

ANNEX 1

GENERAL

2nd

SIX MONTH FINANCIAL REPORT CORRESPONDING TO THE YEAR

2008

PERIOD END DATE

31/12/2008

I. IDENTIFICATION DETAILS

Company Name: Befesa Medio Ambiente S.A.

Corporate Address: Carretera Bilbao- Plencia, 21 Asua-Erandio (Bizkaia)

Tax ID Code (CIF)

A80689052

II. SUPPLEMENTARY INFORMATION TO THE PREVIOUSLY PUBLISHED PERIODIC INFORMATION

Annex Supplementary Information

Explanation of the principal modifications in relation to the previously published periodic information:
(only to be completed in the cases defined in Section B of the instructions)



III. STATEMENT(S) OF THOSE RESPONSIBLE FOR THE INFORMATION

As far as we are aware, the summarised financial statements that are presented, drafted in accordance with the applicable accounting principles, offer a true and fair image of the equity, the financial situation and the results of the issuer, or of the companies included in the consolidation taken as a whole, and the interim management report includes an accurate analysis of the information required.

Comments on the previous statement(s):

People that assume responsibility for this information:

Signing date of this six month financial report by the corresponding executive body:

IV. SELECTED FINANCIAL INFORMATION

1. INDIVIDUAL BALANCE SHEET (DRAFTED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: €'000s

		CURRENT PERIOD 31/12/2008	PREVIOUS PERIOD 31/12/2007
ASSETS			
A) NON-CURRENT ASSETS	0040	141.391	126.157
1. Intangible assets:	0030		2
a) Goodwill	0031		
b) Other intangible assets	0032		2
2. Tangible fixed assets	0033	1.300	
3. Investments in real estate	0034		
4. Long term investments in group and associated companies	0035	125.935	113.085
5. Long term financial investments	0036	66	
6. Assets for deferred tax	0037	14.090	13.000
7. Other non-current assets	0038		70
B) CURRENT ASSETS	0085	190.348	210.013
1. Non-current assets held for sale	0050		
2. Stocks	0055		
3. Trade receivables and other accounts receivable:	0060	4.930	9.669
a) Clients from sales and provision of services	0061		78
b) Other accounts receivable	0062	4.930	9.591
c) Current tax assets	0063		
4. Short term investments in group and associated companies	0064	183.116	200.154
5. Short term financial investments	0070		
6. Short term accruals	0071		
7. Cash and other equivalent liquid assets	0072	2.302	190
TOTAL ASSETS (A+B)	0100	331.739	336.170

		PERIODO ACTUAL 31/12/2008	PREVIOUS PERIOD 31/12/2007
SHAREHOLDERS' EQUITY AND LIABILITIES			
A) SHAREHOLDERS' EQUITY (A.1 + A.2 + A.3)	0195	149.527	147.848
A.1) SHAREHOLDERS' EQUITY	0180	149.527	147.848
1. Capital	0171	81.612	81.612
a) Issued capital	0161	81.612	81.612
b) Less: uncalled capital	0162		
2. Share premium	0172	11.593	11.593
3. Reserves	0173	54.644	19.454
4. Less: Treasury stock	0174		
5. Income from previous years	0178		
6. Other shareholder contributions	0179		
7. Result for the year	0175	1.678	35.189
8. Less: Interim dividend	0176		
9. Other equity instruments	0177		
A.2) ADJUSTMENTS FOR CHANGES IN VALUE	0188		
1. Financial assets available for sale	0181		
2. Hedging transactions	0182		
3. Others	0183		
A.3) SUBSIDIES, DONATIONS AND LEGACIES RECEIVED	0194		
B) NON-CURRENT LIABILITIES	0120	65.818	42.928
1. Long term provisions	0115	11.000	11.000
2. Long term debts	0116	645	960
a) Payable to credit entities and debentures or other marketable securities	0131	645	960
b) Other financial liabilities	0132		
3. Long term debts with group and associated companies	0117	54.173	30.968
4. Deferred tax liabilities	0118		
5. Other non-current liabilities	0135		
6. Long term accruals	0119		
C) CURRENT LIABILITIES	0130	116.394	145.394
1. Liabilities linked to non-current assets held for sale	0121		
2. Short term provisions	0122		
3. Short term payables:	0123	7.755	7.856
a) Payable to credit entities and debentures or other marketable securities	0133	7.755	7.856
b) Other financial liabilities	0134		
4. Short term debts with group and associated companies	0129	107.241	136.119
5. Trade accounts payable and other accounts payable:	0124	1.398	1.419
a) Suppliers	0125	538	371
b) Other accounts payable	0126	860	1.048
c) Current tax liabilities	0127		
6. Other current liabilities	0136		
7. Short term accruals	0128		
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES (A + B + C)	0200	331.739	336.170

IV. SELECTED FINANCIAL INFORMATION
2. INDIVIDUAL INCOME STATEMENT
(DRAFTED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: €'000s

