

Algarve International B.V.
Amsterdam
Interim Report and Accounts
June 30, 2009

Algarve International B.V.
Amsterdam
June 30, 2009

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Algarve International B.V.
Amsterdam
Directors' Report
June 30, 2009

The Board of Directors are pleased to present the interim report and accounts of Algarve International B.V. (hereinafter: "the Company") for the financial period which ended on June 30, 2009.

The principal activity of the Company is the financing of affiliated companies and enterprises and to borrow, to lend or to raise funds, including the issue of bonds, debentures and to create security in connection therewith.

Euroscut Sociedad Concessionária da Scut do Algarve, S.A., Lisbon, an affiliated company of Algarve International B.V., has been granted the Concession with respect to a shadow road in Southern Portugal, together with other facilities and works constituting a part of the Concession from time to time.

The Company has raised funds through the issuance of loans and bonds. Citibank N.A. Lisbon has been appointed as "Security Trustee", the European Investment Bank, Luxembourg as credit party and Syncora Guarantee Inc., New York as "Guarantor" for respectively the issued loans and bonds. The Company directly lends to Euroscut Sociedad Concessionária da Scut do Algarve, S.A., Lisbon, the same amounts raised as is stated in the Loan Agreements.

Overview of activities

During the period under review, the Company recorded a net profit of EUR 254,745 details of which are set out in the attached Income Statement.

Future developments

The Management does anticipate that the outstanding Bonds and Loans will be repaid in 15 instalments of which the next one will take place on December 15, 2009.

On July 29, 2009 the Board of Directors of both Cintra Concesiones de Infraestructuras de Transporte S.A. (hereinafter: "Cintra") and Grupo Ferrovial S.A. (hereinafter: "Ferrovial") have approved the restructuring of the Ferrovial group which entails the merger between Cintra and Ferrovial.

As part and prior of this complex merger operation, Cintra will "subsidiarize" its business capital - basically consisting of the shares held in the concessionary companies by means of which it develops its business of concession infrastructure - by segregating and transmitting them in block to a vehicle that is fully owned by Cintra - named Cintra Infraestructuras, S.A.U., which will include the shares owned by Cintra in Algarve International B.V.

Post Balance Sheet Events

No matters or circumstances of importance have arisen since the end of the financial period which have significantly affected or may significantly affect the operations, the results of those operations or the affairs of the Company.

Financial instruments

The Company's financial instruments (other than the securities in the current assets) comprise the bank loan tranche A, the guaranteed bonds tranche B and the funding of these amounts to Euroscut Sociedad Concessionária da Scut do Algarve, S.A., Lisbon, directly for the group's operations.

The fair value of the Bonds with amortised cost of EUR 116,822,750 has been determined

Financial instruments (Continued)

on the basis of its listing at the Luxembourg Stock Exchange. The rate as at June 30, 2009 quotes the Bonds at 117.94 %. (2008: 117.94%). The rate has remained unchanged since February 23, 2007 as these bonds have not been traded since said date. On the basis date that both loans were obtained at the same date, it is assumed that the development in the fair value of the bank loan is of a similar nature.

The fair value of the loans granted to an affiliated party are based on the discounted cash flows of future loan repayments and interest payments. The discount rate applied is based on the calculated market rates for the loans obtained and approximates 4.50% for tranche A and 3.21% for tranche B as at June 30, 2009. As a result the net fair value at June 30, 2009 of the loans obtained and granted represents the discounted value of the 0.25% margin between the interest rates on the loans obtained and the interest rates on the loans granted, amounted to approximately EUR 5.2 million.

Risk Management

The Board of Directors considers that the internal risk management and control system which is to provide reasonable assurance of achieving business objectives, is adequate and appropriate. Therefore no significant risk has been identified.

August 27, 2009

The Board of Directors,

Trust International Management (T.I.M.) B.V.
As: Managing Director

Clemente Sanchez, Francisco Jose
As: Managing Director

Management Company Strawinsky B.V.
As: Managing Director

Cabrera Morales, Marco Antonio
As: Managing Director

Europe Management Company B.V.
As: Managing Director

Domingues dos Santos, Vitor
As: Managing Director

Algarve International B.V.
Amsterdam
Balance Sheet as at June 30, 2009
(before appropriation of results)

