Construcciones y Auxiliar de Ferrocarriles, S.A.
and Subsidiaries composing the CAF Group

Condensed Consolidated Balance Sheets at 30 June 2015 and 31 December 2014 (Notes 1 and 2)
(Thousands of Euros)

Assets	30.06.15	31.12.14 (*)
Non-current assets:		
Intangible assets (Note 5)-		
Goodwill	15	15
Other intangible assets	35.325	37.673
	35.340	**37.688**
Property, plant and equipment, net (Note 7)	**258.599**	**271.839**
Investments accounted for using the equity method	**13.152**	**12.257**
Non-current financial assets (Note 6)	**678.537**	**669.549**
Deferred tax assets (Note 17)	**159.131**	**163.842**
Total non-current assets	**1.144.759**	**1.155.175**
Current assets:		
Inventories (Note 8)	**144.119**	**180.504**
Trade and other receivables-		
Trade receivables for sales and services (Notes 6, and 8)	1.204.904	1.107.006
Other accounts receivable (Notes 6 and 17)	186.810	188.410
Current tax assets	6.686	6.493
	1.398.400	**1.301.909**
Other current financial assets (Note 6)	**139.224**	**123.945**
Other current assets	**5.784**	**4.591**
Cash and cash equivalents	**182.646**	**197.111**
Total current assets	**1.870.173**	**1.808.060**
Total assets	**3.014.932**	**2.963.235**

Equity and Liabilities	30.06.15	31.12.14 (*)
Equity (Note 10):		
Shareholders' equity-		
Registered share capital	10.319	10.319
Issue premium	11.863	11.863
Revaluation reserve	39.119	39.119
Other reserves of the Parent and of fully consolidated companies and companies using the equity method	733.459	691.777
Profit for the year attributable to the Parent	32.088	59.679
	826.848	**812.757**
Valuation Adjustments-		
Hedges (Note 14)	(6.531)	(6.212)
Translation differences	(82.719)	(70.336)
	(89.250)	**(76.548)**
Equity attributable to the Parent	**737.598**	**736.209**
Minority interest	**10.056**	**12.704**
Total equity	**747.654**	**748.913**
Non-current liabilities:		
Long-term provisions (Note 11)	**4.884**	**5.075**
Non-current financial liabilities (Notes 9)-		
Bank borrowings	755.965	683.062
Other financial liabilities	83.229	76.405
	839.194	**759.467**
Deferred tax liabilities (Note 17)	**154.388**	**152.426**
Other non-current liabilities (Note 9)	**70.307**	**66.880**
Total non-current liabilities	**1.068.773**	**983.848**
Current liabilities:		
Short-term provisions (Note 11)	**245.726**	**265.329**
Current financial liabilities (Notes 9)		
Bank borrowings	141.047	158.039
Other financial liabilities (Note 4)	80.806	46.733
	221.853	**204.772**
Trade and other payables-		
Payable to suppliers	387.510	463.067
Other accounts payable (Notes 8, and 17)	338.233	293.197
Current tax liabilities (Note 17)	4.034	3.513
	729.777	**759.777**
Other current liabilities	**1.149**	**596**
Total current liabilities	**1.198.505**	**1.230.474**
Total liabilities and equity	**3.014.932**	**2.963.235**

(*) Included exclusively for comparison purposes.

The accompanying Notes 1 to 18 are an integral part of the summarised consolidated balance sheet at 30 June 2015.

Construcciones y Auxiliar de Ferrocarriles, S.A. and Subsidiaries composing the CAF Group

Summarised Consolidated Income Statement for the six month periods ended 30 June 2015 and 2014 (Notes 1 and 2)

(Thousands of Euros)

	(Debit) Credit	
	30.06.15	**30.06.14 (*)**
Continuing operations:		
Revenue (Note 15)	660.000	737.033
+/- Changes in inventories of finished goods and work in progress	(32.890)	(5.580)
Work performed by the company for its assets	2.628	4.936
Supplies	(243.289)	(348.467)
Other operating income	5.345	3.102
Staff costs (Notes 9, 11 and 16)	(212.904)	(211.775)
Other operating expenses (Note 11)	(83.549)	(87.830)
Depreciation and amortisation charge (Notes 5 and 7)	(20.749)	(22.182)
Impairment and gains or losses on disposals of non-current assets (Notes 6 and 7)	(735)	(255)
Other profit (loss)	-	-
Profit from operations	**73.857**	**68.982**
Finance income (Note 6)	6.509	5.571
Finance costs (Note 9)	(28.610)	(25.891)
Change in fair value of financial instruments	(37)	176
Translation differences	(6.873)	2.546
Impairment and gains or losses on disposals of financial instruments (Note 6)	(605)	4.237
Financial profit (loss)	**(29.616)**	**(13.361)**
Result of companies accounted for using the equity method	99	117
Profit before tax	**44.340**	**55.738**
Income tax (Note 17)	(11.673)	(11.655)
Profit for the year from continuing operations	**32.667**	**44.083**
Profit (Loss) for the year from discontinued operations	-	-
Consolidated profit (loss) for the year	**32.667**	**44.083**
Attributable to:		
The Parent	32.088	42.592
Minority interest	579	1.491
Earnings per share (in euros)		
Basic	9,36	12,42
Diluted	9,36	12,42

(*) Included exclusively for comparison purposes.

The accompanying Notes 1 to 18 are an integral part of the summarised consolidated income statement for the six month period ended 30 June 2015

Construcciones y Auxiliar de Ferrocarriles, S.A.
and Subsidiaries
composing the CAF Group

Condensed Consolidated Statements of Recognised Income and Expense for the six month periods ended 30 June 2015 and 2014 (Notes 1 and 2)

(Thousands of Euros)

	30.06.15	30.06.14 (*)
A) Consolidated profit for the year	**32.667**	**44.083**
B) Income and expense recognised directly in equity	**(12.705)**	**14.067**
Revaluation/(reinvestment of revaluation) of property, plant and equipment and intangible assets	-	-
Arising from revaluation of financial instruments	-	-
Arising from cash flow hedges (Note 10)	(798)	126
Translation differences (Note 10)	(12.386)	13.939
From actuarial profits and loss and other adjustments	-	-
Companies accounted for using the equity method	-	-
Other income and expense recognised directly in equity	-	-
Tax effect (Note 10)	479	2
C) Transfers to profit and loss account (Notes 6)		**(3.704)**
Arising from revaluation of financial instruments		(3.838)
On cash flow hedging	-	-
Translation differences	-	-
Companies accounted for using the equity method	-	-
Other income and expense recognised directly in equity	-	-
Tax effect		134
Total recognised income and expense (A+B+C)	**19.962**	**54.446**
Attributable to:		
The Parent Company	19.386	52.955
Minority interest	576	1.491

(*) Included exclusively for comparison purposes.

