TENARIS S.A.

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

MARCH 31, 2005

46a, Avenue John F. Kennedy - 2nd Floor.
L - 1855 Luxembourg

Consolidated condensed interim income statement

(all amounts in USD thousands, unless otherwise stated)	Notes	Three-month period ended March 31, 2005	Three-month period ended March 31, 2004
		(Unaudited)	
Net sales	**3**	1,452,927	859,346
Cost of sales	**4**	(865,128)	(620,457)
Gross profit		587,799	238,889
Selling, general and administrative expenses	**5**	(185,083)	(139,818)
Other operating income (expenses), net		2,967	3,500
Operating income		405,683	102,571
Financial income (expenses), net	**6**	(41,807)	(15,438)
Income before equity in earnings (losses) of associated companies and income tax		363,876	87,133
Equity in earnings (losses) of associated companies		30,163	(461)
Income before income tax		394,039	86,672
Income tax		(114,069)	(39,069)
Income for the period (1)		279,970	47,603
Attributable to (1):			
Equity holders of the Company		264,234	48,368
Minority interest		15,736	(765)
		279,970	47,603
Earnings per share attributable to the equity holders of the Company during the period (1)			
Weighted average number of ordinary shares in issue (thousands)		1,180,537	1,180,371
Earnings per share (USD per share)		0.22	0.04

(1) Up to December 31, 2004 minority interest was shown in the income statement before net income. As required by IAS 1 (revised) as from January 1, 2005 the income for the period disclosed in the income statement does not show minority interest. Earnings per share continue to be calculated on the net income attributable solely to the equity holders of Tenaris (see Note 2 (a)).

The accompanying notes are an integral part of these consolidated condensed interim financial statements. The Report of Independent Registered Public Accounting Firm on these consolidated condensed interim financial statements is issued as a separate document.

Consolidated condensed interim balance sheet

(all amounts in USD thousands)

	Notes	At March 31, 2005 (Unaudited)		At December 31, 2004	
ASSETS					
Non-current assets					
Property, plant and equipment, net	**7**	2,116,339		2,164,601	
Intangible assets, net (see Note 2 (b))	**7**	157,733		49,211	
Investments in associated companies		208,108		99,451	
Other investments		23,963		24,395	
Deferred tax assets		153,946		161,173	
Receivables		32,310	2,692,399	151,365	2,650,196
Current assets					
Inventories		1,360,708		1,269,470	
Receivables and prepayments		167,690		279,450	
Current tax assets		96,604		94,996	
Trade receivables		1,131,168		936,931	
Other investments		-		119,666	
Cash and cash equivalents		477,106	3,233,276	311,579	3,012,092
Total assets			5,925,675		5,662,288
EQUITY (see Note 2 (a))					
Capital and reserves attributable to the Company's equity holders					
Share capital		1,180,537		1,180,537	
Legal Reserves		118,054		118,054	
Share Premium		609,733		609,733	
Other Distributable Reserve		82		82	
Currency translation adjustments		(71,126)		(30,020)	
Retained earnings		992,547	2,829,827	617,538	2,495,924
Minority interest			178,383		165,271
Total equity			3,008,210		2,661,195
LIABILITIES					
Non-current liabilities					
Borrowings		546,896		420,751	
Deferred tax liabilities		346,105		371,975	
Other liabilities		166,882		172,442	
Provisions		33,219		31,776	
Trade payables		4,070	1,097,172	4,303	1,001,247
Current liabilities					
Borrowings		578,915		838,591	
Current tax liabilities		276,547		222,735	
Other liabilities		124,056		176,393	
Provisions		36,908		42,636	
Customers advances		189,975		127,399	
Trade payables		613,892	1,820,293	592,092	1,999,846
Total liabilities			2,917,465		3,001,093
Total equity and liabilities			5,925,675		5,662,288

Contingencies, commitments and restrictions to the distribution of profits are disclosed in Note 8.

