



F E R S A

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Fersa Energías Renovables, S. A.

RESULTS  
FIRST HALF YEAR  
**2008**  
Quarterly Report

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## 1.-EXECUTIVE SUMMARY

- The attributable installed capacity in operation amounts to 135.8 MW, an increase of 160.1% compared with the first half of 2007.
- Attributable production has reached 130.1 GWh, 173.4% higher than the first half of 2007.
- Consolidated turnover stands at €9,188,000, 178% higher than that recorded in the same period last year.
- EBITDA is €5,810,000, 186% up on the same period last year.
- Attributable Net Profit is €1,825,000, a significant increase compared with the €60,500 from the first half of 2007.
- The FERSA Group has progressed in its diversification strategy with the starting up of a photovoltaic plant in Castellón with installed power of 1.1 MW, as well as the acquisition of the remaining 50% (up to 100%) of the company Fergest Biomasa S. L., which is basically engaged in biomass projects.

## 2. KEY FIGURES

### 2.1 OPERATING FIGURES

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

Plants in Operation (MW)	1 HY 2008			1 HY 2007			08-07
	Total	% FERSA	FERSA	Total	% FERSA	FERSA	FERSA
Parque Eólico Altos del Voltoya	62.0	30.0%	18.6	62.0	30.0%	18.6	0.0%
Parque Eólico Monte de las Navas	48.8	5.1%	2.5	48.8	5.1%	2.5	0.0%
Eólica el Pedregoso	29.7	80.0%	23.8	29.7	80.0%	23.8	0.0%
Eólica del Pino	14.9	80.0%	11.9	14.9	40.0%	5.9	100.7%
Parque Eólico Hinojal	36.0	100.0%	36.0	0.0	45.0%	0.0	N.A.
<b>Wind Power Spain</b>	<b>191.5</b>		<b>92.8</b>	<b>155.4</b>		<b>50.8</b>	<b>82.6%</b>
Eoliennes de Beausemblant (France)	12.0	80.0%	9.6	0.0	0.0%	0.0	N.A.
Generación Eólica India Ltd (Gadaj)	31.2	100.0%	31.2	0.0	0.0%	0.0	N.A.
<b>Wind Power International</b>	<b>43.2</b>		<b>40.8</b>	<b>0.0</b>		<b>0.0</b>	<b>N.A.</b>
<b>Total Wind Power</b>	<b>234.7</b>		<b>133.6</b>	<b>155.4</b>		<b>50.8</b>	<b>162.9%</b>
Gestora Fotovoltaica de Castellón	1.1	76.0%	0.8	0.0	76.0%	0.0	N.A.
<b>Solar Spain</b>	<b>1.1</b>		<b>0.8</b>	<b>0.0</b>		<b>0.0</b>	<b>N.A.</b>
Invetem Mediterránea	2.0	70.8%	1.4	2.0	70.8%	1.4	0.0%
<b>Biogas Spain</b>	<b>2.0</b>		<b>1.4</b>	<b>2.0</b>		<b>1.4</b>	<b>0.0%</b>
<b>Installed Capacity (MW)</b>	<b>237.8</b>		<b>135.8</b>	<b>157.4</b>		<b>52.2</b>	<b>160.1%</b>

