



**F E R S A**

---

Fersa Energías Renovables, S. A.



**REPORT  
FIRST QUARTER  
2008**

## **CONTENTS**

1. Executive Summary
2. Non-monetary capital increase
3. Key figures
4. Business Development
5. Profit and Loss Account
6. Balance Sheet
7. Analysis of the Results for the Year
8. Analysis of the Balance Sheet
9. Companies in which FERSA has a holding
10. Main relevant facts from the first quarter of 2008

---

## 1.- EXECUTIVE SUMMARY

- **Formalisation of the non-monetary capital increase for €278.4 million, which has led to increasing the portfolio of farms in operation and projects by 562.7 MW.**
- **Agreements have been reached to develop international projects with attributable power of over 5,000 MW.**
  - These projects are mainly located in China, Italy and Russia.
- **Attributable power, both in operation and in development, amounts to 10,990 MW, of which 9,706 MW are located outside Spain.**
- **The FERSA corporate group continues with its diversification strategy with the start-up of a photovoltaic plant in Castellón with installed power of 1.1 MW.**
- **The attributable installed capacity in operation amounts to 135.8 MW, an increase of 104.1% compared with the first quarter of 2007.**
- **Aggregate production has reached 134.3 GWh, 50.6 % higher than the first quarter of 2007.**
- **Significant increase in the sale price of wind energy in Spain.**
- **EBITDA up 191.1% compared with the same period of the previous year to €2,970,000.**
- **Attributable profit stands at €1,253,400, a considerable increase compared with €15,200 from the first quarter of 2007, and 83% of the total profit for 2007.**

## 2.- NON-MONETARY CAPITAL INCREASE OF 20<sup>th</sup> FEBRUARY 2008

On 20<sup>th</sup> February 2008, a transaction was carried out through which several business groups contributed various companies with wind farms in operation and at different stages of official procedures. As consideration, FERSA performed a capital increase with non-monetary contributions. This transaction meant that the FERSA Group incorporated wind farms in Spain, India, France and Poland.

The non-monetary capital increase was carried out by issuing 64,491,828 new shares at an issue price of €4.26216336 per share.

These new shares have been allocated in proportion to the non-monetary contributions made by the new shareholders. The transactions included in this increase are as follows:

- 1) The ENHOL Group (Eólica de Navarra) has contributed companies with different wind farms which are either in operation, construction or development with attributable power of 314 MW and a value of €131.7 million.
- 2) Companies in which BANC SABADELL and its minority shareholders have holdings have contributed companies with different wind farms with attributable power of 73.2 MW and a value of €39.2 million.
- 3) Partners of companies in which FERSA previously had holdings have contributed companies

representing an additional 81.7 MW valued at €48 million.

- 4) Companies in which CAJA GRANADA and its minority shareholders have a holding have contributed a total of 93.8 MW valued at €37 million.
- 5) FOMENTO DE INVERSIONES Y CAPITAL (FOINCA), the company in charge of FERSA's management and administration has integrated all its know-how and employees in the Company so that FERSA now has its own management structure. This agreement for integrating Foinca in FERSA was also carried out through a capital increase with non-monetary contributions of the same type as that described above.

In total, the non-monetary capital increase transaction has led to the FERSA Group incorporating 562.7 MW attributable, for a value of €274.8 million.

This set of transactions represents a qualitative and quantitative leap for the FERSA Group, as it has allowed it to significantly increase its attributable power, as well as internationally diversifying the portfolio of projects and farms in operation, and allowing entry into countries with high growth potential and high rates of return.

The breakdown of the contributed companies, percentage acquired, ownership percentage of FERSA after acquisition, power in MW and valuation of the farms is as follows:

Contributed company	Wind Farm	% acquired	% FERSA post acquisition	Location	Status	Total MW	Attributable MW	Valuation € Millions	Shares
<b>Grupo Enhol</b>						<b>316.4</b>	<b>314</b>	<b>131.7</b>	<b>30,899,073</b>
Generacion Eolica India Limited	Gadaj I	100.0%	100.0%	India	O	31.2	31.2	18.1	
EN Renewable Energy Private Limited	Hanumanhatti	100.0%	100.0%	India	P	50.4	50.4	14.7	
EN Wind Power Private Limited	Andra lake	100.0%	100.0%	India	P	50.4	50.4	21.7	
EN Green Energy Private Limited	Karnataka	100.0%	100.0%	India	P	50.4	50.4	10.5	
Eolica Kisielice Sp	Kisielice	100.0%	100.0%	Poland	C	42	42	23.6	
Eolica Warlebo Sp	Warlebo	100.0%	100.0%	Poland	P	40	40	17.9	
Eolica Ceiplowody Sp	Ceiplowody	100.0%	100.0%	Poland	P	40	40	20.4	
Eoliennes De Beausembant	Beausembant	80.0%	80.0%	France	O	12	9.6	4.8	
<b>Banc Sabadell and minority shareholders</b>						<b>73.2</b>	<b>73.2</b>	<b>32.9</b>	<b>7,707,690</b>
Parc Eòlic L'Aram, S.L.	L'Aram	100.0%	100.0%	Tarragona (Spain)	P	19.5	19.5	6.6	
Parc Eòlic Coll De Som, S.L.	Coll de Som	100.0%	100.0%	Tarragona (Spain)	P	10.5	10.5	6.3	
Explotación Eólica La Pedrera, S.L.	La Pedrera	100.0%	100.0%	Murcia (Spain)	P	43.2	43.2	20	
<b>Roll ups minority shareholders</b>						<b>235</b>	<b>81.7</b>	<b>48</b>	<b>11,257,996</b>
Catalana d'Eficiències Renovables, S.L.	Mudefer and Mudefer II	57.7%	100.0%	Tarragona (Spain)	P	57.6	33.2	18.3	
Fercom Eólica, S.L.	Several farms	30.0%	100.0%	Catalonia (Spain)	P	105.5	31.7	17.5	
Empordavent, S.L.	Escambrons and Coll Panisset	19.2%	100.0%	Lleida (Spain)	P	57	10.9	5.4	
Eólica del Pino, S.L.	Pedregoso D	40.0%	80.0%	Cádiz (Spain)	O	14.9	5.9	6.9	
<b>Grupo Caja Granada</b>						<b>206</b>	<b>93.8</b>	<b>37</b>	<b>8,704,256</b>
Parque Eólico Hinojal, S.L. <sup>(1)</sup>	Hinojal I, Hinojal II and Zarzuela II	30.4%	75.4%	Granada (Spain)	P	150	72.8	20	
Sinergia Andaluza, S.L.	Several farms	60.0%	60.0%	Granada (Spain)	O	20	10	2.6	
E.R. Guadiana Menor, SL	Several farms	50.0%	50.0%	Granada (Spain)					
<b>Foinca</b>						<b>36</b>	<b>25.2</b>	<b>5,922,812</b>	
<b>Contributed companies</b>						<b>830.6</b>	<b>582.7</b>	<b>274.8</b>	<b>64,491,828</b>
									14.4

<sup>(1)</sup> On 26 March 2008 FERSA acquired an additional 24.6 % of Parque Eólico Hinojal S. L. Therefore its holding at the close of Q1 is 100%

O: Farm in operation

C: Farm under construction

P: Farm undergoing official procedures

### 3. KEY FIGURES

#### 3.1 OPERATING FIGURES

The main operating figures for the FERSA Group corresponding to the first quarter of 2008 and 2007 are as follows:

Plants in operation	1 Q 2008			1 Q 2007			Diff 08-07			
	Total	% FERSA	Attributable	Total	% FERSA	Attributable	Total	% FERSA	Attributable	%
<b>Installed capacity (MW)</b>	<b>237.8</b>	<b>57.1%</b>	<b>135.8</b>	<b>157.4</b>	<b>33.2%</b>	<b>52.2</b>	<b>80.4</b>	<b>51.0%</b>	<b>83.6</b>	<b>104.1%</b>
Parque Eólico Altos del Voltoya, S. A.	62.0	30.0%	18.6	62.0	30.0%	18.6	0.0	0.0%	0.0	0.0%
Parque Eólico Monte de las Navas, S.A.	48.8	5.1%	2.5	48.8	5.1%	2.5	0.0	0.0%	0.0	0.0%
Eólica el Pedregoso, S. L.	29.7	80.0%	23.8	29.7	80.0%	23.8	0.0	0.0%	0.0	0.0%
Eólica del Pino, S. L.	14.9	80.0%	11.9	14.9	40.0%	5.9	0.1	0.3%	6.0	100.7%
Parque Eólico Hinojal, S. L.	36.0	100.0%	36.0	0.0	45.0%	0.0	36.0	N.A.	36.0	N.A.
Gestora Fotovoltaica de Castellón, S. L.	1.1	76.0%	0.8	0.0	76.0%	0.0	1.1	N.A.	0.8	N.A.
Invetem Mediterránea S. L.	2.0	70.8%	1.4	2.0	70.8%	1.4	0.0	0.0%	0.0	0.0%
Eoliennes de Beausembant	12.0	80.0%	9.6	0.0	0.0%	0.0	12.0	N.A.	9.6	N.A.
Generación Eólica India Limited (Gada)	31.2	100.0%	31.2	0.0	0.0%	0.0	31.2	N.A.	31.2	N.A.