		CURRENT PER. CURRENT (2nd HALF)		CURRENT PER. PREVIOUS (2nd HALF)		ACCUMULATED CURRENT 31/12/2008		ACCUMULATED PREVIOUS 31/12/2007	
		Amount	%	Amount	%	Amount	%	Amount	%
(+) Net revenues	0205					15.350	100,00	9.325	100
(+/-) Variation in stocks of finished and semi-finished products	0206								
(+) Work carried out by the company on its assets	0207								
(-) Purchases	0208								
(+) Other operating revenues	0209					313	2,04		
(-) Personnel expenses	0217					(690)	(4,5)	(644)	(6,91)
(-) Other operating expenses	0210					(13427)	(87,47)	(12318)	(132,1)
(-) Amortisation of fixed assets	0211					(2)	(0,01)	(3)	(0,03)
(+) Subsidies received on non-financial and other fixed assets	0212								
(+) Excess provisions	0213								
(+/-) Impairment and results of fixed asset disposals	0214								
(+/-) Other results	0215							1	0,01
Operating results	0245					1.544	10,06	(3639)	(39,02)
(+) Financial revenues	0250					10.958	71,39	46.171	495,1314
(-) Financial expenses	0251					(10011)	(65,22)	(9602)	(102,97)
(+/-) Variation in market value of financial instruments	0252							130	1,39
(+/-) Exchange differences	0254								
(+/-) Impairment and results of disposals of financial instruments	0255								
Financial result	0256					947	6,17	36.699	393,55
Profit/Loss before tax	0265					2.491	16,23	33.060	354,53
(+/-) Tax on income	0270					(813)	(5,3)	2.129	22,83
Result from the previous year from continuous operations	0280					1.678	10,93	35.189	377,36
(+/-) Result for the year from interrupted operations (net of taxes)	0285								
Profit/Loss for the year	0300					1.678	10,93	35189	377,36
Earnings per share		Amount (x.xx Euros)		Amount (x.xx Euros)		Amount (x.xx Euros)		Amount (x.xx Euros)	
Basic	0290					0.06		1.29	
Diluted	0295					0.06		1.29	

In the six months financial report corresponding to the first half of the year, the details relating to the current period are the same as the accumulated data, and they therefore do not need to be completed.

IV. SELECTED FINANCIAL INFORMATION
3. STATEMENT OF CHANGES IN EQUITY, INDIVIDUAL
STATEMENT OF RECOGNISED INCOME AND EXPENSE, INDIVIDUAL
(PREPARED USING PREVAILING NATIONAL ACCOUNTING REGULATIONS)

Units: €'000s

		CURRENT PERIOD 31/12/2008	PREVIOUS PERIOD 31/12/2007
A) RESULT FOR THE YEAR (from the income statement)	0305	1.678	35.189
B) INCOME AND EXPENSES DIRECTLY ATTRIBUTABLE TO EQUITY	0310		
1. For valuation of financial instruments:	0320		
a) Financial assets available for sale	0321		
b) Other Revenues/(expenses)	0323		
2. For cash flow hedges	0330		
3. Subsidies, donations and legacies received	0340		
4. For actuarial gains and losses and other adjustments	0344		
5. Other revenues and expenses directly attributable to equity	0343		
6. Tax effect	0345		
C) TRANSFERS TO THE INCOME STATEMENT:	0350		
1. For valuation of financial instruments	0355		
a) Financial assets available for sale	0356		
b) Other revenues/(expenses)	0358		
2. For cash flow hedges	0360		
3. Subsidies, donations and legacies received	0366		
4. Other revenues and expenses directly attributable to equity	0365		
5. Tax effect	0370		
TOTAL RECOGNISED INCOME/(EXPENSES) (A+B+C)	0400	1.678	35.189

IV. SELECTED FINANCIAL INFORMATION
4. STATEMENT OF CHANGES IN EQUITY, INDIVIDUAL (1/2)
STATEMENT OF TOTAL CHANGES IN EQUITY, INDIVIDUAL
(PREPARED USING PREVAILING NATIONAL ACCOUNTING REGULATIONS)

		Shareholders' equity					Adjustments for changes in value	Subsidies donations and legacies received	Total Shareholders' equity
		Capital	Share premium and Reserves (1)	Shares and holdings in Treasury stock	Result for the year	Other equity instruments			
Closing balance at 01/01/2008	3010	81.612	31.047		35.189			147.848	
Adjustments for changes in accounting criteria	3011								
Adjustments for errors	3012								
Adjusted opening balance	3015	81.612	31.047		35.189			147.848	
I. Total recognised revenues/(expenses)	3020				1.678			1.678	
II. Operations with shareholders or owners	3025								
1. Capital Increases /(Reductions)	3026								
2. Conversion of financial liabilities to shareholders' equity	3027								
3. Distribution of dividends	3028								
4. Operations with shares or interests in treasury shares (net)	3029								
5. Increases/(reductions) for business combinations	3030								
6. Other operations with shareholders or owners	3032								
III. Other variations in shareholders' equity	3035		35.190		(35189)			1	
1. Payments based on equity instruments	3036								
2. Transfers between items of shareholders' equity	3037		35.189		(35189)				
3. Other variations	3038		1					1	
Closing balance at 31/12/2008	3040	81.612	66.237		1.678			149.527	

(1) For the purposes of this statement, the **Share premium and Reserves** column includes the following shareholders' equity items on the balance sheet:
 2.Share premium;3.Reserves;5.Results from previous years;6.Other shareholder contributions; and 8. Less: Interim dividends.

IV. SELECTED FINANCIAL INFORMATION
4. STATEMENT OF CHANGES IN EQUITY, INDIVIDUAL (2/2)
STATEMENT OF TOTAL CHANGES IN EQUITY, INDIVIDUAL
(PREPARED USING PREVAILING NATIONAL ACCOUNTING REGULATIONS)

PREVIOUS PERIOD		Shareholders' equity				Adjustments for changes in value	Subsidies donations and legacies received	Total Shareholders' equity
		Capital	Share premium and Reserves (1)	Shares and holdings in Treasury stock	Result for the year			
Closing balance at 01/01/2007 (comparison period)	3050	81.612	28.356		2.691			112.659
Adjustments for changes in accounting criteria	3051							
Adjustments for errors	3052							
Adjusted opening balance (comparison period)	3055	81.612	28.356		2.691			112.659
I. Total recognised revenues/(expenses)	3060				35.189			35.189
II. Operations with shareholders or owners	3065							
1. Capital Increases /(Reductions)	3066							
2. Conversion of financial liabilities to shareholders' equity	3067							
3. Distribution of dividends	3068							
4. Operations with shares or interests in treasury shares (net)	3069							
5. Increases/(reductions) for business combinations	3070							
6. Other operations with shareholders or owners	3072							
III. Other variations in shareholders' equity	3075		2.691		(2691)			
1. Payments based on equity instruments	3076							
2. Transfers between items of shareholders' equity	3077		2.691		(2691)			
3. Other variations	3078							
Closing balance at 31/12/2007 (comparison period)	3080	81.612	31.047		35.189			147.848

(1) For the purposes of this statement, the **Share premium and Reserves** column includes the following shareholders' equity items on the balance sheet:
2.Share premium;3.Reserves;5.Results from previous years;6.Other shareholder contributions; and 8. Less: Interim dividends.

