



**CONSOLIDATED  
FINANCIAL STATEMENTS  
AS OF JUNE, 30th 2015  
ENDESA, S.A. AND  
SUBSIDIARIES**

## ENDESA S.A. AND SUBSIDIARIES

### CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE FOR THE PERIOD 30 JUNE 2015 AND 31 DECEMBER 2014

Euro Million

(\*) Unaudited

<b>ASSETS</b>	<b><u>30.06.15 (*)</u></b>	<b><u>31.12.14</u></b>	<b><u>Variation</u></b>	
<b>Total fixed assets</b>	<b>24.625</b>	<b>24.751</b>	<b>(126)</b>	<b>-0,5%</b>
Utility plant	20.927	21.104	(177)	-0,8%
Investment property	22	22		
Intangible asset	650	627	23	3,7%
Goodwill				n/a
Investments in associates	1.102	1.104	(2)	-0,2%
Long term financial investments	615	619	(4)	-0,6%
Deferred tax assets	1.309	1.275	34	2,7%
<b>Total current assets</b>	<b>5.795</b>	<b>5.945</b>	<b>(150)</b>	<b>-2,5%</b>
Inventories	988	1.008	(20)	-2,0%
Trade and other receivables	3.426	3.071	355	11,6%
Short term financial investments	717	1.210	(493)	-40,7%
Cash and cash equivalents	653	648	5	0,8%
Non current assets held for sale and from interrupted activities	11	8	3	37,5%
<b>TOTAL ASSETS</b>	<b>30.420</b>	<b>30.696</b>	<b>(276)</b>	<b>-0,9%</b>

<b>EQUITY AND LIABILITIES</b>	<b><u>30.06.15 (*)</u></b>	<b><u>31.12.14</u></b>	<b><u>Variation</u></b>	
<b>Total equity</b>	<b>9.022</b>	<b>8.575</b>	<b>447</b>	<b>5,2%</b>
Atributable to equity holders of the parent company	9.021	8.576	445	5,2%
Minority interest	1	(1)	2	-200,0%
<b>Non-current liabilities</b>	<b>15.350</b>	<b>15.715</b>	<b>(365)</b>	<b>-2,3%</b>
Deferred revenues	4.641	4.612	29	0,6%
Long term provisions	3.472	3.591	(119)	-3,3%
Long term financial debt	5.658	6.083	(425)	-7,0%
Other non-current liabilities	595	556	39	7,0%
Deferred tax liabilities	984	873	111	12,7%
<b>Current liabilities</b>	<b>6.048</b>	<b>6.406</b>	<b>(358)</b>	<b>-5,6%</b>
Short term financial debt		1	(1)	-100,0%
Short term provisions	444	544	(100)	-18,4%
Trade and other payables	5.604	5.861	(257)	-4,4%
Liabilities related to non current assets held for sale and from interrupted activities				n/a
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>30.420</b>	<b>30.696</b>	<b>(276)</b>	<b>-0,9%</b>

**ENDESA S.A. AND SUBSIDIARIES**
**CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE FOR THE PERIOD 30 JUNE 2015 AND 2014**

Euro Million

Unaudited

	<u>30.06.15</u>	<u>30.06.14</u>	<u>Variation</u>	
REVENUES	10.314	10.280	34	0,3%
Sales	9.783	9.636	147	1,5%
Other operating revenues	531	644	(113)	-17,5%
PURCHASES AND SERVICES	7.406	7.635	(229)	-3,0%
Energy purchases	2.533	2.344	189	8,1%
Fuel procurement costs	1.019	1.144	(125)	-10,9%
Transmission expenses	2.960	3.030	(70)	-2,3%
Other variable purchases and services	894	1.117	(223)	-20,0%
GROSS MARGIN	2.908	2.645	263	9,9%
Work performed by the entity and capitalized	50	68	(18)	-26,5%
Personnel expenses	458	439	19	4,3%
Other fixed operating expenses	566	611	(45)	-7,4%
GROSS OPERATING INCOME (EBITDA)	1.934	1.663	271	16,3%
Depreciation and amortization	672	729	(57)	-7,8%
OPERATING INCOME (EBIT)	1.262	934	328	35,1%
FINANCIAL INCOME	(94)	(67)	(27)	40,3%
Financial revenues	42	61	(19)	-31,1%
Financial expenses	(133)	(127)	(6)	4,7%
Foreign exchanges	(3)	(1)	(2)	200,0%
Share of profit of associates	(17)	(28)	11	-39,3%
Income from other investments				n/a
Income from asset sales	1	(18)	19	-105,6%
INCOME BEFORE TAXES	1.152	821	331	40,3%
Income tax	280	264	16	6,1%
ONGOING ACTIVITIES PROFIT	872	557	315	56,6%
INTERRUPTED ACTIVITIES PROFIT		508	(508)	-100,0%
PROFIT FOR THE PERIOD	872	1.065	(193)	-18,1%
Attributable to the holders of the parent company	870	743	127	17,1%
Minority interest	2	322	(320)	-99,4%

