

Gamesa Corporación Tecnológica, S.A.

Auditors' Report

Financial Statements for the year ended 31
December 2015 and Management Report

*Translation of a report and financial statements originally issued
in Spanish. In the event of a discrepancy, the Spanish-language
version prevails.*

Independent Audit Report

**GAMESA CORPORACIÓN TECNOLÓGICA, S.A.
Financial Statements and Management Report
for the year ended
December 31, 2015**

Translation of a report and financial statements originally issued in Spanish. In the event of discrepancy, the Spanish-language version prevails (See Note 22)

INDEPENDENT AUDIT REPORT ON THE FINANCIAL STATEMENTS

To the Shareholders of GAMESA CORPORACIÓN TECNOLÓGICA, S.A.:

Report on the financial statements

We have audited the accompanying financial statements of GAMESA CORPORACIÓN TECNOLÓGICA, S.A., which comprise the balance sheet at December 31, 2015, the income statement, the statement of changes in equity, the cash flow statement, and the notes thereto for the year then ended.

Directors' responsibility 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 and financial position and the results of GAMESA CORPORACIÓN TECNOLÓGICA, S.A., in accordance with the regulatory framework for financial information applicable to the Entity in Spain, identified in Note 2 to the accompanying financial statements, 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.

Auditor's responsibility

Our responsibility is to express an opinion on the accompanying financial statements based on our audit. We conducted our audit in accordance with prevailing audit regulations in Spain. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit requires performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the equity and financial position of GAMESA CORPORACIÓN TECNOLÓGICA, S.A. at December 31, 2015, and its results and cash flow for the year then ended, in accordance with the applicable regulatory framework for financial information in Spain, and specifically the accounting principles and criteria contained therein.

Report on other legal and regulatory requirements

The accompanying 2015 management report contains such explanations as the directors consider appropriate concerning the situation of the Company, the evolution of its business and other matters; however, it is not an integral part of the financial statements. We have checked that the accounting information included in the aforementioned management report agrees with the 2015 financial statements. Our work as auditors is limited to verifying the management report in accordance with the scope mentioned in this paragraph, and does not include the review of information other than that obtained from the Company's accounting records.

ERNST & YOUNG, S.L.

The original signed in the original

February 25, 2015

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Management report for the year end December 31, 2015

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Company (see Note 22). In the event of a discrepancy, the Spanish-language version prevails.

GAMESA CORPORACIÓN TECNOLÓGICA, S.A.

BALANCE SHEET AT DECEMBER 31, 2015 AND 2014 (*)

(Thousands of euros)

ASSETS	Notes	12.31.2015	12.31.2014 (*)	EQUITY AND LIABILITIES	Notes	12.31.2015	12.31.2014 (*)
NON-CURRENT ASSETS		385.335	312.348	EQUITY	Note 12	900.424	844.804
Intangible assets	Note 6	228	391	SHAREHOLDER'S EQUITY		900.424	844.804
Computer software		228	391	Share capital		47.476	47.476
Property, plant and equipment	Note 7	534	386	Share premium		386.413	386.413
Other fixtures, tools and furniture		406	315	Reserves		435.896	386.129
Other items of property, plant and equipment		128	71	Legal and bylaw reserves		9.495	8.633
Non-current investments in Group companies and associates	Note 9	374.317	276.108	Other reserves		426.401	377.496
Investments in Group companies and associates		374.317	276.108	Treasury shares		(46.244)	(24.873)
Non-current financial assets	Note 9	444	560	Profit for the year		76.883	49.659
Equity instruments		-	113				
Guarantees and deposits given	Note 8	444	447				
Deferred tax assets	Note 16	9.812	34.903	NON-CURRENT LIABILITIES		4.180	29.739
				Non-current payables		4.180	29.739
				Other financial liabilities	Note 15	4.180	5.739
				Bank borrowings	Note 14	-	24.000
CURRENT ASSETS		574.959	604.415	CURRENT LIABILITIES		55.690	42.220
Trade and other receivables		47.395	42.895	Short-term provisions	Note 13	1.381	891
Trade receivables for sales and services		35	40	Other provisions		1.381	891
Receivables from Group companies and associates	Note 19	42.794	38.050	Current payables	Note 14	4.414	7.461
Accounts receivable		97	97	Bank borrowings		234	7.461
Other accounts receivable from public authorities	Note 16	4.469	4.708	Other financial liabilities	Note 15	4.180	-
Current investments in Group companies and associates	Note 19	523.045	542.918	Current payables to Group companies and associates	Note 19	34.249	13.693
Short-term loans to Group companies		523.045	542.918	Trade and other payables		15.646	20.175
Current financial assets	Note 10	1.765	1.165	Sundry accounts payable		4.925	9.526
Short-term loans to third parties		1.765	1.165	Remuneration payable		8.165	7.682
Short-terms accruals		297	262	Other accounts payable to public authorities	Note 16	2.556	2.967
Cash and cash equivalents	Note 11	2.457	17.175				
Cash		2.457	17.175				
TOTAL ASSETS		960.294	916.763	TOTAL EQUITY AND LIABILITIES		960.294	916.763

(*) Presented for comparison purposes only.

The accompanying Notes 1 to 22 are an integral part of the balance sheet at December 31, 2015.

Translation of financial statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Company (see Note 22). In the event of a discrepancy, the Spanish-language version prevails.

GAMESA CORPORACIÓN TECNOLÓGICA, S.A.

INCOME STATEMENTS FOR THE YEARS ENDED

DECEMBER 31, 2015 AND 2014 (*)

(Thousands of euros)

	Notes	Year 2015	Year 2014 (*)
CONTINUING OPERATIONS:			
Revenue	Note 18.1	31.418	59.768
Dividends received for investments in equity instruments of Group companies and associates		3.006	43.000
Income from loans granted to Group companies and associates		28.412	16.768
Other operating income		35.604	39.645
Non-core and other current operating income	Note 18.2	35.508	39.463
Income-related grants transferred to profit or loss		96	182
Personnel expenses	Note 18.4	(34.672)	(32.914)
Wages, salaries and similar expenses		(28.949)	(27.239)
Employee benefit costs		(5.723)	(5.675)
Other operating expenses	Note 18.3	(19.685)	(19.851)
Outside services		(19.606)	(19.825)
Taxes other than income tax		(79)	(26)
Depreciation and amortization	Notes 6 and 7	(332)	(593)
Impairment and profit/(loss) on disposals of financial instruments	Note 9	103.388	9.062
Impairment and profit/(loss) in Group companies and associates investments		103.388	9.062
OPERATING PROFIT/(LOSS)		115.721	55.117
Financial expense		(1.003)	(2.921)
On debts to Group companies and associates	Note 19	34	(173)
On debts to third parties	Note 14	(1.037)	(2.748)
Exchange differences		(17)	28
FINANCIAL PROFIT/(LOSS)		(1.020)	(2.893)
PROFIT/(LOSS) BEFORE TAX		114.701	52.224
Income tax	Note 16	(37.818)	(2.565)
PROFIT/(LOSS) FOR THE YEAR FROM CONTINUING OPERATIONS		76.883	49.659
PROFIT/(LOSS) FOR THE YEAR		76.883	49.659

(*) Presented for comparison purposes only.

The accompanying Notes 1 to 22 are an integral part of the income statement at December 31, 2015.

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GAMESA CORPORACIÓN TECNOLÓGICA, S.A.

STATEMENTS OF CHANGES IN EQUITY FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014 (*)

(Thousands of euros)

A) STATEMENTS OF RECOGNISED INCOME AND EXPENSE FOR 2015 AND 2014 (*)

	Year 2015	Year 2014 (*)
Profit for the year	76.883	49.659
Income and expenses recognised directly in equity	-	-
Transfers to income statements	-	-
TOTAL INCOME AND EXPENSES RECOGNISED	76.883	49.659

(*) Presented for comparison purposes only.

The accompanying Notes 1 to 22 are an integral part of the statement of changes in equity at December, 31 2015.

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GAMESA CORPORACIÓN TECNOLÓGICA, S.A.

STATEMENTS OF CHANGES IN EQUITY FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014 (*)

(Thousands of euros)

B) STATEMENTS OF CHANGES IN TOTAL EQUITY FOR 2015 AND 2014 (*)

	Share capital	Share premium	Legal reserve	Other reserves				Treasury shares	Profit for the year	Total
				Reserve for redenomination of capital in euros	Voluntary reserves	Losses from previous year	Reserves for treasury shares			
BEGINNING BALANCE AT DECEMBER 31, 2014 (*)	43.160	154.619	8.408	1	365.594	(454.812)	21.340	(21.340)	443.575	560.545
Total income and expenses recognised	-	-	-	-	-	-	-	-	49.659	49.659
Other changes in equity:										
- Capital increase (Note 12)	4.316	231.794	-	-	(2.586)	-	-	-	-	233.524
- Distribution of 2013 profit:										
Other reserves	-	-	225	-	-	443.350	-	-	(443.575)	-
- Treasury share transactions (Note 12.3)	-	-	-	-	(1.653)	-	3.533	(3.533)	-	(1.653)
- Incentive plan (Note 12.4)	-	-	-	-	2.729	-	-	-	-	2.729
ENDING BALANCE AT DECEMBER 31, 2014	47.476	386.413	8.633	1	364.084	(11.462)	24.873	(24.873)	49.659	844.804
Total income and expense recognised	-	-	-	-	-	-	-	-	76.883	76.883
Other changes in equity:										
- Distribution of 2014 profit:										
Other reserves	-	-	862	-	26.015	-	-	-	(26.877)	-
Dividend payment	-	-	-	-	-	-	-	-	(22.782)	(22.782)
- Treasury share transactions (Note 12.3)	-	-	-	-	(120)	-	21.371	(21.371)	-	(120)
- Incentive plan (Note 12.4)	-	-	-	-	1.639	-	-	-	-	1.639
ENDING BALANCE AT DECEMBER 31, 2015	47.476	386.413	9.495	1	391.618	(11.462)	46.244	(46.244)	76.883	900.424

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GAMESA CORPORACIÓN TECNOLÓGICA, S.A.

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014 (*)

(Thousands of euros)

	Notes	Ejercicio 2015	Ejercicio 2014 (*)
CASH FLOW FROM OPERATING ACTIVITIES (I)		(8.566)	30.469
Profit for the year before tax		114.701	52.224
Adjustments for:			
- Depreciation and amortization	Notes 6 and 7	332	593
- Impairment losses	Note 9	(103.388)	(9.062)
- Changes in provisions (incentive plan)	Note 12	1.051	2.080
- Financial expenses	Notes 14 and 19	1.003	2.921
- Exchange differences		17	(28)
- Trade and other receivables		(4.465)	13.410
- Other current assets		-	1.764
- Other payables		(16.759)	(31.617)
- Prepaid expenses		(36)	1.077
Other cash flows from operating activities			
- Interests paid	Note 14	(1.022)	(2.893)
CASH FLOWS FROM INVESTING ACTIVITIES (II)		48.370	(273.903)
OPERATING PROFIT/(LOSS)			
Payments due to investments			
- Group companies and associates	Note 9	43.404	(282.019)
- Other financial assets		(600)	-
- Investments in intangible assets and property, plant and equipment	Notes 6 and 7	(317)	(185)
Charges for divestments			
- Other investments in non-current financial assets		5.883	8.301
CASH FLOWS FROM FINANCING ACTIVITIES (III)		(54.522)	259.550
Receipts and payments for equity instruments			
- Capital increase		-	232.520
- Purchase of treasury shares	Note 12	(120)	-
Receipts and payments for financial liability instruments			
- Issue/(amortization) of borrowings from Group companies and associates	Notes 14 and 15	(31.620)	27.030
Dividend payments and remunerations of other equity instruments			
- Dividends		(22.782)	-
IMPACT OF CHANGES IN EXCHANGE RATE (IV)		-	-
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (I+II+III+IV)		(14.718)	16.116
Cash and cash equivalents at beginning of the year		17.175	1.059
Cash and cash equivalents at year end		2.457	17.175

(*) Presented for comparison purposes only.

The accompanying Notes 1 to 22 are an integral part of the statement of cash flows at December 31, 2015.

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
FULLY CONSOLIDATED COMPANIES							
A) GAMESA ENERGÍA GROUP							
Gamesa Energía, S.A. Unipersonal	Development of wind farms	EY	Vizcaya	100%	35,491	157,752	(33,238)
A.1 Wind farms							
Development of wind farms							
Gamesa Inversiones Energéticas, S.A.	Development of wind farms	EY	Vizcaya	100%	1,200	2,932	(3,003)
Gamesa Energía Italia, S.P.A.	Development of wind farms	EY	Italy	100%	570	6	(2,171)
Gamesa Energiaki Hellas, A.E.	Development of wind farms	EY	Greece	100%	464	(405)	(2,405)
Gamesa Energie France, E.U.R.L.	Development of wind farms	EY	France	100%	60	(5,711)	1,202
Parques Eólicos del Caribe, S.A.	Development of wind farms	PWC	Dominican Republic	57%	1,184	(1,204)	(2,441)
Navitas Energy, Inc.	Development of wind farms	-	USA	97%	252	(13,320)	(191)
Gamesa Energy Romania, S.R.L.	Development of wind farms	-	Romania	99%	0	(8,337)	(1,012)
Gamesa Energy UK, Ltd.	Development of wind farms	EY	UK	100%	14,361	(11,740)	(4,028)
Wind Portfolio SponsorCo, LLC	Development of wind farms	-	USA	100%	-	-	-
Gamesa Energie Deutschland, GmbH	Development of wind farms	EY	Germany	100%	575	(4,683)	(1,457)
Kurnool Wind Farms Privated Ltd	Manufacture and holding Company	-	India	100%	1	(1)	-
Kadapa Wind Farms Privated Ltd	Manufacture and holding Company	-	India	100%	1	(1)	-
Anantapur Wind Farms Privated Ltd	Manufacture and holding Company	-	India	100%	1	(1)	-
GERR, Grupo Energético XXI, S.A Unipersonal	Development of wind farms	-	Barcelona	100%	1,605	(5,891)	(1,549)
International Wind Farm Developments II, S.L.	Development of wind farms	-	Vizcaya	100%	3	(358)	649
International Wind Farm Developments III, S.L.	Development of wind farms	-	Vizcaya	100%	3	41	1
International Wind Farm Developments IX, S.L.	Development of wind farms	-	Vizcaya	100%	3	(563)	(239)
Gamesa Bulgaria EOOD	Development of wind farms	EY	Bulgaria	100%	3	124	(125)
International Wind Farm Development IV, S.L.	Development of wind farms	-	Vizcaya	100%	3	(1)	-
International Wind Farm Development V, S.L.	Development of wind farms	-	Vizcaya	100%	3	(1)	-
International Wind Farm Development VI, S.L.	Development of wind farms	-	Vizcaya	100%	3	(1)	-
International Wind Farm Development VII, S.L.	Development of wind farms	-	Vizcaya	100%	3	(1)	-
Eólica Da Cadeira, S.A.	Development of wind farms	-	A Coruña	65%	60	(61)	-
Gesa Energía S.R.L.de C.V.	Development of wind farms	-	Mexico	100%	11,526	(6,310)	420
Sistemas Energéticos Jaralón, S.A. Unipersonal	Development of wind farms	-	Vizcaya	100%	61	1,093	4
Gesan Mexico 1, S.A.P.I. de C.V.	Development of wind farms	EY	Mexico	100%	-	-	-
Gamesa Eólica S.L. "Branch Jamaica"	Development of wind farms	-	Jamaica	100%	-	(21)	2,208
Operation of wind farms							
Baileyville Wind Farm, LLC	Operation of wind farms	-	USA	97%	-	-	-
Windfarm 33 GmbH	Operation of wind farms	-	Germany	100%	25	(24)	-
Windfarm 35 GmbH	Operation of wind farms	-	Germany	100%	25	4	-
Windfarm 38 GmbH	Operation of wind farms	-	Germany	100%	25	(113)	(44)
Windfarm 40 GmbH	Operation of wind farms	-	Germany	100%	25	(3)	(1)
Windfarm 41 GmbH	Operation of wind farms	-	Germany	100%	25	(3)	(1)
S.E. Balazote, S.A. Unipersonal	Operation of wind farms	-	Toledo	100%	61	2,600	7
S.E. Cabezo Negro, S.A. Unipersonal	Operation of wind farms	-	Zaragoza	100%	61	442	(1,030)
Sistemas Energéticos La Plana, S.A.	Operation of wind farms	Attest	Zaragoza	90%	421	1,982	(215)
Sistemas Energéticos La Jimena, S.A.	Operation of wind farms	-	Soria	60%	61	(639)	(3)
Sistemas Energéticos Barandón, S.A.	Operation of wind farms	-	Valladolid	100%	61	(14)	-
Eoliki Peloponissou Lakka Energiaki A.E.	Operation of wind farms	EY	Greece	86%	59	(63)	(5)
Eoliki Attikis Kounus Energiaki A.E.	Operation of wind farms	EY	Greece	86%	59	(63)	(5)
Sistemas Energéticos Ventorrillo, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	(70)	(1)
Sistemas Energéticos de Tarifa, S.L. Unipersonal.	Development of wind farms	-	Vizcaya	100%	61	141	(226)
Sistemas Energéticos Argañoso, S.L. Unipersonal	Development of wind farms	-	Vizcaya	100%	61	(27)	-
Sistemas Energéticos del Sur, S.A.	Operation of wind farms	-	Sevilla	70%	600	(458)	(7)
Sistemas Energéticos los Nietos, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	(6)	-

