



1H / 2005 Results Data Conference

September 1st, 2005

Executive Summary

1H/2005 Results

Balance sheet at June 30th, 2005

Business lines

Conclusions

Executive Summary

Good operating and financial performance

Strong sales growth

Turnover

€ 5,720 mn +10.9%

Operating margins improvement

EBITDA

€ 501.4 mn +12.2%

Contribution from Affiliates

Equity method

€ 48.7 mn +59.7%

Excellent results

Net Profit

€ 272.5 mn +28.1%

Keeping the gearing level

Corporate Net Debt

€ 1,210.4 mn D/E = 55%

Executive Summary

1H/05 Key figures

(Euro Million)

	1H/04	1H/05	Variation
Turnover	5.156,0	5.720,0	+10,9 %
EBITDA	447,0	501,4	+12,2 %
EBIT	329,7	377,4	+14,5 %
Net Profit	212,7	272,5	+28,1 %
<i>EPS</i>	<i>0,61 €</i>	<i>0,78 €</i>	<i>+28,6 %</i>
Total Net Debt	1.751,5	1.760,1	+0,5 %
Corporate Net Debt	1.407,9	1.210,4	-14,0 %
Project Finance	343,6	549,7	+60,0 %
Shareholders' Equity	1.808,1	2.206,2	+22,0 %
Net Investments	399,4	723,8	+81,2 %

Consolidated Results

Income statement

(Euro Million)	1H/04	1H/05	Variation
Turnover	5.156,0	5.720,0	+10,9 %
Operating Expenses	4.709,0	5.218,5	
Operating Cash-Flow (EBITDA)	447,0	501,4	+12,2 %
Amortization	110,7	113,0	
Provisions	6,6	11,0	
Operating Profit (EBIT)	329,7	377,4	+14,5 %
Net Financial Results	(40,0)	(33,5)	
Impairment non current assets results	(6,3)	(3,0)	
Results on equity method	30,5	48,7	
Results on non current assets disposals	8,9	7,7	
Other profits / expenses	(36,8)	(29,7)	
Profit Before Taxes	286,1	367,6	+28,5 %
Corporate Income Tax	70,8	85,3	
Consolidated Results	215,3	282,3	+31,1 %
Minority Interest	2,7	9,8	
Net profit attributable to the Parent Company	212,7	272,5	+28,1 %

Consolidated Results

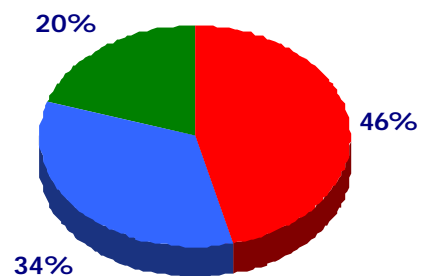
Operating ratios performance



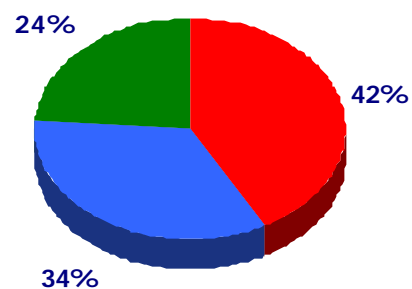
Consolidated Results Breakdown by activity

