Nature-related Financial Disclosures (TNFD) and the Corporate Sustainability Reporting Directive (CSRD) to define the nature-related impacts, dependencies, risks and opportunities of our activities.

In particular, it pursued these objectives:

- Analyse the sensitivity of the ecosystems where Aqualia operates.
- Identify facilities located in vulnerable ecosystems.
- Identify and assess impacts and dependencies related to nature.
- Identify and assess nature-related risks and opportunities.

We analysed **817 installations in 15 countries**⁶ in Europe, the Middle East and Latin America, corresponding to four technologies:

- Drinking Water Treatment Plants (DWTP)
- Wastewater Treatment Plants (WWTPs)
- Seawater Treatment Plant (Seawater Treatment Plant - IDAM)
- Brackish Water Treatment Plant (BWTP)

These facilities are mainly located in terrestrial (scrub and shrub forest, temperate boreal forest and savannah and grassland) and freshwater (artificial inland waters, rivers and streams, and wetlands) biomes. They contain sensitive locations based on their importance for biodiversity, ecosystem integrity, water stress and the presence of areas of high ecosystem service provision.

Of the 817 facilities analysed, we identified **15 WWTPs located in Spain as priority facilities** in which to define action plans related to nature protection.

⁶ Spain, Portugal, France, Italy, Czech Republic, Georgia, Algeria, Egypt, United Arab Emirates, Oman, Colombia, Saudi Arabia, Qatar, Chile and Mexico.

In the analysis we followed TNFD's LEAP methodology, which guided us through five consecutive phases of analysis:

Biodiversity highlights

Beyond the analysis carried out, a large part of our action focuses on promoting measures to mitigate the direct impact of our activity on ecosystems and other actions in nature. Among all the 2024 actions, here are some significant examples.

Application of sewage sludge as organic amendments for the restoration of degraded forest soils in Riofrío (Ávila, Spain).

This study is part of a public-private partnership between the **Composting Group of the University of Burgos**, in charge of applying the amendments and monitoring soil quality, and Aqualia, supplier of the sewage sludge used as organic amendments. The main objective of the project is to monitor the improvement in the physicochemical properties, the concentration of available nutrients, the enzymatic activity in the soil and the diversity of the plant cover after the application of these amendments over a period of two years.

The project incorporates sewage sludge (charcoal obtained after thermal treatment of the sludge and struvite recovered from urban wastewater) into the degraded soils of Riofrío (Ávila), after the forest fire of 2021.

B-FERST: Bio-based FERTilising products as the best practice for agricultural management SusTainability.

This project converts nutrients from WWTPs into innovative fertilisers for agricultural use. In this way, new circular value chains are generated with bio-products, which also improve the sustainability of arable land.

One of the milestones of the project has been the development and validation on a demonstration scale of the process for recovering phosphorus in the form of struvite from the anaerobic digestion process in WWTPs. This technology was developed in collaboration with the

University of Santiago de Compostela (European Patent EP3112320A1 "Method and system for the crystallisation of struvite for recovering phosphates in wastewater") and has already been implemented at the Guadalete WWTP (Jerez de la Frontera).

In addition to complying with the nutrient recovery requirements of the new European Directive (3019/2024), the recovered product (registered under the Aquavite® brand) is rich in phosphorus and nitrogen, which has led to satisfactory results during its validation in different applications and successful user acceptance.

Use of biomass resulting from the purification process using Aqualia ANPHORA® technology at the Linares WWTP (first 100% solar anaerobic photoecofactory) to increase the fertilisation of agricultural soils.

The main objective of this study is the evaluation of PPB (purple phototrophic bacteria) biomass as a feedstock for the production of slow-release fertilisers for both acidic and alkaline soils, and its effect on microbial activity, physicochemical properties, fertility and biodiversity of these soils. For this purpose, six agronomic trials were carried out in three different countries: **Italy** (Isola Sant'Antonio, Silvano Pietra and Ferrera Erbognone), **France** (Grenade and Romans sur Isère) and **Spain** (Cuevas, León). This agricultural application is relevant, as this type of biomass is characterised by its high content of the main plant nutrients (nitrogen and phosphorus).

The study was part of the DEEP PURPLE project, coordinated by Aqualia and co-funded by the Circular Biobased Europe Joint Undertaking (CBE JU). Aqualia acted as biomass supplier and Agro Innovation, a French multinational fertiliser company, carried out the *pellet* formulation and agronomic trials.

MARadentro, Managed aquifer recharge with reclaimed water in Medina del Campo.

The aim of this project is to reuse reclaimed water to improve both the quantity and quality of groundwater. The process has the Medina WWTP as its environmental centre and is carried out in an environmentally friendly manner and in harmony with the biodiversity-rich lagoons.

• 5.4. Boosting the circular economy

88.844.350 m ³ recycled or reused water	Life Ulysses Project transforming WWTPs into zero waste biofactories	98,10 % recovered sludge
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Promoting the circular economy is one of the projects that make up LE1 of our **Aqualia 2024-2026 Strategic Sustainability Plan**: Climate emergency and care for the planet. We cannot even aspire to achieve a clean and regenerated environment if we are not aware of the limited nature of our resources, starting with the one we manage and whose availability is increasingly threatened. At Aqualia, we are well aware - and we apply it in our performance - that the present and the future involve embracing a paradigm in which **waste is not the end, but the beginning of another productive cycle**, as positive for the economy as it is for the environment.

Thus, we are promoting lines of research to convert WWTPs into **circular stations** or **biofactories** capable of recovering, transforming and valorising waste into usable resources for agricultural use or energy recovery.

Sludge recovery

The **recovery of WWTP sludge** is a key alternative for improving degraded soils by providing nitrogen and phosphorus, which are essential for agriculture. At Aqualia, the main destination of the sludge we manage is agriculture, and only if adequate treatment is not available is the sludge sent to landfill. In line with the principle of waste hierarchy, we develop technologies that reduce the generation of waste and recover it for environmental or industrial applications. WWTPs also generate resources such as energy, fertilisers, charcoal and activated carbon, useful for soil remediation, water and gas treatment, as well as reusable water for industry and agriculture.

Innovation projects drive the transformation of WWTPs into biofactories, such as the **H2020** project **BBI B-Ferst**, focused on the potential of recovered raw materials, and **Life Intext**, focused on resource recovery in small towns, currently at the Talavera de la Reina WWTP.



In 2024, the Mérida WWTP inaugurated one of the largest microalgae biofactories in Europe, with 20,000 m² dedicated to the **H2020 SABANA** project. This project, led by Aqualia, uses wastewater to generate bioproducts with an investment of 11 million euros from European funds and 1.5 million from Aqualia.

We also participate in other circular economy initiatives such as **HE Cheers**, which revalorises by-products from the brewing industry, and **H2020 Ultimate** in Tarragona, which implements industrial effluent treatment systems to maximise water quality and reduce environmental impacts.

Increased use of recycled water

At Aqualia we create circularity processes and technologies to make the most of and conserve water: such as the use of reclaimed water for the recovery of ecosystems or the transformation of effluents into water suitable for irrigation.

Together with other partners, we are participating in the **Ultimate** project, which develops new solutions for the purification, reuse and exploitation of resources in the food and beverage industry. Also in the Spanish city of Tarragona, with AITASA, we are developing water reuse projects in the petrochemical industry through research into a new industrial effluent treatment system; or continuing in Spain, at the Mahou San Miguel brewery, we have installed a new process for purifying and reusing water, which also produces biomethane and hydrogen.

The use of wastewater is even more essential in a context of water crisis. The Hub REUSA project in the Spanish city of Almeria is dedicated to regenerating wastewater for agricultural use. With this platform, we are also ahead of the new requirements of RD 1085/2024 and European Regulation 741/2020.

Another important reclamation project is that of the wastewater from the El Ejido WWTP, also in Andalusia, whose 'çi reform has managed to increase the treatment capacity of the facility in a very small space. In addition, it has been possible to obtain water for reuse validated for agricultural irrigation with two different treatment lines.

Water recycled or reused (m ³)	2024	2023	2022
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Aqualia Management Report 2024

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 2 and 25). In the event of a discrepancy, the Spanish language version prevails.

Recycled or reused water	88.844.350	72.290.583	80.862.569
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The three recycling countries are Spain, Egypt and the United Arab Emirates, and all three are in water-stressed areas. Water stressed areas have been defined as stipulated in the following link: <https://www.wri.org/data/aqueduct-30-country-rankings> and associated at country level.

Awards and recognitions in the field of circular economy

The algae biofactory inaugurated at the Mérida WWTP (Extremadura, Spain), one of the largest in Europe, has received the **"Treatment Project of the Year"** award **at the iAgua 2024 Awards**.

Award for **"Best public-private collaboration project"** at the **1st Spanish Water Technology Platform (PTEA) Awards** for an innovation project by Aqualia and the University on biogas recovery.

Andalusia Environment Awards (PAMA) of the Andalusian Regional Government to the Life Ulises project as a model for transforming WWTPs into zero waste biofactories.

6. Innovation and technology

6,260,473 euros R&D investment	4 new R&D projects initiated during the year involving the development of innovative solutions for the care of the planet	6 new implementations of R&D processes applied in facilities managed by the company.	23 projects developed by the Department of Innovation and Technology (DIT)
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In an ever-changing present, innovation is no longer optional, but mandatory. It is not for nothing that the Draghi Report - called to be the compass of the new European agenda - identifies innovation as one of the three transformations necessary for a stronger European Union. An innovation that goes hand in hand with decarbonisation and the circular economy to make a **clean, fair and competitive transition** a reality.

At Aqualia, we have long taken on board and internalised throughout the organisation the importance of innovation to address the main challenges of our time. Our Department of Innovation and Technology (DIT) works - in collaboration with other people from both inside and outside the company - to identify opportunities, develop innovative solutions, and implement and transfer knowledge. The transfer of knowledge from Aqualia's R&D&I to production is also an essential part of our sustainability strategy.

Following European policies as a roadmap, we develop solutions for sustainable wastewater treatment, reuse, sustainable drinking water treatment and desalination, circularity, eco-efficiency, and smart management tools for the efficiency of water resources throughout the water cycle.

Innovation in the face of new requirements

The water sector is facing an imminent tightening of legal requirements⁷, in the face of which innovation plays a fundamental role in guaranteeing the sustainability of the facilities and services of the integral water cycle. The Innovation and Technology Department works together with the production and engineering teams to adapt plants and implement alternative solutions for water collection, as well as for eco-efficiency and intelligent management of the water resource throughout the cycle.

Within this approach, we develop action plans for the transfer of technological solutions obtained in R&D&I projects to production.

⁷ European Water Treatment Directive (5 November 2024), new European Regulation 741/2020 on reclamation and reuse and its transposition with the recently approved Royal Decree 1085/2024 (22 October), and the new Drinking Water Directive (EU) 2020/2184 which entered into force on 12 January 2023.

• 6.1. R&D&I Strategy

Our R&D&I strategy is oriented towards the search for innovative solutions that minimise environmental impact and maximise the quality of service to people. This vision is articulated in two axes that are deployed throughout the entire water cycle: eco-efficiency and sustainability.

R&D&I Strategy					
ECO-EFFICIENCY			SUSTAINABILITY		
following the principles of the circular economy with efficient management of natural resources and recovery of raw materials.			minimising energy consumption, avoiding pollution in a socially equitable environment and protecting the climate and nature.		
Objectives			Objectives		
<ul style="list-style-type: none">Development of cutting-edge technologies that promote the company's sustainability, protecting the environment and biodiversity.Improving energy efficiency in the company's solutions and services.Valorisation of by-products of the integral water cycle.			<ul style="list-style-type: none">Develop advanced technologies that optimise the use of renewable resources.Avoiding the generation of waste in the company's processes and services.Seek solutions that enable growth in all water markets in line with eco-efficiency requirements.		
<div><div>6</div><div>AGUA LIMPA Y SANEAMIENTO</div></div> <div><div>7</div><div>ENERGÍA ADECUADA Y RECURRENCIA</div></div> <div><div>12</div><div>PRODUCCIÓN Y CONSUMO RESPONSABLES</div></div> <div><div>13</div><div>ACCIÓN POR EL CLIMA</div></div>					
Sustainable Wastewater Treatment	Alternative resources: reuse, potabilisation and desalination	Sustainability and energy efficiency	Circular economy, eco and biofactories	Industrial waters	Digital developments

Our R&D&I strategy focuses on identifying opportunities and developing and implementing **solutions** to respond to the environmental, social, technological and legislative challenges of

integrated water management. **Internal and external collaboration** is key to the transfer of knowledge that drives innovation in Aqualia and its contribution to sustainable development.

• 6.2 Lines of work

Sustainable purification

The revision of the Urban Waste Water Treatment Directive (UWWTD) extends the wastewater treatment obligation to towns and cities with more than 1,000 inhabitants and requires integrated stormwater management. It also reduces discharge limits, increases nutrient recovery and aims for a neutral energy balance by 2040. At the same time, it requires higher quality sludge for subsequent reuse, addressing the removal of micropollutants and microplastics.

Classical solutions do not meet these expectations, and in small plants, conventional technologies such as prolonged aeration require costly investment and maintenance. On the other hand, nature-based solutions (mainly lagoons and peat filters) offer low-cost options with very good performance. Also in larger plants, solutions are based on aerobic technologies, which consume energy and produce worthless sludge, when there are alternatives that reduce size, improve efficiency and avoid energy consumption and waste production.

In this line, we work on adapting treatment technologies to the size of the plants in order to **minimise energy consumption and waste production**. In this way, we improve aerobic and anaerobic treatments and reduce sludge production by recovering nutrients to obtain valuable resources such as fertilisers.

OUTSTANDING PERFORMANCE IN 2024

Hub Intext is a project that directly addresses the problem of wastewater treatment in small towns, which sometimes lack adequate facilities. The INTEXT platform will help in decision-making on wastewater treatment systems both for small towns without prior treatment and for those requiring improvement of existing systems.

Alternative resources: reuse, drinking water and desalination

In the current scenario of water stress, the use of non-conventional water sources is key. Regulation (EU) 2020/741 on the reuse of wastewater guarantees the same levels of quality and risk control for reclaimed water in all EU countries. The new Royal Decree 1085/2024 on water reuse establishes a new legal regime for the use of reclaimed water. For drinking water, Directive 2020/2184 and Royal Decree 3/2023 establish the technical and sanitary criteria with growing concern for health and emerging contaminants, and require a modernisation of much of the drinking water treatment processes in Europe to address new limits on endocrine disruptors, pharmaceuticals and microplastics.

This set of requirements motivates the development of innovative solutions for the purification and regeneration of wastewater. For each objective, we establish tailor-made solutions, so that we can achieve sustainability in all its aspects: technical, economic and environmental.

The new standards require, in addition to measuring and eliminating emerging contaminants and microplastics, the development of risk control strategies and diagnostic tools. These tools will allow the selection of the optimal combination of technologies for each situation, while also assessing the feasibility of upgrading existing plants to meet the new requirements.

Along with reuse, desalination also contributes to securing the water resource. In Europe, 1,000 plants are already operating, with a nominal flow of 2,500 Mm³/year, and an estimated annual growth of around 9%. A key factor is undoubtedly the optimisation of these processes, thanks to the introduction of new materials and membranes, which increase performance and reduce energy consumption.