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
Sistemas Energéticos Sierra de Lourenza, S.A. Unipersonal	Operation of wind farms	-	Vizcaya	100%	61	(2,114)	(95)
Sistemas Energéticos Loma del Reposo, S.L. Unipersonal	Development of wind farms	-	Vizcaya	100%	61	(17)	-
Sistemas Energéticos Edreira, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(38)	-
Sistemas Energéticos Campoliva, S.A. Unipersonal	Operation of wind farms	-	Zaragoza	100%	61	(9)	-
Sistemas Energéticos Carril, S.L. Unipersonal	Development of wind farms	-	Vizcaya	100%	61	(5)	-
Gesacisa Desarrolladora S.A. de C.V.	Operation of wind farms	EY	Mexico	100%	6	3,423	173
Sistemas Energéticos Alcohujate, S.A. Unipersonal	Operation of wind farms	-	Toledo	100%	61	(462)	(25)
Energiaki Megas Lakkos, S.A.	Operation of wind farms	EY	Greece	100%	60	(56)	(6)
SAS SEPE Lingeuvres	Operation of wind farms	-	France	100%	4	12	(10)
SAS SEPE St. Loup de Saintonge	Operation of wind farms	-	France	100%	4	12	(2)
SAS SEPE Villiers Vouille et Yversay	Operation of wind farms	-	France	100%	4	7	(7)
SAS SEPE Dampierre Prudemanche	Operation of wind farms	EY	France	100%	37	(188)	(9)
SAS SEPE Germainville	Operation of wind farms	EY	France	100%	37	(40)	(9)
SAS SEPE Ecueille	Operation of wind farms	EY	France	100%	4	(69)	(12)
Sistemas Energéticos el Valle, S.L.	Operation of wind farms	-	Navarra	100%	3	(2)	-
Sistemas Energéticos Fonseca, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(5,112)	(254)
Sistemas Energéticos del Umia, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(109)	-
Sistemas Energéticos Cuntis, S.A.	Operation of wind farms	-	A Coruña	100%	61	(139)	-
Sistemas Energéticos La Cámara, S.L.	Operation of wind farms	-	Sevilla	100%	3	1,115	353
Sistemas Energéticos Fuerteventura, S.A. Unipersonal	Operation of wind farms	-	Canarias	100%	61	(16)	(27)
Sistemas Energéticos Alto de Croa, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(371)	(21)
Sistemas Energéticos Cabanelas, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(627)	(32)
Abruzzo Vento, S.R.L.	Construction and Operation of wind farms	-	Italy	90%	30	(40)	(1)
EBV Holding Verwaltung GmbH	Development of wind farms	-	Germany	100%	25	19	-
Gamesa Europa, S.L.	Development of wind farms	-	Galicia	100%	3	(34)	(91)
Sistemas Energéticos Boyal, S.L.	Operation of wind farms	-	Zaragoza	60%	3	(426)	(748)
Energiaki Arvanikos, MEPE	Operation of wind farms	-	Greece	100%	5	(173)	(42)
Sistema Eléctrico de Conexión Montes Orientales, S.L.	Operation of wind farms	-	Granada	83%	45	(7)	-
Sistemas Energéticos Loma del Viento, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	(6)	-
Sistemas Energéticos Sierra de las Estancias, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	2,512	(2,617)
Sistemas Energéticos Cuerda Gitana, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	6,655	(3,284)
Parco Eolico Tuturano S.R.L.	Operation of wind farms	-	Italy	100%	30	(13)	(1)
Parco Eolico Prechicca S.R.L.	Operation of wind farms	-	Italy	100%	30	(14)	(1)
Paro Eolico Monte Maggio Scalette S.R.L.	Operation of wind farms	-	Italy	100%	30	(27)	(7)
Osiek Sp. Z o.o	Operation of wind farms	-	Poland	100%	11	(105)	(63)
Sistemas Energéticos Monte Genaro, S.L. Unipersonal	Operation of wind farms	-	Vizcaya	100%	3	(1)	-
Sistemas Energéticos Sierra de Valdefuentes, S.L. Unipersonal	Operation of wind farms	-	Vizcaya	100%	3	(87)	-
Sistemas Energéticos Sierra del Carazo, S.L. Unipersonal	Operation of wind farms	-	Vizcaya	100%	3	(87)	-
Harelaw Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	-
Shap Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	-
Watford Gap Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	-
Aberchelder Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	-
Windfarm Ringstedt II, GmbH	Operation of wind farms	-	Germany	100%	4,670	(4,848)	(27)
Llynfi Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	(239)
Llanfynydd Renewable Energy Park Ltd.	Operation of wind farms	-	USA	100%	-	-	-
Windfarm Gross Hsslow GmbH	Operation of wind farms	-	Germany	100%	4,215	(4,422)	(29)
Sistemas Energéticos de Gran Canaria	Operation of wind farms	-	Canarias	100%	3	(4)	(55)
Ger Baraganu S.R.L.	Production of electric energy	-	Romania	100%	-	(14)	(4)
Ger Independenta S.R.L.	Production of electric energy	-	Romania	100%	-	(13)	(5)

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
Sistemas Energéticos de Gran Canaria	Operation of wind farms	-	Canarias	100%	3	(4)	(55)
Ger Baraganu S.R.L.	Production of electric energy	-	Romania	100%	-	(14)	(4)
Ger Independenta S.R.L.	Production of electric energy	-	Romania	100%	-	(13)	(5)
Ger Ludus S.R.L.	Production of electric energy	-	Romania	100%	-	(15)	(4)
Lingbo SPW AB	Production of electric energy	EY	Sweden	100%	273	2,337	1
Innovación Eólica de Salamanca S.L.	Production of electric energy	-	Burgos	78%	6	(34)	(7)
Central Eolica de Mexico I, S.A. de C.V.	Operation of wind farms	-	Mexico	100%	7	(93)	(531)
Energía Eólica de Mexico	Operation of wind farms	-	Mexico	50%	-	201	(187)
Energía Renovable del Istmo	Operation of wind farms	-	Mexico	50%	-	194	(198)
Elliniki Eoliki Energiaki Kseropousi SA	Operation of wind farms	-	Greece	86%	108	(6)	(3)
Elliniki Eoliki Energiaki Pirgos SA	Operation of wind farms	-	Greece	86%	176	(11)	(3)
Elliniki Eoliki Energiaki Kopriseza SA	Operation of wind farms	-	Greece	86%	-	(3)	(1)
Elliniki Eoliki Energiaki LIKOURDI SA	Operation of wind farms	-	Greece	86%	-	(3)	0
LICHNOWY Windfarm Sp. z o.o.	Operation of wind farms	-	Poland	100%	1	1	(10)
UJAZD Sp. z o.o.	Operation of wind farms	-	Poland	100%	1	-	(10)
Infraestructura Generación Valdeconejos, SL.	Operation of wind farms	-	Zaragoza	100%	3	(7)	-
Whitehall Wind, LLC	Operation of wind farms	-	USA	100%	-	-	-
Energiaki Flabouro EPE	Operation of wind farms	-	Greece	100%	5	(13)	(20)
Fanbyn2 Vindenergi AB	Operation of wind farms	-	Sweden	100%	6	(1)	-
A.2 Manufacture of wind turbines							
Gamesa Eólica, S.L. Unipersonal	Wind-powered facilities	EY	Navarra	100%	201	365,889	13,332
Gamesa Innovation & Technology, S.L. Unipersonal	Manufacture of moulds, blades and provision of central services (engineering)	EY	Navarra	100%	4,355	488,271	51,370
Estructuras Metálicas Singulares, S.A.	Manufacture of towers and wind turbines	EY	Navarra	100%	61	6,678	28
Gamesa Wind, GMBH	Wind-powered facilities	EY	Germany	100%	995	(20,694)	(3,509)
Gamesa Eólica Italia, S.R.L.	Wind-powered facilities	EY	Italy	100%	100	242	4,599
Gamesa Wind UK Limited	Manufacture and holding Company	EY	UK	100%	17,060	(14,470)	(456)
Gamesa Lanka Private Limited	Manufacture and holding Company	EY	Sri Lanka	100%	39	183	18
Gamesa Wind Romania, SRL	Development of wind farms	EY	Romania	100%	111	22,459	1,319
Gamesa Singapore Private Limited	Manufacture and holding Company	EY	Singapur	100%	-	(4,271)	(328)
Gesa Eólica Honduras, S.A.	Manufacture and holding Company	-	Honduras	100%	1	(649)	133
Gamesa Eólica VE, C.A.	Manufacture and holding Company	-	Venezuela	100%	18	(29)	(7)
Gamesa Taiwan Limited	Manufacture and holding Company	-	Taiwan	100%	-	-	-
Gamesa Finland OY	Manufacture and holding Company	-	Finlandia	100%	3	(184)	818
Servicios Eólicos Globales, S.R.L. de C.V.	Manufacture and holding Company	-	Mexico	100%	3	60	20
Gamesa Mauritania SARL	Manufacture and holding Company	-	Mauritania	100%	3	(149)	387
Gamesa Ukraine, LLC	Manufacture and holding Company	-	Ucrania	100%	-	-	-
Gamesa Uruguay S.R.L.	Wind-powered facilities	-	Uruguay	100%	1	2,634	(496)
Gamesa Eólica Nicaragua, S.A.	Wind-powered facilities	-	Nicaragua	100%	2	575	391
Gamesa Kenya Limited, S.L.	Wind-powered facilities	-	Kenya	100%	2	88	(74)
Gamesa Puerto Rico CRL	Wind-powered facilities	-	Puerto Rico	100%	1	24	(15)
Gamesa Belgium, S.R.L.	Wind-powered facilities	EY	Belgium	100%	19	-	(190)
Gamesa Israel, LTD.	Wind-powered facilities	EY	Israel	100%	-	9	571
Gamesa Mauritius LTD	Wind-powered facilities	EY	Mauricio Islands	100%	-	-	54
B9 ENERGY O&M LIMITED	Wind-powered facilities	EY	UK	100%	1,659	(294)	(472)
RSR Power Private Limited	Manufacture and holding Company	-	India	100%	2	6	(221)
Gamesa Energia Portugal	Wind-powered facilities	-	Portugal	100%	475	5,774	(49)
Gamesa Renewable Private Limited	Wind-powered facilities	EY	India	100%	207,781	(26,035)	53,509
Gamesa Blade Tianjin Co Ltd.	Design, manufacture and assembly of blades	EY	China	100%	12,000	16,116	(6,839)
Gamesa Wind Energy System Development Co Ltd.	Manufacture of wind components and maintenance of wind farms	EY	China	100%	200	(6,110)	1,185
Gamesa Wind Tianjin Co, Ltd.	Manufacture of wind components	EY	China	100%	8,198	57,371	35,679
Gamesa Trading Co, Ltd.	Raw materials (Trader)	EY	China	100%	49	(100)	(65)
Gamesa Cyprus Limited	Manufacture and holding Company	-	Cyprus	100%	1	1,661	(12)
Gamesa New Zeland Limited	Manufacture and holding Company	-	New Zealand	100%	-	212	203
Gamesa Eolica France SARL	Wind-powered facilities	EY	France	100%	8	6,547	(368)

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
Gamesa Wind Bulgaria, EOOD	Manufacture, Construction and Operation of wind farms	EY	Bulgaria	100%	143	1,726	1,517
Gamesa Eolica France SARL	Wind-powered facilities	EY	France	100%	8	6,547	(368)
Cantarey Reinoso, S.A. Unipersonal	Manufacture of electric generators	EY	Cantabria	100%	4,217	24,597	(176)
Gamesa Wind South Africa PTY LTD	Manufacture and holding Company	-	South Africa	100%	1	(34)	(30)
Gamesa Australia PTY, LTD	Manufacture and holding Company	-	Australia	100%	-	(1,352)	(462)
Gamesa Chile SpA	Manufacture and holding Company	-	Chile	100%	8	(12)	80
Gamesa Dominicana, S.A.S.	Manufacture and holding Company	EY	Dominican Republic	100%	6	(1,696)	(590)
Gamesa Energy Transmission, S.A. Unipersonal	Manufacture of wind components	EY	Vizcaya	100%	21,660	50,184	3,323
Gesa Eólica Mexico, S.A. de C.V.	Wind-powered facilities	EY	Mexico	100%	3	43,936	11,624
Gamesa Energía Polska Sp. Z.o.o	Wind-powered facilities	-	Poland	100%	9,878	20,343	5,352
Parque Eólico Dos Picos, S.L. Unipersonal	Operation of wind farms	-	Vizcaya	100%	1,229	(67)	(94)
Gamesa Morocco, SARL	Wind-powered facilities	-	Marruecos	100%	1	406	(194)
Gamesa Wind Energy Services, Ltd	Manufacture and holding Company	-	Turkey	100%	41	(1,604)	(380)
Gamesa Eólica Costa Rica, S.R.L.	Manufacture and holding Company	-	Costa Rica	100%	-	(5,512)	321
Gamesa Wind Sweden, AB	Manufacture and holding Company	EY	Sweden	100%	2,526	(95)	(1,754)
Gamesa Japan Kabushiki Kaisha	Manufacture and holding Company	-	Japan	100%	8,588	(9,203)	317
Gamesa Wind Hungary KTF	Manufacture and holding Company	EY	Hungary	100%	12	5,657	693
Gamesa Eólica Greece E.P.E	Manufacture and holding Company	-	Greece	100%	18	4,091	(2,558)
Jilin Gamesa Wind Co., Ltd.	Manufacture and holding Company	EY	China	100%	1,630	(6,999)	(472)
Inner Mongolia Gamesa Wind Co.,Ltda.	Manufacture and holding Company	EY	Mongolia	100%	1,651	(7,012)	231
Rajgarh Windpark Private Limited	Manufacture and holding Company	Otros	India	51%	2	(1)	-
Gamesa Ireland Limited	Manufacture and holding Company	EY	Ireland	100%	-	(304)	(65)
GM Navarra Wind Energy Private Limited	Manufacture and holding Company	-	India	100%	153	153	(9)
Gamesa Canada, ULC	Manufacture and holding Company	-	Canada	100%	-	(197)	61
Gamesa Azerbaijan, LLC	Manufacture and holding Company	-	Azerbaijan	100%	-	739	(338)
Gamesa Eólica Brasil, Ltd.	Management of electric facilities	-	Brazil	100%	126,480	(48,085)	23,197
B) GAMESA TECHNOLOGY CORPORATION GROUP							
Gamesa Technology Corporation, Inc	Administrative management services	EY	USA	100%	24,942	363,537	41,865
Gamesa Wind US, LLC	Maintenance services of wind farms	EY	USA	100%	88	(452,377)	46,062
Gamesa Wind, PA, LLC	Manufacture and assembly of wind turbines	EY	USA	100%	81	320,570	2,787
Cedar Cap Wind, LLC	Operation of wind farms	-	USA	100%	-	-	-
Crescent Ridge II, LLC	Operation of wind farms	-	USA	100%	-	-	-
2Morrow Energy, LLC	Operation of wind farms	-	USA	100%	1,461	(26,868)	(199)
Mahantango Wind, LLC	Operation of wind farms	-	USA	100%	-	-	-
Pocahontas Prairie Wind, LLC	Operation of wind farms	-	USA	100%	-	(64,395)	(5,579)
C) OTHERS							
Cametor, S.L.	Ownership of non-current assets	-	Vizcaya	100%	3,902	8,619	57
Gamesa Venture Capital, S.C.R. de Régimen Simplificado, S.A. Unipersonal	Promotion of companies	-	Spain	100%	600	18	1
Gamesa Financiación S.A.Unipersonal	Promotion of companies	-	Spain	100%	60	-	-
D) CONSOLIDATES COMPANIES BY THE EQUITY METHOD							
Windar Renovables, S.L. and subsidiaries	Holding companie of the towers manufacture companies	PWC	Asturias	32%	9	53,934	10,337
Energías Renovables San Adrián de Juarros, S.A.	Construction and Operation of wind farms	-	Burgos	45%	60	(9)	-
Windkraft Trinnwillershagen	Development of wind farms	-	Germany	50%	51	733	7
Entwicklungsgesellschaft, GmbH							
Sistems Electric Espluga S.A.	Operation of wind farms	-	Barcelona	50%	61	(462)	38
9Ren España, S.L.	Solar	-	Spain	49%	11,957	15,083	(618)
Kintech Santalpur Windpark Private Limited	Manufacture and holding Company	-	India	49%	77	(279)	5
Baja Wind, LLC	Manufacture and holding Company	-	USA	50%	-	-	-
New Broadband Network Solutions, S.L.	Manufacture and holding Company	-	Madrid	31%	561	(1,313)	(241)

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
Adwen Offshore S.L. and subsidiaries	Offshore Business	EY	Spain	50%	50,003	150,190	(52,065)

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Financial Statements for the year ended December 31, 2015:

- Balance sheet at December 31, 2015
- Income statements for the year ended December 31, 2015
- Statements of changes in equity for the years ended December 31, 2015
- Statements of cash flows for the year ended December 31, 2015
- Notes to the Financial Statements for the year end December 31, 2015

Management report for the year end December 31, 2015

Translation of Financial Statements originally issued in Spanish and prepared in accordance with the regulatory financial reporting framework applicable to the Company (see Note 22). In the event of a discrepancy, the Spanish-language version prevails.

GAMESA CORPORACIÓN TECNOLÓGICA, S.A.

Notes to the Annual Accounts for the year
ended December 31, 2015

1. ACTIVITIES AND CORPORATE PURPOSE

The Company Gamesa Corporación Tecnológica, S.A. (hereinafter “the Company” or “GAMESA”) was incorporated as a public limited liability company on January 28, 1976. Its registered office is located in Zamudio (Vizcaya, Spain), Parque Tecnológico de Bizkaia, Edificio 222.

Its corporate purpose is the promotion and development of companies through temporary ownership interests in their share capital, for which it can perform the following transactions:

- a) Subscription and acquisition of shares, or securities that are convertible into shares, or which grant rights for their preferential acquisition, in companies whose shares may be listed or not on Spanish or foreign stock markets.
- b) Subscription and acquisition of fixed-income securities or any other securities issued by the companies in which it holds an interest, as well as the granting of participating loans or guarantees.
- c) Direct provision to investees of counselling, technical assistance and other similar services related to the management of investees, to their financial structure or to their production or marketing processes.

The above activities will focus on the promotion, design, development, manufacture and supply of products, facilities and technologically advanced services in the renewable energy sector.

All the activities which make up the aforementioned company object may be carried on in Spain or abroad, and may be carried on indirectly (totally or partially) through the ownership of shares or other equity investments in companies with an identical or a similar corporate purpose. The Company may not carry on any business activity for which the applicable legislation provides for specific conditions or limitations unless it fully meets such conditions or limitations.

The Company's bylaws and other public information on the Company may be consulted on the website www.gamesacorp.com and at its registered office.

The Company is the parent of a group of subsidiaries and in accordance with current legislation it is required to prepare separate Consolidated Financial Statements. The Consolidated Financial Statements of Gamesa Corporación Tecnológica, S.A. and subsidiaries (hereinafter “GAMESA Group”) for 2015 have been prepared by the Directors at a Board of Directors meeting held on February 24, 2016. The Consolidated Financial Statements for 2014 were approved by the shareholders at the Annual General Meeting of GAMESA held on May 8, 2015 and were filed at the Vizcaya Mercantile Registry.

