

Comisión Nacional de Mercado de Valores

Markets Area. Supervision Management.

Attention: Mr. Antonio Mas.

Paseo de la Castellana, nº 19

28043 – Madrid

Madrid, 29th December 2003

Dear Sirs:

We hereby wish to inform you that Befesa Medio Ambiente, S.A., an environmental services subsidiary of Abengoa, S.A., has transferred, through its subsidiary Befesa Construcción y Tecnología Ambiental, S.A.U. (previously Abensur Servicios Urbanos, S.A.), to Agua y Gestión de Servicios Ambientales, S.A. (dedicated to hydraulic works and installations related to the integral water cycle) its shareholding in Abensurasa, A.I.E., with this company also possessing 70% of the share capital of Empresa Mixta de Servicios Municipales de El Ejido, S.A. (Elsur), with the latter's activity being the providing of building cleaning and conservation services, public pathway and roadway conservation services, sewage systems, water distribution systems, water treatment systems, public lighting services and the maintenance of parks and landscaped areas, in El Ejido (Almeria). The transfer price has been approximately 9 million euro.

By means of this transfer, Befesa continues to strengthen its investment and growth policies in other environmental sectors more closely related to its activities, such as industrial waste management and industrial cleaning services, as well as those related to the construction of hydraulic works and water treatment, and thus maintains its leadership in these sectors.

That is all for the present.

Yours sincerely,

Antonio Marin Hita