1H/05

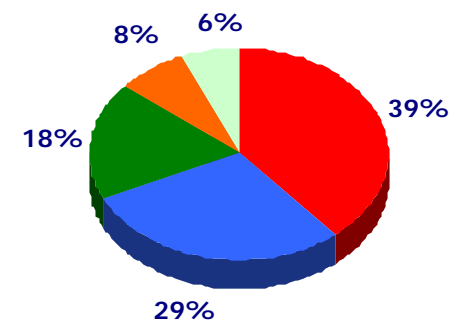
Turnover



EBIT

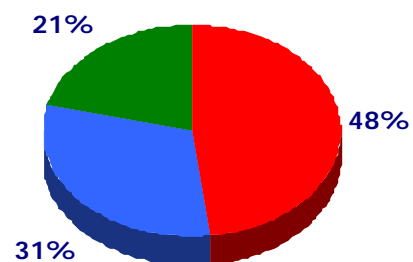


Net Profit

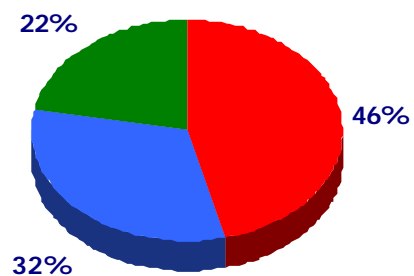


1H/04

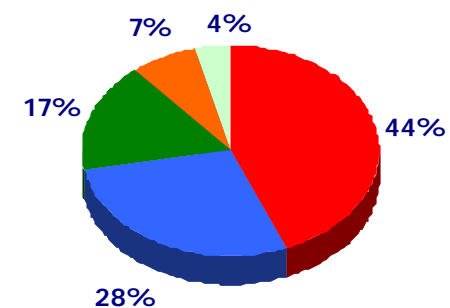
Turnover



EBIT



Net Profit



■ Construction ■ Industrial Services ■ Services ■ Concessions ■ Urbis

NOTE: Percentages are calculated over the sum of the activities considered in each graph