The accompanying Notes 1 to 18 are an integral part of the summarised consolidated statement of recognised income and expense for the six month period ended 30 June 2015

Construcciones y Auxiliar de Ferrocarriles, S.A.
and Subsidiaries composing the CAF Group

Condensed consolidated statement of changes in equity for the six month periods ended 30 June 2015 and 2014 (Notes 1 and 2)
(Thousands of Euros)

	Equity Attributable to the Parent Company								
	Shareholders' Equity								
	Share capital	Issue premium	Reserve for revaluation of Assets and Liabilities not gained	Other Reserves	Net profit for the year	Adjustments in Equity due to valuation	Translation differences	Non-controlling Interests	Total Equity
Balances at 31 December 2013 (*)	**10.319**	**11.863**	**58.452**	**618.264**	**90.181**	**822**	**(70.789)**	**10.249**	**729.361**
Total recognised income/expense	**-**	**-**	**-**	**-**	**42.592**	**(3.576)**	**13.939**	**1.491**	**54.446**
Transactions with shareholders or owners	**-**	**-**	**-**	**2**	**(35.995)**	**-**	**-**	**141**	**(35.852)**
Dividends paid (Note 4)	-	-	-	-	(35.995)	-	-	(193)	(36.188)
Transactions with Non-controlling interests	-	-	-	2	-	-	-	334	336
Other changes in equity	**-**	**-**	**-**	**54.186**	**(54.186)**	**-**	**-**	**-**	**-**
Business combinations	-	-	-	-	-	-	-	-	-
Transfers between equity items	-	-	-	54.186	(54.186)	-	-	-	-
Balances at 30 June 2014 (*)	**10.319**	**11.863**	**58.452**	**672.452**	**42.592**	**(2.754)**	**(56.850)**	**11.881**	**747.955**
Balances at 31 December 2014 (*)	**10.319**	**11.863**	**39.119**	**691.777**	**59.679**	**(6.212)**	**(70.336)**	**12.704**	**748.913**
Total recognised income/expense	**-**	**-**	**-**	**-**	**32.088**	**(319)**	**(12.383)**	**576**	**19.962**
Transactions with shareholders or owners	**-**	**-**	**-**	**-**	**(17.997)**	**-**	**-**	**(3.224)**	**(21.221)**
Dividends paid (Note 4)	-	-	-	-	(17.997)	-	-	(3.224)	(21.221)
Transactions with Non-controlling interests	-	-	-	-	-	-	-	-	-
Other changes in equity	**-**	**-**	**-**	**41.682**	**(41.682)**	**-**	**-**	**-**	**-**
Business combinations	-	-	-	-	-	-	-	-	-
Transfers between equity instruments			-	41.682	(41.682)	-	-	-	-
Balances at 30 June 2015	**10.319**	**11.863**	**39.119**	**733.459**	**32.088**	**(6.531)**	**(82.719)**	**10.056**	**747.654**

(*) Included exclusively for comparison purposes.

The accompanying Notes 1 to 18 are an integral part of the summarised consolidated statement of changes in equity for the six month period ended 30 June 2015.

Construcciones y Auxiliar de Ferrocarriles, S.A. y Sociedades Dependientes composing CAF Group

Condensed Consolidated Statements of Cash Flows for the six month periods ended 30 June 2015 and 2014 (Notes 1 and 2) (Thousands of Euros)

	30.06.15	30.06.14 (*)
Cash flows from operating activities:		
Profit (Loss) before tax for the year from continuing and discontinued operations	44.340	55.738
Adjustments for-		
Depreciation and amortisation charge (Notes 5 and 7)	20.749	22.182
Other adjustments to profit(loss) net	5.532	(19.329)
Changes in working capital-	(109.750)	(142.780)
Other cash flows from operating activities-		
Income tax recovered (paid)	(7.925)	(7.435)
Proceeds/payments from operating activities	(1.105)	(1.253)
Cash flows from operating activities (I)	**(48.159)**	**(92.877)**
Cash flows from investing activities:		
Payments due to investment-		
Group companies associates and business units	(1.595)	-
Property, plant and equipment, intangible assets and investment property (Notes 5 and 7)	(7.194)	(9.726)
Business unit (changes in the scope of consolidation)	-	-
Other financial assets, net (Note 6)	(2.591)	(39.337)
Proceeds from disposal-		
Property, plant and equipment, intangible assets and investment property (Notes 5 and 7)	93	195
Other financial assets (Note 6)	12.335	45.445
Other cash flows from investment activities		
Interest received	4.801	2.683
Cash flows from investing activities (II)	**5.849**	**(740)**
Cash flows due to financing activities:		
Proceeds/(Payments) relating to equity instruments (Note 6)-		
Issue	-	335
Purchase	-	-
Proceeds/(Payments) relating to financial debts (Note 9)-		
Issue	137.794	144.400
Repayment and amortisation	(83.105)	(64.592)
Dividends and returns on other equity instruments	-	(2.100)
Other cash flows from financing activities (Note 9)-		
Interest paid	(26.343)	(21.280)
Cash flows from financing activities (III)	**28.346**	**56.763**
Effect of foreign exchange rate changes and equivalents (IV)	**(501)**	**2.049**
Net increase in cash and cash equivalents (I+II+III +IV)	**(14.465)**	**(34.805)**
Cash and cash equivalents at beginning of year	197.111	127.150
Cash and cash equivalents at the end of year	**182.646**	**92.345**

(*) Included exclusively for comparison purposes.

The accompanying Notes 1 to 18 are an integral part of the summarised consolidated statement of cash flows for the six month period ended 30 June 2015.

Translation of interim condensed consolidated financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Group (see Notes 2 and 18). In the event of a discrepancy, the Spanish-language version prevails.

Construcciones y Auxiliar de Ferrocarriles, S.A. and Subsidiaries (CAF Group)

Notes to the Condensed Consolidated Financial Statements for the six-month period ended 30 June 2015

1. Description and activities of the Parent

Construcciones y Auxiliar de Ferrocarriles, S.A. ("CAF" or "the Parent") was incorporated for an indefinite period of time in San Sebastián (Guipúzcoa).

The Parent's object is described in Article 2 of its bylaws.

The Parent currently engages mainly in the manufacture of railway materials.

The Parent, as part of its business activities, owns majority ownership interests in other companies (see Note 3).

The CAF Group's consolidated financial statements for 2014 were approved by the shareholders at the Annual General Meeting of CAF on 13 June 2015.

2. Basis of presentation of the condensed consolidated financial statements for the six-month period

a) Basis of presentation

In accordance with Regulation (EC) No. 1606/2002 of the European Parliament and of the Council of 19 July 2002, all the companies governed by the Law of a member state of the European Union and whose securities are listed on a regulated market of any member state must present their consolidated financial statements for the years starting on 1 January 2005 in compliance with the International Financial Reporting Standards (IFRSs) previously adopted by the European Union.

