



Duro Felguera, S.A. ("Duro Felguera"), in compliance with what is set forth in the Securities Market Law, hereby publishes the following

INSIDE INFORMATION

In relation to the "Jebel Ali PowerStation 'K' Phase III" project which Duro Felguera is working on in Dubai, the company reports that the client, Dubai Electricity & Water Authority, has called on the bonds put up by the company for the project from the bank in Dubai which issued them. The value of the bonds is 47.8 million Euros, and they are not counter-guaranteed by any other financial or security entity.

In relation to the above, the company hereby states that:

1. The client has not notified the rescission of the contract or the application of penalties to justify calling on the bonds.
2. The company believes that the arguments given by the client in relation to the bonds do not comply with either the contract or with Law.
3. The company is initiating all the mechanisms within its reach in accordance with the contract and the applicable laws in order to protect its interests.

Based on the information currently in its possession, the company does not expect that the end result of this contingency will result in any kind of material impact on its equity or financial situation.