The accompanying notes are an integral part of these consolidated condensed interim financial statements. The Report of Independent Registered Public Accounting Firm on these consolidated condensed interim financial statements is issued as a separate document.

Consolidated condensed interim statement of changes in equity
(all amounts in USD thousands)

	Attributable to equity holders of the Company							
	Share Capital	Legal Reserves	Share Premium	Other Distributable Reserve	Currency translation adjustments	Retained Earnings	Minority Interest (see Note 2)	Total
								(Unaudited)
Balance at January 1, 2005	1,180,537	118,054	609,733	82	(30,020)	617,538	165,271	2,661,195
Effect of adopting IFRS 3 (see Note 2 (b))	-	-	-	-	-	110,775	-	110,775
Adjusted balance at January 1, 2005	1,180,537	118,054	609,733	82	(30,020)	728,313	165,271	2,771,970
Currency translation differences	-	-	-	-	(41,106)	-	(2,586)	(43,692)
Acquisition of minority interest	-	-	-	-	-	-	(38)	(38)
Income for the period	-	-	-	-	-	264,234	15,736	279,970
Balance at March 31, 2005	1,180,537	118,054	609,733	82	(71,126)	992,547	178,383	3,008,210

	Attributable to equity holders of the Company							
	Share Capital	Legal Reserves	Share Premium	Other Distributable Reserve	Currency translation adjustments	Retained Earnings	Minority Interest (see Note 2)	Total
								(Unaudited)
Balance at January 1, 2004	1,180,288	118,029	609,269	96,555	(34,194)	(128,667)	119,984	1,961,264
Currency translation differences	-	-	-	-	(2,031)	-	(213)	(2,244)
Capital Increase and acquisition of minority interest	249	25	464	82	-	-	(619)	201
Income for the period	-	-	-	-	-	48,368	(765)	47,603
Balance at March 31, 2004	1,180,537	118,054	609,733	96,637	(36,225)	(80,299)	118,387	2,006,824

The Distributable Reserve and Retained Earnings calculated according to Luxembourg Law are disclosed in Note 8 (v).

The accompanying notes are an integral part of these consolidated condensed interim financial statements. The Report of Independent Registered Public Accounting Firm on these consolidated condensed interim financial statements is issued as a separate document.

Consolidated condensed interim cash flow statement

(all amounts in USD thousands)	Three-month period ended March 31, 2005	2004
	(Unaudited)	
Cash flows from operating activities		
Income for the period	279,970	47,603
Adjustments for:		
Depreciation and amortization	51,977	53,824
Income tax accruals less payments	37,478	(10,320)
Equity in (earnings) losses of associated companies	(30,163)	461
Interest accruals less payments, net	2,344	1,551
Changes in provisions	(4,285)	(1,068)
Proceeding from Fintecna arbitration award net of BHP settlements (See Note 8 (i))	66,594	(55,090)
Change in working capital	(209,878)	(119,891)
Currency translation adjustment and others	(11,344)	(6,579)
Net cash provided by (used in) operating activities	**182,693**	**(89,509)**
Cash flows from investing activities		
Capital expenditures	(47,316)	(39,912)
Capital increase and acquisitions of subsidiaries and associated companies	(38)	191
Cost of disposition of property, plant and equipment and intangible assets	1,442	6,519
Dividends and distributions received from associated companies	19,520	-
Changes in restricted bank deposits	(27,680)	-
Reimbursement from trust funds	119,666	-
Net cash provided by (used in) investing activities	**65,594**	**(33,202)**
Cash flows from financing activities		
Proceeds from borrowings	398,269	132,066
Repayments of borrowings	(516,422)	(41,667)
Net cash (used in) provided by financing activities	**(118,153)**	**90,399**
Increase / (decrease) in cash and cash equivalents	**130,134**	**(32,312)**
Movement in cash and cash equivalents		
At beginning of the period	293,824	238,030
Effect of exchange rate changes	(298)	(378)
Increase / (decrease) in cash and cash equivalents	130,134	(32,312)
At March 31,	**423,660**	**205,340**