Production (GWh)	134.3	46.8%	62.9	86.4	28.7%	24.8	46.8	54.1%	38.1	81.4%
Parque Eólico Altos del Voltoya, S. A.	43.7	30.0%	13.1	35.9	30.0%	10.8	7.8	21.6%	2.3	21.6%
Parque Eólico Monte de las Navas, S.A.	35.3	5.1%	1.8	31.6	5.1%	1.6	3.7	N.A.	0.2	N.A.
Eólica el Pedregoso, S. L.	14.0	80.0%	11.2	10.1	80.0%	8.1	3.9	38.8%	3.1	38.8%
Eólica del Pino, S. L.	6.5	80.0%	5.2	6.1	40.0%	2.4	0.4	6.0%	2.7	112.1%
Parque Eólico Hinojal, S. L.	24.2	100.0%	24.2	0.0	45.0%	0.0	24.2	N.A.	24.2	N.A.
Gestora Fotovoltaica de Castellón, S. L.	0.1	76.0%	0.1	0.0	76.0%	0.0	0.1	N.A.	0.1	N.A.
Invetem Mediterránea S. L.	2.3	70.8%	1.6	2.7	70.8%	1.9	-0.4	-14.8%	-0.3	-14.8%
Eoliennes de Beausembant	7.1	80.0%	5.6	0.0	0.0%	0.0	7.1	N.A.	5.6	N.A.
Generación Eólica India Limited (Gada)	1.1	100.0%	1.1	0	0.0%	0.0	1.1	N.A.	1.1	N.A.

The total installed power in operation amounted to 237.8 MW, of which 135.8 MW are attributable to the FERSA Group. The main reason was the incorporation of a 31.2 MW farm in India (Gadaj) and a 12 MW farm in France (Eoliennes de Beausembant), as well as the increase in the holding in the Eólica del Pino (from 40% to 80%) and Parque Eólico Hinojal (from 45% to 100%) farms.

Production amounted to 134.3 GWh, of which 62.9 GWh are attributable to the FERSA Group. The Eólica el Pedregoso and Eólica del Pino wind farms have overcome the start-up problems experienced in 2007 and have increased their production by 38.8% and 6% respectively, although they are still below the expected level. The Altos del Voltoya wind farm has recorded a significant 21.6% increase in production due to better wind resources. Finally, the Hinojal wind farm began its operations with very satisfactory production levels and reached production of 24.2 GWh in the period.

### 3.2 STOCK MARKET INFORMATION

<b>Stock market information</b>		<b>1Q 08</b>
Total number of shares admitted to listing	Num.	75,511,950
Close quote	€ / share	4.45
Highest quote	€ / share	6.40
Lowest quote	€ / share	4.01
Number of shares awaiting admission to listing		
(1)	Num.	64,491,828
Total number of shares issued	Num.	140,003,778
Number of traded shares	Num.	25,856,800
Cash volume	€	133,808,761
Daily volume of traded shares (average)	Num.	417,045
Daily cash volume	€	2,158,206

(1) Shares issued as a result of the non-monetary capital increase of 20<sup>th</sup> February 2008. These shares give an entitlement to dividend from 1<sup>st</sup> January 2008 and are awaiting admission to trading at 31<sup>st</sup> March 2008.

