Summary 2004

Over the past decade, our results have increased at an compound annual growth rate (CAGR) of 28% as a consequence of the new Bioenergy, Environmental Services and Information Technologies activities, and also to the internationalization of our traditional activities. Over the same period, our sales abroad have increased at an average annual growth rate of 17%.

- The following strategic strategies adopted over recent years are noteworthy:

2000

- A 300 M € investment to acquire Befesa, through a takeover bid.

- Start-up of the first Bioethanol plant in Spain with an initial production capacity of 100 M liters/year (currently 150 M liters/year), which required a 93.8 M € investment.

- Increase of Abengoa's capital which enabled a 75.1 M € increase in shareholders' capital.

2001

- Abengoa's Environmental Division (specialized in environmental engineering) was integrated in Befesa, and Befesa's capital was increased by 12.3 M € through Abensur's contribution.

- Sale of the wind power activity for 109 M €.

2002

- Acquisition of High Plains Corporation (now called Abengoa Bioenergy Corporation), the fourth largest bioethanol producer in the United States, by means of a 100 M € takeover bid.

- Start-up of the second Bioethanol plant in Spain (Bioetanol Galicia) with a 126 M liters/year production capacity, which required a 92.1 M € investment.

- The Department of Energy (D.O.E.) of the United States awarded an R&D&I project to enhance ethanol production process technology, using biomass, to improve the economy of process and increase energy performance from ethanol production and, thus, reduce the production cost of ethanol and make it more competitive with gasoline. Total investment, co-funded by the D.O.E., is 35.4 M $US, from 2003 though to 2006.

2003

- Acquisition of Metso Corporation's Network Management Solutions Division, through the 100% purchase of its subsidiaries in Canada and the United States. The two companies purchased, currently called Telvent Canada and Telvent USA have put Telvent in a leading position at international level in the Control and Information Systems market for the oil, gas and electric energy sectors, and the water sector as well.

  The total investment in both companies was 35 M $US.

- Construction began on the third Bioethanol plant in Spain (Biocarburantes de Castilla y Leon). It is located in Babilafuente (Salamanca) and required a 150 M € investment. The plant's bioethanol production capacity is 200 M liters/year, to be directly blended in gasoline. The raw material will be grain, wine alcohol and biomass, the latter in a bioethanol production facility to be the first of its kind in the world.

- Exports of bioethanol to Europe commenced.

2004

- On October 21, 2004, the execution and subscription to an increase of Telvent GIT capital was completed, and Telvent GIT was effectively listed on the American NASDAQ technological market. The total amount of the increase of capital, with paid-in surplus, was 61.2 M €. The company's official listing on the stock exchange implies the continuity of the expansion of the Information Technologies activity through the obtaining of funds to finance the Business Unit's growth, strengthen its financial structure and increase its potential by developing investments in R&D&I.

- Agreement to commence the construction of an 88 million gallon-a-year ethanol production facility in Ravenna, Nebraska. The facility, Nebraska's largest and one of the largest in the United States will make Abengoa Bioenergy one of the largest ethanol producers in the United States.

- Commencement of the construction of the largest solar energy power plant to use tower and heliostat field technology for an 11 MW output, and the construction of a 1.2 MW two-fold concentration photovoltaic power plant.

Summary 2004

Abengoa's Current Configuration and the Nature of its Business

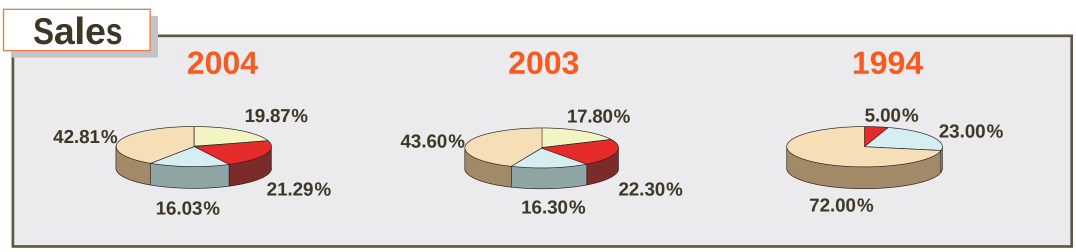
- Abengoa is an industrial and technology company that provides solutions for Sustainable Development, the Information and Knowledge Society, and the Creation of Infrastructures. It operates through four Business Units.