Production (GWh)	1 HY 2008			1 HY 2007			08-07
	Total	% FERSA	FERSA	Total	% FERSA	FERSA	FERSA
Parque Eólico Altos del Voltoya	68.4	30.0%	20.5	64.4	30.0%	19.3	6.3%
Parque Eólico Monte de las Navas	55.5	5.1%	2.8	55.1	5.1%	2.8	0.8%
Eólica el Pedregoso	31.0	80.0%	24.8	21.5	80.0%	17.2	44.1%
Eólica del Pino	13.4	80.0%	10.8	12.3	40.0%	4.9	117.8%
Parque Eólico Hinojal	51.4	100.0%	51.4	0.0	45.0%	0.0	N.A.
<b>Wind Power Spain</b>	<b>219.8</b>		<b>110.3</b>	<b>153.3</b>		<b>44.3</b>	<b>149.2%</b>
Eoliennes de Beausemblant (France)	12.8	80.0%	10.2	0.0	0.0%	0.0	N.A.
Generación Eólica India Ltd (Gadaj)	5.9	100.0%	5.9	0.0	0.0%	0.0	N.A.
<b>Wind Power International</b>	<b>18.6</b>		<b>16.1</b>	<b>0.0</b>		<b>0.0</b>	<b>N.A.</b>
<b>Total Wind Power</b>	<b>238.4</b>		<b>126.4</b>	<b>153.3</b>		<b>44.3</b>	<b>185.5%</b>
Gestora Fotovoltaica de Castellón	0.5	76.0%	0.4	0.0	76.0%	0.0	N.A.
<b>Solar Spain</b>	<b>0.5</b>		<b>0.4</b>	<b>0.0</b>		<b>0.0</b>	<b>N.A.</b>
Invetem Mediterránea	4.7	70.8%	3.3	4.7	70.8%	3.3	-0.3%
<b>Biogas Spain</b>	<b>4.7</b>		<b>3.3</b>	<b>4.7</b>		<b>3.3</b>	<b>-0.3%</b>
<b>Production (GWh) (MW)</b>	<b>243.6</b>		<b>130.1</b>	<b>158.0</b>		<b>47.6</b>	<b>173.4%</b>

The attributable power in operation as at 30 June 2008 amounted to 135.8 MW, an increase of 160.1% compared with the same period in 2007. This growth was basically due to:

- Incorporation of a 31.2 MW farm in India (Gadaj), which began operations at the start of 2008, and will be fully operative at the end of the year.
- Incorporation of the 12 MW farm in France (Eoliennes de Beausemblant), which began operations in spring 2007.
- Start-up OF the 36 MW Hinojal wind farm in the second half of 2007, as well as the increase of the holding in the company from 45% to 100%.
- Increase of the holding in the Eólica del Pino wind farm from 40% to 80%.

Attributable production has risen to 130.1 GWh, an increase of 173.4% compared with 47.6 GWh in the first half of the previous year. The Eólica el Pedregoso and Eólica del Pino wind farms have partially overcome the start-up problems experienced in 2007 and have increased their production by 44.1% and 8.9% respectively, although they are still below the expected level. The Altos del Voltoya wind farm has recorded a 6.3% increase in production due to better wind resources. Finally, the Hinojal wind farm, which began operations at the end of last year, has recorded a very satisfactory production of 51.4 GWh in the year.

During the first half of 2008, operations have begun in the 11 100 Kw photovoltaic solar plants owned by the company Gestora Fotovoltaica de Castellón, S.L., in which FERSA holds a 76% stake. During the first half of 2008, production stood at 0.5 GWh.

### 3. BUSINESS DEVELOPMENT

#### 3.1. WIND ENERGY: FERSA continues to consolidate its internationalisation strategy

The power attributable to Fersa, including the farms in operation, authorised and under development as at 30 June 2008 amounted to 10,990 MW, compared with the 1,452 MW which it had at the end of the first half of the previous year.