## 4. BUSINESS DEVELOPMENT

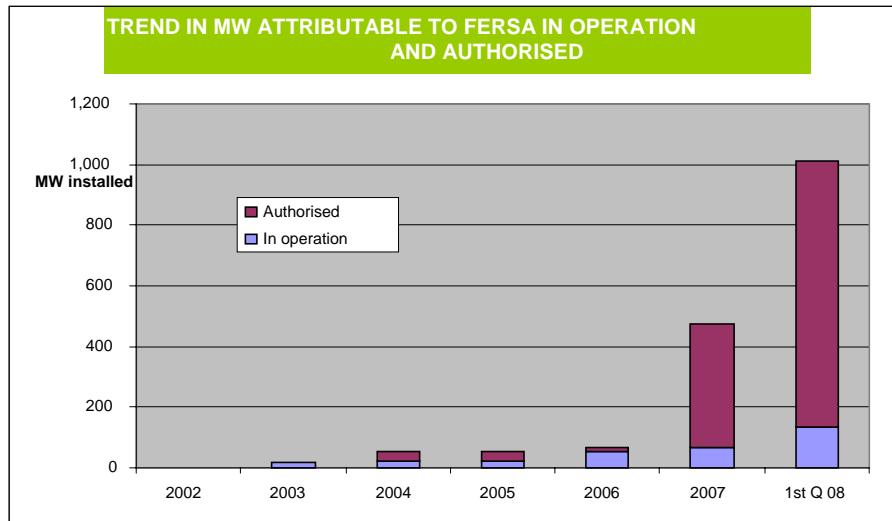
### 4.1. WIND ENERGY: FERSA consolidates its internationalisation strategy

The power attributable to Fersa, including the farms in operation, authorised and under development as at 31<sup>st</sup> March 2008 amounted to 10,990 MW compared with the 440 MW which it had at the end of the first quarter of the previous year.

The geographical distribution of the MW attributable to FERSA at the close of the first quarter of 2008, compared with the first quarter of the previous year is as follows:

	First Quarter 2008					First Quarter 2007				
	Operation	Authorised	Development	Total		Operation	Authorised	Development	Total	
Spain	95	346	773	1,214		52	153	235	440	
China	0	23	4,800	4,823		0	0	0	0	
Panama	0	138	230	368		0	0	0	0	
Poland	0	162	0	162		0	0	0	0	
India	31	151	0	182		0	0	0	0	
France	10	0	0	10		0	0	0	0	
Estonia	0	56	0	56		0	0	0	0	
Italy	0	0	2,400	2,400		0	0	0	0	
Others	0	0	1,775	1,775		0	0	0	0	
<b>TOTAL</b>	<b>136</b>	<b>876</b>	<b>9,978</b>	<b>10,990</b>		<b>52</b>	<b>153</b>	<b>235</b>	<b>440</b>	

	Variation			
	Operation	Authorised	Development	Total
	43	193	538	773
	0	23	4,800	4,823
	0	138	230	368
	0	162	0	162
	31	151	0	182
	10	0	0	10
	0	56	0	56
	0	0	2,400	2,400
	0	0	1,775	1,775
	<b>84</b>	<b>723</b>	<b>9,743</b>	<b>10,550</b>



## Spain

Installed power in operation at the close of the first quarter of the year amounted to 95 MW attributable, an increase of 82% compared with the same period of the previous year. This significant increase in installed power was mainly due to the start-up in the last quarter of 2007 of the Hinojal I, Hinojal II and Zarzuela II Farms, corresponding to the company Parque Eólico Hinojal, S.L., located in the province of Cádiz, with total power of 36 MW.

The project portfolio in Spain at the close of the first quarter of 2008, amounted to 1,119 MW, of which 346 MW hold the corresponding authorisations and licences.

## Panama

The FERSA Group is developing farms in different areas of the country which total 400 MW (368 MW attributable). Construction of the first farms is expected to begin in 2009.

## India

The FERSA group is present in India with one wind farm in operation with a total power of 31.2 MW.

In addition, FERSA's project portfolio includes three wind farms under construction with total power of 151.2 MW. These farms are expected to begin operating between 2009 and 2011.

## Poland

Wind power projects are being developed with 162 MW of power. These already have the licences and authorisations to begin works between 2008 and 2010.

## Estonia

**Report first quarter 2008**

The signing of turnkey construction contracts for a 75 MW farm (56 MW attributable) in the town of Paite-Vaivina is being finalised. Construction is expected to begin in the second half of 2008.

#### France

The FERSA Group is present in France with a wind farm in operation with installed power of 12 MW (9.6 MW attributable) through the company Eoliennes de Beausemblant, in which FERSA holds an 80% stake.

#### China.

During the first quarter of 2008, FERSA signed an agreement with the Chinese company Lubei Enterprise Group to develop, through a joint venture in which FERSA holds a 48% stake, a set of wind farms in the coastal region of the Shandong province with total power of 10,000 MW, of which 4,800 MW are attributable to FERSA.

