PRESS RELEASE

February 26, 2008

Press Service
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2007 RESULTS:

Net income Group share: EUR 3.9 billion

The SUEZ Board of Directors meeting February 25, 2008, chaired by Gérard Mestrallet, approved the Group's results for financial year 2007. The accounts will be submitted for approval to the Annual General Shareholders' Meeting, May 6, 2008.

Further improvement in operating performance and profitability

■ **EBITDA:**	**EUR 7.9 billion (+12.4%)**
■ **Current operating income:**	**EUR 5.2 billion (+15.1%)**
■ **Net income Group share:**	**EUR 3.9 billion (+8.8%)**
■ **Net earnings per share:**	**EUR 3.09 (+8.1%)**
■ **Dividend per share:**	**EUR 1.36 (+13.3%)**
■ **ROCE:**	**13.7% (versus 13% in 2006)**
■ **Investments:**	**EUR 6.1 billion (€ 3.9 bn. in 2006)**

A sound, balanced, sustainable value and job-creating business model

- **Sharp acceleration in industrial development:**
  - Investments were up +60% over 2006
  - Developments in electricity, renewable energy, natural gas, and LNG production
  - 26,500 new hires in 2007, of whom more than 10,000 in France and nearly 3,800 in Belgium

- **Continued dynamic shareholder remuneration policy:**
  - Proposed +13.3% increase in 2007 ordinary dividend
  - Growth in ordinary dividends/share since 2003: +70%
  - Share buy-back program (EUR 1.1 billion for the year 2007)

- **2008 performance targets:**
  - EBITDA growth approximately 10%[1]
  - Accelerated industrial development
  - New dividend increase for 2008, continued share buyback program (EUR 300 million until the end of first semester 2008)

- **Growth outlook strengthened by the Gaz de France proposed merger:**
  - Post-merger EBITDA target: EUR 17 billion by 2010[1]
  - Merger completion during first-half 2008

Gérard Mestrallet, SUEZ Chairman and CEO, commented: "By presenting strong results growth in 2007 that exceeded our targets, SUEZ has demonstrated once again the strength and effectiveness of its business model and capacity to create shareholder value. In contrast with the uncertain business and financial climate, the long-term pattern of growth of the Group's businesses enables an ambitious development strategy. This strategy is based on top-flight industrial positions, on markets offering a high degree of predictability and on the well-known know-how of its teams. The proposed project with Gaz de France strengthens SUEZ' capacity to combine sustained growth, financial discipline, and recurring profitability."

1. Based on the GDF SUEZ EBITDA definition.

2007 RESULTS ANALYSIS

The Group registered another record-breaking performance in 2007.

Ever expanding markets, abundant commercial successes, and balanced contributions to net income growth from every business line provide a clear picture of future Group performance.

Revenues: EUR 47.5 billion, +7%

During 2007, SUEZ recorded sustained growth in business activity, with revenues at EUR 47.5 billion. Organic revenue growth increased +6.2% over 2006 (+7.2% excluding climate effect.[2]). Each business line made a significant contribution to organic growth.

Strong growth in current operating income

At EUR 5,175 million, current operating income reached historically high levels, up sharply both in terms of total and organic growth (+15.1% and +10.5% respectively).

This record is due to improved profitability from electricity activities in Europe, the performance of North American LNG activities, and expanding electricity sales in Latin America. The energy services and environment businesses recorded results with continuous improvement in operating profit.

Income from operating activities was stable at EUR 5.4 billion, despite lower gains from disposals. In 2006, disposals generated capital gains of EUR 1.1 billion, versus EUR 0.3 billion for 2007 (in particular, Agbar's sale of Applus, Electrabel's disposal of shares in the Walloon and Brussels inter-municipal companies, and the sale of 3% of Electrabel's share in Elia).

Net income Group share: EUR 3.9 billion

Net income Group share came to EUR 3.9 billion (compared with EUR 3.6 billion in 2006), an 8.8% increase, as a result mainly of recognition of deferred losses (EUR 500 million positive impact) resulting from the sale of SUEZ-Tractebel to Electrabel.

Recurring net income grew 12.3%.

Further improvement in Group profitability

Return on capital employed (ROCE) increased to 13.7%, versus 13% at year-end 2006.