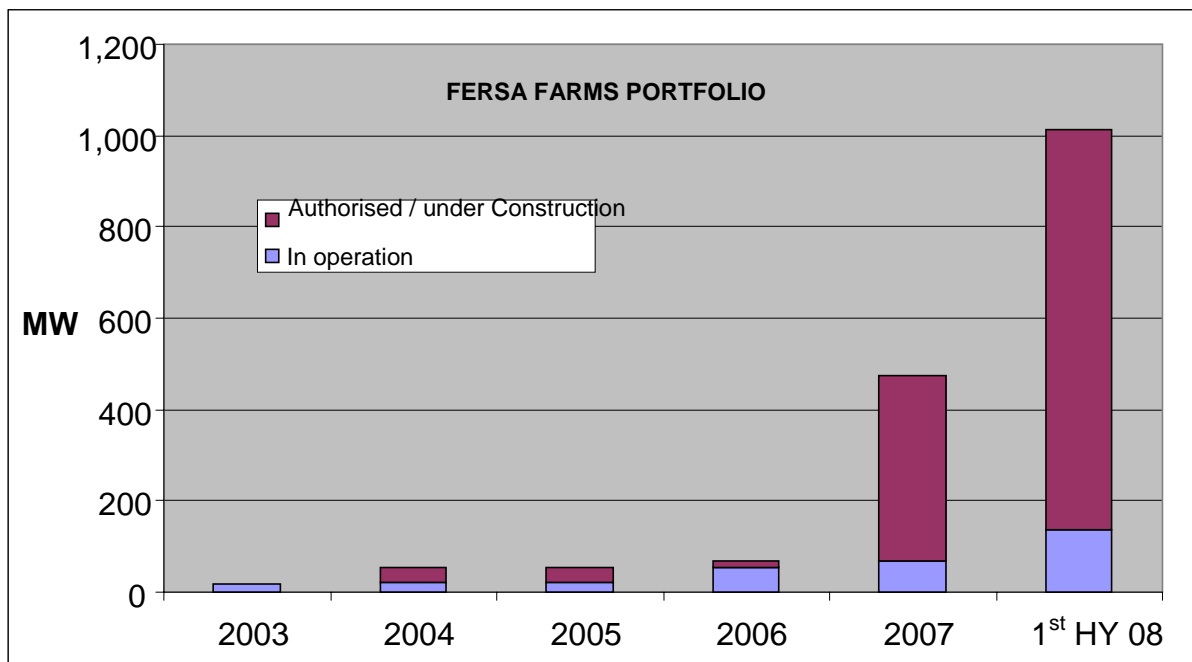
The geographical distribution of the MW attributable to FERSA at the close of the first half of 2008, compared with the first half of the previous year is as follows:

MW	1HY 08				08 vs. 07			
	O	A/C	D	TOTAL	O	A/C	D	TOTAL
<b>Spain</b>	<b>95</b>	<b>346</b>	<b>773</b>	<b>1,214</b>	<b>82%</b>	<b>1934%</b>	<b>131%</b>	<b>201%</b>
France	10	0	0	10	0%	N.A.	N.A.	0%
Poland	0	162	0	162	N.A.	0%	N.A.	0%
Italy	0	0	2,400	2,400	N.A.	N.A.	789%	789%
Estonia	0	56	0	56	N.A.	0%	N.A.	0%
<b>Rest of Europe</b>	<b>10</b>	<b>218</b>	<b>2,400</b>	<b>2,628</b>	<b>0%</b>	<b>0%</b>	<b>789%</b>	<b>428%</b>
India	31	151	0	182	N.A.	-17%	N.A.	0%
Panama	0	138	230	368	N.A.	N.A.	-38%	0%
China	0	23	4,800	4,823	N.A.	N.A.	N.A.	N.A.
Others	0	0	1,775	1,775	N.A.	N.A.	N.A.	N.A.
<b>Rest of the World</b>	<b>31</b>	<b>312</b>	<b>6,805</b>	<b>7,149</b>	<b>N.A.</b>	<b>N.A.</b>	<b>N.A.</b>	<b>N.A.</b>
<b>TOTAL</b>	<b>136</b>	<b>876</b>	<b>9,978</b>	<b>10,990</b>	<b>120%</b>	<b>110%</b>	<b>927%</b>	<b>658%</b>

O: Operation

A/C: Authorised / Under Construction

D: Development



### Spain

Installed power in operation at the close of the first half 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 half of 2008, amounted to 1,119 MW, of which 346 MW have the corresponding authorisations and licences.

### Panama

The FERSA Group is developing farms in different towns in Panama with a total of 400 MW (368 MW attributable) of which 150 MW already have the corresponding administrative authorisations. 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 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 2010.

### Poland

The FERSA Group is developing wind projects with power of 162 MW, and which already have licences and authorisations. A supply commitment for wind turbines

was closed in the first half of 2008, and construction works are planned to begin between 2008 and 2010.

#### Estonia

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

#### France

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

#### China

During the first half 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 the first 48 MW farm (23 MW attributable).

#### Italy

In February 2008, an agreement was signed for the acquisition of 50% of Nextwind, 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 built.

#### Russia

In the first half of 2008, an agreement has been 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.

The company FERSA Cherkessk, which is 100% owned by FERSA, was incorporated in June.

### **3.2 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, FERSA 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 owns the installation.