IV. SELECTED FINANCIAL INFORMATION
5. STATEMENT OF CASH FLOWS, INDIVIDUAL
(PREPARED USING PREVAILING NATIONAL ACCOUNTING REGULATIONS)

Units: €'000s

		CURRENT PERIOD 31/12/2008	PREVIOUS PERIOD 31/12/2007
A) CASH FLOWS FROM OPERATIONS (1 + 2 + 3 + 4)	0435	(6631)	(76185)
1. Profit/Loss before tax	0405	2.491	33.060
2. Adjustments to the result	0410	(945)	(36684)
(+) Amortisation of fixed assets	0411	2	3
(+/-) Other adjustments of the result (net)	0412	(947)	(36687)
3. Changes in working capital	0415	(7480)	(112929)
4. Other cash flows from operations:	0420	(697)	40.368
(-) Interest payments	0421	(697)	
(+) Dividends receivable	0422		40.368
(+) Interest receivable	0423		
(+/-) Received/(paid) for tax on income	0430		
(+/-) Other amounts received/(paid) from operations	0425		
B) CASH FLOWS FROM INVESTMENT ACTIVITIES (1 + 2)	0460	(14146)	(826)
1. Payments for investors:	0440	(14149)	(826)
(-) Group and associated companies and business units	0441	(12849)	(826)
(-) Tangible and intangible fixed assets and real estate investments	0442	(1300)	
(-) Other financial assets	0443		
(-) Other assets	0444		
2. Receivable from disposals:	0450	3	
(+) Group and associated companies and business units	0451		
(+) Tangible and intangible fixed assets and real estate investments	0452		
(+) Other financial assets	0453	3	
(+) Other assets	0454		
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3)	0490	22.889	71.402
1. Receivables and (payments) for equity instruments:	0470		
(+) Issue	0471		
(-) Amortisation	0472		
(-) Acquisition	0473		
(+) Divestments	0474		
(+) Subsidies, donations and covenants received	0475		
2. Receivables and (payments) for financial liability instruments:	0480	22.889	71.402
(+) Issue	0481	23.204	71.402
(-) Redemption and amortisation	0482	(315)	
3. Payments for dividends and remuneration on other equity instruments	0485		
D) EFFECT OF EXCHANGE RATE VARIATIONS	0492		
E) NET INCREASE/(DECREASE) IN CASH AND EQUIVALENTS (A + B + C + D)	0495	2.112	(5609)
F) CASH AND EQUIVALENTS AT START OF PERIOD	0499	190	5.799
G) CASH AND EQUIVALENTS AT END OF PERIOD (E + F)	0500	2.302	190

PERIODO ACTUAL 31/12/2008	PREVIOUS PERIOD 31/12/2007
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CASH AND EQUIVALENT COMPONENTS AT THE END OF THE PERIOD

(+) Cash and banks	0550	2.302	190
(+) Other financial assets	0552		
(+) Less: Bank overdrafts on current accounts	0553		
TOTAL CASH AND EQUIVALENTS AT END OF PERIOD	0600	2.302	190

IV. SELECTED FINANCIAL INFORMATION
6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS)

Units: €'000s

		CURRENT PERIOD 31/12/2008	PREVIOUS PERIOD 31/12/2007
ASSETS			
A) NON-CURRENT ASSETS	1040	956.128	789.930
1. Intangible assets:	1030	392.981	360.954
a) Goodwill	1031	387.439	354.804
b) Other intangible assets	1032	5.542	6.150
2. Tangible fixed assets	1033	353.219	325.903
3. Real estate investments	1034		
4. Investments accounted for using the equity method	1035	11.004	9.710
5. Non-current financial assets	1036	130.789	35.121
6. Deferred tax assets	1037	68.135	58.242
7. Other non-current assets	1038		
B) CURRENT ASSETS	1085	541.923	402.177
1. Non-current assets held for sale	1050		
2. Stocks	1055	52.081	43.931
3. Trade accounts receivable and other accounts receivable:	1060	228.831	191.333
a) Clients from sales and provision of services	1061	213.981	177.770
b) Other accounts receivable	1062	14.850	13.563
c) Current tax assets	1063		
4. Other current financial assets	1070	101.696	73.858
5. Other current assets	1075	58.462	39.467
6. Cash and other equivalent liquid assets	1072	100.853	53.588
TOTAL ASSETS (A+B)	1100	1.498.051	1.192.107