Consolidated Results

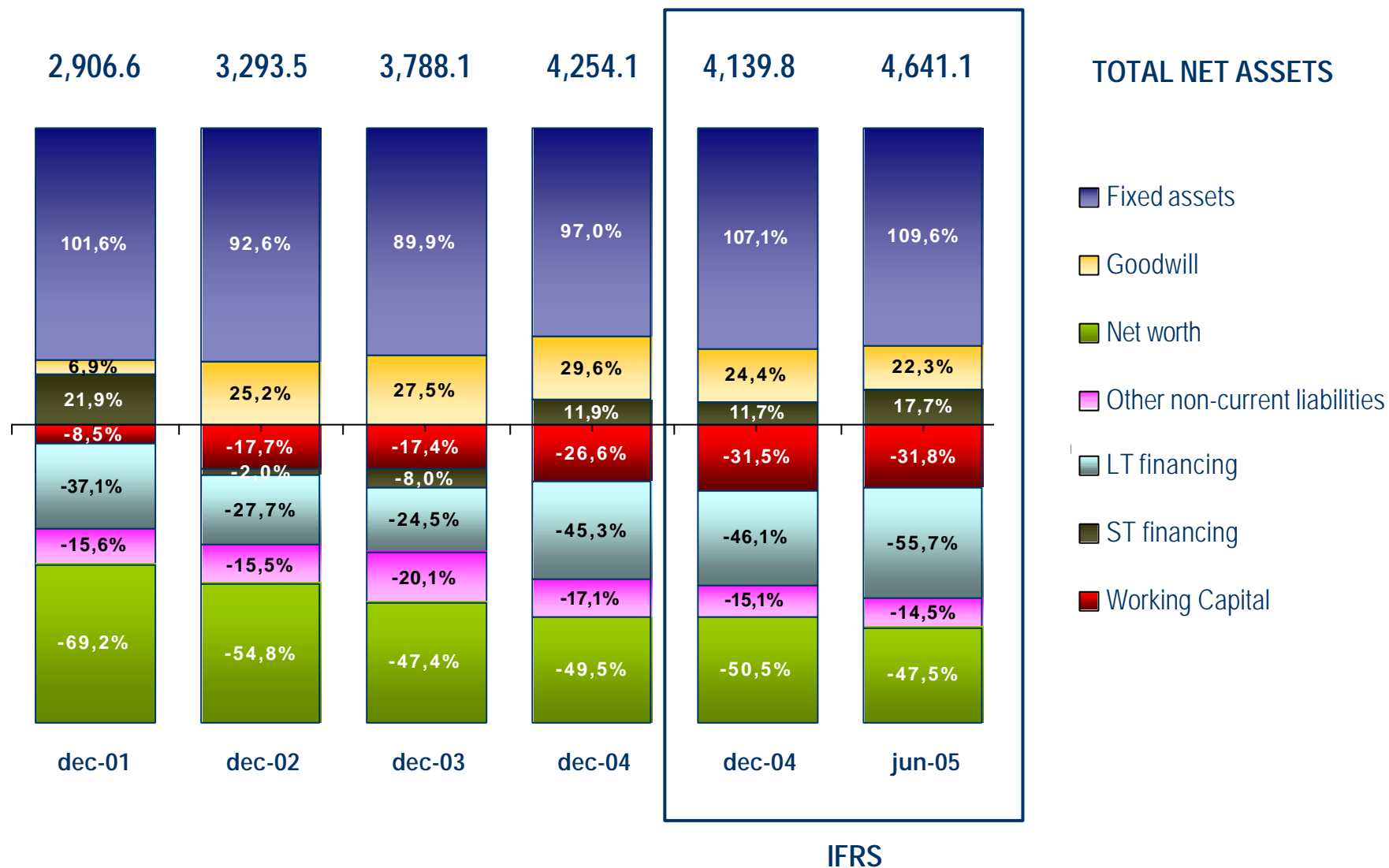
Consolidated balance sheet

(Euro Million)

	Jun-04	Dec-04	Jun-05	Variation Jun 05/04
Tangible & intangible assets	2.387,6	2.572,0	2.892,0	+21,1 %
Goodwill	998,1	1.010,8	1.032,7	+3,5 %
Financial assets	1.394,7	1.861,7	2.192,9	+57,2 %
Fixed Assets	4.780,4	5.444,5	6.117,6	+28,0 %
Assets non financial currents	5.343,5	5.395,1	5.611,8	+5,0 %
Liabilities non financial current	(6.009,5)	(6.699,8)	(7.088,3)	+18,0 %
Working Capital	(665,9)	(1.304,8)	(1.476,5)	+121,7 %
TOTAL ASSETS	4.114,5	4.139,8	4.641,1	+12,8 %
Shareholders' equity	1.716,9	1.973,5	2.084,2	+21,4 %
Minority interest	91,3	117,0	122,0	+33,7 %
Total Equity	1.808,1	2.090,5	2.206,2	+22,0 %
Other non current liabilities	554,9	625,4	674,8	+21,6 %
Loans from credit entities	2.396,7	2.508,5	3.240,4	+35,2 %
Project finance	343,6	462,3	549,7	+60,0 %
Other financial liabilities	23,2	49,4	40,5	+74,2 %
Cash & equivalents	(1.012,1)	(1.596,3)	(2.070,5)	+104,6 %
Net Debt	1.751,5	1.423,9	1.760,1	+0,5 %
TOTAL LIABILITIES & EQUITIES	4.114,5	4.139,8	4.641,1	+12,8 %