#### Biogas

FERSA is currently present in this technology through the company Invetem Mediterránea, S. L, in which FERSA has 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 under way through the company Fergest Biomasa, S.L. increased its holding in Fergest Biomasa, S.L., up to all 100% of the share capital.



#### 4.- CONSOLIDATED PROFIT AND LOSS ACCOUNT

Profit and loss account	1HY 2008	1HY 2007	%
Net turnover	9,188,455	3,303,781	178.12%
Other revenue	108,324	0	N.A.
<b>OPERATING REVENUE</b>	<b>9,296,779</b>	<b>3,303,781</b>	<b>181.40%</b>
Procurements	(415,610)	(191,762)	116.73%
<b>GROSS MARGIN</b>	<b>8,881,169</b>	<b>3,112,019</b>	<b>185.38%</b>
Operating expenses	(3,070,756)	(1,078,912)	184.62%
<b>EBITDA</b>	<b>5,810,414</b>	<b>2,033,107</b>	<b>185.79%</b>
Depreciation and provisions	(3,483,355)	(1,526,879)	128.14%
<b>EBIT</b>	<b>2,327,059</b>	<b>506,228</b>	<b>359.69%</b>
Financial income	1,787,297	435,768	310.15%
Financial expenses	(3,050,757)	(1,422,441)	114.47%
Result for variation in financial assets	1,040	(16,777)	-106.20%
Share of profit from related undertakings	911,573	260,111	250.46%
<b>Total Financial Profit/Loss</b>	<b>(350,848)</b>	<b>(743,339)</b>	<b>-52.80%</b>
Other profit or loss	343,774	401,069	-14.29%
<b>PROFIT BEFORE TAX</b>	<b>2,319,986</b>	<b>163,958</b>	<b>1,314.99%</b>
Corporation tax	(239,508)	(68,710)	248.58%
<b>CONSOLIDATED PROFIT FOR THE YEAR</b>	<b>2,080,477</b>	<b>95,248</b>	<b>2,084.27%</b>
Profit attributable to minority interests	(255,063)	(34,703)	634.99%
<b>NET PROFIT ATTRIBUTABLE TO THE PARENT COMPANY</b>	<b>1,825,415</b>	<b>60,545</b>	<b>2,914.97%</b>

Euros

## 5. CONSOLIDATED BALANCE SHEET

ASSETS	1HY 2008	Dec-07	Variation
Tangible fixed assets	203,691,767	65,866,208	137,825,559
Goodwill	108,715,977	33,472,699	75,243,278
Other intangible assets	294,894,102	1,993,401	292,900,701
Non-current financial assets	9,455,543	7,344,178	2,111,365
Equity method investments	9,591,141	10,995,712	(1,404,571)
Deferred tax assets	9,850,974	1,907,625	7,943,349
Other non-current assets	0	5,967	(5,967)
<b>TOTAL NON-CURRENT ASSETS</b>	<b>636,199,504</b>	<b>121,585,790</b>	<b>514,613,714</b>
Trade and other receivables	18,786,046	3,364,351	15,421,696
Other current financial assets	1,554,506	53,580,816	(52,026,310)
Other current assets	381,707	299,102	82,605
Cash and cash equivalents	24,481,905	74,672,916	(50,191,011)
<b>TOTAL CURRENT ASSETS</b>	<b>45,204,164</b>	<b>131,917,185</b>	<b>(86,713,021)</b>
<b>TOTAL ASSETS</b>	<b>681,403,668</b>	<b>253,502,975</b>	<b>427,900,693</b>
<b>EQUITY AND LIABILITIES</b>	<b>1HY 2008</b>	<b>Dec-07</b>	<b>Variation</b>
Capital	140,003,778	75,511,830	64,491,948
Other reserves	271,484,642	113,083,177	158,401,465
Conversion differences	(11,154,363)	0	(11,154,363)
Retained earnings	1,825,415	1,506,711	318,704
Treasury stock	(11,508,465)	(794,207)	(10,714,258)
Minority interests	18,785,233	3,053,439	15,731,794
<b>EQUITY</b>	<b>409,436,239</b>	<b>192,360,950</b>	<b>217,075,290</b>
Amounts owed to credit institutions	124,561,059	45,031,136	79,529,923
Other non-current liabilities	116,297,158	6,687,799	109,609,359
<b>NON-CURRENT LIABILITIES</b>	<b>240,858,217</b>	<b>51,718,935</b>	<b>189,139,282</b>
Trade creditors	6,544,811	1,689,510	4,855,301
Current financial liabilities	7,349,466	7,266,093	83,373
Other current liabilities	17,214,935	467,487	16,747,448
<b>CURRENT LIABILITIES</b>	<b>31,109,212</b>	<b>9,423,090</b>	<b>21,686,122</b>
<b>TOTAL LIABILITIES</b>	<b>681,403,668</b>	<b>253,502,975</b>	<b>427,900,693</b>

