



ALBA: PORTFOLIO AND FIRST QUARTER 2011 RESULTS

- Consolidated profit net of taxes was 187.3 M€ in the first quarter of 2011, 137% up on the same period in the previous year due to the added-value obtained in the present fiscal year.
- The total NAV amounted to 3,961 M€ as at 31 March 2011, equivalent to 67.69 € per share. Alba shares were quoted on the same date at 43.60 €, assuming a discount of 35.5% in respect of the NAV per share.
- In April, Alba issued an extraordinary dividend of 3 euros per share that means 175.5 million euros, which added 1 euro per share to the annual ordinary value.

I. MOST SIGNIFICANT TRANSACTIONS

Among the operations conducted by Alba in the first quarter of 2011 were the following:

- The placement among institutional investors of 15,740,000 shares in ACS, representing some 5% of the equity capital. This placement was carried out at 34.00 € per share, for a total amount of 535.2 M€, and generated a pre-tax surplus of 187.5 M€. Alba obtained in this investment an IRR (internal rate of return) of 18.2% per annum over 17 years. After this sale, Alba will remain the primary shareholder in ACS, with an 18.3% holding in the capital.
- The acquisition, by way of Deyá Capital SCR, of a holding of 26.76% in Panaderías de Navarra, S.A. (Panasa), by way of an outlay of 32.6 M€. Panasa manufactures, markets, and distributes bakery products, pastries, and pasta products, fresh and frozen, by way of a network of 185 own outlets located in Navarra and Guipúzcoa. Its subsidiary Berlys, specializing in frozen product lines, supplies its products to more than 16,000 customers in Spain by means of a network of 30 owned outlets and 75 distributors. The agreement to carry out this investment was made known to the market in mid-December last year.
- The acquisition of 0.42% in the capital of Ebro Foods for 9.7 M€, amounting to a holding of 6.12%.
- Likewise, during the first quarter of 2011 Alba acquired 0.35% of its own shares for 8.8 M€ at an average price of 42.13 euros per share. As at 31 March 2011, Alba held 809,455 of its own shares in the portfolio, representing 1.36% of the equity capital.
- At the end of March, the Deyá Capital development capital vehicles, managed by Artá Capital, reached an agreement to acquire, by way of an increase in capital, a holding of about 26% in the Flex Group, European leaders in leisure equipment. The aim of this increase was to consolidate the company's plan for international expansion. The indirect participation by Alba in the Flex equity capital will amount to 19.5% once the operation has been completed.

II. GENERAL SHAREHOLDERS' MEETING CALL

On 15 April, the convocation was issued for the General Meeting of Shareholders of Alba, which will be held on 25 May in Madrid. At the meeting, the following agreements, among others, will be submitted for approval by Alba shareholders:

- The disbursement of an annual dividend based on the results from 2010 of 1.00€ per share, which will imply the payment of a supplementary dividend of 0.50€ per share in June;
- The redemption of the whole of the own shares which, at the date of the holding of the Meeting, form part of the Company's portfolio.

III. PORTFOLIO

Alba's portfolio on the 31st of March, 2011 was as follows:

<u>Listed holdings</u>	% Stake	Book value Million €	Web Site
ACS	18.3	1,345.2	www.grupoacs.com
Acerinox	24.2	721.3	www.acerinox.es
Indra	10.0	263.5	www.indra.es
Prosegur	10.0	172.3	www.prosegur.es
Ebro Foods	6.1	131.6	www.ebrofoods.es
Clínica Baviera	20.0	37.4	www.clinicabaviera.com
Antevenio	20.5	3.1	www.antevenio.com
Total book value		2,674.4	
Total market value (31-03-11)		3,426.3	
Unrealised capital gains		751.9	

<u>Unlisted holdings</u>	% Stake	Book value Million €	Web Site
Mecalux (1) (2)	14.2	79.0	www.mecalux.es
Pepe Jeans (1)	12.3	38.0	www.pepejeans.com
Panasa (1)	26.8	32.6	www.berlys.es
Ros Roca (1)	19.0	31.0	www.rosroca.com
Ocibar (1)	21.7	7.4	www.portadriano.com
Otras		0.4	
Total book value		188.4	

Real Estate

Appraisal value as of Dec. 31, 2010 **239.3**

Notas:

(1) Through Deyá Capital S.C.R.

(2) A direct stake of 5.23% included

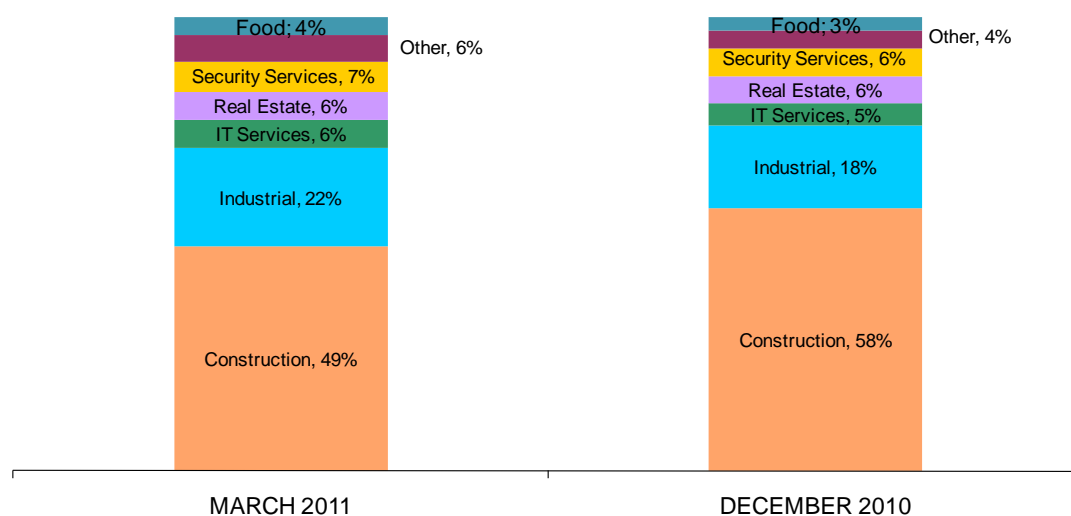
IV. NET ASSET VALUE

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 March 2011 Alba's net asset value was estimated at 3,961.4 M€ or 67.69 € per share, after deducting own shares held as Treasury Stock.

