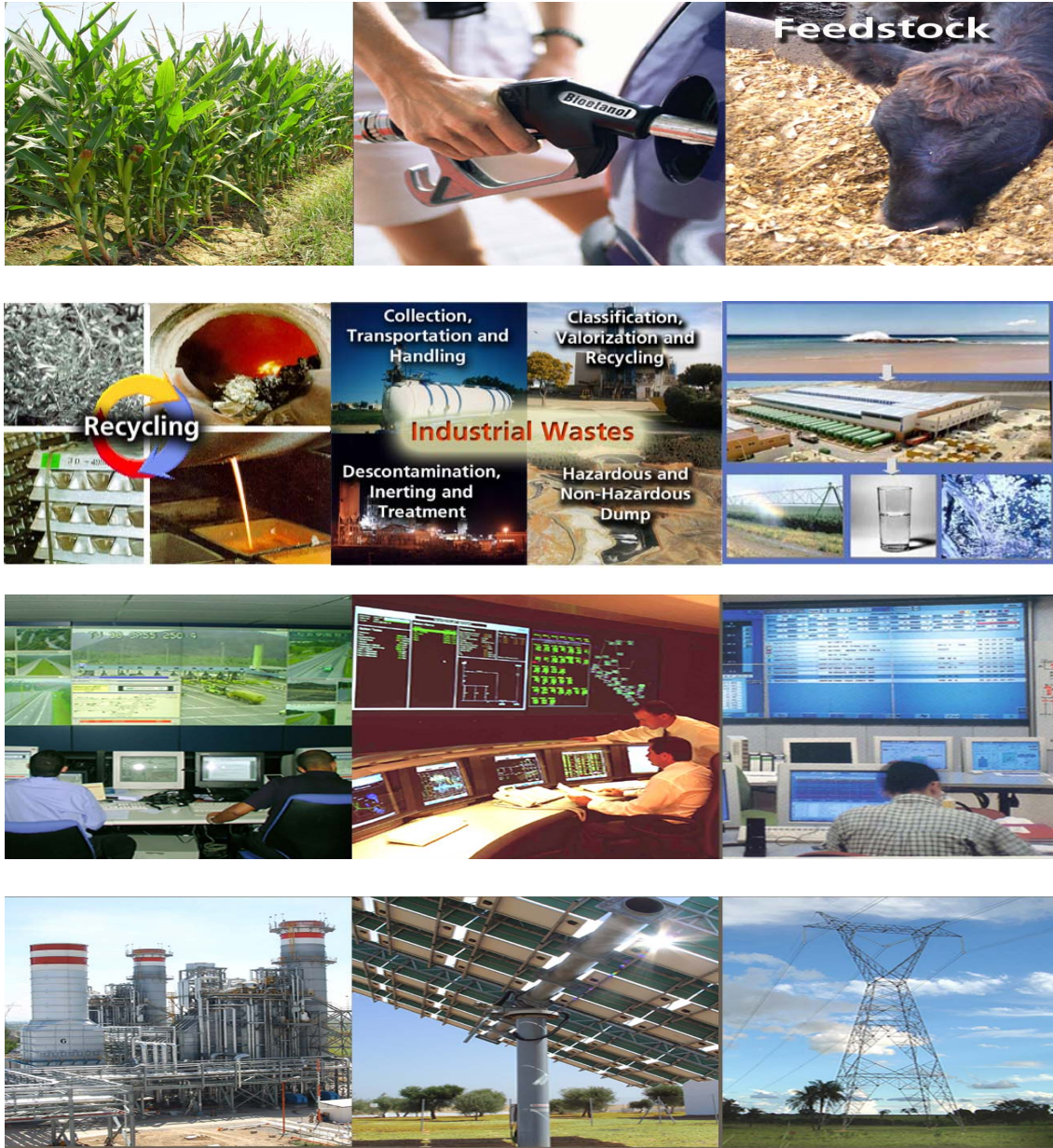


ABENGOA



Presentation of Results 1st Six Months 2005

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1. General Description of the Activities



Founded in Seville in 1941, Abengoa is an industrial and technology company that provides solutions for Sustainable Development, the Information and Knowledge Society and the Creation of Infrastructures.

Over the past decade, our results have increased at a compound annual growth rate (CAGR) of 28% as a consequence of the new Bioenergy, Environmental Services and Information Technologies activities, and also to the internationalization of our traditional activities. Over the same period, our sales abroad have increased at a compound annual growth rate of 17%.

- The following strategic strategies adopted over recent years are noteworthy:

2000

- A 300 M € investment to acquire Befesa, through a takeover bid.
- Start-up of the first Bioethanol plant in Spain with an initial production capacity of 100 M liters/year (currently 150 M liters/year), which required a 93.8 M € investment.
- Increase of Abengoa's capital which enabled a 75.1 M € increase in shareholders' capital.

2001

- Abengoa's Environmental Division (specialized in environmental engineering) was integrated in Befesa, and Befesa's capital was increased by 12.3 M € through Abensur's contribution.
- Sale of the wind power activity for 109 M €.

2002

- Acquisition of High Plains Corporation (now called Abengoa Bioenergy Corporation), the fifth largest bioethanol producer in the United States, by means of a 100 M € takeover bid.
- Start-up of the second Bioethanol plant in Spain (Bioethanol Galicia) with a 126 M liters/year production capacity, which required a 92.1 M € investment.
- The Department of Energy (D.O.E.) of the United States awarded an R&D&I project to enhance ethanol production process technology, using biomass, to improve the economy of process and increase energy performance from ethanol production and, thus, reduce the production cost of ethanol and make it more competitive with gasoline. Total investment, co-funded by the D.O.E., is 35.4 M \$US, from 2003 though to 2006.

2003

- Acquisition of Metso Corporation's Network Management Solutions Division, through the 100% purchase of its subsidiaries in Canada and the United States. The two companies purchased, currently called Telvent Canada and Telvent USA have put Telvent in a leading position at international level in the Control and Information Systems market for

the oil, gas and electric energy sectors, and the water sector as well. The total investment in both companies was 35 M \$US.

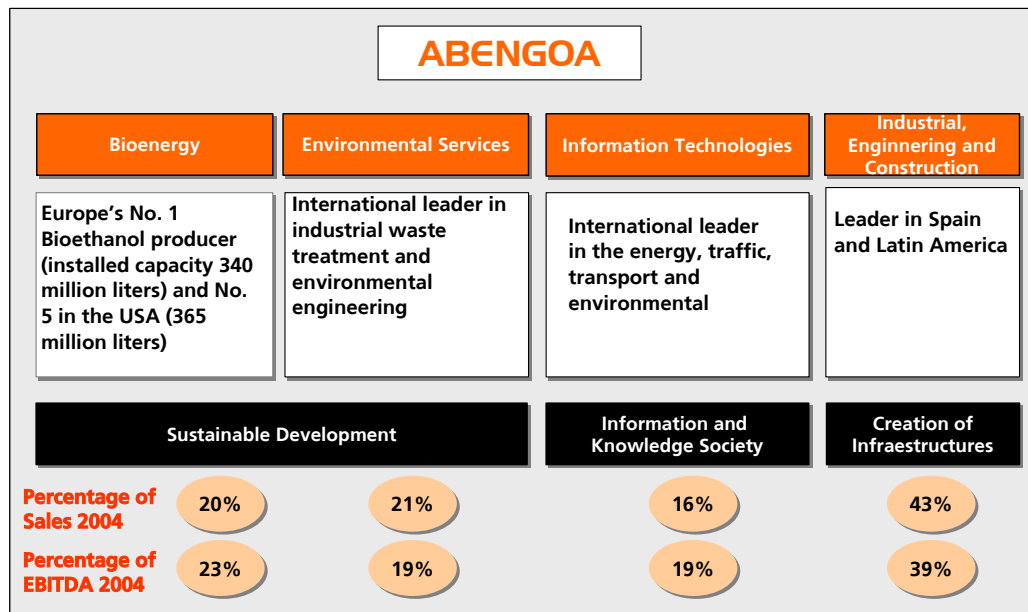
- Construction began on the third Bioethanol plant in Spain (Biocarburantes de Castilla y Leon). It is located in Babilafuente (Salamanca) and required a 150 M € investment. The plant's bioethanol production capacity is 200 M liters/year, to be directly blended in gasoline. The raw material will be grain, wine alcohol and biomass, the latter in a bioethanol production facility to be the first of its kind in the world.
- Exports of bioethanol to Europe commenced.

2004

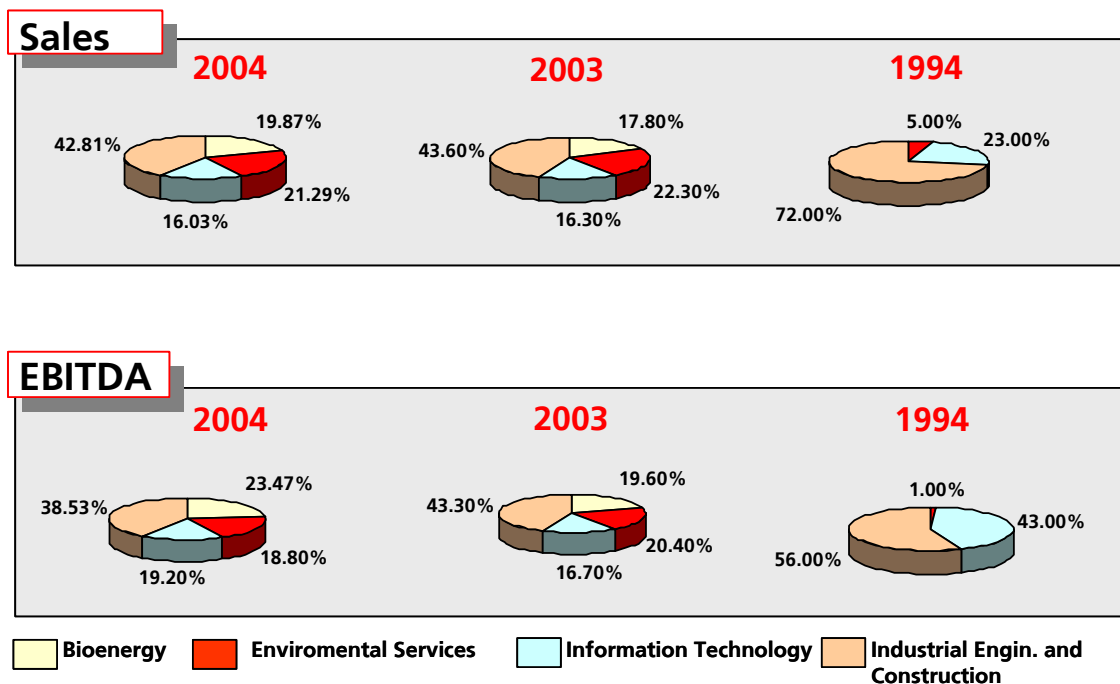
- On October 21, 2004, the execution and subscription to an increase of Telvent GIT capital was completed, and Telvent GIT was effectively listed on the American NASDAQ technological market. The total amount of the increase of capital, with paid-in surplus, was 61.2 M €. The company's official listing on the stock exchange implies the continuity of the expansion of the Information Technologies activity through the obtaining of funds to finance the Business Unit's growth, strengthen its financial structure and increase its potential by developing investments in R&D&I.
- Agreement to commence the construction of an 88 million gallon-a-year ethanol production facility in Ravenna, Nebraska. The facility, Nebraska's largest and one of the largest in the United States will make Abengoa Bioenergy one of the largest ethanol producers in the United States.
- Commencement of the construction of the largest solar energy power plant to use tower and heliostat field technology for an 11 MW output, and the construction of a 1.2 MW two-fold concentration photovoltaic power plant.

Abengoa's Current Configuration and the Nature of its Business

- Abengoa operates through four Business Units:









The evolution of the Business Units is shown in the diagram here-below:



Strategic Orientation

The aim of Abengoa’s strategic development is to generate options for the future through new market penetration and the introduction of new and existing products. Therefore, its growth strategy is based on the introduction of new activities in the six Operational Fields in which Abengoa is present and where its different Business Units complement one another.