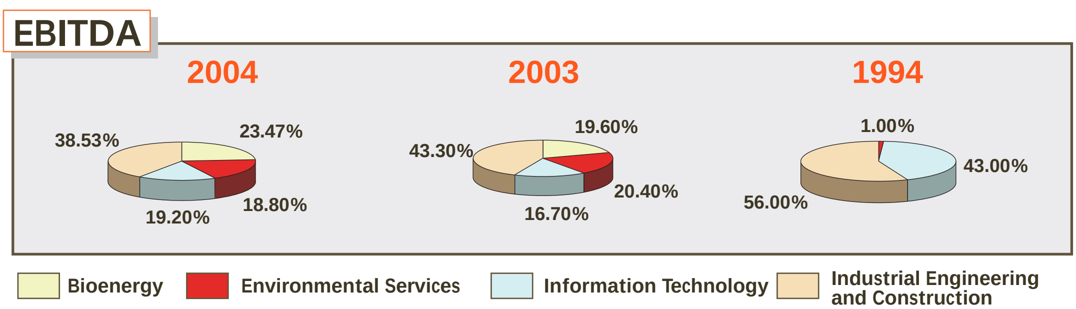
ABENGOA

	Bioenergy	Environmental Services	Information Technologies	Industrial, Engineering and Construction
	Europe's No. 1 Bioethanol producer (installed capacity 340 million liters) and No. 5 in the USA (365 million liters)	International leader in industrial waste treatment and environmental engineering	International leader in the energy, traffic, transport and environmental	Leader in Spain and Latin America
	Sustainable Development		Information and Knowledge Society	Creation of Infraestructures
Percentage of Sales 2004	20%	21%	16%	43%
Percentage of EBITDA 2004	23%	19%	19%	39%

The evolution of the Business Units is shown in the diagram here-below:

Evolution of Sales and EBITDA by Business Unit





Summary 2004

Strategic Orientation

- The aim of Abengoa's strategic development is to generate options for the future through new market penetration and the introduction of new and existing products. Therefore, its growth strategy is based on the introduction of new activities in the six Operational Fields in which Abengoa is present and where its different Business Units complement one another.

Operational Fields

Business Units	Year of establishment	Operational Fields
- Industrial Engineering and Construction	1941	Energy
- Information Technologies	1969	Environment
- Environmental Services	2000	Transport
- Bioenergy	2001	Services
		Industry
		Telecommunications

- Abengoa currently offers a combination of activities that represent greater diversification in markets, customer portfolio, and which strengthen its capacities in relation to what was its original Engineering business.

Evolution 1994 - 2004

	Engineering 1994 Sales %	Engineering 1994 EBITDA %	Diversified Group with 4 different businesses 2004 Sales %	Diversified Group with 4 different businesses 2004 EBITDA %
Business				
Bioenergy	-	-	20	23
Environmental Services	5	1	21	19
Info. Technology	23	43	16	19
Indust. Engin. & Const.	72	56	43	39
Geography	%		%	
USA and Canada	-		12.9	
Latin America	25.5		16.9	
Europe (Spain excluded)	2.3		6.9	
Africa	1.0		1.9	
Asia	1.3		1.6	
Total Abroad	30.1		40.2	
Total Spain	69.9		59.8	
Consolidated Total	100.0		100.0	

Innovation Strategy in Abengoa

Innovation is results oriented and pursues three groups of tangible objectives:

- Diversification: new products and services.
- Differentiation: enhancement and adaptation of those that already exist.
- Process enhancement.

Intangible objectives include the acquisition of essential competencies and, above all, the generation of options for the future. The latter is closely linked to value through growth prospects and the development of new businesses.

