

## SUSPENSION OF THE SHARE BUYBACK PROGRAMME RELATED TO CONVERTIBLE BONDS

**Madrid, July 1<sup>st</sup>, 2011.** In compliance with the existing legislation, Fomento de Construcciones y Contratas, S.A. releases the following Regulatory Disclosure related to the share buyback programme.

The share buyback programme, that was released last December 1st, 2009 registered at the Spanish Stock Exchange Commission under number 116937, to enable the Company to fulfil its obligations deriving from the issuance of exchangeable bonds in October 2009, and to reduce the Company's capital through the amortisation of own shares for a par value equivalent to the new shares of the Company issued to attend the requests for exchange or conversion from holders of the Bonds. The main objective of the programme is to avoid future risk of shareholder dilution.

In accordance with this programme, and in view of the number of own shares held and the number of shares needed to cover the potential conversion of bonds, 9.11% of capital stock, at this moment, the risk of shareholder dilution as a result of the convertible bond issue is entirely eliminated.

Therefore FCC suspends the share buyback programme and issues this regulatory disclosure. This suspension will be held, at least, until the previously mentioned percentage of capital remains unvaried (9,11%), needed to attend the request for exchange or conversion.