| | <i>Notes</i> | <i>6/30/2009</i> | <i>12/31/2008</i> |
|---|--------------|--------------------|--------------------|
| <i>ASSETS</i> | | EUR | EUR |
| Financial Fixed Assets | | | |
| Loan tranches from affiliated companies | (4) | 239,966,450 | 239,966,450 |
| | | <u>239,966,450</u> | <u>239,966,450</u> |
| Current Assets | | | |
| Loan tranches from affiliated companies | (4) | 6,856,300 | 6,856,300 |
| Interest receivable loan tranches A and B | (5) | 8,617,107 | 702,177 |
| Prepaid expenses and other receivables | | 11,258 | 1,040 |
| Corporate income tax receivable | | 56,696 | 0 |
| Interest receivable | | 1,040 | 3,446 |
| Intercompany receivable | (6) | 62,651 | 270,682 |
| Total receivables | | 15,605,052 | 7,833,645 |
| Cash at banks | (7) | 2,123,489 | 3,104,971 |
| Total Current Assets | | 17,728,541 | 10,938,616 |
| TOTAL ASSETS | | <u>257,694,991</u> | <u>250,905,066</u> |
| <i>EQUITY AND LIABILITIES</i> | | | |
| Equity | (8) | | |
| Issued and fully paid up share capital | | 18,000 | 18,000 |
| Retained earnings | | 2,000,000 | 2,693,999 |
| Net result for the period | | 254,745 | 562,055 |
| | | <u>2,272,745</u> | <u>3,274,054</u> |
| Non-Current Liabilities | | | |
| Loan tranches A and B payable | (9) | 239,966,450 | 239,966,450 |
| Current Liabilities | | | |
| Loan tranches A and B payable | (9) | 6,856,300 | 6,856,300 |
| Interest payable loan tranches A and B | (10) | 8,282,567 | 674,965 |
| Corporate income tax payable | | 0 | 31,343 |
| Accounts payable and accrued expenses | (11) | 316,929 | 101,954 |
| | | 15,455,796 | 7,664,562 |
| TOTAL EQUITY AND LIABILITIES | | <u>257,694,991</u> | <u>250,905,066</u> |

The accompanying notes form part of these accounts.

Algarve International B.V.
Amsterdam
Income Statement for the period ended June 30, 2009

| | <i>Notes</i> | <i>6 months to June 2009</i> | <i>6 months to June 2008</i> |
|---|--------------|----------------------------------|----------------------------------|
| | | <i>EUR</i> | <i>EUR</i> |
| <u>Operating Income/(Loss)</u> | | | |
| Interest income loans receivable | (13) | 7,914,930 | 8,097,558 |
| Interest expense loans payable | (14) | <u>(7,607,602)</u> | <u>(7,783,364)</u> |
| | | 307,328 | 314,194 |
| <u>Other Operating Expenses</u> | | | |
| General and administrative expenses | (15) | (256,091) | (229,141) |
| Oncharge expenses to Euroscut | (16) | <u>256,091</u> | <u>229,141</u> |
| | | 0 | 0 |
| <u>Financial Income/(Expenses)</u> | | | |
| Interest income banks | | 19,847 | 43,117 |
| Result sale of securities | | <u>0</u> | <u>9,318</u> |
| | | 19,847 | 52,435 |
| Result before corporate income tax | | <u>327,175</u> | <u>366,629</u> |
| Deferred tax on securities | (17) | 0 | 30,850 |
| Corporate Income tax | (17) | <u>(72,430)</u> | <u>(109,209)</u> |
| | | (72,430) | (78,359) |
| NET RESULT FOR PERIOD | | <u>254,745</u> | <u>288,270</u> |

The accompanying notes form part of these accounts.

Algarve International B.V.
Amsterdam
Cashflow statement

| | 6 months to June 2009 | | 6 months to June 2008 | |
|---|------------------------------|-------------------------|------------------------------|-------------------------|
| | EUR | EUR | EUR | EUR |
| Cash flow from operating activities | | | | |
| Corporate income tax paid | (160,469) | | (160,963) | |
| General and administrative expenses | (240,782) | | (223,025) | |
| Oncharge expenses to Euroscut | <u>464,122</u> | | <u>194,466</u> | |
| Subtotal | | 62,871 | | (189,522) |
| Cash flow from financing activities | | | | |
| Interest income banks | <u>23,293</u> | | <u>37,678</u> | |
| Subtotal | | 23,293 | | 37,678 |
| Cash flow from investment activities | | | | |
| Sale of securities | 0 | | 1,543,588 | |
| Dividend paid | <u>(1,067,646)</u> | | <u>0</u> | |
| Subtotal | | (1,067,646) | | 1,543,588 |
| (Decrease)/ increase cash and cash equivalents | | <u>(981,482)</u> | | <u>1,391,744</u> |
| Movements in cash and cash equivalents | | | | |
| Cash and cash equivalents at the beginning of the period | | 3,104,971 | | 1,213,525 |
| (Decrease)/ increase cash and cash equivalents | | <u>(981,482)</u> | | <u>1,391,744</u> |
| Cash and cash equivalents at the end of the period | | <u>2,123,489</u> | | <u>2,605,269</u> |