		PERIODO ACTUAL 31/12/2008	PERIODO ANTERIOR 31/12/2007
SHAREHOLDERS' EQUITY AND LIABILITIES			
A) SHAREHOLDERS' EQUITY (A.1 + A.2 + A.3)	1195	434.589	268.457
A.1) SHAREHOLDERS' EQUITY	1180	302.581	244.735
1. Capital	1171	81.612	81.612
a) Subscribed capital	1161	81.612	81.612
b) Less: Uncalled capital	1162		
2. Share premium	1172	11.593	11.593
3. Reserves	1173	150.668	103.890
4. Less: Treasury shares	1174		
5. Results from previous years	1178		
6. Other shareholder contributions	1179		
7. Profit/loss for the year attributed to the parent company	1175	58.708	47.640
8. Less: Interim dividend	1176		
9. Other equity instruments	1177		
A.2) ADJUSTMENTS FOR CHANGES IN VALUE	1188	83.951	10.802
1. Financial assets available for sale	1181		
2. Hedging transactions	1182	88.456	11.885
3. Conversion differences	1184	(4505)	(1083)
4. Others	1183		
SHAREHOLDERS' EQUITY ATTRIBUTED TO THE PARENT COMPANY (A.1 + A.2)	1189	386.532	255.537
A.3) MINORITY INTERESTS	1193	48.057	12.920
B) NON-CURRENT LIABILITIES	1120	498.362	430.448
1. Subsidies	1117		
2. Non-current provisions	1115	44.714	26.643
3. Non-current financial liabilities:	1116	355.253	339.955
a) Payable to credit entities and debentures or other marketable securities	1131	355.253	339.955
b) Other financial liabilities	1132		
4. Deferred tax liabilities	1118	41.325	19.567
5. Other non-current liabilities	1135	57.070	44.283
C) CURRENT LIABILITIES	1130	565.100	493.202
1. Liabilities linked to non-current assets held for sale	1121		
2. Current provisions	1122	734	1.484
3. Current financial liabilities:	1123	57.443	63.209
a) Payable to credit entities and debentures or other marketable securities	1133	57.443	63.209
b) Other financial liabilities	1134		
4. Trade accounts payable and other accounts payable:	1124	440.474	390.329
a) Suppliers	1125	423.554	375.236
b) Other accounts payable	1126	15.838	12.302
c) Current tax liabilities	1127	1.082	2.791
5. Other current liabilities	1136	66.449	38.180
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES (A + B + C)	1200	1.498.051	1.192.107

IV. SELECTED FINANCIAL INFORMATION
7. CONSOLIDATED INCOME STATEMENT (ADOPTED IFRS)

Units: €'000s

		CURRENT PERIOD (2nd HALF)		PREVIOUS CURRENT PERIOD (2nd HALF)		CURRENT ACCUMULATED 31/12/2008		PREVIOUS ACCUMULATED 31/12/2007	
		Amount	%	Amount	%	Amount	%	Amount	%
(+) Net revenues	1205					873.448	100,00	769.671	100,00
(+/-) Variation in stocks of finished and semi-finished products	1206					1.848	0,21	2.811	0,37
(+) Works carried out by the company on its assets	1207					10.036	1,15	1.412	0,18
(-) Purchases	1208					(524078)	(60,)	(449297)	(58,38)
(+) Other operating revenues	1209					50.495	5,78	23.200	3,01
(-) Personnel expenses	1217					(104847)	(12,)	(90433)	(11,75)
(-) Other operating expenses	1210					(149141)	(17,07)	(133574)	(17,35)
(-) Amortisation of fixed assets	1211					(42809)	(4,9)	(26585)	(3,45)
(+) Subsidies received on non-financial and other fixed assets	1212								
(+/-) Impairment and results of fixed asset disposals	1214								
(+/-) Other results	1215								
Operating results	1245					114.952	13,16	97.205	12,63
(+) Financial revenues	1250					6.607	0,76	3.286	0,43
(-) Financial expenses	1251					(39399)	(4,51)	(35834)	(4,66)
(+/-) Variation in market value of financial instruments	1252								
(+/-) Exchange differences	1254					131	0,01	(294)	(0,04)
(+/-) Impairment and results of disposals of financial instruments	1255							1.147	
Financial result	1256					(32661)	(3,74)	(31695)	(4,12)
(+/-) Results from entities valued using the equity method	1253					1.234	0,14	(1879)	(0,24)
Profit/Loss before tax	1265					83.525	9,56	63.631	8,27
(+/-) Tax on income	1270					(20781)	(2,38)	(15618)	(2,03)
Result for the previous year from continuous operations	1280					62.744	7,18	48.013	6,24
(+/-) Result for the year from interrupted operations (net of taxes)	1285								
Consolidated result for the year	1288					62.744	7,18	48.013	6,24
a) Profit/loss attributed to the parent company	1300					58.708	6,72	47.640	6,19
b) Profit/loss attributed to minority interests	1289					4.036	0,46	373	0,05

Earnings per share		Importe (x,xx euros)	Importe (x,xx euros)	Importe (x,xx euros)	Importe (x,xx euros)
Basic	1290			2.17	1.76
Diluted	1295			2.17	1.76

In the six months financial report corresponding to the first half of the year, the details relating to the current period are the same as the accumulated data, and they therefore do not need to be completed.

IV. SELECTED FINANCIAL INFORMATION
8. STATEMENT OF CONSOLIDATED RECOGNISED INCOME AND EXPENSE (ADOPTED IFRS)

Units: €'000s

		CURRENT PERIOD 31/12/2008	PREVIOUS PERIOD 31/12/2007
A) CONSOLIDATED RESULTS FOR THE YEAR (from the income statement)	1305	62.744	48.013
B) INCOME AND EXPENSES RECOGNISED DIRECTLY IN SHAREHOLDERS' EQUITY	1310	103.671	72.639
1. For revaluation/(reversal of revaluation) of the tangible fixed asset and intangible assets	1311		
2. For valuation of financial instruments:	1320		
a) Financial assets available for sale	1321		
b) Other revenues/(expenses)	1323		
3. For cash flow hedges	1330	153.929	104.990
4. Conversion differences	1334	(3422)	(853)
5. For actuarial gains and losses and other adjustments	1344		
6. Entities valued by the equity method	1342		
7. Other revenues and expenses directly attributed to shareholders' equity	1343		
8. Tax effect	1345	(46836)	(31498)
C) TRANSFER THE INCOME STATEMENT	1350	(31780)	36.760
1. For valuation of financial instruments:	1355		
a) Financial assets available for sale	1356		
b) Other revenues/(expenses)	1358		
2. For cash flow hedges	1360	(45275)	52.514
3. Conversion differences	1364		
4. Entities valued by the equity method	1368		
5. Other revenues and expenses directly attributed to shareholders' equity	1363		
6. Tax effect	1370	13.495	(15754)
TOTAL RECOGNISED INCOME/(EXPENSES) (A+B+C)	1400	134.635	157.412
a) Attributed to the parent company	1398	130.599	157.039
b) Attributed to minority interests	1399	4.036	373