Abengoa implements its innovation policy in several ways; in-house innovation aimed at providing specific solutions for individual customers and in-house developments. There is also outsourced innovation based on collaboration agreements with universities, Research Centers, or third parties, in which case the work is usually shared. On other occasions technology is purchased. Another method employed over recent years is the acquisition of strategic financial interests in technological companies.

Investment in R&D&I

	2003		2004		2005 (P)	
Main Projects	**M €**	**% on/ Sales**	**M €**	**% on/ Sales**	**M €**	**% on/ Sales**
Ethanol efficiency enhancement (waste starch)	0.4		1.0		1.2	
Conversion of biomass to ethanol	0.4		3.8		19.6	
Hydrogen Technology. Fuel Cells	2.2		0.6		2.8	
Aluminum efficiency enhacement	0.0		0.6		0.2	
Vitrification	0.0		0.8		2.9	
Electric, environmental, oil and gas control centers	6.2		6.4		6.5	
Road and rail traffic, and ticketing systems	3.4		3.7		3.6	
Public Administration support systems	1.1		1.5		1.6	
Solar Energy	0.0		0.6		32.4	
Other Projects	3.8		4.3		5.8	
Total Investment in R&D&I	**17.5**	**1.1%**	**23.3**	**1.4%**	**76.6**	**4.1%**

Summary 2004

Evolution of the 2004 Financial Year Results

	M €		Variation %	% of total		M €	% of total	% C.A.G.R.
	12.04	12.03	04/03	12.04	12.03	12.94	12.94	94/04
Sales	**1,687.1**	**1,635.3**	3.2	100.0	100.0	**453.0**	100.0	**14.1**
EBITDA	**202.3**	**185.2**	9.2	12.0	11.3	**15.7**	3.5	**29.2**
R&D&I amortization	**-14.9**	**-13.5**	10.4	-0.9	-0.8	**-0.1**	0.0	**67.6**
Other amortizations	**-59.2**	**-53.4**	10.9	-3.5	-3.3	**-7.6**	-1.7	**22.8**
Goodwill depreciation	**-19.4**	**-19.4**	0.3	-1.2	-1.2	**-2.9**	-0.6	**21.0**
Net financial expenses	**-61.2**	**-47.1**	30.0	-3.6	-2.9	**-10.1**	-2.2	**19.7**
External partners	**-6.5**	**-0.8**	760.2	-0.4	0.0	**0.0**	0.0	**91.2**
Result attributable to the parent company	**51.8**	**47.0**	10.1	3.1	2.9	**4.5**	1.0	**27.8**
Net Cash Flow	**155.9**	**137.5**	13.4	9.2	8.4	**18.6**	4.1	**23.7**

- Consolidated sales at 31/12/04 were 1,687.1 M €, a 3.2% increase on the previous year. This increase in sales was achieved in spite of the unfavorable evolution of the currencies of countries in which Abengoa does 40.2% of its billing. The 9.1% depreciation of the US dollar in 2004 was especially significant.

  All of Abengoa's Business Units increased their sales figure with the exception of the Environmental Services, due mainly to differences in the consolidation perimeter. The Bioenergy Business Unit went from 291.4 M € in 2003 to 335.3 M € in 2004, the Industrial Engineering and Construction Business Unit from 713.0 M € in 2003 to 722.3 M € in 2004 and, the Information Technologies Business Unit from 265.5 M € in 2003 to 270.4 M € in 2004.

- The Ebitda (earnings before interest, tax, depreciation and amortization) was 202.3 M €, which is a 17.1 M € (9.2%) increase on the 2003 figure.

  The contribution to the Ebitda by each Business Unit increased, with the exception of the Industrial Engineering and Construction Business Unit, with the contribution from the Bioenergy Business Unit of 47.5 M € (36.3 M € the previous year), a 30.8% increase, being of especially noteworthy, and the contribution from the Information Technologies Business Unit was 38.8 M € (31.0 M € the previous year), a 25.3% increase.

- It is important to mention the increase in the amortization of fixed assets to 59.2 M €, a 10.9% increase, and the effort made to amortize R&D&I, the figures for which went from 13.5 M € in 2003 to 14.9 M € in 2004 (+10.4%).

  Moreover, it is important to mention the amortization of the consolidation goodwill which in 2004 amounted to 19.4 M €.

