

PRESS RELEASE

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3rd Quarter 2007

8.6% revenue growth for 3rd Quarter 2007

Strong increase in current operating income : + 14.6% over the last 9 months

2007 performance objectives confirmed

(in EUR billions)	September 30, 2007	September 30, 2006	Total growth	Organic growth
Revenues <i>Revenues, climate effect excluded</i>	34.2	32.4	+ 5.6 %	+ 4.7 % +6.8 %
Current operating income	3.9	3.4	+ 14.6 %	+ 11.5 %

SUEZ generated revenues of €34.2 billion at September 30, 2007, an increase of 5.6% compared to revenues at September 30, 2006 (+6.8% organic growth, excluding climate effect). Revenue growth accelerated during 3rd quarter 2007 (+8.6% over 3rd quarter 2006). These good performances, within a clement weather context in Europe, were due in particular to:

- increased electricity sales in Europe and internationally,
- strong growth in LNG activity,
- development of installation and energy services activities in France and HVAC in other European countries,
- increase in water and waste services activities in Europe,
- double-digit organic growth in Environment activities in China, Australia, and North America.

All Group businesses continue to record strong commercial dynamism.

Current operating income, at €3.9 billion, increased sharply, reflecting profitability improvements in electricity, LNG in North America, and energy services and waste services in Europe.

Operating performance recorded during the 3rd quarter met Group expectations, confirming its growth targets for EBITDA (above 10% for 2007) and current operating income (in excess of 15% for 2007).

Net debt came to €11.4 billion (compared with €10.4 billion at year-end 2006). This evolution reflects strong cash flow generation, an accelerated pace of investments and shareholder return (dividends paid in 2007 for 2006: €1.9 billion and a share buyback program: €0.7 billion)

3RD QUARTER HIGHLIGHTS

- Merger project between SUEZ and Gaz de France.

On September 2, 2007, SUEZ and Gaz de France Boards of Directors approved the new outlines of the merger project leading to the creation of a worldwide energy leader. The merger is expected to become effective during the first half of 2008. These outlines provide for a share exchange ratio of 21 Gaz de France shares for 22 SUEZ shares and the simultaneous distribution to SUEZ shareholders of 65% of the capital of SUEZ Environment activity in which GDF SUEZ will retain a stable 35% stake via a shareholders pact.

- Launch of public tender offer for Agbar

On October 1, 2007, SUEZ, La Caixa, and Hisusa, which jointly own 49.79% of Sociedad General de Aguas de Barcelona (AGBAR), filed a public tender offer prospectus with the Spanish market regulatory authority (CNMV) to acquire all of AGBAR's shares they did not already hold. The offer is unconditional and irrevocable. The offerers intend to maintain the AGBAR listing on the Spanish stock exchange, with a free float of approximately 30%. The transaction is expected to close during 4th quarter 2007.

Spanish regulatory authorities' position taken within the framework of the listing of Criteria Caixa Corp, followed by the projected listing of SUEZ Environnement have led SUEZ and la Caixa to change Hisusa's consolidation method on a proportional basis. As a result, Hisusa is now consolidated in SUEZ account proportional basis¹ for the 9 months period.

Within this context, 2007 EBITDA target for SUEZ Environment will amount to some €2.1 billion compared with €2.35 billion with Hisusa consolidated fully for 9 months.

BREAKDOWN BY BUSINESS LINE

(in EUR billions)	Revenues		Current operating income	
	September 30, 2007	September 30, 2006	September 30, 2007	September 30, 2006
SUEZ Energy Europe (2)	12,376.5	11,634.2	2,100.5	1,669.6
SUEZ Energy International (2)	4,981.8	4,710.9	893.3	852.3
SUEZ Energy Services	8,078.8	7,710.3	320.8	268.5
SUEZ Environment	8,793.7	8,354.8	792.5	747.0
Others			-214.9	-139.9
SUEZ	34,230.8	32,410.2	3,892.2	3,397.5
Organic growth (1)	+ 4.7%		+ 11.5%	
Total growth	+ 5.6%		+ 14.6%	

(1) See page 7 for a breakdown of growth on a comparable basis.

(2) Total sales of electricity and natural gas (SUEZ Energy Europe and SUEZ Energy International) were €17,358 million, with an organic growth rate of + 4.7%

¹ For information purposes only, if Hisusa had been consolidated by the proportional method at June 30, 2007, the net debt of SUEZ Environment at that date would have been €4.6 billion (vs €5.4 billion reported), provisions including those for renewals of €1.8 billion (versus €1.8 billion reported; as a reminder, provisions for renewals – €0.4 billion – are recorded under operating liabilities), investments in associates and related loans of €1.7 billion (vs €2.3 billion reported) and minority interests of €1.1 billion (vs €2.9 billion reported). Finally, Hisusa's full consolidation for one quarter in the financial statements at June 30, 2007 had no impact on Net income, Group share, but did have an impact on revenues for €422 million, on EBITDA for €95 million, and on current operating income for €53 million.