Euros

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

### REVENUE FROM OPERATIONS

Revenue from Operations in the first half of 2008 amounted to €9,296,779, an increase of 181.4% compared with the same period of the previous year.

Turnover	1HY	1HY	Diff	
	2008	2007	08-07	% var.
Eólica el Pedregoso, S. L.	3,235	1,816	1,419	78%
Eólica del Pino, S. L.	1,410	1,020	390	38%
Parque eólico Hinojal, S. L.	2,504	0	2,504	N. A.
Gestora fotovoltaica de Castellón, S. L.	221	0	221	N. A.
Invetem Mediterránea S. L.	501	447	54	12%
Eoliennes de Beausemblant	1,059	0	1,059	N. A.
Generación Eólica India Limited	258	0	258	N. A.
Other revenue	108	21	87	414%
<b>TOTAL</b>	<b>9,296</b>	<b>3,304</b>	<b>5,992</b>	<b>181%</b>

Thousands of Euros

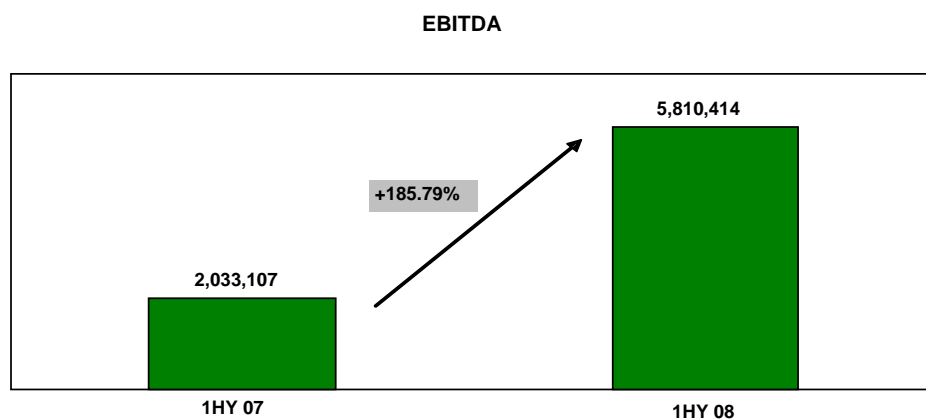
This sharp increase in billing is due to the improvement in the wind resource and the production of the farms which already existed in 2007, and to the acquisition and entry in operation of new farms, as well as to a significant increase in the sale price of electricity compared with the first half of 2007.

### OPERATING EXPENSES

Operating expenses amounted to €3,070,756, an increase of 184.6 % compared with the same period in the previous year, basically as a result of the incorporation of the new plants in operation.

### EBITDA

EBITDA stood at €5,810,414, 185.8% higher than in the same period of the previous year.



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

<b>EBITDA</b>	<b>1HY 2008</b>	<b>1HY 2007</b>	<b>Diff 08-07</b>	<b>% variation</b>
Eólica el Pedregoso, S. L.	2,825,695	1,471,511	1,354,184	92%
Eólica del Pino, S. L.	1,298,663	849,080	449,583	53%
Parque eólico Hinojal, S. L.	2,113,948	0	2,113,948	N. A.
Gestora fotovoltaica de Castellón, S. L.	178,263	0	178,263	N. A.
Invetem Mediterránea S. L.	251,602	179,969	71,633	40%
Eoliennes de Beausemblant	826,093	0	826,093	N. A.
Generación Eólica India Limited	258,189	0	258,189	N. A.
Fersa (holding)	-2,069,804	-444,858	-1,624,946	365%
Other Companies	141,985	-8,271	150,256	-1817%
Adjustments	-14,220	-14,324	104	N. A.
<b>TOTAL</b>	<b>5,810,414</b>	<b>2,033,107</b>	<b>3,777,307</b>	<b>185.8%</b>