The GAMESA Group currently operates as a manufacturing group and principal supplier of cutting-edge products, facilities and services in the renewable energy industry, as well as maintenance services rendered, structured into the following business units:

- Wind Turbines (*)
- Operation and Maintenance

(*) Wind turbine manufacturing includes the development, construction and sale of energy plants.

Environmental Information

In view of the business activities carried on by GAMESA, it does not have any environmental liability, expenses, assets, provisions or contingencies that might be material with respect to its equity, financial position and results. Therefore, the directors did not include any specific disclosures relating to environmental issues in these notes to the Financial Statements.

2. BASIS OF PRESENTATION OF THE ANNUAL ACCOUNTS

2.1 Financial reporting legislation applicable to the Company

These Financial Statements have been prepared by the Directors in accordance with the financial reporting legislation applicable to the company established by:

- The Commercial Code and other mercantile legislation.
- The Spanish General Accounting Plan approved by Royal Decree 1514/2007 and the amendments made by Royal Decree 1159/2010 and industry adaptations in order to provide a true and fair view of its equity, financial situation and the results obtained, as well as the accuracy of the cash flows included in the cash flow statement.
- The mandatory standards approved by the Accounting and Audit Institute to enable the General Accounting Plan and its supplementary regulations, as well as the mandatory standards approved by the National Stock Market Commission.
- All other applicable Spanish accounting legislation.

2.2 True and fair view

The accompanying Annual Accounts have been prepared on the basis of the Company's accounting records and are presented in compliance with applicable financial reporting legislation, particularly the accounting standards and policies established therein, so as to provide a true and fair view of the Company's net worth, its financial situation, the results of its operations and cash flows for the year. These Annual Accounts, which have been prepared by the Directors of the Company, will be submitted for the approval of the General Meeting and it is expected that they will be approved without any modification being made. The Financial Statements for 2014 were approved by the Company's shareholders at a General meeting held on May 8, 2015.

The figures contained in the balance sheet and the explanatory notes are expressed in thousands of euros (the Company's functional currency).

2.3 Non-mandatory accounting principles applied

No non-mandatory accounting principles have been applied. In addition, the Directors have prepared these Annual Accounts bearing in mind all applicable accounting principles and standards that are mandatory and have a significant effect on these Annual Accounts.

All accounting principles having a significant effect on the accounts have been applied.

2.4 Critical aspects of the valuation and estimation of uncertainty

When preparing the accompanying Financial Statements estimates made by Company's Directors have been used in order to measure some assets, liabilities, income, expenses and commitments recorded in the accounts. These estimates relate basically to the following:

- Calculation of provisions: At the end of each reporting period Company's Director estimates the liabilities arising from litigation and similar events which require the recognition of provisions of a tax and legal nature. Although the Company considers that the cash outflows will take place in the coming years, it cannot predict the settlement date of these liabilities and, therefore, it does not make an estimate of the specific dates of the cash outflows, considering the effect of a potential discount to present value to be not significant (Note 13).
- The evaluation of possible impairment losses affecting certain assets such as receivables and interests in group companies and associates (Notes 9 and 19).
- Useful life of property, plant and equipment and intangible assets. Company management estimates the useful life and relevant depreciation and amortization charges for its property, plant and equipment and intangible assets, respectively (Notes 6 and 7).
- Company management has made a series of assumptions to calculate liabilities for commitments to employees.
- Corporate income tax and deferred tax assets: The status of tax regulations applicable to the Company entails the need for estimated calculations and a final quantification of the uncertain tax. The calculation of the tax is carried out based on Company management's best estimates in accordance with the current tax situation and bearing in mind the foreseeable evolution of tax legislation.

The Company evaluates the recovery of deferred tax assets based on estimates of future taxable income by analysing whether or not this income will be sufficient for the Company and the tax group to which it belongs during the periods in which the deferred tax assets are deductible.

Where the final tax outcome is different from the amounts that were initially recorded, such differences will impact income tax in the period in which such determination is made (Note 16).

- Contingent liabilities: The Company's management considers that there are no significant contingent liabilities at December 31, 2015 and 2014.

Despite the fact that these estimates have been made based on the best information available at the end of 2015, it is possible that events may take place in the future which will require them to be changed (upwards or downwards) in future years, which would be done on a prospective basis.

2.5 Comparison of information

In accordance with the current mercantile legislation, is presented for comparative purposes with each one of the headings in the balance sheet, the profit and loss account, the statement of changes in equity and the cash flow statement, in addition to the figures for the year 2015, the corresponding to the previous year. In the memory is also included quantitative information in the prior financial year, except when an accounting rule specifically provides that it is not necessary.

2.6 Grouping of items

For the purposes of facilitating the understanding of the balance sheet, the profit and loss account, the statement of changes in equity and the cash flow, these Financial Statements are presented in a group format and all necessary analysis is set out in the notes to the Financial Statements.

3. DISTRIBUTION OF RESULT

The distribution of the net profit for 2015 that the Board of Directors of GAMESA will propose for approval by the shareholders at the General Meeting is as follows:

(Thousands of euros)	2015
Distribution basis:	
Profit for the year	76,883
Total	76,883
Distribution:	
Voluntary reserves	34,322
Dividends	42,561
Total	76,883

4. ACCOUNTING POLICIES AND MEASUREMENT BASIS

The main accounting and measurement policies followed by GAMESA during the preparation of the Financial Statements, in accordance with those stipulated in the Spanish General Accounting Plan, are as follows:

4.1 Intangible assets

As a general rule, intangible assets are initially recognised at acquisition or production cost. Subsequently they are measured at cost, less accumulated amortization and any applicable impairment loss. These assets are amortised over their useful life (Note 6).

Computer software

The Company uses this account to record the costs incurred on the acquisition and development of software. Software maintenance costs are recorded in the income statement for the year in which they arise. Software is amortised on a straight-line basis over three years.

4.2 Impairment of assets

At the end of each year (in the case of goodwill or intangible assets with an indefinite useful life) or when there are indications of impairment (for all other assets) the Company applies impairment tests to determine the possible existence of impairments that reduce the recoverable value of those assets to an amount lower than their carrying value.

If there is objective evidence that the carrying value is not recoverable, the relevant value adjustments are reflected for the difference between the carrying value and recoverable amount, understood as the higher of fair value less costs to sell and the present value of cash flows from the investment.

4.3 Property, plant and equipment

Property, plant and equipment is initially recognised at acquisition or production cost (Note 7) and subsequently reduced by accumulated depreciation and any impairment losses, in accordance with the policy mentioned under Note 4.2.

Property, plant and equipment upkeep and maintenance expenses are recognised in the income statement for the year in which they are incurred. However, the costs of improvements leading to increase capacity or efficiency or to a lengthening of the useful lives of the assets are capitalised.

The Company depreciates its property, plant and equipment by the straight-line method at annual rates based on the years of estimated useful life of the assets, the detail being as follows:

	Average estimated useful life
Other equipment and furnishings	6 – 10
Tooling	3 – 4
Another property, plant and equipment	3 – 5

4.4 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to ownership of the leased asset to the lessee. All other leases are classified as operating leases. The Company only records leases of the latter type (Note 8).

Revenues and expenses deriving from operating leases are charged to the income statement in the year incurred.

A payment made on entering into or acquiring a leasehold that is accounted for as an operating lease represents prepaid lease payments that are amortised over the lease term in accordance with the pattern of benefits provided.

4.5 Financial instruments

Financial assets

Financial assets held by the company are classified into the following categories:

a) Loans and receivables: Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted on an active market. They are included in current assets except for assets maturing in more than 12 months of the balance sheet date which are classified as non-current assets. Loans and receivables are included under "Loans to companies" and "Trade and other receivables" on the balance sheet.

Financial assets are initially carried at fair value, including directly attributable transaction costs, and are subsequently measured at amortised cost. Accrued interest is recognised at the effective interest rate, which is the discount rate that brings the instrument's carrying amount into line with all estimated cash flows to maturity. Trade receivables falling due in less than one year are carried at their face value at both initial recognition and subsequent measurement, provided that the effect of not discounting flows is not significant.

At the year-end, at least, the necessary value adjustments are made to account for impairment when there is objective evidence that all receivables will not be collected.

The amount of the impairment loss is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate prevailing at the date of initial recognition. Value adjustments, and reversals, where applicable, will be recognised in the income statement.

b) Investments in the equity of group companies and associates. They are stated at cost less, where appropriate, accumulated value adjustments for impairment. However, when there is an investment prior to being classified as a group, jointly-controlled or associated company the carrying value before being so classified is considered to be a part of the investment cost. The prior measurement adjustments that are directly recorded under equity are maintained there until written off.

If there is objective evidence that the carrying value is not recoverable, the relevant value adjustments are reflected for the difference between the carrying value and recoverable amount, understood as the higher of fair value less costs to sell and the present value of cash flows from the investment. Unless better evidence is available of the recoverable amount, when estimating the impairment of these investments, the investee's equity is taken into account, adjusted for any latent capital gains existing at the measurement date. The value adjustment and, if appropriate, its reversal, are reflected in the income statement for the year in which they arise.

The provisions and reversals on investments in group companies and associates are recorded in operating income, under "Impairment losses on shares in group companies and associates" in accordance with the accounting interpretation in force.

GAMESA has majority stakes in the capital of certain companies and has shareholdings that are equal to or exceed 20% of the share capital in others (Appendix). These Financial Statements do not reflect the effect of applying consolidation or equity method criteria, as appropriate. As a company whose shares are listed on a stock market, GAMESA has presented its Consolidated Financial Statements for 2015 in accordance with International Financial Reporting Standards. Note 9 indicates the effect that the application of consolidation criteria in accordance with International Financial Reporting Standards would have on these Financial Statements.

c) Financial assets held for trading and other financial assets at fair value through profit or loss: Financial assets at fair value through profit or loss are considered to be all those assets held for trading that are acquired with the intention of being sold in the short-term or which form part of an identified securities portfolio that is jointly managed to obtain short-term profits, as well as financial assets designated by the Company at initial recognition to be included under this category as it provides more relevant information. Derivatives are also classified as held for trading provided that they do not consist of a financial guarantee and have not been designated as hedging instruments.

These financial assets are measured, both initially and subsequently, at fair value and any changes affecting this value are taken to the income statement for the year. Directly attributable transaction costs are recognised in the income statement for the year.

d) Available-for-sale financial assets: This category includes debt securities and equity instruments in other companies that have not been classified in any of the preceding categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

They are stated at fair value, recording the changes that take place directly under equity, up until the asset is disposed of or becomes impaired, the time at which accumulated profits and losses accumulated in equity are charged against the income statement, provided that it is possible to calculate the aforementioned fair value. If this is not the case, they are stated at cost less impairment losses.

In the case of available for sale financial assets, adjustments are made if there is objective evidence of impairment as a result of a reduction or delay in estimated future cash flows in the case of acquired debt instruments or due to the lack of recovery of the carrying value of the asset in the case of equity investments. The adjustment is the difference between their cost and amortised cost less, if appropriate, any adjustment previously recognised in the income statement, and their fair value at the time at which measurement takes place. In the event that the equity instruments are measured at cost because their fair value cannot be calculated, the adjustment is determined in the same manner as for equity investments in group, multi-group and associated companies.

If there is objective evidence of impairment, the Company records accumulated losses previously recognised under equity as a reduction in fair value. Impairment losses on equity instruments recognised in the income statement are not reversed through the income statement.

The fair values of listed investments are based on current bid prices. If the market for a financial asset is not active (and for unlisted securities), the Company establishes fair value by using measurement techniques which include the use of recent transactions between knowledgeable willing parties, reference to other instruments which are substantially identical, methods of discounting future cash flows and models for setting option prices by making maximum use of observable market data and relying as little as possible on the Company's subjective considerations.

Financial assets are eliminated from the balance sheet when all risks and benefits inherent to ownership are substantially transferred. In the specific case of accounts receivable, the understanding is that this takes place in general when the risks of insolvency and default have been transferred.

Financial liabilities

e) Borrowings and payables: This category includes trade and non-trade payables. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement for at least 12 months as from the balance sheet date.

Payables are initially recognised at fair value, adjusted for directly attributable transaction costs, and subsequently measured at amortised cost using the effective interest method. The effective interest rate is the discount rate that brings the instrument's carrying amount into line with the expected future flow of payments to the maturity date of the liability.

Notwithstanding the above, loans for commercial operations maturing within one year, and which do not have a contractual interest rate, are stated, both at the time of initial recognition as well as subsequently, at their nominal value provided that the effect of not restating the cash flows is not significant.

Should any existing liabilities be renegotiated, no substantial modification to financial liabilities is deemed to exist when the new lender is the same party that granted the initial loan and the present value of cash flows, including net commissions, does not differ by more than 10% of the present value of the cash flows pending payment with respect to the original liability calculated using the same method.

4.6 Transactions and balances in foreign currency other than the euro

The Company's functional currency is the euro. As a result, transactions in currencies other than the euro are considered to be denominated in foreign currency and are recorded at the exchange rates prevailing on the transaction dates.

At the end of the year monetary assets and liabilities denominated in foreign currency are converted using the exchange rate in force at the balance sheet date. Any resulting gains or losses are recognised directly in the income statement in the year in which they arise.

Non-monetary assets and liabilities which are measured at fair value and are denominated in foreign currency are translated at the exchange rates prevailing on the date on which fair value was determined. Gains or losses that are revealed are taken to equity or to profit and loss in accordance with the same criteria used to recognise changes in fair value.

4.7 Corporate income tax

Since 2002 GAMESA and certain subsidiaries located in the Basque Country subject to local corporation tax legislation have filed income tax returns under the special consolidated tax regime. This regime is now regulated under the chapter VI of the title VI of the local Income Tax Regulation 11/2013, of December 5, of the Vizcaya Historical Area. GAMESA therefore applies the criteria established by the Accounting and Audit Institute Resolution dated October 9, 1997 when recognising the accounting effects of that tax consolidation (Note 16).

Corporate income tax expense and revenue consists of the expense or revenue deriving from current taxes and a portion of deferred tax expense or revenue.

Current tax is the amount that the Company pays as a result of the tax returns it files each for corporate income tax purposes. Deductions and other tax benefits applied to tax payable, without taking into consideration withholdings and interim payments, as well as tax-loss carryforwards from prior years effectively applied this year, reduce current taxes.

Deferred tax expense and revenue relates to the recognition and cancellation of deferred tax assets and liabilities. These include temporary differences measured at the amount expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities and their tax bases, and tax loss and tax credit carryforwards. These amounts are recorded by applying the timing difference or credit relating to the tax rate at which they are expected to be recovered or settled.

Deferred tax liabilities for all taxable timing differences are recognised, except those deriving from initial recognition of goodwill or other assets and liabilities in a transaction that does not affect taxable or book results and is not a business combination.

Deferred tax assets are recognised to the extent that it is considered probable that the Company will have taxable profits in the future against which the deferred tax assets can be utilised.

Deferred tax assets and liabilities deriving from transactions involving direct charges or credits to Equity are also recorded under Equity.

At each year end recognised deferred tax assets will be reconsidered and all appropriate adjustments will be made to the extent that there are any doubts regarding future recovery. Deferred tax assets not recognised in the balance sheet are also reviewed at each year end in order to recognise the extent to which it is likely that they may be offset against future taxable profits.

4.8 Income and expenses

Income and expense are recorded on an accruals basis, i.e. in the period in which the income or expense deriving from the goods or services in question is earned or incurred, rather than the period in which the cash is actually received or disbursed. Such income is measured at the fair value of the consideration received, less any discounts and taxes.

Revenue from the rendering of services is recognised by reference to the stage of completion of the transaction at the end of the reporting period, provided the outcome of the benefit can be estimated reliably.

Interest income from financial assets is recognised using the effective interest method and dividend income is recognised when the shareholder's right to receive payment has been established. In any event, interest and dividends from financial assets accrued after the time of acquisition will be recognised as revenue in the income statement.

4.9 Severance indemnities

In accordance with current, GAMESA is required to pay indemnities to employees who, under certain conditions, are dismissed from the Company. Severance indemnities which can be reasonably quantified are expensed in the year in which the related decision is taken and reported. During the financial year 2015 €264 thousands were recognised for severance payments (€439 thousands in the year 2014).

In the Annual Accounts for the year ended December 31, 2015 and 2014 there is no provision whatsoever for this item, since all of the situations reported during both years have been settled at the year-end.

4.10 Environmental assets

Environmental assets are considered to be those which are used on a lasting basis in the Company's activity and whose main purpose is to minimize environmental impacts and to protect and improve the environment, including the reduction or elimination of future pollution.

Due to its nature, the Company's activity does not have any significant environmental impact.

4.11 Equity instruments and share-based payments

An equity instrument represents a residual stake in the Company's equity after deducting all liabilities. The equity instruments issued by the Company are recorded under equity at the amount received, net of issue costs.

Treasury shares acquired by the Company during the year are recognised at the value of the consideration paid in exchange, directly as a reduction in equity. The results deriving from the purchase, sale, issue or amortisation of treasury shares are recognised directly in equity and in no case is any gain or loss recognised in the income statement (Note 12.3).

GAMESA recognises the assets and services received as a result of share-based payments as an asset or expense, based on their nature, at the time they were obtained and the relevant increase in equity of the transaction is settled using equity instruments or a liability if the transaction is settled at an amount based on the value of equity instruments (Note 12.4).

In the case of transactions that are settled with equity instruments, both the services rendered and the increase in equity are measured at the fair value of the equity instruments assigned, at the date of the granting agreement. If, to the contrary, it is settled in cash, the assets and services received and the related liability is recognised at the fair value of the latter on the date on which the recognition criteria are met.

In the cases in which GAMESA grants treasury shares to subsidiaries to make payment of these instruments to employees, the fair value balancing entry for the equity instruments delivered is considered to be an increase in the value of the investment that GAMESA has in the subsidiary, unless it is not likely that profits or financial yields will not be obtained, in which case it would be an expense (Notes 9 and 12.4).

4.12 Provisions and contingencies

When preparing the Financial Statements, the Company's Directors make a distinction between:

- a) *Provisions*: credit balances covering present obligations arising from past events with respect to which it is probable that an outflow of resources embodying economic benefits that is uncertain as to its amount and/or timing will be required to settle the obligations (Note 13).
- b) *Contingent liabilities*: possible obligations as a result of past events whose occurrence depends on the occurrence or non-occurrence of one or more separate future events not within the control of the consolidated entities (Note 13).