**ENDESA S.A. AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD 30 JUNE 2015 AND 2014**

Euro Million

Unaudited

**Restated**

	<b><u>31.06.15</u></b>	<b><u>31.06.14</u></b>
Consolidated income before income taxes	1.152	1.507
Result adjustments:	543	1.364
Fixed assets amortization and impairment loss	672	1.054
Other result adjustments (net)	(129)	310
Changes in current assets	(246)	(127)
Other cash flows from operating activities:	(255)	(778)
Cash-in interests	29	183
Cash-in dividends	3	25
Interest payments	(97)	(295)
Tax income payment	7	(402)
Other cash-in/payments from operating activities	(197)	(289)
<b>Net cash provided by operating activities</b>	<b>1.194</b>	<b>1.966</b>
Acquisitions of fixed and intangible assets	(439)	(1.064)
Disposal of fixed and intangible assets	15	10
Investments in stakes of subsidiaries		(68)
Disposal in stakes of subsidiaries		
Acquisitions of other investments	(32)	(638)
Disposal of other investments	39	1.889
Cash flow from changes in perimeter		
Subsidies and other deferred income	46	55
<b>Net cash used for investing activities</b>	<b>(371)</b>	<b>184</b>
Cash Flows from Equity Instruments		(181)
New long-term debt	1.006	682
Repayment of long-term debt	(1.618)	(666)
Net cash from financial debt with short term maturity	196	(1.264)
Dividends paid by the controlling company	(402)	(1.588)
Dividends paid to minority shareholders		(466)
<b>Net cash used for financing activities</b>	<b>(818)</b>	<b>(3.483)</b>
<b>Total net cash</b>	<b>5</b>	<b>(1.333)</b>
Effects of exchange rate changes on cash and cash equivalents		(21)
<b>Net increase in cash and cash equivalents</b>	<b>5</b>	<b>(1.354)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>648</b>	<b>4.145</b>
<b>Cash and cash equivalents at end of period</b>	<b>653</b>	<b>2.791</b>

**ENDESA S.A. AND SUBSIDIARIES**
**CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME AND EXPENSES FOR THE PERIOD 30 JUNE 2015 AND 2014**

Euro Million

Unaudited

	30.06.15			Restated 30.06.14		
	Of the Parent Company	Of Minority Interests	Total	Of the Parent Company	Of Minority Interests	Total
<b>PROFIT FOR THE PERIOD</b>	<b>870</b>	<b>2</b>	<b>872</b>	<b>743</b>	<b>322</b>	<b>1.065</b>
<b>OTHER COMPREHENSIVE INCOME:</b>						
<b>INCOMES AND EXPENSES RECOGNISED DIRECTLY IN EQUITY</b>	<b>23</b>		<b>23</b>	<b>(39)</b>	<b>95</b>	<b>56</b>
<b>Items that may be Subject to State Income Reclassification</b>	<b>23</b>		<b>23</b>	<b>(39)</b>	<b>95</b>	<b>56</b>
Arising from utility plant and intangible assets revaluation / (revaluation reversal)						
Arising from financial instruments valuation						
Financial Assets Available for Sale						
Other revenues/(Expenses)						
Arising from cash flow hedge	30		30	7	(32)	(25)
Translation differences				(33)	120	87
Companies accounted using the equity method	3		3	(12)		(12)
Remaining incomes and expenses recognised directly in equity						
Tax effect	(10)		(10)	(1)	7	6
<b>Items that will not be Subject to State Income Reclassification</b>						
Arising from actuarial gains and losses and other adjustments						
Tax effect						
<b>TRANSFERS TO PROFIT AND LOSS ACCOUNT AND/OR INVESTMENTS</b>	<b>(46)</b>		<b>(46)</b>	<b>(29)</b>	<b>(9)</b>	<b>(38)</b>
Arising from financial instruments valuation						
Financial Assets Available for Sale						
Other revenues/(Expenses)						
Arising from cash flow hedge	(70)		(70)	(41)	(10)	(51)
Translation differences						
Companies accounted using the equity method	4		4	1		1
Remaining revenues and costs recognised directly in equity						
Tax effect	20		20	11	1	12
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>847</b>	<b>2</b>	<b>849</b>	<b>675</b>	<b>408</b>	<b>1.083</b>