OUTSTANDING PERFORMANCE IN 2024

In the context of the new legal requirements, **Hub Reusa** focuses on the advanced reclamation and reuse of urban wastewater. It is a demonstration-scale platform located at the WWTP in the Almeria town of El Toyo in Spain, where the European projects **Life Phoenix** and **H2020 Rewaise** are currently being developed.

The Hub Reusa platform has 16 innovative technologies - six of which are developments of our Innovation and Technology Department - on a semi-industrial scale, with a treatment capacity ranging from 10 to 50 m³/h and which can be applied to different types of WWTP. These technologies aim to pre-treat water before it passes through secondary treatment, with the objective of improving its quality as much as possible. By achieving this improvement, the amount of disinfectant required at later stages can be significantly reduced. This is important because the disinfection dose is a key factor in meeting established water quality standards.

[More information](#)

Sustainability and energy efficiency

The revision of the UWWTD Directive includes the objective of energy neutrality for WWTPs with capacities greater than 10,000 h-eq, and proposes to increase the contribution of renewable sources to 100% by 2040. Currently in the integral water cycle, the associated electricity consumption in pumping for urban water collection, supply and distribution is 0.2 kWh/m³. On the other hand, the average specific consumption of WWTPs is 0.5 kWh/m³, which represents 1% of Spain's annual consumption.

In the innovation work, wastewater is considered as a source of energy capable of supplying the purification process itself, and still generate an energy surplus. We are making progress in the development of technological alternatives such as anaerobic treatment and in maximising the transformation of organic matter into bioenergy (biomethane and/or hydrogen). In parallel, we are also optimising the equipment and control of plant operation thanks to digital tools. To maximise the production and use of energy in the WWTPs, we are incorporating renewable energies, such as solar and wind power, into the process.

On the other hand, we are working on energy recovery in waterfalls within the integral cycle and active pressure control.

OUTSTANDING PERFORMANCE IN 2024

As part of our **ambitious renewable energy plan**, in 2024 we validated new renewable electricity production solutions with the addition of innovative panels to the existing ones at the WWTP in

the Spanish town of Linares, Andalusia. These panels allow us to increase daily production during the hours with the most sunshine, especially in the months with the least irradiation.

On the other hand, we have developed a pilot experience in another WWTP located in Spain -in this case, Badajoz- to explore electric storage solutions in batteries with greater energy efficiency and lower cost.

Circular economy, eco and biofactories

The European Circular Economy Action Plan (EU CEAP) promotes the efficiency of industrial processes and the use of resources to avoid waste. At the same time, a new European law on critical and strategic raw materials is in preparation, which will include a zero pollution plan for air, water and soil.

According to the National Sludge Register, around five million tonnes of sewage sludge (at 20% dry matter) is produced annually in Spain, the main destination of which is agricultural use (approx. 80%), with the remainder ending up in landfill and incineration (approx. 4%). The UWWTD requires sludge to be treated, recycled and recovered in accordance with the hierarchy defined in the Waste Framework Directive.

The EU will set a minimum recovery of phosphorus, and recommends the reuse of nutrients such as the recovery of biosolids and their compounds with agronomic value (organic matter, nitrogen, phosphorus, potassium, calcium, magnesium and other micronutrients) in agriculture. Since 2014, Aqualia has been working with the University of Santiago de Compostela to precipitate the phosphorus present in the runoff from the dewatering centrifuges and recover the struvite crystals. In this way, in 2024 we obtained the European Patent [EP3112320A1](#) (Method and system for the crystallisation of struvite for recovering phosphates in wastewater).

The first industrial-scale struvite reactor was built at the WWTP in the Spanish town of Guillarei, and in recent years another plant has been operated, also in Spain, at the Guadalete WWTP to supply a fertiliser, Aquavite®, to Fertiberia's factories.

Many innovation projects develop alternative solutions to conventional WWTPs in order to transform them into biofactories, thus minimising energy and reagent consumption and avoiding

waste production. It is also a way of creating opportunities for the generation of bioproducts through the recovery of resources: biofertilisers, biostimulants, biopesticides, biochar, charcoal, ectoin, or unicellular protein, among others.

Likewise, sludge management at WWTPs includes sanitisation and stabilisation treatments, its material and energy recovery, as well as its biomethanisation and co-digestion.

OUTSTANDING PERFORMANCE IN 2024

2024 marked the first anniversary of the **Centre for Innovation in the Integrated Water Cycle**, located at the WWTP in the Spanish city of Salamanca. The centre is developing innovative solutions to address the current and future challenges of a sustainable integrated water cycle, ensuring the quality of drinking water and a decarbonised wastewater management system that delivers the true value of water. The Centre also coordinates activities of national and international scope, including water treatment for human consumption. Another line of work in which progress has been made in the last year is the recovery of sewage sludge.

Industrial waters

The role of water in industry is key and at Aqualia we work to ensure that our industrial clients meet their sustainability and innovation objectives and improve the processes involved in adapting both process water and effluents to the regulations in force. To this end, we have developed solutions aimed at optimising the treatment of industrial wastewater in the agri-food, mining and chemical industry sectors, until it can be reused, and reducing the water footprint.

In this line we have worked on different technologies such as:

- Anaerobic membrane reactors, tested since 2014 in Ecoparc de Barcelona and currently in Xinzo de Limia.
- The advanced upflow reactor as the patented PUSH®.
- The ELAN® reactor has several references in the industrial sector, where the industrial-scale implementation at the Heineken plant in Seville stands out.

A particular stream generated in many industries is brine, which is also abundant in seawater desalination. These effluents resulting from the separation of minerals must be managed appropriately, which is why we are working on their use as a critical and strategic source of raw materials.

OUTSTANDING PERFORMANCE IN 2024

ELSAR technology

At the Lleida factory of the Mahou San Miguel brewery group, we have started up the largest biostimulated reactor in the world to treat its industrial wastewater. This technology, developed and patented by Aqualia in collaboration with the University of Alcalá, has been christened ELSAR® and has significant advantages over other systems on the market, as, in addition to the excellent quality of the treated water, it manages to increase the production of bioenergy (biomethane and hydrogen), energy savings, flexibility and stability.

The ELSAR® system is designed to meet the needs of 80% of the country's food and beverage factories. The aim of the process is to minimise water consumption and maximise the use of wastewater flows to obtain energy and resources. In this way, high levels of circularity are achieved in the management of industrial water linked to the manufacturing processes of the Mahou San Miguel group's products and the organic load is used to obtain biofuels. The current European project to which ELSAR® technology is linked is ULTIMATE, although the development of this technology is due to previous projects such as ADVISOR, ANSWER and ITACA.

Digital developments

Advanced tools have revolutionised the management of the water cycle and energy consumption, optimising processes with technologies such as the Internet of Things (IoT), which connects multiple sensors. Data analytics and artificial intelligence, meanwhile, monitor water and energy systems in real time for early detection of problems, and enable fast and efficient response.

Decision support systems (DSS) are critical in this context, as they integrate data from various sources and use advanced algorithms to provide accurate recommendations. In water management, these systems can forecast future demand, optimise distribution and ensure that

resources are used efficiently. In terms of energy consumption, DSSs can identify usage patterns, suggest savings measures and manage load more effectively, reducing consumption and associated costs.

At Aqualia we design our own systems based on the knowledge of thousands of professionals, providing value, branding and differentiating ourselves from the competition as an added value to the management we carry out in all the municipalities in which we operate.

We have also carried out computer developments in catchment to prevent algae and in potabilisation, such as the elimination of trihalomentanes (THM) or the dosing of reagents. In desalination, we have used algorithms to optimise the electricity consumption of desalination plants in national and international installations. And we have applied numerical optimisation methods and mathematical modelling to minimise the energy consumption of the sewerage system or aeration processes in wastewater treatment.

OUTSTANDING PERFORMANCE IN 2024

In line with the objective of developing sustainable purification solutions, the Department of Innovation and Technology (DIT) has been working for a decade on the development of its own granular in-line water technology. As a compact technology, it is able to treat certain volumes of water using less space.

This technology is of interest for the construction of new wastewater treatment plants, as it requires a smaller extension than the conventional one and reduces civil works costs. It is also a valuable option for plants already in operation that require an increase in their treatment capacity (higher volumes or stricter requirements for the removal of organic matter or nutrients such as those required by the new Waste Water Directive).

Within the framework of the **LIFE RESEAU project**, we have designed, built and started up two 450 m³ reactors at the WWTP in the Galician municipality of Moaña, in which the treatment capacity per reactor surface area has been increased by 400% to 2,000 m³/d of wastewater.

Projects implemented in 2024



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Register	Acronym	Name	Home	End	Location	Lines of work					
						Sustainable purification	Alternative resources: reuse, drinking water and sustainable desalination	Sustainability and energy efficiency	Circular economy, eco and biofactories	Industrial waters	Digital developments
19 03	BBI B-FERST	Bio-based FERTilising products as the best practice for agricultural management Sustainability	2019	2024	Jerez de Frontera	X			X		
19 04	BBI DEEP PURPLE	Conversion of diluted mixed urban bio-wastes into sustainable materials and products in flexible purple photo biorefineries	2019	2024	Linares Badajoz	X			X		
19 06	LIFE INTEXT	Innovative hybrid Intensive Extensive resource recovery from wastewater in small communities	2019	2024	Talavera de la Reina (Hub Intext)	X	X				
20 02	H2020 SEA4VAL UE	Developing radical innovations to recover minerals and metals from seawater desalination brines	2020	2024	Denia (Desalination Innovation)		X				
20 03	H2020 ULTIMATE	Industry water-utility symbiosis for a Smarter Water Society	2020	2024	Lleida			X		X	



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20 06	LIFE ZERO WASTE WATER	Positive energy wastewater treatment plant for combined treatment of wastewater and bio-waste in small populations	2020	2025	Almería	X		X			
20 07	LIFE INFUSIO N	Intensive treatment of waste effluents and conversion into useful sustainable outputs: biogas, nutrients and water	2020	2025	Gijón	X				X	
21 03	HATCHIN G MISSION S	New materials, technologies and processes for the generation, storage, transport and integration of renewable hydrogen and biomethane from biowaste	2021	2025	Salamanca (Centro de Innovación en el Ciclo Integral del Agua)			X	X		
21 04	ZEPPELIN MISSION S	Research on Innovative and Efficient Green Hydrogen Production and Storage Technologies based on the Circular Economy	2021	2025	Algeciras			X	X		
20 04	H2020 REWAISE	Resilient Water Innovation for Smart Economy	2020	2025	Moaña Almería (REUSA)		X		X		X
20 05	LIFE PHOENIX	Innovative cost- effective multibarrier treatments for reusing water for agricultural irrigation	2020	2025	Almería (REUSA Hub)	X	X				

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21 01	H2020 NICE	Innovative and enhanced nature-based solutions for sustainable urban water cycle	2021	2025	Talavera de la Reina (INTEXT Hub)	X	X				
21 02	LIFE RESEAU	Resilience enhancement in the urban water sector	2021	2025	Moaña	X					X
22 04	UMI AQUATIM	Joint research unit: sustainable future of the circular, efficient and resilient water cycle.	2022	2025	Santiago de Compostela	X		X			X
22 02	HE D4RUNOFF	Smart implementation of adaptive hybrid solutions in sewage networks for preventing and managing diffuse pollution from urban water runoff	2022	2026	Santander	X					X
22 03	HE CHEERS	Producing novel non-plant biomass feedstocks and bio-based products through upcycling and the cascading use of brewery side-streams	2022	2026	Lleida				X	X	
22 05	HE NINFA	Taking action to prevent and mitigate pollution of groundwater bodies	2022	2026	Los Alcazares		X				X
23 01	HE RESURGENCE	Industrial water circularity: reuse, resource recovery and energy efficiency for greener digitised processes	2023	2027	Algeciras				X	X	

24 01	LIFE SALTEAU	Sustainable drinking and irrigation water production from saline alternative water resources	2024	2028	Denia (Desalination Innovation)		X				
24 02	INTERRE G GESTEAU R	Sustainable and digitised water management in rural environments in the SUDOE area.	2024	2027	Tiñosillos Fontiveros				X		X
24 03	HE CIRSEAU	Building a water smart economy and society	2024	2026	Madrid						X
24 04	UNITED CIRCLES	Interconnected efforts from feasibility to finance for industrial-urban symbiosis driven by circularity hubs	2024	2028	Salamanca (Centre for		X		X		
24 05	INTERRE G IDIWATER	DESAL + LIVING LAB MAC	2024	2026	Adeje (Centre		X				

Prizes and awards in the field of R&D&I

- **Award for Best Digitalisation Project at the Disruptors Innovation Awards 2024** of the newspaper El Español for the digitalisation project of the water network in the Spanish municipalities of Dénia and Talavera de la Reina.
- **Prize awarded by the Royal Galician Academy of Sciences (RAGC)** to the Aqualia and University of Santiago de Compostela (USC) patent that allows struvite to be extracted from wastewater.



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- **Fernando Calvet Prats" Technology Transfer Award**, for the same project, to the Environmental Biotechnology Group (BioGroup) of the University of Santiago de Compostela (USC) and to Aqualia.

7. People and culture

<p>People and culture We renew the EFR Reconciliation certificate until 2027 we promote the work-life balance of our staff</p>	<p>We created the young talent network AqualiaYoung we connect, inspire and empower young professionals in the company</p>	<p>III I4U Aqualia Innovation Awards we promote innovation, creativity and research among the company's talent</p>	<p>Be Aqualia 360 new people and culture management project</p>
<p>Healthy and Inclusive Leadership Training for Spanish team leaders</p>	<p>2nd Be Aqualia Awards promoting good health and wellbeing practices</p>	<p>Internal Women's Talent Network AqualiaWomen</p>	<p>Renewing our commitment to the 10 principles of the Charter we are committed to diverse and egalitarian workplaces</p>

At Aqualia, we are people who work for the well-being of people. We do not lose sight of this and, for this reason, we take care of each and every one of those who make up the organisation, both professionally and personally. We want those who work with us to be able to flourish individually and collectively. We want to ensure stable, quality and stimulating employment in the 18 countries where we operate.

The management of people is so essential that it is the backbone of **strategic line 3** of our Aqualia 2024-2026 Strategic Sustainability Plan and focuses on three objectives: contributing to the objectives of the employees' overall health, generating an attractive and sustainable organisational identity, and contributing to the transformation of the company towards a sustainable culture.

To advance Aqualia's cultural transformation, in 2024 we have begun to evolve the Be Aqualia project into Be Aqualia 360, a more integrated perspective of people management, which will meet the company's new internal and external trends and needs.

Be Aqualia covers seven action blocks identified as **health assets** with which we promote the fulfilment of our team's responsibilities and objectives, and enhance their motivation and the positive relationships between the different areas.

Be Aqualia						
Quality of employment	Leadership	Reconciliation	Professional development	Community	Health and well-being	Equality and diversity

For its part, with Be Aqualia 360 we will work on five lines: integral health, quality of employment, corporate wellbeing, culture and talent, community and sustainability.