The Annual Accounts include all provisions for obligations classed as more likely than not to arise. Contingent liabilities are not recognised in the Annual Accounts, but rather they are reported in the notes to the accounts to the extent that they are not considered to be remote.

Provisions are stated at the present value of the best possible estimate of the amount necessary to cancel or transfer the obligation, taking into account the information available regarding the event and its consequences, and recognising those adjustments that arise from the restatement of those provisions as a financial expense as they accrue.

The compensation to be received from a third party on settlement of the obligation is recognised as an asset, provided that there are no doubts that the reimbursement will take place, unless there is a legal relationship whereby a portion of the risk has been externalised as a result of which the Company is not liable; in this situation, the compensation will be taken into account for the purpose of estimating the amount of the related provision that should be recognised.

4.13 Transactions and balances with related-parties

Transactions between Group companies are initially recognised at fair value. Transactions are subsequently measured in accordance with applicable standards.

However, in transactions involving a merger, spin-off or non-monetary contribution of a business the elements making up the acquired business are measured at their value after the transaction in the consolidated Annual Accounts for the Group or the subgroup.

When the parent company of the group or subgroup and its subsidiary are not involved, the Annual Accounts to be taken into account for these purposes will be those of the larger group or subgroup into which the equity items are incorporated and whose parent company is Spanish.

In these cases, the difference that may arise between the net value of the assets and liabilities of the target company, adjusted for any balance relating to subsidies or donations received and adjusted for any changes in value, and any capital and share premium amount issued by the acquiring company is recognised under reserves.

4.14 Cash and other cash equivalents

This balance sheet heading includes petty cash bank accounts and any deposits and assets acquired under repurchase agreements that meet all of the following requirements:

- Convertible into cash.
- At the time of acquisition the maturity date did not exceed three months.
- They are not subject to a significant risk of changes in value.
- They form part of the Company's normal cash management policy.

4.15 Equity

Share capital consists of ordinary shares.

The cost of issuing new shares is charged directly against equity, as a reduction in reserves.

In the event that the Company's acquires treasury shares, the price paid, including any directly attributable incremental cost, is deducted from equity until the treasury shares are redeemed, reissued or sold. When these shares are subsequently sold or reissued, any amount received is taken to Equity net of directly attributable incremental costs.

4.16 Estimation of fair value

The fair value of the financial instruments sold on an active markets (such as held-for-trading and available-for-sale equities) is based on the market prices at the balance sheet date. The listed market price used for financial assets is the ordinary purchase price.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The Company uses a variety of methods and develops assumptions that are based on market conditions existing at each balance sheet date. For long-term debt market prices or agent quotation prices are used. Other techniques, such as estimated discounted cash flows, are used to determine fair value for other financial instruments. The fair value of interest rate swaps is calculated as the present value of estimated future cash flows.

The fair value of forward foreign exchange contracts is determined using listed forward exchange market rates at the balance sheet date.

The carrying amounts of trade receivables and payables are assumed to approximate their fair value. The fair value of financial liabilities for financial reporting purposes is estimated by discounting future contractual cash flows at the current market interest rate that is available to the Company for similar financial instruments.

5. INFORMATION ON THE NATURE AND LEVEL OF RISK OF FINANCIAL INSTRUMENTS

GAMESA is exposed to certain financial risks that it manages by grouping together risk identification, measurement, concentration limitation and oversight systems. GAMESA's Corporate Division and the business units coordinate the management and limitation of financial risks through the policies approved at the highest executive level, in accordance with the established rules, policies and procedures. The identification, assessment and hedging of financial risks are the responsibility of each business unit, also with a coordination at Group level.

5.1 Market risk (exchange rate)

This risk arises as a result of the international transactions carried out by the GAMESA Group in the ordinary course of its business. Part of its revenues and its expenses are denominated in US dollars, Indian rupees, and Chinese yuan, Brazilian reals and Mexican pesos and, to a lesser extent, other currencies apart from the euro. The main line of action of the hedging strategy is based on maximizing natural hedging of the business by locating the supply of components and the manufacturing in the main regions where the Group is established and sells its products (e.g. India, Brazil and China).

Related with the previous information, the Group uses certain methods in order to decrease the exchange rate risk in the contract with clients.

However, the Group also uses financial instruments and hedging strategies in order to manage the exposure of the results to the foreign currency risk, which are affected by fluctuations that occur in the exchange rates.

In order to manage and minimise this risk, GAMESA Group uses hedging strategies aimed to reduce this risk, since its objective is to generate profits only through its ordinary business, and not by speculating in relation to exchange rate fluctuations.

For this purpose, the Group analyses the impact of the foreign currency risk on the basis of its firm order book, the forecasted portfolio and the planned transactions that are highly probable on the basis of contractual evidence. Risk exposure limits are established each year for a time horizon, which is in the range of 12-24 months, although a time horizon of less than one year is also considered which enables the Group, where necessary, to adapt to market trends, always associated with its net cash flows.

The Group's risk management policy is to cover up a percentage to a maximum of 85% of projected cash flows in each principal currency in the following period ranging 12 and 18 months. Periodically, new cash flow forecasts are updated in order to manage the adequate hedging strategy.

The breakdown of the main foreign currency balances at December 31, 2015 and 2014 is as follows:

Currency	Equivalent value in thousands of euros			
	12.31.2015		12.31.2014	
	Assets	Liabilities	Assets	Liabilities
Pound sterling	-	24	29	70
US dollar	9	17	63	270
Other currencies	1	1	3	17
Total	10	42	95	357

The detail of the main foreign currency balances, based on the nature of the items concerned, is as follows:

Nature of the balances	Equivalent value in thousands of euros			
	12.31.2015		12.31.2014	
	Assets	Liabilities	Assets	Liabilities
Receivables	6	-	61	-
Cash and other liquid assets equivalents	4	-	34	-
Payables and other	-	42	-	357
Total	10	42	95	357

5.2 Interest rate risk

The Group uses external financing sources for the performance of some of their operations, so it is exposed to rising interest rates on its debt.

Loans at variable rates expose the Group to interest rate risk, which is partially offset by cash held at variable rates. Loans at fixed rate expose the Group to fair value interest rate risks.

The hedging instruments assigned specifically to debt instruments are limited to a maximum of the same nominal amounts and have the same established maturities as the hedged items.

The GAMESA Group performs a risk management of interest rate analyzing periodically, at least on a semi-annual basis, the loans exposure to the interest rates and terms, determining the ideal percentage of fixed or variable rate, always with a non-speculative hedging purposes.

5.3 Liquidity risk

GAMESA policy holds cash and highly liquid non-speculative short-term instruments through leading banks in order to be able to meet its future obligations. Also, it attempts to maintain a financial debt structure that is in line with the nature of the obligations to be financed and, therefore, the Group's non-current assets are financed with long-term financing (equity and non-current borrowings), whereas working capital is financed with current borrowings.

5.4 Credit risk

The GAMESA Group is exposed to credit risk to the extent that a counterparty or customer does not meet its contractual obligations. Products and services are sold to customers that have an appropriate and adequate credit history with respect to which solvency analyses are established.

In addition, GAMESA Group's customer portfolio is mainly made up of large electric companies with high credit ratings. For customers with no credit rating and in the case of international sales to non-recurring customers, mechanisms such as irrevocable letters of credit and insurance policies are used to ensure collection. Also, the financial solvency of customers is analysed and specific terms and conditions are included in contracts aimed at guaranteeing payment of the stipulated price.

A substantial part of the credit risk of the accounts receivable is mitigated because they are related to sales to the Group.

6. INTANGIBLE ASSETS

The movements produced during the year 2015 and 2014 in the Heading "Intangible assets" on the balance sheet have been the following:

(Thousands of euros)	Balance at 12.31.2014	Additions/ (Depreciation)	Balance at 12.31.2015
Year 2015			
COST			
Industrial property	23	-	23
Software	2,900	48	2,948
	2,923	48	2,971
DEPRECIATION			
Industrial property	(23)	-	(23)
Software	(2,509)	(211)	(2,720)
	(2,532)	(211)	(2,743)
Net total	391		228

(Thousands of euros)	Balance at 12.31.2013	Additions/ (Depreciation)	Balance at 12.31.2014
Year 2014			
COST			
Industrial property	23	-	23
Software	2,857	43	2,900
	2,880	43	2,923
DEPRECIATION			
Industrial property	(23)	-	(23)
Software	(2,154)	(355)	(2,509)
	(2,177)	(355)	(2,532)
Net total	703		391

At December 31, 2015 and 2014 the Company recorded fully amortised intangible assets that continued to be used, as follows:

(Thousands of euros)	Carrying value (gross)	
	12.31.2015	12.31.2014
Industrial property	23	23
Software	1,959	1,958
Total fully depreciated assets	1,982	1,981

7. PROPERTY, PLANT AND EQUIPMENT

Movements in the accounts included under Property, plant and equipment during 2015 and 2014 are as follows:

(Thousands of euros)	Balance at 12.31.2014	Additions/ (Depreciation)	Balance at 12.31.2015
Year 2015			
COST			
Other installations, tooling and fixtures	2,272	158	2,430
Other property, plant and equipment	1,390	111	1,501
	3,662	269	3,931
DEPRECIATION			
Other installations, tooling and fixtures	(1,957)	(67)	(2,024)
Other property, plant and equipment	(1,319)	(54)	(1,373)
	(3,276)	(121)	(3,397)
Net total	386		534

(Thousands of euros)	Balance at 12.31.2013	Additions/ (Depreciation)	Balance at 12.31.2014
Year 2014			
COST			
Other installations, tooling and fixtures	2,193	79	2,272
Other property, plant and equipment	1,327	63	1,390
	3,520	142	3,662
DEPRECIATION			
Other installations, tooling and fixtures	(1,818)	(139)	(1,957)
Other property, plant and equipment	(1,220)	(99)	(1,319)
	(3,038)	(238)	(3,276)
Net total	482		386

GAMESA's policy is to obtain insurance policies to cover all risks that could affect its property, plant and equipment. At the end of 2015 and 2014 there was no shortfall in the coverage for these risks.

At December 31, 2015 and 2014 the Company recorded fully depreciated property, plant and equipment that continued to be used, as follows:

(Thousands of euros)	Carrying value (gross)	
	12.31.2015	12.31.2014
Other facilities, tooling and furniture	1,782	1,583
Another property, plant and equipment	1,307	1,256
Total	3,089	2,839

The Company had no commitments to acquire property, plant and equipment at December 31, 2015 and 2014.

8. LEASES

At the end of 2015 and 2014 the Company has contracted the following minimum lease instalments with several lessors, in accordance with current contracts, without taking into account the repercussion of common expenses, inflation increases or future updates of the rent agreed in the contracts.

Operation leases Minimum instalments	(Thousands of euros)	
	Par value	
	2015	2014
Less than a year	3,193	4,532
Between 1 and 5 years	6,344	7,378
More than 5 years	1,908	1,485
Total	11,445	13,395

At December 31, 2015 and 2014 the Company maintains various lease contracts, mainly related with offices located in Zamudio, Pamplona and Madrid. Besides, there are individually no material vehicle lease contracts.

At December 31, 2015 and 2014 the Company held a total of €444 thousands and €447 thousands, respectively, under the heading "Long-term financial investments - Deposits and guarantees provided" (Note 9) for building lease security deposits for the premises at which GAMESA mainly carries out its business.

9. NON-CURRENT FINANCIAL INSTRUMENTS

The balance under the heading "Long-term investments in group companies and associates" and "Non-current financial assets" at the end of 2015 and 2014 is as follows:

(Thousands of euros)	Non-current financial instruments		
	Equity instruments	Loans, derivatives and others	Total
Year 2015			
Shareholdings in Group companies and associates	374,317	-	374,317
Deposits and guarantees provided (Note 8)	-	444	444
Total	374,317	444	374,761
Year 2014			
Shareholdings in Group companies and associates	276,108	-	276,108
Available-for-sale assets	113	-	113
Deposits and guarantees provided (Note 8)	-	447	447
Total	276,221	447	276,668

Movement during 2015 and 2014 in "Non-current investments in group companies and associates" and "Non-current financial investments" is as follows:

(Thousands of euros)	Non-current financial instruments				Balance at 12.31.2015
	Balance at 12.31.2014	Additions	Disposals	(Impairment) /reversal	
Year 2015					
Shareholdings in Group companies and associates	276,108	588	(5,880)	103,501	374,317
Loans and receivables available-for-sale assets	113	-	-	(113)	-
Deposits and guarantees (Note 8)	447	-	(3)	-	444
Total	276,668	588	(5,883)	103,388	374,761

(Thousands of euros)	Non-current financial instruments				Balance at 12.31.2014
	Balance at 12.31.2013	Additions	Disposals	(Impairment) /reversal	
Year 2014					
Shareholdings in Group companies and associates	270,431	4,928	(8,301)	9,050	276,108
Loans and receivables available-for-sale assets	113	-	-	-	113
Deposits and guarantees (Note 8)	445	2	-	-	447
Total	270,989	4,930	(8,301)	9,050	276,668

9.1 Shareholdings in Group companies and associates

The most significant information relating to Group companies and associates at the end of 2015 and 2014 is as follows:

Company or Group of companies (Note 19 and Appendix)	% Direct interest	% Indirect interest	(Thousands of euros)						Dividends collected (Note 19)	
			Carrying value			Capital (1)	Rest of equity with no yield (1)	Operating results (1)		Net profit (1)
			Cost	Accumulated impairment losses						
Year 2015										
Group companies:										
Gamesa Energía, S.A. Unipersonal (**)	100%	-	164,849	-	35,491	157,752	(12,098)	(33,238)	-	
Cametor, S.L. Unipersonal (*)	100%	-	4,577	-	3,902	8,619	116	57	-	
Gamesa Technology Corporation, Inc. (*)	100%	-	480,129	(290,712)	24,942	363,537	(8,001)	41,865	-	
Gamesa Venture Capital, S.C.R. de Régimen Simplificado (*)	100%	-	600	-	600	18	-	1	-	
Associated companies:										
Windar Renovables, S.L. (***)	32%	-	6,104	-	9	43,306	5,261	3,214	-	
9Ren España, S.L. (***)	49%	-	42,509	(33,739)	11,957	15,083	(618)	(618)	-	
New Broadband Network Solutions, S.L. (*)	31%	-	2,001	(2,001)	560	(1,313)	(241)	(241)	-	
Total			700,769	(326,452)						

(1) This information makes reference to the individual Financial Statements at December 31, 2015, not consolidated, for the respective companies.

(*) Companies not legally required to audit their Annual Accounts.

(**) Companies audited by EY.

(***) Audited by another audit firm.

Company or Group of companies (Note 19 and Appendix)	% Direct interest	% Indirect interest	(Thousands of euros)						
			Carrying value		Capital (1)	Rest of equity with no yield (1)	Operating results (1)	Net profit (1)	Dividends collected (Note 19)
			Cost	Accumulat ed impairment losses					
Year 2014									
Group companies:									
Gamesa Energía, S.A. Unipersonal (**)	100%	-	164,337	-	35,491	179,204	1,994	42,868	43,000
Cametor, S.L. Unipersonal (*)	100%	-	4,577	-	3,902	8,386	195	233	-
Gamesa Technology Corporation, Inc. (*)	100%	-	480,053	(394,214)	24,942	342,001	(14,120)	4,666	-
Gamesa Venture Capital, S.C.R. de Régimen Simplificado (*)	100%	-	600	-	600	13	4	3	-
Associated companies:									
Windar Renovables, S.L. (***)	32%	-	6,104	-	9	49,938	4,099	2,761	-
9Ren España, S.L. (***)	49%	-	48,390	(33,739)	11,957	28,859	(5,281)	(5,468)	-
New Broadband Network Solutions, S.L. (*)	39.62%	-	2,150	(2,150)	560	(1,313)	-	-	-
Total			706,211	(430,103)					

(1) This information makes reference to the individual Financial Statements at December 31, 2014, not consolidated, for the respective companies.

(*) Companies not legally required to audit their Annual Accounts.

(**) Companies audited by EY.

(***) Audited by another audit firm

Changes in the cost of the shareholdings in 2015 and 2014 are as follows (thousands of euros):

Company or Group of companies	Carrying value						
	Balance at 12.31.2014	Acquisitions	Share capital increase and Shareholder contributions	Incentive plans (Note 12.4)	(Impairment) /reversal of shareholdings	Other movements	Balance at 12.31.2015
Year 2015							
Gamesa Energía, S.A. Unipersonal	164,337	-	-	512	-	-	164,849
Gamesa Technology Corporation, Inc.	85,839	-	-	76	103,502	-	189,417
New Broadband Network Solutions, S.L.	-	-	-	-	-	-	-
9Ren España, S.L.	14,651	-	(5,880)	-	-	-	8,771
Others	11,281	-	-	-	(1)	-	11,280
Total	276,108	-	(5,880)	588	103,501	-	374,317

Company or Group of companies	Carrying value						
	Balance at 12.31.2013	Acquisitions	Share capital increase and Shareholder contributions	Incentive plans (Note 12.4)	(Impairment) /reversal of shareholdings	Other movements	Balance at 12.31.2014
Year 2014							
Gamesa Energía, S.A. Unipersonal	163,289	-	-	1,048	-	-	164,337
Gamesa Technology Corporation, Inc.	63,778	-	-	122	21,939	-	85,839
Gamesa Renewable Private Limited (previously Gamesa Wind Turbines PTV, Lda)	1,131	-	-	-	-	(1,131)	-
New Broadband Network Solutions, S.L.	-	-	150	-	(150)	-	-
Compass Transworld Logistics, S.A.	3,562	3,608	-	-	-	(7,170)	-
9Ren España, S.L.	27,390	-	-	-	(12,739)	-	14,651
Others	11,281	-	-	-	-	-	11,281
Total	270,431	3,608	150	1,170	9,050	(8,301)	276,108

The most significant variations of the exercise 2015 have been the following:

- In June 2015 the partners of 9Ren España, S.L. have agreed a payout of share premium that has meant to Company a decrease of the cost of the shareholding in €5,880 thousands. During the year 2015, the Company has had a negative result of 0.6 million euros, in line with the budget of the business plan. There have not been changes on the estimates of future projection used for the analysis of recoverable value mentioned later in this note.
- The impairment provision of the shareholding of Gamesa Technology Corporation, Inc has been partly reversed amounting €103,501 thousands due to the positive performance of this company during the year 2015.

