



SECOND HALF 2006

- During the 2006 financial year, Alba invested 701 M€, which included an increase in its stakes in ACS and Acerinox.
- The consolidated profit after tax stood at 918 M€, up 106.7% on the previous year, while earnings per share rose by 109.2%.
- In the course of the year, Alba shares appreciated by 44.1%, compared with the 31.8% increase recorded by the IBEX 35 index.

PORTFOLIO AT 31-12-2006

Listed holdings	% Stake	Million €
Acerinox (*)	20.8	702.1
ACS (*)	21.1	1,238.6
Prosegur	5.0	76.3
Total book value		2,017.0
Total market value (31-12-06)		4,505.9
Unrealised capital gains		2,488.9

Unlisted holdings	% Stake	Million €
March Unipsa (*)	35.0	2.9
Antevenio (*)	28.8	0.7
March Gestión de Fondos (*)	35.0	1.6
March Gestión de Pensiones (*)	35.0	1.0
Other		0.4
Total book value		6.6
Real estate		288.6

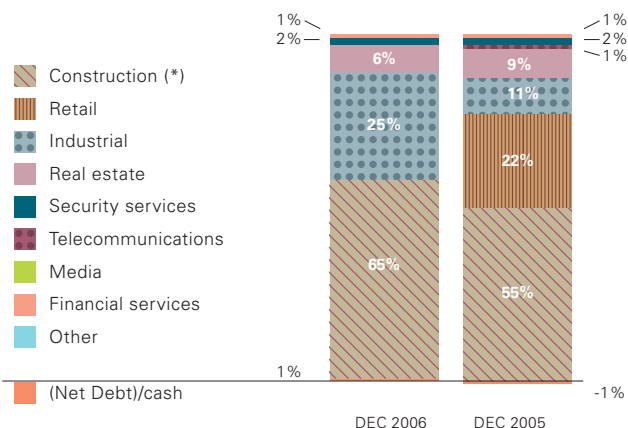
(*) Investments consolidated by the Equity method.

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 December 2006 Alba's net asset value was estimated at 4,901 M€ or 75.82 € per share, after deducting own shares held as Treasury Stock.

	Million €
Listed holdings	4,505.9
Unlisted holdings and real estate	327.3
Other assets and debt	67.7
Net asset value	4,901.0
Million shares (minus Treasury Stock)	64.64
Net asset value/share	75.82 €

BREAKDOWN OF NET ASSET VALUE BY SECTOR



(*) The 65% 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 65% has been broken down between the following sectors (1):

Construction	21%
Industrial Services	17%
Electricity	10%
Urban Services	10%
Concessions	4%
Real Estate	3%
Total	65%

(1) Breakdown reflects each sector's contribution to the estimated net profit 2006 of ACS.



MOST SIGNIFICANT TRANSACTIONS



In the course of 2006, Corporación Financiera Alba completed the sale of its interest in Carrefour and has stepped up its investments in ACS and Acerinox.

end Alba's stake stood at 21.1%. The weighting of the ACS investment in Alba's NAV has consequently risen to 65.0%, compared with 55.0% at the end of 2005.



The most significant investment was the increase to 20.8% of its holding in Acerinox for the sum of 337 M€. This investment, combined with strong share price performance, saw the weighting of Acerinox in Alba's net asset value (NAV) rise from 11.0% in December 2005 to 25.0% in December 2006.

During 2006, Alba acquired 1.5% treasury stock for 40 M€. Following the redemption of 500,000 shares, approved by the General Meeting held in May, Alba's share capital now comprises 65.1 million shares.

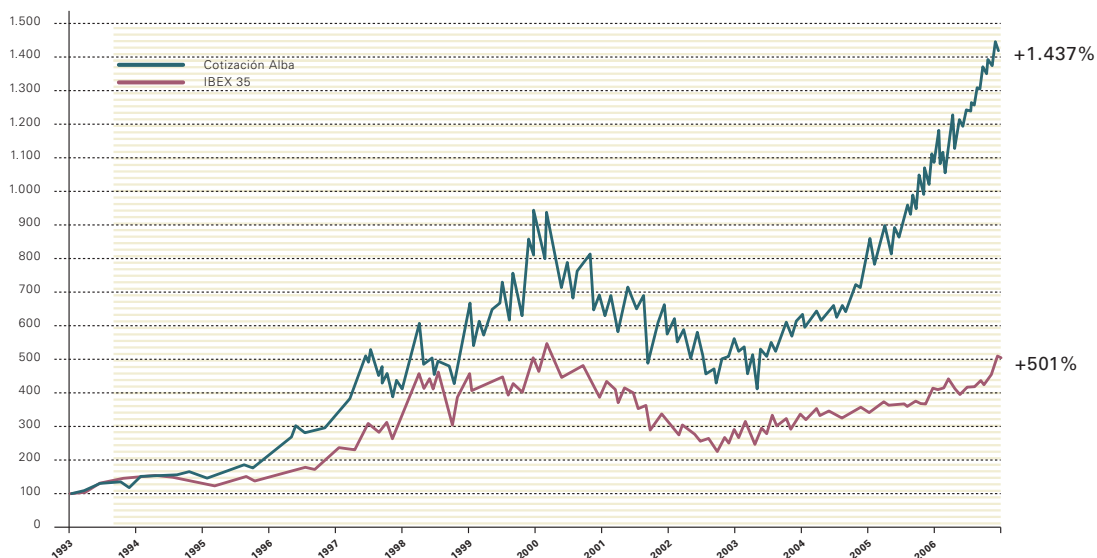


With the purchase of an additional 3.2% of the capital of ACS for 328 M€, in 2006, at the year-

In the area of disinvestments, which totalled 719 M€ for the year as a whole, the sale of the remainder of the investment in Carrefour is of particular note. In the first quarter of the year,



STOCK MARKET PERFORMANCE



- Corporación Financiera Alba is listed on the Spanish Stock Exchanges, and in 2006 had an average daily trading volume of 3.75 M€.