Euros

## FINANCIAL RESULTS

The financial loss amounted to €350,848, an improvement of 52.8% compared with the financial results from the same period in 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 led to revenues of €704,628 (176% higher than the first half of the previous year). It is also worth mentioning the integration of the company Parque Eólico Hinojal S.L. before 20<sup>th</sup> February 2008 (with a holding of only 45%), which led to revenue of €228,479.

The production, invoicing and pre-tax profit figures for the company Parque Eólico Altos del Voltoya, S. A in the first half of 2008 compared with the previous period are as follows:

<b>Parque Eólico Altos de Voltoya, S.A.</b>	<b>1HY 2008</b>	<b>1HY 2007</b>	<b>Diff 08-07</b>	<b>% variation</b>
Production (GWh)	68.4	64.4	4.1	6.3%
Invoicing	6,929	4,961	1,968	39.7%
Profit before tax	3,365	1,329	2,036	153.1%

Thousands of Euros

## NET PROFIT

Net Profit stood at €1,825,415, a very significant increase compared with the €60,000 obtained in the first half of the previous year.

The contribution to Net Profit by consolidated company during the first half of 2008 compared with the first half of the previous year was as follows:

NET PROFIT	1HY 2008	1HY 2007	Diff 08-07	% var.
Eólica el Pedregoso, S. L.	784,940	-72,784	857,725	-1178%
Eólica del Pino, S. L.	316,165	80,913	235,252	291%
Parque eólico Hinojal, S. L.	260,858	0	260,858	N/A
Gestora fotovoltaica de Castellón, S. L.	124,943	-12,204	137,147	-1124%
Invetem Mediterránea S. L.	102,507	48,314	54,193	112%
Eoliennes de Bausemblant	80,275	0	80,275	N/A
Generación Eólica India Limited	41,521	0	41,521	N/A
Altos del Voltoya, S. A. and equity method investments	911,572	262,433	446,567	172%
Fersa (holding)	-501,552	-252,994	-371,964	-46%
Other companies	280,369	-8,009	288,378	-3601%
Adjustments	-576,183	14,877	-265,080	26%
<b>TOTAL</b>	<b>1,825,415</b>	<b>60,545</b>	<b>1,764,870</b>	<b>2915%</b>

Euros

(\*) In the 2nd quarter of 2008, the net profit corresponding to Hinojal was adjusted on 20<sup>th</sup> February as a result of the shareholding corresponding to FERSA (45%) for an amount of €220,400, within companies using the equity method.

It is worth pointing out the improvement in the results of the companies Eólica el Pedregoso and Eólica del Pino, due to improvements in the production and in the sale price, which went from a loss of €72,800 and a profit of €80,900 in the first half of 2007 to profits of €770,100 and €278,900 in the first half of 2008 respectively. It is also worth pointing out the improvement in the contribution from Parque Eólico Altos del Voltoya and Parque Eólico Hinojal, as well as the start-up in the first half of the year of the company Gestora Fotovoltaica de Castellón, which recorded a profit of €124,900.

## 7.- ANALYSIS OF THE BALANCE SHEET

	1HY 2008	Dec-07	Variation	%
Total assets	681,403,668	253,502,975	267,613,965	169%
Tangible fixed assets	203,691,767	65,866,208	138,445,439	209%
Goodwill	108,715,977	33,472,699	185,493,465	225%
Equity	409,436,240	192,360,950	172,591,215	113%
Loans from credit institutions	129,899,754	45,031,136	84,868,618	188%

Euros

### TANGIBLE FIXED ASSETS AND GOODWILL

In February 2008, various 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 Loans from credit institutions is basically due to the inclusion of the Project Finance for the companies Parque eólico el Hinojal, S.L. and Eoliennes de Beausemblant (France), consolidated by the global integration method on 30<sup>th</sup> June 2008, as well as the debt linked to the repayments to the supplier of wind turbines for the farms belonging to the company Catalana de Energías Renovables, S.L., which is 100% owned by Fersa.

