



## FIRST HALF 2008

- In the first six months of 2008, Alba made net investments of 83.4 M€.
- The consolidated profit after tax was 251.9 M€, 7.0% lower than the same period the previous year, due to the lower income from the sale of assets.
- Income from affiliated companies rose 7.0%, to 252.0 M€.
- Earnings per share, or EPS, stood at €4.07.

## PORTFOLIO AT 30-06-2008

<i>Listen holdings</i>	% Stake	Million €
Acerinox	23.3	804.1
ACS	23.3	1,734.8
Antevenio	20.5	2.7
Clínica Baviera	16.0	59.2
Prosegur	10.0	142.5
<b>Total book value</b>		<b>2,743.3</b>
<b>Total market value (30-06-08)</b>		<b>3,578.1</b>
<b>Unrealised capital gains</b>		<b>834.8</b>
<i>Unlisted holdings</i>	% Stake	Million €
IslaLink (1)	74.7	15.8
Isofotón (1) (2)	26.1	150.0
Ocibar (2)	28.9	9.9
Ros Roca (2)	22.1	63.6
Other		1.4
<b>Total book value</b>		<b>240.7</b>
<b>Real estate</b>		<b>294.0</b>

Note (1): Stake included in Available for sale short term securities at 30th June and sold on 17th July.

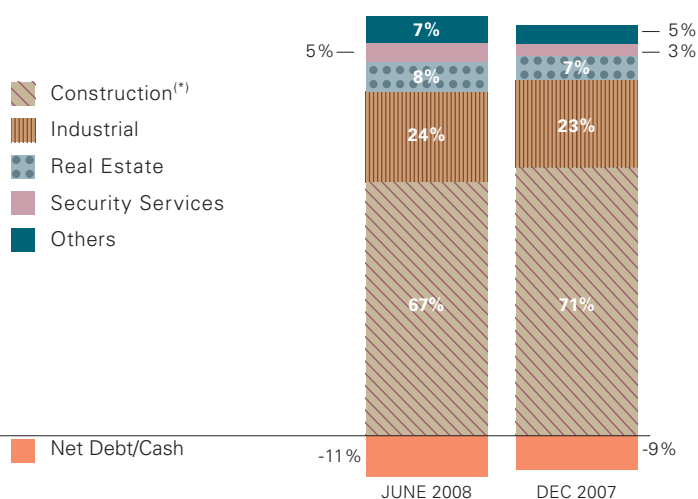
Note (2): Through Deyá Capital S.C.R.

## NET ASSET VALUE

The key figure for gauging the value of a company such as Alba is its Net Asset Value. Calculated according to internal methods consistent with those normally used by equity research analysts, on the 30th of June 2008 Alba's net asset value was estimated at 3,694 M€ or 59.62 € per share, after deducting own shares held as Treasury Stock.

	Million €
Listed holdings	3,578.1
Unlisted holdings and real estate	536.7
Other assets and debt	(421.1)
<b>Net asset value</b>	<b>3,693.7</b>
Million shares (minus Treasury Stock)	61.96
<b>Net asset value / share</b>	<b>59.62 €</b>

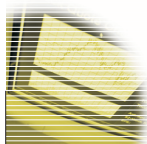
## BREAKDOWN OF NET ASSET VALUE BY SECTOR



(\*) The 67% represented by the Construction sector reflects the investment in ACS. Given ACS's broad diversification, in order to provide a clearer picture of the distribution of Alba's portfolio by sector, this 67% has been broken down between the following sectors (1):

Construction	19%
Industrial Services	19%
Electricity	14%
Urban Services	9%
Concessions	6%
<b>Total</b>	<b>67%</b>

(1) Breakdown reflects each sector's contribution to the estimated net profit 2008 of ACS.



## FIRST HALF TRANSACTIONS



In H1 2008, Alba made net investments of 83.4 M€, 73.5 M€ of which were in venture capital activities carried out by Deyá Capital SCR.

As announced following the agreements reached last December, 22.1% of Ros Roca Environment was purchased in the course of this half year for 63.6 M€, through a capital increase subscription, and 28.9% of Ocibar was purchased for 9.9 M€. Ros Roca produces equipment for the collection of all types of waste and designs and builds waste treatment plants, being its leader in Europe. Ocibar develops and operates marinas under concession in the Balearic Islands and is currently working on a major project for the expansion of Port Adriano in Mallorca. Both investments were made through Deyá Capital SCR, a subsidiary of Alba.



Alba has also increased its stake in the capital of Acerinox by 0.05% so far this year, with a total investment of 2.0 M€, at an average price per share of €16.63. At the end of June, the market value of 23.3% of Acerinox was 884.2 M€.

Alba acquired an additional 0.5% in Clínica Baviera during the half-year, for 1.0 M€, at an average price per share of €11.57; this investment brings Alba's stake in the company to 16.0%.

Following the resolution adopted at the General Shareholders' Meeting of ACS in May to cancel treasury shares equivalent to 5% of total shares outstanding, Alba's stake rose from 22.1% to 23.3%. For the same reason, the Acerinox percentage after the 2% cancellation of treasury shares will be 23.8%.



## STOCK MARKET PERFORMANCE

- Corporación Financiera Alba is listed on the Spanish Stock Exchanges, and during the first half of 2008 had an average daily trading volume of 5.84 M€.

- During the first half of 2008, the value of Alba shares had descended by 19.2%, from €46.29 to €37.39 per share.





