



Second quarter 2007 results

Revenue growth brings strong EBITDA performance

- **Annualised EBITDA increases to €640 million**
- **EBITDA margin reaches 39.1%**
- **Continued growth in RGUs per customer**

Madrid - 1 August 2007

Grupo Corporativo ONO, S.A. (“ONO”), the leading alternative provider of telecommunications, broadband Internet and pay television services in Spain, announced today the consolidated unaudited results for the second quarter ended 30 June 2007. A complete set of results is available at www.ono.es/investorrelations. Highlights are as follows:

FINANCIAL HIGHLIGHTS

Data in €million	Quarter ended					Year to date		
	30-Jun-07	31-Mar-07	% change	30-Jun-06	% change	30-Jun-07	30-Jun-06	% change
Revenues	410	402	1.9%	407	0.7%	812	827	(1.8%)
Gross margin	71.9%	70.9%	1.0 pp	68.1%	3.7 pp	71.4%	67.6%	3.8 pp
EBITDA	160	148	8.2%	137	17.0%	308	268	14.9%
EBITDA margin	39.1%	36.8%	2.3 pp	33.6%	5.5 pp	38.0%	32.4%	5.5 pp

OPERATING HIGHLIGHTS

	30-Jun-07	31-Mar-07	% change	30-Jun-06	% change
Cable data:					
Homes marketable (thousands)	6,334	6,220	1.8%	5,886	7.6%
Resid. customers (thousands)	1,863	1,847	0.9%	1,721	8.3%
Penetration	29.4%	29.7%	(0.3 pp)	29.2%	0.2 pp
RGUs (thousands)	3,708	3,662	1.3%	3,335	11.2%
ARPU (€)	51.4	50.8	1.2%	52.0	(1.1%)
RGUs per customer	1.99	1.98	0.3%	1.94	2.7%

Richard Alden, Chief Executive Officer of ONO, commented:

“I am pleased with the results that we publish today as ONO continues to show good financial strength. Moreover, despite some operational complications, we have added more than 45,000 new cable services in the second quarter of 2007 to reach over 3.7 million services from a total residential customer base of 1.9 million.”

“We completed a number of important integration projects in the second quarter, including the migration of our residential cable customers in Madrid and Barcelona to a new billing system. This project laid the groundwork for the final IT systems integration work which will occur in the third and fourth quarters of 2007. These projects inevitably lead to some short term disruption in our sales and installation operations but equally they prepare us well for the future and will allow us to offer a higher quality of service to our customers.”

“I look forward to the run-up to the end of the year as we will be launching a number of new products and services from September with the aim of placing ONO at the forefront of the communications sector in Spain.”

ONO’s Chief Financial Officer, **Jonathan Cumming**, added:

“Our strategy of focusing on higher margin revenues continues to provide us with improving financial results. Revenues have grown strongly in the important parts of the ONO business and this, together with our consistent focus on efficiency, has led to a good EBITDA result. EBITDA for the quarter is €160 million, up 17% on the corresponding quarter of 2006 and the EBITDA margin has increased by 5.5 percentage points over that time to reach 39%.”

“As we now head into the summer months we will suffer the traditional slow down, both financially and operationally, in our numbers. We remain confident that the fourth quarter of the year will provide us with the impetus needed to meet our 2007 guidance.”

“On 20 June, we announced the closing of the self-arranged amendment and €500 million upsize of our existing €3,100 million Senior Facility. This transaction provides us with increased flexibility, reduced interest margins and additional liquidity to fund, amongst other things, some of the exciting new products and services that we will launch later this year.”



About ONO

ONO is the leading alternative provider of telecommunications, broadband Internet and pay television services in Spain and the only cable operator with national coverage. ONO offers its services to approximately 1.9 million direct access residential and 69,000 business customers as of 30 June 2007, through its own state of the art networks which give direct access to more than six million homes in franchises which cover the majority of Spain, including the nine largest cities. ONO's shareholders are Caisse de Dépôt et Placement du Québec, CCMP Capital, GE Structured Finance Inc., Grupo Multitel, Grupo Santander, Providence Equity Partners, Quadrangle Capital Partners, Sodinteleco and Thomas H. Lee Partners.

Safe Harbor Statement under the Private Securities Litigation Reform Act 1995

Certain statements in this release are "forward-looking statements" intended to qualify for the safe harbour under liability established by the Private Securities Litigation Reform Act of 1995 and are subject to material risks and uncertainties. Actual results could differ materially from those stated or implied by those forward looking statements due to risks and uncertainties associated with the ONO group business which include, among others, competitive developments, risks associated with the group's growth and the development of the group's markets regulatory risks.

Further information

Investor Relations

E-mail: investor.relations@ono.es

Website: www.ono.es/investorrelations