• **7.1. Attracting and retaining talent**

The availability of multidisciplinary professionals is, together with the availability of technological tools for excellence in customer service, one of the aspects highlighted by Aqualia's teams.

In order to attract and retain this outstanding talent, we carry out different actions, always respecting equal opportunities and non-discrimination. In 2024 we have been present in the most relevant job portals and we have participated in events to promote young talent and the professional future of university students:

- **Job fairs to attract the interest of future professionals** such as the Foro de Empleo y Tecnología of the Universidad Politécnica de Madrid, the Foroempleo 2024, held at the Campus of the Universidad Carlos III de Madrid, or the Feria de empleo talento joven de Oviedo, organised by the Chamber of Commerce of Asturias (Spain).
- **Welcome Talent, the power of an inclusive brand" event** organised by MyGwork at the Instituto de Empresa in Madrid, where different companies shared diversity and inclusion

initiatives with students and human resources professionals, with the aim of attracting talent and promoting equal opportunities in employment.

- **Collaboration with the Young Water Professionals (YWP) network:**
 - **First *hackathon* for young people in the water sector** where several members of our staff shared their knowledge and passion for finding solutions to improve aspects of water management.
 - **Teaching innovation project "Clearer water" with the YWP and the Polytechnic University of Madrid (UPM).** Young professionals from the company (who also belong to the YWP) were invited to share their professional experience with the students as part of the Water Management subject of the Master's Degree in Chemical Engineering and Environmental Engineering. The aim of this is for them to get to know young references in the sector and the existing opportunities in the water sector.
 - **4th IWA-YWP Spain National Conference 2024, held in Bilbao** to promote the exchange of experiences and knowledge among young professionals in the sector, encourage *networking* and their personal and professional promotion.
- **We have created the AqualiaYoung young talent network, integrated into the Be Aqualia ecosystem** and specifically designed to connect, inspire and empower the company's young professionals. This network is made up of employees under 35 years of age with the aim of sharing knowledge and building talent loyalty, and to this end, training, meetings and gatherings will be organised.

Staff by gender and country	2024		
	Men	Women	Total
Saudi Arabia	292	19	311
Algeria	53	6	59
Chile	11	-	11
Colombia	770	285	1.056
Egypt	222	4	226
United Arab Emirates	415	13	428
Spain	5.480	1.600	7.079
United States of America	164	79	243
France	137	53	190
Georgia	2.447	397	2.844

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Italy	251	28	279
Mexico	88	18	106
Oman	2	-	2
Peru	3	1	4
Portugal	92	22	114
Qatar	42	3	45
Czech Republic	742	295	1.037
Romania	4	-	4
Other countries* Other countries	2	1	3
Total	11.216	2.824	14.040

*Panama, Montenegro, Tunisia

Staff by age range	2024	
	Q	%
Up to 35 years old	2.681	19 %
Between 35 and 54 years old	7.518	54 %
Over 54 years old	3.841	27 %
Total	14.040	100 %

Benefits for our people

Work-life balance, new ways of working and flexibility are requirements that are highly valued by employees, and essential in the management of people in a company. At Aqualia, we have been working in this direction for some time: we implement measures to improve the quality of employment, flexibility, family support, personal and professional development and equal opportunities for our staff.

Proof of this commitment is the fact that we have held the **Family Responsible Company (EFR) Certification** since 2017. Promoted by the Másfamilia Foundation and endorsed by the United Nations, this certification allows us to establish a system of continuous improvement with a series of measures to ensure the well-being of our people.

In 2024 the EFR Certification has been renewed again, and after the external evaluation by AENOR, we have received the certificate in work-life balance until 2027 with the category of "Committed Company C+", which recognises our commitment to the design of strategies and practices for the management of work-life balance.

Beyond this certification, our benefits and work-life balance measures are shared with employees through our internal communication channels: corporate intranet, notice boards in work centres, email, Be Aqualia *app*, among others.

On the other hand, in terms of **compensation**, at Aqualia we comply with all regulations regarding salaries. We guarantee that the remuneration and salaries of our people are in line with what is established according to their job and performance. To this end, we design appropriate compensation through different actions:

- Exhaustive review of the concepts and amounts that correspond to each worker in accordance with what is legally established by collective bargaining agreement, individual agreement or employment contract.
- Variable remuneration policy based on objectives according to annually set performance parameters.

Boosting professional and personal development

Technological development and market evolution force us to continuously innovate and seek new ways to enhance the professional development of our people, whether in technical knowledge, languages or leadership. In this sense, the Standard Positions Manual is our reference to facilitate human resources processes, as well as to contribute to the optimal development of people. These manuals allow us to align training with strategic objectives and develop training adapted to the requirements of the positions.

At Aqualia, the transmission of knowledge is a priority. For this reason, we develop training courses and *webinars* for technical staff according to the needs of their function. We have a catalogue of training in technical courses and trainers from the engineering, production, innovation and operations departments. In addition, we promote the accreditation of professional competencies, with qualified experts in energy, water, safety and the environment. Since 2017 and to date, 310 people have already obtained this certificate.

In addition, to accompany our strategy of growth and international expansion, we have a platform where we can study the languages of the countries in which we operate: English, French, Portuguese, Italian and Spanish.

Emotional health is also part of our training offer. In 2024, we offered courses on topics such as stress, productivity and mental wellbeing, in which 754 people took part. Safety and security continue to be essential, especially the prevention of risks due to exposure to asbestos. In 2024, we delivered 98,375 hours of health and safety training.

It is not only technical knowledge that is fundamental to progress as a company, culture and ethics guide the best decision making in an organisation. For this reason, in 2024 we continued the training in the **Aqualia Leadership Model** for managers, and the sessions on the **Code of Ethics and Conduct**, with a focus on training on conflicts of interest.

Aqualia's Leadership Model is based on three pillars:

- **Participatory leadership** to foster people development and team management.
- **Healthy leadership** where we work on how the position of leadership can influence and modulate psychosocial risks.
- **Inclusive leadership**, which provides tools for inclusive decision-making.

In 2024, 25 managers in Spain took part in the **Aqualia Leadership Model** training courses, which included the Healthy Leadership and Inclusive Leadership modules, offered by **Affor** and the **Adecco Foundation**, respectively.

In addition, we work on leadership and skills development training, adapting to the different countries. For example, the assertiveness training course held in Tolima (Colombia) in collaboration with the Universidad del Rosario is part of the plan to strengthen leadership skills and improve management dynamics. This seminar also addressed issues related to the work climate and the influence of strong leadership on a safe and positive work environment.

Together with the Centre for University Studies (CEU), we have developed the second edition of the **Advanced International Management Programme**, to train key company profiles in advanced management knowledge in international environments, in which a selection of 15

people working in **Saudi Arabia, Portugal, Colombia, France, Georgia, Italy, Qatar and the United Arab Emirates** have participated.

From our subsidiary Georgian Water and Power (GWP) in **Georgia**, we have signed an agreement with the US aid agency USAID "Employers for Vocational Education" to implement vocational training programmes - specifically on water supply and sewerage systems - among our staff. With an investment of €475,815, this partnership will contribute to reducing unemployment and to the sustainable development of the country, and will benefit 90 people between 2024 and 2025.

In 2024 we also conducted leadership and communication training in line with the **Discovery Insights Model**. In October, two sessions were held for 35 people of more than 15 nationalities in the *cluster's* projects in Saudi Arabia. This training, designed to improve internal communication and teamwork, was highly valued given the complexity of the projects and the diversity of the teams working on them.

On the other hand, the **Spokesperson Training for the Development of Influence and Persuasion**, aimed at 24 managers representing production in **Spain**, is of particular relevance. The aim of these courses is to underline the desire for transparency with the company's stakeholders and to put into practice the techniques and skills necessary to act as a spokesperson and carry out persuasive and effective communication. In addition, the programme includes sessions on social media communication and how to communicate sustainability.

Finally, another project aimed at boosting our talent was the **3rd I4U Aqualia Innovation Awards**. An internal event that promotes innovation, creativity and research among the company's talent to discover proposals that can be implemented in operations and improve the quality, efficiency and sustainability of our activities. In this edition, professionals from Portugal, Georgia, Czech Republic and Spain participated with 18 applications focused on improving the quality, efficiency and sustainability of the integral water cycle. The project "Innovation in Aqualia's Cybersecurity" was the winner from among all the proposals submitted.

Internal communication



Aqualia Management Report 2024

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group in Spain (see Notes 2 and 25). In the event of a discrepancy, the Spanish language version prevails.

In 2024, internal communication continued to gain importance in our day-to-day work as a tool to keep everyone in Aqualia informed of our activities, positioning and other relevant events. It is also a fundamental element of internal cohesion and transmission of our culture.

Among the various internal channels, **Be Aqualia**, a mobile application aimed at all the company's employees, especially those who do not have a corporate email account, stands out. With this tool we achieve two-way communication: we inform employees of what is happening in Aqualia and they can give their opinion and participate in the surveys and challenges proposed by the company.

Be Aqualia	2024	2023	2022
Staff members who have downloaded the Be Aqualia app	8.685	8.033	7.280

In 2024, more than 800 internal communications were sent through different formats: *emailing*, news *flash*, **Aqualia Global News** *newsletter* and corporate *app*.

In terms of **collective bargaining**, the trend towards a reduction in the number of smaller collective agreements continues. In Spain, the labour reference framework, the 6th State Agreement for the Integral Water Cycle, has been extended to Extremadura, in addition to other agreements to which Aqualia has adhered or which have come to have the State Agreement as a regulated framework. Agreements have also been reached at provincial and regional level, such as the Balearic Islands Collective Bargaining Agreement and the updating of the agreement in Catalonia. We are also negotiating the agreement for the Smvak subsidiary in the Czech Republic for the years 2025-2027 and other agreements with a smaller scope of application under negotiation in 2024.

Another forum for social dialogue is **Aqualia's Charter for Occupational Health**: a working group between representatives of the majority trade unions and the company's management, which addresses health and welfare conditions and the implementation of good practices at a global level.

In 2024 we dealt with recurring topics such as the evolution of the accident rate and compliance with the objectives of the **Strategic Health and Wellbeing Plan**. We also presented the results of the psychosocial risk assessment, the physical security risks in situations of external violence

and the means established for these cases. Finally, we discussed the extraordinary measures adopted following the effects of the DANA and new protocols for atmospheric risks.

Awards and recognitions for employment, development and a culture of belonging

Recognition from the **Regional Ministry of Family, Youth and Social Affairs of the Community of Madrid** for our promotion of work-life balance measures as a Family Responsible Company (EFR).

7.2 A safe and healthy environment

We lead the promotion of health and safety -physical and emotional- in the company from a preventive and comprehensive approach. To this end, our guidelines are the **Integrated Management System** and the **Strategic Plan of the Health and Wellbeing Department 2024-2026**.

With the aim of continually improving our health and safety management, we are certified under the ISO 45001 standard, integrated in Aqualia's Integrated Management System.

At the same time, we continue to make progress in the four lines of work that form the backbone of the Department of Health and Wellbeing's Strategic Plan 2024-2026:

Zero harm to workers	Control of critical risks	Be Aqualia occupational wellbeing	Data analysis and reporting
To reduce personal injuries, which may result from unsafe conditions and attitudes, both for own and third-party	Maintain a homogeneous control for the entire organisation that guarantees security and compliance with a standard in relation	Improve indicators of physical, emotional health and well-being of the workforce, and significantly increase participation in programmes to	Improve management, control and reporting through the implementation of a global application, the redefinition of proactive and

employees and third parties.	to the risks that we consider critical to our activity.	promote healthy living.	predictive indicators, dashboards and targets.
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Zero harm to workers

We have updated and structured this line into four programmes: control of absenteeism, organisational learning, control of the health and safety performance of contractors and integration of preventive activity. In 2024, we have focused on the internationalisation of these projects and the evaluation of internal training in order to consolidate the company's preventive culture.

Control of critical risks

This line is made up of two projects: the critical risk programmes and the company's key risks. The latter is new and seeks to raise awareness at all levels of the risks common to all activities in the full water cycle, which can sometimes lead to serious accidents.

Be Aqualia, well-being at work

In 2024 we have increased the number of healthy initiatives, including the promotion of physical activity, healthy nutrition, *webinars* and workshops, participation in sports activities (races, walks, paddle tennis, football, etc.), agreements with physiotherapy clinics, Family Days with employees and their social or family environments, etc.

In addition, with the support of our *partner* AffortHealth, we continue to offer emotional health programmes to workers and we have managed psychosocial risks in the company, consolidating a cultural change in the organisation when dealing with mental health. The measures implemented include the **Be Aqualia psychopack**:

- **Psicomet**, a tool for examining a person's level of mental and emotional well-being and the early detection of any mental health problems.

- **Employee Assistance Programme (PAE)**, a psychological counselling service offered by expert psychologists to help employees resolve any possible psychological and emotional discomfort in both the personal and work spheres.
- **Emotional health prevention** through live workshops led by expert psychologists to achieve greater emotional strength.
- **Interpersonal conflict management procedure**, a mediation tool for the management and resolution of conflicts arising in the workplace.

Likewise, in Spain we have carried out the second **Psychosocial Risk Assessment** using the MentallyPro® tool, which allows us to classify the results by economic activity, cross-reference the data with other variables and classify them according to the company's intervention priorities. These results will guide us in making decisions that improve well-being and health care in the workplace

Along with this psychosocial risk assessment, we measured the psycho-emotional health status of the workforce using the Goldberg Scale and administered a workplace violence questionnaire. All this makes this assessment comprehensive and its results help us to prioritise our interventions in a holistic manner. We are also working to extend this methodology to other countries.

Data analysis and reporting

In 2024, we continued to implement the new software for global health and safety management. By gathering more feedback on its use, we have been able to develop improvements in terms of autonomy, ease of use and more detailed information. With these changes, the software has been rolled out to other countries and it is expected that by 2025 all projects will be using the same tool. Thanks to this, we will be able to homogenise management in key aspects such as accident reporting and investigation, safety inspections, identification and execution of corrective actions, etc.

II Be Aqualia Awards: good health and wellbeing practices

The second edition of these awards served to recognise those who get involved and excel in improving the lives of the other people who work at Aqualia and the communities where we operate. Their example helps us to collect good practices and inspire the rest of the organisation.

In this edition, the awards were organised in three categories:

- Award for the Prevention of Occupational Risks, with 22 nominations
- Health and Well-being Promotion Award, with five nominations
- Personal Lifetime Achievement Award, with three

Awards and recognitions in the field of safety, health and welfare

Finalists in the 2nd **impULSO Cardiovascular Health Awards**, in the large company category, awarded by the Spanish Heart Foundation (FEC), for our work in raising awareness and preventing cardiovascular diseases through the **BeFit Project**, which promotes healthy lifestyle habits among our staff.

In the **United Arab Emirates** we have been recognised at the **TAQA-WS HSE FORUM 2024** with the following awards:

- HSE Good Achievement
- HSE Individual Award: Mr. Shamal "Senior HSE Engineer".

Recognition as a **Protected Brain Space** by the Fundación Freno al Ictus, training 123 employees from the customer service offices in Lleida, Oviedo and Jerez de la Frontera (Spain) in the identification and effective response to cases of stroke.