The Group's consolidated financial statements for 2014 were prepared by the Company's Directors in accordance with the International Financial Reporting Standards adopted by the European Union, applying the consolidation principles, accounting policies and measurement criteria described in Note 3 of the abovesaid consolidated financial statements, so as to present fairly the Group's consolidated equity and financial position as at 31 December 2014, as well as its consolidated results, changes in equity and cash flows for said year.

These condensed consolidated financial statements for the six-month period are in accordance with IAS 34 on Interim Financial Reporting, and were prepared by the Group's Directors on 29 July 2015, all in conformity with Section 12 of Royal Decree 1362/2007. This condensed interim consolidated financial information is based on the accounting records of Construcciones y Auxiliar de Ferrocarriles, S.A. and the other companies comprising the Group, and includes all necessary adjustments and reclassifications to make the accounting and reporting policies applied by all the Group companies (in all cases, regional legislation) consistent with those applied by Construcciones y Auxiliar de Ferrocarriles, S.A. for the purposes of the consolidated financial statements.

In accordance with IAS 34, interim financial reporting only purports to update the contents of the latest consolidated financial statements prepared by the Group, focusing on any new activities, events and circumstances which may have occurred during the last six months, but not duplicating the information previously reported on the 2014 consolidated financial statements. Therefore, for a better understanding of the information contained in these condensed consolidated financial statements for the six-month period, they should be read together with the Group's consolidated financial statements for 2014.

These six-monthly condensed consolidated financial statements were prepared using the same accounting policies and methods used for the 2014 consolidated financial statements, except for the standards and interpretations which came into force during the first half of 2015, which are detailed below.

b) New Accounting Standards in Force

In 2015 first semester, new accounting standards came into force and, therefore, were taken into account when preparing the condensed consolidated financial statements for the six-month period. Since 1 January 2015, the following standards have been applied:

- IFRIC 21, Levies this interpretation addressees the timing of recognition of a liability to pay a levy if that liability is based on financial data for a period other than that in which the activity that triggers the payment of the levy occurs.

- Amendments to IAS 19, Defined Benefit Plans: Employee Contributions.

The entry into force of this new interpretation has not entailed a significant impact for the Group in these condensed consolidated financial statements.

At the date of preparation of these condensed consolidated financial statements, IFRS 15, Revenue with Contracts with Customers and IFRS 7, Financial Instruments which will enter into force in subsequent years, had been published by the IASB but had not yet been endorsed by the European Union. At the date of these condensed consolidated financial statements, the Group was analysing all the future impacts of adopting these standards and it will not be possible to provide a reasonable estimate of their effects until these analyses have been completed.

c) Use of Estimates

The accounting policies and principles, measurement criteria, and estimates used by the Parent's Directors are key to evaluating the consolidated results and equity when preparing the six-monthly condensed consolidated financial statements. The main accounting policies and standards and measurement criteria applied are mentioned in Note 3 to the 2014 consolidated financial statements.

In the condensed consolidated financial statements, some estimates were occasionally made by the Senior Management of the Parent and of the consolidated companies in order to measure certain of the assets, liabilities, income, expenses and obligations reported therein. These estimates, based on the best available information, basically refer to:

1. Corporate Tax expense, which, pursuant to IAS 34, must be recognised for interim periods based on the Group's best estimates of the weighted average tax rate for the year.

2. Assessment of possible impairment losses on certain assets.

3. Assumptions used in the actuarial calculation of pension-related liabilities and other obligations to employees.

4. The useful life of the property, plant and equipment and intangible assets.

5. The market value of certain financial instruments.

6. Calculation of provisions.

7. Assessment of the possibility to have future taxable profits to which to apply any recognised and unused tax credits.

8. Evolution of costs estimated in the budgets of construction projects carried out.

Even though these estimates were made according to the best available information on the analysed facts, future events might make it necessary to change these estimates (upward or downward) at 2015 year-end or in coming years. These changes would be applied prospectively in accordance with IAS 8, recognising the effects of the change in estimates in the consolidated income statements for the years concerned.

There was no significant change in the estimates made at 2014 year-end during the six-month period ended on 30 June 2015.

d) Contingent assets and liabilities

Note 25 to the Group's consolidated financial statements for the year ended on 31 December 2014 contains information about the contingent assets and liabilities existing by then.

In March 2014 following completion of the investigation process initiated in May 2013 into the involvement of various railway manufacturers, including the subsidiary of the CAF Group in Brazil, the Brazilian Administrative Council for Economic Defence ("CADE") initiated administrative proceedings arising from potentially anti-competitive practices. The subsidiary has submitted preliminary arguments for its defence and has been working closely with the authorities on an ongoing basis, providing the information requested. The possible penalties which may arise as a result of these proceedings may include administrative fines, reimbursement of possible additional expenses, potential disqualification from new tender processes for a predefined period of time and/or criminal charges. At the date of these interim consolidated financial statements, the directors, taking into account the estimates of their legal advisers and the initial stage of the current proceedings, considered the risk of loss to be unlikely. Also, on 30 June 2015, as a result of the aforementioned proceedings, the current account amounting to EUR 258 thousand had been blocked and a claim filed in this connection.

As a result of the investigations carried out by CADE, other authorities, including, inter alia, the Sao Paulo State Public Prosecutor ("MP/SP"), have initiated criminal proceedings. At the date of preparation of these interim consolidated financial statements the subsidiary had not been summoned to give evidence.

In March 2014, the government of Mexico City suspended the elevated section of Line 12 after the discovery of faults in the stations and structure, evidencing errors that resulted in the destabilisation of the tracks.

The Secretariat of Works and Services of Mexico City agreed together with the Line 12 construction consortium, CAF and various local agencies to collaborate with TSO and SYSTRA for the purposes of performing the technical measurements, studies and analyses required to design the rehabilitation actions on Line 12.

Since the PPS agreement was entered into, and particularly since the date of partial closure of Line 12, the CAF Group has demonstrated the utmost cooperation with the government of Mexico City, at both technical and management levels, and has ensured that the trains manufactured by CAF México meet all international standards applicable to the PPS agreement and, therefore, Provetren and CAF México have no liability in relation to the partial suspension of passenger transportation Line 12.

e) Comparative information

The information reported on these six-monthly condensed consolidated financial statements for 2014 is presented exclusively for comparison purposes with the information relating to the six-month period ended on 30 June 2015.

f) Group's transactions seasonality

Given the nature of the activities conducted by the Group's Companies and the percentage of completion accounting criterion, the Group's transactions are not cyclical or seasonal. Therefore, these notes to the condensed consolidated financial statements for the six-month period ended on 30 June 2015 do not contain any specific breakdown.

g) Relative importance

Pursuant to IAS 34, when determining which information to break down about the different items of the financial statements or other issues, the Group took into consideration their relative importance in relation to the six-monthly condensed consolidated financial statements.

h) Events after the reporting period

At 30 June 2015, the firm backlog amounted to EUR 5.396 million.

No other significant events have taken place since the end of these interim financial statements.

i) Condensed consolidated statement of cash flows

The following terms, with the meanings specified, are used in the condensed consolidated cash flow statement:

- Cash flows are inflows and outflows of cash and cash equivalents.