Cash and cash equivalents	**At March 31, 2005**	**2004**
Cash and bank deposits	477,106	220,968
Bank overdrafts	(12,266)	(15,628)
Restricted bank deposits	(41,180)	-
	423,660	**205,340**

The accompanying notes are an integral part of these consolidated condensed interim financial statements. The Report of Independent Registered Public Accounting Firm on these consolidated condensed interim financial statements is issued as a separate document.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

Index to the notes to the consolidated conden sed interim financial statements

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
(In the notes all amounts are shown in USD thousands, unless otherwise stated)

1 Basis of presentation

Tenaris S.A. (the "Company" or "Tenaris"), a Luxembourg corporation (societé anonyme holding), was incorporated on December 17, 2001 to hold investments in steel pipe manufacturing and distributing companies. The Company holds, either directly or indirectly, controlling interests in various subsidiaries.

These consolidated condensed interim financial statements have been prepared in accordance with IAS 34, "Interim Financial Reporting". The accounting policies used in the preparation of the consolidated condensed interim financial statements are consistent with those used in the consolidated financial statements for the year ended December 31, 2004, except for the changes explained in Note 2. These consolidated condensed interim financial statements should be read in conjunction with the consolidated financial statements at December 31, 2004.

Certain comparative amounts have been reclassified to conform to changes in presentation in the current period.

The preparation of consolidated condensed interim financial statements requires management to make estimates and assumptions that might affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the balance sheet dates, and the reported amounts of revenues and expenses during the reporting periods. Actual results may differ from these estimates.

Material intercompany transactions and balances between Tenaris's subsidiaries have been eliminated in consolidation. However, the fact that the measurement currency of some subsidiaries is their respective local currency, generates some financial gains (losses) arising from intercompany transactions, that are included in the consolidated condensed interim income statement under Financial income (expenses), net.

These consolidated condensed interim financial statements were approved by Tenaris's board of directors on May 2, 2005.

2 Impact of New Accounting Pronouncements: International Financial Reporting Standards

In December 2003, as a part of the IASB's project to improve International Financial Reporting Standards, the IASB released revisions to certain standards including: IAS 1, "Presentation of Financial Statements"; IAS 16, "Property, Plant and Equipment"; IAS 24, "Related Party Disclosures" and IAS 33, "Earnings per Share". The revised standards must be applied for annual periods beginning on or after January 1, 2005. In addition, during 2004 International Financial Reporting Standard (IFRS) 3, "Business Combinations" was issued. The main impacts on the Tenaris consolidated financial statements are:

(a) Presentation of minority interests
IAS 1 (revised) requires disclosure, on the face of the income statement, of the entity's income or loss for the period and the allocation of that amount between " income or loss attributable to minority interest" and " income or loss attributable to equity holders of the parent". Earnings per share continue to be calculated on the net income attributable solely to the equity holders of Tenaris. Also, as from January 1, 2005 minority interests is included as equity in the consolidated balance sheet and not longer shown as a separate category. The effect of this change increased the Company's equity at January 1, 2005 by USD165.3 million.

(b) IFRS 3 - goodwill and negative goodwill
Until December 31, 2004 goodwill was amortized on a straight line basis over its estimated useful life, not to exceed 15 years, and assessed for an indication of impairment at each balance sheet date. Under IFRS 3, the Company ceased amortization from January 1, 2005; accumulated amortization as at December 31, 2004 has been offset against the cost of goodwill. For years ending December 31, 2005 onwards, goodwill have to be tested annually for impairment, as well as when there are indicators of impairment. Amortization included in the three months period ended March 31, 2004 amounted to USD 2.2 million.