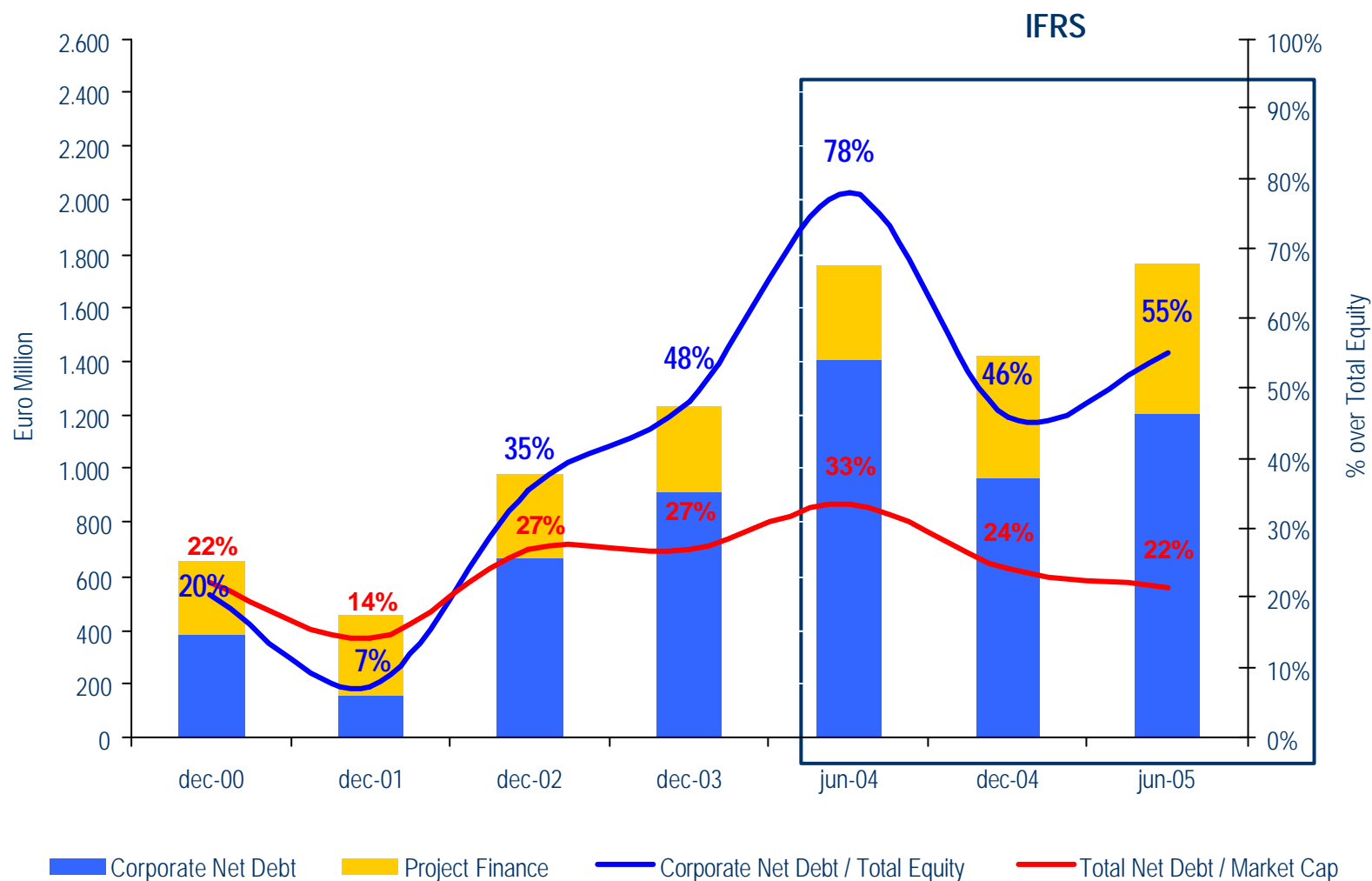
Consolidated Results

Consolidated balance sheet evolution



Consolidated Results

Net debt evolution



Consolidated Results

Cash flow statement

(Euro Million)	1H/04	1H/05	Variation
Cash Flow from Operations	309,7	358,1	
Working Capital Variation	(230,2)	132,9	
Net Cash Flow from Operating Activities	79,5	491,0	517,6%
Fixed assets investments	(150,3)	(73,7)	
Concessional projects investments	(108,3)	(272,4)	
Financial assets investments	(140,8)	(377,7)	
Net Investments	(399,4)	(723,8)	81,2%
Bank Financing	400,5	810,5	
Dividends + Treasury stock acquisition	(169,6)	(133,9)	
Other long term financing	(26,4)	30,3	
Cash flow from Financing Activities	204,5	706,9	245,7%
Cash Variation	(115,4)	474,2	

Business Lines

Construction: Results

(Euro Million)