Revenues posted total growth of €1,821 million which breaks down as follows:

- Organic growth (€1,487 million);
- Effect of gas price increases (€37 million);
- Changes in Group structure (€573 million), including:
 - newly consolidated companies (€1,399 million): SEE + €326 million, (full consolidation of CNR + €508 million, acquisitions of Rendo and Cogas in the Netherlands + €314 million), SEI + €91 million (acquisition of Bahia Las Minas in Panama), SES + €123 million (acquisition of Crespo y Blasco in Spain + €69 million) and SE + €359 million (various acquisitions in the Waste Services business in the United Kingdom and France).
 - disposals (- €826 million): SEE - €243 million (disposal of a Brussels network operator as of July 1, 2006, proportional consolidation of AlpEnergia as from August 2006), SEI - €242 million (disposal of Hanjin City Gas in May 2006), SES - €66 million, and SE - €276 million (disposals in Brazil and Argentina);
- Exchange rate fluctuations (- €276 million), mainly related to the US dollar.

The Group generates 89% of its revenues in Europe and North America, 79% in Europe.

■ SUEZ ENERGY EUROPE

(in EUR millions)	September 30, 2007	September 30, 2006	Total change	Organic growth
Revenues	12,377	11,634	6.4%	2.1%
<i>Revenues, climate effect excluded</i>				6.5%
Current operating income	2,100	1,670	25.8%	15.8%

- **Sales by SUEZ Energy Europe** recorded total growth of + 6.4% (+ €742 million) at September 30, 2007. On a comparable basis, excluding the gas price effect, revenues showed organic growth of 2.1%. Excluding climate effect, organic growth came to + 6.5%.

- **Electricity**

Sales of electricity amounted to €3,244 million compared with €7,011 million at the end of September 2006, for an organic growth rate of + 10.6%. The increase in electricity sales results from both price dynamics in Europe and increased volumes:

- In Belgium, global change in revenues reflects electricity market price increases which were strongly influenced by fossil fuel price increases, knowing that retail clients selling prices were not reexamined. Volumes showed a slight decline (- 1.3 TWh, or - 2.4%) due to mild weather, the full opening of retail markets, and a decrease in wholesale sales.
- In the Netherlands, the + 1.2% increase in volumes sold and total growth in revenues (+ 18.6%) were due to the first-time consolidations of Rendo and Cogas in October 2006.
- Electricity sales outside Benelux rose + 20.1%, and now account for 41% of electricity sales in Europe. Revenue growth benefited from power plant startups in Spain and Italy, commercial successes in France and in Germany and full consolidation of Compagnie Nationale du Rhône.

- **Natural gas**

The drop in volumes sold by Electrabel (- 15.6%) is mainly attributable to the impact of weather conditions on its sales to residential customers in Benelux. Average temperatures recorded in the first half of 2007 were + 36% higher than those in 2006, due to bitter weather.

Distrigas, also sensitive to the weather, recorded a decrease in organic growth (- €160 million, or - 9.1%) due to lower volumes sold in Belgium and fewer opportunities for arbitrage. Excluding Belgium, Distrigas is successfully pursuing its growth strategy in the industrial customer segment, especially in the Netherlands and Germany. LNG activity expanded, with the sale of 4 shipments at September 30, 2007.

- **Other activities**

The decrease in revenues recorded for Other activities (- €133 million) was due to disposals in Services business, partially offset by good performances in trading.

- **SUEZ Energy Europe current operating income** increased by + 15.8% (+€264 million) in organic terms. The favorable electricity price context in 2006 for which the Group benefited in 2007 in all its European markets thanks to its hedge policy, accounts for the main part of SEE's accelerated growth, given the importance of this activity on its margins.

■ SUEZ ENERGY INTERNATIONAL

(in EUR millions)	September 30, 2007	September 30, 2006	Total change	Organic growth
Revenues	4,982	4,711	5.8%	11.5%
Current operating income	893	852	4.8%	9.1%

- **SUEZ Energy International sales** grew by + 11.5% (or + €504 million) on an organic basis. This increase is the fruit of commercial dynamism in all areas of SEI's development against the background of strong energy demand and rising prices.