Algarve International B.V.
Amsterdam
Notes to the interim accounts
June 30, 2009

1 Group affiliation and principal activities

Algarve International B.V. (hereinafter: "The Company"), incorporated on April 23, 2001 is a limited liability company with its statutory seat at Naritaweg 165, Amsterdam, The Netherlands.

The principal activity of the Company is the financing of affiliated companies and enterprises and to borrow, to lend or to raise funds, including the issue of bonds, debentures and to create security in connection therewith.

Euroscut Sociedad Concessionária da Scut do Algarve, S.A., Lisbon, an affiliated company of Algarve International B.V., has been granted the Concession with respect to a shadow road in Southern Portugal, together with other facilities and works constituting a part of the Concession from time to time.

The Company has raised funds through the issuance of loans and bonds. Citibank N.A. Lisbon has been appointed as "Security Trustee", the European Investment Bank, Luxembourg as credit party and Syncora Guarantee Inc., New York as "Guarantor" for respectively the issued loans and bonds. The Company directly lends to Euroscut Sociedad Concessionária da Scut do Algarve, S.A., Lisbon, the same amounts raised as is stated in the Loan Agreements.

The annual accounts of the Company are included in the consolidated financial statements of Cintra, Concesiones de Infraestructuras de Transporte, S.A., which are filed with the Chamber of Commerce in Madrid.

On July 29, 2009 the Board of Directors of both Cintra Concesiones de Infraestructuras de Transporte S.A. (hereinafter: "Cintra") and Grupo Ferrovial S.A. (hereinafter: "Ferrovial") have approved the restructuring of the Ferrovial group which entails the merger between Cintra and Ferrovial.

As part and prior of this complex merger operation, Cintra will "subsidiarize" its business capital - basically consisting of the shares held in the concessionary companies by means of which it develops its business of concession infrastructure - by segregating and transmitting them in block to a vehicle that is fully owned by Cintra - named Cintra Infraestructuras, S.A.U., which will include the shares owned by Cintra in Algarve International B.V.

2 a Basis of presentation

The interim accounts were prepared in accordance with the statutory provisions of Part 9, Book 2, of the Netherlands Civil Code and the firm pronouncements in the Guidelines for Annual Reporting in the Netherlands as issued by the Dutch Accounting Standards Board. The interim accounts are denominated in Euro.

The balance sheet, income statement and cash flow statement include references to the notes.

b Notes to the cash flow statement

The cash flow statement has been prepared applying the direct method. The cash and cash equivalents in the cash flow statement comprise the balance sheet item cash at banks.

3 Significant accounting policies

a General

In general, assets and liabilities are stated at the amounts at which they were acquired or incurred, or fair value. If not specifically stated otherwise, they are recognized at the amounts at which they were acquired or incurred.

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Notes to the interim accounts
June 30, 2009

b Comparison with prior year

The principles of valuation and determination of result remained unchanged compared to the prior year.

c Financial fixed assets

Receivables included in financial fixed assets are valued at the amounts at which they were acquired or incurred, or fair value. If not specifically stated otherwise, they are recognized at the amounts at which they were acquired or incurred.

d Foreign currencies

Assets and liabilities denominated in foreign currencies are translated into Euro at rates of exchange applicable at the balance sheet date. Any resulting exchange differences are taken to the income statement.