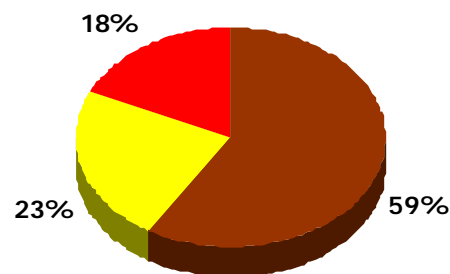
	1H / 2004	1H / 2005	Variation
Turnover	2.524,3	2.643,1	+4,7%
Operating Cash-Flow (EBITDA)	183,5	191,6	+4,4%
Operating Profit (EBIT)	155,7	163,4	+4,9%
Cont. Operations PBT	156,1	171,8	+10,1%
Attributable Net Income	108,3	111,3	+2,7%
<i>Operating Cash-Flow (Ebitda)/Turnover</i>	<i>7,3%</i>	<i>7,2%</i>	
<i>Operating Profit (Ebit)/ Turnover</i>	<i>6,2%</i>	<i>6,2%</i>	
<i>Net Profit/Turnover</i>	<i>4,3%</i>	<i>4,2%</i>	
<i>Tax Rate</i>	<i>31,5%</i>	<i>31,9%</i>	

Business Lines

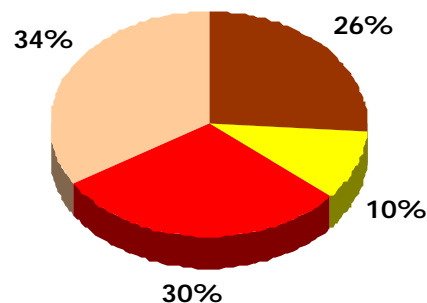
Construction: Sales breakdown

1H/05: € 2,643 mn

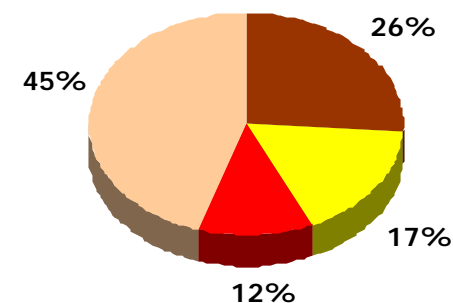
Type of Activity



Domestic Civil Works

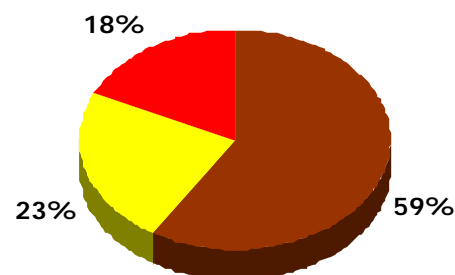


Domestic Clients

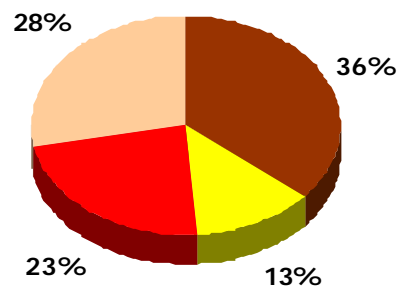


1H/04: € 2,524 mn

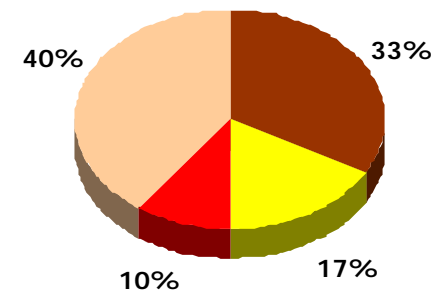
Type of Activity



Domestic Civil Works



Domestic Clients



- Civil Works
- Residential building
- Non residential building

- Highways
- Hydraulic Works
- Railways
- Other Civil Works

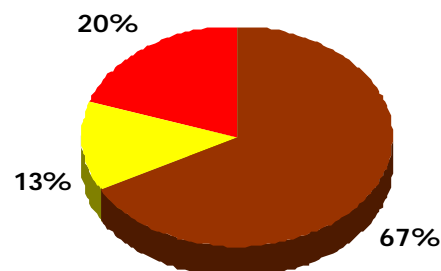
- Central Administration
- Regional Administration
- Local Administration
- Private Clients