The company already has the licences and authorisations to begin construction of a 48 MW wind farm (23 MW attributable).

#### Italy

In February 2008, an agreement was signed for the acquisition of 50% of Nextwind Srl, an Italian wind farm development company. The company has an important portfolio of farms in different stages of development, over which FERSA has a purchase option of 100% when they are constructed.

#### Russia

In the first quarter of 2008, an agreement was reached with Russian developers to develop wind farms in the country with installed power of 575 MW. Fersa will have a purchase option for 100% of the farms once they are developed.

### 4. 2. OTHER RENEWABLE TECHNOLOGIES: FERSA is committed to diversification

The FERSA Group is present in other renewable energies, such as photovoltaic solar energy, biogas and biomass.

#### Photovoltaic solar energy

In February 2008, the FERSA Group started up a photovoltaic solar plant in the province of Castellón, with a total capacity of 1.1 MW. FERSA owns 76% of Gestora Fotovoltaica de Castellón, S.L., which in turn owns the installation.

## Biogas

The FERSA Group is currently present in this technology through the company Invetem Mediterránea, S. L, in which FERSA holds a 70% stake, and which operates a biogas installation in Valencia, with installed power of 2 MW.

## Biomass

The FERSA Group has various biomass projects through the company Fergest Biomasa, S.L., in which it holds a 50% stake.

## 5.- PROFIT AND LOSS ACCOUNT

(not audited)

Euros	10 2008	10 2007	%
Net turnover	4,893,514	1,652,416	196.14%
Other revenue	59,396	0	N.A.
<b>OPERATING REVENUE</b>	<b>4,952,910</b>	<b>1,652,416</b>	<b>199.74%</b>
Procurements	(135,130)	(150,353)	-10.12%
<b>GROSS MARGIN</b>	<b>4,817,780</b>	<b>1,502,063</b>	<b>220.74%</b>
Operating expenses	(1,847,706)	(481,817)	283.49%
<b>EBITDA</b>	<b>2,970,074</b>	<b>1,020,246</b>	<b>191.11%</b>
Depreciation and provisions	(1,476,938)	(749,677)	97.01%
<b>EBIT</b>	<b>1,493,136</b>	<b>270,569</b>	<b>451.85%</b>
Financial income	1,199,698	255,850	368.91%
Financial expenses	(1,383,541)	(690,464)	100.38%
Result for variation in financial assets	0	6,040	-100.00%
Share of profit from related undertakings	530,291	162,625	226.08%
<b>Total financial profit/loss</b>	<b>346,448</b>	<b>(265,949)</b>	<b>N. A.</b>
Other profit or loss	32,508	15,000	116.72%
<b>PROFIT BEFORE TAX</b>	<b>1,872,092</b>	<b>19,620</b>	<b>9,441.75%</b>
Corporation tax	(511,419)	(55,549)	820.66%
<b>CONSOLIDATED PROFIT FOR THE YEAR</b>	<b>1,360,673</b>	<b>(35,929)</b>	<b>N. A.</b>
Profit attributable to minority interests	(107,275)	51,219	-309.44%
<b>NET PROFIT ATTRIBUTABLE TO THE PARENT COMPANY</b>	<b>1,253,398</b>	<b>15,290</b>	<b>8,097.50%</b>

## 6. BALANCE SHEET

(not audited)