Operational Fields		Operational Fields	
Business Units	Year of establishment		
- Industrial Engineering and Construction	1941		Energy
- Information Technologies	1969		Environment
- Environmental Services	2000		Transport
- Bioenergy	2001		Services
			Industry
			Telecommunications

- Abengoa currently offers a combination of activities that represent greater diversification in markets, customer portfolio, and which strengthen its capacities in relation to what was its original Engineering business.

Evolution 1994 - 2004					
		Engineering		Diversified Group with 4 different businesses	
Business		1994		2004	
		Sales %	EBITDA %	Sales %	EBITDA %
Bioenergy		-	-	20	23
Environmental Services		5	1	21	19
Info. Technology		23	43	16	19
Indust. Engin. & Const.		72	56	43	39
Geography	%			%	
USA and Canada		-		12,9	
Latin America		25,5		16,9	
Europe (Spain excluded)		2,3		6,9	
Africa		1,0		1,9	
Asia		1,3		1,6	
Total Abroad		30,1		40,2	
Total Spain		69,9		59,8	
Consolidated Total		100,0		100,0	

Innovation Strategy in Abengoa

Innovation is results oriented and pursues three groups of tangible objectives:

- Diversification: new products and services.
- Differentiation: enhancement and adaptation of those that already exist.
- Process enhancement.

Intangible objectives include the acquisition of essential competencies and, above all, the generation of options for the future. The latter is closely linked to value through growth prospects and the development of new businesses.

Abengoa implements its innovation policy in several ways; in-house innovation aimed at providing specific solutions for individual customers and in-house developments. There is also outsourced innovation based on collaboration agreements with universities, Research Centers, or third parties, in which case the work is usually shared. On other occasions technology is purchased. Another method employed over recent years is the acquisition of strategic financial interests in technological companies.

Investment in R&D&I

	2003		2004		2005 (P)	
	M €	% on/ Sales	M €	% on/ Sales	M €	% on/ Sales
Main Projects						
Ethanol efficiency enhancement (waste starch)	0.4		1.0		1.2	
Conversion of biomass to ethanol	0.4		3.8		19.6	
Hydrogen Technology. Fuel Cells	2.2		0.6		2.8	
Aluminum efficiency enhancement	0.0		0.6		0.2	
Vitrification	0.0		0.8		2.9	
Electric, environmental, oil and gas control centers	6.2		6.4		6.5	
Road and rail traffic, and ticketing systems	3.4		3.7		3.6	
Public Administration support systems	1.1		1.5		1.6	
Solar Energy	0.0		0.6		32.4	
Other Projects	3.8		4.3		5.8	
Total Investment in R&D&I	17.5	1.1%	23.3	1.4%	76.6	4.1%

2. Main Novelties by Business Unit

2

2.1 Bioenergy

Production of ethyl alcohol from vegetable products (cereals, biomass). The resulting alcohol (bioethanol) is used to manufacture ETBE (a petrol additive), or is blending directly with petrol or gas oil. Thus, upon it being a renewable energy, net CO₂ emissions are reduced (greenhouse effect). Production of DDGS (Distillers' Dried Grains with Solubles), a protein complement for animals and CO₂.





The most significant milestones as regards contracts signed or projects developed in the sectors in which the Bioenergy Business Unit operates were as follows:

- ◆ In May 2005, Abengoa Bioenergía, through AB Bioenergy France, was authorized by the French government to produce 40,000 tons of bioethanol per year at the facility that will be constructed in the southwest region of France. This project will be Europe's first corn-based bioethanol production facility. The final capacity of the project will depend on the decision taken by the government in relation to the awarding of the second round of licenses, the open call for tenders for which is scheduled for the third quarter of 2005.
- ◆ During the course of the first half of 2005, Abengoa Bioenergía has been awarded export contracts for 70,000 m³ of bioethanol in the EU, for the main oil companies and chemical industries, to be used to produce ETBE. This means that the annual figures of 12,000 m³ and 45,000 m³ contracted in 2003 and 2004, respectively, have now been exceeded.
- ◆ With these new supply contracts, Abengoa Bioenergía is expanding its activity in Europe while also increasing and diversifying its customer network. It is thus consolidating its presence in the key existing markets and is also proving its capacity to develop and promote the use of bioethanol in emerging markets.

In this way, Abengoa Bioenergía is contributing to the attainment of the EU's objectives of pursuing a renewable and sustainable alternative for transportation fuels and to reducing greenhouse effect emissions.

- ◆ In the second quarter of the year, the Department of Energy of the United States (DOE) awarded a subsidy for more than two million euro for the development of a three-year R&D&I project to be executed under the leadership of the Abengoa Bioenergía subsidiary, Abengoa Bioenergy R&D. The objective of the project is to develop a new type of catalyst to convert the gas from biomass gasification into ethanol.
- ◆ Abengoa Bioenergía has participated in the Ministry of Education and Science's National Scientific Research, Development and Technological Innovation Plan and has put forward research and development projects for more than 40 million euro. These projects focus on the development of energy crops in Spain for bioethanol production purposes, the development of new enzymatic hydrolysis-based transformation technologies, biomass gasification and catalytic synthesis and, finally, the implementation of the utilization of bioethanol and gas oil blends in diesel engines.
- ◆ During this quarter, Abengoa Bioenergía has continued with its R&D projects in relation with the generation of hydrogen, through its bioethanol reforming process. This process will be employed in both stationary and mobile applications. The required engineering level has already been attained in some specific projects, following success in the laboratory and pilot plant phases.
- ◆ The development has commenced of a demonstration project in fleets, of a biofuel based on blends of bioethanol with gas oil, known as e-diesel. Contacts have been made with different fleet operators to install, within the next year, an e-diesel pump at their facilities and quantify the environmental benefits obtained from the utilization of this biofuel in their vehicles.

- ◆ Abengoa Bioenergy has completed the basic design project, with the basic and detailed engineering now approved, for Biocarburantes Castilla y Leon's biomass plant.

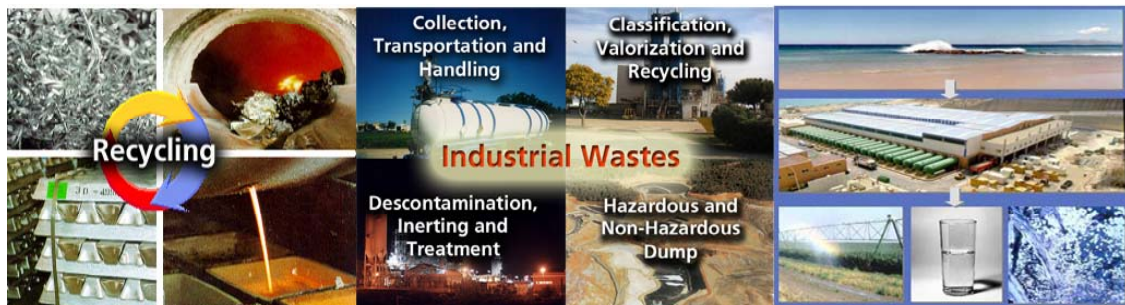
This is the first of the precommercial demonstration plants that will transform lignocellulosic biomass into bioethanol and added value co-products. It will be integrated in the commercial cereal-based bioethanol production facility..



The average Bioenergy workforce in the first half of 2005 was 365 employees.

2.2 Environmental Services

Aluminum, salt slags and zinc waste recycling. Industrial waste management, industrial and hydrocarbon cleaning. Environmental engineering (engineering and construction for water treatment and waste management).





Environmental Services

The most significant milestones as regards contracts signed or projects developed in the sectors in which the Environmental Services business unit operates in the first half of 2005, were as follows:

- ◆ Aluminum Waste Recycling. - During the first half of the year 150,370 tons of aluminum-content wastes were treated. This is an increase of approximately 10% on the same period the previous year, and the fact that all the plants have operated satisfactorily is especially noteworthy.

We would mention that our subsidiary Befesa Salt Slags, based in Whitchurch (Great Britain), has been awarded the quality certificate according to the standard UNE-FN ISO 9001 by the company National Quality Assurance Ltd (NQA).

- ◆ Zinc Waste Recycling. - As the most important event in this activity, on July 19, 2005, Befesa Zinc Aser signed Syndicated Equipment Leasing Contracts for 16.3 million euro to finance the purchase of a Waelz Furnace that will replace the existing one and a new Gas Scrubbing System.

This operation is part of Befesa Zinc Aser's environmental strategy and is a result of the Voluntary Agreements signed by the Basque Government's Land and Environment Development Department and the companies involved in the Ferrous Smelting, Non-Ferrous Smelting and Non-Ferrous Metallurgy sector.

The overall figure for these investments, over a four-year period, has already exceeded 25 million euro.

- ◆ Industrial Waste and Cleaning Management. - During the first six months, 281,431 tons of industrial wastes have been treated as against 233,091 tons the previous year. That is to say, a 21% increase.

In this period, we would mention the commencement of integral environmental services management contracts with some important customers such as Atlantic Cooper, ENCE, Tioxide, Acerinox and UBE Chemical.

In addition, Befesa has been awarded the contract for the removal and treatment of PCB-contaminated transformers belonging to the Regional Government of Madrid.

- ◆ Environmental Engineering.- During the course of these six months the seawater desalination plants at Carboneras (Almeria) and Cartagena (Murcia), with a respective capacity of 120,000 m³/day and 65,000 m³/day, and the 165,000 m³/day capacity brine desalination plant at Atabal for water supply to Malaga city have been brought into operation. The 3 plants were constructed by Befesa and were inaugurated by the Minister for the Environment, Cristina Narbona.

The company has been awarded some contracts for important works over this period, among which the following are of note:

The Marismas del Guadalquivir User Community awarded Befesa the 60 million euro contract for the modernization works of its irrigation area in the province of Seville. The modernization will affect 12,836 hectares of irrigation area.

Through the public enterprise Giasa, the Regional Government of Andalusia has awarded Befesa two contracts to construct wastewater purification and treatment works in the province of Cordoba. The overall value of the contracts exceeds 14 million euro.

The Ministry of the Environment has awarded Befesa, together with Telvent, the 4.9 million euro contract for the operation and maintenance services of the river Guadalquivir's automatic hydrological information network.



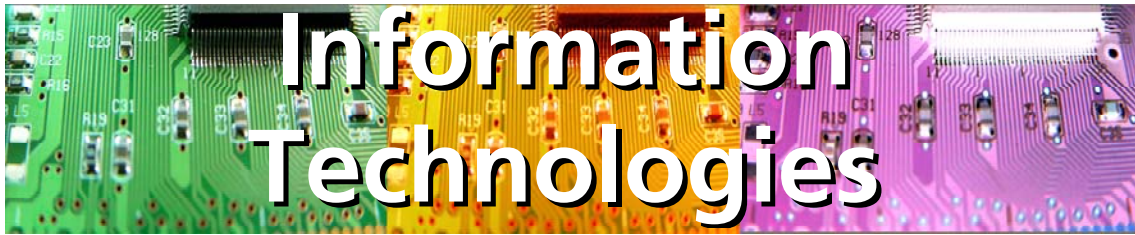
The average Environmental Services workforce in the first half of 2005 was 1,299, a 9.0% increase on the figure for the same period in 2004.

2.3 Information Technologies

Telvent, the Global Real Time IT Company, is specialized in operations and solutions with high technological added value, in the sectors of Energy, Traffic, Transport and Environment in Europe, North America, Latin America and Asia.

With over 40 years experience in industrial supervisory control and business process management systems, Telvent executes projects and provides technical services in the field of mission-critical, real-time control and information management, complemented by a complete offer of outsourcing and consulting services, as a result of this manages technological and IT infrastructures for an extensive international client base.