OSWS, our Omani subsidiary that manages the water infrastructure of the port of Sohar and its industrial zone in Oman, has won two prestigious international health and safety awards: the **British Safety Council International Safety Awards** and **The RoSPA Health and Safety Award**.

Be Aqualia as a "success story" in the **'Perk Talks' of Vitaance**, a platform dedicated to the management of wellness programmes in companies

• 7.3 A diverse and inclusive organisation

Our culture is not only transformative and healthy, it is also diverse and inclusive. We have managed to create spaces of respect, inclusive, egalitarian and free of bias. And we do not want to be satisfied: with the [Diversity and Inclusion Protocol](#) and the coordination of the **Diversity Committee**, we continue to move towards the company we want to be

The Diversity, Equity and Inclusion Protocol is based on our responsibility to build work ecosystems that facilitate the relationship between different people in increasingly heterogeneous environments. Aqualia reflects the reality of the society in which it operates, an increasingly diverse context with people of different skills and abilities, with cultural and social particularities that enrich a global organisation such as ours.

All our subsidiaries, with regulatory obligations, have equality plans agreed with the social partners. In 2024 we implemented the commitments made in the **3rd Equality Plan**, signed in October 2021 for the period 2021-2025. In this way, we have renewed our commitment to gender equality (SDG 5) and the reduction of inequalities (SDG 10).

In terms of diversity, equity and inclusion governance, in 2024 the Diversity Committee has analysed diversity-related issues and projects and implemented the **Diversity, Equity and Inclusion Action Plan**, detailing all planned actions to further progress towards an inclusive and bias-free culture.

Actions for diversity

As a signatory of the [Diversity Charter](#), we promote the principles of equality, diversity and inclusion in the workplace through this initiative and others such as the AqualiaWomen network, the Empowering Women's Talent seal, the Diversity Leading Company certification, equality campaigns and campaigns against gender violence, AqualiaContigo, as well as training and awareness of diversity, equality and inclusion.

In addition to renewing our commitment to the Diversity Charter in 2024, we continue to join the **#CEOPorLaDiversidad** alliance, an initiative led by the **Adecco Foundation** and the **CEOE**

Foundation (Spanish Confederation of Business Organisations) to unite companies and the people who lead them around the values of diversity, equity and inclusion.

We also have an agreement with the **Asociación Red Empresarial por la Diversidad e Inclusión LGBTI (REDI)**, an ecosystem of companies and professionals in Spain that works to promote safe and respectful work environments for all people, regardless of their identity, gender expression or sexual orientation. Through REDI, we have conducted awareness-raising sessions on diversity and inclusion for the entire workforce with the aim of raising awareness of the benefits of promoting more respectful and inclusive work environments, and to show the professional barriers that LGBTI+ people can encounter in the company.

Another agreement, this time with **MyGWork**, a global recruitment and networking platform for LGBTI+ people, helps us attract the most diverse talent among professionals, graduates and organisations working to promote diversity and inclusion at work. We participated in the platform's **Work Pride** forum to promote LGBTI+ employment and shared "What diverse, open and inclusive *networking* looks like" at the company.

In addition, in 2024 we organised a session for delegation managers in which we emphasised the importance of inclusive leadership and the positive impact of diversity on the business.

Also in the area of training, we have given courses on sexual violence, DE&I LGBTI+, inclusive language, unconscious bias and cycles of gender violence. And on the occasion of **Pride Day**, we have developed a campaign with the participation of the employees of the Madrid offices.

Actions for gender equality

Aqualiawomen. In 2024, 50 women were members of this internal network of female talent, which facilitates *coaching*, training and professional *networking* processes.

Cross Mentoring Programme. It is part of the **Empowering Women's Talent (EWT)** that combines pairs of mentors and mentees from different companies, and in which two mentees and two mentors from Aqualia participated in 2024.

Networking and Speed Mentoring. An initiative promoted by the organisation Womenalia to encourage STEM (science, technology, engineering and mathematics) vocations among young women. To this end, the event encourages contact between pre-university students and leading female engineers from the business world.

Let's Talk Equality Training. Mandatory for new recruits, this course equal opportunities in the workplace, the rejection of direct and indirect discrimination based on gender, race, age, nationality, religion, sexual orientation, disability, etc.

Collaboration with the Women's Employment Programme of the **Adecco Foundation**, which promotes the employment of women at risk of social exclusion. In 2024 we participated -thanks to our volunteer staff- in the organisation of a Solidarity Wardrobe so that the participating women would have suitable clothes to present themselves at a job interview. Together with the Adecco Foundation, we have also contributed to the preparation of the 11th #EmpleoParaTodas Report.

Partnership with the Ministry of Equality (government delegation against gender violence) to promote awareness and social awareness against gender violence in the framework of the initiative **Companies for a Society Free of Gender Violence** signed in November 2022 (Spain).

Awareness campaigns. On key dates we launch awareness-raising and sensitisation initiatives in different locations with the collaboration of the workforce and maintain alliances to work on gender equality.

- Campaign for **International Women's Day** with the slogan "**Invest in diversity, the greatest asset to accelerate progress**". Under the UN call, we invite you to share on www.aqualiaigualdad.com an image with the X symbol for multiplication, as a representation of the achievements made on the road to real equality.
For the **Day Against Gender Violence**, the campaign "**Ante la violencia de género, tenlo claro**" (**Be clear about gender violence**): at www.aqualiacontigo.com we asked people to share a photo to show their support. In addition, numerous actions were carried out in the municipalities of Spain and Colombia, and an awareness-raising day was given by a technician from the violet point of the Ministry of Equality and people from the Adecco Foundation who work to raise awareness against gender-based violence.

Actions for inclusion

In Spain we comply with the regulations on disabled staff in full: we maintain the required 2 % of disabled staff in companies with more than 50 people, through appropriate alternative measures.

In Spain, we also maintain the collaboration agreement with the **Down's Syndrome Foundation** and with **FSC Inserta de la Once**, and we continue to develop with the **Adecco Foundation** the **Family Plan** aimed at children of employees with a certified disability greater than or equal to 33%.

This year, together with the **Adecco Foundation**, we have held a series of activities focused on people with different abilities. The most popular were the corporate volunteering days, held at the headquarters of Las Tablas and Federico Salmón (Madrid), Kansas City (Seville) and Balmes (Barcelona), in which Aqualia volunteers collaborated with people with disabilities from the Cantera de Talentos Project to make a Christmas decorations workshop.

In addition, on the occasion of the **International Day of Persons with Disabilities**, we have developed a plan of actions in different work centres, such as the *"Who killed diversity?"* treasure hunt, a biscuit decorating workshop with disabled people from the Cantera de Talento Foundation, and a day with Pablo Pineda, the first European graduate with Down syndrome and ambassador of the Adecco Foundation.

Commitment and respect for **older people** is another of our unwavering principles. It drives us to drive global initiatives and support the most vulnerable communities in the countries we serve.

In Riohacha (Colombia) we support the "Celebration of the Elderly", an event with music and dance that brings together more than 300 people from diverse communities, including indigenous and afro-descendants.

In the Czech Republic, staff from our subsidiary SmVak regularly visit senior citizen centres such as the Na Výminku nursing home in Ostrava, where they talk to residents and promote responsible water use.

In Georgia, our subsidiary GWP covers the water bill for vulnerable elderly households, ensuring access to high quality drinking water. This action also extends to children's homes in Tbilisi.

Diversity, equity and inclusion awards and recognitions

Renewal of the **Empowering Women's Talent (EWT)** seal from the human resources magazine **Equipos & Talento** for our commitment to the development of women's leadership.

Distintivo Igualdad en la Empresa (DIE), extended until 2028, as recognition from the Spanish Ministry of Health, Social Services and Equality of Spain of our commitment to diversity and equality between men and women.

The Riohacha service (Colombia) has received recognition from the Ministry of Labour for its participation in **Colombia's Labour Inclusion Strategy** for people with difficulties in finding work in La Guajira. 1,800 people have already received a job opportunity in different companies throughout the country thanks to this initiative.

Recognition for the third consecutive year by **Equipos y talento**, the leading human resources media in Spain, as one of the 70 leading companies in diversity, with the **Diversity Leading Company** seal, with a higher score than the previous year (644 compared to 600).

Selection in the **TOP 50 companies in Spain with best practices in diversity and inclusion** at the **DEI Summit 2024**, organised in Madrid by **Intrama Consultoría**.

8. Communication and Marketing

In a world increasingly dominated by uncertainty and a confluence of major social and environmental challenges, companies must be even more determined to create **positive impact**. And this involves maintaining business models that in themselves contribute to the development of their communities. This is our case at Aqualia, as we provide solutions to the need for access to a resource that is essential for life, social progress and economic dynamism. Our activity makes a difference in many areas where, before we entered the market, water supply and sanitation were not guaranteed at all times, nor were all the populations.

In addition to this direct impact on the well-being of people and the environment through our activity, as an international operator we have the responsibility to maximise our commitment to a more prosperous, fair and inclusive future. This is why we forge alliances in the different territories and promote social investment for the benefit of the stakeholders with whom we interact

Engaging with our stakeholders allows us to gain an in-depth understanding of the impact of our management, and helps us to ensure that our decision-making remains aligned with stakeholder expectations.

At Aqualia, as operators of an essential public service, we are committed to maintaining communication with our stakeholders based on active listening and dialogue around their main demands and our commitments.

To this end, we have established a roadmap in accordance with their priorities and the main communication channels open to each of them. In addition, in order to reinforce our contribution to the 2030 Agenda, we have disseminated a sustainability communication manual for employees and the general public.

Digital communication

79,360 subscribers across all our networks

In 2024 we received 2,300,000 visits to the Aqualia website (1,172,827 in 2023). We also have a presence on the main social networks:

- On **YouTube**, we have 4,204 subscribers (3,600 in 2023) and **181,914** annual views (237,126 in 2023).
- 8,096 followers in **X** (7,650 in 2023).
- 71,528 followers on **LinkedIn** (50,270 in 2023).
- 3,371 followers on **Instagram** profile (2,270 in 2023).

• 8.1 Public-private partnerships to ensure access to water

As a benchmark company in the water sector, we have the social legitimacy to lead public-private collaboration projects. These strategic alliances highlight the benefits of concessions in the water sector for both the Administration and citizens.

We cooperate with different institutions, organisations and associations in the organisation, management and development of projects to transform cities into smart and sustainable spaces. Thus, in the different countries in which we operate, we have become a strategic ally in water management and the consistency of these contracts allows us to maintain commercial relations despite political and economic circumstances.

Promoting good water governance through StepbyWater

For the fifth consecutive year, we maintain our leadership - as a founding partner and with our CEO chairing - in the **StepbyWater Alliance** for the development of its founding objectives. This pioneering alliance in Europe brings together, facilitates and drives a framework of key partnerships and initiatives at the supranational level, including the 2030 Agenda, the Decade of Action for Water and the Climate Summit Agreements, within a framework of integrated and cross-cutting partnerships. Within the framework of this partnership, the following activities were developed in 2024:

- **Almeria City Council joins 'StepbyWater', a multi-sectoral alliance chaired by Aqualia and made up of public and private organisations and civil society.**
- **Event in collaboration with Almeria City Council, Resilient: EU BLUE SUMMIT StepbyWater.** International meeting for water, in the framework of the Sun&Blue Congress.
- **Working session between the secretary general of the Andalusian Federation of Municipalities and Provinces (FAMP), Yolanda Sáez, and the Stepbywater alliance to address the management, innovation and digitalisation of a resource increasingly limited by droughts.**

- **Participation in Talent Land Spain**, focusing on regeneration and the emerging concept of the "blue economy"

Projects and partnerships with third parties to ensure access to water

In Spain, since 2015 we have maintained a collaboration agreement with Cáritas, whereby we subsidise all water consumption in all its facilities where we provide services: 152 centres in 44 locations. To date, thanks to this agreement, access to water has been guaranteed to any person in a situation of vulnerability and more than 466,788 euros have been subsidised (68,844 euros in 2024 and more than 20,000 people benefited).

In 2024 we entered into a collaboration agreement with the Spanish Red Cross on the "Cruz Roja te escucha" (Red Cross listens to you) project, to help people with mental health problems, whereby we donate one euro to the organisation for each customer who switches to electronic invoicing. In 2024, €32,800 was raised for this project.

In addition, in collaboration with the **University of Huelva (UHU)**, we guaranteed access to water for 600 inhabitants of **the Senegalese village of Nandoumari**, located in the Commune of Dindéfél, an agro-livestock farming community with difficult access and limited electricity and water supply. This project aims to improve food sovereignty and diversify the population's income towards agriculture and tourism. To this end, we financed a deep water borehole with an electric pumping system powered by solar panels to supply water to the community. Thanks to this intervention, the nutrition and health of the villagers have improved.

In Italy, we have carried out work to activate two water wells that will guarantee new water resources for the inhabitants of the **Sicilian region of Caltanissetta**, where we operate, as it will compensate for the low flow of the Ancipa reservoir. In addition to the two wells, approximately 400 metres of new pipeline has been constructed to transport the additional water.

In **Georgia**, we have long-standing partnerships to ensure access to water for **nursing homes and children's homes** as part of our commitment to social responsibility. In order to help these people, partnership agreements have been signed with 13 new social homes in 2024.

Finally, the Integrated Management Improvement Project (MIG) reaches its first milestone with the improvement of supply to 12,000 homes in **Cabo San Lucas (Mexico)**. This project, awarded in 2021, will provide a continuous drinking water service and increase the efficiency of the supply system for more than 200,000 inhabitants of the municipality, while benefiting the local population with more than 100 direct jobs.

Solidarity funds for families in partnership with public institutions

Aqualia works with local councils to create solidarity funds that contribute to guaranteeing access to drinking water and sanitation for families who cannot afford to pay the bill. These funds provide timely coverage to people who are in a serious economic situation.

In 2024 we have maintained and renewed agreements with several Spanish city councils: Rota and Arcos in Cádiz, Nerja in Málaga, Jaén and Torredonjimeno in Jaén, Albal, in Valencia, in Alicante with Novelda and Alcoi; in Murcia with Mazarrón and San Pedro del Pinatar, and in Girona, with Llagostera.

● **8.2 Strategic communication**

Communication is a key lever for communicating our objectives and priorities in integrated water management to our stakeholders. As such, it forms part of the Strategic Sustainability Plan in a cross-cutting strategic line.

Through our **Communication Plan** we seek to position our leadership as a company specialising in this sector, create alliances and promote specialised events. It also allows us to communicate the real value we bring from various perspectives: social, as a company committed to sustainable, digital and responsible consumption, and as an employer of future professionals. In this regard, some of the **most noteworthy actions in 2024** were:

Development of our social networks in Colombia with the aim of bringing communication closer to citizens. Aqualia's service in Villa del Rosario (Norte de Santander, Colombia) has introduced a new space to strengthen dialogue between the community and the company. The

project includes regular meetings with the presidents of the Community Action Boards (JAC), and awareness-raising and sensitisation actions on sustainability and Aqualia's role.