The most significant changes in 2014 were as follows:

- At January 9, 2014 the Company acquired the remaining 49% of shares of Compass Transworld Logistics, S.A. amounting to 3,608 thousand euros, thus owning 100% of the shareholding. Subsequently, at June 27, 2014, the Company sold this participation to the Group Company Gamesa Eólica, S.L. amounting to 7,366 thousand euros, obtaining a profit of €196 thousands registered in the "Impairment loss/profit on disposals of financial instruments" in the income statement for the year 2014.
- On November 28, 2014 the Company sold its 0.52% stake in the company Gamesa Renewable Private Limited (previously Gamesa Wind Turbines PTV, Lda) to the company Gamesa Energía, S.A. amounting to €947 thousands, incurring a loss of €184 thousands registered under "Impairment loss/profit on disposals of financial instruments " in the income statement for the year 2014.
- The impairment provision involving Gamesa Technology Corporation, Inc. has been partially reversed, amounting to €21,939 thousands due to the positive evolution of this company in 2014.
- On June 9, 2014 the Company subscribed €150 thousands in the capital increase carried out by New Broadband Networks Solutions, S.L. increasing its share from 18.8% to 39.62% on December 31, 2014.
- 9ren España, S.L. happened to be owned 49% by June 2012 amounting to €48 million. At December 31, 2012, an impairment in the value of participation was identified by updating the business plan of the investee that considered a drop in the estimated activity in Italy and Spain mainly due to the new regulations for the photovoltaic sector to come into force after the entry of the GAMESA Group in the capital of the company, which made the company reconsider its activity in both countries. The estimated impairment based on the aforementioned premises, considering the percentage of participation in the Company, amounted to €21 millions.

During the year 2014, the company has generated losses of €5.5 million, so Gamesa has updated the analysis of the recoverable value. This recoverable value has been estimated based on the projected cash flows for the coming years taking the new updated business plan into account and given a time horizon of five years, with a growth rate of 1.5% and a discount rate based on the weighted average cost of capital (WACC) estimated at 11%. From a business standpoint, in 2015 financial year the following key assumptions have been considered:

- i. Growth in the MW maintained in the photovoltaic sector over the coming years attaining a target level in 2018, fundamentally due to the expansion in the wind energy plant maintenance market starting in 2015 and 2016.
- ii. Increase in the EBIT margin, attaining a target level of 8%, approximately, in 2018. This is fundamentally due to the improvement in variable and structural costs.

As a result of this estimation, a further deterioration in the value of participation has been revealed, considering the percentage of participation in the Company, amounting to €12,739 thousands.

A detail of the subsidiaries, joint ventures and associates involved in the consolidation of the Gamesa Group together with information related to them is shown in the Appendix.

None of the subsidiaries, joint ventures and associates of GAMESA are listed on regulated markets.

9.2 Non-current financial information

The breakdown by maturity of the items composing "Long-term financial investments" at December 31, 2015 is as follows:

(Thousands of euros)	2016	2017	2018	2019 and subsequent	Total
Year 2015					
Deposits and guarantees provided	-	-	-	444	444
Total	-	-	-	444	444

"Other non-current financial assets" are recognised at amortised cost, which fundamentally coincides with their market value.

9.3 Effect of non-consolidation

GAMESA's Financial Statements are presented in compliance with current mercantile legislation. However, the management of GAMESA and Group companies is carried out on a consolidation basis. As a result, GAMESA's Financial Statements do not reflect the financial-equity changes that result from applying consolidation criteria to those shares or the transactions carried out by them, some of which derive from the Group's global strategy. These changes are reflected in the Consolidated Financial Statements for GAMESA Group in 2015.

The main figures in GAMESA's consolidated accounts for 2015 and 2014, prepared in accordance with International Financial Reporting Standards approved by the European Union (IFRS-EU) are as follows:

(Thousands of euros)	12.31.2015	12.31.2014
Total assets	4,640,665	4,251,850
Equity	1,527,204	1,385,413
Parent Company	1,526,908	1,385,320
Minority shareholders	296	93
Net revenues from continuing operations	3,503,802	2,846,157
Profit for the year	169,874	91,169
Parent Company	170,216	91,848
Minority shareholders	(342)	(679)

10. CURRENT FINANCIAL INSTRUMENTS

The breakdown of current financial instruments at December 31, 2015 and 2014 is as follows:

(Thousands of euros)	Current financial instruments		
	Equity instruments	Loans, derivatives and other	Total
Year 2015			
Loans and receivables:			
Trade receivables for sales and services rendered	-	35	35
Group trade receivables (Note 19)	-	42,794	42,794
Trade receivables	-	97	97
Loans to Group companies (Note 19)	-	523,045	523,045
Current financial investments	-	1,765	1,765
Total	-	567,736	567,736
Year 2014			
Loans and receivables:			
Trade receivables for sales and services rendered	-	40	40
Group trade receivables (Note 19)	-	38,050	38,050
Trade receivables	-	97	97
Loans to Group companies (Note 19)	-	542,918	542,918
Current financial investments	-	1,165	1,165
Total	-	582,270	582,270

11. CASH AND OTHER CASH EQUIVALENTS

“Cash and cash equivalents” includes mainly the Group's cash and short-term bank deposits with an initial maturity of three months or less. Cash and cash equivalents accrue market interest rates. There are no restrictions on the use of the balances.

12. EQUITY AND CAPITAL AND RESERVES

12.1 Share capital

The Share capital of Gamesa Corporación Tecnológica, S.A. at December 31, 2015 and 2014 amounts to €47,476 thousands being composed of 279,268,787 ordinary shares of €0.17 of nominal value each, represented by means of annotations into account, fully subscribed and disbursed.

In September 2014 the company approved a capital increase through the issuance of 25,388,070 actions of €0.17 of nominal value each, with a share premium of €9.13 per action. Therefore, the total amount of the capital increase amounted to 236,109 thousand euros. The capital increase was fully subscribed and paid in. The premium, as required by law, was fully paid at the time of subscription. The costs of the capital increase, amounting €3,592 thousands, were recorded as a reduction of reserves after deducting the tax effect of €1,006 thousands.

Per public information in the possession of the Company, the shareholder structure of GAMESA at December 31, 2015 and 2014 was as follows:

	% Shareholding 12.31.2015	% Shareholding 12.31.2014
Iberdrola, S.A.	19.69%	19.69%
Blackrock Inc. (****)	3.17%	3.21%
Norges Bank (***)	-	3.02%
Dimensional Fund Advisors LP (**)	-	2.68%
Fidelity International Limited (*****)	1.10%	-
Others (*)	76.04%	71.40%
Total	100.00%	100.00%

- (*) All with an ownership interest of less than 3%.
- (**) According to the records of the National Securities Market Commission the Company DIMENSIONAL FUND ADVISORS LIMITED held at December 31, 2014 a shareholding stake exceeding 3% of the share capital of Gamesa Corporación Tecnológica, S.A. and is therefore a significant shareholder.
- (***) According to the records of the National Securities Market Commission the company Norges Bank held at December 31, 2014 a stake exceeding 3% of Gamesa Corporación Tecnológica, S.A. is therefore a significant shareholder. However, at December 29, 2015 Norges Bank has communicated to the National Securities Market Commission that its participation decreased from 3% on December 22, 2015, becoming a not significant shareholder since that date.
- (****) According to the records of the National Securities Market Commission the company Blackrock Inc. held at December 31, 2015 part of their stake (0.166%) in the capital of GAMESA Technological Corporation, S.A. in voting rights linked to the settlement of financial instruments.
- (***** Significant shareholder under article 32 of the Royal Decree 1362/2007 of October 19, on shareholders required to notify their stake due to his residence in a tax haven or in a country or land of zero taxation or with no effective exchange of tax information.

GAMESA's shares have been listed through the Automated Quotation System (Mercado Continuo) since October 31, 2000 and included in the IBEX 35 index. GAMESA's shares are listed on the Bilbao, Madrid, Barcelona and Valencia and Stock Exchanges.

12.2 Reserves

Share premium

The Limited Liability Companies Law expressly allows the use of the share premium account to increase share capital and there are no specific restrictions with respect to the availability of this balance.

Legal reserve

Under the Spanish Limited Liability Companies Law, 10% of net profit for each year must be transferred to the legal reserve until the balance of this reserve reaches at least 20% of the share capital.

The legal reserve may be used to increase capital in an amount equal to the portion of the balance that exceeds 10% of capital after the increase. Except for the aforementioned purpose, until it exceeds 20% of the share capital, this reserve may be used only to set off losses and this may only be done if other available reserves are insufficient for this purpose. At the end of 2015 this reserve is fully reached.

12.3 Treasury shares

The detail of the total number of treasury shares and of the heading "Equity – Shareholder's equity - Treasury Shares", and of the changes therein as a result of the transactions performed in 2015 and 2014, is as follows:

	Number of shares	Thousands of euros
Balance at January 1, 2014	3,071,587	(21,340)
Acquisitions	38,166,378	(318,875)
Disposals	(38,083,747)	315,342
Balance at December 31, 2014	3,154,218	(24,873)
Acquisitions	32,771,429	(421,014)
Disposals	(32,808,945)	399,643
Balance at December 31, 2015	3,116,702	(46,244)

The nominal value of the treasury shares acquired directly or indirectly by GAMESA, together with those already held by GAMESA and its subsidiaries does not exceed 10% of share capital in 2015 or 2014.

On October 30, 2012 Gamesa Corporación Tecnológica, S.A. signed a liquidity agreement with Santander Investment Bolsa, which was reported to the National Securities Market Commission through Relevant Fact of October 31, 2012. Within the framework of this contract, in 2015, GAMESA acquired 32,771,429 treasury shares at an average price of €12.85 and sold 32,808,945 treasury shares at an average price of €12.18. The difference between the cost price and the selling price, amounting €120 thousands, was recorded in "voluntary reserves".

During the year 2014, GAMESA acquired 38,166,378 treasury shares at an average price of €8.36 and sold 38,083,747 treasury shares at an average price of €8.28. The difference between the cost price and the selling price, amounting to €1.653 thousands, was recorded in "Voluntary reserves".

12.4 Incentive plan

2013-2015 Incentive plan

On April 19, 2013 the General Meeting of Shareholders approved the program of delivery of actions linked to the achievement of the objectives of the Business Plan of Company 2013-2015. The Plan consists of a special incentive, multiannual and mixed, payable in cash and shares of the Company, which may give rise (i), after the application of certain coefficients, on the basis of the degree of achievement of strategic objectives, to the payment of a cash bonus ("cash bonus"), and (ii) on the basis of an initial number of assigned actions ("theoretical actions"), to the effective delivery of actions of GAMESA in the date of payment provided for. With regard to the part to be paid in shares, does not guarantee any minimum value of assigned actions.

The Plan cannot exceed a total of 3,000,000 shares, at maximum, and all of the shares to be delivered through the execution of the Plan will originate from the Company's own portfolio. The Plan includes an estimate of the payment of cash bonuses amounting a maximum of €18 million in the event that 100% of the targets are met. This plan is aimed at individuals who, due to their level of responsibility or their position at Gamesa, contribute decisively to the achievement of the Company's objectives. The Plan has 75 beneficiaries (77 beneficiaries in 2014), notwithstanding the possibility that new hires or, due to transfers or changes in professional levels, others will become new beneficiaries during the period taken into consideration, with respect to the maximum authorized share limit.

The company must recognise services when they are received. GAMESA recorded the rendering of services to the beneficiaries relating to the incentive payable in shares as personnel expenses on an accruals basis, apportioning the estimate of the fair value of the equity instruments assigned over the term of the plan (between January 1, 2013 and December 31, 2015), which gave rise to a charge amounting €1,051 thousands under "Personnel expenses" in the accompanying consolidated income statement for 2015, crediting the heading "Other reserves" under equity in the accompanying consolidated balance sheet at December 31, 2015 (€1,559 thousands in 2014).

To value this programme, GAMESA used the futures pricing formula and the Monte Carlo method, which is widely used in financial practice to measure options, in order to include the effect of market conditions on the value of the transferred equity instruments. The main assumptions used in the measurement were as follows:

- The risk-free rate is 3%.

- To determine the volatility of the shares and the dividends distributed per share, the average value was calculated for the last three months of 2012.
- The dividends accrued during the period of the plan are not paid.

In addition and with respect to the cash incentive, GAMESA has recognised the rendering of services relating to this incentive as a personnel expense on an accruals basis, crediting €3,000 thousands to the heading "Other liabilities" under non-current liabilities in the consolidated balance sheet at December 31, 2015 (€3,031 thousands in 2014). 100% (85% in 2014) of the targets associated with this incentive are assumed to have been met.

In those cases in which GAMESA granted equity instruments to its subsidiaries to make payment of these instruments to beneficiaries, the Company has recorded €588 thousands under the heading "Investments in Group companies and associates-Shareholdings in Group companies and associates" in the accompanying balance sheet at December 31, 2015 (Note 9), crediting the heading "Reserves - Other reserves" under equity, equivalent to the services received and accrued by beneficiaries at subsidiaries (€1,170 thousands in 2014).

13. PROVISIONS AND CONTINGENCIES

The breakdown of provisions in the balance sheet at December 31, 2015 and 2014, as well as the main movements recorded during the year, is as follows:

(Thousands of euros)	12.31.2014	Allocation/ Application	12.31.2015
Short-term provisions			
Other short-term provisions	891	490	1,381
Total short term	891		1,381

(Thousands of euros)	12.31.2013	Allocation/ Application	12.31.2014
Short-term provisions			
Other short-term provisions	891	-	891
Total short term	891		891

14. BANK BORROWINGS

At December 31, 2015 and 2014 bank borrowings were as follows:

(Thousands of euros)	Short-term	Long-term	Total
Year 2015			
Loans and Credit lines	234	-	234
Interest payable	-	-	-
Total	234	-	234
Year 2014			
Loans and Credit lines	7,000	24,000	31,000
Interest payable	461	-	461
Total	7,461	24,000	31,461

The breakdown of the total amounts drawn-down and still available at December 31, 2015 and 2014 is as follows:

(Thousands of euros)	Amount drawn-down	Amount still available	Total
Year 2015			
Loans and credit lines	-	5,600	5,600
Total	-	5,600	5,600
Year 2014			
Loans and credit lines	31,000	65,001	96,001
Total	31,000	65,001	96,001

On July 15, 2014 the Bank of Brazil granted a loan for an amount of €21,000 thousands. The final maturity was scheduled on June 29, 2017. On September 26, 2014 Banco Sabadell granted a loan for an amount of €10,000 thousands. The final maturity was scheduled on September 26, 2018. Both loans have been amortised completely in advance during the year 2015.

The loans and credit lines bear payable interests according to the Euribor plus a market spread.

The detail on the annual maturities of the principle loans and credit lines from financial institutions at December 31, is as follows:

(Thousands of euros)	2015	2014
Year 2015	-	7,461
Year 2016	234	7,000
Year 2017	-	7,000
Year 2018 and subsequents	-	10,000
Total	234	31,461

15. OTHER FINANCIAL LIABILITIES

This heading included at December 31, 2014 a loan that has been fully amortised in advance in the year 2015, granted by the Ministry of Industry, Tourism and Trade in 2010, as assistance to encourage competitiveness in strategic and industrial sectors amounting of €620 thousands.

Additionally, this heading includes the provision for outstanding remuneration to staff derived from Incentive Plan 2013-2015 (Note 12.4).

16. PUBLIC ADMINISTRATIONS AND TAX SITUATION

Since 2002 GAMESA and some of its subsidiaries subject to Basque Country income tax legislation have filed their income tax returns under the special consolidated tax regime. Also, since 2013 those companies are resolved to be under the Group's Special Regime of Value Added Tax included in Chapter IX of the Provincial Law 7/1994 of November 9, of Vizcaya which regulate this tax at its basic level, being GAMESA the parent company of the Tax Group.

The companies composing the Consolidated Tax Group regarding the Income Tax in 2015 are as follows:

- Gamesa Corporación Tecnológica, S.A. (Parent Company)
- Gamesa Electric, S.A.U.
- Gamesa Energía, S.A.U.
- Cametor, S.L.U.
- Gamesa Inversiones Energéticas S.A.
- International Windfarm Development II, S.L.
- International Windfarm Development III, S.L.
- International Windfarm Development IV, S.L.
- Gamesa Europa, S.L.U.
- Sistemas Energéticos Tarifa, S.A.U.
- International Windfarm Development V, S.L.
- International Windfarm Development VI, S.L.
- Gamesa Financiación, S.A.
- Sistemas Energéticos Balazote, S.A.U.
- Sistemas Energéticos Fonseca, S.A.U.
- Sistemas Energéticos Serra de Lourenza, S.A.U.
- Sistemas Energéticos Sierra de Valdefuentes, S.L.U.
- Sistemas Energéticos Sierra del Carazo, S.L.U.
- Sistemas Energéticos Monte Genaro, S.L.U.
- Sistemas Energéticos Argañoso, S.A.U.
- Sistemas Energéticos Carril, S.A.U.
- Sistemas Energéticos Jaralón, S.A.U.
- Sistemas Energéticos Lomas del Reposo, S.A.U.
- International Windfarm Development VII, S.L.
- International Windfarm Development IX, S.L.
- Gamesa Venture Capital, S.A.

The same societies, except Gamesa Financiación S.A. and Gamesa Venture Capital, S.A., are covered by the Special Regime of the Group of Entities of Value Added Tax.

16.1 Current payables to public institutions

The breakdown of current taxes and Social Security payable at December 31, 2015 and 2014 is as follows:

(Thousands of euros)	12.31.2015	12.31.2014
Balances receivables		
VAT refundable	537	4,226
Withholdings refundable and interim payments	3,932	482
Total	4,469	4,708
Balances payables		
VAT payable	1,451	2,507
Withholdings payable	767	59
Social security	338	314
Sundry taxes payable	-	87
Total	2,556	2,967

16.2 Reconciliation of reported results and taxable results

The reconciliation between reported profits and taxable profits for GAMESA at the individual level is set out below:

(Thousands of euros)	
Year 2015	
Book profit before taxes	114,701
Plus (less) – Permanent differences	(3,006)
Plus (less) – Timing differences	
Other provisions	4,051
Individual tax base	115,746
Plus (minus) – Eliminations due to consolidated taxation	-
Individual tax base contributed to the Group	115,746
Year 2014	
Book profit before taxes	52,224
Plus (less) – Permanent differences	(12,929)
Plus (less) – Timing differences	
Other provisions	4,590
Individual tax base	43,885
Plus (minus) – Eliminations due to consolidated taxation	
Dividends from Gamesa Energía, S.A. Unipersonal (Note 19)	(43,000)
Individual tax base contributed to the Group	885

During the year 2015, GAMESA has received a dividend of its subsidiary Windar Renovables, S.L (note 19) amounting 3,006 thousand euros. The dividend is not integrated into the tax base of the Company in accordance with the tax legislation in force.