In the first months of 2008, Alba acquired 159,009 own shares for a total of 6.9 M€, at an average price per share of €43.29. Considering these purchases and the redemption of 1,710,000 own shares, agreed at the General Shareholders' Meeting of 28 May 2008, the treasury stock balance at 30 June was 435,000 shares, representing 0.7% of the capital stock. These shares will be kept on the balance sheet as coverage for the Alba share option scheme, which was approved at the same General Meeting. After the capital reduction through the above-mentioned redemption of own shares, the share capital will stand at €62,390,000.

As well as the cancellation of treasury shares, the General Shareholders' Meeting approved the distribution of an additional dividend based on the 2007 results of €0.06 per share (on a total dividend of €0.12 per share), which became effective on 12 June.

## KEY EVENTS POST CLOSING

On 11 July, Deyá Capital SCR sold its entire 26.1% holding in Isofotón to the majority shareholder Bergé & Cía for 150 M€. A significant part of this amount will be received in instalments, accruing interests.

In addition, on 17 July Alba Participaciones sold its 74.7% stake in IslaLink to Pantgur Ibérica for 15.8 M€ in cash.

The Spanish Securities and Exchange Commission (CNMV) was informed of both transactions as Relevant Facts, on the aforementioned dates.

## ALBA ON THE INTERNET



### The Alba's Internet website

([www.corporacionalba.es](http://www.corporacionalba.es)) contains complete, updated information about the growth of the company, and a reference to the most relevant news about the companies making up its portfolio, and offers the possibility of direct access to its respective web pages.



## CONSOLIDATED RESULTS

Alba's consolidated **net profit** for this first half-year was 251.9 M€, compared with 270.8 M€ for the same period of the previous year. This decline is due to the lower income from the sale of assets. The earnings per share in this period were €4.07.

**Net profits from affiliates** increased from 235.6 M€ to 252.0 M€, due to the strong performance of the investee companies, the increase in Alba's stakes in ACS, Acerinox and Prosegur and the addition to the scope of consolidation of Clínica Baviera on 1 July 2007. This item contains the main long-term source of recurrent income for Alba, apart from one-off divestitures.

**Results from current assets**, an item which is largely made up of capital gains or losses generated from asset sales during the financial year, recorded a loss of 3.2 M€, compared with the 38.2 M€ profit the previous year. This loss is largely due to the fall in the market value of **Financial assets for trading**. In the same period in 2007, this item included 23.6 M€-worth of income from the sale of real estate assets.

Revenue from the rental of buildings, included in the **Income from rental and other income** item, rose 10.5% against with the same period last year, to 8.4 M€.

Other highlights from the income statement include the revenue generated by the recovery of 9.0 M€ of **Provisions** that had exceeded the final risk and 3.3 M€ from a **Corporation tax** refund for past over-payments.

One point of note on the balance sheet is the change in the consolidation of the IslaLink holding, which has been recorded in the **Short-term available-for-sale assets account** and not through the global consolidation method, as was the case in previous quarters. This is due to the negotiations undertaken in recent months for its sale, which resulted in the sale of the entire holding on 17 July 2008. The change in the consolidation method for this holding explains the variations in the **Tangible fixed assets** and **Expenses and Income to be distributed over several years** items, among others.

	Million euros	
	30-06-08	30-06-07
Net profits from associates consolidated by the equity method	252.0	235.6
Income from rental and others	9.1	9.4
Results from current assets	(3.2)	38.2
Financial Income	1.2	9.4
<b>Sum</b>	<b>259.1</b>	<b>292.6</b>
Overheads	(8.2)	(11.8)
Financial expenses	(8.4)	(9.0)
Depreciation	(0.5)	(1.2)
Provisions for contingencies and expenses	9.0	0.0
Corporate income tax	2.1	0.0
Minority shareholders	(1.2)	0.2
<b>Sum</b>	<b>(7.2)</b>	<b>(21.8)</b>
<b>Net Profit</b>	<b>251.9</b>	<b>270.8</b>
<b>EPS (€)</b>	<b>4.07</b>	<b>4.21</b>

## CONSOLIDATED BALANCE SHEETS <sup>(1)</sup>

Assets	Million euros	
	30-06-08	31-12-07
Real Estate Investments	275.4	275.3
Other fixed assets	11.5	34.7
Tangible fixed assets	286.9	310.0
Investments in Associates	2,743.3	2,782.5
Available for sale securities I.t.	73.9	150.0
Other financial investments	1.8	3.8
Financial Investments	2,819.0	2,936.3
Expenses to be distributed	0.0	16.9
Available for sale securities s.t.	166.8	1.1
Financial assets for trading	7.4	49.2
Debtors and other assets	6.9	7.2
<b>Total assets</b>	<b>3,287.0</b>	<b>3,320.7</b>

Liabilities	Million euros	
	30-06-08	31-12-07
Share capital <sup>(2)</sup>	64.1	64.1
Reserves	2,527.5	2,230.9
Profits for the year	251.9	525.3
Minority interests	1.0	4.8
Shareholders equity	2,844.5	2,825.1
Income to be distributed	0.0	23.8
Provisions	12.3	24.3
Long-term creditors	2.0	2.0
Financial debt	412.0	407.2
Current liabilities	16.2	38.3
<b>Total liabilities and shareholders equity</b>	<b>3,287.0</b>	<b>3,320.7</b>

<sup>(1)</sup> Year 2008 unaudited

<sup>(2)</sup> The share capital at 30/06/08 is composed of 64,100,000 shares with a nominal value of 1€ each, this amount will become 62,390,000 after the registration of the retirements approved on the AGM of 28/05/2008