- Operating activities are the principal revenue-producing activities of the entity and other activities that are not investing or financing activities.

- Investing activities are the acquisition and disposal of long-term assets and other investments not included in cash and cash equivalents.

- Financing activities are activities that result in changes in the size and composition of the entity's equity and borrowings.

3. Changes in the Group's structure

Note 2.f to the consolidated financial statements for the year ended on 31 December 2014 contains relevant information about the Group's companies which were consolidated at such date, as well as those which were measured using the equity method.

During the first six months of 2015, the Group did not undertake any business combinations nor did it make any acquisitions or increases in the shareholdings in subsidiaries or associates.

4. Dividends payable by the Parent Company

Detailed below are the dividends owed by the Parent Company as at July 2015 and 2014, respectively, for the distribution of profits approved for the previous year. All of them were for common shares. The Group recognised those amounts (net of any applicable tax withholding) by crediting them to "Current financial liabilities – Other financial liabilities" on the condensed consolidated balances sheets at 30 June 2015 and 2014, respectively:

	30.06.15			30.06.14		
	% par value	Euros per share unit	Amount (Thousands of Euros)	% par value	Euros per share unit	Amount (Thousands of Euros)
Total dividends payable (Note 9)	174%	5.25	17,997	349%	10.5	35,995

5. Intangible assets

The changes in "Intangible assets" and the related accumulated amortisation during the six-month period ended on 30 June 2015 is as follows:

	Thousands of Euros			
	Development Expenditure	Computer software and others	Goodwill	Total
Balance at 31.12.14				
Cost	104,199	17,379	15	121,593
Accumulated depreciation	(53,297)	(13,987)	-	(67,284)
Impairment	(16,621)	-	-	(16,621)
Net balance at 31.12.14	**34,281**	**3,392**	**15**	**37,688**
Cost-				
Translation differences	-	(29)	-	(29)
Inflows	3,678	665	-	4,343
Write-downs	-	(2)	-	(2)
Transfers (Note 8)	(3,751)	-	-	(3,751)
Cost at 30.06.15	**104,126**	**18,013**	**15**	**122,154**
Accumulated amortisation-				
Translation differences	-	15	-	15
Additions or provisions	(4,919)	(587)	-	(5,506)
Write-downs	-	2	-	2
Transfers (Note 8)	2,580	-	-	2,580
Accumulated depreciation at 30.06.15	**(55,636)**	**(14,557)**	**-**	**(70,193)**
Impairment loss				
Impairment Balance at 30.06.15	**(16,621)**	**-**	**-**	**(16,621)**
Net balance at 30.06.15	**31,869**	**3,456**	**15**	**35,340**

Additions during 2015 first semester recognised as "Development expenditure" were for the costs incurred in projects to develop new products and projects as the directors considered there were no reasonable doubts as to their future economic and financial profitability.

During the first half of 2015 there was no impairment whatsoever and there have been no substantial changes in the profitability assumptions and estimates of the development projects for which impairments had been recorded in previous years.

6. Financial assets

a) Composition and breakdown

The detail of the Group's financial assets at 30 June 2015 and 31 December 2014, by nature and category for valuation purposes, is as follows:

	Thousands of Euros						
	30.06.15						
	Held-for-trading financial assets (**)	Other financial assets at fair value through profit or loss	Available-for-Sale Financial Assets (*)	Loans and receivables (*)	Held-to-Maturity Investments	Hedging Derivatives (***)	Total
Equity instruments	-	-	9,509	-	-	-	9,509
Derivatives	-	-	-	-	-	25,956	25,956
Other financial assets	-	-	-	627,920	15,152	-	643,072
Long-term / non-current	**-**	**-**	**9,509**	**627,920**	**15,152**	**25,956**	**678,537**
Derivatives	-	-	-	-	-	45,914	45,914
Other financial assets	50,642	-	-	2,223	40,445	-	93,310
Short term / current	**50,642**	**-**	**-**	**2,223**	**40,445**	**45,914**	**139,224**
Total	**50,642**	**-**	**9,509**	**630,143**	**55,597**	**71,870**	**817,761**

(*) Amounts net of the relevant impairment losses (Note 6.b).
(**) Measured at fair value (Level 1)
(***) Measured at fair value (Level 2)

	Thousands of Euros						
	31.12.14						
	Held-for-trading financial assets (**)	Other financial assets at fair value through profit or loss	Available-for-Sale Financial Assets (*)	Loans and receivables (*)	Held-to-Maturity Investments	Hedging Derivatives (***)	Total
Equity instruments	-	-	9,699	-	-	-	9,699
Derivatives	-	-	-	-	-	17,593	17,593
Other financial assets	-	-	-	624,593	17,664	-	642,257
Long-term / non-current	**-**	**-**	**9,699**	**624,593**	**17,664**	**17,593**	**669,549**
Derivatives	-	-	-	-	-	27,350	27,350
Other financial assets	52,018	-	-	3,122	41,455	-	96,595
Short term / current	**52,018**	**-**	**-**	**3,122**	**41,455**	**27,350**	**123,945**
Total	**52,018**	**-**	**9,699**	**627,715**	**59,119**	**44,943**	**793,494**

(*) Amounts net of the relevant impairment losses (Note 6.b).
(**) Measured at fair value (Level 1)
(***) Measured at fair value (Level 2)

At 30 June 2015, the Group recognised EUR 13,010 thousand (EUR 15,044 thousand at 31 December 2014) under non-current "Held-to-maturity investments" on account of guarantees related to the extension of the financial debt held by the subsidiary Ctrens Companhia de Manutençao, S.A. (Note 9). This guarantee accrues a market interest rate and corresponds to six monthly payments of the loan, and will be released in the last six instalments of the loan between November 2025 and April 2026.

At 30 June 2014, the Group had recognized an impairment of the equity instruments amounting to 1,823 thousand euros (31 December 2014: EUR 1,405 thousand). In 2015 first semester the amount recognised was 418 thousand euros with a charge to “Impairment and Gains or Losses on Disposals of Financial Instruments”.

Columns "Financial Assets held to negotiation" and “Held-to-maturity investments” basically include the Group’s investments in government debt securities, repos, deposits, promissory notes, and term deposits or investments funds.

The breakdown of “Non-current loans and accounts receivable” is as follows:

	Thousands of Euros	
	30.06.15	31.12.14
Loans to employees	5,273	5,091
Share ownership scheme obligations	331	432
Non-current tax receivables	58,490	53,488
Provisions for tax payables	(15,275)	(16,366)
Non-current trade receivables	557,240	562,301
Loans to associates (Note 12)	21,358	19,111
Loans to third parties	503	536
Total	**627,920**	**624,593**

Column “Loans and receivables” under items “Other non-current financial assets” and “Other current financial assets” includes, among others, the Parent’s rights under the “Share Ownership Scheme”, acquired from Cartera Social, S.A., for a corresponding provision net total of EUR 331 thousand and EUR 1,105 thousand, respectively (EUR 432 thousand and EUR 2,122 thousand, respectively, at 31 December 2014), and the terms of which are detailed in Note 9.e to the Group’s consolidated financial statements for 2014. In 2015 first semester, an amount of EUR 187 thousand was recognised and charged to “Impairment and gains or losses on disposals of financial instruments” in the condensed consolidated income statement.