Also, IFRS 3 requires accumulated negative goodwill at December 31, 2004 to be derecognized with a corresponding adjustment to retained earnings. The effect of this change is an increase in the opening balance of the Company's equity at January 1, 2005 of USD110.8 million. Amortization included in the three months period ended March 31, 2004 amounted to USD2.2 million.

2 Impact of New Accounting Pronouncements: International Financial Reporting Standards (Cont'd)

(c) IAS 39 Financial instruments: recognition and measurement
In accordance with the transition provisions of IAS 39 (revised), the Company designated previously recognized available for sale financial assets as financial assets at fair value through profit or loss. Accordingly, the Company restated the financial asset using the new designation in the comparative financial statements.

Adoption of new or revised standards has been made in accordance with the respective transition provisions.

3 Segment information

Primary reporting format: business segments

	Seamless	Welded & Other Metallic Products	Energy	Other	Total
Three-month period ended March 31, 2005			(Unaudited)		
Net sales	1,105,252	160,434	143,972	43,269	1,452,927
Cost of sales	(601,517)	(101,631)	(137,484)	(24,496)	(865,128)
Gross profit	503,735	58,803	6,488	18,773	587,799
Depreciation and amortization	44,363	3,622	799	3,193	51,977
Three-month period ended March 31, 2004					
Net sales	674,266	66,388	103,923	14,769	859,346
Cost of sales	(456,709)	(53,610)	(100,569)	(9,569)	(620,457)
Gross profit	217,557	12,778	3,354	5,200	238,889
Depreciation and amortization	48,911	3,010	959	944	53,824

Tenaris's main business segment is the manufacture of seamless steel pipes.

Secondary reporting format: geographical segments

	South America	Europe	North America	Middle East & Africa	Far East & Oceania	Total
Three-month period ended March 31, 2005			(Unaudited)			
Net sales	354,590	405,743	414,058	146,623	131,913	1,452,927
Depreciation and amortization	21,083	17,781	11,477	11	1,625	51,977
Three-month period ended March 31, 2004						
Net sales	164,519	307,460	198,486	92,008	96,873	859,346
Depreciation and amortization	26,432	15,893	9,879	10	1,610	53,824

Allocation of net sales is based on the customers' location. Allocation of depreciation and amortization is based on the related assets' location.

Although Tenaris's business is managed on a worldwide basis, the companies forming part of Tenaris operate in the five main geographical areas detailed above.

4 Cost of sales

	Three-month period ended March 31,	
	2005	**2004**
	(Unaudited)	
Inventories at the beginning of the period	**1,269,470**	**831,879**
Plus: Charges of the period		
Raw materials, energy, consumables and other movements	706,519	453,656
Services and fees	73,495	62,613
Labor cost	99,060	87,352
Depreciation of property, plant and equipment	44,812	46,302
Amortization of intangible assets	1,711	2,301
Maintenance expenses	23,048	19,180
Provisions for contingencies	1,200	-
Allowance for obsolescence	1,264	(1,123)
Taxes	975	655
Others	4,282	3,264
	956,366	**674,200**
Less: Inventories at the end of the period	**(1,360,708)**	**(885,622)**
	865,128	**620,457**

5 Selling, general and administrative expenses

	Three-month period ended March 31,	
	2005	**2004**
	(Unaudited)	
Services and fees	31,487	25,266
Labor cost	46,035	35,449
Depreciation of property, plant and equipment	2,479	2,544
Amortization of intangible assets	2,975	2,677
Commissions, freights and other selling expenses	68,024	49,459
Provisions for contingencies	1,878	1,275
Allowances for doubtful accounts	5,314	3,721
Taxes	16,822	11,635
Others	10,069	7,792
	185,083	**139,818**

6 Financial income (expenses), net

	Three-month period ended March 31,	
	2005	**2004**
	(Unaudited)	
Interest expense	(12,442)	(8,693)
Interest income	2,959	3,095
Net foreign exchange transaction losses and changes in fair value of derivative instruments (*)	(33,879)	(15,279)
Miscellaneous	1,555	5,439
	(41,807)	**(15,438)**

(*) Includes a loss of USD12.4 million originated by Materiales Siderúrgicos Matesi S.A.'s debt with Talta and Sidor.

