

Comisión Nacional del Mercado de Valores
Paseo de la Castellana 15, Madrid.

Ref. Relevantants Events.

Sevilla 15, October, 2007.

Dear Sirs,

Abengoa announces that its subsidiary company Abengoa Bioenergy has achieved a major milestone on producing ethanol from lignocellulosic biomass in its research and development program located at its biomass pilot plant in York, Nebraska, within the foreseen parameters. Likewise and following this program, it has signed a collaboration agreement with the US Department of Energy (DOE) for the sum of 38 million dollars for the design and development of the first commercial-scale biomass to ethanol plant in Hugoton, Kansas. This pilot plant in York is part of a collaboration program signed with the DOE in 2003 for the sum of 35 million dollars.

In turn, the new 38 million dollar contract forms part of Abengoa Bioenergy's award announced by the DOE in February 2007 for the sum of 76 million dollars and represents the first phase of its collaboration to be completed within 18-24 months.

Finally, the second phase of 76 million dollars, implies the construction of a plant with a daily processing capacity of 700 metric tons of biomass to produce 44 million liters of ethanol per year as well as other forms of renewable energy such as electricity and vapor. The biomass plant will be situated next to a conventional cereal to ethanol plant of 350 million liters which will allow for both facilities to benefit from a combined capacity of 400 million liters. The investment of both will exceed 300 million dollars.

With no further matters to attend at present,

Miguel A. Jiménez-Velasco Mazarío
Secretario General