Befesa Medio Ambiente, S.A.
C/ Buen Pastor, s/n
48903 Luchana (Baracaldo)
Tel.: (34) 944970533
Fax: (34) 944970240

BEFESA

National Securities Market Commission

Secondary Markets Division.

FAO: Mr Angel Benito.

Paseo de la Castellana, nº 19

28043 – Madrid

Madrid, 1 February 2008

Dear Sirs,

Further to our letter of today, registered by the Commission under number 0000064359, regarding the sale of the plot of land in Baracaldo by our subsidiary Befesa Desulfuración, we hereby declare, as verbally required by the Commission, that the estimated capital gain produced from the disposal will be approximately €12.0 million, taking into account the updated book value of the property, its sale price, the costs required to decontaminate, clean and depart the site, and taxation.

Yours faithfully,

Antonio Marín Hita
General Counsel