**ENDESA S.A. AND SUBSIDIARIES**
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 30 JUNE 2015**

Euro Million

*Unaudited*

	<i>Capital</i>	<i>Share premium, Reserves and interim dividend</i>	<i>Treasury shares and own equity instruments</i>	<i>Profit (loss) for the year</i>	<i>Other equity instruments</i>	<i>Valuation adjustments</i>	<i>Minority interests</i>	<i>Total equity</i>
<b>BALANCE AT 1 JANUARY 2015</b>	<b>1.271</b>	<b>4.042</b>		<b>3.337</b>		<b>(74)</b>	<b>(1)</b>	<b>8.575</b>
Adjustments due to changes in accounting policies								
Correction of errors								
<b>ADJUSTED BALANCE AT 1 JANUARY 2015</b>	<b>1.271</b>	<b>4.042</b>		<b>3.337</b>		<b>(74)</b>	<b>(1)</b>	<b>8.575</b>
<b>TOTAL COMPREHENSIVE INCOME</b>				<b>870</b>		<b>(23)</b>	<b>2</b>	<b>849</b>
<b>TRANSACTIONS WITH EQUITY HOLDERS OR OWNERS</b>		<b>(402)</b>						<b>(402)</b>
Capital increases (reductions)								
Conversion of liabilities into equity								
Dividends paid		(402)						(402)
Transactions with treasury shares or own equity instruments (net)								
Increases/(reductions) due to business combinations								
Other transactions with shareholders and owners								
<b>OTHER CHANGES IN EQUITY</b>		<b>3.337</b>		<b>(3.337)</b>				
Share-based payments								
Transfers between equity items		3.337		(3.337)				
Other changes								
<b>BALANCE AT 30 JUNE 2015</b>	<b>1.271</b>	<b>6.977</b>		<b>870</b>		<b>(97)</b>	<b>1</b>	<b>9.022</b>

**ENDESA S.A. AND SUBSIDIARIES**
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 30 JUNE 2014 (RESTATED)**

Euro Million

*Unaudited*

	<i>Capital</i>	<i>Share premium, Reserves and interim dividend</i>	<i>Treasury shares and own equity instruments</i>	<i>Profit (loss) for the year</i>	<i>Other equity instruments</i>	<i>Valuation adjustments</i>	<i>Minority interests</i>	<i>Total equity</i>
<b>BALANCE AT 1 JANUARY 2014</b>	1.271	17.665		1.879		(294)	6.241	26.762
Adjustments due to changes in accounting policies								
Correction of errors								
<b>ADJUSTED BALANCE AT 1 JANUARY 2014</b>	1.271	17.665		1.879		(294)	6.241	26.762
<b>TOTAL COMPREHENSIVE INCOME</b>				743		(68)	408	1.083
<b>TRANSACTIONS WITH EQUITY HOLDERS OR OWNERS</b>		(63)				1	(585)	(647)
Capital increases (reductions)								
Conversion of liabilities into equity								
Dividends paid							(473)	(473)
Transactions with treasury shares or own equity instruments (net)								
Increases/(reductions) due to business combinations						1	1	2
Other transactions with shareholders and owners		(63)					(113)	(176)
<b>OTHER CHANGES IN EQUITY</b>		1.879		(1.879)				
Share-based payments								
Transfers between equity items		1.879		(1.879)				
Other changes								
<b>BALANCE AT 30 JUNE 2014</b>	1.271	19.481		743		(361)	6.064	27.198