IV. SELECTED FINANCIAL INFORMATION
9. STATEMENT OF CHANGES IN EQUITY, CONSOLIDATED (ADOPTED IFRS) (1/2)

CURRENT PERIOD		Shareholders' Equity					Adjustments for changes in value	Minorities	Total Shareholders' equity
		Capital	Share premium and Reserves (1)	Treasury stock	Profit/Loss for the year	Other equity instruments			
Initial balance at 01/01/2008	3110	81.612	115.483		47.640		10.802	12.920	268.457
Adjustments for changes in accounting criteria	3111								
Adjustments for errors	3112								
Adjusted opening balance	3115	81.612	115.483		47.640		10.802	12.920	268.457
I. Total recognised revenues/(expenses)	3120				58.708		73.149	2.778	134.635
II. Operations with shareholders or owners	3125							32.359	32.359
1. Capital increases /(reductions)	3126								
2. Conversion of financial liabilities to shareholders' equity	3127								
3. Distribution of dividends	3128								
4. Operations with treasury stock (net)	3129								
5. Increases/(reductions) for business combinations	3130								
6. Other operations with shareholders or owners	3132								
III. Other variations in shareholders' equity	3135		46.778		(47640)				(862)
1. Payments based on equity instruments	3136								
2. Transfers between items of shareholders' equity	3137		47.640		(47640)				
3. Other variations	3138		(862)						(862)
Closing balance at 31/12/2008	3140	81.612	162.261		58.708		83.951	48.057	434.589

(1) For the purposes of this statement, the **Share premium and Reserves** column includes the following shareholders' equity items on the balance sheet: 2.Share premium;3.Reserves;5.Results from previous years;6.Other shareholder contributions; and 8. Less: Interim dividends.

IV. SELECTED FINANCIAL INFORMATION
9. STATEMENT OF CHANGES IN EQUITY, CONSOLIDATED (ADOPTED IFRS) (2/2)

PREVIOUS PERIOD		Shareholders' Equity					Adjustments for changes in value	Subsidies, donations and legacies received	Total Shareholders' equity
		Capital	Share premium and Reserves (1)	Treasury stock	Profit/Loss for the year	Other equity instruments			
Initial balance at 01/01/2007 (comparison period)	3150	81.612	94.576		23.555		(98597)	11.649	112.795
Adjustments for changes in accounting criteria	3151								
Adjustments for errors	3152								
Adjusted opening balance (comparison period)	3155	81.612	94.576		23.555		(98597)	11.649	112.795
I. Total recognised revenues/(expenses)	3160				47.640		109.399	373	157.412
II. Operations with shareholders or owners	3165							1.191	1.191
1. Capital increases /(reductions)	3166								
2. Conversion of financial liabilities to shareholders' equity	3167								
3. Distribution of dividends	3168								
4. Operations with treasury stock (net)	3169								
5. Increases/(reductions) for business combinations	3170							1.191	1.191
6. Other operations with shareholders or owners	3172								
III. Other variations in shareholders' equity	3175		20.907		(23555)			(293)	(2941)
1. Payments based on equity instruments	3176								
2. Transfers between items of shareholders' equity	3177		23.555		(23555)				
3. Other variations	3178		(2648)					(293)	(2941)
Closing balance at 31/12/2007 (comparison period)	3180	81.612	115.483		47.640		10.802	12.920	268.457

(1) For the purposes of this statement, the **Share premium and Reserves** column includes the following shareholders' equity items on the balance sheet:
2.Share premium;3.Reserves;5.Results from previous years;6.Other shareholder contributions; and 8. Less: Interim dividends.

IV. SELECTED FINANCIAL INFORMATION
10. A. STATEMENT OF CONSOLIDATED CASH FLOWS (INDIRECT METHOD) (ADOPTED IFRS)

Units: €'000s

		CURRENT PERIOD 31/12/2008	PREVIOUS PERIOD 31/12/2007
A) CASH FLOWS FROM OPERATIONS (1 + 2 + 3 + 4)	1435	21.565	42.956
1. Profit/Loss before tax	1405	83.525	63.631
2. Adjustments to the result	1410	(9337)	63.657
(+) Amortisation of fixed assets	1411	36.679	33.152
(+/-) Other adjustments of the result (net)	1412	(46016)	30.505
3. Changes in working capital	1415	(50039)	(104889)
4. Other cash flows from operations:	1420	(2584)	20.557
(-) Interest payments	1421		
(-) Payments for dividends and remuneration on other equity instruments	1430		
(+) Dividends receivable	1422		
(+) Interest receivable	1423		
(+/-) Received/(paid) for tax on income	1430	(2584)	20.557
(+/-) Other amounts received/(paid) from operations	1425		
B) CASH FLOWS FROM INVESTMENT ACTIVITIES (1 + 2 + 3)	1460	(55699)	(121217)
1. Payments for investors:	1440	(105910)	(141874)
(-) Group and associated companies and business units	1441	(31859)	(2788)
(-) Tangible and intangible fixed assets and real estate investments	1442	(59522)	(121588)
(-) Other financial assets	1443	(14529)	(17498)
(-) Other assets	1444		
2. Receivables from disposals:	1450	50.211	20.657
(+) Group and associated companies and business units	1451		8.924
(+) Tangible and intangible fixed assets and real estate investments	1452	47.636	11.733
(+) Other financial assets	1453	2.575	
(+) Other assets	1454		
3. Other cash flows from investment activities	1455		
(+) Dividends receivable	1456		
(+) Interest receivable	1457		
(+/-) Other amounts received/(paid) from investment activities	1458		
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)	1490	81.399	63.558
1. Receivables and (payments) for equity instruments:	1470		
(+) Issue	1471		
(-) Amortisation	1472		
(-) Acquisition	1473		
(+) Divestments	1474		
2. Receivables and (payments) for financial liability instruments:	1480	82.261	63.558
(+) Issue	1481	82.261	63.558
(-) Redemption and amortisation	1482		
3. Payments for dividends and remuneration on other equity instruments	1485		
4. Other cash flows from financing activities	1486	(862)	
(-) Interest payments	1487		
(+/-) Other amounts received/(paid) from financing activities	1488	(862)	
D) EFFECT OF EXCHANGE RATE VARIATIONS	1492		
E) NET INCREASE/(DECREASE) IN CASH AND EQUIVALENTS (A + B + C + D)	1495	47.265	(14703)
F) CASH AND EQUIVALENTS AT START OF PERIOD	1499	53.588	68.291
G) CASH AND EQUIVALENTS AT END OF PERIOD (E + F)	1500	100.853	53.588