Likewise, at 30 June 2015, the Group recognised a net total of EUR 43,215 thousand under “Non-current financial assets – Loans and receivables” for the VAT refundable by foreign tax authorities (EUR 37,122 thousand at 31 December 2014). In the six-month period ended on 30 June 2015, an additional provision of EUR 87 thousand was recognised and charged to “Impairment and gains or losses on disposals of non-current assets” in the accompanying condensed consolidated income statement for the six-month period.

Also included is a noncurrent receivable of EUR 7,461 thousand and a current receivable EUR 613 thousand (EUR 7,949 thousand and EUR 1,044 thousand, respectively, at 31 December 2014) related to a financial lease agreement for rolling stock for which the Group will receive regular lease payments in monthly instalments for a period of 120 months.

In 2010 the Group signed two concession contracts in Brazil and Mexico, respectively, whose terms and conditions are described in Note 9.e to the consolidated financial statements for 2014. These concession contracts are accounted for by applying IFRIC 12 – Financial Asset Model, given that they both meet the eligibility criteria, and the Group thus segregated the different services being rendered (construction, operation/maintenance and financing), as provided in that standard. Consequently, the Group recorded a total of EUR 549,779 thousand and EUR 118,524 thousand in “Loans and receivables” of non-current financial assets and “Other receivables” of current assets, respectively, at 30 June 2015, related to the construction activity and the services provided to date, net of invoicing (EUR 554,352 thousand and EUR 114,981 thousand at 31 December 2014). The Group began providing services essentially in the first half of 2011 in the case of Line 8 (Brazil) and in the second half of 2012 in the case of Line 12 (Mexico).

In both contracts, the future flows from instalments have been fully assessed and guaranteed from the time they were originally signed. The only potentially variable amount in the instalments refers exclusively to the penalties that may exist in relation to the technical performance of the railway material provided to the customer. There is no demand risk for the CAF Group with regard to these contracts given that the financial flows receivable are not related to the influx of passengers.

At 30 June 2015, the Group had recorded EUR 1,529 thousand under “Trade and other receivables – Other receivables” as a receivable from Cartera Social, S.A., which was settled in full before the date of preparation of this condensed Consolidated Financial Statements (Note 12).

b) Impairment losses

Below are the changes that have taken place during the first half of 2015 and 2014 in the amounts of the provisions covering asset impairment losses, including non-current balances with Public Authorities, which form part of the balance in “Non-current financial assets” and “Other current financial assets”:

Non-current Financial Assets	Thousands of Euros	
	30.06.15	30.06.14
Opening balance	**(17,771)**	**(27,554)**
Net reversals, credited to “Finance income”	-	799
Translation differences	1,178	(2,305)
Provisions charged to “Impairment and gains or losses on disposals of non-current assets”	(87)	(214)
Provisions charged to “Impairment and gains or losses on disposals of financial instruments”	(418)	-
Closing balance	**(17,098)**	**(29,274)**

Other Current Financial Assets	Thousands of Euros	
	30.06.15	30.06.14
Opening balance	-	**(887)**
Allocation	-	804
Reversals credited to profit and Loss	-	83
Non-current asset transfers	-	-
Closing balance	-	-

7. Tangible assets

a) Changes in the period

During the six first months of 2015 and 2014 there have been new additions of property, plant and equipment amounting to EUR 2,758 thousand and EUR 2,642 thousand respectively. The main additions in fiscal year 2015 are related to lines of machines and improvements in rolling stock division of CAF S.A. Besides, during 2015 and 2014 first semesters, certain items were disposed of at the net book value of EUR 67 thousand and EUR 218 thousand, respectively, resulting in EUR 26 thousand and EUR 41 thousand in net losses, respectively.

Provisions for depreciation for the six-month periods ended on 30 June 2015 and 2014 amounted to EUR 15,283 thousand and EUR 16,430 thousand, respectively. Translation differences for the abovesaid semesters resulted in a positive amount of EUR 18 thousand and amount of EUR 3,538 thousand, respectively.

The Group deducts the amount of any grants received for the acquisition of an asset from the carrying amount of the asset acquired. At 30 June 2015, the net amount of the grants received yet to be amortised totalled EUR 2,503 thousand (EUR 3,002 thousand at 31 December 2014). An amount of EUR 505 thousand was allocated to income for the six-month period ended on 30 June 2015 (EUR 598 thousand for the six-month period ended on 30 June 2014).

b) Impairment losses

The changes in Impairment losses during 2015 and 2014 first semesters are as follows:

	Thousands of Euros	
	30.06.15	30.06.14
Opening balance	**(7,003)**	**(7,003)**
Reversals credited to income for the period	(674)	-
Closing balance	**(7,677)**	**(7,003)**

The impairment losses recognised in the first six months of 2015 mainly relate to the write-downs of property, plant and equipment as a result of its technological obsolescence at a subsidiary.

c) Commitments to purchase property, plant and equipment

At 30 June 2015 and 31 December 2014, the Group had firm capital expenditure commitments amounting to approximately EUR 2,427 thousand and EUR 726 thousand, respectively.

8. Inventories and Construction Contracts

The detail of inventories at 30 June 2015 and 31 December 2014 is as follows:

	Thousands of Euros	
	30.06.15	31.12.14
Raw materials and other procurements, work in progress and finished and semi-finished goods	118,376	149,513
Advances to suppliers	25,743	30,991
Total	**144,119**	**180,504**

The Group registers customer advances for its contracts on the portfolio by crediting them to “Trade and other payables – Other payables”. At 30 June 2015, this amount totalled EUR 231,765 thousand (EUR 203,196 thousand at 31 December 2014).

Under “Trade and other receivables – Trade receivables for sales and services”, the Group records the “Amounts to be billed for work performed”, which, at 30 June 2015, was approximately 76% of the balance existing under that item (74% at 31 December 2014). The main balance amounting to EUR 137,759 thousand at 30 June 2015 (31 December 2014: EUR 137,235 thousand) relates to an agreement with Metro de Caracas, and its realisable value is covered by an insurance policy and a provision (see Note 11). The balance of receivables includes withholdings in collections at 30 June 2015, totalling EUR 831 thousand (EUR 1.126 thousand at 31 December 2014).

The Group derecognises a financial asset 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 of the financial asset have also been transferred, such as in the case of firm asset sales and non-recourse factoring of trade receivables. At 30 June 2015, the unmatured balances receivable derecognised as a result of the aforementioned non-recourse factoring transactions amounted to EUR 23,407 thousand. At 31 December 2014, no amount had been derecognised in this connection.