Increased liquidity generation, accelerated industrial development, sound financial structure

Net cash flow increased +16.5% to EUR 4 billion.

In 2007, the Group made industrial and financial investments of EUR 6.1 billion, a +60% increase over 2006 totals. SUEZ applies stringent investment criteria. Among its 2007 investments were several renewable energy projects (acquisitions of Compagnie du Vent in France, Ventus Energy in Canada, and wind farm operations in Portugal), traditional energy projects (Germany, the Netherlands), an increase in its Gas Natural stake, as well as the squeeze out of Electrabel.

At December 31, 2007, net debt stood at EUR 13.1 billion, including EUR 0.9 billion in connection with the Agbar tender offer launched jointly with Caixa Criteria. This operation, begun in 2007 and finalized in early 2008, was a clear success. The change in debt level reflects accelerated investments, a dynamic shareholder remuneration policy (EUR 1.9 billion for dividends and EUR 1.1 billion for the share buyback program), and strong liquidity generation from operating activities.

2. Estimated impact of year to year temperature differences.

OUTLOOK

The Group enjoys excellent prospects. The effectiveness of the SUEZ business strategy is supported by accelerated changes in the businesses where the Group is present and by Europe's energy price dynamics. These latter are principally a function of higher fossil fuel prices, growing environmental concerns, new infrastructure requirements, and energy supply security considerations.

Ambitious 2008 objectives

Based on its commercial successes and particularly promising growth prospects for all its businesses, the Group has established ambitious financial objectives for 2008:

- EBITDA growth in the +10% range
- More investment in 2008 than in 2007
- Pursuit of share buyback program (EUR 300 million till the end of first semester 2008)
- Maintenance of an "A" credit rating
- Another dividend increase for 2008 and a policy of higher dividend payouts than 50% of recurring net income.

Acceleration in industrial investments

The Group's objective for 2008 is to exceed level of investment in 2007.

These investments will respect the Group's stringent financial discipline (maintain an "A" rating for medium-term debt and observe strict in-house investment criteria) and will focus principally on renewable and conventional electricity generating capacity, mainly in Europe, Latin America, and North America.

Continued dynamic shareholder remuneration policy

Given 2007 results and a favorable outlook for each of the Group's businesses, the Board of Directors decided at its February 25, 2008 meeting to recommend to the May 6, 2008 Annual General Shareholders' Meeting an ordinary dividend of EUR 1.36 for 2007, representing an increase of +13.3% over the dividend paid for 2006.

Continuous dividend increases since 2003 (+70%) reflect the Group's dynamic shareholder remuneration program, in step with its profit trend, offering a return on investment that is competitive with the entire sector.

Since 2007 this dividend payout policy has been matched with share buyback programs that will be continued in 2008.

5-year recruitment program to hire 110,000 new employees

The Group intends to hire 110,000 new employees between 2008 and 2012, including 52,000 in France and 10,000 in Belgium. This active hiring policy responds to trends in SUEZ businesses, to anticipated structural changes in operations' requirements, and the necessity to match Group resources to customer needs.

This comprehensive recruitment program reflects the Group's confidence in a future where it will hire, invest, and share the fruits of its performance with employees. The program positions SUEZ as one of Europe's leading recruiters.

A future bolstered by the Gaz de France merger

The Group's promising outlook is fortified by its Gaz de France merger project. GDF SUEZ will be a leading global player in energy and public utilities industry leader.

Throughout 2007, SUEZ and Gaz de France continued their active development efforts. Even before considering the merger's operational synergies, their 2007 performances bear out the profitability of their respective business activities.

Already, a joint GDF SUEZ integration team is at work to ensure the new Group will be operational from the first day of the merger, scheduled for first-half 2008.

GDF SUEZ has set performance targets to match its ambitions:

- EUR 17 billion in EBITDA by 2010[1]
- 10% to 15% average annual growth in dividends per share for dividends paid between 2007[3] and 2010
- Strong "A" credit rating.