PERIODO ACTUAL 31/12/2008	PERIODO ANTERIOR 31/12/2007
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CASH AND EQUIVALENT COMPONENTS AT THE END OF THE PERIOD

(+) Cash and banks	1550	100.853	53.588
(+) Other financial assets	1552		
(+) Less: Bank overdrafts on current accounts	1553		
TOTAL CASH AND EQUIVALENTS AT END OF PERIOD	1600	100.853	53.588

This model of a statement of consolidated cash flows (indirect method) allows for the classification alternatives for interest and dividends, both received and paid, contemplated in the adopted IFRS. Each of the above headings must be classified in a unique and coherent way, in each year, as belonging to the activities of operations, investment or financing.

IV. SELECTED FINANCIAL INFORMATION
10. B. STATEMENT OF CONSOLIDATED CASH FLOWS (DIRECT METHOD) (ADOPTED IFRS)

Units: €'000s

	CURRENT PERIOD 31/12/2008	PREVIOUS PERIOD 31/12/2008
A) CASH FLOWS FROM OPERATIONS (1 + 2 + 3 + 4)	8435	
(+) Receivable from operations	8410	
(-) Payments to suppliers and to personnel for operational expenses	8411	
(-) Interest payments	8421	
(-) Payments for dividends and remuneration on other equity instruments	8422	
(+) Dividends receivable	8430	
(+) Interest receivable	8423	
(+/-) Received/(paid) for tax on income	8424	
(+/-) Other amounts received/(paid) from operations	8425	
B) CASH FLOWS FROM INVESTMENT ACTIVITIES (1 + 2 + 3)	8460	
1. Payments for investors:	8440	
(-) Group and associated companies and business units	8441	
(-) Tangible and intangible fixed assets and real estate investments	8442	
(-) Other financial assets	8443	
(-) Other assets	8444	
2. Receivables from disposals:	8450	
(+) Group and associated companies and business units	8451	
(+) Tangible and intangible fixed assets and real estate investments	8452	
(+) Other financial assets	8453	
(+) Other assets	8454	
3. Other cash flows from investment activities	8455	
(+) Dividends receivable	8456	
(+) Interest receivable	8457	
(+/-) Other cash flows from investment activities	8458	
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)	8490	
1. Receivables and (payments) for equity instruments:	8470	
(+) Issue	8471	
(-) Amortisation	8472	
(-) Acquisition	8473	
(+) Divestments	8474	
2. Receivables and (payments) for financial liability instruments:	8480	
(+) Issue	8481	
(-) Redemption and amortisation	8482	
3. Payments for dividends and remuneration on other equity instruments	8485	
4. Other cash flows from financing activities	8486	
(-) Interest payments	8487	
(+/-) Other amounts received/(paid) from financing activities	8488	
D) EFFECT OF EXCHANGE RATE VARIATIONS	8492	
E) NET INCREASE/(DECREASE) IN CASH AND EQUIVALENTS (A + B + C +D)	8495	
F) CASH AND EQUIVALENTS AT START OF PERIOD	8499	
G) CASH AND EQUIVALENTS AT END OF PERIOD (E + F)	8500	

CURRENT PERIOD 31/12/2008	PREVIOUS PERIOD 31/12/2008
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CASH AND EQUIVALENT COMPONENTS AT THE END OF THE PERIOD

(+) Cash and banks	8550	
(+) Other financial assets	8552	
(+) Less: Bank overdrafts on current accounts	8553	
TOTAL CASH AND EQUIVALENTS AT END OF PERIOD	8600	

IV. SELECTED FINANCIAL INFORMATION
12. DIVIDENDS PAID

		CURRENT PERIOD			PREVIOUS PERIOD		
		% of Nominal	Euros per share (x.xx)	Amount (000s Euros)	% of Nominal	Euros per share (x.xx)	Amount (000s Euros)
Ordinary shares	2158						
Other shares (without vote, redeemable, etc)	2159						
Total dividends paid	2160						
a) Dividends charged against results	2155						
b) Dividends charged against reserves or share premium	2156						
c) Dividends in kind	2157						

IV. SELECTED FINANCIAL INFORMATION
13. ISSUES, REPURCHASES OR REDEMPTION OF DEBT SECURITIES

Units.: Thousands of Euros

ISSUES CARRIED OUT BY THE ENTITY (AND/OR ITS GROUP)		CURRENT PERIOD				
		Outstanding initial balance 01/01/2008	(+) Issues	(-) Repurchases or redemptions	(+/-) Adjustments for exchange rate and others	Outstanding final balance 31/12/2008
Securities that represent debt issued in an EU Member State that required an information prospectus to be registered.	2191					
Securities that represent debt issued in an EU Member State that did not require an information prospectus to be registered.	2192					
Other securities that represent debt issued outside of EU Member States.	2193					
TOTAL	2200					

		PREVIOUS PERIOD				
		Outstanding initial balance 01/01/2008	(+) Issues	(-) Repurchases or redemptions	(+/-) Adjustments for exchange rate and others	Outstanding final balance 31/12/2008
Securities that represent debt issued in an EU Member State that required an information prospectus to be registered.	4191					
Securities that represent debt issued in an EU Member State that did not require an information prospectus to be registered.	4192					
Other securities that represent debt issued outside of EU Member States.	4193					
TOTAL	4200					

