

28 April 2006
74/INST/DIS/06

1st Quarter 2006 Results

Scope of Consolidation

Consolidated financial statements for the first quarter of 2006 include the full consolidation of ITEUVE Portugal which in 2005 only consolidated as from July onwards.

Net Profit

Brisa's consolidated net profit for the first quarter of 2006 totalled Euro 27.6 million corresponding to a 31% decrease in relation to the same period of 2005. The results are in line with budget and with guidance given at the full year results.

This decrease (by approximately Euro 12.4 million) in net profit resulted mainly from a loss in the amount of Euro 9.1 with the sale of Brisa's stake in EDP and from a lower volume of traffic revenues.

Operating profit (EBITDA) reached Euro 89.3 million, falling by 7% whilst EBIT totalled 59.3 million, decreasing by 15% in relation to the same period of the previous year.

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BRISA – Auto-Estradas de Portugal, SA is an open public company with registered office in Quinta da Torre da Aguilha – Edifício Brisa – São Domingos de Rana, municipality of Cascais, with fiscal contribution no. 500048177, registered in the Cascais Companies Registry under no. 10583, with share capital of Euros 600 000 000

Main indicators

Euro million	1st Q 2005	1st Q 2006	% Ch.
Operating revenues	130.7	128.4	-2%
EBITDA	96.2	89.3	-7%
EBIT	69.7	59.3	-15%
Profit before tax	52.1	38.6	-26%
Consolidated net profit	40.0	27.6	-31%

At the end of the 1st Quarter 2006 the EBITDA margin stood at 69.9% and the EBIT margin at 46.2%.

Operating Revenues

Operating revenues totalled Euro 128.4 million, 87% of which correspond to toll revenues.

Operating Revenues

Euro million	1 st Q 2005	1 st Q 2006	% Ch.
Toll revenues	116.0	111.6	- 4%
Motoring services	9.4	9.2	-2%
Service areas	2.9	2.7	-7%
Other	2.3	4.8	112%
Total operating revenues	130.7	128.4	-2%

The 4% drop in toll revenues translate the negative impacts of average daily traffic hurt by a slowdown in domestic economy, increase in fuel prices and the effect of the traffic loss recorded in Brisa's network as result of the non-tolled motorway of Costa de Prata (SCUT) which runs parallel to the A1 motorway in the north of the country.

Breakdown of Toll Revenues

	contribution
Average Daily Traffic (ADT) excl. Easter effect	-3.6%
Easter effect	-2.3%
Traffic mix	-1.3%
Tariff increase	+2.8%
New stretches	+ 0.5%
Total	- 3.9%

On the other hand, we point out a negative impact by 2.3% in comparative terms resulting from the fact of this year's Easter taking place in the second quarter of the year. This effect will be recovered during the second quarter.

Total traffic for the first three months of the year corresponded to 1.66 x10⁹ vehicles travelling on Brisa's network, translating a 4.9% drop as against the same period of 2005. In like-for-like terms, based on the same network and the same number of days, Average Daily Traffic (ADT) totalled 20 888 vehicles.

Operating costs

Operating costs totalled Euro 39.0 million, having increased by 13.2%. However, an important part of this rise stems from the inclusion of Euro 2.2 million relating to redundancies paid.

Operating Costs

Euro million	1st Q 2005	1st Q 2006	% Ch.
Cost of goods sold	0.4	0.6	+42%
External services	14.7	15.6	+6%
Personnel	18.9	22.3	+18%
Other	0.5	0.6	+14%
Sub-total	34.5	39.0	+13%
Depreciation and Provisions	26.6	30.1	+ 13%

Excluding the effect of redundancies paid and the consolidation of ITEUVE costs, the rise in operating costs before Depreciation and Provisions would have been of 5.6%. By December 2005 the number of Brisa employees totalled 2 879, compared to 2 803 at the end of March 2006, which corresponds to a 2.6% decrease in the total number of employees during the first quarter of the year.