- In 2006, the value of Alba shares rose by 44.1%, from € 39.25 to € 56.55 per share.



Alba sold its final 2.5% stake in Carrefour for 679 M€, achieving a capital gain of 493 M€ and completing its disinvestment in the company. Alba achieved an IRR of 16.9% over 17 years, from its investment in Carrefour.

In May, Alba sold 40.3% of its interest in Unipsa Correduría de Seguros to Banca March for 24.2 M€, reducing its holding to 42.2%. The capital gain obtained was 21 M€, achieving an IRR of 23.7% over 11 years. On 1 September 2006, the insurance brokers Unipsa Correduría de Seguros and March Correduría de Seguros merged. Following the merger, the percentage holding in the new company, March Unipsa Correduría de Seguros, S.A. Grupo Banca March, is 35%.



Moreover, in June, Alba sold its entire holding in Xfera to TeliaSonera, which had been provisioned for. At present, Alba's risk from guarantees given to Xfera is completely covered.

During the last quarter of 2006, Antevenio, a company in which Alba has a 28.8% stake, was preparing for its floatation on the financial market Alternext, which specialises in small and medium enterprises in the euro zone and is part of the Euronext system. Its shares were released on 15 February 2007. Antevenio was founded in 1997, leading the emergence of online advertising in Spain and securing a position as a benchmark company in the Spanish interactive marketing and advertising market.

ALBA ON INTERNET



The Alba internet website (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 (1)

In 2006, Alba achieved a **Net Profit** of 918.3 M€, a 106.7% improvement on the 444.3 M€ obtained the previous year. Earnings per share rose from € 6.77 in 2005 to € 14.15 in 2006, up 109.2%. The stronger growth in EPS than in Net Profit is a result of the purchase of treasury stock in 2006.

Net profits from associates consolidated by the Equity method, which comprises a proportion of the profits of associates based on Alba's holdings, rose from 121.8 M€ to 365.6 M€, due, principally, to the increase of the stake in ACS and Acerinox and the healthy evolution of these companies' results.

Financial Income was 22.3 M€ in 2006, mainly as a result of operations with derivatives and dividends received by unconsolidated companies.

Income from the sale of shares, an irregular item which includes capital gains generated from disinvestments, totalled 555.3 M€, 77.6% more than the previous year. These capital gains are primarily the result of the sale of the Carrefour shares, 492.9 M€, and the sale of 40.3% of Unipsa Correduría de Seguros, 21.3 M€. In addition, Alba recorded a profit of 37.5 M€ in the **Financial assets for trading item**.

In the course of 2006, the estimated value of real estate investments rose by 16.8 M€; this increase was recorded in the **Change in the fair value of real estate investments item**. The fair value at 31 December 2006 stood at 276.8 M€.

	Million euros	
	31-12-06	31-12-05
Net profits from associates consolidated by the equity method	365.6	121.8
Rental income	15.6	15.0
Income from services	0.0	9.5
Gains from fair value adjustments in Real Estate investments	16.8	18.8
Results from the sale of assets	555.3	312.6
Financial income	22.3	29.3
	975.6	507.0
Overheads	(34.6)	(27.8)
Provisions for contingencies and expenses	(15.4)	—
Financial expenses	(6.6)	(4.4)
Depreciation	(0.9)	(1.1)
Corporate income tax	0.2	(28.6)
Minority shareholders	—	(0.8)
	(57.3)	(62.7)
Net profit	918.3	444.3
EPS (€)	14.15	6.77

CONSOLIDATED BALANCE SHEETS (1)

Assets	Million euros	
	31-12-06	31-12-05
Real Estate Investments	276.8	252.8
Other fixed assets	12.5	21.3
Tangible fixed assets	289.3	274.1
Investments in Associates	1,946.9	1,082.7
Available for sale securities I.t.	76.7	788.8
Other financial investments	1.9	1.9
Financial Investments	2,025.5	1,873.4
Available for sale securities s.t.	16.7	—
Financial Investments	261.5	69.9
Debtors and other assets	1.9	11.8
Total assets	2,594.9	2,229.2

Liabilities	Million euros	
	31-12-06	31-12-05
Share capital (2)	65.1	66.5
Reserves	1,397.2	1,612.7
Profits for the year	918.3	444.3
Minority interests	0.0	2.1
Shareholders equity	2,380.6	2,125.6
Provisions	41.0	21.3
Long-term creditors	2.1	2.6
Financial Debt	148.2	54.3
Current Liabilities	23.0	25.4
Total liabilities and shareholders equity	2,594.9	2,229.2

(1) Year 2006 unaudited.

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