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

The Beausemblant wind farm (France) was incorporated into the consolidation scope of the FERSA corporate group on 20<sup>th</sup> February 2008.

## **8. SIGNIFICANT ASPECTS OF THE PARENT COMPANY**

FERSA ENERGÍAS RENOVALES, S. A., the parent company, acquired four companies in India during the first half of 2008. Due to the devaluation of the rupee of more than 15% (functional currency of these holdings) from the acquisition date of 20<sup>th</sup> February 2008 up to 30<sup>th</sup> June 2008, the recoverable value of these holdings in the individual balance sheet of the parent company underwent a reduction. Consequently, and in accordance with the New General Accounting Plan, the parent company has had to make a provision for these investments of €14,486,000 (€12,845,000, net of tax), which together with the other portfolio provisions of the parent company totals €15,253,000 as at 30<sup>th</sup> June 2008. It is important to point out that the value impairment of the investment in India may be reversible if the recoverable value improves, and that, in addition, it has been transferred to the Group's consolidated balance sheet through the Reserve for conversion differences.

FERSA has also acquired 4 companies in Poland. It is worth pointing out that the opposite effect has occurred with the appreciation of the Zloty (functional currency of investment in Poland). In accordance with the New General Accounting Plan the appreciation of the investment, estimated at €5,400,000, has not been recorded in the consolidated accounts or in the individual accounts.

In this regard, it is important to point out that from 30<sup>th</sup> June 2008 up to the issue date of this report, the quote price of the rupee has recovered part of the devaluation suffered against the euro, specifically 4.9%. Therefore, the loss in value of the holdings in India would be reduced to €10,207,000 (€9,122,000, net of taxes).

The Parent Company's individual Balance Sheet and Profits and Loss Account as at 30<sup>th</sup> June 2008 are shown below:

Individual Balance Sheet

ASSETS	1HY 2008	Dec-07	Variation
Tangible fixed assets	120,180	0	120,180
Other intangible assets	10,232	0	10,232
Non-current financial assets	470,679,838	60,364,747	410,315,091
Provision Group companies	-15,253,166	-1,209,747	(14,043,419)
Deferred tax assets	3,586,690	1,830,000	1,756,690
<b>TOTAL NON-CURRENT ASSETS</b>	<b>459,143,774</b>	<b>60,985,000</b>	<b>398,158,774</b>
Trade and other receivables	3,917,714	727,690	3,190,024
Other current financial assets	4,578,227	55,196,923	(50,618,696)
Other current assets	198,140	300,000	(101,860)
Cash and cash equivalents	19,949,680	73,240,000	(53,290,320)
<b>TOTAL CURRENT ASSETS</b>	<b>28,643,761</b>	<b>129,464,613</b>	<b>(100,820,852)</b>
<b>TOTAL ASSETS</b>	<b>487,787,535</b>	<b>190,449,613</b>	<b>297,337,922</b>

Euros

EQUITY AND LIABILITIES	1HY 2008	Dec-07	Variation
Capital	140,003,778	75,511,950	64,491,828
Reserves	308,390,917	109,667,273	198,723,644
Retained earnings	-11,470,158	1,270,985	(12,741,143)
<b>Equity</b>	<b>436,924,537</b>	<b>186,450,208</b>	<b>250,474,329</b>
Other non-current liabilities	33,495,907	3,284,907	30,211,000
<b>NON-CURRENT LIABILITIES</b>	<b>33,495,907</b>	<b>3,284,907</b>	<b>30,211,000</b>
Trade creditors	345,825	302,123	43,702
Other current liabilities	17,021,267	412,375	16,608,892
<b>CURRENT LIABILITIES</b>	<b>17,367,092</b>	<b>714,498</b>	<b>16,652,594</b>
<b>TOTAL LIABILITIES</b>	<b>487,787,536</b>	<b>190,449,613</b>	<b>297,337,923</b>

