

SHAREHOLDERS AND THE STOCK MARKET

TUBACEX share capital stands at 59.84 million euros, divided into 132,978,782 shares, each having a nominal value of 0.45 euros. All of the company's share capital is traded on the continuous market of the Spanish Stock Exchange. TUBACEX is quoted on the Madrid Stock Market General Index and became part of the IBEX SMALL CAP index during 2007.

Stock Market

During the last financial year the TUBACEX shares posted a 35.2% gain, rising from €4.94 per share on the last day of trading in 2006 to €6.68 per share at the end of December 2007. TUBACEX was the Spanish Stock Market company with the thirteenth highest price increase during last year.

In the same period, the IBEX 35 index recorded average gains of 7.3% and the Madrid Stock Market General Index increased by an average of 5.6%. The IBEX SMALL CAP, the other index where TUBACEX was listed during the year, showed a decrease of 5.4% in its average listed price.

This is the seventh consecutive year in which the listed value of the TUBACEX stock has risen, jointly amounting to an overall increase of 507.3% compared to the share value at year-end closure in 2000 (€1.1 per share).

The highest listed price of TUBACEX shares during the year was €7.78 per share and occurred on 31 October. The lowest listing, on the other hand, was €4.89 per share and took place on 5 March.

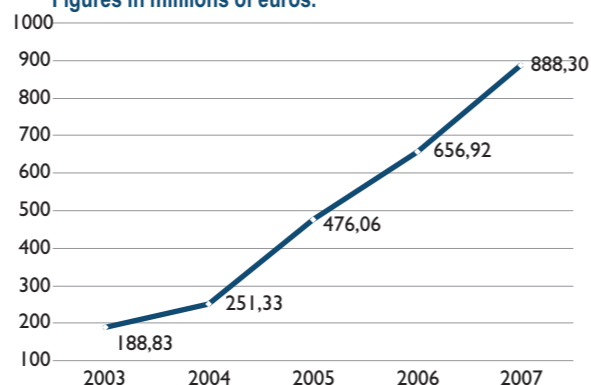
***The stock market capitalisation of the Company totals €888m**

In 2007, 276.63 million TUBACEX shares were traded, which was an increase of 5% with respect to the number of shares traded in 2006, when the figure was 263.34 million shares.

These figures mean that there has been a 208% rotation during the year of the total number of the company's shares, which stood at 132.98 million shares, and that the TUBACEX shares continue to offer great liquidity.

Regarding the effective contracting, it rose to 1.713 billion euros, a figure 41.1% higher than the contracted volume in the previous year, when it came to 1.214 billion euros.

Market capitalisation evolution
Figures in millions of euros.



TUBACEX shares were listed on the 252 market days, with average daily contracting accounting for 1,097,758 shares and 6,798,170 euros.

***TUBACEX shares rose 35.2% in value in 2007**

The company's market capitalisation as of 31 December 2007 stood at 888.30 million euros, a figure that represents an increase of 35.2% with respect to the previous year end, when the capitalisation came to 656.92 million euros.

Shareholders

According to information lodged with the Spanish National Stock Market Commission (Comisión Nacional del Mercado de Valores), the main stockholdings in TUBACEX, as at 31 December 2007, are as follows:

Shareholder	Number of direct voting rights	Number of indirect voting rights	% of Share capital
Larreder S.L.	24,052,798	-	18.09%
Grupo Corporativo Empresarial de la Caja de Ahorros y Monte de Piedad de Navarra	6,648,950	-	5.00%
Atalaya Inversiones S.R.L.	6,653,503	-	5.00%

Treasury stock

There have been no movements in the company's treasury stock since financial year 2001.

As at 31 December 2007, the number of TUBACEX shares held by Group companies was 1,915,306, a figure that represents 1.44% of the capital.

Analysts

As at 31 December 2007, none of the fourteen stock market analysts that regularly cover TUBACEX was issuing a "sell" recommendation concerning the Company's shares. 71% of them were recommending "buy" and the other 29% "hold".