More specifically, organic growth resulted from:

- **North America** (+ €227 million), mainly due to the commercial successes of SERNA (SUEZ Energy Resources North America, which supplies electricity to commercial and industrial customers in the United States).
 - **Asia/Middle East** (+ €61 million) thanks to the Group's development in the Gulf countries (+ €50 million), and to higher in sales in Thailand (+ €10 million) due to increased volumes.
 - **Latin America** (+ €186 million) where the increase in electricity sales in Brazil (+ €100 million), Peru (+ €41 million) and Chile (+ €43 million) is explained by increases in both electricity prices and volumes sold.
 - **LNG business** (+ €29 million): continued activity optimization from a London base.
- **SUEZ Energy International current operating income** recorded organic growth of + 9.1% (+€74 million). SEI's performance was driven by improved LNG margins in North America and by Tractebel Energia's electricity sales in the Brazil domestic market and for export, as well as by contributions from new activities in Peru and the Middle East.

■ SUEZ ENERGY SERVICES

(in EUR millions)	September 30, 2007	September 30, 2006	Total change	Organic growth
Revenues	8,079	7,710	4.8%	4.5%
<i>Revenue, climate effect excluded</i>				6.2%
Current operating income	321	268	19.5%	17.1%

- **SUEZ Energy Services sales** grew by + 4.5% (+ €342 million) on an organic basis. Excluding climate effect, organic growth came to approximately + 6.2%.
 - The installation and maintenance business recorded strong growth in France (+ 7.4%, + €167 million), particularly through sustained new orders at Ineo and Axima. On the other hand, despite their commercial development, activities in France (Elyo) registered a slight decline in organic activity due to particularly mild winter temperatures.
 - Activities in Belgium enjoyed strong growth (+ 10.8%, + €111 million).
 - Outside France and Benelux, business activity grew by + 5.3% (+ €76 million), but was also impacted by mild winter temperatures.

- **SUEZ Energy Services current operating income** grew on an organic basis by + 17.1% (+€46 million). SES recorded improved margins in Belgium, as well as in its installation and maintenance activities in France. The international Business Unit confirmed its recovery while Tractebel Engineering benefited from sustained orders to increase its profitability.

■ SUEZ ENVIRONMENT

(in EUR millions)	September 30, 2007	September 30, 2006	Total change	Organic growth
Revenues	8,794	8,355	5.3%	5.1%
<i>Water Europe</i>	2,850	2,746	3.8%	4.6%
<i>Waste Europe</i>	4,209	3,696	13.9%	6.7%
<i>Engineering</i>	663	751	-11.7%	-10.2%
<i>International</i>	1,072	1,162	-7.8%	11.8%
Current operating income	792	747	6.1%	7.4%

- **SUEZ Environment** posted organic growth of + 5.1% (+ €406 million), in line with its 2007-2009 objectives. Total growth of + 5.3% (+ €439 million) was influenced by disposals in Brazil and Argentina, and Teris in North America, in 2006.
 - **Water Europe sales** posted organic growth of + 4.6% (+ €120 million) mainly by Agbar (+ 79%, + €90 million), in particular its water activities, and by Water France thanks to the signing of new wastewater and services contracts (+ 1.7%, + €23 m) despite summer weather unfavorable to water distribution activity. The Group thus won and renewed several contracts in 2007 (Blagnac Airport, the Intercommunal Wastewater Syndicate for Cote de Nacre, Corbeil-Essonnes, and the Greater Montargoise and Rives du Loing urban areas).
 - **Waste Europe sales** reported strong organic growth of + 6.7% (+ €250 million), in France (+ 5.1%, + €90 million) thanks to higher treatment volumes (incineration, recycling). Several contracts were won since the beginning of the year (including Méthanisation, Montpellier, SYCTOM de Paris, and Saint Etienne) or renewed (including the Lille and Valenciennes urban areas). The United Kingdom also posted strong organic growth (+ 14.8%, + €96 million) thanks to commercial dynamism in industrial and commercial waste collection and contributions from the Cornwall and Northumberland Private Finance Initiative (PFI) contracts.
 - **The Engineering business** reported a decline in organic growth (-10.2%, - €75 million) explained by the exceptional very strong growth in 2006. New contracts concluded (including Le Havre, Alicante, Doha, Halifax, and Barka) will contribute fully to 2007 2nd half revenues.
 - **International activities** recorded sustained organic growth (+ 11.8%, +€112 million) thanks to contracts in China (+ 19.6%) in water (Chongqing, Sanya, Tanggu, Changshu) and Waste Services (startup of the SCIP incinerator at Shanghai), Water in North America (+12.6%) thanks to rate adjustments obtained in the regulated activity, and Waste Services activities in Australia (+ 14.9%).
- **SUEZ Environment current operating income** grew on an organic basis by + 7.4% (+ €53 million). All geographic zones contributed to good fine result, with notable performances from Agbar and United Water, good performances from the waste treatment businesses in France and the United Kingdom, the contribution of new PFI contracts by SITA UK, and strengthened profitability in the Netherlands and Germany.