The following information highlights the most important contract awards and project milestones categorized according to the selected industry sectors in which Telvent operates:

Energy

Oil & Gas

- ◆ Telvent has been awarded a contract by Equistar Pipeline Company to replace and upgrade the information management, monitoring and control system on its products pipeline system. The new Telvent solution will offer greater operational advantages to manage the transportation and distribution of liquids products, while improving the efficiency, safety and expandability over Equistar's legacy system. Headquartered in Houston, Equistar operates and maintains over 2,250 kilometers (1400 miles) of pipelines in Texas and Louisiana. Equistar represents a new and very important customer for Telvent, which coincides with the company's aggressive growth strategy. Equistar is a subsidiary of Lyondell Chemical Company, one of the largest producers of ethylene, propylene and polyethylene in the world today. Contract value: 0.7 M €.
- ◆ Telvent has obtained Final Acceptance for the TransGas project, which represents the first customer installation of Telvent's industry-leading OASyS DNA system solution, as well as the first implementation of GMAS and GAS Suite on an OASyS DNA platform. TransGas Limited transports, stores, compresses and gathers natural gas in the province of Saskatchewan, Canada. TransGas and its affiliates own and operate more

than 13,800 kilometers of gathering and transmission pipeline in Saskatchewan and operate 10 storage facilities with a total capacity of 901 million cubic meters. Contract Value: 1.2 M €.

- ◆ Telvent has completed Factory Acceptance Testing (FAT) and has shipped the BP Canada Energy NGLBU (Natural Gas Liquids Business Unit) DNA SCADA system. Installation at the Main Control Centre was also completed. The Customer is the Canadian subsidiary of BP (British Petroleum), and is based in Fort Saskatchewan, Alberta. The installed system is highly distributed, with 40 Station OASyS systems, and three control centers, and is interconnected via an extremely limited bandwidth satellite network. Contract Value: 2.0 M €.

- ◆ Telvent has completed Factory Acceptance Testing (FAT) for a project being undertaken for Portland Pipe Line Corporation (PMPL), which will upgrade their existing OASyS 5.2 system to the latest OASyS DNA platform. The project, which incorporates Telvent's industry leading Liquids Management Suite (LMS), will interface to Critical Control Systems for batch tracking and leak detection, and will also be connected into PMPL's revenue accounting system. Portland Pipe Line Corporation is controlled by Imperial Oil Ltd., which is currently evaluating the project and product performance for this contract, in preparation for upgrading their current SCADA system. PMPL operates two, 236 mile crude oil pipelines that run from South Portland, Maine, USA, to Montreal, Quebec, Canada. Crude oil is off-loaded from sea-going tankers at South Portland and is shipped to refineries at Montreal. Contract Value: 1.1 M €.

- ◆ Telvent has been selected to provide CenterPoint Energy with a Distribution Automation Control System (DACS). The new system that will replace the existing Areva DACS will utilize Telvent's OASyS DNA platform with XOS workstations and a web interface for viewing one line and certain data. CenterPoint did not want to implement Telvent's DMS option at this time, however, with OASyS DNA, the company is now positioned to move to DMS and enable integration with their GIS in the future. CenterPoint Energy is the third largest publicly traded natural gas delivery company in

the United States with nearly three million natural gas customers in six states. They are one of the nation's largest combined electricity and natural gas delivery companies with approximately five million metered electric and natural gas customers. CenterPoint Energy provides electricity transmission and distribution service for the Houston metropolitan area. CenterPoint Energy is located in Houston, Texas, the energy capital of the world. Having a prestigious installation such as CenterPoint located in the home base of Telvent USA, Inc. offers a prime opportunity to showcase Telvent technology. CenterPoint is also one of our most significant references for ArcFM. Contract value: 0.4 M €.

- ◆ Telvent has been selected to provide a SCADA solution (OASyS DNA) for Chongqing Gas Group's Gas Distribution System. Chongqing Gas Group Corporation is an innovative, domestic focused company engaged in city gas management and is one of the 39 state-owned enterprises in Chongqing Municipality. Chongqing Gas Group has a special license with the Ministry of Gas for supplying gas to Chongqing City and the surrounding area. Chongqing Gas Group has 110 storage sites, a transmission and distribution station and 3000 km of gas transmission pipelines, which supply gas to some 300 industrial factories, over 1,000,000 household users and nearly 20,000 other customers of commercial enterprises, collective units and commercial boiler houses, as well as natural gas heating and CNG filling stations. The Corporation's yearly supply of gas reaches an estimated 900,000,000 cubic meters. The Chongqing contract represents the first city gas SCADA system project that Telvent has won in China. Over 150 stations will deploy Station OASyS in phase 2 of the project. Although currently the scope is purely SCADA, there is significant mid to long term expectation (based on North American experience) for additional horizontal and "up the hourglass" (GMAS and Polaris) business for the installed SCADA system. Contract value: 0.1 M €.
- ◆ Telvent will provide its Gas Measurement & Accounting System (GMAS), Gas Day Operations (GDO) and Pipeline Operations Logistics And Revenue Information System (POLARIS) business applications for the Guangdong Dapeng Liquefied Natural Gas (GDLNG) Project. The Guangdong Dapeng

Liquefied Natural Gas Project is part of China's program to restructure its energy sector and utilize more clean energy, including liquefied natural gas. Expected to be completed and placed into operation by 2006, the project is projected to supply 5.1 billion cubic meters of liquefied natural gas to the Pearl River Delta area as well as Hong Kong. Winning the GNLNG project contract not only represents Telvent's first GMS project in the Chinese market, but also signifies this company's entry into the LNG terminal market, which has global opportunities. For example, there are approximately six LNG receipt terminals planned for eastern North America and many source LNG terminals are planned for the Middle East. In the Chinese LNG sector work is already underway on several LNG projects and planning has begun on additional similar projects. Contract value: 1.0 M €.

- ◆ Telvent has been awarded a consulting contract to assist Pembina Pipeline Income Fund with the migration planning for their oil movement and accounting system (OPANS). The project scope includes a migration plan for the existing Pembina application using the Polaris framework as a basis for new development. Telvent signed a contract with Pembina Pipeline Income Fund to engage in a pilot project aimed at demonstrating the capabilities of our SimSuite Pipeline Leak Detection System (LDS). Pembina Pipeline Income Fund is an open-ended, single purpose trust formed under the laws of the Province of Alberta pursuant to a declaration of trust dated September 4, 1997 as amended from time to time. The fund commenced operations on October 24, 1997 when it acquired all of the shares and notes of Pembina Pipeline Corporation. A leader in Canada's liquid feeder pipeline industry, Pembina's dependable network of 8,000 kilometers of pipeline transport 600,000 barrels per day of light conventional and synthetic crude oil, condensate and natural gas liquids from producing regions across much of Alberta and northeastern British Columbia to delivery hubs for storage, fractionation, refining or transfer to export pipelines. Pembina's pipelines represent more than half of the light and medium conventional crude oil, and a growing proportion of the condensate and NGLs, produced in Western Canada. Telvent has had a successful business relationship with Pembina for 20 years. The successful

completion of this project will serve as an excellent reference for the future development of our POLARIS business. This opportunity should also lead to a second phase for system deployment and sustainment (see below). Contract value: 0.1 M €.

- ◆ ChevronTexaco has cut-over to their new Production system running OASyS V6.3UX on Itanium servers and have signed off the first certificate indicating that the cut-over of the first two operations' consoles has been successful. ChevronTexaco cut-over their OASyS V6.3 on Windows 2000 system (running for a gas pipeline) on May 31, 2005, and one of the OASyS V5.2.2 consoles (running for liquids pipelines) on June 07, 2005, in reaching this milestone. The OASyS V6.3 on Windows 2000 console will be decommissioned in the near future as well. This milestone is very significant for the OPUS (OASyS Penultimate Unified SCADA) project, which integrates two large liquids and two large gas pipeline SCADA systems into one comprehensive system. ChevronTexaco's OPUS system is based on OASyS V6.3UX for HP-UX running on Itanium servers. It includes Liquids Management System, all gas measurement and operation applications, our @web products, interface to OSI PI, many protocols for basic telemetry and gas load components, and many other applications and interfaces. The customer is planning to cut all of the ChevronTexaco systems over in 2005. Contract value: 6.9 M €.
- ◆ Contract for the design, engineering, supply, testing and operator training for the Safety Systems of the Pemex Exploración y Producción-owned Ku-H, KU-A2 and Zaap C crude oil extraction platforms. The proposed systems include the Emergency Shutdown control for the installation and the safety systems for early gas and fire detection at the facilities. The contract consolidates our relationship with the main contractor for platform remodeling, Siemens México, and confirms Telvent as one of the leading suppliers for these types of systems which are critical for the safe and efficient operation of these facilities. This contract award demonstrates once again, that Telvent possesses the leading-edge technology and personnel required to implement these types of projects. Contract Value: 1.4 M €.

Electric

- ◆ Contract with Endesa for the supply, engineering, installation and commissioning of the telecontrol equipment to manage a medium voltage network. Telvent is responsible for the complete management cycle of the assets with the objective of increasing system reliability and limiting any potential telecontrol system downtime. This customer has put its trust once again in Telvent. Contract Value: 1.1 M €.
- ◆ Control, Protection and Telecommunications Systems for the substations for the Colinas-Ribeiro Gonçalves-São José de PiauÍ-Sobradinho high voltage line for Abengoa Brazil, which is acting as the prime contractor for the Agencia Nacional de la Energía Eléctrica (ANEEL), in Brazil. The scope includes all of the equipment and services for a turnkey customer solution in accordance with the regulations in force for the High Voltage Network in Brazil operated by ANEEL. This project allows Telvent to maintain a leading position as a supplier of turnkey solutions for control and protection systems for high voltage substations in Brazil. Telvent continues to hold a preferential position in this competitive market since completing its first project in 1998, and has continued to add customer references from the main Brazilian transmission network companies, including names such as Furnas, Electronorte and ONS. Contract Value: 3.0 M €.
- ◆ Open contract for the supply of RTUs for the Northeast Hydraulic Production Unit of Endesa Generación. These RTUs, manufactured with Telvent's latest technological advances will be installed in hydroelectric power plants where they will be utilized for power plant operation control and monitoring to guarantee the safety of operation of these installations that are essential to maintain the energy balance of the country. This project consolidates the relationship with Endesa Generación and reconfirms Telvent's position as a leader in the Spanish hydroelectric generation market where we possess the most important references with Endesa, Iberdrola and Unión Fenosa. The excellent results achieved in

previous projects for this customer have contributed significantly to Endesa having decided to continue to put its trust in Telvent for power plant control systems: Contract Value: 0.3 M €.

- ◆ Contract to supply a SCADA monitoring, control and information management system for the company Edenor, which represents one of the two Electricity Distribution Companies in Buenos Aires (Argentina). The scope includes the electricity distribution management applications, DMS and all of the control engineering, implementation and commissioning of the system. The contract will be executed with the collaboration of our partner in Argentina, the Ibermática Group Company Tecnet. In spite of the contract not being for a very large sum, it is strategic as it is an important reference for this geographic sector with respect to the new solutions Telvent is developing to enhance electricity management processes. Contract Value: 0.3 M €.

- ◆ Contract for the control engineering, supply and testing of the Distributed Control System for the PS10, PS20 and PV solar power plants that Abener is constructing for Solucar Solar in Sanlúcar la Mayor (Seville). This project complements that which is already in progress for the heliostat field telecontrol system for these installations, representing a complete solution fully implemented by Telvent for the management of this solar power plant. It is a very important and strategic project as we can supply the solutions we are developing to the Renewable Energies sector, which is one of the fields of maximum interest as regards R&D investment in Telvent. Contract Value: 0.7 M €.

- ◆ In June, under the PIA Project to improve electricity transmission network infrastructures in Spain (REE), Telvent was awarded a series of contracts totalling 790,000 euro. The scope basically consists of the manufacturing and supply of telecontrol equipment developed integrally by Telvent to meet the demanding operational and electromagnetic compatibility requirements imposed by our customer REE. In recent years, Telvent has become a reference provider for this customer for control systems after

having actively participated in the development of solutions to help REE to meet the important challenges it has ahead of it due to the large investment it is making to improve the electricity transmission network in Spain. Contract Value: 0.8 M €.

- ◆ Control and protection systems for nine substations for the electricity transmission network in Mexico, for the Comisión Federal de Electricidad. These nine substations are part of the packets called Pidiregas 803 and 903 that were awarded to the Spanish company Iberinco. The scope of Telvent's work includes the control engineering, supply of the systems, documentation and integrated factory and field tests. These are strategic projects as they allow us to maintain our presence in the competitive and demanding control systems market for transmission substations in Mexico. Since 1999, Telvent has held a privileged position in this market which it continues to maintain through its reputation for reliability when it comes to executing projects while meeting time schedules and the technical requirements of the Comisión Federal de Electricidad. Contract Value: 1.1 M €.