9. Financial liabilities

The detail of the Group's financial liabilities at 30 June 2015 and 31 December 2014, by nature and category, for valuation purposes, is as follows:

Financial Liabilities: Nature/ Category	Thousands of Euros 30.06.15				
	Held-for-Trading Financial Liabilities	Other Financial Liabilities at Fair Value through Profit or Loss	Accounts Payable	Hedging Derivatives (Note 14)	Total
Bank borrowings	-	-	755,965	-	755,965
Other financial liabilities (without hedging derivatives)	-	-	55,876	-	55,876
Hedging derivatives	-	-	-	27,353	27,353
Non-current liabilities/non-current financial liabilities	-	-	**811,841**	**27,353**	**839,194**
Bank borrowings	-	-	141,047	-	141,047
Other financial liabilities (without hedging derivatives)	-	-	34,785	-	34,785
Hedging derivatives	-	-	-	46,021	46,021
Current liabilities / current financial liabilities	-	-	**175,832**	**46,021**	**221,853**
Total	-	-	**987,673**	**73,374**	**1,061,047**

Financial Liabilities: Nature/ Category	Thousands of Euros 31.12.14				
	Held-for-Trading Financial Liabilities	Other Financial Liabilities at Fair Value through Profit or Loss	Accounts Payable	Hedging Derivatives (Note 14)	Total
Bank borrowings	-	-	683,062	-	683,062
Other financial liabilities (without hedging derivatives)	-	-	57,848	-	57,848
Hedging derivatives	-	-	-	18,557	18,557
Non-current liabilities/non-current financial liabilities	-	-	**740,910**	**18,557**	**759,467**
Bank borrowings	-	-	158,039	-	158,039
Other financial liabilities (without hedging derivatives)	-	-	19,034	-	19,034
Hedging derivatives	-	-	-	27,699	27,699
Current liabilities / current financial liabilities	-	-	**177,073**	**27,699**	**204,772**
Total	-	-	**917,983**	**46,256**	**964,239**

a) Bank borrowings

The subsidiary Ctrens – Companhia de Manutençao, S.A. subscribed a financing contract with Banco Nacional de Desenvolvimiento Econômico e Social (BNDES) related to the CPTM concession transaction. At 30 June 2015, the balance drawn down was BRL 784,580 thousand (EUR 226,116 thousand), of which EUR 211,594 thousand mature at long term and EUR 14,522 thousand at short term (EUR 247,101 thousand and EUR 13,995 thousand, respectively, at 31 December 2014).

Likewise, on 7 December 2012, the subsidiary Provetren, S.A. de C.V. subscribed a long-term financing contract totalling US$ 300 million. At 30 June 2015, the financial liability amounted to USD 197,720 thousand (EUR 176,703 thousand). These financial liabilities were recorded in the amount of EUR 158,414 thousand and EUR 18,289 thousand in the long and short term, respectively (EUR 150,448 thousand and EUR 20,114 thousand, respectively).

The main terms of both loans are detailed in the Note 16 of the consolidated financial statements for 2014.

During the first half of 2015, the Parent Company signed new financing policies maturing within 2 and 6 years for a total of EUR 102,000 thousand, of which EUR 55,000 thousand were used in the first half of 2015. At 30 June 2015, the Parent Company had drawn non-current and current loans for a total of EUR 370,194 thousand and EUR 21,956 thousand. Of the subscribed amount, EUR 250,000 thousand is tied to the fixed market rate (EUR 20,000 thousand as a result of an interest-rate swap, see Note 14).

At 30 June 2015, the subsidiaries CAF Brasil Industria e Comercio, S.A. and CAF USA, Inc. were both using credit facilities so as to finance their working capital for a total of EUR 97,273 thousand, of which EUR 11,528 thousand has a non-current maturity. The rest of the financial payable totalling EUR 4,770 thousand, of which EUR 535 thousand has a current maturity, is related to loans received by other subsidiaries and to outstanding interest payments.

At 30 June 2015, the consolidated companies had lines of financing maturing in less than one year from credit entities that had not been drawn upon at 30 June, totalling EUR 243,000 thousand.

The effects of translations differences during 2015 first semester under “Non-current financial liabilities – Bank borrowings” and “Current financial liabilities – Bank borrowings” decreased the balance in and amount of EUR 5,519 thousand and EUR 1,362 thousand, respectively.

b) Other financial liabilities

Below is a breakdown of items “Non-current financial liabilities – Other financial liabilities” and “Current financial liabilities (without hedging derivatives) – Other financial liabilities” on the condensed consolidated balance sheet at 30 June 2015 and 31 December 2014:

Non-current financial liabilities – Other financial liabilities	Thousands of Euros	
	30.06.15	31.12.14
Refundable advances	50,184	50,866
Obligations with the staff	4,141	5,259
Other	1,551	1,723
	55,876	**57,848**

Current financial liabilities – Other financial liabilities	Thousands of Euros	
	30.06.15	31.12.14
Refundable advances	13,294	17,136
Net dividends payable (Note 4) (*)	19,261	-
Other	2,230	1,898
	34,785	**19,034**

(*) Including dividends of EUR 3,224 thousand payable to non-controlling interests.

Refundable advances

By reason of various research and development programmes, the Group received certain grants to conduct research and development projects, which were recognised when actually collected or, if applicable, when collected by the coordinator of the joint project. This aid consisted of:

- Grants to partially meet the expenses and costs of these projects.

- Refundable advances generally in the form of interest-free loans, which usually have an initial grace period of 3 years and are taken to income in a period of over 10 years.

Grants must be refunded together with the related interest if the R&D investments envisaged under these projects are not made.

Employee benefit obligations

At 30 June 2015, "Non-current financial liabilities – Other financial liabilities" and "Trade and other payables – Other accounts payable" in the accompanying condensed consolidated balance sheet included about EUR 4,141 thousand and EUR 3,180 thousand, respectively (EUR 5,259 thousand and EUR 4.185 thousand, respectively, at 31 December 2014), relating to the present value estimated by the Directors of the future payments to be made to employees who had entered into hand-over contracts and employees who would be beneficiaries of the early retirement plan approved in 2013. To that end, in 2015, the Group allocated an amount of EUR 84 thousand, charged to "Staff costs" in the condensed consolidated income statement (reversal of EUR 528 thousand in the first half of 2014).

The obligations undertaken with certain employees described in Note 15 to the 2014 consolidated financial statements, as well as their future amendments and any amount accrued for the services rendered are charged to the corresponding income statement, which resulted in revenues totalling EUR 169 thousand and an expense totalling EUR 302 thousand, recorded under "Staff costs" for the six-month periods ended on 30 June 2015 and 2014, respectively.

10. Equity

a) Issued shares

At 30 June 2015 and 31 December 2014, there were 3,428,075 share units having a par value of EUR 3.01.

