



ALBA: PORTFOLIO AND FIRST QUARTER 2007 RESULTS

I. FIRST QUARTER TRANSACTIONS

In the first quarter of 2007, Alba made investments totalling around 200 M€ to increase its interest in ACS, Acerinox and Prosegur to 22.04%, 21.43% and 6.96% respectively.

The most significant investment in this period was the purchase of a further 0.9% in ACS for a total of 134.7 M€, at an average price per share of €42.38. On 31 March 2007, the market value of Alba's interest in ACS was 3,534.4 M€ representing an increase of nearly 350 M€ in Q1. This has taken the relative weighting of ACS in the net asset value (NAV) of Alba from 65% to 71%.

Alba also increased its participation in the capital of Acerinox by 0.6%, for a total cost of 30.9 M€ at an average price of €18.80 per share. At the end of March, the market value of the 21.43% holding in Acerinox stood at 1,059.5 M€ accounting for 21.0% of Alba's total NAV.

Alba acquired an additional 2.0% in Prosegur during the quarter, for 33.2 M€ at an average price per share of €7.56. This investment sees the stake in the company rise to 6.96%; Prosegur was included in Alba's consolidated accounts, by the equity method, at the beginning of the year.

In the first three months of 2007, Alba acquired 379,408 own shares for a total of 20.7 M€ at an average price of €54.58 per share. As at 31 March, these purchases raised the treasury stock balance to 1.28% of the capital stock.

In relation to stakes in unlisted companies, on 9 February 2007, Alba acquired 74.7% of Islalink for 14.6 M€. Islalink has operated a submarine telecommunications cable between the Iberian Peninsula and the Balearic Islands since 2001 and is the only independent submarine cable operator in Spain.

Another noteworthy operation in Q1 was the floatation of Antevenio, an online advertising and interactive marketing company in which Alba has a 20.54% holding. The company went public on 15 February on Alternext, becoming the first Spanish company listed on this market. Alternext, based in Paris, is the Euronext market specialising in small and medium companies in the euro zone.

II. INVESTMENTS IN ASSOCIATES

Alba's portfolio on the 31st of March, 2007 was as follows:

	%	Book value
<u>Listed holdings</u>	<u>Stake</u>	<u>Million €</u>
Acerinox	21.4	743.7
ACS	22.0	1,427.1
Prosegur	7.0	83.3
Antevenio	20.5	0.7
Total book value		2,254.8
Total market value (31-12-06)		4,722.3
Unrealised capital gains		2,467.5

	%	Book value
<u>Unlisted holdings</u>	<u>Stake</u>	<u>Million €</u>
March Unipsa	35.0	2.5
March Gestión de Fondos	35.0	1.6
March Gestión de Pensiones	35.0	1.0
Total book value		5.1
Real estate		290.4

These interests are consolidated by the equity method. The stake in Islalink, acquired in February 2007, does not appear in this table as it was consolidated using the full consolidation method.