7 Property, plant and equipment and Intangible assets, net

	Net Property, Plant and Equipment	Net Intangible Assets
	(Unaudited)	(Unaudited)
Three-month period ended March 31, 2005		
Opening net book amount	2,164,601	49,211
Effect of adopting IFRS 3 (see Note 2 (b))	-	110,775
Translation differences	(43,788)	(624)
Transfers	3	(3)
Additions	44,228	3,088
Disposals	(1,414)	(28)
Depreciation/ Amortization charge	(47,291)	(4,686)
At March 31, 2005	**2,116,339**	**157,733**

8 Contingencies, commitments and restrictions to the distribution of profits

This note should be read in conjunction with Note 25 included in the consolidated financial statements for the year ended December 31, 2004. The significant changes or events since the annual report are the followings:

(i) *Arbitration proceeding against Fintecna*

On December 28, 2004 the arbitral tribunal rendered a final award in the arbitration proceeding against Fintecna S.p.A. ("Fintecna"), an Italian state-owned entity and successor to ILVA S.p.A, the former owner of Dalmine S.p.A. ("Dalmine") in which Tenaris sought indemnification from Fintecna for amounts paid or payable by Dalmine to the consortium led by BHP Billiton Petroleum Ltd. ("BHP") regarding the failure of an underwater pipeline, manufactured and sold prior to the privatization of Dalmine. According to this final award, Fintecna paid a total amount of EUR93.8 million (approximately USD124.9 million) on March 15, 2005. In addition, on March 29, 2005 Tenaris prepaid to BHP the final instalment of GBP30.4 million plus interests. Consequently, both BHP settlement agreement and the arbitration proceedings have been definitively concluded.

(ii) Consorcio Siderurgia Amazonia, Ltd. ("Amazonia")

On February 3, 2005 Ylopa Serviços de Consultadoria Lda. ("Ylopa") exercised its option to convert convertible debt instruments it held in Amazonia into common stock. As a result, Tenaris's participation in Amazonia increased from 14.5% to 21.2%, thereby increasing its indirect participation in Siderúrgica del Orinoco C.A. ("Sidor") from 8.7% to 12.6%. All of Amazonia's existing shares and shares of Sidor continue to be pledged until the third quarter of 2005.

(iii) Tax situation: Application of inflation adjustment procedures

As explained in Note 25 (iii) of the consolidated financial statements for the year ended December 31, 2004, on February 11, 2005 Siderca S.A.I.C. ("Siderca") obtained the benefits of a promotional regime established by Argentine Law 25.924. For this reason, Siderca withdrew its legal proceeding related to the application of the inflation adjustment procedure in the income tax returns for the year ended December 31, 2002. On February 21, 2005 Siderca paid ARP69.4 million (USD23.8 million). No charges against the income statement arose from this payment, as Tenaris had previously recorded a provision for this matter.

(iv) Commitments

(a) On March 15, 2005 Complejo Siderúrgico de Guayana C.A. ("Comsigua") prepaid 100% of the amount owed to the International Finance Corporation, or IFC, for approximately USD42.5 million, related with project financing loans. Tenaris has applied to the IFC for the release from its proportional guarantee of such project loan.

8 Contingencies, commitments and restrictions to the distribution of profits (Cont'd)

(iv) Commitments (Cont'd)

(b) On March 3, 2005 Tenaris Financial Services S.A., a subsidiary of the Company, made a deposit of USD25.0 million at Deutsche Bank AG London Branch as a collateral for a financial transaction between the mentioned bank and another Tenaris subsidiary, generating a restriction on the availability of such funds. Consequently, total restricted cash at March 31, 2005 amounts to USD41.2 million.