At the Annual General Meeting of the Parent held on 13 June 2015, the Board of Directors has empowered to acquire treasury shares within five years from that date, annulling the authorization approved on 5 June 2010.

b) *Equity adjustments for changes in value*

Cash flow hedges

This item of the condensed consolidated balance sheet contains the net valuation change in financial derivatives designated as cash flow hedges.

The changes in this item during the first half of 2015 are as follows:

	Thousands of Euros
Balance at 31.12.14	**(6,212)**
Income and expenses recognised	(319)
Transfer to profit or loss	-
Balance at 30.06.15	**(6,531)**

Translation differences

This item of the condensed consolidated balance sheet contains the net translation differences from non-monetary items having a fair value adjusted against equity, and especially, those resulting from converting into Euros the functional-currency-denominated balances of the consolidated companies having a functional currency other than the Euro.

Detailed below are the changes in this item during the first semesters of 2015 and 2014:

	Thousands of Euros	
	30.06.15	30.06.14
Opening balance	**(70,336)**	**(70,789)**
Net changes in the period	(12,383)	13,939
Closing balance	**(82,719)**	**(56,850)**

The currency that generated more variation in translation differences during the first six months of 2015 is the Brazilian real.

11. Provisions and contingent liabilities

a) *Breakdown*

The breakdown of the balance of this item is shown below:

	Thousands of Euros	
	30.06.15	31.12.14
Long-term provisions for contingent obligations and risks	4,884	5,075
Short-term provisions	245,726	265,329
Total	**250,610**	**270,404**

b) *Long-term provisions for contingent obligations and risks*

No significant changes occurred in 2015 first semester compared to 2014 reporting period, and EUR 858 thousand were charged to “Staff costs”, principally, in the accompanying condensed consolidated income statement.

c) Short-term provisions

This item of the accompanying condensed consolidated balance sheet contains the Group's provisions basically for costs relating to contractual warranty and support services and other issues associated with its activity. The consolidated companies credited EUR 19,885 thousand to "Other operating expenses" (EUR 33,781 thousand credited to the same item during 2014 first semester) in the accompanying condensed consolidated income statement for 2015 due to the difference between the provisions required in this respect at the end of the reporting period and those recognised at the end of the previous one. The expenses incurred in 2015 and 2014 first semesters for the provision of contractual warranty services (approximately EUR 21,491 thousand and EUR 32,888 thousand, respectively) were recognised under "Supplies" and "Staff costs" in the accompanying condensed consolidated income statements for the abovesaid semesters.

The changes in this item during 2015 and 2014 are as follows (in thousands of Euros):

	Warranty and Support Services, Contractual Liability, etc.	Litigation	Other provisions	Total
Balance at 31.12.13	**324,745**	**7,766**	**2,516**	**335,027**
Net charge for the year	(70,669)	(72)	(137)	(70,878)
Translation differences	1,180	-	-	1,180
Balance at 31.12.14	**255,256**	**7,694**	**2,379**	**265,329**
Net charge for the year	(16,226)	(3,659)	-	(19,885)
Translation differences	282	-	-	282
Balance at 30.06.15	**239,312**	**4,035**	**2,379**	**245,726**

At 30 June 2015 and 31 December 2014, provisions were basically due to contractual obligations (EUR 134 million and EUR 147 million, respectively), and warranties and after-sells (EUR 105 million and EUR 108 million, respectively), distributed among carriages delivered and in the course of construction, and under warranty period.

In furtherance of the contractual obligations undertaken with Caracas Metro, the Group recorded a provision for EUR 66,535 thousand (EUR 66,535 thousand at 31 December 2014)-(see Note 8).

12. Related parties

The Group's "related parties" are, in addition to subsidiaries, associates and jointly-controlled entities, the Company's "key management personnel" (Board members and Directors, along with their close relatives), as well as any entity on which the key management personnel may have a significant influence or control.

Detailed below are the transactions carried out by the Group with related parties in 2015 and 2014 first semesters, broken down by the Company's significant shareholders, Board members, Directors, and other related parties. The terms and conditions of transactions with related parties are equivalent to those of arm's length transactions, and the corresponding payments in kind were recognised.

Income and expense	Thousands of Euros 30.06.15 Significant Shareholders	Group's individuals, companies or entities	Other related parties	Total
Expenses:				
Purchase of goods (finished or in progress)	-	-	27	27
	-	**-**	**27**	**27**
Income:				
Revenue	-	-	11,519	11,519
Finance income	-	-	652	652
	-	**-**	**12,171**	**12,171**

Income and expense	Thousands of Euros 30.06.14 Significant Shareholders	Group's individuals, companies or entities	Other related parties	Total
Expenses:				
Purchase of goods (finished or in progress)	-	-	15	15
	-	**-**	**15**	**15**
Income:				
Revenue	-	-	9,821	9,821
Finance income	321	-	-	321
	321	**-**	**9,821**	**10,142**

Sales with "Other related parties" during 2015 first semester involved, principally, Ferrocarriles Suburbanos, S.A. de C.V. and Plan Metro, S.A., companies in which CAF Group holds minority equity interests together with other partners.

13. Remuneration and other payments to the Company's Board of Directors and Senior Management

Notes 23 and 24 to the Group's consolidated financial statements for the year ended on 31 December 2014 contain a description of the contracts in force referring to the remuneration and other payments agreed with the Company's Board of Directors and Senior Management.

In 2015 and 2014 first semesters, the Parent Company recognised approximately EUR 662 thousand and EUR 758 thousand for remuneration and other benefits earned by its Directors, whereas the Directors of the subsidiaries did not accrue any amount on this account. These amounts include the staff costs relating to the Parent's Senior Management, as required in the Corporate Governance Report, since they are also members of the Board of Directors. At 30 June 2015 and 31 December 2014, neither the Parent's Board of Directors nor their subsidiaries' had granted any advance, guarantee or loan to their current or former board members.

14. Derivative financial instruments

The CAF Group uses derivative financial instruments to hedge the risks to which its activities, transactions and future cash flows are exposed, mainly risks arising from changes in exchange rates (for further details, see Note 17 to the 2014 consolidated financial statements). The CAF Group uses derivatives as foreign currency hedges in order to mitigate the potential adverse effect that changes in exchange rates might have on future cash flows relating to transactions and loans in currencies other than the functional currency of the company concerned.