STOCK MARKET INDICATORS OVER THE LAST THREE YEARS

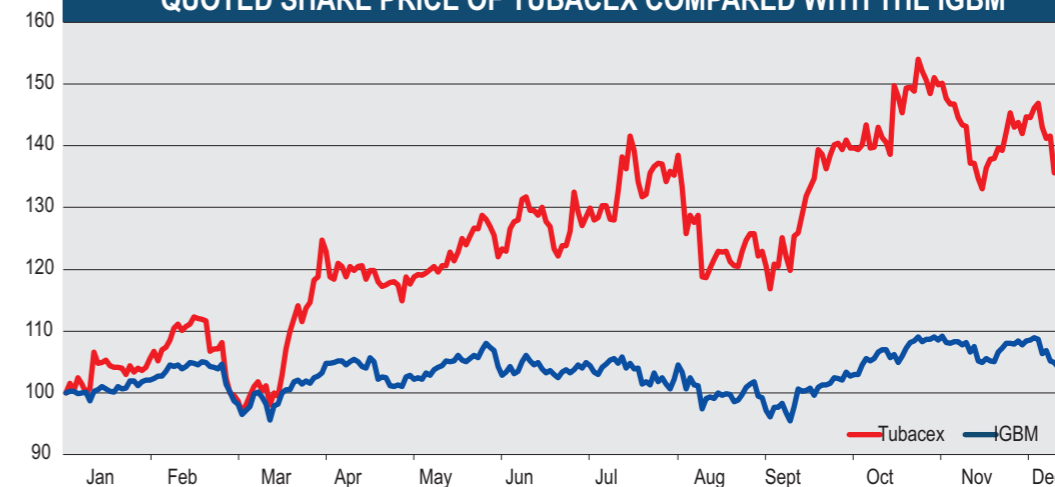
	2007	2006	2005
Last trading price (in euros)	6.68	4.94	3.58
Earnings per share (in euros)	0.426	0.233	0.191
Price/earnings per share (PER) (times)	15.68	21.23	18.73
Enterprise value (3)/EBITDA	10.03	12.93	11.44
Book value per share (in euros)	2.00	1.69	1.55
Price / book value (times)	3.34	2.92	2.31
Dividend (in euros gross per share)	0.0944	0.0776	0.0515
Dividend / share price (yield) (%)	1.41	1.57	1.44
Total amount of dividend (in millions of euros)	12.38	10.17	6.76
Dividend / net profit (Pay-out) (%) (1)	40.0	40.0	50.0 (2)

(1) Of the net profits of the previous year. (2) On the 2004 profits, according to Spanish accounting legislation, in force at the time of approving the dividend. (3) Stock market capitalisation plus net financial debt at year-end closing.

TUBACEX EVOLUTION ON THE STOCK MARKET

	2007	2006	2005
Share capital (in millions of euros)	59.84	59.84	59.84
Face value of shares (in euros)	0.45	0.45	0.45
Number of shares (thousands)	132,979	132,979	132,979
Share price			
Maximum	7.78	5.77	3.90
Minimum	4.89	3.55	1.91
Last	6.68	4.94	3.58
Annual appreciation (%)	+35.2	+38.0	+89.4
Trading frequency (%)	100	100	100
Trading volume			
Millions of shares	276.63	263.34	202.33
Millions of euros	1,713.14	1,214.27	593.62
Rotation (times share capital)	2.08	1.98	1.52
Market capitalisation (in millions of euros)	888.30	656.92	476.06

QUOTED SHARE PRICE OF TUBACEX COMPARED WITH THE IGBM



REPORT ON CORPORATE SOCIAL RESPONSIBILITY

The major changes that society has been undergoing in recent years highlight the fact that the company can no longer restrict its operations to purely industrial, commercial or financial concerns, but must seek to embrace a business concept in which social issues take up an increasingly prominent position on its values scale.

MONTHLY MONITORING OF TUBACEX SHARE TRADING IN 2007

MONTH	DAYS TRADED	No. SHARES	CASH AMOUNT (1)
JANUARY	22	26,696,087	140,204,042
FEBRUARY	20	24,784,684	135,115,472
MARCH	22	44,233,507	245,823,237
APRIL	19	27,412,428	165,623,748
MAY	22	27,704,291	170,559,575
JUNE	21	16,563,526	106,205,801
JULY	22	18,995,311	127,667,130
AUGUST	23	17,575,887	112,700,987
SEPTEMBER	20	21,954,509	143,003,046
OCTOBER	23	20,653,900	150,367,486
NOVEMBER	21	22,434,813	161,814,988
DECEMBER	17	7,625,985	54,053,527
TOTAL	252	276,634,928	1,713,139,039

(1) Euros.