Business Lines

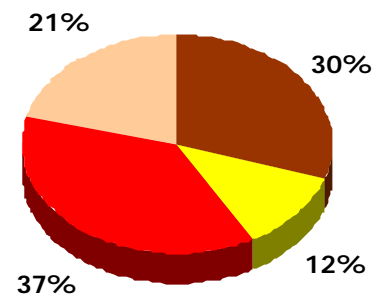
Construction: Backlog breakdown

1H/05: € 8,719 mn (20 months)

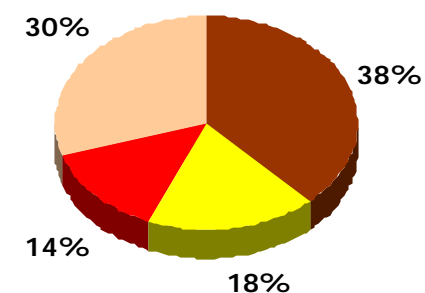
Type of Activity



Domestic Civil Works

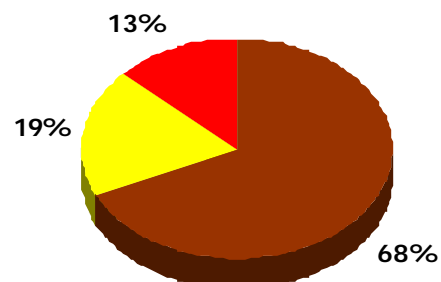


Domestic Clients

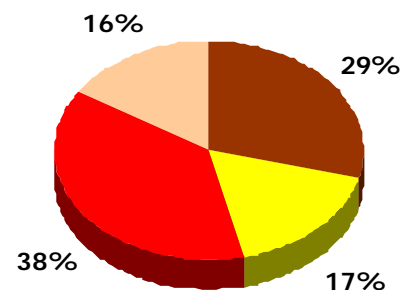


1H/04: € 8,460 mn (19 months)

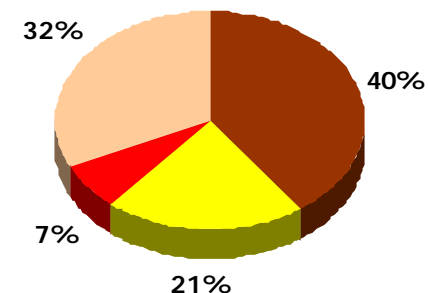
Type of Activity



Domestic Civil Works



Domestic Clients



- Civil Works
- Residential building
- Non residential building

- Highways
- Hydraulic Works
- Railways
- Other Civil Works

- Central Administration
- Regional Administration
- Local Administration
- Private Clients

Business Lines

Industrial Services: Results

(Euro Million)

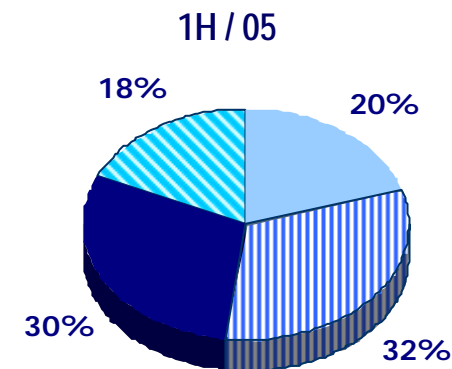
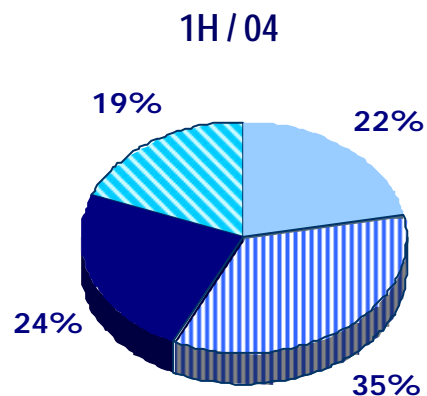
	1H/2004	1H/2005	Variation
Turnover	1.612,8	1.960,7	+21,6%
Operating Cash-Flow (EBITDA)	128,5	162,0	+26,1%
Operating Profit (EBIT)	108,2	134,0	+23,9%
Cont. Operations PBT	99,6	123,9	+24,4%
Attributable Net Income	68,7	85,3	+24,1%
<i>Operating Cash-Flow (Ebitda)/Turnover</i>	8,0%	8,3%	
<i>Operating Profit (Ebit)/ Turnover</i>	6,7%	6,8%	
<i>Net Profit/Turnover</i>	4,3%	4,3%	
<i>Tax Rate</i>	30,8%	31,2%	