During the year 2014 GAMESA has received dividends of companies forming part of the tax consolidation Group (note 19). As a result of the taxation under the tax consolidation special system, they must be eliminated from the tax base that the Company contributes to the Group.

16.3 Consolidation of reported profits and income tax expense/ (income)

The reconciliation between reported profits and taxable profits is set out below:

(Thousands of euros)	2015	2014
Book profit before taxes	114,701	52,224
Impact of permanent differences	(3,006)	(55,929)
Tax payable at 28%	31,275	(1,037)
Others	-	(727)
Tax-loss carryforwards yet to be applied and deductions applied in prior years	6,543	4,329
Total corporate income tax expense / (income)	37,818	2,565

16.4 Breakdown of total corporate income tax expense/(income)

The detail of the corporate income tax income is as follows:

(Thousands of euros)	2015	2014
Current tax		
From continuing operations	(598)	(1,764)
Deferred tax		
For continuing operations	38,416	4,329
Total corporate income tax expense / (income)	37,818	2,565

16.5 Deferred tax assets recognised

The breakdown at December 31, 2015 and 2014 and movements in this account during the year are as follows:

(Thousands of euros)	12.31.2014	Additions	Applications/ Transfers	12.31.2015
Deferred tax assets	2,541	216	-	2,757
Available tax-loss carryforwards pending application	30,337	(19,308)	(6,707)	4,322
Deductions capitalised by the Tax Group	2,025	(19,324)	20,032	2,733
Total deferred tax assets	34,903	(38,416)	13,325	9,812

(Thousands of euros)	12.31.2013	Additions	Applications/ Transfers	12.31.2014
Deferred tax assets	7,136	1,285	(5,880)	2,541
Available tax-loss carryforwards pending application	22,071	266	8,000	30,337
Deductions capitalised by the Tax Group	10,025	-	(8,000)	2,025
Total deferred tax assets	39,232	1,551	(5,880)	34,903

Tax-loss carryforwards and deductions yet to be applied by the Company may be offset in coming successive years up to the time they become statute barred in 15 years following 2014. At December 31, 2015, the tax group of Gamesa Corporación Tecnológica, S.A. is the dominant Company has outstanding bases to compensate for that has not been recorded by amount of €57,927 thousands (€31,912 thousands in 2014).

Likewise, as of 31 December 2015, Gamesa Corporación Tecnológica, S.A. has tax credits amounting €4,386 thousands yet to be applied that were generated before entering into the tax consolidation special system (same amount in the year 2014). To the extent that these items concern tax credits generated before entering onto the tax consolidation system, they are only be applied against individual future tax bases generated by GAMESA. Given its activities, and in accordance with the prudence principle, GAMESA has not capitalised the tax effect of these tax credits, which will be recognised as a reduction in corporate income tax expense in the years in which they are effectively applied.

Due to its position as the parent of the tax group, GAMESA records the capitalised deductions pending application on December 31, 2015 under the heading "Deductions capitalised by the tax group". These items were generated by the companies in its tax group this year and in prior years and they have been capitalised and are recognised in accounts payable to those companies (Note 19). At December 31, 2015 Gamesa Corporación Tecnológica S.A. has unrecognised tax credits amounting €96,058 thousands (€116,793 thousands to 31 December 2014).

As a result of the corporate income tax expense estimates made by members of the tax group and the deductions and tax credits recognised, GAMESA, as the parent of the tax group, has recorded a reduction in the existing account payable to group companies by €13,325 thousands in 2014 (the existing payable account with the companies of the Group decreased in an amount of €974 thousands in fiscal year 2014).

16.6 Years open to inspection and tax audit action

As established by current legislation, taxes cannot be considered to be definitive until the relevant returns have been inspected by the tax authorities or four years have elapsed since filing. At 2015 year-end, in Spain the Group had all years since 2011 open for review for corporate income tax and all years since 2012 for the other taxes to which it is liable, The Company's Directors consider that all tax returns have been properly prepared and therefore should there be any dispute regarding the interpretation of the current legislation with respect to the tax treatment of operations, any liabilities that may arise will not significantly affect the accompanying Annual Accounts.

17. GUARANTEES TO THIRD PARTIES

On December 19, 2008, Gamesa Eólica, S.L. (Single-Shareholder Company) (an indirectly wholly-owned investee of Gamesa Corporación Tecnológica, S.A.- Note 19) entered into a financing agreement with the European Investment Bank for a maximum of €200 millions, divided into two parts, €140 millions and €60 millions, respectively. Gamesa Corporación Tecnológica, S.A., together with other GAMESA Group companies directly or

indirectly wholly owned by the Company, are joint and several guarantors on first demand to the European Investment Bank with respect to the repayment of the principal, interest, commissions, expenses or any other items, in the event that Gamesa Eólica, S.L. (Sole-Shareholder Company) is unable to make the related repayments. This loan is fully disposed by Gamesa Eólica, S.L at December 31, 2015. On March 31, 2015, Gamesa Eólica, S.L. Unipersonal has amortised in advance 40 million of this credit, maintaining disposed at December 31, 2015 the remaining amount of the loan amounting 160 million euros.

On November 29, 2012, Gamesa Eólica, S.L., (Sole-Shareholder Company) (indirectly investee company at 100% of Gamesa Corporación Tecnológica, S.A. – Note 19) obtained a €260,000 thousands loan from the European Investment Bank to finance innovation, research and development projects relating to the processes of improving existing wind turbines, and the development of new products, The conditions of the new loan establish its maturity date in 2019 and it accrues an interest rate referenced to the euribor rate plus a market spread. This loan is completely disposed by Gamesa Eólica, S.L. (Sole-Shareholder Company) at 2015 and 2014 year-end.

During 2015 and 2014 the Company provided guarantees for obtaining lines of credit and surely by its US subsidiary Gamesa Technology Corporation Inc. amounting a maximum of the equivalent of €129 million and €198 million, respectively; to its Brazilian subsidiary Gamesa Eólica Brazil for an amount equivalent to €64 million and €16 million, respectively; to Gamesa Eólica, S.L. for a maximum of €328 million and €180 million respectively; to Gamesa Energía, S.A. for a maximum of the equivalent of €159 million and €148 million, respectively; to its subsidiary in India, Gamesa Renewable Private Limited (previously Gamesa Wind Turbines, Pvt Ltd), for a maximum of the equivalent of €89 million and €25 million, respectively.

GAMESA believes that no significant liabilities will arise for the Company as a result of these guarantees.

18. OPERATING INCOME AND EXPENSES

18.1 Revenue

The net revenue at December 31, 2015 and 2014 corresponds entirely with operations performed in domestic territory.

18.2 Other operating, accessory and other ordinary revenues

The heading "Other operating income - Accessory and other current revenues" in the accompanying 2015 income statement records €35,508 thousands (€39,463 thousands in 2014) fundamentally relates to services at market value rendered by Company management to other group companies for advisory, assistance and support services rendered to management and other departments, consisting of the monitoring of the business objectives set by the Company (Note 19).

18.3 Other operating expenses

The breakdown of the heading "Other operating expenses" in the income statements for 2015 and 2014 is as follows:

(Thousands of euros)	2015	2014
Leases and royalties (Note 8)	4,471	5,154
Repairs and maintenance	816	1,401
Independent professional services	5,622	6,217
Transport costs	-	8
Insurance premiums	525	557
Bank commissions	3	-
Advertising, publicity and public relations	1,032	877
Utilities	1,307	660
Other services	5,830	4,951
Other taxes	79	26
Total	19,685	19,851

18.4 Personnel expenses

The breakdown of the heading "Personnel expenses" in the accompanying income statements for 2015 and 2014 is as follows:

(Thousands of euros)	2015	2014
Wages and salaries	19,695	17,028
Objective-based compensation	4,939	5,183
Incentive Plan (Note 12.4)	4,051	4,590
Termination benefits (Note 4.9)	264	439
Social welfare expenses	3,341	3,010
Other benefit expenses	2,382	2,664
Total	34,672	32,914

The "Objective based compensation" registers the amount accruing in 2015 and 2014 to Company executives and employees based on the extent to which the objectives set in those years were met.

The following table shows the average number of employees by professional category and gender in 2015:

	Average number of employees		
	Male	Female	Total
Year 2015			
Executives	33	4	37
Employees	82	136	218
Total	115	140	255
Year 2014			
Executives	34	5	39
Employees	80	117	197
Total	114	122	236

At December 31, 2015 the Company had 272 employees (241 employees at December 31, 2014), as follows:

	Average number of employees		
	Male	Female	Total
Year 2015			
Executive	33	5	38
Employees	87	147	234
Total	120	152	272
Year 2014			
Executives	36	4	40
Employees	76	125	201
Total	112	129	241

19. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The balances maintained with group companies and related parties at December 31, 2015 and 2014, and operations carried out with them during the years then ended, are summarised below:

	(Thousands of euros)															
	Current Receivables					Current payables						Other operating income (Note 18.2)	Net revenues (Notes 9.1 and 16.2)	Financial income	Financial expenses	Other services
	Receivables from other services (Note 10)	Short-term receivables to Group Companies (Note 10)	Credit interests (Note 10)	Dividend receivables (Note 10)	Receivable tax from corporate tax (Note 10)	VAT payables	Payables from corporate tax	Suppliers and trade payables	Advance payment from clients	Short-term loans form Group companies	Loan interests					
Year 2015																
Group companies and associates																
Gamesa Technology Corporation, Inc.	2,001	-	-	-	7,815	-	-	-	-	14,709	-	2,000	-	-	-	1
Gamesa Energía, S.A. Unipersonal	-	283,350	57,401	43,000	-	-	-	-	-	3,219	-	1	-	25,296	-	-
Gamesa Inversiones Energéticas S.A.	-	293	-	-	1,008	-	-	-	-	1,062	-	-	-	-	-	-
Gamesa Eólica, S.L. Unipersonal	199	124,001	4,549	-	-	-	-	-	-	998	-	24,134	-	3,116	-	64
Gamesa Eólica de Brasil	7,640	-	-	-	-	-	-	-	-	-	-	2,000	-	-	-	-
Gamesa Wind Tianjin Co Ltd.	15,256	-	-	-	-	-	-	-	-	-	-	1,200	-	-	-	-
Gamesa Innovation & Technology, S.L. Unipersonal	14,352	94	-	-	-	-	-	-	-	5	-	2,088	-	-	-	344
Windar Renovables, S.L.	-	-	-	-	-	-	-	-	-	-	-	-	3,006	-	-	-
Cametor, S.L.	-	990	-	-	-	-	-	-	-	12,057	1,330	-	-	-	34	-
International Wind Farm Developments II, S.L.	-	252	-	-	-	-	-	-	-	-	-	-	-	-	-	-
International Wind Farm Developments IX, S.L.	-	-	-	-	-	-	-	-	-	93	-	-	-	-	-	-
Gamesa Wind UK Limited	-	-	-	-	-	-	-	-	-	25	-	-	-	-	-	-
Gamesa Venture Capital, S.C.R.	-	7	-	-	-	-	-	-	-	599	32	-	-	-	-	-
Gamesa Renewable Private Limited (previously Gamesa Wind Turbines, Pvt Ltd)	2,786	-	-	-	-	-	-	-	-	-	-	2,706	-	-	-	49
Adwen Offshore S.L.	499	-	-	-	-	-	-	-	-	-	-	581	-	-	-	-
Other companies of GAMESA Group	61	285	-	-	-	-	-	-	-	120	-	131	-	-	-	-
Total balances and transactions with Group companies	42,794	409,272	61,950	43,000	8,823	-	-	-	-	32,887	1,362	34,841	3,006	28,412	34	458

	(Thousands of euros)															
	Current Receivables					Current payables						Other operating income (Note 16.2)	Net revenues (Notes 9.1 and 16.2)	Financial income	Financial expenses	Other services
	Receivables from other services (Note 10)	Short-term receivables to Group Companies (Note 10)	Credit interests (Note 10)	VAT receivables (Note 10)	Receivable tax from corporate tax (Note 10)	VAT payables	Payables from corporate tax	Suppliers and trade payables	Advance payment form clients	Short-term loans form Group companies	Loan interests					
Year 2014																
Group Companies and associates																
Gamesa Technology Corporation, Inc.	1	-	-	-	-	-	-	-	-	-	-	2,531	-	-	-	-
Gamesa Energía, S.A. Unipersonal	46	349,548	32,106	-	5,444	624	-	-	1,854	-	-	-	43,000	12,772	-	1
Gamesa Inversiones Energéticas Renovables, S.C.R.	-	-	-	-	-	-	96	-	-	-	-	-	-	-	-	-
Gamesa Eólica, S.L. Unipersonal	118	150,645	2,191	-	-	-	280	-	-	718	-	19,933	-	3,996	-	-
Gamesa Electric, S.A. Unipersonal.	-	-	-	84	318	-	-	-	-	-	-	-	-	-	-	-
Gamesa Eólica de Brasil	5,639	-	-	-	-	-	-	-	-	-	-	2,792	-	-	-	-
Gamesa Wind Tianjin Co Ltd.	14,452	-	-	-	-	-	-	-	-	-	-	1,486	-	-	-	-
Gamesa Innovation & Technology, S.L. Unipersonal	11,251	94	-	-	-	-	-	55	-	5	-	9,269	-	-	-	-
Gamesa Wind Hungary KTF	-	26	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gamesa Eolica France SARL	-	140	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gamesa Eólica Italia, S.R.L.	-	274	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gamesa Wind Poland Sp z.o.o.	-	487	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gamesa Wind UK Limited	-	69	-	-	-	-	-	22	-	-	-	-	-	-	-	-
Gamesa II Eólica Portugal Sociedade Unipessoal Lda	-	106	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gamesa Wind Romania, S.R.L.	-	43	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cametor, S.L.	-	-	-	411	680	-	-	-	-	7,728	1,366	-	-	-	160	-
Gamesa Eolica Greece E.P.E.	-	45	-	-	-	-	-	-	-	-	-	-	-	-	-	-
International Wind Farm Developments III, S.L.	-	-	-	-	80	-	-	-	-	-	-	-	-	-	-	-
International Wind Farm Developments IX, S.L.	-	-	-	-	-	-	97	-	-	-	-	-	-	-	-	-
9Ren España, S.L.	-	-	-	-	-	-	-	-	-	-	-	106	-	-	-	-
Gamesa Venture Capital, S.C.R.	-	2	-	-	1	-	-	-	-	599	31	-	-	-	13	-
Gamesa Renewable Private Limited (previously Gamesa Wind Turbines, Pvt Ltd)	6,464	-	-	-	-	-	-	-	-	-	-	3,325	-	-	-	-
Other companies of GAMESA Group	79	63	-	2	59	3	128	89	-	-	-	21	-	-	-	1
Total balances and transactions with Group companies	38,050	501,542	34,297	497	6,582	627	601	166	1,854	9,050	1,397	39,463	43,000	16,768	173	2

Dividends

On February 16, 2015, the subsidiary Windar Renewable, S.L. agreed the payment of a dividend being the amount corresponding to GAMESA €3,006 thousand, being this amount fully disbursed at December 31, 2015.

In the year 2014, the Company as the sole shareholder of Gamesa Energía, S.A. agreed the distribution of a dividend amounting €43,000 thousands, which is that had not been paid at December 31, 2015, being the account recorded under the heading "Current investments in group companies and associates - Current loans to group companies" in the accompanying balance sheet at December 31, 2015.

Financing contracts between companies in the Group GAMESA

At December 31, 2015 Gamesa Coporación Tecnológica, S.A. has certain loans concluded with Gamesa Eólica, S.L. Unipersonal amounting €124,001 thousands (€150,645 thousands at December 31, 2014). The amortization will happen once the debt is settled. During 2015 interest amounting €3,116 thousands (€3,996 thousands during 2014) accrued under the heading "Revenue – Interest on loans granted to group companies and associates" in the accompanying income statement for 2015. Those interests will be disbursed once the principal matures.

In addition, Gamesa Coporación Tecnológica, S.A. has concluded at December 31, 2015 various credits with Gamesa Energía S.A. Unipersonal amounting €326,350 thousands (€349,548 thousands in 2014). During 2015 €25,296 thousands of interest (€12,772 thousands in 2014) have been accrued under the heading "Revenue – Interest on loans granted to group companies and associates" in the accompanying profit and loss accounts for the financial year 2015. These contracts stipulate annual maturities of both capital and interests.

Agreements between GAMESA Group and Windar Renovables, S.L.

On June 25, 2007 GAMESA (through its subsidiary Gamesa Eólica, S.L. Unipersonal) concluded a power supply agreement with Windar Renovables, S.L. The conditions for transactions with associates are equivalent to those carried out with independent parties.

Agreements relating to the Wind turbine and Operations and Maintenance segments

Through its subsidiary Gamesa Eólica, S.L. Unipersonal, on December 21, 2011 Gamesa and Iberdrola, S.A. concluded a framework agreement relating to the supply and maintenance of wind turbines. Under that framework agreement, GAMESA Group and Iberdrola, S.A. have assumed the following commitments:

- Iberdrola, S.A shall acquire from Gamesa Group a quota of megawatts equivalent to 50% of the total on-shore wind turbine fleet that Iberdrola, S.A. acquires for its Renewables Business Unit during the term of the Framework Agreement.

This commitment will be in force between January 1, 2013 and December 31, 2022 or the date on which the number of megawatts acquired by Iberdrola Group from Gamesa Group under the Framework agreement totals 3,800, whichever occurs first.

The framework agreement replaces the previous contract. Nevertheless, the rights and obligations resulting from the framework agreement remain in force with respect to supplies prior to the framework agreement, which includes the planning of 502 MW.