- **Development of a communication plan in Saudi Arabia.** The essential lines of positioning are digitalisation and sustainability, customer-centricity, knowledge transfer and the development of local talent.
- **Renewal of the Citizen Information Portal (required by the new Directive 2020/2084),** with new procedures to ensure not only water suitability, but also citizens' access to more information on this resource. In total in 2024 we have published 424 portals.
- **New communication tool for users Ostrava (Czech Republic).** Interactive map of the Moravia-Silesia region, where we operate, with information on water quality.
- **Special communication campaigns** in Almeria on the promotion of desalinated water and in Jerez de la Frontera for the change in tariffs, with the key message of tap water consumption and the importance of responsible use.
- **Crisis management for the water main break in Tbilisi (Georgia).** The communications team kept the public informed about the extent of the failure, the restoration plan and the daily progress of the work. Daily reports, interviews and press releases have been carried out to provide information on the progress of the work and an updated estimate of the completion of the repair.
- **"Heat Stroke Campaign", an awareness campaign for the use of protective measures against heat stroke for street workers (Oman).** Through OSWS, the Omani joint venture between Aqualia and the public company Majis, we carried out a campaign that included an awareness-raising talk on safety in extreme heat, distribution of special Personal Protective Equipment (PPE) and electrolytes to help employees stay hydrated.
- **Responsible consumption campaign in Caltanissetta (Italy) in a context of severe drought.** The campaign promoted the responsible use of water and included useful boards to optimise consumption and raise awareness among users about water care.

● 8.3 Environmental awareness

Communication and awareness-raising are two fundamental tools to convey to society the importance of sustainable management of the water cycle. Each communication campaign and educational action is an opportunity to remind us of the premise that guides us: the importance of caring for an essential resource for the future of the planet and the well-being of all the people who inhabit it.

● 8.4 Events

Our participation in sectoral events to share knowledge, new technologies and best practices in integrated water cycle management allows us to enrich the company's processes and procedures from design to implementation and project realisation.

Among the activities and events in which we are participating in 2024, we can highlight the following:

Carrefour de l'Eau event - Rennes (France). At the main French event for urban water management, we presented our efficient management and local connection. In this country we serve more than 900,000 citizens and we are consolidating our position as the fourth largest operator in France with contracts in the regions of Ile de France, Eure et Loire and Brittany.

Conference "Pathways to Sustainability in Ibiza and Formentera" (Spain). We participated in the central round table of the conference held at the Club Diario de Ibiza, dedicated to sustainable infrastructures.

8th Aqualia Journalism Award in Spain and Colombia. Since its first edition in 2016, Aqualia's journalistic competition has become a benchmark for the treatment of water management in the



media. This is evidenced by both the growing participation figures and the increasing quality of the entries. This eighth edition has broken a record of participation with 106 entries

Water Chair of the University of Almeria (Spain). On the occasion of World Water Day, the Aqualia Chair of the Integral Water Cycle organised a technical conference with free registration. The presentations focused on current issues given the current drought situation: desalination and wastewater reclamation. In addition, the fourth edition of the Aqualia Chair Summer Course was held with a focus on the new directives that legislate water quality.

III Castilla-La Mancha Economic Forum organised by El Español and El Digital CLM in Toledo (Spain). Our CEO, Santiago Lafuente, spoke about sustainability applied to the water sector, which, together with the use of technology to reduce unregistered water and the financing of services, is key to guaranteeing the urban water service.

Water Treatment Week organised by iAgua (Spain). We were sponsors of an event focusing on the new urban wastewater treatment directive.

Saudi Water Forum (Saudi Arabia). We presented several success stories and best practices in the contracts we manage in this reference event of the water sector in this country.

Global Water Summit, organised by the GWI media group. We participated in relevant presentations and panels at the water management event par excellence. In addition, SmVak joined the **Leading Utilities of The World** network, the global network of the world's leading water and wastewater utilities, in which our subsidiary is the first Czech company.

Conference on PERTE in Avilés (Asturias, Spain). We have been present at a national conference that brought together representatives and experts from public administrations and companies related to water management from all communities.

XXXVII AEAS Technical Conference (Castellón, Spain). We presented our digital, efficient and integrated management at this event organised by the Spanish Association of Water Supply and Sanitation (AEAS). At our stand we shared the technological potential and the latest improvements of Aqualia Live, and in several presentations we presented the most cutting-edge projects in different areas of the company.

IDRA World Congress- Abu Dhabi (United Arab Emirates). We participated in the most renowned global event organised by the International Desalination and Reuse Association.

Water, a key element in the gastronomic festival "D*na" in Denia (Alicante, Spain). Once again this year we have created the "Espacio Aqualia", a place where the best *showcooking*s and live workshops take place. In addition, we have offered water to the attendees to highlight all the work that goes into turning on the tap and having drinking water.

3rd Edition of the Community of Practice WATER ↔ ENERGY in Salamanca (Spain). During the event, professional experts will discuss the challenges and opportunities surrounding the water cycle and the commitment to biomethane and green hydrogen to materialise the sector's ecological transition. The meeting is the result of the collaboration of the Eclosion, Ultimate and Rewaise research projects in which we participate. Co-funded by the European Union's Horizon 2020 programme and the CDTI, it seeks to share knowledge and generate alliances to achieve a sustainable future.

67th International Trade Fair of Asturias-FIDMA (Spain). Present in the pavilion dedicated to the integral water cycle, which reached a record number of 81,500 visits during the two weeks of the event. The contents of the Aqualia space highlighted the importance of water, its availability and the responsible use of this resource. We presented three R&D projects: **Deep Purple** (to show how wastewater treatment plants can become biofactories), **SEA4Value + REWAISE** (to make desalination more sustainable, extracting minerals and metals from seawater) and **ELAN** (to obtain clean water while reducing the economic and energy costs of wastewater treatment).

UNESCO event "Towards sustainable and affordable desalination in the Arab region" (Egypt). We addressed cutting-edge research topics in the field of desalination, as well as reducing operational costs by improving plant components (reverse osmosis membranes, process pumps, etc.) and expanding the use of renewable energy.

Georgian Water and Power (GWP), our subsidiary in Georgia, participated in an important economic forum organised by **Business Insider Georgia**, which is attended by representatives of the Georgian administration and large Georgian companies. In this edition, the main topic was **"Water supply: opportunities and challenges"**.

Other events in which we participate:

- **IWA Digital Water Summit**, a benchmark event in the digitalisation of the global water sector held in Bilbao, Spain.
- **XXVI ANDESCO Sectoral Congress**, Colombia's main public services event.
- **AEDyR Conference**, a conference on the challenges of water and energy in Colombia.
- **ANEAS 2024 Convention and Expo**, the most important water and sanitation event in Latin America, held in Mexico.

• 8.5 Global engagement

We recognise the importance of our social responsibility and contribute to projects that have a positive impact on the communities in which we operate. Water is fundamental to development and can be a driver of change for a fairer society.

In addition to offering solutions to guarantee access to water in all countries, we promote actions that generate a positive impact on communities and the people who live there. And we do this in each territory - large municipality or small town - through alliances with the social and cultural fabric that energises these environments.

Main lines of action of our programmes and initiatives with communities			
Social	Environment	Culture	Sport

Social investment by axis	2024	
	€	%
SPORTS	428.186	8%
IMAGE, COMMUNICATION AND STAKEHOLDER DIALOGUE	4.218.239	76%
AWARENESS RAISING, ENVIRONMENTAL EDUCATION	201.011	4%
CULTURE	459.572	8%
SOCIAL	257.384	5%
Total	5.564.393	100%

Some of the initiatives carried out in each axis during 2024 were the following:



Social

We work in coordination with the Colombian National Army in the distribution of water to alleviate the shortage caused by "El Niño" in the department of La Guajira. In 2024, we delivered 42,000 litres of water to the Bello Sur neighbourhood in Riohacha, where most of the inhabitants have difficulties in obtaining water through distribution networks due to the topographical conditions of the sector.

Winds of almost 130 km/h, heavy rain and storm surges hit the Houston area in the second week of July, where our company, MDS (Municipal District Services), serves 350,000 inhabitants. Our teams' prevention efforts and swift subsequent action restored services in record time, despite the power outages that affected more than 2.7 million people.

For the second year we have collaborated with the organisation **Best Buddies Colombia, dedicated to offering training to people with intellectual disabilities.** The Christmas campaign facilitated the employability of XX people thanks to the training provided

The Jaén service collaborates with the Asociación Jienense de Atención a Personas con Parálisis Cerebral (ASPACE), in the creation of the annual calendar published by this non-profit organisation. The sale of this calendar raises funds that allow the association to continue providing its services.

The **Employment Service of the Colombian Ministry of Labour**, within its policy of labour inclusion for victims of the armed conflict and other populations, has recognised the commitment of the Aqualia service in Riohacha (La Guajira), which has collaborated with actions to mitigate labour barriers in segments of the population that do not have easy access to work.

For yet another year, we launched the educational platform where we developed our traditional digital competition and in which we received more than 9,000 entries and provided more than 5,300 hours of training. The **Aquaventura** educational project has trained nearly 300,000 schoolchildren since its launch in 2002. The main mission of this project is to educate from childhood so that the future society acquires greater sensitivity and awareness of the

importance of caring for the environment and the great value of efficient management of the integral water cycle.

Caltaqua, the Aqualia subsidiary that operates in the Sicilian province of Caltanissetta, has developed an interesting educational tool with the intention of raising awareness among children and young people and, through them, society as a whole, of the importance of the correct use of water supply and sanitation. The "Aqualia Educational Notebook" explains, in a simple and playful way, the process that water follows from the moment it is collected until it is returned to the natural environment.

Donation to the Pablo Ugarte association dedicated to child cancer research. Through the women who are developing this year's training programme for women with high potential, we made a donation and promoted a race organised by the association in Colmenar Viejo, Madrid.

In the Czech Republic, the quality of drinking water in the areas supplied by our Czech subsidiary SmVak was not affected by the **extreme flooding in Ostrava**. The effective response to this crisis situation has allowed us not only to minimise the impact of our own activity on the environment, but also to take on wastewater and other compounds from facilities that were taken out of service during the episode.

In the United States, in the face of the enormous damage caused by Hurricane Beryl, our MDS team managed to restore water services within 48 hours in Houston, where we served 350,000 inhabitants.

In the Czech Republic, hundreds of pupils from primary schools in Silesia took part in the 18th edition of the "Fair of Chemistry and other Sciences", organised by the Czech Chemical Society and the University of Ostrava.

We joined the campaign, **"Give your trainers a second life, score a goal against inequality!"**, of the organisation, Football for Equality, which aims to give trainers a new chance and take them to disadvantaged communities in Rio de Janeiro, Brazil. Our office in Sóller (Mallorca) acted as a collection point.



For Aqualia, people are essential, which is why, this year, in the Christmas Campaign, **Compartamosloesencial.com** has asked people to share words that define the essence of Christmas. Thanks to the participation of hundreds of people, we wanted to help in the reconstruction of Albal, a Valencian municipality badly damaged by the DANA, through the Public Space and Mobility Recovery Plan.

Donation of 500 school kits in vulnerable areas of the municipalities of Tuchín, Chimá, Planeta Rica in Colombia.

Donation of a vehicle for the development of the activity of the Jerez Solidarity Initiative Association (ISOJE), dedicated to the distribution of food to families.

Thanks to the IFM grant for the year 2023 to the Galician Asperger's Association, they have developed during the year 2024, a study of energy optimisation and hydraulic modelling of the Vigo estuary.

Collaboration with the Proyecto Hombre association in Almeria with a grant for the reintegration of people with addiction problems into the labour market.

Participation in races organised by the Spanish Cancer Association.

Collaboration with the Alzheimer's Association in Cortegana (Huelva).

Our contribution to the social development of communities in the Colombian territory

Colombia is a privileged place in terms of biodiversity and water sources. These resources, which are not distributed equitably, cause problems of safe access in many communities. According to recent data, around 10% of the rural population has no access to safe drinking water. In addition, pollution and climate change have aggravated the availability of this resource in recent years. In this context, water management determines the way of life and progress for thousands of people.

Since our arrival in the country, we have taken on the provision of services in municipalities with problems of access to drinking water. In these municipalities, we are committed to community

participation so that the communities themselves are the ones to champion the importance of good water management. To this end, we have developed work programmes and awareness-raising and education initiatives.

Our social impact results in improved public health and quality of life for the inhabitants of these communities. There is more coverage, better water quality, and improved health and safety conditions for workers. We have also facilitated payment processes, expanded channels and improved telephone service. Beyond this, we developed awareness campaigns on social issues such as equality, the fight against gender violence and the prevention of breast cancer.

For us, social management involves, firstly, getting to know the situation in depth, and then involving the members of the community in everything we do. This approach is based on direct listening and dialogue through initiatives such as **Aqualia al Barrio**, with days in which we listen to the user to offer an appropriate solution, or the **Open Doors** programme, with visits by students, personalities from the region and members of the community to the water treatment plants.

In addition, in 2024 we have managed to impact 12,789 people throughout Colombia through 578 workshops in public and private educational institutions, addressing issues related to environmental sustainability, care for ecosystems, recycling and the integral water cycle. We have also planted 508 trees and trained nearly 400 community leaders in sustainable practices. Another important initiative is the Children's Digital Drawing Contest, in which 6,000 children from all over the country have participated, with the outstanding involvement of the Familia de Nazareth Educational Institution in Riohacha.

The combination of these efforts has generated positive change in the communities reached, and has demonstrated that education and leadership are the way to face the environmental challenges of the present and the future. With the example of social impact achieved in Colombia through action on the ground and community participation, we are starting to work in Mexico with the aim of improving the living conditions of the population through access to water.

Environment

- **Sosteniblómetro**, Aqualia's test that helps citizens to evaluate their sustainable behaviour.

- Given the drought situation in several areas of the planet, 2024 has been an intense year for **raising awareness about responsible use of water and sanitation**. In addition to campaigns in favour of responsible consumption in different municipalities in Spain, Colombia and Italy, we have carried out a corporate campaign through our website and social networks.
- In both Spain and Colombia we have carried out several tree planting initiatives and initiatives to care for natural ecosystems, accompanied by environmental awareness-raising messages.
- In collaboration with the Lepe Environmental Centre, all the town's educational centres will develop awareness-raising activities on the integral water cycle in the centre.
- For **World Water Day, we have launched** activities such as open days at water treatment and purification plants, water tasting, the Sosteniblometer challenge and activities for schoolchildren. We also presented the spot "[Sustainable natives of integrated water management](#)", where we asked artificial intelligence to imagine a world without water.
- **Water routes in Granadilla de Abona (Sta. Cruz de Tenerife)**. Pupils in 5th and 6th grades of primary school in this town took part in a two-and-a-half hour walking route with the aim of promoting the sustainable use of water and care for the environment.

Culture

In 2024, we have carried out numerous small partnerships in the municipalities and cities where we carry out water management and sanitation activities. Thanks to these collaborations with cultural associations, events are developed that contribute to preserving the customs and culture of an area. Some of them were:

- **Collaboration with the Semana de la Cultura**, organised by the Asociación del Cine y el Arte de Novelda (ACAN) for the celebration of the Novelda Film Festival (Alicante, Spain).

