

Unaudited Consolidated Statements of Cash Flows

(In thousands of Euros, except share and per share amounts)

	Year Ended December 31,	
	2005	2004
Cash Flow from operating activities:		
Net income (loss) before minority interest	€ 14,737	€ 9,491
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	10,625	9,015
Foreign exchange (gains) losses	849	882
Allowance for doubtful accounts	485	307
Deferred income taxes	(3,066)	(6,364)
Compensation related to the stock compensation plan	1,413	2,258
Gains on sales of investments	-	(88)
Change in operating assets and liabilities:		
Accounts receivable	(18,058)	8,195
Inventory	(1,136)	3,166
Unbilled revenues	(36,917)	(10,830)
Accounts payable, related parties and other assets	23,796	3,706
Billing in excess of cost and estimated earnings on uncompleted contracts	3,951	5,237
Accrued and other liabilities, related parties payable	17,474	(8,045)
Due to temporary Joint Ventures	(11,515)	8,129
Net cash provided by operating activities	€ 2,638	€ 25,059
Cash Flows from investing activities:		
Restricted cash - guaranteed deposit of long term investments and commercial transactions	4,845	(8,028)
Due from related parties	(5,018)	2,651
Miner&Miner deferred payment	(3,147)	-
Almos Systems acquisition	(1,810)	-
Purchase of property, plant & equipment	(3,894)	(4,931)
Acquisition of investments, net of cash	-	(7,043)
(Acquisition) Disposals of investments	(1,553)	30,889
Net cash (used in) provided by investing activities	€ (10,577)	€ 13,538
Cash flows from financing activities:		
Proceeds from long-term debt	9,196	1,982
Repayment of long-term debt	(15,128)	(11,371)
Proceeds and repayment of short-term debt, net	5,210	(5,439)
Proceeds from issuance of common stock, net	-	60,518
Due to related parties	3,099	(30,183)
Capital contributions related to Telvent Factory Holding AG	-	(3,624)
Net cash (used in) provided by financing activities	€ 2,377	€ 11,883