Euros



### Individual Profit and Loss Account

	1HY 2008	1HY 2007	%
Net turnover	199,681	97,241	105.35%
Other revenue	25,775	15,000	N.A.
<b>OPERATING REVENUE</b>	<b>225,456</b>	<b>112,241</b>	<b>100.87%</b>
Operating expenses	(2,292,261)	(509,328)	350.06%
<b>EBITDA</b>	<b>(2,066,805)</b>	<b>(397,087)</b>	<b>420.49%</b>
Depreciation and provisions	(13,543,521)	(1,238,612)	993.44%
<b>EBIT</b>	<b>(15,610,326)</b>	<b>(1,635,699)</b>	<b>854.35%</b>
Financial income	2,225,067	402,773	452.44%
Financial expenses	(6,554)	(26,083)	-74.87%
Share of profit from related undertakings	280,655	926,713	-69.72%
<b>Total financial profit/loss</b>	<b>2,499,168</b>	<b>1,303,403</b>	<b>91.74%</b>
Other profit or loss	0	0	N.A.
<b>LOSS BEFORE TAX</b>	<b>(13,111,158)</b>	<b>(332,296)</b>	<b>3,845.63%</b>
Corporation tax	1,641,000	0	N.A.
<b>LOSS FOR THE YEAR</b>	<b>(11,470,158)</b>	<b>(332,296)</b>	<b>3,351.79%</b>

Euros

The new accounting standards requires that the investment impairment provisions (mainly caused by the depreciation of the rupee), which in the consolidated accounts have been recorded against reserves, must be charged in the individual accounts in the income statement. This explains why the individual income statement records losses of €11.47 million. As we mentioned above, these losses would be significantly lower if we considered the partial recuperation of the rupee that has taken place since 30<sup>th</sup> June.

It is estimated that if the rupee's recovery trend continues in the coming months, this provision for depreciation may be largely recovered, and therefore the individual result would improve substantially.

## 9. STOCK MARKET INFORMATION

The summary of the main stock market information is given in the following table:

Stock market information		1HY 08
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 admitted to listing	Num.	64,491,828
Close quote	€ / share	4.25
Highest quote	€ / share	4.25
Lowest quote	€ / share	4.25
Total number of shares admitted to listing	Num.	140,003,778
Number of shares traded	Num.	33,749,993
Cash volume	€	174,218,454
Daily volume of traded shares (average)	Num.	254,279
Daily cash volume	€	1,290,878

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

Company	Direct + indirect shareholding
Invetem Mediterránea, S.L.	70.83%
Fergest Biomasa, S.L.	100.00%
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, S.L.	50.00%
Catalana de Energías Renovables, S.L.	100.00%
Eólica Cijara, S.L.	50.00%
Energía Cijara, S.L.	50.00%
Eólica Postolin, S.p.zoo	100.00%
Où Est Wind Power	75.00%
Siljan Port, S.L.	80.00%
Gestora fotovoltaica de Castellón, S.L.	76.00%
Enrilews, S.A.	92.00%
Fomento de Inversiones y Capital, S.L.	100.00%
Parc Eòlic L'Arram, S. L. (*)	100.00%
Parc Eòlic Coll De Som, S. L. (*)	100.00%
Fercom Eólica, 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 Cieplowody Sp (*)	100.00%
Eólica Warblewo Sp (*)	100.00%
Eoliennes de Beausemblant SAS (*)	80.00%
Castellwind-03, S.L. (*)	67.39%
Fersa Cherkessk (*)	100.00%

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

## 11.- MAIN RELEVANT FACTS FROM THE QUARTER

Date	Register Number	Item
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, a company that 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'Energies Renovables, S.A., 100% owned by FERSA
01/04/2008	91272	Acquisition of 24.6% of Parque Eólico Hinojal, S.L., with power of 36 MW in operation
21/05/2008	93613	FERSA presents the results for the first quarter of 2008
23/05/2008	93718	FERSA forwards its Corporate Governance annual report for 2007
23/05/2008	93774	Supplement to the Management report corresponding to 2007
23/05/2008	93775	FERSA announces the calling of the Ordinary General Shareholders' Meeting for 25 <sup>th</sup> June 2008

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04/06/2008	94159	Register of prospectus corresponding to the admission for trading of the shares issued in the capital increase of February 2008
04/07/2008	95368	Resolutions adopted in the Ordinary General Shareholders' Meeting of 25 <sup>th</sup> June 2008