Results for 2007 will be transmitted live Tuesday, February 26, 2008 at 8:30 a.m. (Paris time) and thereafter will be available on the SUEZ Website: http://www.suez.com

SUEZ, an international industrial and services Group, designs sustainable and innovative solutions in the management of public utilities as a partner of public authorities, businesses and individuals. The Group aims to answer essential needs in electricity, natural gas, energy services, water and waste management. SUEZ is listed on the Brussels, Luxembourg, Paris and Zurich stock exchanges and is represented in the major international indices: CAC 40, BEL 20, DJ STOXX 50, DJ EURO STOXX 50, Euronext 100, FTSE Eurotop 100, MSCI Europe and ASPI Eurozone. The Group employs 149,000 people worldwide and achieved revenues of €47.5 billion in 2007, 89% of which were generated in Europe and in North America.

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This press release is also available on the Internet: http://www.suez.com

3. Based on the Gaz de France dividend paid in 2007 for 2006 (EUR 1.10 per share); SUEZ shareholders will also receive a SUEZ Environment dividend.

2007 Highlights

SUEZ Energy Europe

- Electrabel acquisition of several wind farms in Portugal (at Mourisca, Fafe, and Nave) with total capacity of 100 MW.
- Acquisition of Compagnie du Vent (France).
- Decision to invest in 5 power plants in the Netherlands and Germany.
- Confirmation by IAEA's OSART mission of the Tihange power plant's excellent safety level.
- Joint development by Volvo and Electrabel of first CO_2-free emissions plant.
- Agreement between Honda and Electrabel for installation of close to 70,000 square feet of photovoltaic cells at the Honda site at Alost.
- Development of 2 cogeneration power plants in partnership with Lanxess and Degussa.
- Final agreement on cable activity disposal.
- Further increase of Distrigas sales outside Belgium (France, Netherlands, Germany)
- 1st LNG delivery of Qatar in Zeebrugge within the framework of the long term contract (20 years) signed between the Qatari producer RasGas II and Distrigas
- 1,000th LNG load by Distrigas in Zeebrugge

SUEZ Energy International

- Acquisition of a 51% equity stake in Bahia Las Minas, Panama's largest thermoelectric power generation company, with total installed capacity of 280 MW; conversion of a 100 MW fuel oil unit to coal with an extension of 83 MW under construction.
- Start of construction of the São Salvador hydroelectric power plant (241 MW) and Estreito (1,086 MW) in Brazil.
- Awards for the financing of the Barka 2-Rusail projects in Oman, Hidd in Bahrain, and Marafiq in Saudi Arabia for a total of USD 5.5 billion.
- Acquisition of Ventus Energy, the Canadian wind farm development company with 29 MW of power in operation, 178 MW under construction, and 2,000 MW in development.
- Signing of contract to provide the City of Dallas 150 MW of electricity (equivalent to 90% of the municipality's electricity consumption), nearly half of which from renewable energy sources.
- Contract to construct a 5.5 million m^3 capacity LNG regasification terminal at Mejillones in northern Chile.
- Contract to construct 2 coal-fired 150 MW power plants in Chile to supply mining customers (Codelco and Antofagasta Minerais).
- Construction of a new 193 MW gas turbine power plant in Peru.
- Acquisition in the Philippines of a 600 MW coal-fired electrical power plant at Calaca.
- Contract with the Electricity Generating Authority of Thailand (EGAT) to construct a 660 MW coal-fired electrical power plant at Map Ta Phut industrial estate.
- Acquisition of a 176 MW hydroelectric power plant at Ponte de Pedra (Brazil).

SUEZ Energy Services

- Acquisition of full ownership in Crespo y Blasco.
- 3 SUEZ Energy Services subsidiaries (Axima, Endel, and Ineo) join Areva to build the "Georges Besse II" uranium enrichment plant.
- Contract to design and operate centralized heating and hot water systems for the "Quartier des Temps Durables," France's first eco-district heated with zero CO_2 emissions, Limeil-Brévannes (France).
- Contract for facilities management services (Elyo, Ondeo IS) for the chemical platform at Villers-Saint-Paul (France).
- Renewal of Endel's contract for the Guyanese Space Center.
- Contract (Ineo, Axima) for air conditioning and electrical installations for the new Aéroports de Paris S3 terminal.
- Contract (Fabricom AS) to develop Statoil's Snorre oil platform in the North Sea.
- Contract for engineering and construction for Total of 21 offshore oil production platforms in the North Sea, off the Netherlands coast.
- Axima Services operations and maintenance contract for the Montreal airport baggage handling system.