- **Together with the Agrupació Artística Musical de Dénia**, we are carrying out a project that aims to raise awareness of the integral water cycle and to discover the different ecosystems through music.
- **We sponsor the XXI International Street Art Festival Mueca in Puerto de la Cruz (Santa Cruz de Tenerife)**, an event that mixes culture, art and history of the city, with performances by national and international artists.
- **Other activities:**
 - Sponsorships Ópera de Oviedo
 - Cadaqués Music Festival (Girona)
 - Taoro Summers in Puerto de la Cruz
 - Phe Festival, also in Puerto de la Cruz, dedicated mainly to music.
 - Collaboration with Parc Aux Etoiles Nesles la Vallée festival (France)
 - Collaboration in the Spanish culture festival held in the Brno Region (Czech Republic).
 - Collaboration with the Flamenco Festival in Olomuc (Czech Republic)
 - Support to the Sinú Cultural Festival in Lorica (Colombia)

Sport

We reaffirm our support for sport as an activity that plays an important role in promoting effort, teamwork and respect. All of which are fundamental values for a better society and healthier communities.

We work with local teams in all types of non-professional sports in the cities of the countries where we manage the integrated water cycle. Thanks to this collaboration, many small clubs are able to maintain their activity. Some of the activities carried out in 2024 were:

- **Sponsorship of the Women Cycling Costa de Almeria (Spain)**, a women's cycling race
- **Participation in the Triathlon of Spain Championship of medium and long distance and the T100 in Ibiza** with the installation of water recharging points and tanks of 1,000 to reduce plastic waste

- **1st edition of the Carrera de las Empresas de Tenerife (Spain).** For every participant who signs up, we have committed to donate a financial contribution to the work of the Diario de Avisos Foundation in the prevention, research and treatment of cancer.
- **We sponsored a hole of the VII Pingüino Golf 2024 Tournament,** a charity sporting event in favour of the Spanish Association Against Cancer in Huelva.
- **Sponsorship of the Real Fundación football team in support of youth and sport (Magdalena, Colombia),** with the delivery of 30 sports equipment.
- Participation of employees of the Czech subsidiary in a solidarity walk whereby the company pledged to transform each participation into money for the treatment of a disabled child.

Participation in the **11th edition of the "Trail Solidari Ciutat d'Alcoi" (Alicante, Spain),** a 23 km run whose funds go to the fight against cancer.

- **Other activities**
 - Sports schools in Caravaca de la Cruz (Murcia)
 - The Club Ciclismo Vicenç Reynés de Sóller (Mallorca), the "La Pera Run de Albatàrrec (Lleida), the Carrera de la Mujer de Quel (La Rioja) and the Club de Bàsquet Puig d'en Valls de Santa Eulària des Riu (Ibiza).
 - Sponsorship of the Spanish Women's Cycling Cup in the Bajo Andarax region.
 - Race for Diversity "Los Palomos" in Badajoz
 - Participation in the Women's Race in different cities
 - Rimini Sailing Championships 2024
 - The people who make up the Aqualia team and who provide services at the El Realito water treatment plant (San Luis Potosí, Mexico) have taken part in the "XXXVIII BMW Tangamanga International Marathon".
 - Collaboration with the Talavera de la Reina Chess Club.

• **8.6 Prizes and awards**



Values of Excellence 2024" award for our contribution to development in Andalusia as a company with extensive experience, consolidated and of maximum reference in the sector, specialising in water cycle management, committed to innovation and the circular economy at an international level.

Awarded in the "ESG Environmental Commitment" category at the VII Dircom Ramón del Corral Awards of the Association of Communication Managers (Dircom) for "Aquaventura", an educational programme with which we have trained nearly 300,000 schoolchildren since 2002.

"Can you imagine a world without water?", Aqualia's AI-generated video, **chosen as a success story in the XXVIII Dircom Communication Yearbook.**

Aqualia in Lleida recognised by **"Lleida en Verd Companies"** for its commitment to the environment and sustainability.

The Mar de Alborán desalination plant receives the "Apuesta por Andalucía" award at **the 22nd Andalucía Económica Awards.**

Efficient Water Management Award at the II Next Spain Awards for our leadership in water management.

Finalists for the Andesco Sustainability Award 2024 of the National Association of Public Utilities and Communications Companies (Andesco) in Colombia.

Presentation of the Salamanca service at the **European Benchmarking Cooperation** - together with 45 operators from 18 countries - as a model of excellence and improvement in water management

Recognition to **AqualiaMACE**, a consortium formed by Aqualia and the Emirati group MACE Contractors **for its commitment to sustainability (United Arab Emirates).**

9. Compliance

• 9.1 Overall structure at the service of water

Our governance bodies are responsible for this foundational action that makes everything else possible. They are the ones who lead the good performance of the company and establish an ethical business culture among all its members and in all countries.

The highest governing body is the **Board of Directors**, made up of directors representing FCC's 51 % shareholding and IFM's 49 % shareholding.

As the highest representative and administrative body of the company, and for optimal global governance, the **Board of Directors** delegates its functions to the **Chief Executive Officer**.

The Chief Executive Officer, together with the **Management Committee**, manages and deals with more specific issues through various committees: **Compliance Committee**, **Information Technology Committee**, **Management Systems Committee**, **Innovation Committee** and **Coordination Committee**.

The Coordination Committee deals transversally with the different areas of sustainability - social, environmental and governance - where we operate. This integration of ESG aspects in every decision taken by the teams ensures the creation of long-term value and conscious leadership in the development of all our activities.

The Regulatory Compliance Committee⁸ is a collegiate body to which the **Board of Directors** has attributed the function of promoting an ethical culture throughout the organisation and ensuring both internal and external regulatory and regulatory compliance. To this end, it oversees and supervises the ethics and compliance programmes, as well as the **Code of Ethics and**

⁸ The Regulatory Compliance Committee is a body made up of the *Chief Compliance Officer*, the Director of People and Culture and the Legal Director. It reports to the Delegate Compliance Committee (delegated committee of the Board of Directors) through the *Chief Compliance Officer*.

Conduct, policies, standards, procedures and controls for the prevention of unlawful conduct. In addition, the Regulatory Compliance Committee is responsible for ensuring that the **Compliance Model** is periodically reviewed and updated in accordance with current legislation, international standards and the company's internal regulations.

The Regulatory Compliance Department is responsible for ensuring that the organisation operates with integrity and responsibility, i.e. in accordance with the legal and regulatory framework in force, and with the organisation's values and ethical principles.

With regard to ESG issues, the **Strategic Development and Sustainability Department** is responsible for involving all areas of the company in the responsible governance of the company, focusing on sustainable development that respects natural resources and people.

Organisation chart Steering Committee

Santiago Lafuente, CEO
Isidoro Marbán, Economics & Finance
Carmen Rodríguez, People and Culture
Elena Barroso, Legal Adviser
Juan Pablo Merino, Communications, Brand & Public Affairs
Lucas Díaz, Spain Area
José Miguel Janices, Europe and America Area
José Enrique Bofill, Africa and Asia Area
Pedro Rodríguez, Strategic Development and Sustainability
Rocío Santiago, Studies and Operations
Miguel Perea, Customer Management and I.T.

• 9.2 Compliance model

98 % Aqualia-owned companies
with a Compliance Model in
place⁹

93% of companies controlled by
Aqualia with an implemented
business model¹⁰

The **Compliance Model** is related to the way we do things at Aqualia. With an ethical culture that permeates our decisions and actions at all levels and in all the territories in which we operate. Thus, it covers both regulatory compliance and the principles and values that underpin our [Code of Ethics and Conduct](#).

Since 2018, we have been integrating the Compliance Model in the company as an ally to achieve the objectives of the different business areas. This model also contributes, through the identification of risks and the implementation of due diligence and due control procedures, to shaping fairer and more humane societies in the countries where we operate.

At Aqualia, we not only work on the implementation of the Compliance Model in all the companies over which we have operational control, but we also promote it in all the companies and *joint ventures* in which we participate. In these companies, we have implemented controls as a preventive measure to mitigate corruption risks such as bribery, corruption in business, influence peddling, fraud, illegal financing of political parties, embezzlement, alteration of prices in tenders and auctions and money laundering.

● 9.3 Compliance policies and procedures

In 2024, five years after its implementation, the structure and content of the FCC Group's Compliance Model have been reviewed by an external reviewer. This work has concluded that the Compliance Model is designed in accordance with the main risk management and compliance standards, although certain areas for improvement have been identified in the process. These aspects have led the Board of Directors to approve a **new Compliance Policy** and the **Compliance Committee Regulations**, as well as to update the following policies and procedures:

⁹ 40 owned companies in 2024 considering active companies and employees.

¹⁰ 28 controlled companies.

- [Code of Ethics and Conduct](#)
- Crime Prevention Manual
- [Anti-Corruption Policy](#)
- Internal Information System Policy
- Internal Information System Procedure
- Internal Investigations Protocol.

With regard to the procedures with implications for the Compliance Model, the compliance risk analysis procedure has also been updated to adapt it to the different jurisdictions where we operate.

• **9.4 Ethical Channel**

At Aqualia, we have an [Ethics Channel](#) that is accessible to all our stakeholders and where we receive any type of alert or notification. These notifications are evaluated by the **Compliance Committee**, which takes the necessary measures to resolve them or, alternatively, files them for the record. All notifications corresponding to Aqualia received in the **Ethical Channel** are transmitted to the **Regulatory Compliance Department**, which is the body responsible for following them up.

Up to 31 December 2023, a total of 77 communications have been received through the Ethics Channel, addressing various labour issues (17%), customer management (25%), conflict of interest (1%), misuse of company resources (1%), harassment (3%), internal fraud (1%), and other issues such as technical management, works management and organisational issues for a total of 1%.

It is important to note that 51% of the communications were considered not relevant, as they were customer queries or complaints that should be handled through **Aqualia Contact** or for other reasons were not considered relevant as alerts in the context of the **Ethical Channel**.

When analysing the distribution by country, 70% of the communications refer to the activity in Spain, 14% to Portugal, 10% to Colombia, 4% to Saudi Arabia and 1% to the United Arab Emirates. These data show that the Ethical Channel is increasingly known and used in the international jurisdictions in which Aqualia operates.

Alerts classified as high or medium risk are subjected to a detailed analysis. If necessary, an investigation is launched to clarify the facts, and an action plan is implemented to improve internal control, thus ensuring an adequate response to the risks identified.

● 9.5. Actions taken in the area of compliance

At Aqualia, we dedicate significant efforts to extending the Compliance Model to the countries in which we are present. To this end, we implement different measures and, thanks to them, in 2024 we have reached 96% implementation of the ethical and transparent management model in the company.

In **Colombia**, the company has approved the SAGRILAF (prevention of money laundering) and PTEE (transparency and ethics) programmes for the company Aqualia Riohacha, based on the Aqualia Compliance Model. In 2024 we also continued to promote the implementation of a Compliance Model in the companies in which we participate without having operational control. In particular, we have worked on continuing to provide compliance models to the joint ventures in which we share ownership with different Spanish public administrations.

We have also worked intensively on the international expansion of the compliance function through local *compliance officers*. It is worth highlighting the appointment of a *compliance officer* for Aqualia's activity in **Georgia** and another for the activity in the **United Arab Emirates, Oman, Qatar** and **Egypt**, as well as the appointment of a *compliance* coordinator for the activity in **France**.

With respect to the companies located in **Mexico** and **Portugal**, during 2024 work has been carried out to identify and analyse the criminal risks applicable in each jurisdiction, so that we

now have a specific risk analysis. With this analysis as a basis, the relevant action plans have been established to manage these risks.

Similarly, another important activity in the past year has been the implementation of a **supplier compliance approval system** in the companies in **Portugal**, the **Czech Republic**, **Saudi Arabia** and **Georgia**.

Finally, in the third line of defence, FCC's Internal Audit Department has carried out the annual review of the **Compliance Model** to verify the continuous evolution of the **Compliance Management System** within Aqualia. This joint effort reflects the commitment to maintain and strengthen ethical and compliance standards in all the company's operations.

● 9.6 Risk assessment and control system

Within this area of risk assessment and control systems, in 2024 we continued to update the analysis of criminal risks in **Spain** and SAGRILAF risks, corruption and transnational bribery in **Colombia**. In addition, during the past year we have developed a specific risk analysis in both **Mexico** and Portugal. In both countries we have moved from an anti-corruption scope to include crimes that could entail liability for companies in these jurisdictions.

In response to the introduction in the legal system of new crimes with liability for companies, we have updated the risk analysis for Aqualia's activity in **Spain, Italy** and **Colombia**. These new offences include the use of non-cash payment instruments, as well as offences against cultural and landscape heritage in Italy, and animal abuse in Spain.

Similarly, two self-assessments of the implementation of controls have been carried out by control and process owners. These assessments have not only provided valuable information on the level of implementation of existing controls, but have also yielded suggestions for possible improvements. In fact, based on the information provided by the control owners, the **Regulatory Compliance Department** carries out an analysis which it passes on to the process owners with the aim of establishing a work plan on the deficiencies and opportunities for improvement detected.

The monitoring of controls carried out by the Regulatory Compliance Department, Aqualia's second line of defence, has acquired special relevance in risk mitigation. Thus, in 2024, the processes identified in our activity were analysed by sampling evidence that supports the implementation of controls. This approach has allowed us to evaluate both the design of the controls and the effectiveness of their execution and the robustness of the existing evidence. In cases where areas for improvement have been detected, action plans have been proposed to strengthen controls and work on the continuous improvement of the Compliance System.

In 2024, the implementation of 43 controls by more than 308 control owners was examined. In this evaluation, a strengthening in the execution of controls and in the evidence of their implementation has been observed. In addition, the storage of this evidence has been improved to make it more accessible to the different areas of the organisation in charge of its execution, verification, supervision and audit.

• 9.7 Compliance training

IN 2024, 100 % OF THE MEMBERS OF THE GOVERNING BODY AND 9,100 EMPLOYEES WERE INFORMED ABOUT THE COMPANY'S POLICIES AND PROCEDURES ON CORRUPTION (64.5 % OF THE TOTAL) AND 5,258 WERE TRAINED IN THIS AREA (37.3 %).

The major milestone of 2024 was the launch of online training on conflicts of interest in **Spain, Czech Republic, Italy, Portugal, France, Colombia, Mexico, Peru, Chile, Saudi Arabia, United Arab Emirates** and **Egypt**. This training has been adapted and translated into the languages of these countries to inform staff of the situations that may generate a conflict of interest and to explain the organisation's protocol for its communication and management. In all these countries, in accordance with the characteristics of the jobs, staff have been trained to identify and resolve the different types of conflicts of interest.

addition, new employees joining the company receive training on the [Code of Ethics and Conduct](#) and, depending on their positions, on international standards to prevent corruption offences and their concrete application in the organisation.

In **Colombia**, specific training was provided on the SAGRILAF money laundering prevention systems and on transparency and ethics in PTEE, as well as in **Georgia, the United Arab Emirates and Oman**, where the [Code of Ethics and Conduct](#) and corporate policies were implemented. In **Italy**, teams were trained to update the Organisation and Management Model based on Legislative Decree 231/2001.

Beyond one-off training sessions, our commitment is aimed at **continually raising awareness** among the workforce. Thus, in 2024 we continued to disseminate awareness-raising videos and *compliance tips* with messages on the culture of compliance, the functioning of the [Ethics Channel](#), the protocol for the prevention and eradication of harassment, the importance of proper evidence management and ethical commitment in the daily practice of employees.