**ENDESA S.A. AND SUBSIDIARIES**  
**BREAKDOWN CONSOLIDATED BALANCE SHEET FOR THE PERIOD ENDED JUNE 30, 2015**

Euro Million

Unaudited

	Generation and Supply	Distribution	Corporate Structure and Services	Adjustments	Total
	<u>30.06.15</u>	<u>30.06.15</u>	<u>30.06.15</u>	<u>30.06.15</u>	<u>30.06.15</u>
<b>ASSETS</b>					
<b>Total fixed assets</b>	<b>11.700</b>	<b>12.916</b>	<b>25.382</b>	<b>(25.373)</b>	<b>24.625</b>
Utility plant	9.165	11.756	10	(4)	20.927
Investment property		3	57	(38)	22
Intangible asset	427	118	106	(1)	650
Goodwill					
Long term financial investments	981	20	101		1.102
Investments in associates	454	567	24.963	(25.369)	615
Deferred tax assets	673	452	145	39	1.309
<b>Total current assets</b>	<b>4.374</b>	<b>1.193</b>	<b>2.079</b>	<b>(1.851)</b>	<b>5.795</b>
Inventories	910	78			988
Trade and other receivables	2.822	877	762	(1.035)	3.426
Short term financial investments	474	229	830	(816)	717
Cash and cash equivalents	167	7	479		653
Non current assets held for sale and from interrupted activities	1	2	8		11
<b>TOTAL ASSETS</b>	<b>16.074</b>	<b>14.109</b>	<b>27.461</b>	<b>(27.224)</b>	<b>30.420</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Total equity</b>	<b>4.819</b>	<b>1.602</b>	<b>17.367</b>	<b>(14.766)</b>	<b>9.022</b>
Attributable to equity holders of the parent company	4.819	1.600	17.368	(14.766)	9.021
Minority interest		2	(1)		1
<b>Non-current liabilities</b>	<b>7.234</b>	<b>10.042</b>	<b>7.817</b>	<b>(9.743)</b>	<b>15.350</b>
Deferred revenues	46	4.628		(33)	4.641
Long term provisions	2.055	1.040	272	105	3.472
Long term financial debt	4.435	3.561	7.470	(9.808)	5.658
Other non-current liabilities	161	426	10	(2)	595
Deferred tax liabilities	537	387	65	(5)	984
<b>Current liabilities</b>	<b>4.021</b>	<b>2.465</b>	<b>2.277</b>	<b>(2.715)</b>	<b>6.048</b>
Short term financial debt	234	4	1.364	(1.602)	
Short term provisions	298	80	66		444
Trade and other payables	3.489	2.381	847	(1.113)	5.604
Liabilities related to non current assets held for sale and from interrupted activities					
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>16.074</b>	<b>14.109</b>	<b>27.461</b>	<b>(27.224)</b>	<b>30.420</b>



**ENDESA S.A. AND SUBSIDIARIES**

**BREAKDOWN CONSOLIDATED STATEMENT OF INCOME FOR THE PERIOD ENDED JUNE 30, 2015**

Euro Million

Unaudited

	Generation and Supply	Distribution	Corporate Structure and Services	Adjustments	Total
	<u>30.06.15</u>	<u>30.06.15</u>	<u>30.06.15</u>	<u>30.06.15</u>	<u>30.06.15</u>
REVENUES	9.132	1.278	315	(411)	10.314
Sales	8.723	1.133	156	(229)	9.783
Other operating revenues	409	145	159	(182)	531
PURCHASES AND SERVICES	7.396	72	173	(235)	7.406
Energy purchases	2.537			(4)	2.533
Fuel procurement costs	1.019				1.019
Transmission expenses	2.957			3	2.960
Other variable purchases and services	883	72	173	(234)	894
GROSS MARGIN	1.736	1.206	142	(176)	2.908
Work performed by the entity and capitalized	3	47			50
Personnel expenses	229	169	66	(6)	458
Other fixed operating expenses	470	209	65	(178)	566
GROSS OPERATING INCOME (EBITDA)	1.040	875	11	8	1.934
Depreciation and amortization	349	313	11	(1)	672
OPERATING INCOME (EBIT)	691	562		9	1.262
FINANCIAL INCOME	(72)	(61)	39		(94)
Financial revenues	24	5	171	(158)	42
Financial expenses	(93)	(66)	(132)	158	(133)
Foreign exchanges	(3)				(3)
Share of profit of associates	(21)	1	3		(17)
Income from other investments		1	359	(360)	
Income from asset sales		1			1
INCOME BEFORE TAXES	598	504	401	(351)	1.152
Income tax	149	125	4	2	280
ONGOING ACTIVITIES PROFIT	449	379	397	(353)	872
INTERRUPTED ACTIVITIES PROFIT					
PROFIT FOR THE PERIOD	449	379	397	(353)	872
Attributable to the holders of the parent company	449	377	397	(353)	870
Minority interest		2			2