(v) Restrictions to the distribution of profits

Under Luxembourg law, at least 5% of the net income per year calculated in accordance with Luxembourg law and regulations must be allocated to the creation of a reserve until such reserve has reached to an amount equal to 10% of the share capital. At March 31, 2005 the Company has created this reserve in full.

Shareholders' equity at March 31, 2005 under Luxembourg law and regulations comprises the following captions:

Share capital	1,180,537
Legal reserve	118,054
Share premium	609,733
Other distributable reserve	82
Retained earnings including net income for the three month period ended March 31, 2005	731,808
Total shareholders equity according to Luxembourg law	2,640,214

Tenaris may pay dividends to the extent that it has distributable retained earnings and distributable reserve calculated in accordance with Luxembourg law and regulations.

At March 31, 2005, the distributable reserve, including retained earnings, of Tenaris under Luxembourg Law totalled USD731.9 million, as detailed below.

Distributable reserve at December 31, 2004 under Luxembourg law	536,541
Dividends and distributions received	132,776
Other income and expenses for the three-month period ended March 31, 2005	62,573
Distributable reserve at March 31, 2005 under Luxembourg law	731,890

9 Business acquisitions, incorporation of subsidiaries and other significant events

The financial resources in trust funds at December 31, 2004 (USD119.7 million), were contributed to two wholly-owned Chilean subsidiaries (Inversiones Berna S.A. and Inversiones Lucerna S.A.) on January 1, 2005.

10 Related party disclosures

The Company is controlled by I.I.I. Industrial Investments Inc. which owns 60.2% of Tenaris's shares and voting rights. The remaining 39.8% is publicly traded. The ultimate controlling entity of the Company is Rocca & Partners S.A., a British Virgin Islands corporation.

The following transactions were carried out with related parties:

Three-month period ended March 31, 2005

Transactions	**Associated**	**Other**	**Total**
(a) Sales of goods and services			
Sales of goods	181	40,686	40,867
Sales of services	235	2,854	3,089
	416	43,540	43,956
(b) Purchases of goods and services			
Purchases of goods	27	17,649	17,676
Purchases of services	40	16,239	16,279
	67	33,888	33,955

Three-month period ended March 31, 2004

Transactions	**Associated**	**Other**	**Total**
(a) Sales of goods and services			
Sales of goods	337	12,047	12,384
Sales of services	1,477	2,803	4,280
	1,814	14,850	16,664
(b) Purchases of goods and services			
Purchases of goods	-	11,205	11,205
Purchases of services	-	8,340	8,340
	-	19,545	19,545

At March 31, 2005

Period-end balances	**Associated**	**Other**	**Total**
(a) Arising from sales/purchases of goods/services			
Receivables from related parties	2,032	50,517	52,549
Payables to related parties	(9)	(18,568)	(18,577)
	2,023	31,949	33,972
(b) Cash and cash equivalents			
Time deposits	-	6	6
(c) Other balances			
Receivables	2,080	107	2,187
(d) Financial debt			
Borrowings and overdrafts (1)	-	(52,363)	(52,363)

(1) Includes borrowings from Sidor to Matesi, Materiales Siderurgicos S.A. (USD52,363 at March 31, 2005)

10 Related party disclosures (Cont'd.)

At December 31, 2004

	Associated	Other	Total
Period-end balances			
(a) Arising from sales/purchases of goods/services			
Receivables from related parties	3,396	49,267	52,663
Payables to related parties	(49)	(17,352)	(17,401)
	3,347	31,915	35,262
(b) Cash and cash equivalents			
Time deposits	-	6	6
(c) Other balances			
Trust fund	-	119,666	119,666
Convertible debt instruments - Ylopa	121,955	-	121,955
(d) Financial debt			
Borrowings and overdrafts (1)	-	(56,906)	(56,906)

(1) Includes borrowings from Sidor to Matesi, Materiales S iderurgicos S.A. (USD 51,457 at December 31, 2004)

Carlos Condorelli
Chief Financial Officer