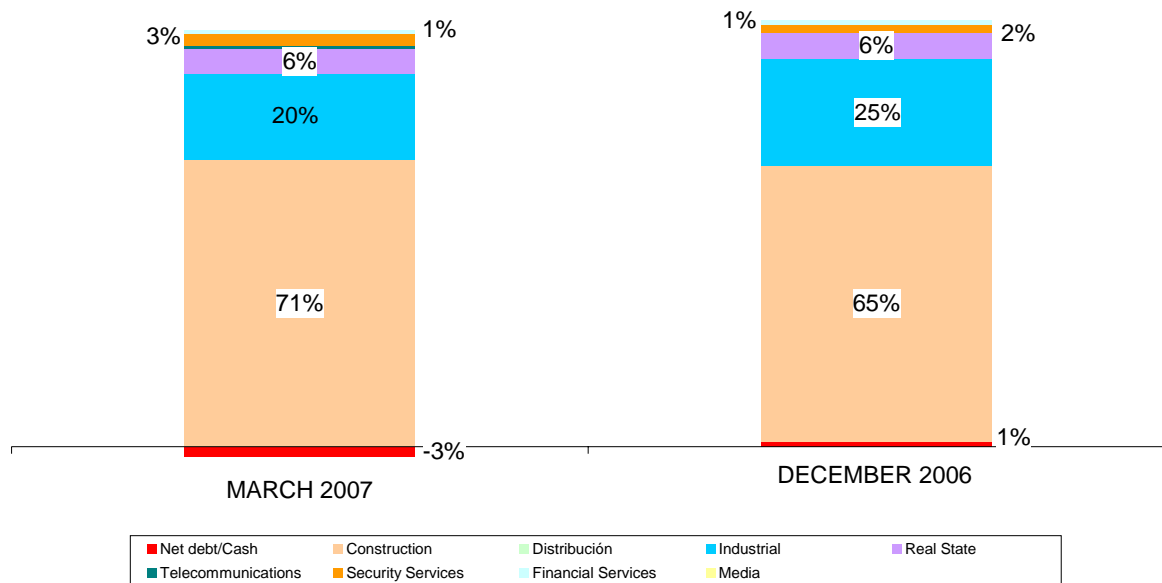
III. NET ASSET VALUE

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 analysts, on the 31st of March 2007 Alba's net asset value was estimated at 4,978 M€ or 77.46 € per share, after deducting own shares held as Treasury Stock.

Million euros

Listed holdings	4,722.3
Unlisted holdings and real estate	366.2
Other assets and debt	(110.8)
Net asset value	4,977.7
Million shares (minus Treasury Stock)	64.26
Net asset value / share	77.46 €

IV. BREAKDOWN OF NET ASSET VALUE BY SECTOR



The 71% 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 71% has been broken down between the following sectors⁽¹⁾:

Construction	22%
Industrial Services	19%
Electricity	17%
Urban Services	10%
Concessions	3%
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	71%

⁽¹⁾ Breakdown reflects each sector's contribution to the net profit of ACS for 2007 according to Alba's internal forecast.

V. RESULTS

Alba's consolidated net profit for the first quarter of the year was 106.4 M€ compared with 523.0 M€ for the same period the previous year. This drop was due to a lack of significant capital gains during this period. The earnings per share in Q1 were €1.65.

Net profits from affiliates, which comprises a proportion of the profits of affiliate companies based on Alba's holdings, increased considerably from 42.2 M€ to 101.3 M€ mainly due to the strong performance of the investee companies, Alba's larger stakes in ACS and Acerinox and the addition to the scope of consolidation of Prosegur in 1 January 2007. This item contains the main source of recurrent income for Alba in the long term, apart from any one-off disinvestments that may be carried out.

Income from shares, an item which mainly comprises capital gains generated from disinvestments during the financial year, stood at 7.9 M€ compared with 478.8 M€ the previous year (which largely consisted of capital gains obtained from the sale of the stake in Carrefour). The irregular nature of this item should be highlighted, as it includes capital gains derived from portfolio management.

The decrease in *Financial Income*, which dropped from 4.6 M€ to 2.6 M€ and the increase in *Financial Expenses*, 2.7 M€ are primarily due to the investments made in the period.

VI. CONSOLIDATED BALANCE SHEET

Consolidation of the recently acquired Islalink by the full consolidation method explains the appearance in the Q1 2007 accounts of *Income and Expenses to be Distributed* and *Minority Shareholders* as well as the majority of the increase in *Fixed Assets*.

RESULTS

	Million euros	
	31/03/2007	31/03/06
Net profits from associates consolidated by the equity method	101.3	42.2
Rental income	3.7	4.3
Income from services	0.8	1.4
Results from current assets	7.9	478.8
Financial Income	2.6	4.6
	116.3	531.3
Overheads	(6.9)	(7.9)
Financial expenses	(2.7)	0.0
Depreciation	(0.5)	(0.3)
Corporate income tax	0.0	0.0
Minority shareholders	0.2	(0.1)
	(9.9)	(8.3)
Net profit	106.4	523.0
EPS (€)	1.65	8.06

