

Comisión Nacional del Mercado de Valores
Area de Mercados de la Dirección de Supervisión
Paseo de la Castellana, 19

28046 Madrid

Madrid, March 26, 2003

Dear Sirs,

To the effects and purposes of the Ministerial Order dated January 18, 1991 and concordant regulations related to information from entities with shares traded on Stock Exchanges, we forward herewith the Annual Report of Befesa Medio Ambiente for the year 2002, which is available as of from today for distribution to shareholders, customers, providers, etc. This Report includes, as relevant information, Befesa's Consolidated Annual Accounts and Management Report, together with the Auditors' Report, for the 2002 financial year.

Without prejudice to the above, and in accordance with article 13 of Royal Decree 291/1992 dated March 27 and concordant regulations on the updating of information from entities with shares traded on Stock Exchanges, when the calling of the Ordinary General Shareholders' Meeting is published we will send you, together with said notice of calling, the documentation to be presented for approval at the same.

That is all for the present.

Yours sincerely,

Javier Molina Montes
Chairman of the Board of Directors