- ◆ Contract for the Distributed Control System for the remodeling and upgrading to Combined Cycle for the Emilio Portes Gil thermal power plant that is being executed by Abener Energía, S.A. for the Comisión Federal de Electricidad. Telvent's expertise, knowledge and experience with these types of facilities has enabled it to obtain this new reference contract, representing the fifth system it will install in thermal power plants in Mexico over the past four years. The prospects for the future growth of thermal generation and combined cycle power plants in Mexico make the positioning Telvent is achieving on a project-by-project basis in Mexico increasingly valuable. Contract Value: 0.5 M €.

- ◆ Telvent has received a support contract renewal from Hydro Ottawa, which represents a continuation in the trusted relationship between these two companies that began in 2001. The original installation project, which was also completed by Telvent, represented an amalgamation of five electric

utilities under one Telvent OASyS system. Continuing the relationship through support of the system, provides Telvent with opportunities for the future system upgrade planned in late 2005 or early 2006 time frame. Hydro Ottawa is the second largest municipal electricity distribution company in the province of Ontario, Canada. Hydro Ottawa is responsible for the safe, reliable delivery of electricity to more than 275,000 residential and business customers in the city of Ottawa. Contract value: 0.1 M €.

- ◆ Telvent has been awarded a contract to upgrade the City of Salem's existing Distribution Management System with the latest OASyS DNA technology platform. The Customer - Salem Electric Department - is an electric distribution company owned by The City of Salem, Virginia. The utility serves 13,000 residential and commercial customers. Telvent has enjoyed a business relationship with the Salem Electric Department for over 20 years. The installation at Salem has served as an excellent reference site and has been responsible for the sale of Telvent systems to other clients. Retaining this relationship is strategic to new business on the US east coast. Contract value: 0.2 M €.
- ◆ Telvent has been awarded a contract to upgrade the current Distribution Management System for the Taunton Municipal Lighting Plant (TMPL), located in Taunton, Massachusetts. The upgrade will utilize Telvent's latest-generation OASyS DNA supervisory control and information management system technology. TMLP is a municipal-owned utility that provides electricity generation and distribution services to 34,000 customers in Taunton, Berkley, Raynham, and sections of Dighton, Lakeville and Bridgewater. This upgrade will allow TMLP to advance their ability to analyze and report power quality data, which will improve operational efficiency and enhance customer service. Contract value: 0.2 M €.
- ◆ Telvent has completed hardware delivery and has verified functional operation of system software for Brazos Electric. The project scope includes the replacement of the Customer's existing information management and control system, utilizing Telvent's latest-generation OASyS DNA system technology. Brazos Electric is a Generation and Transmission Cooperative

servicing 19 Distribution Cooperatives in central Texas. This project will provide a shared SCADA system for a group of at least seven of these electric distribution cooperatives. Important to note, the installed Telvent SCADA system will enable an essential service to be offered by the Transmission and Generation provider to the distribution coop members, who very likely would not be able to fund a SCADA system on an individual basis. Control value: 0.1 M €.

Traffic

- ◆ Telvent will modernize the city of Beirut (Lebanon) traffic management infrastructures and systems. The 25 million euro contract has been signed with the Committee for the Reconstruction of the Lebanon (CDR) and will incorporate state-of-the-art technologies for traffic management such as a real time ITACA adaptive control system, a traffic simulation module, and a maintenance management system, integrated through a GIS platform. This project consolidates Telvent's position in the advanced traffic management systems sector and broadens its expansion into the Middle East. Telvent will enhance the quality of traffic for the citizens of Beirut and will provide the city with the most modern traffic management technology currently available. Contract Value: 25.0 M €.

- ◆ Four-year renewal of the traffic light network maintenance contract in the city of Buenos Aires (Argentina). The contract, for more than 12 million pesos includes a 24 x 7 x 365 service for more than 400 city intersections. This new contract consolidates Telvent's leading position in the country where it also has installations in the cities of Cordoba and Rosario. Contract Value: 3.5 M €.

- ◆ Contract for an Interurban Traffic Control System for the city of Batou in China. This project will enable city access management and will incorporate a variety of leading edge technology applications, including a traffic infraction detection system that will enable automatic recording of vehicle number plates. Contract Value: 3.5 M €.

- ◆ Advisory and Assistance Services for the elaboration of Studies and Reports relating to the management of information from the Northeastern Traffic Management Center. This contract is a result of the expansion of the implementation of the ITS systems on the Spanish road network and the increasing complexity of the management and control requirements for the Traffic Management Centers. In addition, a highly qualified and specialized technical team will be made available, should its services be required. Contract Value: 0.7 M €.
- ◆ Services Contract for the maintenance, repair and adaptation of the traffic light installations and traffic regulation system in the city of Barcelona. The contract is for two years and can be extended for a further two. The renewal of this contract demonstrates the level of trust that the City Council of Barcelona has placed with Telvent, ever since it first established a services relationship in 1994. Contract Value: 3.6 M €.

Transport

- ◆ Design, supply and installation of Automatic Ticket Vending Machines in Suburban Train Stations for RENFE for its San Sebastian and Seville installations. This project is part of the plan to provide automatic transport ticket vending machines in Suburban Train Stations. This has already been done in the stations of Madrid, Barcelona, Bilbao, Valencia and Cadiz. This contract reconfirms RENFE's trust in Telvent's R&D and manufacturing processes and brings a close to a long amalgamation process that commenced in 2001 with the implementation of the first prototype in the Atocha station in Madrid. Contract Value: 2.1 M €.
- ◆ Modification of the Centralized Traffic Control System (CTC) for ADIF, to include the monitoring and control of the Vic – Ripoll – Puigcerda line, including the following project components: enlargement of the communications concentrator, monitoring and control of the eight electronic interlocks and the Bombardier interlock on this line, and supply

and installation of the Operator Station. This is another step towards the monitoring and control of all the ADIF lines in Catalonia being managed from a Telvent center. Contract Value: 0.3 M €.

- ◆ Supply and commissioning of the Monestir (Sant Cugat) parking lot management system for Cintra, consisting of two entry lanes and one exit lane, automatic cashier, manual payment desk and a concentrator with the Web.Park application. This is the fifth Web-Park parking lot contract awarded by Cintra in Catalonia. In addition to strengthening our relationship with this customer, this project also consolidates our position in a strategic area such as Catalonia which is currently undergoing an expansion process. Contract Value: 0.1 M €.

- ◆ Supply and commissioning of the parking lot management system for Eidos, consisting of a single entry lane and one exit lane, automatic cashier, pedestrian door opener, manual pay desk and a concentrator with the Web.Park application. This will be the first Web.Park parking lot implemented by Telvent in Bilbao. Contract Value: 0.1 M €.

- ◆ Supply and installation of Transport Ticket Vending Machines for the extension of Line 1 of Metro de Madrid, on the Vallecas extension section, as a consequence of the Metro de Madrid 2003-2007 Expansion Plan which includes the addition of approximately 73 kilometers to the current network, plus 81 new stations and 5 interchangers. To complement these activities, Metro de Madrid has included the installation of Automatic Transport Ticket Vending Machines (M.E.T.T.A.) and Electronic Payment Automatic Vending Machines (V.A.P.E.). This follows Telvent's Line 12 (Metrosur) project which included the implementation of METTA vending machines in 16 stations. With this new contract, Telvent will have in-house ticket issuing equipment installed in 19 stations of the Metro de Madrid network. Contract Value: 0.6 M €.

- ◆ Supply and installation of toll equipment for passenger access control in the Aviación Española, Arganzuela, and Pinar Del Rey stations and the

extension of Line 2 of Metro de Madrid as a consequence of the Metro de Madrid Expansion Plan 2003. Contract Value: 0.8 M €.

- ◆ Supply and commissioning of the access management system for the port of Getaria, for Cintra, consisting of 1 entry lane, 1 exit lane, 1 manual payment desk and a concentrator with the Web.Park application. This is the first Web.Park parking lot contract awarded by Cintra in the Basque Country and provides a launching pad for this regional office, together with the Eidos project, for our new product offering. Contract Value: 0.1 M €.
- ◆ Supply and commissioning of the truck parking lot management system for Selestia Networks, consisting of 1 mixed entry lane for light and heavy vehicles, 1 mixed exit lane for light and heavy vehicles, 1 automatic cashier, 1 manual payment desk and a concentrator with the Web.Park application. This is the first parking lot, from a total of four, scheduled for construction by this customer by 2006. Contract Value: 0.1 M €.
- ◆ Implementation of the Sube-T Contact-free Intelligent Card for the passenger access control system in zone A of Metro de Madrid. The scope involves the supply of the Telvent system with 330 turnstiles from three different manufacturers in the stations of Metro de Madrid to enable the use of intelligent cards applied in banking sectors and especially the new Sube-T card of the Consorcio Regional de Transporte de Madrid. This project signifies a new approach for Telvent in that it represents the first massive implementation of its kind in a large city in Spain, and it consolidates this contact-free technology. Following its implementation in the A zone of Metro de Madrid, which will become operational on January 1, 2006, it will be implemented on the buses of the Municipal Transport Company, the Madrid interurban buses, and subsequently, in the rest of the Metro network. Contract Value: 1.6 M €.
- ◆ Equipment Maintenance Contract for the Access Control Systems in different stations of the Suburban Train Station Network of Barcelona. This contract confirms the trust that Renfe's Suburban Train Business Unit has in

Telvent and consolidates our presence in Catalonia. Contract Value: 2.4 M €.

Enviroment

- ◆ Telvent has signed a contract with Alberta Infrastructure and Transportation Ministry (AIT), for a ten year period, to provide, integrate and manage the Road Weather Information System (RWIS) for a series of highway systems in Alberta, Canada. Telvent will help AIT better manage its winter highway maintenance by providing information on pavement and weather conditions, and the forecast of ice occurrence. In addition to being a high-profile project, this contract represents the introduction of Telvent's Traffic business to the North American marketplace, which positions the company very favorably for additional projects outside of the traditional utility infrastructure business, in which Telvent is already a North American leader. Contract value: 8.7 M €.

- ◆ Telvent successful completed Factory Acceptance Testing on April 22 for Eastern Municipal Water District (EMWD). This project upgraded the existing server and workstation hardware and software, in order to improve performance and maintainability, and to help position EMWD for a future upgrade to Telvent's industry leading OASyS DNA system software. EMWD provides water treatment & distribution, wastewater treatment, and recycled water (primarily for irrigation) to a 555 sq. mi. area southeast of Los Angeles, having a population of over half-a-million. EMWD has been a Telvent Customer since the late 1990s. Contract value: 0.3 M €.

- ◆ Contracts with AENA - Aeropuertos Españoles y Navegación Aérea – and the INM – National Meteorology Institute – to improve the infrastructures of different national airports through the supply and installation of their meteorological information systems and additional meteorological equipment. Telvent will supply and install its "Automatic Terminal Information System" for AENA, which represents the successful result of Telvent R&D&I activities. These projects ratify the trust put in Telvent by the

INM and AENA for the supply and installation of critical systems for airport safety. The value of the contracts is 0.6 M €.

- ◆ The FAT tests were successfully performed on the SCADA system for the Water Supply to Gran Amann. The project consisted of the turnkey design and installation of the communications and data acquisition, monitoring and control system for the district of Gran Amann, an area of approximately 700 square kilometers where the water supply serves approximately 2 million inhabitants. The awarding of this contract represents Telvent's commencement of operations in the Middle East water market. It has currently installed information technology systems and applications for water supply and treatment companies in North America, Latin America and Europe. Contract Value: 4.2 M €.