- GAMESA and Iberdrola, S.A will closely collaborate with new opportunities relating to the offshore wind business.
- Gamesa and Iberdrola, S.A will collaborate within the area of maintenance services so that Gamesa Eólica will become a company of reference with respect to wind farm maintenance throughout Iberdrola's business. In particular, the following agreements have been reached:
 - Establish new areas of study and analysis for the rendering of maintenance services by Gamesa to Iberdrola, particularly the rendering of those services in the United States, the sale and installation of wind turbine reliability improvements or the extension of their useful lives and the conversion and update of wind turbine models.
 - The extension of current maintenance services.

During the years 2015 and 2014, the financial and commercial equipment of GAMESA and Iberdrola laid the foundations for the objective novation of certain terms of the Framework Agreements signed between the two

companies and with validity until December 31, 2015 by which GAMESA came to provide maintenance services in various wind farms owned by Iberdrola. This objective novation affects certain technical aspects, scope of the services to be provided and economic aspect in order to suit the prevailing market conditions. It also forecasts the modification of the duration of the services to be provided to GAMESA, extending them until December 31, 2017, with the possibility of being extended for two other annual additional periods.

In the field of these negotiations, the parties formalized in March 2015 a new Framework Agreement that resolved the previous one dated on January 1, 2013 for the G8x and on 1 January 2012 for the G4X and G5x, incorporate, on the clauses of these, the amendments referred to above and with effect from January 1, 2014 for a total of 4,383 MW.

In addition, on October 2015, GAMESA and Iberdrola have reached an agreement to deploy the product "Energy Thrust", aimed to increase the efficiency of the turbines and therefore their production ratios, for a total of 1,602 MW.

19.1 Compensation and benefits for the Board of Directors and Senior Management

In 2015 the Directors of GAMESA earned fixed and variable salaries, per diems, and other items amounting to approximately €4,982 thousands (€3,700 thousands in 2014). The detail of the aforementioned amount is as follows:

(Thousands of euros)	12.31.2015	12.31.2014
Members of the Board of Director		
Type of remuneration		
Fixed compensation	2,073	1,776
Annual variable compensation	522	871
Long-term variable compensation	1,260	-
Per diems	527	481
	4,382	3,128
Other benefits	510	572
Total	4,892	3,700

Within the remuneration to the Board of directors has been included, according to the Annual Report on Remuneration of Directors, the amount accrued in cash by the President and CEO corresponding to the long term incentive approved by the General Meeting of 2013, whose measurement period ended on December 31, 2015, for a total amount of €1,260 thousand (zero euros in 2014). The 50 percent of this amount will be settled within 90 first days of 2016 and 50 per 100 remaining within the first 90 days of 2017. Regarding the part of an incentive in shares, it has been recongised the right to delivery of 189,759 shares, delivery that is scheduled to materialize the 50 percent (94,879 actions) within the first 90 days of 2016 and the remaining 50 percent (94,880 shares) in the same period of 2017. The amount corresponding to the shares delivered in these periods will be included in the annual reports on remuneration to directors and in the annual corporate governance reports corresponding to them, calculated by the average value of quoted price of the stock on the date of delivery to the president and director.

The concept of Other benefits at December 31, 2015 corresponds to (i) the amount of the premiums paid for the coverage of death and disability insurances by €51 thousands (€47 thousands in 2014) and life and savings of the current directors amounting €400 thousands (€450 thousands in 2014); and (ii) the allocation of the group insurance insurance for executives, directors and other employees by €59 thousands (€75 thousands in 2014).

No advances or loans were granted to current or former Board members and there are no pension obligations to them.

The detail of the total remuneration, by type of director, is as follows:

(Thousands of euros)	12.31.2015	12.31.2014
Type of director		
Executives	2,915	1,836
External proprietary directors	531	423
External independent directors	1,446	1,441
Other external	-	-
Total	4,892	3,700

At December 31, 2015 and 2014 the members of the Board of Directors consist of 9 men and 3 women.

The remuneration (salary, compensation in kind, social security contributions, etc.) relating to senior management, excluding those who are simultaneously members of the Board of Directors (whose remuneration is detailed above) amounted to €7,666 thousands in 2015 (€3,252 thousands in 2014). The compensation paid or payable to members of senior management for past employment services is set out in the following table:

(Thousands of euros)	2015	2014
Salaries and other short-term compensation	4,694	3,252
Share-based payments	2,972	-
Total	7,666	3,252

Within the remuneration of senior management there is included as a variable compensation in the long term the accrued amount in cash of the long term incentive approved by the General Meeting of 2013, whose measurement period ended December 31, 2015, for a total amount of €2,972 thousands (zero euros in 2014). The 50 percent of this amount will be settled within the first 90 days of 2016 and 50 percent remaining within the first 90 days of 2017. Regarding the part of incentive in the form of shares, the delivery is scheduled to materialize within the first 90 days of 2016 (50 percent) and in the same period of 2017 (50 percent remaining). With regard to the part of an incentive in the form of shares, the right of delivery of the senior management has recongised for amounting 447,580 shares, delivery that it is expected to verify, 50 percent (223,790 shares) within the 90 first days of 2016 and the remaining 50 percent (223,790 shares) in the same period of 2017. The amount corresponding to the shares delivered in these periods are included in the annual corporate governance reports corresponding to them, calculated by the average value of quoted price of the stock on the date of delivery to beneficiaries.

In 2015 and 2014 there were no transactions with executives other than those carried out in the ordinary course of business.

19.2 Information regarding conflicts of interest affecting Directors

At 2015 year-end the members of the Board of Directors of Gamesa Corporación Tecnológica, S.A. and certain persons related to them as defined in the Spanish Limited Liability Companies Law held ownership interests in the following companies engaging in an activity that is identical, similar or complementary to the activity that constitutes the Company's object. Also, following is a detail of the positions held and functions discharged at those companies:

Owner	Investee company	Business line	Number of shares	Function
Arregui Ciarsolo, Juan Luis	Iberdrola, S.A.	Power & utilities	30,284,584	None
Rubio Reinoso, Sonsoles	Iberdrola, S.A.	Power & utilities	40,184	Compliance Manager of the group Iberdrola
Villalba Sánchez, Francisco Javier (*)	Iberdrola, S.A.	Power & utilities	-	CEO of the Network Business of the group Iberdrola
Villalba Sánchez, Francisco Javier (*)	Elektro Electricidade e Serviços, S.A.	Power & utilities	-	President
Villalba Sánchez, Francisco Javier (*)	Iberdrola USA Networks, Inc.	Power & utilities	-	President
Villalba Sánchez, Francisco Javier (*)	Iberdrola Distribución Eléctrica, S.A.	Power & utilities	-	President
Villalba Sánchez, Francisco Javier (*)	Scottish Power Energy Networks Holdings Ltd.	Power & utilities	-	President
Góngora Bachiller, Gema	Iberdrola, S.A.	Power & utilities	2,072	Director of Development and Executive Management at Iberdrola, S.A.

- (*) On February 1, 2016, Mr. Francisco Javier Sánchez Villalba left his charge as CEO of the Network Business of the Iberdrola group and he also left his charges in the Board of Directors of the rest of the companies mentioned above.

The members of the Board of Directors were affected by the following conflicts of interest in 2015:

- Castresana Sánchez, Ramón. In accordance with the procedure established in Article 31 of the Gamesa Corporación Tecnológica, S.A. Board of Directors Regulations, when the Board has deliberated and adopted any resolutions relating to operations with IBERDROLA, S.A. and/or group companies, he has not participated in the deliberation, voting, decision and execution of the resulting resolution. This occurred in the Board meetings held on March 24 and May 8, 2015.
- Góngora Bachiller, Gema. In accordance with the procedure established in Article 31 of the Gamesa Corporación Tecnológica, S.A. Board of Directors Regulations, when the Board has deliberated and adopted any resolutions relating to operations with IBERDROLA, S.A. and/or group companies, he has not participated in the deliberation, voting, decision and execution of the resulting resolution. This occurred in the Board meetings held on July 29, November 18 and December 16, 2015.
- Villalba Sánchez, Francisco Javier. In accordance with the procedure established in Article 31 of the Gamesa Corporación Tecnológica, S.A. Board of Directors Regulations, when the Board has deliberated and adopted any resolutions relating to operations with IBERDROLA, S.A. and/or group companies, he has not participated in the deliberation, voting, decision and execution of the resulting resolution. This occurred in the Board meetings held on March 24, May 8, June 29, July 29, November 18 and December 16, 2015.
- Rubio Reinoso, Sonsoles. In accordance with the procedure established in Article 31 of the Gamesa Corporación Tecnológica, S.A. Board of Directors Regulations, when the Board has deliberated and adopted any resolutions relating to operations with IBERDROLA, S.A. and/or group companies, he has not participated in the deliberation, voting, decision and execution of the resulting resolution. This occurred in the Board meetings held on March 24, May 8, June 29, July 29, November 18 and December 16, as well as, the meetings of the Audit and Compliance Committee held on March 16, May 5, June 26, July 28, November 5 and December 11, 2015.
- Hernández García, Gloria. In accordance with the procedure established in Article 31 of the Gamesa Corporación Tecnológica, S.A. Board of Directors Regulations, when the Board has deliberated and adopted any resolutions relating to operations with BANKINTER and/or group companies, he has not participated in the deliberation, voting, decision and execution of the resulting resolution. This occurred in the Board meeting held on December 16, 2015 when it was deliberated and adopted an agreement related with the syndicated loan of the GAMESA Group.

Finally, the Chairman and CEO and some of the members of the executive team at GAMESA have contractual agreements to receive financial compensation in the event of termination for reasons attributable to the Company and, in some cases, due to the occurrence of objective circumstances, such as a change in control. The financial compensation agreed for such termination consists, in general, of the payment of compensation up to a maximum

of two years' salary, depending on personal and professional circumstances and the time at which the agreement was concluded.

20. OTHER INFORMATION

20.1 Audit fees

In 2015 and 2014 the fees for financial audit and other services provided by the auditor of the Group's Consolidated Financial Statements, and the fees billed by the auditors of the separate Financial Statements of the consolidated companies, and by companies related to these auditors as a result of a relationship of control, common ownership or common management, were as follows:

(Thousands of euros)	Services rendered by EY	Services provided by other audit firms
Year 2015		
Audit services	1,177	20
Other attest services	143	-
Total audit and related services	1,320	20
Tax counselling services	147	-
Other services	66	-
Total other services	213	-
Total professional services	1,533	20

(Thousands of euros)	Services rendered by EY	Services provided by other audit firms
Year 2014		
Audit services	968	55
Other attest services	78	-
Total audit and related services	1,046	55
Tax counselling services	285	13
Other services	29	146
Total other services	314	159
Total professional services	1,360	214

Of the amount relating to the services rendered by the main auditor, €378 thousands relate to audit services provided to Gamesa Corporación Tecnológica, S.A. (€280 thousands in 2014). Likewise, taking into account the corresponding amount related to other services provided by the principal auditor, €66 thousands correspond to Gamesa Corporación Tecnológica, S.A. (€12 thousands in 2014).

Finally, from the corresponding amount related to audit and related services billed by other audit firms, €0 thousands correspond to services provided to Gamesa Corporación Tecnológica, S.A. (€55 thousands in 2014). Likewise, from the corresponding amount related to other services provided by other audit firms, €0 thousands correspond to Gamesa Corporación Tecnológica, S.A. (€146 thousands in 2014).

20.2 Información sobre el periodo medio de pago a proveedores. Third additional provision. "Information duty" of Law 15/2010 of July 5.

In accordance with the single additional provision of the Resolution of January 29, 2016 of the Accounting and Audit Institute, about the information to include in the notes to the financial accounts related with the deferral of payments made to suppliers in commercial operations, no comparative information is included, as the financial

accounts of 2015 are presented as initial regarding the exclusive effects referred to the application of the principle of uniformity and the comparability requirement.

The information related with the deferral of payments made to suppliers is as follows:

	2015
	Days
Average payment period	61
Settled operations ratio	62
Pending operations ratio	41
	Amount (thousands of euros)
Total settled payments	30,288
Total pending payments	1,298

21. POST-BALANCE SHEET EVENTS

There were no significant events subsequently to the year end.

22. EXPLANATION ADDED FOR TRANSLATION TO ENGLISH

These Financial Statements are presented on the basis of accounting principles generally accepted in Spain. Consequently, certain accounting practices applied by the Company may not conform with generally accepted accounting principles.

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
FULLY CONSOLIDATED COMPANIES							
A) GAMESA ENERGÍA GROUP							
Gamesa Energía, S.A. Unipersonal	Development of wind farms	EY	Vizcaya	100%	35,491	157,752	(33,238)
A.1 Wind farms							
Development of wind farms							
Gamesa Inversiones Energéticas, S.A.	Development of wind farms	EY	Vizcaya	100%	1,200	2,932	(3,003)
Gamesa Energía Italia, S.P.A.	Development of wind farms	EY	Italy	100%	570	6	(2,171)
Gamesa Energiaki Hellas, A.E.	Development of wind farms	EY	Greece	100%	464	(405)	(2,405)
Gamesa Energie France, E.U.R.L.	Development of wind farms	EY	France	100%	60	(5,711)	1,202
Parques Eólicos del Caribe, S.A.	Development of wind farms	PWC	Dominican Republic	57%	1,184	(1,204)	(2,441)
Navitas Energy, Inc.	Development of wind farms	-	USA	97%	252	(13,320)	(191)
Gamesa Energy Romania, S.R.L.	Development of wind farms	-	Romania	99%	0	(8,337)	(1,012)
Gamesa Energy UK, Ltd.	Development of wind farms	EY	UK	100%	14,361	(11,740)	(4,028)
Wind Portfolio SponsorCo, LLC	Development of wind farms	-	USA	100%	-	-	-
Gamesa Energie Deutschland, GmbH	Development of wind farms	EY	Germany	100%	575	(4,683)	(1,457)
Kurnool Wind Farms Privated Ltd	Manufacture and holding Company	-	India	100%	1	(1)	-
Kadapa Wind Farms Privated Ltd	Manufacture and holding Company	-	India	100%	1	(1)	-
Anantapur Wind Farms Privated Ltd	Manufacture and holding Company	-	India	100%	1	(1)	-
GERR, Grupo Energético XXI, S.A Unipersonal	Development of wind farms	-	Barcelona	100%	1,605	(5,891)	(1,549)
International Wind Farm Developments II, S.L.	Development of wind farms	-	Vizcaya	100%	3	(358)	649
International Wind Farm Developments III, S.L.	Development of wind farms	-	Vizcaya	100%	3	41	1
International Wind Farm Developments IX, S.L.	Development of wind farms	-	Vizcaya	100%	3	(563)	(239)
Gamesa Bulgaria EOOD	Development of wind farms	EY	Bulgaria	100%	3	124	(125)
International Wind Farm Development IV, S.L.	Development of wind farms	-	Vizcaya	100%	3	(1)	-
International Wind Farm Development V, S.L.	Development of wind farms	-	Vizcaya	100%	3	(1)	-
International Wind Farm Development VI, S.L.	Development of wind farms	-	Vizcaya	100%	3	(1)	-
International Wind Farm Development VII, S.L.	Development of wind farms	-	Vizcaya	100%	3	(1)	-
Eólica Da Cadeira, S.A.	Development of wind farms	-	A Coruña	65%	60	(61)	-
Gesa Energía S.R.L.de C.V.	Development of wind farms	-	Mexico	100%	11,526	(6,310)	420
Sistemas Energéticos Jaralón, S.A. Unipersonal	Development of wind farms	-	Vizcaya	100%	61	1,093	4
Gesan Mexico 1, S.A.P.I. de C.V.	Development of wind farms	EY	Mexico	100%	-	-	-
Gamesa Eólica S.L. "Branch Jamaica"	Development of wind farms	-	Jamaica	100%	-	(21)	2,208
Operation of wind farms							
Baileyville Wind Farm, LLC	Operation of wind farms	-	USA	97%	-	-	-
Windfarm 33 GmbH	Operation of wind farms	-	Germany	100%	25	(24)	-
Windfarm 35 GmbH	Operation of wind farms	-	Germany	100%	25	4	-
Windfarm 38 GmbH	Operation of wind farms	-	Germany	100%	25	(113)	(44)
Windfarm 40 GmbH	Operation of wind farms	-	Germany	100%	25	(3)	(1)
Windfarm 41 GmbH	Operation of wind farms	-	Germany	100%	25	(3)	(1)
S.E. Balazote, S.A. Unipersonal	Operation of wind farms	-	Toledo	100%	61	2,600	7
S.E. Cabezo Negro, S.A. Unipersonal	Operation of wind farms	-	Zaragoza	100%	61	442	(1,030)
Sistemas Energéticos La Plana, S.A.	Operation of wind farms	Attest	Zaragoza	90%	421	1,982	(215)
Sistemas Energéticos La Jimena, S.A.	Operation of wind farms	-	Soria	60%	61	(639)	(3)
Sistemas Energéticos Barandón, S.A.	Operation of wind farms	-	Valladolid	100%	61	(14)	-
Eoliki Peloponissou Lakka Energiaki A.E.	Operation of wind farms	EY	Greece	86%	59	(63)	(5)
Eoliki Attikis Kounus Energiaki A.E.	Operation of wind farms	EY	Greece	86%	59	(63)	(5)
Sistemas Energéticos Ventorrillo, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	(70)	(1)
Sistemas Energéticos de Tarifa, S.L. Unipersonal.	Development of wind farms	-	Vizcaya	100%	61	141	(226)
Sistemas Energéticos Argañoso, S.L. Unipersonal	Development of wind farms	-	Vizcaya	100%	61	(27)	-
Sistemas Energéticos del Sur, S.A.	Operation of wind farms	-	Sevilla	70%	600	(458)	(7)
Sistemas Energéticos los Nietos, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	(6)	-