Transactions in foreign currencies are translated at the rates in effect at the dates of transactions.

e Recognition of income and expense

Income and expenses are recognized in the period they are realized, unless stated otherwise.

f Corporate income tax

Corporate income tax is calculated by application of the relevant rate times the amount of taxable profit.

g Financial instruments

The Company's financial instruments (other than the securities in the current assets) comprise the guaranteed bonds Tranch A, the bank loan Tranch B and the funding of these amounts to Euroscut Sociedad Concessionária da Scut do Algarve, S.A., Lisbon (Euroscut), directly for the group's operations. Expenses related to the financial instruments are charged directly on to Euroscut.

h Deferred taxes

Deferred tax assets and liabilities are recognized to provide for timing differences between the value of the assets and liabilities for financial reporting purposes on the one hand and for tax purposes on the other. Deferred tax liabilities are calculated based on the tax rate prevailing on the balance sheet date or the rates that will apply in the future, insofar as these have been set down by law.

Algarve International B.V.
Amsterdam
Notes to the interim accounts
June 30, 2009

(expressed in Euro)

| 4 Loan tranches A and B receivable | 6/30/2009 | 12/31/2008 |
|--|--------------------|--------------------|
| Tranch A - Loan @ 6.65% to Euroscut | | |
| Facility: EUR 126,500,000 from July 2, 2001 until June 15, 2027 at a rate of 6.65% | | |
| Opening balance | 116,822,750 | 116,822,750 |
| Reclassification current assets | <u>(6,856,300)</u> | <u>(6,856,300)</u> |
| | 109,966,450 | 109,966,450 |
| Tranch B - Loan @ 6.25% to Euroscut | | |
| Facility: EUR 130,000,000 from July 2, 2001 until December 15, 2025 at a rate of 6.25% | | |
| | <u>130,000,000</u> | <u>130,000,000</u> |
| | <u>239,966,450</u> | <u>239,966,450</u> |

The Company directly lends on for the same amount as the amounts raised as is stated in the Loan agreement to Euroscut Sociedad Concessionária da Scut do Algarve, S.A., Lisbon (Euroscut). The loan is divided into two tranches:

Tranch A

The issuer lends Euroscut Euro 126,500,000, following the issue of bonds for the same amount. The loan was obtained to finance the construction of motorway stretches. Interest is calculated on the same basis as the bonds 6.40% p.a. (being 365 days) plus a spread of 0.25% (6.65%). The Company shall repay the Tranch A loan in accordance with the Tranch A Amortization Schedule. The final repayment has been scheduled accordingly on June 15, 2027.

Tranch B

The agreement foresees that the funds which were received from a loan due to the European Investment Bank of Euro 130,000,000 may be ceded to Euroscut. This loan is incurred to finance the construction of road stretches and bears interest at 6.00% p.a. (being 360 days) plus a spread of 0.25% (6.25%) payable in December each year. The Company shall repay the Tranch B loan in accordance with the Tranch B Amortization Schedule. The final repayment has been scheduled accordingly on December 15, 2025.

| 5 Interest receivable loan tranches A and B | 6/30/2009 | 12/31/2008 |
|--|------------------|-------------------|
| Tranch A - Loan 6.65% to Euroscut | 4,216,065 | 363,635 |
| Tranch B - Loan 6.25% to Euroscut | <u>4,401,042</u> | <u>338,542</u> |
| | <u>8,617,107</u> | <u>702,177</u> |

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Notes to the interim accounts
June 30, 2009

(expressed in Euro)

| 6 Intercompany receivable | 6/30/2009 | 12/31/2008 |
|--|------------------|-------------------|
| Euroscut Sociedad Concessionária da Scut do Algarve, S.A., Lisbon | <u>62,651</u> | <u>270,682</u> |

| 7 Cash at banks | 6/30/2009 | 12/31/2008 |
|------------------------|------------------|-------------------|
| Citibank Amsterdam | <u>2,123,489</u> | <u>3,104,971</u> |

8 Equity

The authorized share capital of the Company is EUR 90,000 divided into 90,000 shares of EUR 1 each. At balance sheet date a total of 18,000 shares were issued and fully paid.

Movements in the equity accounts are as follows:

| | 12/31/2008 | Changes for the Period | Dividend | 6/30/2009 |
|--|-------------------|-----------------------------------|--------------------|------------------|
| Issued and fully paid up share capital | 18,000 | 0 | 0 | 18,000 |
| Retained earnings | 2,693,999 | 562,055 | (1,256,054) | 2,000,000 |
| Net result for the previous year | 562,055 | (562,055) | 0 | 0 |
| Net result for the period | 0 | 254,745 | 0 | 254,745 |
| | <u>3,274,054</u> | <u>254,745</u> | <u>(1,256,054)</u> | <u>2,272,745</u> |

