

Comisión Nacional del Mercado de Valores

Markets Area. Supervision Management.

For the attention of Mr. Antonio Mas.

Paseo de la Castellana, 19

28043 – Madrid

Madrid, 25th June 2004

Ref. Communication of Relevant Events.

Dear Sirs,

In order to comply with what is specified in the regulations in force on the updating of information from securities issuing companies admitted for trading on Stock Exchanges, and in relation to the documentation forwarded on the 2nd June 2004 upon the calling of this Company's Ordinary General Shareholders' Meeting, we hereby inform you of the unanimous adoption of the following resolutions by said General Shareholders' Meeting held on 22nd June 2004, upon first calling:

1. Approval of the Annual Accounts of Befesa Medio Ambiente, S.A., for the 2003 financial year, comprising the Balance Sheet, Profit and Loss Account and Annual Report, and the Management Report, and the resolution regarding the application of the results of the aforementioned financial year.
2. Approval of the Consolidated Group's Annual Accounts, comprising the Consolidated Balance Sheet, Profit and Loss Account and Annual Report, and the Consolidated Management Report for the 2003 financial year.
3. Approval of the application of the result, earmarking the total amount of the 10,903,112.83 euro after tax profits as follows: 1,090,311.38 euro to legal reserve, 1,678,757.85 euro to voluntary reserves, and 8,134,043.70 euro to dividends. (The dividend payment conditions have been communicated to the CNMV in a separate communication).
4. Re-election of all the members of the Board of Directors and the appointment of Mr. Jorge Güarner Muñoz as a new Company Director, as an Independent Director. The re-election of the Directors and the appointment of the new Director have both been done for a 4-year period.

The Board is formed by the following members:

- Chairman: Mr. Javier Molina Montes.
- Vice-chairman: Mr. Manuel Barrenechea Guimón.
- Member: Asa Environment & Energy Holding, A.G, represented by Mr. Raoul Bussman.
- Member: Mr. Manuel Blanco Losada.
- Member: Mr. Alvaro Castro Cabeza de Vaca.
- Member: Mr. Ignacio de las Cuevas Miaja.
- Member: Mr. Salvador Martos Hinojosa.

- Member: Mr. Jorge Güarner Muñoz.
 - Secretary, non-director, Mr. Alfonso Castresana Alonso de Prado.
5. Appointment of de Deloitte & Touche España, S.L. as Accounts' Auditor for the 2004 financial year, for the revision of the Annual Accounts and the Management Report of Befesa Medio Ambiente, S.A. as well as for the Consolidated Annual Accounts and the Consolidated Management Report.
 6. Empowering of the Board of Directors to increase the share capital, once or several times, to the amount equal to 50% of the share capital at the time of this authorization, within the legal limits.
 7. Empowering of the Board of Directors to issue bonds or other similar fixed or variable income securities, within the legal limits.
 8. Empowering of the Board of Directors for the derivative acquisition of shares of the company itself, directly or through subsidiaries or participated companies, up to the maximum limit foreseen in the provisions in force.
 9. Delegation in the Board of Directors and in its Chairman, Vice-chairman and Secretary Non-director, for the formalization and execution of the adopted resolutions.

All the documentation related to the holding of the aforementioned General Shareholders' Meeting and the adopted resolutions has been incorporated in this Company's website.

To the effects and purposes foreseen in Form-Letter 4/1998 from the National Stock Exchange Commission, this communication is presented to the National Stock Exchange Commission so that it may subsequently be forwarded to the Governing Body of the Madrid and Bilbao Stock Exchanges.

That is all for the present, and in the meantime, I remain,

Yours sincerely

Antonio Marín Hita
Legal Counsel Manager