Business Lines

Industrial Services: Sales breakdown

(Euro Million)

	1H/2004	1H/2005	Variation
Networks	354,5	395,9	+11,7 %
Specialized Products	560,3	620,0	+10,6 %
Integrated Projects	389,4	595,7	+53,0 %
Control Systems	308,5	349,2	+13,2 %
TOTAL	1.612,8	1.960,7	+21,6 %
International	476,2	598,3	
	30 %	31 %	



Business Lines

Industrial Services: Backlog breakdown

(Euro Million)



Networks
Specialized Products
Integrated Projects
Control Systems

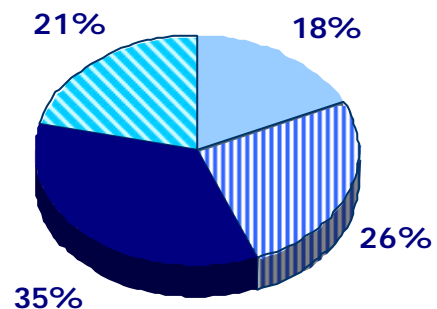
	1H/2004	1H/2005	Variation
Networks	593,5	962,4	+62,2 %
Specialized Products	890,1	1.223,5	+37,5 %
Integrated Projects	1.176,8	1.038,3	-11,8 %
Control Systems	723,5	803,1	+11,0 %
TOTAL	3.383,8	4.027,3	+19,0 %

International

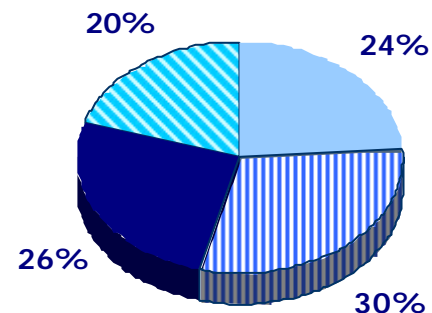
1.004,4
30 %

1.261,7
31 %

1H / 04



1H / 05



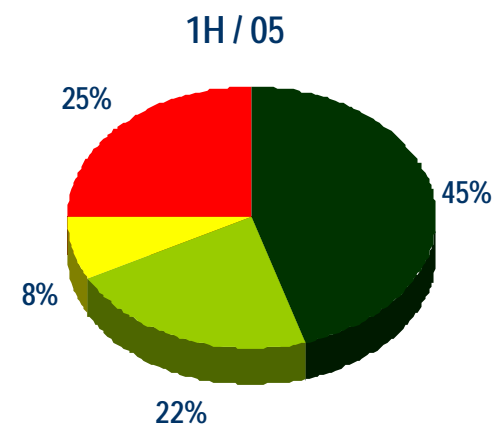
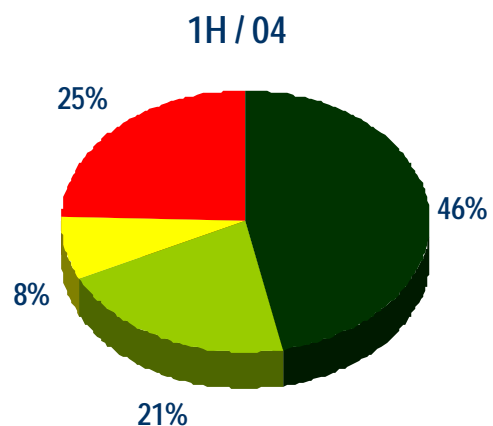
(Euro Million)