Algarve International B.V.
Amsterdam
Notes to the interim accounts
June 30, 2009

(expressed in Euro)

| 9 Loan tranches A and B payable | 6/30/2009 | 12/31/2008 |
|--|--------------------|--------------------|
| Tranch A - Guaranteed 6.40% Bonds | | |
| EUR 126,500,000 from July 2, 2001 until June 15, 2027 at a rate of 6.40% | | |
| Opening balance | 116,822,750 | 116,822,750 |
| Reclassification current liabilities | <u>(6,856,300)</u> | <u>(6,856,300)</u> |
| | 109,966,450 | 109,966,450 |
| Tranch B - European Investment Bank | | |
| Facility: EUR 130,000,000 from July 2, 2001 until December 15, 2025 at a rate of 6.00% | | |
| | <u>130,000,000</u> | <u>130,000,000</u> |
| | <u>239,966,450</u> | <u>239,966,450</u> |

The Company has raised funds through loans and bonds. In relation to these raised funds Citibank N.A. Lisbon has been appointed as "Security Trustee" for the bonds listed on the Luxembourg Stock Exchange. The European Investment Bank, Luxembourg acts as credit party and Syncora Guarantee Inc., a New York stock insurance company as "Guarantor" of these loans and bonds. The loan is divided into two tranches as follows:

Tranch A

The Euro 126,500,000 Guaranteed Bonds of Algarve International B.V. were issued on July 2, 2001. The bonds mature June 15, 2027 and bear annual interest of 6.40% payable in December of each year and capital is repaid over 18 variable instalments, with the first one taking place on December 15, 2006 and the last on June 15, 2027. The loan was obtained to finance the construction of motorway stretches. The Bonds are unconditionally and irrevocably guaranteed as to scheduled payments of principal and interest in respect of the Bonds and as to certain additional amounts in respect of withholding taxes of The Netherlands in respect of the Bonds pursuant to a financial guarantee issued by Syncora Guarantee Inc.

Tranch B

The agreement foresees that the funds which were received from a loan due to the European Investment Bank of Euro 130,000,000 bearing interest at 6.00% p.a. payable in December of each year, may be ceded to Euroscut. This loan is incurred to finance the construction of road stretches.

The EIB loan is unconditionally and irrevocably guaranteed as to scheduled payments of principal interest and certain amounts in respect of the EIB loan pursuant to a financial guarantee issued by Syncora Guarantee Inc. Repayment of capital is expected to take place in 15 annual variable amount instalments, with the first one due in December 15, 2011 and the last one due December 15, 2025.

| Loan tranches repayment schedule | Term 1 year | Term 1-5 year | Term > 5 years |
|---|--------------------|----------------------|--------------------------|
| Tranch A - Guaranteed 6.40% Bonds | 6,856,300 | 8,513,450 | 101,453,000 |
| Tranch B - European Investment Bank | 0 | 18,432,000 | 111,568,000 |

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Notes to the interim accounts
June 30, 2009

(expressed in Euro)

| 10 Interest payable loan tranches A and B | 6/30/2009 | 12/31/2008 |
|---|----------------------|-----------------------|
| Tranch A - Bonds 6.40% | 4,057,567 | 349,965 |
| Tranch B - European Investment Bank 6.00% | 4,225,000 | 325,000 |
| | <u>8,282,567</u> | <u>674,965</u> |
| 11 Accounts payable and accrued expenses | 6/30/2009 | 12/31/2008 |
| Accounts payable | 1,300 | 1,300 |
| Accrued audit fees | 14,429 | 36,486 |
| Accrued tax advisory fees | 10,873 | 5,783 |
| Accrued accounting fees | 89,695 | 55,480 |
| Accrued general expenses | 12,224 | 2,905 |
| Dividend payable | 188,408 | 0 |
| | <u>316,929</u> | <u>101,954</u> |

12 Fair value financial instruments

The fair value of the Bonds with amortised cost of EUR 116,822,750 has been determined on the basis of its listing at the Luxembourg Stock Exchange. The rate as at June 30, 2009 quotes the Bonds at 117.94% (2007: 117.94%). The rate has remained unchanged since February 23, 2007 as these bonds have not been traded since said date. On the basis that both loans were obtained at the same date, it is assumed that the development in the fair value of the bank loan is of a similar nature. The fair value of the loans granted to an affiliated party are based on the discounted cash flows of future loan repayments and interest payments. The discount rate applied is based on the calculated market rates for the loans obtained and approximates 4.50% for Tranch A and 3.21% for Tranch B as at June 30, 2008. As a result the net fair value at June 30, 2009 of the loans obtained and granted represents the discounted value of the 0.25% margin between the interest rates on the loans obtained and the interest rates on the loans granted, amounted to approximately EUR 5.2 million.