ISSUES CARRIED OUT BY THE ENTITY (AND/OR ITS GROUP)		CURRENT PERIOD				
		Outstanding initial balance 01/01/2008	(+) Granted	(-) Cancelled	(+/-) Adjustments for exchange rate and others	Outstanding final balance 31/12/2008
Issues of securities that represent debt guaranteed by the group (guaranteed amount)	2195					

		PREVIOUS PERIOD				
		Outstanding initial balance 01/01/2008	(+) Granted	(-) Cancelled	(+/-) Adjustments for exchange rate and others	Outstanding final balance 31/12/2008
Issues of securities that represent debt guaranteed by the group (guaranteed amount)	4195					

IV. SELECTED FINANCIAL INFORMATION
14. BREAKDOWN OF FINANCIAL INSTRUMENTS BY TYPE AND CATEGORY(1/2)

Units: €'000s

FINANCIAL ASSETS: TYPE/CATEGORY		CURRENT PERIOD					
		Financial assets held for trading	Other financial assets at MV with changes in P&L	Financial assets available for sale	Loans and items receivable	Investments held to maturity	Hedging derivatives
Equity instruments	2061						
Debt securities	2062						
Derivatives	2063						
Other financial assets	2064						
Long term/non-current	2065						
Equity instruments	2066						
Debt securities	2067						
Derivatives	2068						
Other financial assets	2069						
Short term/current	2070						
TOTAL INDIVIDUAL	2075						
Equity instruments	2161						
Debt securities	2162						
Derivatives	2163						
Other financial assets	2164						
Long term/non-current	2165						
Equity instruments	2166						
Debt securities	2167						
Derivatives	2168						
Other financial assets	2169						
Short term/current	2170						
TOTAL CONSOLIDATED	2175						

FINANCIAL LIABILITIES: TYPE/CATEGORY		CURRENT PERIOD			
		Financial liabilities held for trading	Other financial liabs at MV with changes in P&L	Debits and items payable	Hedging derivatives
Payable to credit entities	2076				
Debentures and other marketable securities	2077				
Derivatives	2078				
Other financial liabilities	2079				
Long term debts/Non-current financial liabilities	2080				
Payable to credit entities	2081				
Debentures and other marketable securities	2082				
Derivatives	2083				
Other financial liabilities	2084				
Short term debts/Current financial liabilities	2085				
TOTAL INDIVIDUAL	2090				
Payable to credit entities	2176				
Debentures and other marketable securities	2177				
Derivatives	2178				
Other financial liabilities	2179				
Long term debts/Non-current financial liabilities	2180				
Payable to credit entities	2181				
Debentures and other marketable securities	2182				
Derivatives	2183				
Other financial liabilities	2184				
Short term debts/Current financial liabilities	2185				
TOTAL CONSOLIDATED	2190				

(Abbreviations-MV:market value/P&L: income statement)

IV. SELECTED FINANCIAL INFORMATION
14. BREAKDOWN OF FINANCIAL INSTRUMENTS BY TYPE AND CATEGORY(2/2)

Units: €'000s

FINANCIAL ASSETS: TYPE/CATEGORY		PREVIOUS PERIOD				
		Financial assets held for trading	Other financial assets at MV with changes in P&L	Financial assets available for sale	Loans and items receivable	Investments held to maturity
Equity instruments	5061					
Debt securities	5062					
Derivatives	5063					
Other financial assets	5064					
Long term/non-current	5065					
Equity instruments	5066					
Debt securities	5067					
Derivatives	5068					
Other financial assets	5069					
Short term/current	5070					
TOTAL INDIVIDUAL	5075					
Equity instruments	5161					
Debt securities	5162					
Derivatives	5163					
Other financial assets	5164					
Long term/non-current	5165					
Equity instruments	5166					
Debt securities	5167					
Derivatives	5168					
Other financial assets	5169					
Short term/current	5170					
TOTAL CONSOLIDATED	5175					

FINANCIAL LIABILITIES: TYPE/CATEGORY		PREVIOUS PERIOD			
		Financial liabilities held for trading	Other financial liabs at MV with changes in P&L	Debits and items payable	Hedging derivatives
Payable to credit entities	5076				
Debentures and other marketable securities	5077				
Derivatives	5078				
Other financial liabilities	5079				
Long term debts/Non-current financial liabilities	5080				
Payable to credit entities	5081				
Debentures and other marketable securities	5082				
Derivatives	5083				
Other financial liabilities	5084				
Short term debts/Current financial liabilities	5085				
TOTAL INDIVIDUAL	5090				
Payable to credit entities	5176				
Debentures and other marketable securities	5177				
Derivatives	5178				
Other financial liabilities	5179				
Long term debts/Non-current financial liabilities	5180				
Payable to credit entities	5181				
Debentures and other marketable securities	5182				
Derivatives	5183				
Other financial liabilities	5184				
Short term debts/Current financial liabilities	5185				
TOTAL CONSOLIDATED	5190				

(Abbreviations-MV:market value/P&L: income statement)

IV. SELECTED FINANCIAL INFORMATION

15. SEGMENTED INFORMATION

Units: €'000s

Table 1:
GEOGRAPHICAL AREA

		Distribution of net revenues by geographical area			
		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Domestic market	2210	15.350	9.325	427.295	411.271
Exports:	2215			446.153	358.400
a) European Union	2216			279.681	277.523
b) OECD countries	2217			23.712	2.853
c) Other countries	2218			142.760	78.024
TOTAL	2220	15.350	9.325	873.448	769.671

Table 2:

SEGMENTS		Ordinary revenues					
		CONSOLIDATED					
		Ordinary revenues from external clients		Ordinary revenues between segments		Total ordinary revenues	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Solar	2221						
Bioenergy	2222						
Environmental Services	2223						
Information Technologies	2224						
Industrial Construction and Engineering	2225						
Corporate Activity	2226						
	2227						
	2228						
	2229						
	2230						
(-) Adjustments and elimination of ordinary revenues between segments	2231						
TOTAL	2235						

Table 3:

SEGMENTS		Result	
		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD
Solar	2250		
Bioenergy	2251		
Environmental Services	2252		
Information Technologies	2253		
Industrial Construction and Engineering	2254		
Corporate Activity	2255		
	2256		
	2257		
	2258		
	2259		
Total result of the segments reported	2260		
(+/-) Unallocated results	2261		
(+/-) Elimination of internal results (between segments)	2262		
(+/-) Other results	2263		
(+/-) Tax on profits and/or results of interrupted operations	2264		
RESULT BEFORE TAXES	2270		

IV. SELECTED FINANCIAL INFORMATION
16. AVERAGE WORKFORCE

		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
AVERAGE WORKFORCE	2295	6	7	2.263	1.969
Men	2296	4	5	1.891	1.661
Women	2297	2	2	372	308

IV. FINANCIAL INFORMATION SELECTED
17. REMUNERATION RECEIVED BY DIRECTORS AND MANAGERS

DIRECTORS:

Remuneration concept:		Amount ('000s Euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Fixed remuneration	2310		
Variable remuneration	2311		
Expenses	2312		
Statutory benefits	2313		
Operations with shares and/or other financial instruments	2314		
Others	2315		
TOTAL	2320		

Other benefits:

Advances	2326		
Loans granted	2327		
Pension plans and funds: Contributions	2328		
Pension plans and funds: Contract obligations	2329		
Life insurance premiums	2330		
Guarantees given by the company in favour of directors	2331		

MANAGERS:

		Amount ('000s Euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Total remuneration received by managers	2325		

IV. SELECTED FINANCIAL INFORMATION
18. TRANSACTIONS WITH RELATED PARTIES (1/2)

Units: €'000s

RELATED OPERATIONS		CURRENT PERIOD				
		Significant shareholders	Directors and Managers	People, companies or entities of the group	Other related parties	Total
REVENUES AND EXPENSES:						
1) Financial expenses	2340					
2) Management or collaboration agreements	2341					
3) R&D transfer and licence agreements	2342					
4) Leases	2343					
5) Receipt of services	2344					
6) Purchase of goods (finished or semi-finished)	2345					
7) Allowance for bad and doubtful debts	2346					
8) Losses from derecognition or disposal of assets	2347					
9) Other expenses	2348					
EXPENSES (1+2+3+4+5+6+7+8+9)	2350					
10) Financial revenues	2351					
11) Management or collaboration agreements	2352					
12) R&D transfer and licence agreements	2353					
13) Dividends received	2354					
14) Leases	2355					
15) Provision of services	2356					
16) Sale of goods (finished or semi-finished)	2357					
17) Gains from derecognition or disposal of assets	2358					
18) Other revenues	2359					
REVENUES (10+11+12+13+14+15+16+17+18)	2360					

OTHER TRANSACTIONS:		CURRENT PERIOD				
		Significant shareholders	Directors and Managers	People, companies or entities of the group	Other related parties	Total
Purchase of tangible, intangible or other assets	2371					
Financing agreements: loans and capital contributions (lender)	2372					
Financial lease agreements (lessor)	2373					
Repayment or cancellation of loans and lease agreements (lessor)	2377					
Sale of tangible, intangible or other assets	2374					
Financing agreements: loans and capital contributions (borrower)	2375					
Financial lease agreements (lessee)	2376					
Repayment or cancellation of loans and lease agreements (lessee)	2378					
Guarantees provided	2381					
Guarantees received	2382					
Commitments acquired	2383					
Commitments/guarantees cancelled	2384					
Dividends and other distributed income	2386					
Other operations	2385					

IV. SELECTED FINANCIAL INFORMATION
18. TRANSACTIONS WITH RELATED PARTIES (2/2)

Units: €'000s

RELATED OPERATIONS		CURRENT PERIOD				
		Significant shareholders	Directors and Managers	People, companies or entities of the group	Other related parties	Total
REVENUES AND EXPENSES						
1) Financial expenses	6340					
2) Management or collaboration agreements	6341					
3) R&D transfer and licence agreements	6342					
4) Leases	6343					
5) Receipt of services	6344					
6) Purchase of goods (finished or semi-finished)	6345					
7) Allowance for bad and doubtful debts	6346					
8) Losses from derecognition or disposal of assets	6347					
9) Other expenses	6348					
EXPENSES (1+2+3+4+5+6+7+8+9)	6350					
10) Financial revenues	6351					
11) Management or collaboration agreements	6352					
12) R&D transfer and licence agreements	6353					
13) Dividends received	6354					
14) Leases	6355					
15) Provision of services	6356					
16) Sale of goods (finished or semi-finished)	6357					
17) Gains from derecognition or disposal of assets	6358					
18) Other revenues	6359					
REVENUES (10+11+12+13+14+15+16+17+18)	6360					

OTHER TRANSACTIONS		CURRENT PERIOD				
		Significant shareholders	Directors and Managers	People, companies or entities of the group	Other related parties	Total
Purchase of tangible, intangible or other assets	6371					
Financing agreements: loans and capital contributions (lender)	6372					
Financial lease agreements (lessor)	6373					
Repayment or cancellation of loans and lease agreements (lessor)	6377					
Sale of tangible, intangible or other assets	6374					
Financing agreements: loans and capital contributions (borrower)	6375					
Financial lease agreements (lessee)	6376					
Repayment or cancellation of loans and lease agreements (lessee)	6378					
Guarantees provided	6381					
Guarantees received	6382					
Commitments acquired	6383					
Commitments/guarantees cancelled	6384					
Dividends and other distributed income	6386					
Other operations	6385					