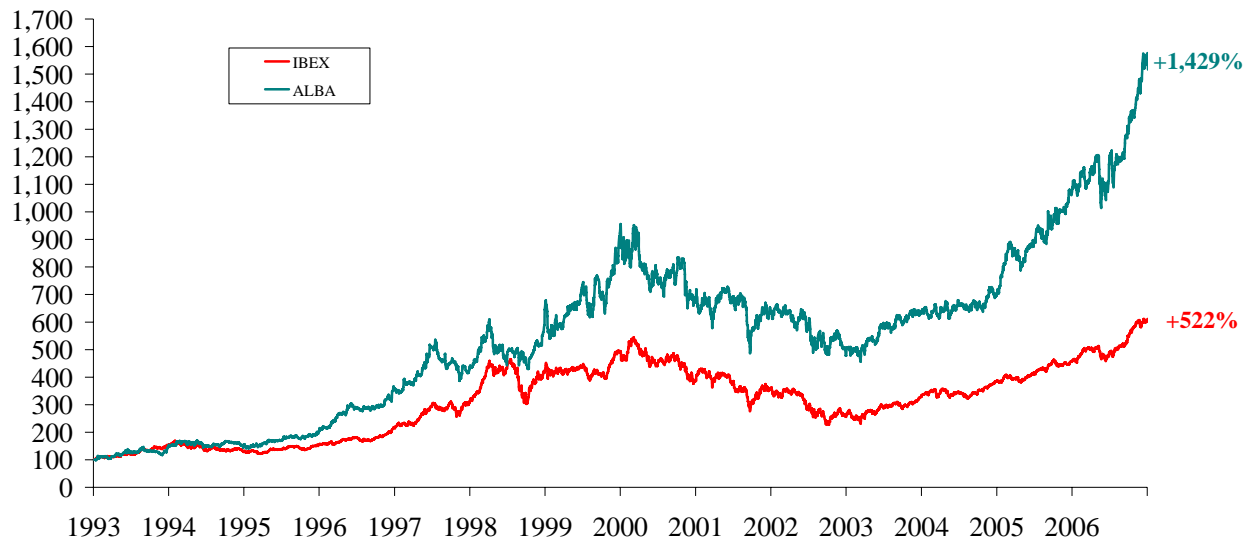
CONSOLIDATED BALANCE SHEET (1)

<u>Assets</u>	Million euros		<u>Liabilities</u>	Million euros	
	31-3-07	31-12-06		31-3-07	31-12-06
<i>Real Estate Investments</i>	278.9	276.8	<i>Share capital (2)</i>	65.1	65.1
<i>Other fixed assets</i>	36.0	12.5	<i>Reserves</i>	2,268.2	1,398.2
Tangible fixed assets	314.9	289.3	<i>Profits for the year</i>	106.4	918.3
<i>Investments in Associates</i>	2,259.9	1,947.9	<i>Minority interests</i>	5.0	-
<i>Available for sale securities I.t.</i>	0.0	76.7	Shareholders equity	2,444.7	2,381.6
<i>Other financial investments</i>	4.1	1.9			
Financial investments	2,264.0	2,026.5			
			Income to be distributed	26.5	-
Expenses to be distributed	19.1	-	Provisions	40.0	41.0
Available for sale securities s.t.	17.3	16.7	Long-term creditors	2.1	2.1
Financial investments	299.9	261.5	Financial debt	373.8	148.2
Debtors and other assets	5.8	1.9	Current liabilities	33.9	23.0
Total assets	2,921.0	2,595.9	Total liabilities and shareholders equity	2,921.0	2,595.9

(1) Year 2007 unaudited

(2) The share capital at 31/12/06 is composed of 65,100,000 shares with a nominal value of 1 €each

VII. STOCK MARKET PERFORMANCE



- Corporación Financiera Alba is listed on the Spanish Stock Exchanges, and during the first quarter of 2007 had an average daily trading volume of 8.17 M€
- During the first quarter of 2007, the value of Alba shares still almost at the same value, reaching €6.25 from €6.55 per share.

VIII. ANNUAL GENERAL MEETING

Alba's Board of Directors plans to hold the General Shareholders' Meeting on 30 May 2007.

(23rd of April 2007)