- When comparing the company's financial statement for 2004 to that for 2003, it is important to underline the financial expenses for projects structured under the non-recourse financing scheme.

- The company's Foreign Partners experienced a significant increase (6.5 M € in 2004 and 0.8 M € in 2003), as a consequence, mainly, of the increase in capital of Telvent GIT when it was officially listed on the North American NASDAQ technological market.

- The after tax Result attributable to the parent company is 51.8 M €, a 10.1% increase on the figure for the 2003 (47.0 M €) financial year.

  The above result means a profit of 0.57 € per share as against the 0.52 € per share obtained in 2003.

- The net cash flow also increased by 13.4 % to 155.9 M € (137.5 M € in 2003).

International Activity

- In 2004, in spite of the unfavorable impact of the foreign currency exchange rates, especially the US dollar, Abengoa continued to increase its activity abroad, in volume as well as diversification. The ever-increasing contribution from the United States and Canada by the companies in the Information Technologies and Bioenergy Business Units is especially noteworthy. Of the 1,687.1 M € billed in the 2004 financial year, 676.5 M € (40.2%) is from sales abroad. The activity in Spain amounted to 1,010.6 M € (59.8%) compared to 971.2 M € in 2003 (59.3%).

Of the total sales figure abroad, 451.2 M € (27.4%) correspond to **local activity**, that is to say, billing by the local companies established in different countries, and **exportation** by Spanish companies amounted to 225.3 M € (13.7%). In 2003, the local activity and exportation represented **27.1%** and **13.6%** respectively.

We would especially mention the variation in the contribution from the different geographical areas. Latin America has gone from representing 25.5% in 1994 to 16.9% in 2004. Likewise, the contribution from the USA and Canada, non-existent in 1994, is currently 12.9%.

- The geographical distribution of sales is as follows:

Activity Abroad

	2004		2003		1994		CAGR (94-04)
Exportation and Local Company Sales	M €	%	M €	%	M €	%	%
- USA and Canada	217.5	12.9	209.8	12.8	0.0	0.0	-
- Latin America	285.6	16.9	332.9	20.4	115.3	25.5	9.5
- Europe (Spain excluded)	115.5	6.9	76.7	4.7	10.6	2.3	27.0
- Africa	31.6	1.9	27.8	1.7	4.6	1.0	21.1
- Asia	26.3	1.6	16.9	1.1	5.8	1.3	16.3
Total Abroad	676.5	40.2	664.1	40.7	136.3	30.1	17.4
Total Spain	1,010.6	59.8	971.2	59.3	316.7	69.9	12.3
Consolidated Total	1,687.1	100.0	1,635.3	100.0	453.0	100.0	14.1

CAGR = Compound Annual Growth Rate

Share Performance

According to the data supplied to Abengoa by Sociedad de Gestión de los Sistemas de Registro, Compensación y Liquidación de Valores S.A. (Securities Recording, Clearing and Settlement Management Company) for the last General Meeting held on June 27, 2004 Abengoa, S.A. had 7,450 shareholders (24/06/04).

As on December 31, 2004, the company believes the free float to be 43.96% if the shareholding of Inversión Corporativa I.C.S.A. and its subsidiary Finarpisa (56.04%) is deducted.

According to the figures supplied to the company by Sociedad Rectora de la Bolsa de Valores de Madrid (Governing Body of the Madrid Stock Exchange) 34,726,928 shares were traded in 2004. The average volume of daily trading over the year was 138,354 securities. Minimum, maximum and average listed share prices in 2004 were 5.73 €, 7.81 € and 6.98 € respectively. The last closing price quoted for Abengoa shares in 2004 was 7.27 €, 26.0% higher than on December 31, 2003, and 242% higher than the share price established for the Public Offering on November 29, 1996.

Evolution since its Initial Public Offering in 1996

As a historical reference, since Abengoa's Initial Public Offering on November 29 1996, the company's shares have revalorized 242% which is 3.4 times the initial price. During this same period, the Madrid Stock Exchange has revalorized 137% and the select IBEX 35 has gone up 95%.