SUEZ Environment

- Successful tender offer for Agbar, in partnership with La Caixa and Hisusa.
- Renewal of a waste collection and wastewater treatment contract with the City of Indianapolis (9 years, EUR 178 million).
- Contract for the design, construction, and operation of a wastewater reuse plant, at Dubai (USD 800 million contract).
- Degrémont awarded contract for the construction of a new wastewater treatment plant at Le Havre (EUR 76 million).
- Degrémont signs two contracts in India for the design, construction, and operation of a drinking water plant in Mumbai (Bombay) and for a wastewater recycling plant at New Delhi (EUR 86 million).
- Degrémont signs two contracts for a Cairo wastewater treatment plant (EUR 55 million).
- Management contract to operate the wastewater collection system involving 4 treatment plants for the City of Grasse (20 years, EUR 124 million).
- Degrémont and Agbar sign a contract to operate a wastewater treatment plant at Farfana, Chile (10 years, EUR 150 million)
- Agbar signs a contract to operate water and wastewater services for the City of Oran (5.5 years, EUR 30 million).
- Acquisition of 33% of Aguas de Valencia, company responsible for managing the Valencia region water system (EUR 135 million).
- Contract with the City of Nîmes (France) for urban cleaning and household waste collection (7 years, EUR 30 million).
- Contract for operation of the Montpellier biomethanization plant (10 years, EUR 120 million).
- Contract for the design, construction, and operation of a household waste mechanical-biological sorting facility in the Alès region (Gard) (22 years, EUR 123 million).
- Acquisition of Easco (UK), specialized in metals recycling (2006 revenues of EUR110 million).
- Design, construction, and operation of a bio-mechanical waste treatment plant at Mindarie, Australia (20 years, EUR 72 million).

Summary balance sheet at 12/31/07

in €m

ASSETS	12/31/06	12/31/07	LIABILITIES	12/31/06	12/31/07
NON CURRENT ASSETS	46,806	51,395	Equity, group share	19,504	22,193
			Minority interests	3,060	2,668
CURRENT ASSETS	26,629	27,732	TOTAL EQUITY	22,564	24,861
o/w financial assets at fair value through income	833	1,320	Provisions	9,786	9,555
o/w cash & equivalents	7,946	6,720	Financial debt	19,679	21,656
			Other liabilities	21,406	23,055
TOTAL ASSETS	73,435	79,127	TOTAL LIABILITIES	73,435	79,127

Summary income statement

in €m

	2006	2007
Revenues	**44,289**	**47,475**
Depreciation, amortization & provisions	(1,685)	(1,913)
Current operating income	4,497	5,175
Income from operating activities	5,368	5,408
Financial income (loss)	(731)	(722)
Income tax	(815)	(528)
Share in net income of associates	373	458
Minority interests	(588)	(693)
Net result, group share	**3,606**	**3,924**

Cash flow statement

In €m	12/31/06	12/31/07
Gross cash flow before financial loss and income tax	6,383	7,267
Income tax paid (excl. income tax paid on disposals)	(985)	(1,006)
Change in operating working capital	(226)	(244)
CASH FLOW FROM OPERATING ACTIVITIES	**5,172**	**6,017**
Net tangible and intangible investments	(2,186)	(2,999)
Financial investments	(1,404)	(2,870)
Disposals and other investment flows	3,224	1,188
CASH FLOW FROM INVESTMENT ACTIVITIES	**(366)**	**(4,681)**
Dividends paid	(1,721)	(1,969)
Balance of reimbursement of debt / new debt	(5,206)	900
Interests paid on financial activities	(755)	(958)
Capital increase	162	833
Other cash flows	582	(1,324)
CASH FLOW FROM FINANCIAL ACTIVITIES	**(6,938)**	**(2,518)**
Impact of currency, accounting practices and other	(296)	(44)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	**10,374**	**7,946**
TOTAL CASH FLOWS FOR THE PERIOD	**(2,428)**	**(1,226)**
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	**7,946**	**6,720**