- ◆ Contract for the Operation and Maintenance services for the river Guadalquivir catchment basin Automatic Hydrological Information System, jointly with Befesa CyTA. The customer is the Ministry of the Environment and the scope comprises the operation and maintenance services for the network of automatic stations, communications and the five information control centers for the management of the water resources for over 4 million inhabitants in a 60,000 square kilometer area. The contract is for two years and can be extended for another two. This contract, in addition to representing a renewal of the confidence the customer has placed with Telvent, is of a strategic nature as it will provide a system to help with decision taking to be developed utilizing existing Telvent applications for optimal management of water resources. The experience gained on this project, together with our hydrological system references in Latin America will allow the generation of value for future customers in the emerging water management markets. Contract Value: 4.9 M €.

- ◆ A contract for over six million euro to enlarge the Automatic Hydrological Information System (SAIH) for the river Guadalquivir Hydrographic Confederation. The ultimate objective of the enlargement project is to complete and improve the information by which the river Guadalquivir

Hydrographic Confederation controls and optimizes the operation of reservoirs, canals and pipelines to meet the demand and make resource availability provisions and for the forecasting and tracking of floods and minimizing possible damages. With this contract, Telvent and Befesa consolidate their position as leaders in hydrological management operation and solutions. The experience gained on this project, together with our hydrological system references on the Iberian Peninsula and in Latin America, will enable the generation of value for future customers in the emerging water management markets. Contract Value: in excess of 6.0 M €.

- ◆ Contract with Cepsa for the technical assistance optimization service, as well as the preventive and corrective maintenance of the Cepsa Group atmospheric contamination monitoring networks in Campo de Gibraltar and its Control Center. The emissions network is on the physical borders of the factories of Cepsa Gibraltar, Interquisa and Petrasa and consists of 18 stacks. The emissions network includes six atmospheric contamination control stations distributed within a fifteen kilometer radius. The two networks, the communications system and their control center were fully installed by Telvent over the 18 years it has been contracted to execute maintenance work for this customer. This is the first time in 18 years that a multi-year contract has been signed. The contract value, including three years' maintenance, is 12 M €.

- ◆ Telvent has completed the Site Acceptance and Operational Availability Demonstration project milestones for a hardware and operating system upgrade for Eastern Municipal Water District (EMWD). This project was important not only in maintaining Telvent's long-standing relationship with this valued Customer, but also establishes the foundation for a future upgrade of their system to OASyS DNA, in addition to favorably positioning Telvent for opportunities to use Station OASyS for plant automation at some of EMWD's facilities. Eastern Municipal Water District provides potable water, recycled water, and wastewater treatment services to a

population of over 500,000 located within a 555 square mile area of southeast California. Contract value: 0.3 M €.

- ◆ Telvent has been selected by the City of Albuquerque, New Mexico to participate as a subcontractor in the City of Albuquerque Water Operations System Project. Telvent will be involved in upgrading the City's OASyS 6.2 NT system to OASyS DNA (including server and workstation hardware), migrating the City's custom applications to a standardized applications suite and installing Wide Area Network access points. The Water Systems Division and Wastewater Utility Division of the City of Albuquerque collectively serve about 500,000 people, 100 major industries and 12,000 commercial customers within the Albuquerque city limits, as well as the Village of Tijeras, Kirtland Air Force Base, Sandia Heights, and other residential areas in Bernalillo County. The City's water distribution system incorporates 16 pressure zones, 2400 miles of pipelines, 37 reservoirs, 28 pump stations, 97 wells and 110 pressure relief valve stations. The water reuse system runs in parallel wherever possible. The City of Albuquerque is an existing Telvent customer. This project not only reinforces our relationship with the City, but also further enhances our capabilities with water treatment plants, etc. and may help with the City of Vancouver bid currently under way. Contract value: 1.1 M €.
- ◆ Inauguration of the Meteorological Radar for the Comisión Estatal de Aguas (CEA) of the State of Querétaro, Mexico. Telvent has supplied the CEA with a state-of-the-art radar system with proven performance and flexibility components. It is a powerful tool adaptable to different environments and needs. The radar provides the CEA with constant information on the meteorological phenomena that affect the State of Querétaro and also enables short-term forecasting. Telvent's capacity in the meteorological radar sector is backed by more than 10 years' experience in maintaining and modernizing radar networks that include those of the Spanish National Teledetection Network operated by the National Meteorology Institute, the Mexican Radar Network for the Comisión Nacional del Agua (CAN) with a total of twelve radars, and projects such as

that executed for the National Meteorology Institute of Mozambique (INAM), where Telvent supplied a complete meteorological system, including an integrated radar component.

Other

Local Authorities

- ◆ In April, the company was awarded the second phase of the Linea de la Concepción Corporation digitalization project. During the first phase, the installation of the application servers and the user terminals was completed, as was the work associated with the conditioning, and the structured and electronic cabling of the municipal buildings. The second phase will consist of the installation of a corporate intranet with access to certain applications that have already been developed, and it will also promote the Corporation's website utilizing electronic processes that facilitate the development of e-Administration with the citizens. This project is of special importance to Telvent as it is the first installation in Local Administration matters and the first stepping stone in the Digital City strategy that was brought into operation by the company during the past two years. The contract value of Phase II is 0.2 M €. The value of Phase I was 0.6 M €.

- ◆ In May, EPSA (Empresa Pública del Suelo de Andalucía), extended the GESPPV project (Public Housing Management Scheme). The extension consists of a continuation of the Back-up and Maintenance Services during the second half of the year and the integration of new modules that will enhance system operation. The total value of these new contracts is 0.1 M €.

- ◆ MAP (Ministry of Public Administration). In May, the agreement was signed to implement the Authentication and Electronic Signature solution in the Ministry of Public Administration, which had been developed by Telvent for the Regional Government of Andalusia. The Regional Government of Andalusia has reached an agreement with the MAP to cede its @firma

platform and enable its adaptation to the needs of the MAP. This is a strategic agreement for Telvent as it means our @firma platform has now become the MAP's corporate system and it also places us in an excellent position should the rest of the Public Bodies decide to follow suit. The value of the @firma adaptation project to the MAP's needs is 0.5 M €.

- ◆ On June 20, an inauguration ceremony was held, signifying the successful completion of the requirements specified in the contract for the Mediterranean Games, under the Almeria Digital City Project. The project, which was executed in 20 months, includes a 20-year operation and maintenance period. The project is considered to be strategic as it is the first Digital City project to have been undertaken which includes construction works, portal developments, cartography and a Regional Information System, as well as integration of a latest generation CPD, and a traffic regulation system with its control center. The installed system also includes an original and easy-to-use financial model for the customer, which allows for the development of future tools and places Telvent in an ideal position to undertake new projects in the sector. Since the inauguration ceremony, Telvent has been receiving regular weekly visits from other city corporations that are interested in seeing the Telvent Digital City Model. The overall budget is 27.7 M € with a royalty of 42.0 M € to be paid by the City Corporation during the concession period.

Health

- ◆ A contract has been signed with CatSalut of the Catalan Health Service for management and corrective, evolutionary and second level maintenance works on all the public body's back-office applications. This contract is very important within Telvent's Health Strategy as it is the first for the Regional Government of Catalonia and, more specifically, its operative body. The total value of the contract is 0.6 M €.
- ◆ Agreement reached between Telvent and Rogan-Delft for Andalusia Health Service projects. Telvent and Rogan-Delft signed a partnership agreement in February 2004 under which Telvent became the exclusive distributor of

Rogan-Delft products in Spain and in Spanish speaking Latin America countries. Last April, the Andalusia Health Service projects agreement was modified to ensure that Telvent would be receive preferential status with respect to transfer and maintenance prices and technological prices in relation to updates, modifications and customization of the PACS (Picture Archiving and Communication System) which greatly improves the previous agreement. Under the terms of the new agreement, Telvent is now in an excellent position to compete under equal conditions with the proprietary software companies and is also able to guarantee maintenance costs that enable project amortization on a three to four year horizon, which is a goal pursued by health care organizations.

- ◆ Corrective and evolutional maintenance contract and technical back-up services for the information systems of the Andalusia Health Service Baza, Motril and Algeciras hospitals. The contract includes the maintenance of the administrative, economic and clinical modules of the hospital information system, hardware maintenance, and maintenance of the basic logistics. These services are for corrective maintenance, the adaptation of the integration systems with corporate applications according to the needs specified by the Andalusia Public Health System and the conditioning of the systems to enable compliance with the digital risk management unit regulations. It also includes a 24 hour x 7 On-Call Service for the resolving of incidents that impede system operation. Contract value: 0.9 M €.
- ◆ Completed installation of the corporate RIS pilot system (Radiological Information System) for the Andalusia Health Service (Regional Government of Andalusia) in the Huelva sanitary zone. This is a strategic project for Telvent as is another step taken in the Diraya Digital Clinical History project of the Andalusia Public Health System. Once the pilot project has been validated we will install the central module in the central services and each one of the customer modules in the 33 main hospitals of Andalusia.
- ◆ Contract to expand (second phase) the project for the Integral Command Panel of the Andalusia Public Health System (Health Department. Regional

Government of Andalusia, Spain). Under this new expansion project the panel is adapted to the APHS's Quality Plan II and public health indicators are incorporated in the strategy. The objective of the project is the implementation, evaluation and tracking of an Integral Command Panel for the Andalusia Public Health System using a defined conceptual model supported by a technological infrastructure in which the extraction, validation and centralized storage enable efficient exploitation of the information while assuring the quality of the information on which the different visualization systems are articulated. This project is of special importance to Telvent as it is the first time an Integral Command Panel has been installed for a Public Health System, a model that can be repeated under the Health strategy over forthcoming years. The contract value of Phase II is 123,000 euro. The value of Phase I was 0.6 M €.

- ◆ A contract for Motril Hospital to implement a digital image acquisition and distribution system. With this new project, Telvent consolidates its position in the digital image sector following the execution of the digitalization project for the entire health area of Huelva (PACS Juan Ramon Jimenez). The contract value is 0.3 M €.

Technological Infrastructures

- ◆ Agreement with the company Gestión de Infraestructuras de Andalucía (GIASA) for the data processing system conditioning works for the new building for the central services of the Department of Public Works of the Regional Government of Andalusia (Seville, Spain). With this contract, Telvent will install a new data processing center, advanced network electronics and fire-extinguishing systems in the new headquarters of the Department of Public Works, Giasa and the Statistics Institute of Andalusia. This contract represents another milestone in the list of technological infrastructure projects executed by Telvent to date, of note among which are the works executed for the Departments of Culture, Labor, and Innovation, Science and Trade, together with the systems installed in different hospitals for the Department of Health of the Andalusia Health Service. The total contract value is 0.6 M €.

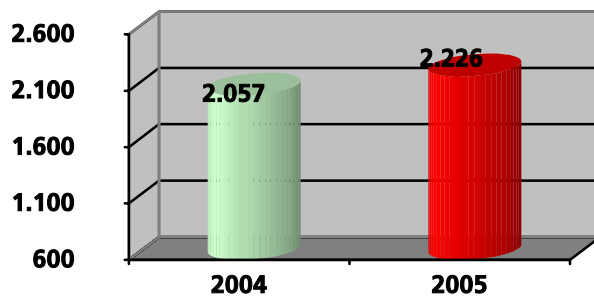
Contract for the Internet Platform of Radio Televisión Española, which is based on providing the infrastructure necessary for dedicated hosting of the RTVE Internet platform. For this project, Telvent has defined a systems architecture where it supplied the hardware and software to provide the following services: housing in a dedicated room in its Data Center in Alcobendas (Madrid 2), redundant access to internet on an in-house Autonomous Platform, advanced 24x7 monitoring, centralized back-up, storage in SAN network, and security and administration services for all the systems. With this project, Telvent consolidates its leadership as a provider of housing and IT infrastructure outsourcing solutions for Public Administration. Contract value: 0.7 M €.

- ◆ Extension of Catnix in Telvent's Barcelona Data Center. Telvent is the new alternative interconnection point for internet networks in Catalonia. This represents a strategic agreement for Telvent as it has become a reference point relative to Information Systems Services for Public Administration in Catalonia. In addition, the housing of Catnix at a Telvent Data Center promotes interconnections between customers, generating more business with the attraction of ISPs, among others, that pursue cost benefits, enhances internet service, broadband availability, and connection redundancy

Telecommunications

- ◆ In April, the Mobile Solutions Department signed a contract with the Valladolid Police Department for a Digital Tetra radio-communications system that will facilitate secure stable and mobile police communications in the city. The project comprises a control center and three base stations that will provide coverage for the police in the entire inner city area of Valladolid. It also includes mobile and portable terminals. It is a strategic project for Telvent as it signifies the launching of the Telvent Tetranode equipment in the Spanish market. Contract value: 1.0 M €.