	<i>Million euros</i>
Listed holdings	3,426.3
Unlisted holdings and Real Estate	427.7
Other assets and debt	107.4
Net asset value	3,961.4
Million shares (minus Treasury Stock)	58.52
Net asset value / share	67.69 €

The NAV per share descended by 2.8% in the first quarter of the year, due, principally, to the market stock devaluation of a 5.7% of ACS during the period, that counteracts the good performance of the rest of the investments.

V. BREAKDOWN OF NET ASSET VALUE BY SECTOR¹ (GAV)



¹ Assets' value at market prices

The stake in ACS is included in the Construction sector, which represents a 49% of the total. Given ACS's broad diversification, in order to provide a clearer picture of the distribution of Alba's portfolio by sector, this percentage has been broken down between the following sectors²:

Industrial Services	19%
Construction	10%
Environment	6%
Concessions	3%
Iberdrola	4%
Hochtief	3%
Abertis	2%
Others	2%
	<hr/>
	49%

VI. RESULTS

The consolidated net profit of Alba in the first quarter of 2011 was 187.3 M€ as against 78.9 M€ in the same period during the previous fiscal year, which amounts to an increase of more than a 137%. This result is due principally to the results obtained from the sale of 5% of ACS at the beginning of February, providing Alba with a pre-tax surplus of 187.5 M€. The profit per share amounted to 3.19 € in the period, as against 1.32 € in the first quarter of 2010.

The income from *participation in the profits of affiliates* amounted to 65.5 M€, 19.1% down on the previous year. This reduction is due primarily to the lower results attained by ACS following the sale of 5% carried out in the quarter.

Operating expenses remained in line with those incurred in the same period in the previous fiscal year.

The net financial results, calculated as the difference between the *financial income* and the *financial outgoings* for the quarter, moved from 1.3 M€ in the first quarter of 2010 to almost zero in the same period in 2011 due, principally, to non-recurrent commissions received in the first quarter of 2010.

The amount of *Corporation Tax*, at 65.6 M€, is largely a reflection of the fiscal effect of the surplus obtained during the quarter.

² Breakdown reflects each sector's contribution to the estimated net profit 2011 of ACS

RESULTS

	Million euros	
	31/03/2011	31/03/2010
Net profits from associates consolidated by the equity method	65.5	81.0
Rental income	3.9	3.8
Results from current assets	188.8	(1.0)
Commissions and Financial Income	6.7	6.9
Sum	264.9	90.7
Overheads	(4.2)	(4.0)
Financial expenses	(6.7)	(5.6)
Depreciation	(0.2)	(0.3)
Corporate income tax	(65.6)	(1.0)
Minority shareholders	(0.9)	(0.9)
Sum	(77.6)	(11.8)
Net profit	187.3	78.9
EPS (€)	3.19	1.32

BALANCE SHEETS ⁽¹⁾

<u>Assets</u>	Million euros		<u>Liabilities</u>	Million euros	
	31/03/2011	31/12/2010		31/03/2011	31/12/2010
<i>Real Estate Investments</i>	222.0	221.9	<i>Share capital (2)</i>	59.3	59.3
<i>Fixed assets</i>	11.8	12.0	<i>Reserves and treasury stock</i>	2,957.4	2,469.9
<i>Investments in Associates</i>	2,674.4	2,867.7	<i>Profits for the year</i>	187.3	419.4
<i>Available for sale securities l.t.</i>	188.4	155.8	<i>Minority interests</i>	1.6	0.7
<i>Other financial investments and other assets</i>	135.7	136.1	Shareholders equity	3,205.6	2,949.3
Non-current assets	3,232.3	3,393.5	Provisions	2.7	4.4
Financial investments	23.2	25.4	Other non-current liabilities	43.2	47.6
Debtors and other assets	18.6	75.6	Financial debt	-	484.0
Net cash	55.7	-	Current liabilities	78.3	9.2
Total assets	3,329.8	3,494.5	Total liabilities and shareholders equity	3,329.8	3,494.5

(1) Year 2011 unaudited

(2) The share capital at 31/03/11 is composed of 59,330,000 shares with a nominal value of 1 € each

VII. STOCK MARKET PERFORMANCE



- In the first quarter of 2011, the Alba stock quote increased by 13.36% from €38.46 to €43.60, comparing very favorably with changes in the IBEX 35 which, in the same period, ascended by 7.28% to 10,576 points.

VIII. RELEVANT EVENTS POST-CLOSING

- On 14 April, the Alba Board of Management approved the disbursement of an extraordinary dividend of 3 euros per share, carried forward to fiscal year 2011 in a total amount of 175.5 million euros, distributed to shareholders on 20 April last. With this dividend, the Company has provided shareholders with a share in the surplus generated by sales of company shares during the fiscal year.

(10th of May 2011)