The breakdown of the net balances of derivatives, basically fair value hedges, recognised in the consolidated balance sheets at 30 June 2015 and 31 December 2014 is as follows:

Valuation	Thousands of Euros			
	Fair Value		Cash flows	
	30.06.15	31.12.14	30.06.15	31.12.14
Hedges -				
USD foreign currency hedges	(13,556)	(879)	-	-
GBP foreign currency hedges	272	140	-	-
MXP foreign currency hedges	1,751	103	(1,602)	-
BRL foreign currency hedges	1,588	442	-	-
Seguros de cambio de Francos Suizos	(131)	(131)	-	-
EUR foreign currency hedges	(199)	986	-	-
AUD foreign currency hedges	71	39	-	-
SEK foreign currency hedges	(233)	(157)	-	-
NZD foreign currency hedges	(53)	(34)	-	-
SAR foreign currency hedges	8,315	(1,316)	-	-
TWD foreign currency hedges	2,208	(39)	-	-
Seguros de cambio de tipo de interés	(149)	(96)	215	(371)
Total	**(116)**	**(942)**	**(1,387)**	**(371)**

In addition to the items of the table above, at 30 June 2015, the associate SEM Los Tranvías de Zaragoza, S.A. has arranged various financial swaps relating to the face value of its financial debt. These financial swaps were designated as cash flow interest rate hedges, and the negative assessment thereof attributable to the Group amounted to EUR 5,508 thousand, net of the related tax effect.

The maturity of the interest rate derivatives, cash flow hedges, are as follows:

Maturity (in Currency)	30.06.15		
	2015	2016	2017 and Subsequent Years
Swap Euribor (EUR)	-	-	20,000,000
Cross-currency-swap CDI (BRL)	63,800,000	-	-
Swap LIBOR (USD)	9,815,346	20,206,653	130,071,328

The maturity of the foreign currency hedges are as follows:

Maturity (in Currency)	30.06.15		
	2015	2016	2017 and Subsequent Years
Sales hedged			
Fair value hedge			
USD foreign currency hedges (*)	318,681,448	96,014,491	135,817,996
GBP foreign currency hedges	3,758,163	27,371,411	68,204,871
EUR foreign currency hedges	28,693,289	-	-
BRL foreign currency hedges	115,113,533	-	-
SEK foreign currency hedges	244,542,208	31,664,353	-
NZD foreign currency hedges	5,830,240	-	-
SAR foreign currency hedges	46,900,678	554,575,136	-
AUD foreign currency hedges	5,008,687	-	-
TWD foreign currency hedges	869,206,432	77,422,500	-
MXP foreign currency hedges	394,308,394	1,928,627,087	-
Purchases hedged			
Fair value hedge			
USD foreign currency hedges	9,930,442	1,800,000	700,000
EUR foreign currency hedges	15,142,622	-	-
GBP foreign currency hedges	1,200,000	-	-
MXP foreign currency hedges	9,220,820	-	-
BRL foreign currency hedges	44,983,891	-	-
Cash flow hedge			
EUR foreign currency hedges	49,753,000	-	-

(*) Including the hedge of the net investment in CAF USA Inc and Provetren, S.A. de C.V. amounting to USD 134,908 thousand.

Maturity (in Currency)	30.06.14		
	2014	2015	2016 and Subsequent Years
Sales hedged			
Fair value hedge			
USD foreign currency hedges (*)	417,357,979	160,287,318	175,749,874
GBP foreign currency hedges	12,067,566	2,355,052	89,463
EUR foreign currency hedges	16,010,584	13,506,809	-
BRL foreign currency hedges	152,489,239	-	-
SEK foreign currency hedges	409,233,465	63,815,900	31,664,353
NZD foreign currency hedges	6,895,311	-	-
SAR foreign currency hedges	81,212,210	499,100,919	9,944,560
AUD foreign currency hedges	12,381,911	15,441,320	-
RON foreign currency hedges	2,900,000	-	-
TWD foreign currency hedges	824,312,112	938,002,543	77,422,500
Purchases hedged			
Fair value hedge			
USD foreign currency hedges	29,816,919	3,110,394	2,500,000
EUR foreign currency hedges	42,833,742	-	-
GBP foreign currency hedges	500,000	-	-
AUD foreign currency hedges	100,091	-	-
MXP foreign currency hedges	163,358,639	91,943,459	-
NZD foreign currency hedges	-	-	-
BRL foreign currency hedges	43,040,891	-	-

(*) Including the hedge of the net investment in CAF USA Inc and Provetren, S.A. de C.V. amounting to USD 98,138 thousand.

In 2015 and 2014 first semesters, the CAF Group's hedging transactions were barely inefficient.

15. Segment reporting

Note 6 to the consolidated financial statements for the year ended on 31 December 2014 details the criteria used by the Company to define its operating segments. There was no change in the basis of segmentation.

Below is a breakdown of revenues, by geographical area, at 30 June 2015 and 2014:

Revenue by Geographical Area	Thousands of Euros	
	30.06.15	30.06.14
Domestic market	119,685	121,777
Exports		
a) European Union	166,310	223,277
b) OECD countries	145,177	179,632
c) Other countries	228,828	212,347
Total	**660,000**	**737,033**

The reconciliation of segment revenues with consolidated revenues at 30 June 2015 and 2014 is as follows:

Operating income	Thousands of Euros					
	30.06.15			30.06.14		
	External income	Inter-segment income	Total Operating income	External income	Inter-segment income	Total income
Railway	613,657	-	613,657	689,875	-	689,875
Rolling stock and components	46,343	18,227	64,570	47,158	21,951	69,109
(-) Revenue adjustments and write-offs among segments	-	(18,227)	(18,227)	-	(21,951)	(21,951)
Total	**660,000**	**-**	**660,000**	**737,033**	**-**	**737,033**

Reconciliation of segment revenues with consolidated revenues at 30 June 2015 and 2014 is as follows:

	Thousands of Euros	
	30.06.15	30.06.14
Railway	52,637	49,005
Rolling stock and components	5,349	3,074
General (*)	(25,319)	(7,996)
Profit(loss) after tax	**32,667**	**44,083**

(*) Includes, besides of some no assigned general expenses, finance income and Corporate Tax expense corresponding to segments "Railway" and "Rolling stock and components", as both segments overlap at several entities and there is no reasonable criteria to apply for their allocation.

16. Average headcount

The average headcounts for the six-month periods ended on 30 June 2015 and 2014 are as follows:

	Number of employees	
	30.06.15	30.06.14
Men	6,938	6,866
Women	1,025	1,006
Total	**7,963**	**7,872**

17. Tax matters

The Group calculated the provision for Corporate Tax at 30 June 2015 by applying the tax regulations in force. However, should a new tax treatment arise from tax legislation amendments which comes to be different from the current tax treatment, the new treatment will be immediately applied to the financial statements presented as of the date of its entry into force.

The amount payable on the estimated Corporate Tax for the six-month period ended on 30 June 2015 was recognised under "Trade and other payables – Current tax liabilities" in the accompanying condensed consolidated balance sheet.

For recognition and application of tax credits, the Group's Directors apply them based on their assessment of backlog.

At 30 June 2015, the Group had recorded a total of EUR 56,430 thousand of receivables from Public Authorities for tax assessments, mainly VAT, under "Trade and other receivables – Other receivables" in the condensed consolidated statement of financial position. The Group recorded EUR 30,849 thousand under "Trade and other payables – Other payables” in the accompanying condensed consolidated statement of financial position, mainly in relation to withholdings on employee income, employer social security costs and VAT.

18. Explanation added for translation to English

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