| Instruments receivable | Book value | Fair value |
|---------------------------------|-------------------|-------------------------|
| Tranch A Loan balance | 116,822,750 | 140,536,859 |
| Tranch B Loan balance | 130,000,000 | 155,778,512 |
| | | <u>296,315,371</u> |
| Instruments payable | | |
| Tranch A Loan balance @ 117.94% | (116,822,750) | (137,780,751) |
| Tranch B Loan balance @ 117.94% | (130,000,000) | (153,322,000) |
| | | <u>(291,102,751)</u> |
| Net Fair Value | | <u><u>5,212,620</u></u> |

| 13 Interest income loans tranches A and B | 6/30/2009 | 6/30/2008 |
|---|------------------|------------------|
| Tranch A - Loan 6.65% to Euroscut | | |
| EUR 126,500,000 from July 2, 2001 until June 15, 2027 at a rate of 6.65% | 3,852,430 | 4,035,058 |
| Tranch B - Loan 6.25% to Euroscut | 4,062,500 | 4,062,500 |
| Facility: EUR 130,000,000 from July 2, 2001 until December 15, 2025 at a rate of 6.25% | <u>7,914,930</u> | <u>8,097,558</u> |

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Notes to the interim accounts
June 30, 2009

(expressed in Euro)

| 14 Interest expense loans tranches A and B | 6/30/2009 | 6/30/2008 |
|---|------------------|------------------|
| Tranch A - Guaranteed 6.40% Bonds | | |
| EUR 126,500,000 from July 2, 2001 until June 15, 2027 at a rate of 6.40% | 3,707,602 | 3,883,364 |
| Tranch B - European Investment Bank | 3,900,000 | 3,900,000 |
| Facility: EUR 130,000,000 from July 2, 2001 until December 15, 2025 at a rate of 6.00% | | |
| | <u>7,607,602</u> | <u>7,783,364</u> |
| 15 General and administrative expenses | 6/30/2009 | 6/30/2008 |
| Guarantee expenses (Syncora Guarantee Inc.) | (194,466) | (194,466) |
| Audit fees | (14,280) | (14,101) |
| Management fees | (19,190) | (8,378) |
| Accounting fees | (7,140) | (4,998) |
| Tax advisory fees | (9,235) | (4,711) |
| Bank charges | 0 | (85) |
| General expenses | (11,780) | (2,402) |
| | <u>(256,091)</u> | <u>(229,141)</u> |
| 16 Oncharge expenses to Euroscut | 6/30/2009 | 6/30/2008 |
| Guarantee expenses (Syncora Guarantee Inc.) | 194,466 | 194,466 |
| Audit fees | 14,280 | 14,101 |
| Management fees | 19,190 | 8,378 |
| Accounting fees | 7,140 | 4,998 |
| Tax advisory fees | 9,235 | 4,711 |
| Bank charges | 0 | 85 |
| General expenses | 11,780 | 2,402 |
| | <u>256,091</u> | <u>229,141</u> |

Based upon paragraph 7.4 of the July 2, 2001 Loan Agreement between Algarve International B.V. and Euroscut Sociedad Consessionaria da scut do Algarve, S.A. (Euroscut) all fees, expenses and other amounts in reference to the financing will be oncharged to the borrower of the loan.

Algarve International B.V.
Amsterdam
Notes to the interim accounts
June 30, 2009

(expressed in Euro)

17 Corporate income tax

The corporate tax is based on the fiscal result. The applicable tax rates are 20% over the first Euro 200,000 and 25.5% over the surplus.

| | <i>6/30/2009</i> | <i>6/30/2008</i> |
|---------------------------------|------------------|------------------|
| Deferred tax on security result | 0 | (30,850) |
| Corporate income tax | 72,430 | 109,209 |
| | <u>72,430</u> | <u>78,359</u> |

18 Auditor's fee

In accordance with article 2:382A of the Netherlands Civil Code (Titel 9, Burgelijk Wetboek 2) the audit fee for the auditors of PricewaterhouseCoopers is as follows:

6/30/2009

| | Fee PwC Accountants N.V. | Fee other PwC companies | Total Fee PwC |
|-----------------------------------|-----------------------------|----------------------------|------------------|
| Audit of the financial statements | 14,280 | 0 | 14,280 |
| Other audit engagements | 0 | 0 | 0 |
| Total | <u>14,280</u> | <u>0</u> | <u>14,280</u> |

6/30/2008

| | Fee PwC Accountants N.V. | Fee other PwC companies | Total Fee PwC |
|-----------------------------------|-----------------------------|----------------------------|------------------|
| Audit of the financial statements | 14,101 | 0 | 14,101 |
| Other audit engagements | 0 | 0 | 0 |
| Total | <u>14,101</u> | <u>0</u> | <u>14,101</u> |

Algarve International B.V.
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Notes to the interim accounts
June 30, 2009

19 Directors and Employees

The Company has no employees. The Company had six directors during the period and no supervisory directors. A total remuneration of EUR 2,800 (2008: EUR 1,400) have been given to Trust International Management (T.I.M.) B.V., Management Company Strawinsky B.V. and Europe Management Company B.V. and no loan advances have been received from the directors.

August 27, 2009

Trust International Management (T.I.M.) B.V.
As: Managing Director

Clemente Sanchez, Francisco Jose
As: Managing Director

Management Company Strawinsky B.V.
As: Managing Director

Cabrera Morales, Marco Antonio
As: Managing Director

Europe Management Company B.V.
As: Managing Director

Domingos dos Santos, Vitor
As: Managing Director

Algarve International B.V.
Naritaweg 165
1043 BW Amsterdam

Algarve International B.V.
Amsterdam
Supplementary Information
June 30, 2009

1 Proposed appropriation of results

Subject to the provision under Dutch law that no dividends can be declared until all losses have been recovered, profits are at the disposal of the Annual General Meeting of Shareholders in accordance with the Company's Articles of Incorporation.

Following the Annual General Meeting of Shareholders an interim dividend in the amount of EUR 1,256,054 has been distributed out of the retained earnings.

The Board of Directors propose that the net result for the period will be added to the retained earnings.

2 Post balance sheet events

No matters or circumstances of importance have arisen since the end of the financial period which have significantly affected or may significantly affect the operations, the results of those operations or the affairs of the Company.

3 Auditor's Report

The Auditor's Report is included on the next page.

To the General Meeting of Shareholders of Algarve International B.V.

Auditor's report

Report on the interim accounts

We have audited the accompanying interim accounts of Algarve International B.V., Amsterdam, for the six month period ended June 30, 2009, as set out on pages 4 to 15, which comprise the balance sheet as at June 30, 2009, the profit and loss account and the cash flow statement for the six month period then ended and the notes.

The directors' responsibility

The directors of the company are responsible for the preparation and fair presentation of the interim accounts and for the preparation of the directors' report. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the interim accounts that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on the interim accounts based on our audit. We conducted our audit in accordance with Dutch law. This law requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the interim accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the interim accounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the interim accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the interim accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the interim accounts.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the interim accounts give a true and fair view of the financial position of Algarve International B.V. as at June 30, 2009, and of its result for the six month period then ended in accordance with Part 9 of Book 2 of the Netherlands Civil Code.

Amsterdam, August 27, 2009
PricewaterhouseCoopers Accountants N.V.

Original signed by:

P.J. Veerman RA

Statement to the interim report and accounts as per June 30, 2009 filed on August 27, 2009

This statement is based on Article 5:25 c Clause 2 sub C of the Financial Supervision Act.

The members of the Board of Management have signed the annual report and financial statements in fulfilment of their legal obligations on the grounds of Article 5:25 c Clause 2 sub C of the Financial Supervision Act.

The Board of Managing Directors declares that to the best of their knowledge:

1. the interim report and accounts as per June 30, 2009 give a true and fair view of the assets, the liabilities, the financial position and the results of the company; and
2. the Director's Report gives a true and fair view of the Company's situation on the balance sheet date, the events that occurred during the year and the risks to which the company is exposed.

This statement has been signed on August 27, 2009

Algarve International B.V.

Trust International Management (T.I.M.) B.V.
As: Managing Director

Clemente Sanchez, Francisco Jose
As: Managing Director

Management Company Strawinsky B.V.
As: Managing Director

Cabrera Morales, Marco Antonio
As: Managing Director

Europe Management Company B.V.
As: Managing Director

Domingos dos Santos, Vitor
As: Managing Director