● 9.8 Responsible taxation

At Aqualia, we comply with the tax regulations of all the jurisdictions of the countries in which we operate, following the same tax governance and control frameworks established by the FCC Group. In addition, the company adheres to the **Code of Good Tax Practices of the Ministry of Finance** of the Government of Spain, which establishes the principles of transparency and mutual trust, as well as good faith and loyalty between the parties, so as to ensure a more effective relationship without legal uncertainty.

In addition, and with the aim of minimising the risks arising from tax breaches, the FCC Group has its own **Code of Tax Conduct**, which is mandatory for all persons linked to any company in the group. In the event of becoming aware of any inappropriate practice in tax matters, our stakeholders can turn to the **Ethics Channel**

● 9.9 Responsible supply chain

GoSupply, a new supplier approval platform	ESG supplier course	ESG Assessment Model for strategic and critical suppliers
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We cannot conceive of our contribution to a fairer, more inclusive and regenerative economy without a supply chain that shares this vision. A requirement that is being driven by the new regulations - with the Due Diligence Directive as a standard - and the demands of our stakeholders, and which Aqualia is taking on through commitment and action. Together with our suppliers, we are creating transparent and trusting relationships that benefit the company and society as a whole.

To generate and consolidate these links, the first step is to involve suppliers in our values. When we sign a contract, these companies undertake to accept and comply with our [Code of Ethics and Conduct](#) and [Anti-Corruption Policy](#), as well as to share this commitment with their staff, subcontractors and, in general, any third party with whom they have any kind of legal relationship, within the framework that links them to us as suppliers of goods or service providers.

As the backbone of our commitment, the **Aqualia 2024-2026 Strategic Sustainability Plan** aims to transfer our culture, ethical values and *compliance* to the supply chain. To this end, we are developing a series of actions aimed at implementing good governance in our suppliers throughout the entire value chain.

Choice of suppliers

We are convinced that every purchasing decision, every choice of supplier is an opportunity to promote the circular economy and the local fabric. That is why we prioritise business relationships that have a positive impact on the environment and people. We cultivate relationships based on trust, respect and closeness, and a way of procuring goods and services with the lowest possible risk and always based on transparency, ethics and honesty.

The performance of our suppliers determines our own business objectives. They can help us to reduce the consumption of natural resources, to avoid wasting raw materials, to reduce the waste generated, etc. For our part, we care about the working conditions of their employees and promote local employment (99% of our suppliers are local in the countries where we are present).

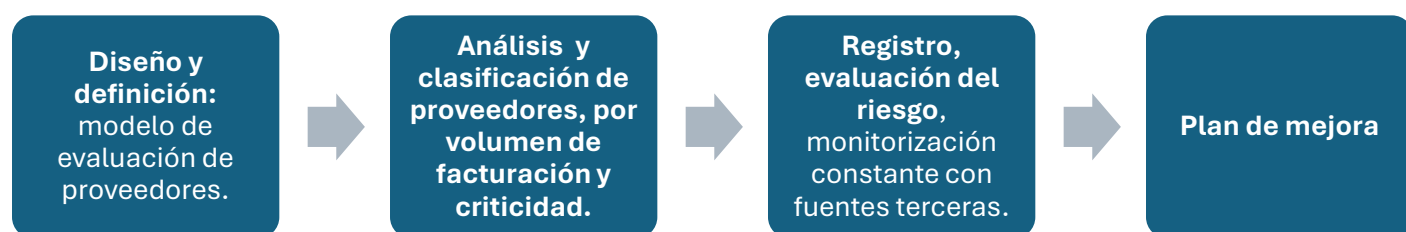
At the end of December 2024, Aqualia had 17,976 suppliers, of which 17,724 are local and 252 are global.

GoSupply, a new supplier approval platform

In order to mitigate the risks associated with our commercial relationships¹¹ and create an environment of mutual trust, we have a supplier approval system that allows us to select the most suitable suppliers according to our standards of demand and quality. In 2024, we worked on the implementation and start-up of a **new, more active supplier approval platform** that includes more risk analysis. The platform is already available in **Spain** and **Colombia**¹², and we plan to extend it to the rest of the countries where we are present.

The supplier approval process consists of a study of possible risks associated with the information provided by each supplier. In order to be considered as eligible suppliers, they must duly complete their registration on the platform. Once this registration has been completed, the supplier declares that they have read and agree to comply with our [Code of Ethics and Conduct](#) and our [Anti-Corruption Policy](#).

Stages of the supplier approval process



Approvable suppliers must respond to a number of issues, including social, environmental and governance criteria:

Financial

¹¹ It refers to legal, health and safety, operational, financial, etc. risks.

¹² We have started with the implementation of this new platform in these countries as they are the two countries with the highest business volume (Spain) and exposure to risk (Colombia), but it will be implemented progressively in all the countries where we are present as long as its implementation is feasible in these other countries (otherwise alternatives will be sought with local platforms that have experience in the legislation of each country).

- Information concerning the financial situation: balance sheet, ratios, dependency risk.

Operational

- Certificates and quality management systems. Occupational risk prevention management systems. Performance.

Compliance

- **Compliance:** own code of ethics and acceptance of our [Code of Ethics and Conduct](#), criminal prevention model, whistle-blowing channel, existence of a *compliance officer*, policies for the prevention of money laundering and terrorist financing and sanctions or convictions for corruption, bribery or influence peddling.

ASG

- **Environmental:** certificates and environmental management systems. Environmental policy. Adaptation to climate change. Identification of risks and greenhouse gas action plans. Carbon footprint. Pollution. Measures Biodiversity and ecosystems. Use of resources and circular economy.
- **Social:** management of human capital, own staff, working conditions. Reconciliation policies. Equal treatment and opportunities. Inclusion, equality and diversity policies. Talent management. Working conditions of workers in the value chain.
- **Governance:** corporate social responsibility, declaration of respect for human rights, anti-discrimination policy, adherence to the Global Compact, certification of ethical/social management system, sanctions or legal proceedings for human rights violations.

Cybersecurity

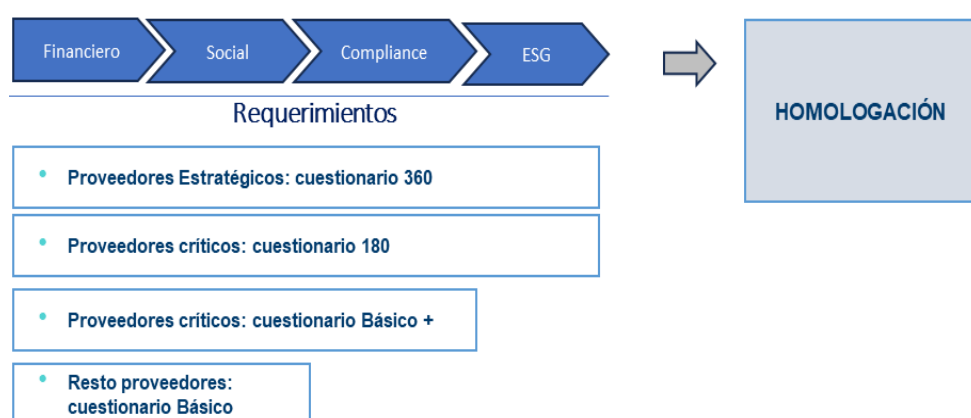
- **Data protection:** existence of a data protection officer, data breach notification procedure, security breaches, risk analysis and security measures, sanctions received and open cybersecurity sanctioning procedures, employee privacy and support to local communities.

Other risks external sources

- Geopolitical risk
- Natural disasters

The evaluation of the suppliers selected with the new platform is segmented into four different types according to strategic and/or risk criteria in ORP:

- **Strategic/360°**: strategic suppliers. An extended questionnaire and evidence of financial, sustainability, health and safety, and *compliance* information is required. They are permanently evaluated and monitored against third party sources.
- **Strategic/180th**: critical suppliers. Suppliers of hazardous activities and recurring suppliers with high turnover in recent years. An extended questionnaire is required, but with a smaller volume of documentary evidence.
- **Core +**: core suppliers that by their nature require a basic analysis from a *compliance* point of view.
- **Core**: for medium and low risk suppliers, which ensures their adherence to the declaration of compliance with the main ethical, legal, fiscal, organisational, health and safety criteria.



In addition, depending on the risk determined by the Compliance area, enhanced due diligence may be required with some suppliers to verify the warning signs that may have arisen during approval. Based on the conclusions obtained from the due diligence, the Purchases department decides whether or not the supplier should be approved and under what conditions, establishing preventive or corrective measures if necessary.

ESG Assessment Model for strategic and critical suppliers

At Aqualia, beyond regulatory compliance, we transfer our commitment to the main ESG criteria to our supply chain.

The ESG assessment for strategic and critical suppliers allows us to evaluate our suppliers through questionnaires and documentation around three fundamental sustainability axes aligned with our vision: environmental, social and governance. The factors evaluated are:

Environmental	Social	Governance
<ul style="list-style-type: none"> • Environmental Policy • Documented and/or certified environmental management system • Greenhouse gas calculation • Measures for good management of water use • Resource use and circular economy 	<ul style="list-style-type: none"> • Documented/certified quality system • Documented health and safety management system • Ensures that the procurement procedure is fair • The company has a policy that promotes equality and diversity. 	<ul style="list-style-type: none"> • Business conduct • Company culture • Policies • Social responsibility and ethics • Ethics and corruption • Complaints channel

Due diligence with third parties

During the year 2024, the analysis of the third parties with which the company has relations has continued and those third parties with which it continues to maintain relations have been reviewed, depending on the risk obtained in the initial assessment. Depending on whether the initial risk determined was low, medium or high, the analysis is reviewed every three years, two years or annually, respectively. The objective is to monitor possible changes in the level of risk and, if necessary, to strengthen the mitigation plans with these third parties to ensure compliance and reduce Aqualia's exposure to risk.

By the end of 2024, we have received a total of 92 internal requests to analyse a total of 100 third parties.

According to the final assessment reports issued by Compliance management, 11% of third parties have been classified as high risk, 56% as medium risk and 33% as low risk. Based on these risk levels, mitigation measures are implemented and monitored to ensure the correct implementation of these measures.

First ESG online training for suppliers

Aware that ESG requirements are a major challenge for many small and medium-sized companies, at Aqualia we support our suppliers with information and resources. As part of this training effort, in 2024 we wanted to go a step further and we launched the first online training on ESG aspects for our supply chain. The aim was for these companies to learn about and begin to apply these criteria in their daily management.

This training is not only training, it is also a process of active listening that has allowed us to get to know the reality of each supplier and understand their real needs, while sharing with them our vision and ambition in sustainability.

Aimed at 365 suppliers in Spain selected for having a turnover of more than €50M in the last three years, the course provided a general introduction to ESG criteria, and was divided into three modules:

- General concepts of Aqualia's sustainability and our Code of Ethics.
- Module 2. Carbon Footprint.
- Human Rights and Justice, Equity, Diversity and Inclusion (JEDI).

The training process has been a learning experience for both us and our suppliers, providing valuable data and lessons for future initiatives that will enable us to continue to strengthen our value chain towards more comprehensive and effective sustainability.

Sustainable procurement certifications

In 2024, the FCC Group's purchasing management system (shared by Aqualia) achieved two certifications issued by the Spanish Association of Purchasing, Contracting and Procurement Professionals (AERCE):

- UNE 15896, Value-added Purchasing Management
- ISO 20400 Sustainable procurement

10. Technology, digitisation and cybersecurity

Technology is so important to us that it constitutes the **second strategic line of** the Aqualia 2024-2026 Strategic Sustainability Plan: Technology for integrated management. In this line, we are developing projects to promote digitalisation throughout the entire water cycle and to achieve a technology that allows us to manage resources more efficiently and sustainably.

This digital and technological transformation - parallel to that of the global economy - will facilitate strategic decision-making, and is generating a change in the company's culture, in search of new resources and processes.

• 10.1 Real-time data-driven water management

Proper management of water services is fundamental to the progress of societies and, with the current drought problems, water planning and efficiency become even more important. Thus, data analysis helps us to reduce unregistered water and increase water efficiency. In many areas, in fact, the future lies in the search for strategic alternatives such as reclaimed or desalinated water.

On this future horizon - and already in the present as well - digitalisation plays a key role. At Aqualia, we are committed to it and we use various technological tools and robots to obtain data that increase the efficiency of our operations. In 2024, Aqualia increased its investment in digitalisation by 10.6% compared to 2023. This data endorses our commitment to the smart management of the water cycle.

Based on this conviction, we created **Aqualia Live**, a tool designed by people "from water and for water", which covers all the processes of the integral water cycle. Aqualia Live integrates *big data*, *cloud computing* and smart management. These technologies evolve traditional computing capacity and facilitate the processing of large volumes of information for intelligent management.

- **The management and storage of data in *big data* systems** makes it possible to reduce response times and access to information, as well as to integrate a single database that brings together all the information to which the different management programmes and modules have access, with the aim of being able to carry out cross-analysis of data from different sources (internal and external) and to better understand the water cycle and be able to make informed decisions based on the data in order to become a *data-driven company*.
- **Cloud processing** allows for better scaling of solutions that can flexibly increase capacities in the face of increased demands. In addition, it helps to optimise performance in the countries where we are present and considerably improves the latency and performance of the **Aqualia Live** platform.
- **Intelligent management, artificial intelligence and *machine learning*** favour the automation of processes, as well as the prediction and prevention of risks thanks to the speed at which these algorithms are able to analyse a huge amount of data and the learning that the algorithms extract from these analyses.

Through these technologies, we provide our staff with the necessary tools to carry out their daily work in the most efficient way and thus guarantee citizens access to water. At the same time, for our institutional and/or external clients, controlled access via the internet to some of **Aqualia Live**'s functionalities facilitates direct access and consultation of data. A way to advance in the transparency of the management and status of their assets.

The integration of the different platforms in Aqualia Live involves the interconnection of these and, therefore, of the different devices and sensors through the network. This facilitates the collection of data in real time from different points and a more efficient and integrated management of the cycle in each area.



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Aqualia Live is made up of a series of modules that are made available to customers and that allow them to manage all areas of the complete water cycle, as well as communication with all levels of control and supervision of the cycle .¹³

Main pillars of digitisation

In order to respond to the requirements of communication, transparency, water audits and support of the European Directive 2020/2184, the use and implementation of the systems we have developed for the efficient management of the water cycle is of particular importance.

Integrated Operations Centre (IOC.)	Geographic Environment Organization (GEO.)	Supervision, Control and Data Acquisition (SCA.)	Aqualia Water Analytics (aWA.)
Global Asset, Maintenance, Work Order and Procurement Management (NOW.)	Aqualia Laboratory (LAB.)	Customer Aqualia Contact (CAC)	Reporting systems and descriptive business analytics (AQ360.)