**ENDESA S.A. AND SUBSIDIARIES**  
**BREAKDOWN CONSOLIDATED BALANCE SHEET FOR THE PERIOD ENDED DECEMBER 31, 2014**

Euro Million

Unaudited

	Generation and Supply	Distribution	Corporate Structure and Services	Adjustments	Total
	<u>30.12.14</u>	<u>30.12.14</u>	<u>30.12.14</u>	<u>30.12.14</u>	<u>30.12.14</u>
<b>ASSETS</b>					
<b>Total fixed assets</b>	<b>11.628</b>	<b>12.974</b>	<b>25.371</b>	<b>(25.222)</b>	<b>24.751</b>
Utility plant	9.315	11.782	11	(4)	21.104
Investment property		3	57	(38)	22
Intangible asset	397	123	106	1	627
Goodwill					
Long term financial investments	979	21	104		1.104
Investments in associates	337	567	24.938	(25.223)	619
Deferred tax assets	600	478	155	42	1.275
<b>Total current assets</b>	<b>4.403</b>	<b>1.351</b>	<b>1.393</b>	<b>(1.202)</b>	<b>5.945</b>
Inventories	953	55			1.008
Trade and other receivables	2.509	866	422	(726)	3.071
Short term financial investments	756	428	502	(476)	1.210
Cash and cash equivalents	177	2	469		648
Non current assets held for sale and from interrupted activities	8				8
<b>TOTAL ASSETS</b>	<b>16.031</b>	<b>14.325</b>	<b>26.764</b>	<b>(26.424)</b>	<b>30.696</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Total equity</b>	<b>4.539</b>	<b>1.367</b>	<b>17.441</b>	<b>(14.772)</b>	<b>8.575</b>
Attributable to equity holders of the parent company	4.539	1.367	17.442	(14.772)	8.576
Minority interest			(1)		(1)
<b>Non-current liabilities</b>	<b>7.225</b>	<b>10.660</b>	<b>7.764</b>	<b>(9.934)</b>	<b>15.715</b>
Deferred revenues	55	4.592		(35)	4.612
Long term provisions	2.084	1.077	315	115	3.591
Long term financial debt	4.535	4.188	7.370	(10.010)	6.083
Other non-current liabilities	133	411	11	1	556
Deferred tax liabilities	418	392	68	(5)	873
<b>Current liabilities</b>	<b>4.267</b>	<b>2.298</b>	<b>1.559</b>	<b>(1.718)</b>	<b>6.406</b>
Short term financial debt	247	4	664	(914)	1
Short term provisions	392	97	55		544
Trade and other payables	3.628	2.197	840	(804)	5.861
Liabilities related to non current assets held for sale and from interrupted activities					
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>16.031</b>	<b>14.325</b>	<b>26.764</b>	<b>(26.424)</b>	<b>30.696</b>

# ENDESA S.A. AND SUBSIDIARIES

## BREAKDOWN CONSOLIDATED STATEMENT OF INCOME FOR THE PERIOD ENDED JUNE 30, 2014 (RESTATED)

Euro Million

Unaudited

	SPAIN AND PORTUGAL					LATINOAMÉRICA	ENDESA
	Generation and Supply	Distribution	Corporate Structure and Services	Adjustments	Total	Total	Total
	30.06.14	30.06.14	30.06.14	30.06.14	30.06.14	30.06.14	30.06.14
REVENUES	9.045	1.260	211	(236)	10.280		10.280
Sales	8.588	1.119	186	(257)	9.636		9.636
Other operating revenues	457	141	25	21	644		644
PURCHASES AND SERVICES	7.546	72	79	(62)	7.635		7.635
Energy purchases	2.365			(21)	2.344		2.344
Fuel procurement costs	1.144				1.144		1.144
Transmission expenses	3.030				3.030		3.030
Other variable purchases and services	1.007	72	79	(41)	1.117		1.117
GROSS MARGIN	1.499	1.188	132	(174)	2.645		2.645
Work performed by the entity and capitalized	19	48	1		68		68
Personnel expenses	240	134	104	(39)	439		439
Other fixed operating expenses	502	235	68	(194)	611		611
GROSS OPERATING INCOME (EBITDA)	776	867	(39)	59	1.663		1.663
Depreciation and amortization	402	310	19	(2)	729		729
OPERATING INCOME (EBIT)	374	557	(58)	61	934		934
FINANCIAL INCOME	(64)	(23)	21	(1)	(67)		(67)
Financial revenues	18	29	261	(247)	61		61
Financial expenses	(82)	(52)	(240)	247	(127)		(127)
Foreign exchanges				(1)	(1)		(1)
Share of profit of associates	(31)		3		(28)		(28)
Income from other investments			8.067	(8.067)			
Income from asset sales	(17)	(2)	1		(18)		(18)
INCOME BEFORE TAXES	262	532	8.034	(8.007)	821		821
Income tax	111	155	(12)	10	264		264
ONGOING ACTIVITIES PROFIT	151	377	8.046	(8.017)	557		557
INTERRUPTED ACTIVITIES PROFIT						508	508
PROFIT FOR THE PERIOD	151	377	8.046	(8.017)	557	508	1.065
Attributable to the holders of the parent company	151	377	8.046	(8.017)	557	186	743
Minority interest						322	322