ASSETS	1Q 2008	Dec-07	Variation
Tangible fixed assets	204,311,647	65,866,208	138,445,439
Goodwill	218,966,164	33,472,699	185,493,465
Other intangible assets	6,920,747	1,993,401	4,927,346
Non-current financial assets	3,677,924	7,344,178	(3,666,254)
Equity method investments	5,001,701	10,995,712	(5,994,011)
Deferred tax assets	163,925	1,907,625	(1,743,700)
Other non-current assets	0	5,967	(5.967)
<b>TOTAL NON-CURRENT ASSETS</b>	<b>439,042,108</b>	<b>121,585,790</b>	<b>317,456,318</b>
Trade and other receivables	3,407,212	1,186,477	2,220,735
Other current financial assets	5,393,560	52,468,782	(47,075,222)
Other current assets	15,554,975	3,589,010	11,965,965
Cash and cash equivalents	57,719,085	74,672,916	(16,953,831)
<b>TOTAL CURRENT ASSETS</b>	<b>82,074,832</b>	<b>131,917,185</b>	<b>(49,842,353)</b>
<b>TOTAL ASSETS</b>	<b>521,116,940</b>	<b>253,502,975</b>	<b>267,613,965</b>
EQUITY AND LIABILITIES	1Q 2008	Dec-07	Variation
Capital	140,003,778	75,511,830	64,491,948
Other reserves	223,337,902	113,083,177	111,953,076
Conversion differences	-3,485,982	0	(3,495,992)
Retained earnings	4,032,146	3,205,062	827,084
Treasury stock	-1,457,018	-794,207	(662,811)
Minority interests	2,521,339	3,053,439	(532,100)
<b>EQUITY</b>	<b>364,952,165</b>	<b>192,360,950</b>	<b>172,591,215</b>
Amounts owed to credit institutions	113,592,146	45,031,136	68,561,010
Other non-current liabilities	6,574,841	6,687,799	(112,958)
<b>NON-CURRENT LIABILITIES</b>	<b>120,166,987</b>	<b>51,718,935</b>	<b>68,448,052</b>
Trade creditors	8,011,021	1,123,732	6,887,299
Current financial liabilities	26,420,116	7,266,093	19,154,023
Other current liabilities	1,566,651	1,033,265	533,386
<b>CURRENT LIABILITIES</b>	<b>35,997,788</b>	<b>9,423,090</b>	<b>26,574,698</b>
<b>TOTAL LIABILITIES</b>	<b>521,116,941</b>	<b>253,502,975</b>	<b>267,613,965</b>
Euros			

## 7.- ANALYSIS OF THE RESULTS FOR THE YEAR

### REVENUE FROM OPERATIONS

Revenue from Operations in the first quarter of 2008 amounted to €4,952,910, an increase of 199.7% compared with the same period of the previous year.

Net turnover amounted to €4,893,514, up 196.1% on the first quarter of the previous year, with the following breakdown:

Turnover (thousands of Euros)	1Q 2008	1Q 2007	Diff 08-07	% variation
Eólica el Pedregoso, S. L.	1,526	869	657	76%
Eólica del Pino, S. L.	707	515	192	37%
Parque eólico Hinojal, S. L.	1,671	0	1,671	N. A.
Gestora fotovoltaica de Castellón, S. L.	51	0	51	N. A.
Invetem Mediterránea S. L.	277	268	9	3%
Eoliennes de Bausembant	584	0	584	N. A.
Generación Eólica India Limited	72	0	72	N. A.
Other revenue	6	0	6	N. A.
<b>TOTAL</b>	<b>4,894</b>	<b>1,652</b>	<b>3,242</b>	<b>196%</b>

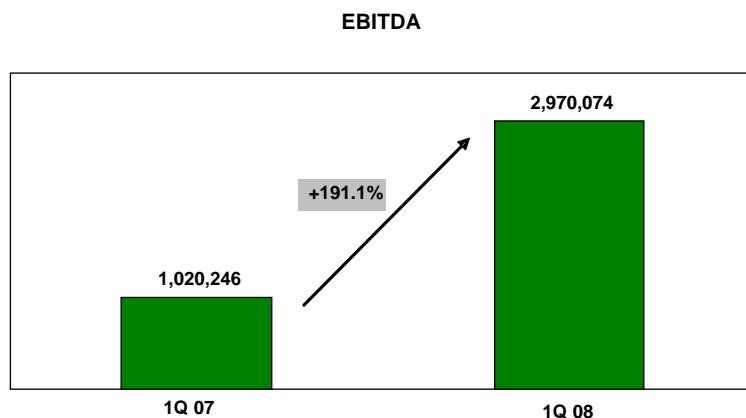
This sharp increase in invoicing is due to the improvement in the wind resource and the production of the farms which already existed in 2007, and to the acquisition and entry in operation of new farms, as well as to a significant increase in the sale price of electricity in Spain, which has increased by close to 30% compared with the first quarter of 2007.

### OPERATING EXPENSES

Operating expenses amounted to €1,847,706, an increase of 283.5% compared with the same period in the previous year, as a result of the incorporation of the new plants in operation. However, this increase is considerably lower than the increase in gross margin, which has a very positive effect on EBITDA.

### EBITDA

EBITDA stood at €2,970,074, 191.1% higher than in the same period of the previous year.