- ◆ Contract to supply a Tetra system that provides secure communications for the Almeria Police Department. It has been operative since the inauguration of the Almeria Mediterranean Games 2005. This project is part of the Digital City Project awarded to Telvent Interactiva. The project comprises a control node and 4 base stations to provide coverage, 200 portable and 20 mobile terminals. Contract value: 0.9 M €.
- ◆ Last month, as part of the continuous collaboration process with TDE de Bolivia, Telvent received an order worth 30,000 euro for the supply of PDH optical transmission equipment.
- ◆ Optical communications node supplied for the DGT. The supply of this first node confirms the industry leading status of the Telvent equipment that is being supplied to a customer as important as the DGT. – Mobile Solutions. Contract value: 0.1 M €.

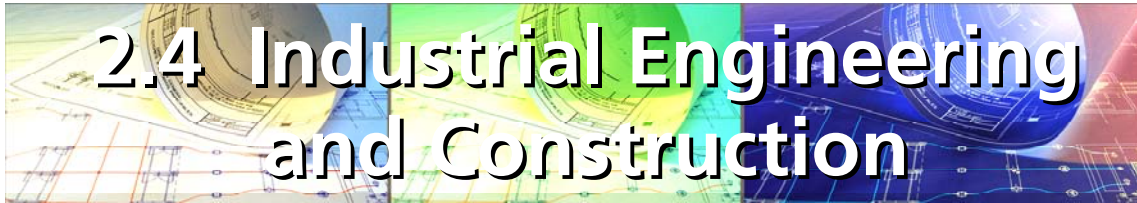
Evolution of the Workforce

The average Information Technologies workforce in the first half of 2005 was 2,226, an 8.2% increase on the figure for the same period in 2004.

2.4 Industrial Engineering and Construction

Engineering, construction and maintenance of electrical, mechanical and instrumentation infrastructures for the energy, industrial, transport and services sectors. Development, construction and operation of industrial plants, conventional power plants (cogeneration and combined cycle) and renewable energy facilities (bioethanol, biomass, wind, solar and geothermal), as well as those based on hydrogen and fuel cells. Turnkey telecommunications networks and projects. Merchandising of products related to aforementioned activities as well as manufacturing of auxiliary elements for energy and telecommunications sectors.





2.4 Industrial Engineering and Construction

The main novelties in relation to contracts awarded, new plants, price evolution, etc., in the Industrial Engineering and Construction business unit were as follows:

- ◆ In February 2005, the 60,000 cubic meters capacity oil product storage depot constructed by Instalaciones Inabensa, S.A. in Nouakchott, was delivered to the Government of Mauritania.
- ◆ As part of the development activities of Abengoa's Industrial Engineering and Construction Business Unit in North Africa, Inabensa has been awarded the 10.3 M € contract to construct the 225 kV Chichaoua-Agadir line, in Morocco, for Office National de l'Electricite.
- ◆ In addition, it has been awarded, under a Joint Venture, the construction of 3 courthouse buildings in Barcelona, in the municipal districts of Olot, Cerdanyola and Santa Coloma de Gramanet. The value of the contract is 23.2 M €.
- ◆ In June 2005, Inabensa was also awarded the contract, under a joint venture, to construct and manage Tajo Hospital in Aranjuez (Madrid). The contract value is approximately 41.5 million euro.
- ◆ Moreover, Inabensa has been awarded, under a Joint Venture with Telvent Tráfico y Transporte, Package No. 3 of Barcelona City Council's public lighting project. The contract value is approximately 7.3 M €.

- ◆ In addition, Inabensa continues to execute distribution (for MV and LV lines) and maintenance (HV lines) works for Endesa, in Catalonia and the Balearic Isles, and for Iberdrola, in Levant and the Northern Area, under the pluri-annual contracts signed. The value of the works contracted for 2005 is approximately 19 M €.
- ◆ In 2005, Abengoa, through its telecommunications subsidiary Abentel, continues to execute the global customer loop contract for installation and maintenance works, for Telefónica de España. The contract value for 2005 is 48 M €.
- ◆ The Water and Electricity Board of Abu Dhabi (United Arab Emirates) has awarded the company the contract to develop a PLC (Power Line Communications) Metering pilot project to develop and enhance internal communications and customer network control systems.
- ◆ This growth in our strategic areas has resulted in Power Grid Corporation of India Limited awarding Inabensa an 8 million euro contract to construct an 80 km overhead 400 kV DC power transmission line.
- ◆ As regards the automobile sector, the activities during the summer months of 2005 will result in Inabensa billing approximately 9 M € for works that are to be carried out in the factories of Citroen, Fasa Renault, and Ford.
- ◆ As part of Abeinsa's Strategic Plan for the development of new business areas, Inabensa is going to construct two wind farms in Asturias (Curiscao and Pumar), for 13.2 M €.
- ◆ In addition, Abener is going to construct, for Biocarburantes de Castilla y Leon (BCyL), a Biomass plant for approximately 22.5 M €. It is the first plant anywhere in the world under construction for bioethanol production at industrial scale utilizing biomass (wheat straw). Its annual production capacity will be 5 million liters.

Abengoa México

- ◆ Petróleos Mexicanos and Abengoa México have signed the contract for the construction of the Light Crude Oil Heating System in Dos Bocas Storage Depot, in Paraiso, Tabasco.

As a result of the international call for bids from Pemex Exploración y Producción, Abengoa México, S.A. de C.V. has been selected as the winning bidder and has been awarded the project to procure and construct the Light Crude Oil Heating System at the Dos Bocas maritime terminal on the premises of PEMEX Exploración y Producción, in Paraíso, Tabasco, Mexico; the execution period is 425 natural days and the contract value is \$325 M.N. equivalent to 21.7 M€. Telvent Mexico is participating on the project as the company responsible for the instrumentation, control and safety systems.

- ◆ The company has signed a new contract with the Comisión Federal de Electricidad (CFE) to carry out all the works required to construct and install a 2.96 km-C, 115 kV power transmission line, and two distribution substations (one of which will be a new one and the other an enlargement of an existing one) of 115 and 13.8 kV with an overall capacity of 30 MVA, 1.8 MVAR, and 7 feeders to be located in the state of Quintana Roo, in the United Mexican States. The final figure for the works exceeds 3.5 M USD and expectations are for an average of 70 jobs to be created during the 14-month works execution period.

Comemsa (Mexico)

- To date, 3,500 tons of telecommunications antennae have been contracted for Mexsemi, S.A. de C.V. under Telefónica Móviles' expansion program in Mexico.
- In March, 850 tons was contracted for lattice towers for transmission lines and substations for Siemens, to be used on Project 709; a further

250 tons was contracted by Mitsubishi Heavy Industries for substations in Tuxpan V Power Plant.

Works executed:

- ◆ In February and March, the supply of more than 3,000 tons of electric transmission tower structures for Abengoa México for project TL 706, and 2,200 tons for Cymi (TL 614-615), respectively, was completed.

Abengoa Brasil

- ◆ Signing of the Electric Energy Transmission Concession Contract: on March 15 2005, the concession contract was signed with Aneel, the National Electric Energy Agency (the electric sector's governing body in Brazil), for the construction and 30-year operation of the Colinas – Ribeiro Gonçalves – Sao João do Piauí – Sobradinho transmission line and Ribeiro Gonçalves substation, in the states of Tocantins, Maranhão, Piauí and Bahia. The contract was awarded to Abengoa Brasil in November 2004 under public bidding in competition with national and foreign consortiums.

This 937 km 500 kV line, requiring an investment of 1,000 million reales (370 million dollars), and annual sales of 107.6 million reales, is one of the main interconnections between the country's North and Northeast regions, on the 500 kV System.

The contract is the largest line investment ever made in Brazil under the concession model created by the government through Aneel, and the largest contract obtained by Abengoa under public bidding.

Abengoa Chile

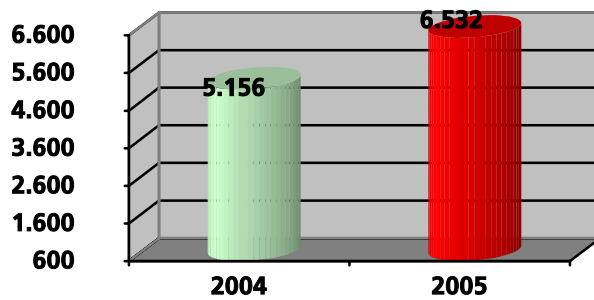
- ◆ Commencement of the works on Metro Regional de Valparaiso's (Merval) tunnel lighting project.

Teyma Uruguay

- ◆ A 2.3 M US\$ contract awarded for "Infrastructure Works for Abiatar (Telefónica) throughout the entire Eastern Region of Uruguay".
- ◆ On March 18, 2005, the contract with Los Piques S.A. was signed to construct machine and equipment foundations and access-ways and paving in a new production plant in Tacuarembó. The new plant will produce plywood of different thicknesses. The contract value is 2.3 M US\$.

Abengoa Peru

- ◆ ARPL Tecnología Industrial S.A., the company contracted by Cementos Lima S.A. to manage the Atocongo-Conchán Subterranean Conveyor Belt Ecological Project, has awarded the ACI Consortium, formed by Abengoa Perú, Corporación de Ingeniería Civil and Incot, the contract to execute the civil works for the construction of the tunnel in which a continuous conveyor belt, between the Atocongo factory and Conchán dock, will be installed; the tunnel is approximately 6.5 km long, runs through an urban area and passes underneath Lima and Maria Reiche Avenues. The contract value is 8 M US\$.
- ◆ The company EDEGEL S.A.A., belonging to the Endesa Group, has put Abengoa Peru in charge of the execution of the project entitled "Relocation of 60 kV Lines. 2nd Phase". The contract value is 3.0 M US\$.

Evolution of the Workforce**No. of employees**

The average Industrial Engineering and Construction workforce in the first half of 2005 was 6,532, a 26.7% increase on the figure for the same period in 2004.

3. Evolution of the Businesses. Highlights

3

3.1 Bioenergy

Bioenergy	Jun. '05	Jun. '04	Var (%)
Sales	187.3	153.2	22.3
Ebitda	23.8	15.2	56.3
Ebitda/Sales	12.7%	9.9%	

The accumulated sales of the Business Unit to June are 187.3 M € as against 153.2 M € in 2004. This represents a 22.3% increase which is due mainly to the capturing of a higher volume of exports in Europe and the positive performance of ethanol prices in the USA in spite of a poorer U\$/Euro average exchange rate (approximately a 5% depreciation of the U\$/Euro against the Euro compared to the same period last year).

The Ebitda have increased 56.3% from 15.2 M € in 2004 to 23.8 M € this year. The increase in Europe is due to a higher volume of sales (export contracts), an improvement in operating costs and a better cereal price scenario. In the USA, the results have been favored by the performance of the commodities.

The aforementioned results must be analyzed without forgetting the fact that in the 1st quarter of 2004 the performance of the commodities was unfavorable but that they gradually improved throughout the year and ended the year on a very positive note. On the other hand, no significant variations are expected this year in either the level of sales or in the performance of the commodities in the second half of the year.

Highlights

- ◆ The accumulated ethanol sales volume to June 2005 is 139.9 million liters in Europe and 51.8 million gallons in the USA. In the same period in 2004, some 112.8 million liters and 57.1 million gallons in the USA were sold. The increase in exportations is the main factor in Europe while ethanol for the home market has been marketed in the USA.
- ◆ So far in 2005, the price of ethanol has risen slightly compared to 2004 prices, with accumulated average prices to date of 0.504 €/liter having been obtained (compared to 0.502 €/liter). In the United States, taking into account the figures to June for both years, the tendency has been favorable at 1.33 U\$/Gallon (compared to 1.22 U\$/Gallon in 2004). Taking the same period into consideration, the price of grain has dropped in Europe to 135.6 €/Tm (compared to 153.8 €/Tm in 2004), and in the United States an end price of 2.56 U\$/Bu has been obtained as against the 2.70 U\$/Bu in 2004.