Investment in digital transformation (in €)	2024	2023	2022
Geographic Environment Organization (GEO.)	409.642	353.625	265.831
Aqualia Water Analytics (aWA.)	1.481.554	1.415.328	1.581.509
Global Asset, Maintenance, Work Order and Procurement Management (NOW.)	1.239.273	1.518.407	1.322.064
Customer Aqualia Contact (CAC)	3.324.102	2.928.776	2.157.540
Reporting systems and descriptive business analytics (AQ360.)	467.558	58.421	37.206
Be Aqualia	429.405	144.584	144.709
Tik	449.020	586.776	334.566
Aqualia Live	905.229	442.595	328.573
Water quality	322.954	274.070	275.182
Other	435.305	140.460	10.393.190
Telereading	9.183.009	8.995.964	-
Total	18.647.051	16.859.006	16.840.370

¹³ This digital transformation, currently being implemented in Spain, is expected to be extended to other countries.

IOC (Integrated Operations Centres for real-time knowledge). It water networks, incidents, issuing of work orders, assets, legal maintenance and meters in an integrated way, increasing network sensors and plant control. Thanks to these centres, it is possible to know what is happening in real time in each municipality and to identify alerts and act immediately. They also enable early detection of leaks and improve network performance. In 2024 we began operating our first IOC Integrated Operations Centre in Toledo, with the aim of deploying another six Integrated Operations Centres in Spain by 2025, which will result in a better quality of service to municipalities and, above all, to citizens.

GEO (Geographic Information System): control of the network at all times. It allows a survey of georeferenced network elements in order to be able to identify them and carry out a more precise hydraulic modelling of the network. This, combined with the volumes of water distributed, flow rates and pressures, reduces network failures, makes it possible to know the flow of water and provide the city with the water it needs at all times. It also optimises consumption to the maximum in areas where this resource is already scarce.

The **GEO-Geographic information System** is the basis of digitisation and the cornerstone of all knowledge of Aqualia's supply and sanitation networks. Focused on the daily operation of the same - together with the commercial system - it enhances the exploitation of the data, and allows us to simulate the hydraulic and future behaviour of the distribution systems integrated in **Aqualia Live**.

To this end, we have established a plan to improve the information contained in the GEO System, which has not only achieved an effective improvement in the quality of the data, the basis for starting to digitise the rest of the processes, but has also managed to increase the effective use in all production areas. With this plan we have increased the quality of the existing information in supply and sewerage, in line with the company's digitalisation strategy.

SCA: Scada for a connected world. It offers solutions to the needs of the integral water cycle, providing its users with the necessary tools for the operation of networks and any installation of the integral cycle. This tool, based on state-of-the-art technology, centralises all digital data collected from water plants and networks. It also makes it possible to customise the operating environment to adapt it to the particular management of each service. It implements the best

cybersecurity standards for a secure industrial environment and integrates with aWA to take advantage of the analytical environment.

AWA: water analytics for smart management. An analytical platform that collects and analyses large volumes of information to transform it into knowledge oriented towards intelligent decision-making. It encompasses the complete data cycle, from the capture of devices in real-time processing, enrichment and transformation, to the generation of business intelligence, allowing the automation of processes and integration with the rest of Aqualia's technological solutions. In addition, the technical services of institutional clients have access to the aWA tool through the Aqualia Live platform.

Aqualia Live aWA- Aqualia Water Analytics	2024	2023	2022
Digital meters for remote reading	543.016	347.416	207.529
Services working with <i>big data</i> and artificial intelligence (aWA)	71	45	42

In 2024, we continue to promote the implementation of integrated management in our customers through aWA, which unifies all processes and leads to an improvement in the quality of customer service by providing more information in services, such as the detection of consumption alerts or the communication of any anomaly that improves customer service. Notifications received by customers with remote metering meters correspond to:

- **Alert for possible leakage.** Notifies the customer of the detection of a possible anomalous consumption.
- **Unexpected consumption alert.** This notification is generated when consumption is detected based on the criteria defined by the customer.
- **24-hour non-consumption alert.** This notification is generated when no consumption is detected within 24 hours.
- **Alert for consumption that has exceeded the set limit.** In the mobile application, the customer can configure the generation of a warning alert when their daily consumption exceeds the limit they have set.

These notifications - for greater transparency and convenience in communication with the user - are sent via the **Aqualia Contact** mobile application and SMS. Citizens can also visit any of our customer service offices to consult this information in greater detail. The omnichannel approach is a principle that is always present in our service.

NOW: Global maintenance and supply management. It is responsible for the maintenance and asset management of the service and is integrated with the rest of the systems. Through its modules, it is possible to manage assets, plan and manage maintenance work, control warehouse *stock*, make material purchases or inventory. It should be noted that the dynamic assignment of work orders to the nearest qualified operator allows for the reduction or elimination of journeys, with the consequent savings in fuel and paper, as well as a reduction in CO₂ emissions. In addition, the system provides continuous geopositioning of the vehicle fleet, thus optimising both routes and the assignment of orders.

On the other hand, the platform provides information on operating and operational data at all times with a focus on effective maintenance management, the recording of legal compliance, work planning and integration with other areas. In 2024, we made great progress in the implementation and commissioning of a global tool in the facilities designated for this purpose, as well as in all drinking water reservoirs. In this way, we have ensured the control of cleaning and compliance with structural revisions. In total, the number of orders managed from the maintenance module has increased by 481%.

LAB: Aqualia Laboratory. Platform made up of several modules that manages all aspects related to water quality. Its main objective is the constant monitoring of water quality at sampling points and treatment systems to ensure that it complies with quality and safety standards.

AQ360: Reporting systems and descriptive business analytics. Balanced scorecard with the main executive business indicators for decision-making.

CAC: Technology to connect customers. Our commitment to excellence in customer service motivates us to develop our own innovative solutions in all processes and procedures. Always adapted to the needs of its users and following the best practices implemented in the sector.

- **Diversa.** Proprietary tool that carries out the commercial management of a service, covering with different modules all the processes related to customer and contract

management, supply points, contracting, management of readings and consumption, definition of tariff structures, billing, collection and management of unpaid bills, customer service, management of irregularities, electronic signature, operational reports and *reporting*.

- **Aqualiacontact.** Module that develops omnichannel communication with customers to offer a higher quality of information and autonomy when carrying out procedures. The main communication channels of this module are:
 - **Genesys Cloud telephony platform.** It is the Contact Centre that unifies the different channels¹⁴ and guarantees 24*7 service availability.
 - **Aqualiacontact mobile application and Aqualiacontact virtual office.** Tool integrated with commercial systems that provides customers with a global view of their contracts.
 - **X @aqualiacontact.** Customers can carry out different procedures

Beyond the development of Aqualia Live, one of the objectives of the **2024-2026 Strategic Sustainability Plan** focuses on promoting the use of electronic invoicing among our Aqualia customers, which in 2024 grew by 15% globally, with 11.4 million electronic invoices issued. And the number of customers with electronic invoices has also increased by 19%, to 1.7 million.

The Saudi Arabian team, which manages water and sanitation for more than 3 million Saudis in the northern regions of the Kingdom of Saudi Arabia, has developed a digital *dashboard* to analyse live the key processes of the customer management department. The tool, developed with PowerBI, provides a visualisation of the main incidents (high bills, distribution network breaks, meter leaks, floods or supply problems) and details them in terms of both volume and resolution time. This knowledge of the service is already being used for more agile and documented decision-making, in order to improve the quality of the service and, therefore, the satisfaction of our customers.

In the Czech Republic, users of our subsidiary SmVaK can now access a new simple, virtual tool to find out all the information on water quality. It is an interactive map, which covers the entire area where the company operates in the Moravian-Silesian region, and data from other supply

¹⁴ We are currently working on the implementation of a *contact centre* platform in the cloud, which will allow us to incorporate significant improvements in telephone customer services.

points will be added gradually. Drinking water production and quality are monitored in accordance with current legislation.

• **10.2 Digitisation projects through Next Generation funds**

Thanks to the public-private partnership model, we develop innovative proposals that result in the development and implementation of new technologies for sustainable water management.

During 2024 we continue the same strategy of consolidating our technological position by seeking public-private partnerships to help develop digitisation projects in collaboration with institutional customers, governments, municipalities.

The **first call of the PERTE** for the Digitalisation of the Urban Water Cycle, which was resolved in November 2023, has already awarded funds to 30 projects to improve the urban water cycle. Among them was the proposal presented in the province of Cádiz by Aqualia and Arcgisa (Agua y Residuos del Campo de Gibraltar, S.A.), the public service company owned by the Mancomunidad de Municipios del Campo de Gibraltar. Thanks to this project, 8 towns in **Campo de Gibraltar** and 273,811 inhabitants will benefit from a centralised water management system, which will lead to significant improvements in their catchment, supply, sewerage, discharge and treatment systems. The project has a total investment of 12.6 million euros, of which 7.7 million will come from the PERTE.

In December 2023, we submitted 12 digitisation projects through Next Generation funds, and were awarded four for an amount of €36m. The focus is not only on digitisation and flow control, but also on water/energy efficiency and transparency in water cycle management through various actions:

- **DIGITAL ISLAND, water balances, optimisation of resources and reserves in the Canary Islands** for 9.4 million euros, with an impact on 9 towns and 240,973 inhabitants.
- **REALWATER, digitising water; connecting the future of Ciudad Real** with an amount of 7.4 million euros, with an impact on 102 towns and 492,591 inhabitants.
- **CANTABRICONTROL, flow control and optimisation of resources in the Cantabrian basin** for 9.8 million euros, with an impact on 47 towns and 237,877 inhabitants.

- **ANDA, AGLOMERACIÓN DEL NORA, digitalisation of water in Asturias** for 9.4 million euros, with an impact on 34 towns and 294,624 inhabitants.

5 projects	Joint investment of 48.6 M€	200 Populations reached	1,539,876 inhabitants benefited
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Thus, more than 1.6 million citizens will benefit from our new technologies, designed to solve critical situations - water loss controls, flood prevention, digital mapping information systems or artificial intelligence tools. In addition to improving water management, these technologies contribute to sustainable development by saving energy and reducing CO₂ emissions.

Among the projects awarded is **RealWater**, for the digitalisation of the water cycle throughout the province of Ciudad Real, awarded to Aqualia, Empresa Mixta de Aguas y Servicios, S.A. and the Provincial Council of Ciudad Real for 7,461,039.77€. This project aims to promote knowledge of the state of the bodies of water in Ciudad Real and improve their management, and to intensify the digitalisation of the integral water cycle. RealWater contemplates a battery of technical solutions to deploy an automated and centralised system to monitor and coordinate all the elements of the water supply network, so as to improve communication between processes and the capacity to respond to incidents.

• 10.3 Data protection and cybersecurity

Cybersecurity appears in fourth place in the World Economic Forum's Global Risks Report 2024 as the main threat in the next two years. At Aqualia, we are aware of its importance in protecting the company's tangible and intangible assets in all the areas and services we offer. This is also how we build the trust that presides over our relationship with our customers.

In order to protect - in a proportionate manner - the confidentiality, integrity and availability of information, we have a **cybersecurity model** and a regulatory framework, which defines the basic principles and requirements for its development. In addition, we focus our efforts on raising the awareness of all users, both technical and managerial. The ultimate goal is to achieve co-responsibility in the processing of customer data.

Cybersecurity

Cybersecurity pervades the general principles of the organisation and helps to reinforce the platforms that host the water management tools. To make everything available and secure, control mechanisms such as double authentication factors, *backups*, user management, event monitoring and incident detection, security policies and IT security procedures are put in place. We also rely on technical guides, IT (information technology) and OT (operational technology) cybersecurity market studies and technical and executive training in IT security to provide the entire organisation with security controls and prevention and response measures for better cyber defence.

We have certifications such as **ISO 27001 for Data Security** in the customer service centre, mobile application and virtual office, where mechanisms are established to supervise the state of cybersecurity in the different areas of the company and to guarantee compliance with internal and external regulations. We also have others, such as **ISO 27017** and **27110**, and we implement the most prestigious national and international cybersecurity standards, methodologies, guides and best practices.

Protection of personal data

At Aqualia, we comply with all current legislation¹⁵ on data protection and we continually review both this compliance and the adaptation to the legislation in all entities. This affects several areas:

- Scope of employees
- Customer scope
- Scope of suppliers
- Scope of contractual relations of the FCC Group
- Scope of contractual relations with public administrations
- Documentation and internal management
- Information technology and information security area

¹⁵ EU Regulation 2016/679 (RGPD) and Organic Law 3/2018, on the Protection of Personal Data and Guarantee of Digital Rights (LOPDGDD).

- Technical and organisational measures

In all these areas, risk maps are drawn up on the different personal data processing activities and reflect the extent to which each activity, due to its characteristics -either the type of data or the type of operations- could cause harm to data subjects. Accordingly, the necessary mechanisms are established to prevent them.

In 2024, this risk analysis was updated due to the change in the criteria of the Spanish Data Protection Agency, so that the use of biometric data (fingerprint, facial recognition) in Aqualia's facilities has been disabled. The Data Protection Department has also promoted the updating of the Register of Processing Activities, and the review and updating of the Processing Assignment Agreements with the Public Administrations (town councils), the adaptation of the Econtrols management programme to the data protection regulations, and the review and updating of the Privacy Policies of the Virtual Office, the BE AQUALIA APP and the legal texts of the website.

The data protection work plan in 2024 consisted of a continuous review of the implementation and compliance with the principles of the regulation through the management, review and reply to emails received in the departmental data protection mailbox.

- Review and analysis of new suppliers, contracts and systems prior to implementation.
- Management of data subjects' rights.
- Carrying out on-site visits at national level to monitor compliance in the offices.
- Compliance monitoring management through questionnaire and meeting via Microsoft Teams in international area.

11. OTHER INFORMATION

The Group's exposure to financial risks is detailed in the accompanying notes to the consolidated financial statements (Note 23).



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With regard to treasury stock transactions, the company has not carried out any treasury stock purchase transactions, nor does it plan to do so in the future.

Possible events after 31 December 2024 are described in Note 24 of the accompanying notes to the financial statements.

The Company is included in the consolidated Statement of Non-Financial Information that forms part of the consolidated Directors' Report of Fomento de Construcciones y Contratas, S.A. and Subsidiaries. This Statement of Non-Financial Information has been prepared taking into account the requirements established in Law 11/2018, of 28 December, which amends the Commercial Code, the revised text of the Capital Companies Act approved by Royal Legislative Decree 1/2010, of 2 July, on Auditing of Accounts, in relation to non-financial information and diversity. The consolidated management report of Fomento de Construcciones y Contratas, S.A. and Subsidiaries is filed with the Barcelona Mercantile Registry.

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The Annual Accounts and Directors' Report of FCC Aqualia, S.A. for the year ended 31 December 2024 were drawn up by the directors of the Company on 26 February 2025, and are identified as being drawn up on 120 sheets, both sides, of Government stamped paper of the 00 series, numbers XXXXXXXXX to XXXXXXXXX both inclusive, being signed, in proof of conformity, on the sheet of Government stamped paper of the 00 series, number XXXXXXXXXX.

President

D. Alejandro Aboumrad González

Vice-President

D. Nicolás Villén Jiménez

Member

D. Lars Bepolka

Member

D. Pablo Colio Abril

Member

D. Scott Longhurst

Member

D. Gerardo Kuri Kaufmann

Member

Mr. Juan Rodriguez Torres