The contribution to EBITDA by companies in the first quarter of 2008 compared with the same period in the previous year is broken down as follows:

EBITDA (Euros)	1Q 2008	1Q 2007	Diff 08-07% variation
Eólica el Pedregoso S. L.	1,353,284	655,195	698,089 107%
Eólica del Pino S. L.	601,692	417,967	183,724 44%
Parque eólico Hinojal S. L.	1,254,858	0	1,254,858 N. A.
Gestora fotovoltaica de Castellón S. L.	38,347	-6,644	44,991 N. A.
Invetem Mediterránea S. L.	127,288	107,775	19,513 18%
Eoliennes de Beausemblant	471,934	0	471,934 N. A.
Generación Eólica India Limited	7,863	0	7,863 N. A.
Fersa (holding)	-1,052,951	-151,525	-901,426 N. A.
Other companies	211,629	-2,523	214,152 -8488%
Adjustments	-43,869	0	-43,869 N. A.
<b>TOTAL</b>	<b>2,970,074</b>	<b>1,020,246</b>	<b>1,949,828 191.1%</b>

## FINANCIAL RESULTS

Financial profit stood at €346,448, compared with financial losses in the first quarter of the previous year.

It is worth pointing out the positive impact of the integration, using the equity method, of the 30% holding which FERSA has in the company Parque Eólico Altos de Voltoya, S.A., which has led to revenue of €530,291. This company's production amounted to 43.7 GWh, an increase of 21.6% compared with the same period in the previous year.

Parque eólico Altos de Voltoya, S. A.	1Q 2008	1Q 2007	Diff 08-07	% variation
Production (GWh)	43.7	35.9	7.8	21.6%
Invoicing (€thousands)	4,514	3,213	1,301	40.5%
Profit before tax (€thousands)	2,572	1,391	1,181	84.9%

## NET PROFIT

Net profit stood at €1,253,398, an increase of 8,097.5% compared with that obtained in the first quarter of the previous year.

The contribution to net profit by consolidated company during the first quarter of 2008 compared with the first quarter of the previous year was as follows:

Net Profit (Euros)	1Q 2008	1Q 2007	Diff 08-07 % variation
Eólica el Pedregoso , S. L.	348,349	(145,164)	493,513 N. A.
Eólica del Pino , S. L.	115,397	(50,790)	166,187 N. A.
Parque eólico Hinojal , S. L.	207,586	0	207,586 N. A.
Gestora fotovoltaica de Castellón , S. L.	28,760	(4,589)	33,349 N. A.
Invetem Mediterránea S . L.	52,167	35,872	16,295 45%
Eoliennes de Bausembant	41,791	0	41,791 N. A.
Generación Eólica India Limited	4,476	0	4,476 N. A.
Parque eólico Altos del Voltoya , S. A. and companies under the equity method	530,470	146,367	384,103 N. A.
Fersa (holding)	57,700	41,941	15,759 N. A.
Other companies	39,144	(139,610)	178,754 N. A.
Adjustments	(172,443)	131,263	(303,706) N. A.
<b>TOTAL</b>	<b>1,253,398</b>	<b>15,290</b>	<b>1,238,108</b> <b>8097.5%</b>

It is worth highlighting the improvement in the results of the companies Eólica el Pedregoso and Eólica del Pino, due to improvement in production and sale price, which have gone from losses of €145,100 and €50,800 to profits of €348,300 and €115,400. Also noteworthy is the improvement in the contribution of Parque Eólico Altos del Voltoya and Parque Eólico Hinojal.

The net profit obtained during the first quarter of 2008 represents 83.2% of the net profit obtained in the whole of 2007.

## 8.- ANALYSIS OF THE BALANCE SHEET

<b>Euros</b>	<b>1Q 2008</b>	<b>dec-07</b>	<b>Variation</b>	<b>%</b>
Total assets	521,116,940	253,502,975	267,613,965	106%
Tangible fixed assets	204,311,647	65,866,208	138,445,439	210%
Goodwill	218,966,164	33,472,699	185,493,465	554%
Equity	364,952,165	192,360,950	172,591,215	90%
Loans from credit institutions	113,592,146	45,031,136	68,561,010	152%

### TANGIBLE FIXED ASSETS AND GOODWILL

In February 2008, companies with wind farms and projects in different stages of development were incorporated into the FERSA Group. In addition, Fersa acquired greater holdings in companies in which it already held a stake.