	1H/2004	1H/2005	Variation
Turnover	1.070,4	1.158,1	+8,2%
Operating Cash-Flow (EBITDA)	143,3	162,6	+13,5%
Operating Profit (EBIT)	76,7	95,2	+24,2%
Cont. Operations PBT	60,3	77,9	+29,1%
Attributable Net Income	41,4	51,1	+23,5%
<i>Operating Cash-Flow (Ebitda)/Turnover</i>	13,4%	14,0%	
<i>Operating Profit (Ebit)/ Turnover</i>	7,2%	8,2%	
<i>Net Profit/Turnover</i>	3,9%	4,4%	
<i>Tax Rate</i>	27,1%	30,9%	

Business Lines Services: Sales breakdown

(Euro Million)

	1H/2004	1H/2005	Var.
Environment	498,7	524,2	+5,1 %
Ports & Logistic	225,5	254,9	+13,0 %
Passenger Transportation	83,7	88,8	+6,1 %
Facility Management	262,4	290,1	+10,6 %
TOTAL	1.070,4	1.158,1	+8,2 %
International	106,4 9,9%	105,6 9,1%	

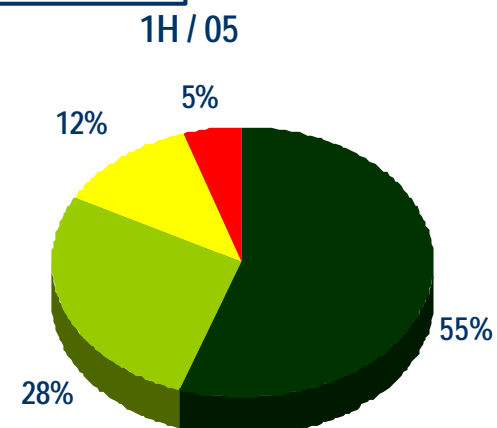
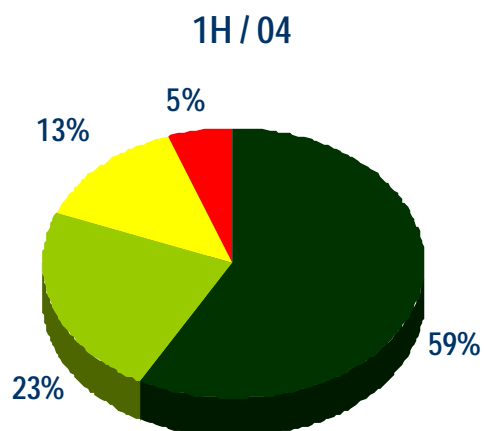


Business Lines

Services: Backlog breakdown

(Euro Million)

	1H / 2004	1H / 2005	Var.
Environment	6.579,9	6.462,3	-1,8 %
Ports & Logistic	2.625,4	3.260,3	+24,2 %
Passenger Transportation	1.510,6	1.386,2	-8,2 %
Facility Management	622,9	585,0	-6,1 %
TOTAL	11.338,8	11.693,7	+3,1 %
International	1.182,1 10,4%	1.133,7 9,7%	



Business Lines Concessions: Results

(Euro Million)

	1H / 2004	1H / 2005	Var.
Turnover	12,9	5,3	N/A
Operating Cash-Flow (EBITDA)	4,2	(1,5)	N/A
Operating Profit (EBIT)	3,0	(0,3)	N/A
Equity method	14,7	25,8	+75,5%
Attributable Net Income	16,7	23,7	+41,9%
<i>Operating Cash-Flow (Ebitda)/Turnover</i>	N/A	N/A	
<i>Operating Profit (Ebit)/ Turnover</i>	N/A	N/A	
<i>Net Profit/Turnover</i>	N/A	N/A	
<i>Tax Rate</i>	N/A	N/A	

Good operating performance: excellent 2005 prospects

International expansion through organic growth

Strong cash flow generation

Growth capex and concessional projects

Financial soundness

FOCUS ON SHAREHOLDERS' RETURN



1H / 2005 Results Data Conference

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