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
Sistemas Energéticos Sierra de Lourenza, S.A. Unipersonal	Operation of wind farms	-	Vizcaya	100%	61	(2,114)	(95)
Sistemas Energéticos Loma del Reposo, S.L. Unipersonal	Development of wind farms	-	Vizcaya	100%	61	(17)	-
Sistemas Energéticos Edreira, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(38)	-
Sistemas Energéticos Campoliva, S.A. Unipersonal	Operation of wind farms	-	Zaragoza	100%	61	(9)	-
Sistemas Energéticos Carril, S.L. Unipersonal	Development of wind farms	-	Vizcaya	100%	61	(5)	-
Gesacisa Desarrolladora S.A. de C.V.	Operation of wind farms	EY	Mexico	100%	6	3,423	173
Sistemas Energéticos Alcohujate, S.A. Unipersonal	Operation of wind farms	-	Toledo	100%	61	(462)	(25)
Energiaki Megas Lakkos, S.A.	Operation of wind farms	EY	Greece	100%	60	(56)	(6)
SAS SEPE Lingeuvres	Operation of wind farms	-	France	100%	4	12	(10)
SAS SEPE St. Loup de Saintonge	Operation of wind farms	-	France	100%	4	12	(2)
SAS SEPE Villiers Vouille et Yversay	Operation of wind farms	-	France	100%	4	7	(7)
SAS SEPE Dampierre Prudemanche	Operation of wind farms	EY	France	100%	37	(188)	(9)
SAS SEPE Germainville	Operation of wind farms	EY	France	100%	37	(40)	(9)
SAS SEPE Ecueille	Operation of wind farms	EY	France	100%	4	(69)	(12)
Sistemas Energéticos el Valle, S.L.	Operation of wind farms	-	Navarra	100%	3	(2)	-
Sistemas Energéticos Fonseca, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(5,112)	(254)
Sistemas Energéticos del Umia, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(109)	-
Sistemas Energéticos Cuntis, S.A.	Operation of wind farms	-	A Coruña	100%	61	(139)	-
Sistemas Energéticos La Cámara, S.L.	Operation of wind farms	-	Sevilla	100%	3	1,115	353
Sistemas Energéticos Fuerteventura, S.A. Unipersonal	Operation of wind farms	-	Canarias	100%	61	(16)	(27)
Sistemas Energéticos Alto de Croa, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(371)	(21)
Sistemas Energéticos Cabanelas, S.A. Unipersonal	Operation of wind farms	-	A Coruña	100%	61	(627)	(32)
Abruzzo Vento, S.R.L.	Construction and Operation of wind farms	-	Italy	90%	30	(40)	(1)
EBV Holding Verwaltung GmbH	Development of wind farms	-	Germany	100%	25	19	-
Gamesa Europa, S.L.	Development of wind farms	-	Galicia	100%	3	(34)	(91)
Sistemas Energéticos Boyal, S.L.	Operation of wind farms	-	Zaragoza	60%	3	(426)	(748)
Energiaki Arvanikos, MEPE	Operation of wind farms	-	Greece	100%	5	(173)	(42)
Sistema Eléctrico de Conexión Montes Orientales, S.L.	Operation of wind farms	-	Granada	83%	45	(7)	-
Sistemas Energéticos Loma del Viento, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	(6)	-
Sistemas Energéticos Sierra de las Estancias, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	2,512	(2,617)
Sistemas Energéticos Cuerda Gitana, S.A. Unipersonal	Operation of wind farms	-	Sevilla	100%	61	6,655	(3,284)
Parco Eolico Tuturano S.R.L.	Operation of wind farms	-	Italy	100%	30	(13)	(1)
Parco Eolico Prechicca S.R.L.	Operation of wind farms	-	Italy	100%	30	(14)	(1)
Paro Eolico Monte Maggio Scalette S.R.L.	Operation of wind farms	-	Italy	100%	30	(27)	(7)
Osiek Sp. Z o.o	Operation of wind farms	-	Poland	100%	11	(105)	(63)
Sistemas Energéticos Monte Genaro, S.L. Unipersonal	Operation of wind farms	-	Vizcaya	100%	3	(1)	-
Sistemas Energéticos Sierra de Valdefuentes, S.L. Unipersonal	Operation of wind farms	-	Vizcaya	100%	3	(87)	-
Sistemas Energéticos Sierra del Carazo, S.L. Unipersonal	Operation of wind farms	-	Vizcaya	100%	3	(87)	-
Harelaw Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	-
Shap Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	-
Watford Gap Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	-
Aberchelder Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	-
Windfarm Ringstedt II, GmbH	Operation of wind farms	-	Germany	100%	4,670	(4,848)	(27)
Llynfi Renewable Energy Park Ltd.	Operation of wind farms	-	UK	100%	-	-	(239)
Llanfynydd Renewable Energy Park Ltd.	Operation of wind farms	-	USA	100%	-	-	-
Windfarm Gross Hsslow GmbH	Operation of wind farms	-	Germany	100%	4,215	(4,422)	(29)
Sistemas Energéticos de Gran Canaria	Operation of wind farms	-	Canarias	100%	3	(4)	(55)
Ger Baraganu S.R.L.	Production of electric energy	-	Romania	100%	-	(14)	(4)
Ger Independenta S.R.L.	Production of electric energy	-	Romania	100%	-	(13)	(5)

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
Sistemas Energéticos de Gran Canaria	Operation of wind farms	-	Canarias	100%	3	(4)	(55)
Ger Baraganu S.R.L.	Production of electric energy	-	Romania	100%	-	(14)	(4)
Ger Independenta S.R.L.	Production of electric energy	-	Romania	100%	-	(13)	(5)
Ger Ludus S.R.L.	Production of electric energy	-	Romania	100%	-	(15)	(4)
Lingbo SPW AB	Production of electric energy	EY	Sweden	100%	273	2,337	1
Innovación Eólica de Salamanca S.L.	Production of electric energy	-	Burgos	78%	6	(34)	(7)
Central Eolica de Mexico I, S.A. de C.V.	Operation of wind farms	-	Mexico	100%	7	(93)	(531)
Energía Eólica de Mexico	Operation of wind farms	-	Mexico	50%	-	201	(187)
Energía Renovable del Istmo	Operation of wind farms	-	Mexico	50%	-	194	(198)
Elliniki Eoliki Energiaki Kseropousi SA	Operation of wind farms	-	Greece	86%	108	(6)	(3)
Elliniki Eoliki Energiaki Pirgos SA	Operation of wind farms	-	Greece	86%	176	(11)	(3)
Elliniki Eoliki Energiaki Kopriseza SA	Operation of wind farms	-	Greece	86%	-	(3)	(1)
Elliniki Eoliki Energiaki LIKOURDI SA	Operation of wind farms	-	Greece	86%	-	(3)	0
LICHNOWY Windfarm Sp. z o.o.	Operation of wind farms	-	Poland	100%	1	1	(10)
UJAZD Sp. z o.o.	Operation of wind farms	-	Poland	100%	1	-	(10)
Infraestructura Generación Valdeconejos, SL.	Operation of wind farms	-	Zaragoza	100%	3	(7)	-
Whitehall Wind, LLC	Operation of wind farms	-	USA	100%	-	-	-
Energiaki Flabouro EPE	Operation of wind farms	-	Greece	100%	5	(13)	(20)
Fanbyn2 Vindenergi AB	Operation of wind farms	-	Sweden	100%	6	(1)	-
A.2 Manufacture of wind turbines							
Gamesa Eólica, S.L. Unipersonal	Wind-powered facilities	EY	Navarra	100%	201	365,889	13,332
Gamesa Innovation & Technology, S.L. Unipersonal	Manufacture of moulds, blades and provision of central services (engineering)	EY	Navarra	100%	4,355	488,271	51,370
Estructuras Metálicas Singulares, S.A.	Manufacture of towers and wind turbines	EY	Navarra	100%	61	6,678	28
Gamesa Wind, GMBH	Wind-powered facilities	EY	Germany	100%	995	(20,694)	(3,509)
Gamesa Eólica Italia, S.R.L.	Wind-powered facilities	EY	Italy	100%	100	242	4,599
Gamesa Wind UK Limited	Manufacture and holding Company	EY	UK	100%	17,060	(14,470)	(456)
Gamesa Lanka Private Limited	Manufacture and holding Company	EY	Sri Lanka	100%	39	183	18
Gamesa Wind Romania, SRL	Development of wind farms	EY	Romania	100%	111	22,459	1,319
Gamesa Singapore Private Limited	Manufacture and holding Company	EY	Singapur	100%	-	(4,271)	(328)
Gesa Eólica Honduras, S.A.	Manufacture and holding Company	-	Honduras	100%	1	(649)	133
Gamesa Eólica VE, C.A.	Manufacture and holding Company	-	Venezuela	100%	18	(29)	(7)
Gamesa Taiwan Limited	Manufacture and holding Company	-	Taiwan	100%	-	-	-
Gamesa Finland OY	Manufacture and holding Company	-	Finlandia	100%	3	(184)	818
Servicios Eólicos Globales, S.R.L. de C.V.	Manufacture and holding Company	-	Mexico	100%	3	60	20
Gamesa Mauritania SARL	Manufacture and holding Company	-	Mauritania	100%	3	(149)	387
Gamesa Ukraine, LLC	Manufacture and holding Company	-	Ucrania	100%	-	-	-
Gamesa Uruguay S.R.L.	Wind-powered facilities	-	Uruguay	100%	1	2,634	(496)
Gamesa Eólica Nicaragua, S.A.	Wind-powered facilities	-	Nicaragua	100%	2	575	391
Gamesa Kenya Limited, S.L.	Wind-powered facilities	-	Kenya	100%	2	88	(74)
Gamesa Puerto Rico CRL	Wind-powered facilities	-	Puerto Rico	100%	1	24	(15)
Gamesa Belgium, S.R.L.	Wind-powered facilities	EY	Belgium	100%	19	-	(190)
Gamesa Israel, LTD.	Wind-powered facilities	EY	Israel	100%	-	9	571
Gamesa Mauritius LTD	Wind-powered facilities	EY	Mauricio Islands	100%	-	-	54
B9 ENERGY O&M LIMITED	Wind-powered facilities	EY	UK	100%	1,659	(294)	(472)
RSR Power Private Limited	Manufacture and holding Company	-	India	100%	2	6	(221)
Gamesa Energia Portugal	Wind-powered facilities	-	Portugal	100%	475	5,774	(49)
Gamesa Renewable Private Limited	Wind-powered facilities	EY	India	100%	207,781	(26,035)	53,509
Gamesa Blade Tianjin Co Ltd.	Design, manufacture and assembly of blades	EY	China	100%	12,000	16,116	(6,839)
Gamesa Wind Energy System Development Co Ltd.	Manufacture of wind components and maintenance of wind farms	EY	China	100%	200	(6,110)	1,185
Gamesa Wind Tianjin Co, Ltd.	Manufacture of wind components	EY	China	100%	8,198	57,371	35,679
Gamesa Trading Co, Ltd.	Raw materials (Trader)	EY	China	100%	49	(100)	(65)
Gamesa Cyprus Limited	Manufacture and holding Company	-	Cyprus	100%	1	1,661	(12)
Gamesa New Zeland Limited	Manufacture and holding Company	-	New Zealand	100%	-	212	203
Gamesa Eolica France SARL	Wind-powered facilities	EY	France	100%	8	6,547	(368)

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
Gamesa Wind Bulgaria, EOOD	Manufacture, Construction and Operation of wind farms	EY	Bulgaria	100%	143	1,726	1,517
Gamesa Eolica France SARL	Wind-powered facilities	EY	France	100%	8	6,547	(368)
Cantarey Reinos, S.A. Unipersonal	Manufacture of electric generators	EY	Cantabria	100%	4,217	24,597	(176)
Gamesa Wind South Africa PTY LTD	Manufacture and holding Company	-	South Africa	100%	1	(34)	(30)
Gamesa Australia PTY, LTD	Manufacture and holding Company	-	Australia	100%	-	(1,352)	(462)
Gamesa Chile SpA	Manufacture and holding Company	-	Chile	100%	8	(12)	80
Gamesa Dominicana, S.A.S.	Manufacture and holding Company	EY	Dominican Republic	100%	6	(1,696)	(590)
Gamesa Energy Transmission, S.A. Unipersonal	Manufacture of wind components	EY	Vizcaya	100%	21,660	50,184	3,323
Gesa Eólica Mexico, S.A. de C.V.	Wind-powered facilities	EY	Mexico	100%	3	43,936	11,624
Gamesa Energía Polska Sp. Z.o.o	Wind-powered facilities	-	Poland	100%	9,878	20,343	5,352
Parque Eólico Dos Picos, S.L. Unipersonal	Operation of wind farms	-	Vizcaya	100%	1,229	(67)	(94)
Gamesa Morocco, SARL	Wind-powered facilities	-	Marruecos	100%	1	406	(194)
Gamesa Wind Energy Services, Ltd	Manufacture and holding Company	-	Turkey	100%	41	(1,604)	(380)
Gamesa Eólica Costa Rica, S.R.L.	Manufacture and holding Company	-	Costa Rica	100%	-	(5,512)	321
Gamesa Wind Sweden, AB	Manufacture and holding Company	EY	Sweden	100%	2,526	(95)	(1,754)
Gamesa Japan Kabushiki Kaisha	Manufacture and holding Company	-	Japan	100%	8,588	(9,203)	317
Gamesa Wind Hungary KTF	Manufacture and holding Company	EY	Hungary	100%	12	5,657	693
Gamesa Eólica Greece E.P.E	Manufacture and holding Company	-	Greece	100%	18	4,091	(2,558)
Jilin Gamesa Wind Co., Ltd.	Manufacture and holding Company	EY	China	100%	1,630	(6,999)	(472)
Inner Mongolia Gamesa Wind Co.,Ltda.	Manufacture and holding Company	EY	Mongolia	100%	1,651	(7,012)	231
Rajgarh Windpark Private Limited	Manufacture and holding Company	Otros	India	51%	2	(1)	-
Gamesa Ireland Limited	Manufacture and holding Company	EY	Ireland	100%	-	(304)	(65)
GM Navarra Wind Energy Private Limited	Manufacture and holding Company	-	India	100%	153	153	(9)
Gamesa Canada, ULC	Manufacture and holding Company	-	Canada	100%	-	(197)	61
Gamesa Azerbaijan, LLC	Manufacture and holding Company	-	Azerbaijan	100%	-	739	(338)
Gamesa Eólica Brasil, Ltd.	Management of electric facilities	-	Brazil	100%	126,480	(48,085)	23,197
B) GAMESA TECHNOLOGY CORPORATION GROUP							
Gamesa Technology Corporation, Inc	Administrative management services	EY	USA	100%	24,942	363,537	41,865
Gamesa Wind US, LLC	Maintenance services of wind farms	EY	USA	100%	88	(452,377)	46,062
Gamesa Wind, PA, LLC	Manufacture and assembly of wind turbines	EY	USA	100%	81	320,570	2,787
Cedar Cap Wind, LLC	Operation of wind farms	-	USA	100%	-	-	-
Crescent Ridge II, LLC	Operation of wind farms	-	USA	100%	-	-	-
2Morrow Energy, LLC	Operation of wind farms	-	USA	100%	1,461	(26,868)	(199)
Mahantango Wind, LLC	Operation of wind farms	-	USA	100%	-	-	-
Pocahontas Prairie Wind, LLC	Operation of wind farms	-	USA	100%	-	(64,395)	(5,579)
C) OTHERS							
Cametor, S.L.	Ownership of non-current assets	-	Vizcaya	100%	3,902	8,619	57
Gamesa Venture Capital, S.C.R. de Régimen Simplificado, S.A. Unipersonal	Promotion of companies	-	Spain	100%	600	18	1
Gamesa Financiación S.A. Unipersonal	Promotion of companies	-	Spain	100%	60	-	-
D) CONSOLIDATES COMPANIES BY THE EQUITY METHOD							
Windar Renovables, S.L. and subsidiaries	Holding companie of the towers manufacture companies	PWC	Asturias	32%	9	53,934	10,337
Energías Renovables San Adrián de Juarros, S.A.	Construction and Operation of wind farms	-	Burgos	45%	60	(9)	-
Windkraft Trinnwillershagen	Development of wind farms	-	Germany	50%	51	733	7
Entwicklungsgesellschaft, GmbH							
Sistems Electric Espluga S.A.	Operation of wind farms	-	Barcelona	50%	61	(462)	38
9Ren España, S.L.	Solar	-	Spain	49%	11,957	15,083	(618)
Kintech Santalpur Windpark Private Limited	Manufacture and holding Company	-	India	49%	77	(279)	5
Baja Wind, LLC	Manufacture and holding Company	-	USA	50%	-	-	-
New Broadband Network Solutions, S.L.	Manufacture and holding Company	-	Madrid	31%	561	(1,313)	(241)

COMPANIES	LINE OF BUSINESS	AUDITOR	LOCATION	% OF DIRECT AND INDIRECT OWNERSHIP	SHARE CAPITAL	RESERVES	PROFIT AFTER TAXES
Adwen Offshore S.L. and subsidiaries	Offshore Business	EY	Spain	50%	50,003	150,190	(52,065)

CARLOS RODRÍGUEZ-QUIROGA MENÉNDEZ, WITH NATIONAL IDENTITY CARD NUMBER 276302 A, SECRETARY OF THE BOARD OF DIRECTORS OF "GAMESA CORPORACIÓN TECNOLÓGICA, S.A." WITH REGISTERED OFFICE IN ZAMUDIO (VIZCAYA), AT PARQUE TECNOLÓGICO DE BIZKAIA, EDIFICIO 222 WITH EMPLOYER IDENTIFICATION NUMBER A-01011253.

HEREBY CERTIFY:

That the text of the consolidated financial statements for 2015 of GAMESA CORPORACIÓN TECNOLÓGICA, S.A. authorised for issue by the Board of Directors at its meeting held on February 24, 2016 is the content of the preceding 46 sheets of unstamped paper, on the obverse only, and the consolidated balance sheet, consolidated income statement, consolidated statement of changes in equity, consolidated statement of cash flows and notes to the consolidated financial statements, for authentication purposes, bear my signature and that of the Chairman of the Board of Directors.

The directors listed below hereby so ratify by signing below, in conformity with Article 253 of the Spanish Limited Liability Companies Law.

Ignacio Martín San Vicente
Chairman and CEO

Juan Luis Arregui Ciarsolo
Deputy Chairman

Carlos Rodríguez-Quiroga Menéndez
Secretary of the Board of Directors

José María Vázquez Eguskiza
Member of the Board of Directors

Luis Lada Díaz
Member of the Board of Directors

José María Aracama Yoldi
Member of the Board of Directors

Sonsoles Rubio Reinoso
Member of the Board of Directors

José María Aldecoa Sagastasoloa
Member of the Board of Directors

Francisco Javier Villalba Sánchez
Member of the Board of Directors

Gloria Hernández García
Member of the Board of Directors

Andoni Cendoya Aranzamendi
Member of the Board of Directors

Gema Góngora Bachiller
Member of the Board of Directors

Approval of the Chairman

Zamudio, February 24, 2016. In witness whereof

Ignacio Martín San Vicente
Chairman and CEO

Carlos Rodríguez-Quiroga Menéndez
Secretary of the Board of Directors