The incorporation of these assets involved an investment of €274.8 million, broken down as follows:

	€m
Wind power India	65.0
Wind power Poland	61.9
Wind power France	4.8
Wind power Spain	117.9
Others	25.2
<b>Total</b>	<b>274.8</b>

### LOANS FROM CREDIT INSTITUTIONS

The increase under the heading Amounts owed to credit institutions is mainly due to the inclusion of the Project Finance debts of the companies Parque eólico el Hinojal, S.L. and Eoliennes de Beausembulant (France), consolidated using the global integration method on 31<sup>st</sup> March 2008.

The FERSA Group increased its holding in the company Parque eólico el Hinojal S.L. to 100% in the first quarter of 2008.

The Beausembulant wind farm (France) was incorporated into the FERSA Group's consolidation scope on 20<sup>th</sup> February 2008.

## 9.- COMPANIES WHICH FORM PART OF THE CONSOLIDATION SCOPE

Company	Direct + indirect holding
Invetem Mediterránea, S.L.	70.80%
Fergest Biomasa, S.L.	50.00%
Parque Eólico Altos del Voltoya, S.A.	30.00%
Eólica el Pedregoso, S.L.	80.00%
Eólica del Pino, S.L.	80.00%
Parque Eólico Hinojal, S.L.	100.00%
Empordavent, S.L.	100.00%
Energía Renovable Mestral, S.L.	100.00%
Energía Renovable Mestral Eólica	50.00%
Catalana de Energías Renovables, S.L.	100.00%
Aprofitament d'Energies Renovables de la Terra Alta, S.A.	41.13%
Eólica Cijara, S.L.	50.00%
Energía Cijara, S.L.	50.00%
Eólica Postolin, S.p.zoo	100.00%
Oü Est Wind Power	75.00%
Siljan Port	80.00%
Gestora fotovoltaica de Castellón, S.L.	76.00%
Enrilews, S.A.	92.00%
Fomento de Inversiones y Capital, S.L.	0.00%
Parc Eòlic L'Arram, S. L. (*)	100.00%
Parc Eòlic Coll De Som, S. L. (*)	100.00%
Explotación Eólica La Pedrera, S. L. (*)	100.00%
Sinergia Andaluza, S. L. (*)	60.00%
Energías Renovables del Guadiana Menor, S. L. (*)	50.00%
Generación Eólica India Limited (*)	100.00%
EN Wind Power Private Limited (*)	100.00%
EN Renewable Energy Private Limited (*)	100.00%
EN Green Energy Private Limited (*)	100.00%
Eólica Kisielice Sp (*)	100.00%
Eólica Ceiplowody Sp (*)	100.00%
Eólica Warblewo Sp (*)	100.00%
Eoliennes de Beausemblant (*)	80.00%
Castellwind-03 (*)	67.39%

(\*) Companies incorporated into the consolidation scope in the first quarter of 2008

## **10.- MAIN RELEVANT FACTS FROM THE QUARTER**

<b>Date</b>	<b>Register Number</b>	<b>Item</b>
16/01/2008	88196	The Company forwards the resolutions adopted by the Board of Directors including details of the capital increase in the first item on the Agenda
01/02/2008	88915	FERSA closes the purchase of 67.39% of Castellwind-03, S.L, which develops wind farms in Tarragona with total power of 115 MW.
01/02/2008	88915	FERSA reaches an agreement for the development of wind farms in China
01/02/2008	88916	Proposal to the General Shareholders' Meeting for a capital increase with non-monetary contributions
14/02/2008	89289	Definitive agreement with Castellwind
18/02/2008	89450	FERSA reaches an agreement to develop farms with an entity which manages a venture capital fund in which the European Investment Bank (EIB) has a stake
18/02/2008	89450	FERSA reaches an agreement to develop farms with a developer in Russia
26/02/2008	89791	FERSA incorporates a joint venture with the Chinese company Shandong Lubei Enterprise Group Company to develop up to 10,000 MW
26/02/2008	89791	FERSA acquires 50% of Nextwind, S.r.L., an Italian company which has a portfolio of 3,500 MW of farms under development
05/03/2008	90315	FERSA signs a wind turbine supply and financing agreement with Banc Sabadell for Catalana d'Eficiència Energètica, S.A., 100% owned by FERSA
01/04/2008	91272	Acquisition of 24.6% of Parque Eólico Hinojal, S.L., with 36 MW of power in operation