REPORTS OF TUBACEX RELEASED BY ANALYSTS IN 2007

ANALYST	MONTH	RECOMMENDATION	TARGET PRICE (1)
BBVA	January	Buy	6,35
BPI	January	Hold	5,00
Santander Investment	January	Underweight	4,90
Fortis Bank	January	Hold	5,20
Banco Espirito Santo	January	Buy	6,30
Ibersecurities	February	Buy	6,20
Crédit Agricole Indosuez Cheuvreux	March	Underweight	6,00
Ibersecurities	March	Buy	6,40
Santander Investment	March	Underweight	4,90
Citigroup	April	Sell	5,30
La Caixa	April	Overweight	6,50
Banesto Bolsa	April	Buy	7,15
Caja Madrid Bolsa	May	Accumulate	6,86
La Caixa	May	Overweight	6,80
Ahorro Corporación	May	Buy	7,50
Ibersecurities	May	Buy	7,00
BPI	May	Hold	5,90
Fortis Bank	June	Buy	7,20
Crédit Agricole Indosuez Cheuvreux	July	Overweight	7,80
Banco Espirito Santo	July	Buy	7,60
Ibersecurities	July	Buy	8,10
Ahorro Corporación	July	Buy	8,40
Kepler Equities	July	Buy	7,60
Citigroup	July	Hold	7,70
Santander Investment	September	Hold	7,10
BPI	September	Buy	7,60
Caja Madrid Bolsa	October	Accumulate	8,00
BBVA	October	Buy	8,40
Deutsche Bank	October	Hold	6,40
Banesto Bolsa	October	Buy	9,06
La Caixa	November	Buy	8,80
Caja Madrid Bolsa	November	Buy	9,30
BPI	November	Buy	8,40
Fortis Bank	December	Buy	8,54

(1) Euros per Share.

The company is not an end in itself but a means of helping society to move forward, and now finds itself being required to make a more wide-ranging commitment not only to its shareholders, employees and customers, but to society as a whole. In the case of the industrial company, it must also strive to respect the environment.

There are many factors behind the increased importance companies now attach to social responsibility and its incorporation into their corporate strategies:

*The new concerns and expectations of citizens, consumers, governments and investors within the context of globalisation and large-scale industrial change.

*Social criteria are becoming increasingly influential in the investment decisions made by people and institutions in their capacity both as consumers and as investors.

*Increasing concern for respect for the environment.

*Transparency in business activities brought about by the media and advanced information and communication technologies.

In such a context, business ethics, good corporate governance, transparency, people management, knowledge, commitment to sustainability, support for culture as well as the need to contribute to the development of people and society become tremendously important factors and constitute an investment in the creation of value.

The TUBACEX Group therefore believes it necessary to incorporate these principles into its strategy to enable business objectives to be considered in conjunction with the expectations of the main players with whom the Group interacts (customers, employees, shareholders, investors, etc.). In doing so it can guarantee the responsible use of resources and the adoption of policies that take the company's immediate environment into consideration.

Mindful of this, TUBACEX registered as a member of the United Nations Global Compact, a voluntary initiative of ethical commitment which asks companies from all over the world to embrace a set of principles of conduct and action in the areas of human rights, employment, environment and corruption as an integral part of their strategies and operations.

The Global Compact, introduced in the middle of 2000 on the initiative of the secretary general of the United Nations, seeks to promote the creation of a global corporate citizenship that enables business interests and processes to be reconciled with the values and requirements of civil society.

The Global Compact, which has become one of the most prestigious international initiatives in terms of sustainable development and social responsibility, sets out the following ten principles:

The Principles of the Global Compact

Human Rights

1. Business should support and respect the protection of internationally proclaimed human rights within their sphere of influence; and
2. Make sure they are not complicit in human right abuses.

Labour

3. Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining;
4. The elimination of all forms of forced and compulsory labour;
5. The effective abolition of child labour; and
6. Eliminate discrimination in respect of employment and occupation.

Environment

7. Businesses should support a precautionary approach to environmental challenges;
8. Undertake initiatives to promote greater environmental responsibility; and
9. Encourage the development and diffusion of environmentally friendly technologies.

Anti-Corruption

10. Businesses should work against corruption