3.2 Environmental Services

Environmental Services	Jun. '05	Jun. '04	Var (%)
Sales	178.1	162.0	10.0
Ebitda	18,9	17,6	7,4
Ebitda/Sales	10.6%	10.9%	

During the first six months of the 2005 financial year the sales of the Environmental Services Business Unit have increased by 16.1 million euro (+10%) on the figure for the previous year. This is due, mainly, to the higher number of sales made in the secondary aluminum sector and the increase in the volume of treated wastes. The other areas have maintained a business volume similar to that of the first six months of 2004.

As regards the Ebitda, it has increased by 1.3 million euro (+7.5%) on the figure for the first six months of 2004. This is due, mainly, to the positive evolution shown in the aforementioned business units.

The evolution by activity area is as follows:

- **Aluminum Waste Recycling:** the evolution of this Business Unit has been positive and has continued along the lines established in the previous financial year. This is due to the increase in the volume of tons treated, the maintenance margins, and the progressive consolidation of the costs structure implemented in the last financial year. An example of this is to be found in the 16% increase in sales in this first six-month period on the figure for the same period the previous year. This is due to the higher volume of tons of aluminum sold together with the increase in the price of the metal and the positive performance of the salt slags business.
- **Zinc Waste Recycling:** This Business Unit's evolution has also been positive and sales have increased 6% on the previous year. Said increase

is due both to the higher volume of treated tons and the positive evolution of prices.

- **Industrial Waste and Cleaning Management:** this covers the Industrial and Hydrocarbon Cleaning activities and the Industrial Waste Management business itself. In this activity, compared with the same period the previous financial year, an increase can be seen in all the highlights of the financial statements and this is more evident proof of Befesa's clear objective of continued growth in this activity which is considered the core of the business. An example of the positive evolution of the business is to be found in the increase in the volume of wastes treated in this first six months compared with the figure for the same period the previous year. This rose from 233 to 281 thousand tons of waste.
- **Environmental Engineering:** an activity whose performance is developing along lines very similar to those of the previous year. The medium-term prospects for this activity are attractive as a result of the large contracted works portfolio. An example of the growth objectives laid down is the fact that the contracting portfolio to June 2004 was 117.3 million euro while it currently stands at 229.3 million euro.

3.3 Information Technologies

Information Technologies	Jun. '05	Jun. '04	Var (%)
Sales	158.3	154.0	2.8
Ebitda	12.4	12.7	-2.2
Ebitda/Sales	7.8%	8.2%	

The accumulated sales of the Information Technologies Business Unit in the first half of 2005 increased 2.8% and went from 154.0 M € in June 2004 to 158.3 M € in June 2005.

The EBITDA of the Information Technologies Business Unit was 12.4 M€ which represents 7.8% on sales. During the first quarter of 2005, Telvent has increased its efforts in both R&D, through the development of an R&D Plan for 2005 in which 4% of the sales figure is expected to be invested, and in marketing costs and new market development costs, especially in the North America Traffic and Transport sectors. During the last quarter, the evolution of the general expenses has also had an impact on the EBITDA as a consequence of, among others, the integration process of Miner & Miner, a company acquired towards the end of last year, and the tracking, analysis and commencement of negotiations to acquire interests in new target companies.

3.4 Industrial Engineering and Construction

Industrial Engineering & Construction	Jun. '05	Jun. '04	Var (%)
Sales	379.1	279.0	35.9
Ebitda	36.7	26.9	36.6
Ebitda/Sales	9.7%	9.6%	

The sales of the Industrial Engineering and Construction Business Unit increased by 35.9% in the first six months of 2005 and reached 379.1 M €. The EBITDA also increased by 9.8 M € on the previous year and went from 26.9 M € in 2004 to 36.7 M € in 2005. Of note also in the positive evolution is the good performance of the cogeneration business due to the increase of electric energy sales prices, and also the construction of high voltage lines in Brazil (which in 2004 was more intense in the second half).

4

4. Details of the Profit-and-Loss Account

Explanatory Note: As regards the information corresponding to the particular results of Abengoa, S.A., it will be presented in accordance with the Spanish national accounting principles (General Accounting Plan).

The information corresponding to the consolidated results of the Abengoa Group has been prepared to comply with the International Financial Reporting Standards (IFRS), understanding as such those adopted by the European Commission pursuant to the procedure established by the (EC) regulation no. 1,606/2002 of the European Parliament and Council dated July 19, 2002. In Spain, Act 62, dated December 30, 2003, established that the consolidated annual accounts must be prepared in accordance with those Standards in the case of companies which, as of the closing date of their balance sheet, have stock officially listed in a regulated market.

Therefore, pursuant to the said legislation, and to comply with the stipulations of Circular 1, dated April 1, 2005, of the Spanish National Securities Exchange Commission (CNMV), both the financial information corresponding to the current and to the preceding year –in other words, that corresponding to the first half of 2004– have been prepared following the said International Financial Reporting Standards to provide comparable data of both time periods. Thus, the figures of the first half of 2004 will differ from those published originally.

Furthermore, pursuant to the aforesaid Circular 1/2005, the main impacts of applying the current IFRS on the company's assets as of January 1, 2005,

are listed below together with the explanation of the main differences between the accounting principles applied to obtain the obtaining balance sheet as of January 1, 2005, under IFRS and the close of the previous fiscal year prepared using Spain's General Accounting Plan (PGC for its Spanish acronym).

- Summary of the impacts on the company's assets as of January 1, 2005:
(EUR thousands)

Consolidated assets for fiscal year 2004 under PGC in Spain	362,611
Incorporation of minority stockholders	120,064
Establishment Expenses	-17,078
Research and Development Expenses	-36,862
Correction of Assets	-60,476
Selective revaluation of Tangible Fixed Assets.	79,691
Goodwill	-691
Financial Instruments and Exchange Rate Differences	-22,873
Valuation of Financial Investments	-5,187
Recognition of Revenue (work in hand)	4,418
Action Plans	8,643
Other Adjustments	582
Tax effect	17,605
Minority Stockholders for adjustments	<u>8,973</u>
Total Adjustments	-40,541
Consolidated Assets as of January 1, 2005, under IFRS	442,134

- Explanation of the main differences between PGC and IFRS

- Establishment Expenses: under PGC rules, this type of expense is capitalized and linearly amortized over a maximum period of five years. In general, it is posted under IFRS as an expense for the current fiscal year (IAS 38).

- R&D expenses: as in the preceding case, PGC rules allowed these to be capitalized and subsequently amortized over a maximum of five years. Under IFRS, research and development expenses are generally posted directly to the expenses for the fiscal year except for development expenses meeting certain requirements which are capitalized and amortized over their working lives.
- Correction of Assets: as a result of applying the IFRS, the existence of certain assets requiring corrective measures has been detected and these have been applied pursuant to the provisions of IAS 36.
- Selective revaluation of Tangible Fixed Assets: by application of IFRS 1, certain tangible fixed assets have been revalued: land and buildings.
- Goodwill: Abengoa has opted to apply the exemption stipulated in IFRS 1 so as not to recalculate the business combinations prior to January 1, 2004. Furthermore, in the case of goodwill expressed in foreign currencies, these have been converted to local currency in accordance with IFRS 1 and IAS 21 (under PGC these were converted at a historic exchange rate). Finally, goodwill under IFRS must be amortized, although it is subject to the performance of an annual impairment test in accordance with IAS 36.
- Financial instruments and exchange rate differences: the financial derivatives held by Abengoa correspond to interest rate and exchange rate hedging operations contracted to reduce the risks associated with these transactions. Pursuant to IAS 39, these operations are classified as cashflow hedging and so variations in the instruments' value are posted to reserves until the hedging is cancelled, at which time the amount accumulated in the accounts is passed to the operating statement. Furthermore, in accordance with PGC, unrealized positive exchange-rate differences must be deferred for the amount by which they exceed the negative exchange-rate differences posted to results in the period. Pursuant to IFRS, all exchange-rate differences, whether positive or negative and realized or unrealized, are posted to the operating statement.
- Valuation of Financial Investments: in line with PGC, financial assets are valued at the lower of their purchase price or market value and are

removed from the balance sheet when they are disposed of, transferred or mature. Pursuant to IFRS, financial assets are classified into a series of categories that determine their fair-value appraisal and strict criteria are established regarding the removal of the financial assets from the balance sheet, on the basis of an assessment of the risks and benefits associated with the ownership of the item conveyed.

- Recognition of revenue (work in hand): Pursuant to IAS 11, the result is now recognized depending on the degree of progress applicable to the work carried out at the moment of the close.
- Action plans: under IFRS, liabilities have to be acknowledged for the amounts delivered to employees and the corresponding personnel expenses must be adjusted for the difference between the price at which the items were sold to the employees and the agreed buyback price, i.e. the objective market price.
- Tax effect: under PGC, the timing differences reflect the variation in the tax or accounting allocation of revenue and expenses. In accordance with IFRS, there is a concept of temporary difference which corresponds to the difference between the book value of an asset or liability and its value for tax purposes thus generating the corresponding deferred or advanced tax credit on the difference. Furthermore, a temporary difference has been calculated for the tax impact on the accounting of the adjustments in the corporate assets due to the first application of the IFRS.
- On the other hand, the opening balance sheet for January 1, 2005, incorporates other items with no impact on the equity and representing sundry reclassifications of the balance sheet's assets and liabilities accounts, such as: rights over assets under financial leasing arrangements (IAS 17); capital subsidies; deferred expenses (financial expenses for leasing arrangements, formalization of debts, ...); non-existence of extraordinary income and expenditure as well as the consideration of the minority stockholders heading as an integral part of the equity item.

Finally, it is noted that the data corresponding to the first half of both years have been prepared in compliance with the regulations, principles and interpretations known about the IFRS up to now; they are the best estimation of the Group, have not yet been audited and are subject to future modifications.

Profit and Loss Account (June '04 and June '05)

The consolidated sales to June 2005 were 902,8 M € which is a 20.7% increase. The EBITDA increased 26.8% with the good evolution of the Bioenergy Business Unit, with a 56.3% increase on the same period last year, being of special note. The profit attributable to the parent company at June 30, 2005 increased 24.2% on the same period in 2004 and reached 27.7 M €.

	Jun. '05	Jun. '04	Var (%)
Sales	902.8	748.2	20.7
Ebitda	91.8	72.4	26.8
% Ebitda/sales	10.2%	9.7%	
Net Profit before Tax	46.9	29.1	61.0
Net Profit attributable to the Group	27.7	22.3	24.2
Net Cash Flow	57.7	46.0	25.6

Highlights per Business Unit

Sales	Jun. '05	Jun. '04	Var (%)	% Jun.'05	% Jun.'04
Bioenergy	187.3	153.2	22.3	20.8	20.5
Environmental Services	178.1	162.0	10.0	19.7	21.7
Information Technologies	158.3	154.0	2.8	17.5	20.6
Industrial Engineering and Construction	379.1	279.0	35.9	42.0	37.2
Total	902.8	748.2	20.7	100.0	100.0

Ebitda	Jun. '05	Jun. '04	Var (%)	% Jun.'05	% Jun.'04
Bioenergy	23.8	15.2	56.3	25.9	21.1
Environmental Services	18.9	17.6	7.4	20.6	24.3
Information Technologies	12.4	12.7	-2.2	13.5	17.5
Industrial Engineering and Construction	36.7	26.9	36.6	40.0	37.1
Total	91.8	72.4	26.8	100.0	100.0

Ebitda/Sales	Jun. '05	Jun. '04
Bioenergy	12.7%	9.9%
Environmental Services	10.6%	10.9%
Information Technologies	7,8%	8.2%
Industrial Engineering and Construction	9.7%	9.6%
Total	10.2%	9.7%

◆ Net Amount of the Business-Sales Figure

Abengoa's consolidated sales in the first six months of 2005 were 902.8 M €, a 20.7% increase on the previous year. All of Abengoa's Business Units increased their sales in the first half of this financial year.