In the first three months of 2006 maintenance costs totalled Euro 3.4 million as against Euro 3.1 million in 2005, representing an increase by 8%.

Financial result

During the period under review Brisa posted a financial loss of Euro 20.6 million as against a loss of Euro 17.5 million in the previous year. As mentioned above, this performance is explained by the loss resulting from the sale of the financial stake held by Brisa in EDP (€-9.1 M) in February 2006.

As far as financial profit is concerned, we point out the change in profit resulting from the put option, which amounted to Euro 3.0 million as against Euro -270 thousand in the same period of 2005.

Financial costs totalled Euro 24.8 million corresponding to an 18% increase in relation to 2005. The rise in interest paid stemmed mainly from higher interest rates.

The positive contribution obtained via the equity method from CCR, Companhia de Concessões Rodoviárias was of Euro 7.2 Million.

Financial Results

Euro million	1 st Q 2005	1 st Q 2006	% Ch.
EBIT	69.6	59.3	-15%
Financial Results	-17.5	-20.6	-18%
Financial income	0.6	5.8	+867%
Financial expenses	21.0	24.8	+18%
Results of financial investments	2.9	-1.6	-155%
Result before tax	52.1	38.6	-26%
Income tax	11.8	10.8	-8%
Minority interests	0.3	0.2	-33%
Consolidated net profit/loss	40.0	27.6	-31%

Capex

In the first quarter of 2006 the volume of capital expenditure in the motorway network totalled Euro 52.2 million which compares to Euro 49.0 million in 2005.

Capital Expenditure

Euro million	1st Q 2005	1st Q 2006	% Ch.
Main concession	49.0	52.2	+7%
Brisal	10.6	39.1	+268%
Motoring services	47.1	-	-
Other investments	1.0	1.8	+80%
Total	107.7	93.0	-1%

It is worth mentioning that total investment in 2006 reached Euro 93 million. Besides the investment in the main concession, we point out a Euro 39.1 million investment in Brisal (Litoral Centro).

Balance sheet

Changes in net assets in relation to December 2005 reflect the sale of Brisa's financial stake in EDP.

Shareholders' equity totalled Euro 1 513.5 million following dividend distribution (Euro 1 625.3 million in December 2005).

Net financial debt decreased by 7.3% to Euro 1 893 million by end 2006 first quarter.

Condensed Consolidated Balance Sheet

Euro million	Dec 05	1st Q 2006	% Ch.
Assets	4 312.0	4 286.4	-0.6%
Non current assets	3 832.5	3 717.6	-3.0%
Current assets	479.4	568.8	+19%
Shareholders' Equity and Minority Interests	1 625.3	1 513.5	-6.9%
Liabilities	2 686.7	2 773.0	+3%
Non current liabilities	1 663.3	1 680.0	+1%
Current liabilities	1 023.4	1 093.0	+7%
Total Liabilities and Shareholders' Equity	4 312.0	4 286.4	-0.6%

At the end of the first quarter 2006, gearing (net debt/equity) stood at 125%.

Condensed Consolidated Profit and Loss statement

	1st Q 2005	1st Q 2006	% Ch.
Euro million			
Operating income	130.7	128.4	-1.8%
Toll revenues	116.0	111.6	-3.8%
Service areas	2.9	2.7	-7.0%
Road services	9.4	9.2	-2.1%
Other	2.3	4.8	112,0%
Operating expenses	34.5	39.0	13.2%
Cost of Goods Sold	0.4	0.6	41.8%
Supplies	14.7	15.6	5.9%
Personnel	18.9	22.3	18.2%
Other	0.5	0.6	13.8%
EBITDA	96.2	89.3	-7.1%
Amortization and Provisions	26.6	30.1	13.2%
EBIT	69.6	59.3	-14.9%
Financial result	-17.5	-20.6	-18.1%
Result before tax	52.1	38.6	-25.9%
Income tax	11.8	10.8	-8.3%
Consolidated net profit/loss	40.0	27.6	-31.0%