SUPPLEMENTARY ANALYSIS

■ REVENUE BREAKDOWN BY GEOGRAPHIC ZONE

89% of the Group's revenues are generated in Europe and North America, with 79% in Europe alone. The revenue breakdown by geographic zone is as follows:

REVENUES (in EUR millions)	September 30, 2007	%	September 30, 2006	%	Change 2007/2006
France	8,672.8	25.3%	7,829.1	24.2%	10.8%
Belgium	8,215.2	24.0%	8,240.4	25.4%	-0.3%
Subtotal France-Belgium	16,888.0	49.3%	16,069.5	49.6%	5.1%
Other European Union	9,748.5	28.5%	8,876.5	27.4%	9.8%
Other European countries	495.6	1.4%	535.6	1.7%	-7.5%
Subtotal Europe	27,132.2	79.3%	25,481.6	78.6%	6.5%
North America	3,207.4	9.4%	3,132.6	9.7%	2.4%
Subtotal Europe and North America	30,339.6	88.6%	28,614.2	88.3%	6.0%
Asia, Middle East and Oceania	1,748.2	5.1%	1,924.9	5.9%	-9.2%
South America	1,639.7	4.8%	1,400.0	4.3%	17.1%
Africa	503.3	1.5%	471.3	1.5%	6.8%
TOTAL REVENUES	34,230.8	100.0%	32,410.2	100.0%	5.6%

(Change in gross values).

NB: The change in sales in Asia Middle East was affected by the disposal of Hanjin City Gas in May 2006, and that of South America by the withdrawal of Suez Environment from this zone in 2006. In addition, the 2006 data were adjusted to include the SEI subsidiary Baymina (Turkey) in the Asia, Middle East and Oceania zone (previously under "Other European countries").

■ BREAKDOWN OF ORGANIC GROWTH ON A COMPARABLE BASIS

Organic growth in revenues and current operating income is analyzed on a comparable basis.

REVENUES (in EUR millions)	September 30, 2007	September 30, 2006	Organic growth
Revenues	34,231	32,410	
Changes in Group structure (1)	-1,399	-826	
Exchange rate fluctuations		-276	
Natural gas price variations		37	
Comparable basis	32,832	31,344	4.7%

(1) Accounting respectively for 2007 revenues from newly-consolidated companies and 2006 revenues from disposals.

CURRENT OPERATING INCOME (in EUR millions)	September 30, 2007	September 30, 2006	Organic growth
Current operating income	3,892	3,398	
Changes in Group structure (1)	-206	-61	
Exchange rate fluctuations		-32	
Comparable basis	3,686	3,305	11.5%

(1) Accounting respectively for 2007 revenues from newly-consolidated companies and 2006 revenues from disposals.

■ BREAKDOWN OF DATAS QUARTER BY QUARTER

(in EUR millions)	March 31, 2007	June 30, 2007 (1)	September 30, 2007	Cumulative revenues at 9/30/07
SUEZ Energy Europe	5,013	3,766	3,598	12,377
SUEZ Energy International	1,586	1,622	1,774	4,982
SUEZ Energy Services	2,837	2,712	2,530	8,079
SUEZ Environment	2,768	3,002	3,024	8,794
TOTAL REVENUES	12,204	11,102	10,925	34,231

REVENUES (in EUR millions)	March 31, 2006	June 30, 2006	September 30, 2006	Cumulative revenues at 09/30/06
SUEZ Energy Europe	4,730	3,661	3,243	11,634
SUEZ Energy International	1,599	1,459	1,653	4,711
SUEZ Energy Services	2,778	2,584	2,348	7,710
SUEZ Environment	2,698	2,845	2,812	8,355
TOTAL REVENUES	11,804	10,549	10,057	32,410

CURRENT OPERATING INCOME (in EUR millions)	March 31, 2007	June 30, 2007 (1)	September 30, 2007	Cumulative Current operating income at 9/30/07
SUEZ Energy Europe	843	690	568	2,100
SUEZ Energy International	309	264	321	893
SUEZ Energy Services	134	117	69	321
SUEZ Environment	237	277	279	792
OTHERS	-69	-67	-79	-215
TOTAL CURRENT OPERATING INCOME	1,454	1,280	1,158	3,892

CURRENT OPERATING INCOME (in EUR millions)	March 31, 2006	June 30, 2006	September 30, 2006	Cumulative current operating income at 9/30/06
SUEZ Energy Europe	671	569	430	1,670
SUEZ Energy International	208	308	336	852
SUEZ Energy Services	119	102	48	268
SUEZ Environment	229	255	263	747
Others	-28	-57	-55	-140
TOTAL CURRENT OPERATING INCOME	1,199	1,177	1,022	3,398

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 140,000 people worldwide and achieved revenues of €44.3 billion in 2006, 89% of which were generated in Europe and in North America.

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