Sales	Jun. '05	Jun. '04	Var (%)
Bioenergy	187.3	153.2	22.3
Environmental Services	178.1	162.0	10.0
Information Technologies	158.3	154.0	2.8
Industrial Engineering and Construction	379.1	279.0	35.9
Total	902.8	748.2	20.7

The Bioenergy Business Unit's sales were 187.3 M € as against 153.2 M € the previous year, in spite of the dollar (the currency in which the Bioenergy Business Unit obtains half its revenue) having depreciated 5.0%. The Environmental Services Business Unit's sales were 178.1 M € in the first six months of 2005 compared to 162.0 M € for the same period the previous year - a 10.0% increase. The Industrial Engineering and Construction Business Unit's sales were 379.1 M € as against 279.0 M € the previous year - an 35.9% increase. Finally, the Information Technologies Business Unit's sales were 158.3 M € as against 154.0 M € the previous year.

◆ Ebitda

The EBITDA (earnings before interests, taxes, depreciation and amortization) is 91.8 M € – an 26.8% increase on the 72.4 M € for the first six months the previous year.

Ebitda	Jun. '05	Jun. '04	Var (%)
Bioenergy	23.8	15.2	56.3
Environmental Services	18.9	17.6	7.4
Information Technologies	12.4	12.7	-2.2
Industrial Engineering and Construction	36.7	26.9	36.6
Total	91.8	72.4	26.8

The Bioenergy Business Unit's Ebitda were 23.8 M € as against 15.2 M € the previous year - a 56.3%. The Environmental Services Business Unit's Ebitda were 18.9 M € in the first six months of 2005 compared to 17.6 M € for the same period the previous year - a 7.4% increase. The Industrial Engineering and Construction Business Unit's Ebitda were 36.7 M € as against 26.9 M € the previous year – an 36.6% increase. Finally, the Information Technologies Business Unit's Ebitda were 12.4 M € as against 12.7 M € the previous year.

During the first quarter of 2005, Telvent has increased its efforts in marketing costs and new market development costs, especially in the North America Traffic and Transport sectors. During the last quarter, the evolution of the general expenses has also had an impact on the EBITDA as a consequence of, among others, the integration process of Miner & Miner, a company acquired towards the end of last year, and the tracking, analysis and commencement of negotiations to acquire interests in new target companies.

◆ Taxes

	Jun. '05	Jun. '04	Var (%)
EBT	46.9	29.1	61.0
Corporate Taxes	-14.2	-5.2	172.7
External Partners	-5.0	-1.7	204.1
EAT	27.7	22.3	24.2
Tax Rate	30.3%	17.9%	

In the first six months of 2005, the corporate tax expenses were 14.2 million euro compared to 5.2 million euro for the same period in 2004. Therefore, the tax rate for the first half of 2005 was 30.3% compared to 17.9% for the same period in 2004.

◆ **Earnings After Tax Attributable to the Parent Company (Net Result)**

	Jun. '05	Jun. '04	Var (%)
EAT attrib. parent company	27.7	22.3	24.2
% EAT / Sales	3.1%	3.0%	

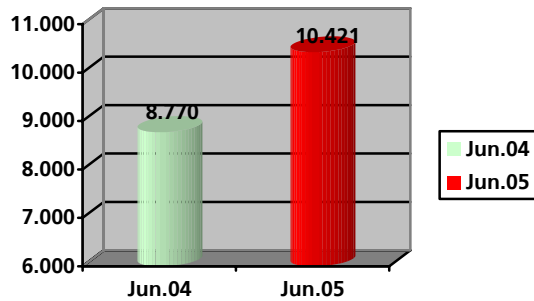
The earnings after tax attributable to the parent company are 27.7 million euro, which is a 24.2% increase on the 22.3 million euro of the previous year.

◆ **Net Cash Flow**

	Jun. '05	Jun. '04	Var (%)
Net Cash Flow	57.7	46.0	25.6
% Cash Flow / Sales	6.4%	6.1%	

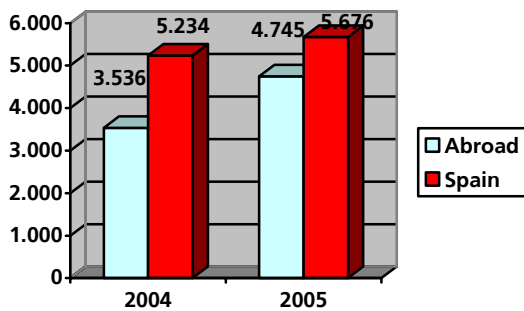
The Net Cash Flow increased 25.6% to 57.7 M € (46.0 M € in the same period in 2004).

◆ Evolution of the average workforce



The average workforce increased by 1,651 employees compared to the same period the previous year.

◆ Origin of the Workforce



As can be seen, the increase in the average workforce is due mainly to the increase in the workforce abroad. This is the result of the higher number of industrial engineering and construction projects in Latin America, with those by Abengoa Peru being of note.

Consolidated Balance Sheet to June 30, 2004 and to June 30, 2005

	June '05	June '04
A) Shareholders by non-exacted outlay	0.0	0.0
B) Fixed Assets	1,214.9	919.7
C) Consolidation Goodwill Fund	320.8	305.8
D) Costs to be spread over several financial years	0,0	0,0
E) Working Assets	1,186.0	1,148.1
Stock	153.6	166.5
Debtors	617.4	554.2
Temporary Financial Investments	256.5	240.4
Treasury	145.5	182.9
Adjustments for periodification	13.2	8.0
Total Assets	2,721.8	2,377.5
A) Shareholders' Funds	365.1	311.5
B) External Partners	134.3	64.4
C) Revenue to be spread over several financial years	2.0	10.2
D) Provisions for Risks and Costs	40.2	21.1
E) Long Term Creditors	1,139.2	1,051.3
F) Short Term Creditors	1,041.0	919.1
Total Liabilities	2,721.8	2,377.5

Abengoa's Total Assets in 2005 came to 2,721.8 M € which is a 14.5% increase on the figure for 2004, which was 2,377.5 M €.

Position regarding Net Debt

	June '05	June '04	Var (%)
Bank Debt	627.8	627.3	0.1
Treasury	-145.5	-182,9	-20.5
Temporary Financial Investments	-256.5	-240.4	6.7
Net Recourse Debt	225.9	204.0	-32.7%

5. Relevant Events and other communications

5

Description of the events such as:

1. Relevant events reported to the CNMV
2. Stock Exchange Evolution

1. Relevant events reported to the CNMV

Details of the Relevant Events corresponding to the first six months of 2005

◆ **Written communication of 01.03.2005 (number 55982).**

The Company submits the information regarding 2004 Second Year Half.

◆ **Written communication of 01.03.2005 (number 55895).**

The Company announces the appointment of Mr. Daniel Villalba Vilá as Director by means of the “co-optation” procedure. Also, he was nominated as Chairman of the Audit Committee. Also, Mr. José Luis Méndez López was appointed member of the Advisory Board of the Board of Directors, simultaneously resigning Corporación Caixa Galicia as a member of the Board of Director and member of the Audit Committee.

◆ **Written communication of 01.03.2005.**

The Company submits the 2004 Annual Report, including the 2004 Corporate Government Annual Report.

◆ **Written communication of 16.05.2005 (number 57767).**

The Company submits the information regarding 2005 First Quarter.

◆ **Written communication of 06.06.2005 (number 58627).**

The Company submits the 2004 Corporate Government Annual Report on the CNMV Questionnaire form.

◆ **Written communication of 07.06.2005 (number 58628).**

The Company submits notice of the Annual Ordinary Shareholders Meeting including the draft of the proposal of the resolutions proposed by the Board of Directors to be reviewed and approved by the Shareholders Meeting, the Justifying Report regarding the modification of the article 39 of the By Laws in order to increase the maximum number of members of the Board of Directors from seven to nine, and the Annual Accounts, individual and consolidated corresponding to the 2004 fiscal year including the respective Auditors Report.

It was also submitted the Information Requirements arising out of Abengoa being a listed company attached to the New Market Segment

◆ **Written communication of 27.06.2005 (number 59102).**

The Company submits information regarding the resolutions adopted by the Annual Ordinary Shareholders Meeting held on June 26, 2005

◆ **Written communication of 27.06.2005 (number 18735).**

The Company submits information regarding the distribution of the ordinary dividend corresponding the fiscal year of 2004, in an amount of 0,14 Euros gross per share; the payment will be made effective from July 6 2005.

2. Evolution on the Stock Exchange

Share Performance

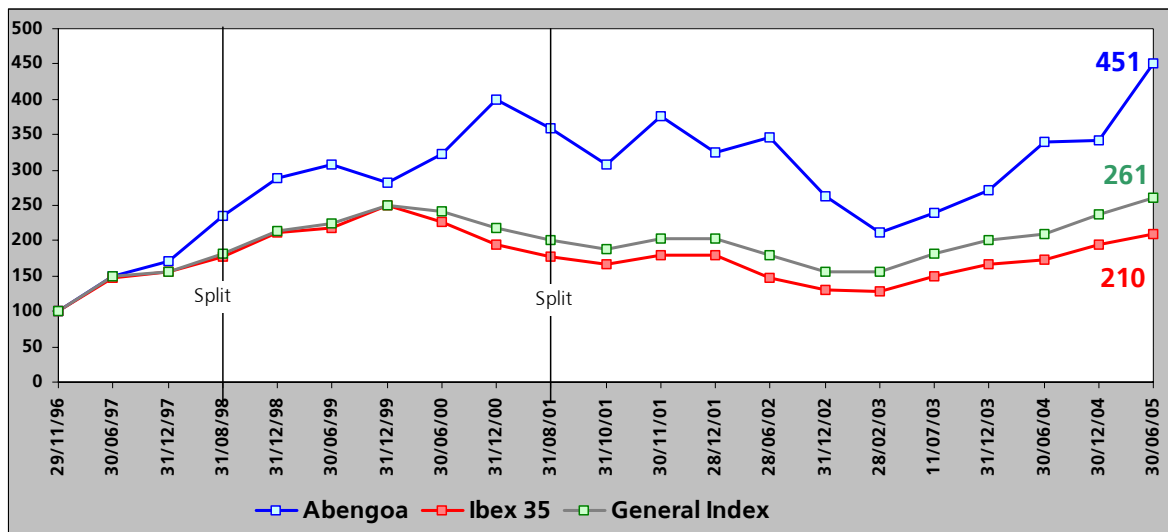
According to the data supplied to Abengoa by Sociedad de Gestión de los Sistemas de Registro, Compensación y Liquidación de Valores S.A. (Securities Recording, Clearing and Settlement Management Company) for the last General Meeting held on 26th Abengoa, S.A. had 6,271 shareholders.

As on 30th June 2005, the company believes the free float to be 43.96% if the shareholding of Inversión Corporativa I.C.S.A. and its subsidiary Finarpisa (56.04%) is deducted.

According to the figures supplied to the company by Sociedad Rectora de la Bolsa de Valores de Madrid (Governing Body of the Madrid Stock Exchange) 26,743,623 shares were traded in the first six months of 2005. The average volume of daily trading over this six months was 212,250 securities. Minimum, maximum and average listed share prices in the first six months of 2005 were 7.23 €, 10.30 € and 8.64 € respectively. The last closing price quoted for Abengoa shares on that of June 30th 2005 was 9.60 €, 32% higher than on 30th June 2004, and 351% higher than the share price established for the Public Offering on 29th November 1996.

Evolution since its Initial Public Offering in 1996

As a historical reference, since Abengoa's Initial Public Offering on 29th of November 1996, the company's shares have revalorized 351% which is 4.5 times the initial price. During this same period, the Madrid Stock Exchange has revalorized 161% and the select IBEX 35 has gone up 110%.



Disclaimer

This document has been drawn up by Abengoa, S.A. for the sole purpose of presenting its results for the first half of 2005. The information provided herein is based, partially, on data that have not been audited by external companies. The company accepts no responsibility for the data shown herein or for the extrapolations that could be made based on the same. Likewise, the company does not accept responsibility for the strict accurateness and preciseness of the information and opinions contained in the document.

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Please do not hesitate in contacting our Head of Investors Relations for any consultation you may wish to make.

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